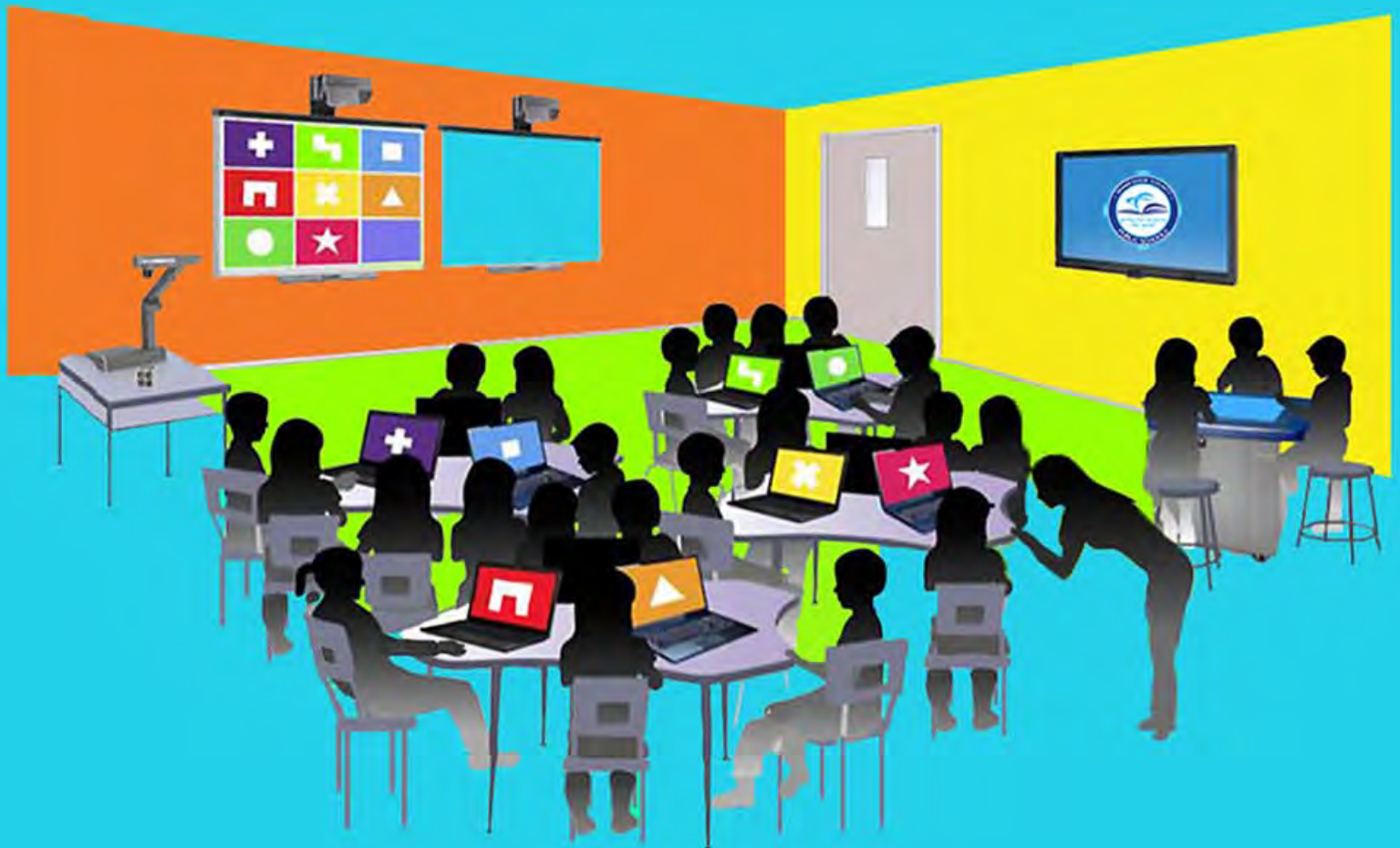
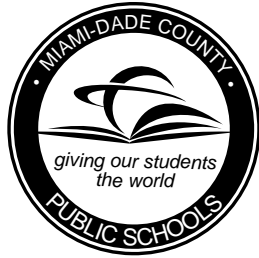


THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

Comprehensive Annual Financial Report For The Fiscal Year Ended June 30, 2014





**THE SCHOOL BOARD OF
MIAMI-DADE COUNTY, FLORIDA**



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**
For the Fiscal Year Ended June 30, 2014

**Prepared by:
Office of the Controller
Connie Pou, C.P.A.
Controller**

**1450 Northeast Second Avenue
Miami, Florida 33132**



THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the fiscal year ended June 30, 2014

Table of Contents

I. INTRODUCTORY SECTION (Unaudited)	<u>Exhibit</u>	<u>Page</u>
Letter of Transmittal		I – VIII
Principal Officials – Elected		IX – X
Other Principal Officials – Appointed		XI
District Administrative Organization – Superintendent’s Direct Reports		XII
Certificate of Achievement for Excellence in Financial Reporting		XIII
Certificate of Excellence in Financial Reporting		XIV
Certificate of Recognition for Excellence in Financial Management		XV
 II. FINANCIAL SECTION		
Independent Auditor’s Report on Financial Statements		1 – 2
Management’s Discussion and Analysis (MD&A) (Required Supplementary Information) (Unaudited)		3 – 15
 BASIC FINANCIAL STATEMENTS		
Government-wide Financial Statements		
Statement of Net Position	1	18 – 19
Statement of Activities	2	20 – 21
Fund Financial Statements		
Governmental Fund Financial Statements		
Balance Sheet – Governmental Funds	3	22 – 23
Reconciliation of the Governmental Funds Balance Sheet to the Government-wide Statement of Net Position	4	25
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	5	26 – 27
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-wide Statement of Activities	6	28
Proprietary Fund Financial Statements		
Statement of Net Position - Proprietary Fund	7	29
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Fund	8	30
Statement of Cash Flows - Proprietary Fund	9	31
Fiduciary Fund Financial Statements		
Statement of Fiduciary Net Position	10	32
Statement of Changes in Fiduciary Net Position	11	33

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the fiscal year ended June 30, 2014

Table of Contents

II. FINANCIAL SECTION - Continued	<u>Statement/ Schedule</u>	<u>Page</u>
Notes to the Financial Statements		34 – 81
REQUIRED SUPPLEMENTARY INFORMATION (Unaudited)		
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund		84 – 85
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Other Federal Programs		86
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Federal Economic Stimulus Funds		87
Supplemental Early Retirement Pension Trust:		
Schedule of Changes in the Net Pension Liability and Related Ratios		88
Schedule of Investment Returns		89
Schedule of Contributions		90
Schedule of Funding Progress		91
Schedule of Employer Contributions		92
Other Post Employment Benefits:		
Schedule of Funding Progress		93
Schedule of Employer Contributions		94
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND OTHER SUPPLEMENTARY INFORMATION		
Combining Balance Sheet - Non-major Governmental Funds	A – 1	96 – 97
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-major Governmental Funds	A – 2	98 – 99
Non-major Special Revenue Funds:		
Combining Balance Sheet	B – 1	102 – 103
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	B – 2	104 – 105
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	B – 3	106 – 107
Non-major Debt Service Funds:		
Combining Balance Sheet	C – 1	110 – 111
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	C – 2	112 – 113
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	C – 3	114 – 117

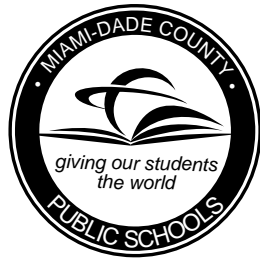
THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

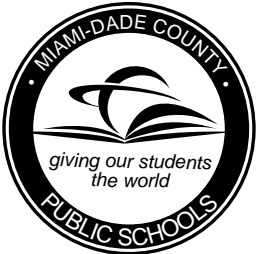
For the fiscal year ended June 30, 2014

Table of Contents

II. FINANCIAL SECTION - Continued	<u>Statement/ Schedule</u>	<u>Page</u>
Non-major Capital Projects Funds:		
Combining Balance Sheet	D – 1	120 – 121
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	D – 2	122-123
Schedule of Revenues, Expenditures and Changes in Fund Balances Balances - Budgetary Basis - Budget and Actual	D – 3	124
Agency Fund:		
Combining Statement of Changes in Assets and Liabilities Schools' Internal Fund	E – 1	126
III. STATISTICAL SECTION (Unaudited)	<u>Table</u>	<u>Page</u>
Net Position by Component - Primary Government Last Ten Fiscal Years	1	128 – 129
Changes in Net Position - Primary Government Last Ten Fiscal Years	2	130 – 131
Fund Balances - Governmental Funds Last Ten Fiscal Years	3	132 – 133
Changes in Fund Balances - Governmental Funds and Debt Service Ratio Last Ten Fiscal Years	4	134 – 135
Assessed Value of Taxable Property Last Ten Fiscal Years	5	136
Principal Property Tax Payers Current Year and Nine Years Ago	6	137
Direct and Overlapping Property Tax Rates Last Ten Fiscal Years	7	138 – 139
Property Tax Levies and Collections - Primary Government Last Ten Fiscal Years	8	140
Ratios of Outstanding Debt by Type - Primary Government Last Ten Fiscal Years	9	141
Ratios of Net General Bonded Debt Outstanding Last Ten Fiscal Years	10	142 – 143
Legal Debt Margin Information Last Ten Fiscal Years	11	144 – 145
Pledged-Revenue Coverage Last Ten Fiscal Years	12	146
Demographic and Economic Statistics Last Ten Fiscal Years	13	147
Principal Employers Current Year and Nine Years Ago	14	148
Number of Personnel Last Ten Fiscal Years	15	149
Teacher Base Salaries Last Ten Fiscal Years	16	150
Operating Statistics Last Ten Fiscal Years	17	151
Capital Asset Information Last Ten Fiscal Years	18	152 – 153



I. Introductory Section



The School Board of Miami-Dade County, Florida

1450 Northeast Second Avenue
Miami, Florida 33132



December 10, 2014

Members of the School Board and Citizens of Miami-Dade County:

The Comprehensive Annual Financial Report of The School Board of Miami-Dade County, Florida (the "School Board," the "District," "Miami-Dade County Public Schools" or "M-DCPS") for the fiscal year ended June 30, 2014 is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in sections. The financial section includes the Management's Discussion and Analysis (MD&A), immediately following the independent auditor's report, that provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A compliments this letter of transmittal and should be read in conjunction with it.

The District is the fourth largest school district in the nation. It is responsible for the operation, control, and supervision of all District schools and is considered a primary government for financial reporting purposes. This report includes all funds of the District and the Miami-Dade County School Board Foundation, Inc., which is reported as a blended component unit, comprising the reporting entity. The District provides a full range of educational services appropriate to students in early childhood, grade levels Pre-K through 12, and adult/vocational education programs. These include basic, regular and enriched academic education, special education for handicapped children, vocational education, and many individualized programs, such as special instruction for disadvantaged students and those with limited English proficiency. The District's mission, as a team, is to provide and support the highest quality education for our diverse community of children and adult learners.



Alberto M. Carvalho
Superintendent of Schools

"Miami-Dade County Public Schools is dedicated to closing the digital divide and eliminating opportunity gaps by providing state-of-the-art learning tools, coupled with relevant digital content. We are wrapping up the installation of 11,000 Promethean interactive boards in classrooms across the district and have completed Wi-Fi installation in all schools four years ahead of the rest of the nation."

Alberto M. Carvalho

**ECONOMIC
CONDITIONS
AND OUTLOOK**

Miami-Dade County is known as the “Gateway to the Americas.” Trade is increasingly vital to the economy. Its close proximity to Latin America and the Caribbean make it the center of international trade with those areas. The city’s international trade infrastructure is vast and varied. This infrastructure includes the Port of Miami, which is the busiest port for pleasure cruise ships in the world, coupled with the Miami International Airport, which is the nation’s top airport for international freight and third for international passengers. Miami’s tourism continues to be the principal industry; however, the city’s economy has become more diversified. International banking is another growing segment of the economy. Miami has become a major banking and commerce center in the southeast United States, dominating trade and finance.

Tourism remains a major industry for the area, as well as the state. Its mild climate, miles of beaches and attractions lure vacationers to the Greater Miami area.

Thirty-five municipalities, including the cities of Miami, Miami Beach, Hialeah, and Coral Gables, as well as unincorporated areas, comprise the county of Miami-Dade, which covers approximately 2,000 square miles and is inhabited by nearly 2.5 million citizens. Miami-Dade County Public Schools remains the area’s largest employer and the second in the state, employing over 44,432 full and part-time employees. Full-time employees numbered approximately 39,000 during 2013-14, including over 25,000 instructional professionals. The District’s annual operating budget for fiscal year 2014-15 is in excess of \$2.9 billion to serve an estimated enrollment of 354,306 students. Beginning in 2002, student enrollment gradually decreased by nearly 25,000 students. In 2009-10, it began a slight increase and that trend continues in 2014-15.



The outlook for Florida is brighter than it has been in years. By the close of the 2013-14 fiscal year, several measures of the Florida economy had returned to or surpassed their prior peaks. Most of the personal income metrics (real per capita income being a notable exception) and all of the tourism counts exceeded their prior peaks. Still other measures were posting solid year-over-year improvements, even if they were not yet back to peak performance levels. Concerns remain, of course - the impact of the Federal healthcare law in small businesses, still relatively high unemployment which was 6.1% in September 2014 compared to 6.8% a year ago (September 2013) and economic policies being debated in Congress and in the State Legislature.

Florida’s economy regained its positive footing in 2012, registering 2.2 percent growth over the prior year. The state built on those gains in 2013 with growth that equaled its prior year (2.2 percent), but was high enough to move Florida above the nation as a whole (calculations in real dollars).

**FINANCIAL
INFORMATION**

Long-Term Financial Planning Providing world class educational opportunities for the children of Miami-Dade County in the face of ongoing economic challenges is reflected in the District’s priorities and values.

General Obligation Bond Referendum A \$1.2 billion General Obligation Bond (GOB) referendum was approved by voters on the November 6, 2012 ballot. Proceeds from the bond issue will be used to modernize and construct schools throughout the District, including technology upgrades at all schools. The District issued the first \$200 million of project funding in July 2013 and launched 69 projects. During the second year the District issued an additional \$100 million to roll-out 78 new projects.



Internal Control Structure The internal control structure is subject to periodic evaluation by management and the internal audit staff. In accordance with Government Auditing Standards, the independent auditors have issued a report dated November 21, 2014 on their consideration of the District’s internal control structure. The purpose of their report is to describe the scope of their testing of internal control and the results of that testing, and not to provide an opinion on internal control.

The administration is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled and recorded accurately to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by the administration.



The accompanying financial statements demonstrate that even under a period of changing operational conditions, the District continues to achieve a policy of sound financial management.

Budgetary Controls The District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Proprietary Fund, and the Fiduciary Funds, except the schools’ Internal Fund, are included in the annual appropriated budget. Project-length financial plans are provided for the Capital Projects Funds, but budgets are adopted for only one year.



Budgetary control is maintained for individual accounts or groups of accounts within each school or department through the use of an encumbrance accounting system. The process uses a test for availability of funds which precludes any requisition for services, equipment, supplies or materials from becoming a purchase order, if the account would be overspent. Encumbrances are reappropriated as part of the following year’s budget.



The District issues a publicly available Annual Budget Plan for planning purposes and an Executive Summary for adoption by the School Board. In addition, in order to control salaries effectively, a centralized Position Authorization Control (PAC) system governs salary expenditures, whereby full-time employees are not paid unless they are fully processed and fill a slot in the PAC system that also identifies the account structure to charge.

Independent Audit State law permits an outside independent audit of school districts by a firm of certified public accountants in lieu of an audit performed by the State of Florida, Office of the Auditor General. The auditing firm McGladrey LLP was selected by the School Board to perform the annual audit. In keeping with the minority firm utilization program established by the School Board, McGladrey LLP was assisted by Rodriguez, Trueba & Company, PA.



As an additional oversight review and control, the School Board Audit and Budget Advisory Committee, which includes individuals from the private sector with extensive knowledge in accounting and municipal finance, monitors the independent audit process. This includes reviewing the scope of the audit and the progress of the audit. Furthermore, the Committee evaluates the financial statements, the auditors' report and the administration's response. The Committee also reviews all internal audit reports and administrative staff responses, placing an emphasis on timely implementation of the recommendations made by the auditors. The Committee meets regularly, at least six times per year, and operates independently of the administration. It oversees the overall audit function and issues an annual report to the School Board.

Relevant Financial Policies The intent of the School Board is to ensure that the District manages its budget and finance in a fiscally prudent and responsible way by establishing financial policies about the Budget, Fund Balance and the maintenance of adequate reserves.



The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual, that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

MAJOR INITIATIVES

National Superintendent of the Year Miami-Dade Public Schools' (M-DCPS) Superintendent Alberto M. Carvalho was selected as National Superintendent of the Year by the School Superintendent's Association.

Advanced Placement® District of the Year M-DCPS was named the College Board Advanced Placement® Equity and Excellence District of the Year for being the nation's leader, among large school districts, in simultaneously expanding access to Advanced Placement Program® (AP®) courses and improving AP Exam performance.

New Choice/Magnet Programs Forty-two new choice/magnet program offerings were created in 38 schools with strands that include: Cambridge, science, mathematics, legal studies, information technology, and the arts.

Districtwide Accreditation M-DCPS was recommended to earn the distinction of accreditation by AdvancEd/SACS CASI for a five-year term. M-DCPS is the largest school district in the nation to achieve this accreditation, which is based on a lengthy review process that analyzes the Index of Education Quality for the district.

President Obama Visits M-DCPS High School President Barack Obama and First Lady Michelle Obama visited one of the nation's top-rated high schools, Miami-Dade County's Coral Reef Senior High, using the occasion as an opportunity to reinforce the importance of supporting education initiatives and expanding opportunities for low-income students to attend college. President Obama remarked on the outstanding work of Miami-Dade County Public Schools in lifting student academic performance and making it possible for higher rates of low-income students to graduate and attend institutions of higher learning. The President also recognized National Superintendent of the Year Alberto Carvalho for the remarkable successes in Miami-Dade County Public Schools.

OEO Certifies 400 Local Small Businesses Miami-Dade County Public School's Office of Economic Opportunity (OEO) certified a landmark 400 local small businesses. The office began certifying firms in April 2013. The OEO increased its outreach efforts and communication techniques with community organizations, business owners and other civic groups. The OEO promotes the economic development and growth of Small, Micro and Minority businesses through its certification program, community outreach programs, contract review and monitoring activities. The office provides equal opportunity for all segments of the contracting community.

M-DCPS Outperforms State in Graduation Rates M-DCPS graduation rate increased once again for the 2012-13 academic year, according to U.S. Department of Education guidelines. The federally calculated graduation rate is 77.2 percent; surpassing the state both in rate of growth and total graduation rate. State graduation rate for 2012-13 is 75.6 percent.

M-DCPS Principal Receives Magnet School Top Honor Adrienne F. Leal, Principal, Coral Reef Senior High, was named 2014 Magnet School Principal of the Year by Magnet Schools of America. She was recognized by her peers for her exemplary contributions to her profession.



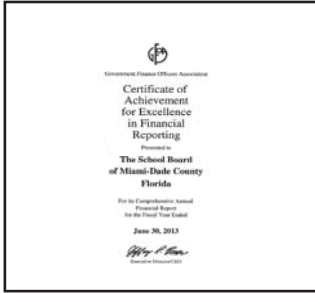
PROGRAM HIGHLIGHTS





Financial Awards The Council of the Great City Schools recently recognized the Miami-Dade County Public Schools (M-DCPS) for employing the highest standards in financial management, accountability and fiscal control.

It presented the Award for Excellence in Financial Management for its financial performance in safeguarding and protecting the financial integrity of the school system. M-DCPS met all of the mandatory and recommended management practices of the 136 practices in the nine areas of financial operations.



The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to The School Board of Miami-Dade County for the fiscal year ended June 30, 2013. This was the twenty-ninth consecutive year that the District has received this prestigious award.



The School Board of Miami-Dade County also received the Association of School Business Officials (ASBO) International Certificate of Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013. This is the thirtieth consecutive prestigious award that the District has received from ASBO.

These awards are for one year only and signify that the financial report conforms to generally accepted accounting principles, legal requirements and standards of reporting required by the organization granting the award.

We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate Programs' requirements, and we are submitting it to both GFOA and ASBO, to determine its eligibility to receive, once more, their respective prestigious awards.



The District also received the GFOA's award for Distinguished Budget Presentation for its annual adopted budget dated July 1, 2013. In order to qualify for the Distinguished Budget Presentation Award, the District's budget document was judged to be proficient in several categories, including policy documentation, financial planning and organization. The award encourages and assists state and local governments in preparing budget documents of the very highest quality that reflect both the guidelines established by the National Advisory Council on State and Local Budgeting and the GFOA's best practices on budgeting.

Acknowledgment The preparation of this report could not have been accomplished without the services of the entire staff of Financial Services, particularly the Office of the Controller, and the support that other bureaus and offices provided.

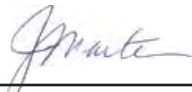
We would like to thank the members of the School Board for their interest and support in planning and conducting the financial operations of the District. We also thank the citizens of Miami-Dade County, whose cooperation, support and assistance have contributed greatly to the operation of this innovative school system.

We look forward to the opportunity, with your guidance and support, of building a better, more effective and efficient school system that provides a learning environment that adapts to the ever changing needs of our students - the citizens of tomorrow.

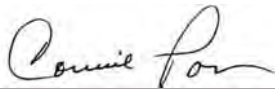
Respectfully submitted,



Alberto M. Carvalho, Superintendent of Schools



Judith M. Marte, Chief Financial Officer



Connie Pou, C.P.A., Controller



THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

Principal Officials - Elected

Board Members



Ms. Perla Tabares Hantman
Chair
District 4



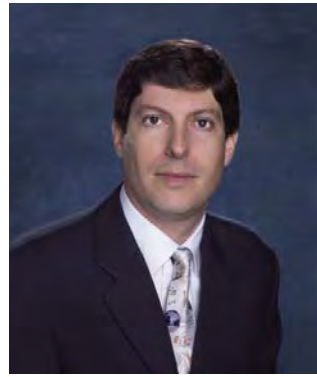
Dr. Lawrence S. Feldman
Vice-Chair
District 9



Dr. Wilbert "Tee" Holloway
District 1



Dr. Dorothy Bendross-Mindingall
District 2



Dr. Martin Karp
District 3



Ms. Susie V. Castillo
District 5



Ms. Raquel A. Regalado
District 6



Mr. Carlos L. Curbelo
District 7



Dr. Marta Pérez
District 8

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

Principal Officials - Elected

Board Members - Terms of Office

Dr. Wilbert “Tee” Holloway, Member from District No. 1

Present term began	November 2012
Present term expires	November 2016
Began as a Board Member	November 2007

Dr. Dorothy Bendross-Mindingall, Member from District No. 2

Present term began	November 2014
Present term expires	November 2018
Began as a Board Member	November 2010

Dr. Martin Karp, Member from District No. 3

Present term began	November 2012
Present term expires	November 2016
Began as a Board Member	November 2004

Ms. Perla Tabares Hantman, Member from District No. 4

Present term began	November 2014
Present term expires	November 2018
Began as a Board Member	November 1996

Ms. Susie V. Castillo, Member from District No. 5

Present term began	November 2012
Present term expires	November 2016
Began as a Board Member	November 2012

Ms. Raquel A. Regalado, Member from District No. 6

Present term began	November 2014
Present term expires	November 2018
Began as a Board Member	November 2010

Mr. Carlos L. Curbelo, Member from District No. 7

Present term began	November 2012
Prânt term expires	November 2016
Began as a Board Member	November 2010

Dr. Marta Pérez, Member from District No. 8

Present term began	November 2014
Prânt term expires	November 2018
Began as a Board Member	November 1998

Dr. Lawrence S. Feldman, Member from District No. 9

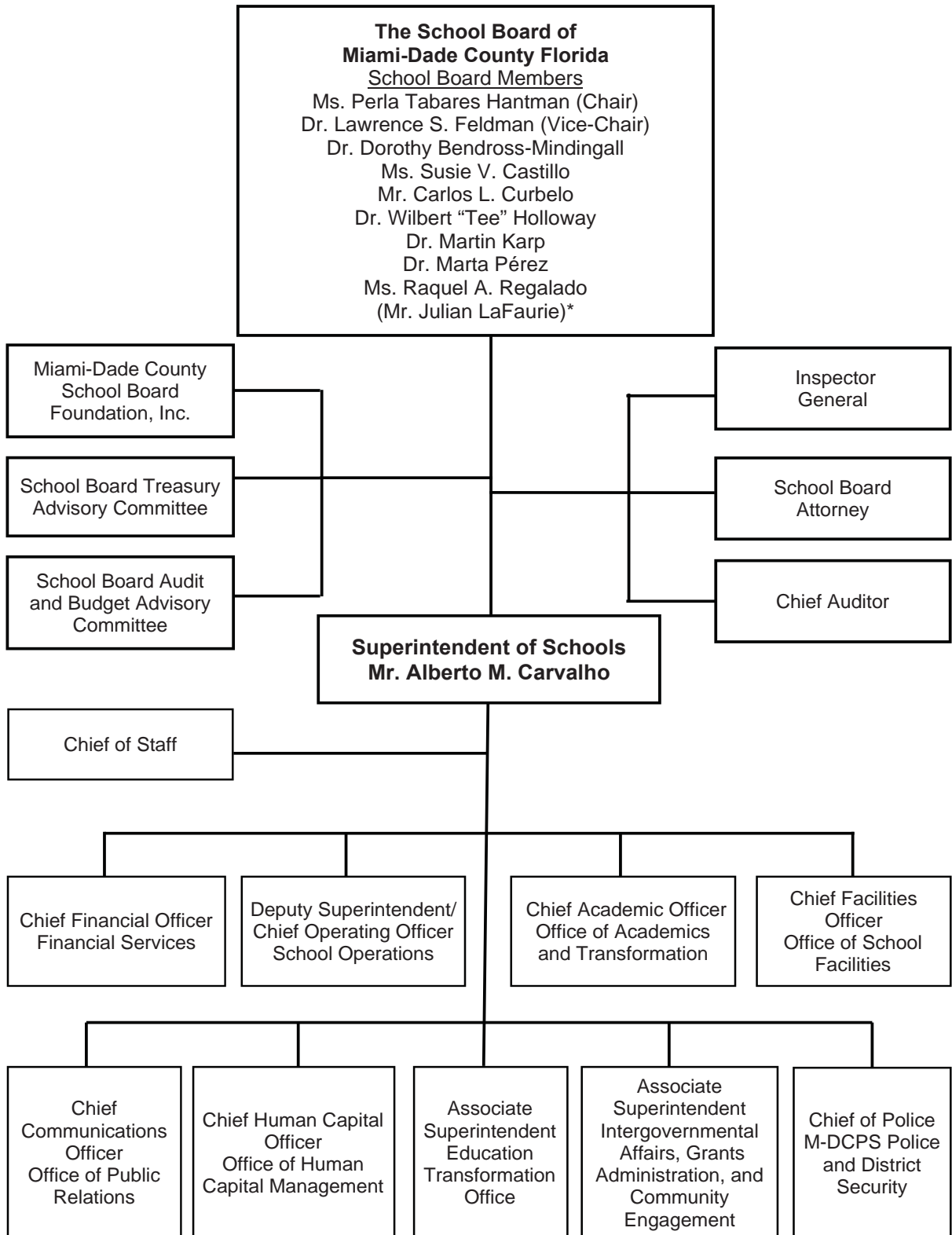
Present term began	November 2012
Present term expires	November 2016
Began as a Board Member	November 2008

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

Other Principal Officials - Appointed

Mr. Alberto M. Carvaô	Superintendent of Schools
Mr. Jose L. Dotres	Chief of Staff
Mrs. Judith M. Marte	Chief Financial Officer, Office of Financial Services
Mrs. Valtena G. Brown	Deputy Superintendent/Chief Operating Officer, School Operations
Ms. Maria L. Izquierdo	Chief Academic Officer, Office of Academics and Transformation
Mr. Ian A. Moffett	Chief of Police and District Security
Dr. Pablo G. Ortiz	Associate Superintendent, Education Transformation, Education Transformation Office
Mr. Jaime G. Torrens	Chief Facilities Officer, Office of School Facilities
Ms. Enid Weisman	Chief Human Capital Officer, Office of Human Capital Management
Ms. Iraida R. Mendez-Cartaya	Associate Superintendent, Intergovernmental Affairs, Grants Administration, and Community Engagement
Ms. Daisy Gonzalez-Diego	Chief Communications Officer, Office of Public Information

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DISTRICT ADMINISTRATIVE ORGANIZATION
SUPERINTENDENT'S DIRECT REPORTS**



* M-DCPS Student who sits on the board in an advisory capacity



Government Finance Officers Association

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

Presented to

**The School Board
of Miami-Dade County
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

Association of School Business Officials International



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

The School Board of Miami-Dade County, Florida

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2013*

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



Handwritten signature of Terrie S. Simmons in black ink.

Terrie S. Simmons, RSBA, CSBO
President

Handwritten signature of John D. Musso in black ink.

John D. Musso, CAE, RSBA
Executive Director



The Council of the Great City Schools

presents this

**CERTIFICATE OF RECOGNITION FOR EXCELLENCE
IN FINANCIAL MANAGEMENT**

to the

**Office of the Chief Financial Officer
Miami-Dade County Public Schools**

The Certificate of Recognition for Excellence in Financial Management is presented by the Council of the Great City Schools to the department which has been instrumental in the district's achieving the Award for Excellence in Financial Management. The Award for Excellence in Financial Management is the only national award that recognizes a school district for supporting the highest standards in financial accountability and controls that are needed to safeguard and protect the financial integrity of the district.

Executive Director

Date: January 18, 2012



II. Financial Section





Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of The School Board of Miami-Dade County, Florida (the School Board), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of The School Board of Miami-Dade County, Florida, as of June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the accompanying financial statements, the School Board adopted the recognition and disclosure requirements of Governmental Accounting Standards Board Statement No. 65, *Items Previously Reported as Assets and Liabilities*, effective July 1, 2013. The net position balance of the governmental activities as of July 1, 2013 has been restated.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *management's discussion and analysis, budgetary comparison schedules, schedule of changes in the net pension liability and related ratios, schedule of investment returns, schedule of contributions, schedules of funding progress, and schedules of employer contributions*, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The *introductory section, combining and individual fund financial statements and other supplementary information, and statistical section* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

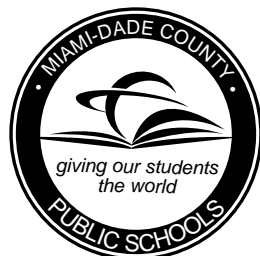
Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued, under separate cover, our report dated November 21, 2014 on our consideration of the School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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* in considering the School Board's internal control over financial reporting and compliance.



Miami, Florida
November 21, 2014

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)



**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2014
(Unaudited)**



The Management's Discussion and Analysis (MD&A) of The School Board of Miami-Dade County, Florida, is intended to provide an overview of the District's financial position and changes in financial position for the fiscal year ended June 30, 2014.

Since the focus of the Management's Discussion and Analysis (MD&A) is on the current year activities, resulting changes and currently known facts, it should be read in conjunction with the District's financial statements, including the accompanying notes. Additionally, as a required part of the MD&A, comparative information for the current year and the prior year is presented for financial analysis to enhance the understanding of the District's financial performance.

Financial Highlights

At June 30, 2014, the General Fund had a total fund balance of \$56.5 million. This fund balance was comprised of \$7.8 million of non-spendable funds, \$1.3 million of restricted funds, \$18.1 million of assigned funds and \$29.3 million of unassigned funds.

General Fund, fund balance decreased by \$(27.8) million or (33.0)% from the previous year primarily due to a shortfall in property tax revenues and increases in costs.

Special Revenue funds ended the year with a fund balance of \$20.9 million, an increase of \$2.8 million or 15.3% from the previous year primarily due to increases in revenue for the afterschool Child Care Food Program in the Food Service fund.

Debt Service funds ended the year with a fund balance of \$71.8 million, a decrease of \$(5.8) million or (7.5)% from the previous year primarily due to funds used to refund previously issued debt.

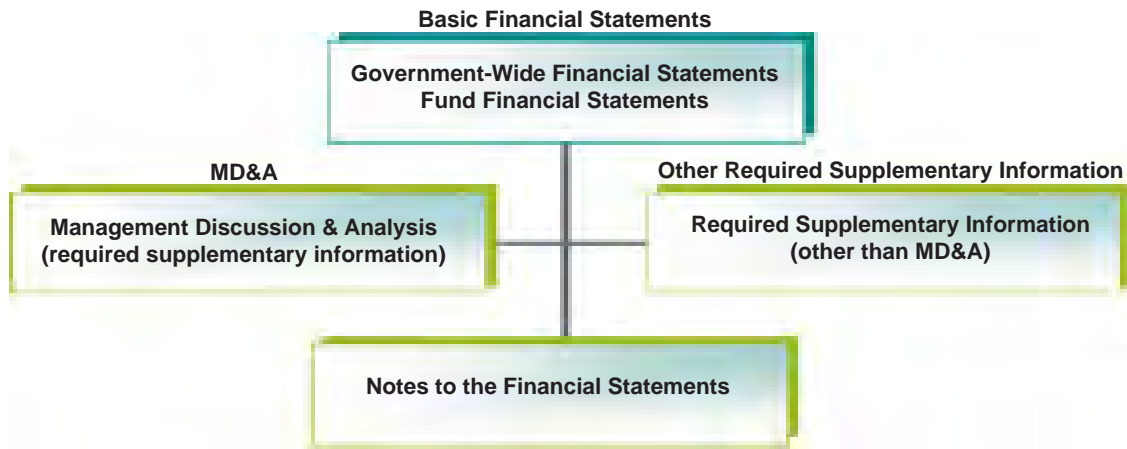
Capital Projects funds ended the year with a fund balance of \$326.9 million, an increase of \$258.1 million from the previous year primarily due to the issuance of \$286 million of General Obligation Bonds and \$37 million of a Master Equipment Lease.

As part of the General Obligation Bonds (GOB) referendum approved by the County voters in November 2012, Financial Services competitively sold \$190 million of GOB Series 2013 on July 10, 2013 with a premium that will provide \$200 million of project funding. Based on the pricing of the GOB Series 2013, the District also issued the GOB Series 2014A for \$96.5 million with a premium that will provide approximately \$100 million of project funding. The bonds were issued on a forward delivery basis, which closed on February 11, 2014, to lock the interest rate in order to mitigate future rate increases. Additional bonds are expected to be issued in fiscal year 2015 as required by the project and cash flow schedules.

Moody's Investors Service and Standard & Poor's (S&P) rating agencies maintained an assignment of "A1" and an "A" rating, respectively, to the Certificate of Participation program and affirmed the General Obligation ratings of "Aa3" and "A1", respectively. S&P reaffirmed a "stable" outlook for the District. Moody's revised its outlook to "negative", citing the District's modest contingency reserves. Moody's also commended the District's willingness to make budget adjustments to meet funding levels, which they noted is due to strong management.

USING THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT

This comprehensive annual financial report is comprised of different sections. The following graphic is provided to facilitate the understanding of the format and its components:



OVERVIEW OF THE FINANCIAL STATEMENTS

The District's Comprehensive Annual Financial Report consists of a series of financial statements and accompanying notes, with the primary focus being on the District as a whole. The Statement of Net Position and the Statement of Activities are government-wide financial statements that provide both short-term and long-term information about the District's overall financial position. The fund financial statements report the District's operations in more detail by providing information as to how services are financed in the short-term, as well as the remaining available resources for future spending. Additionally, the fund financial statements focus on Major Funds rather than fund types. The proprietary fund statements offer short-term and long-term financial information about the activities of the District as it relates to the group health insurance program. The remaining statements, the Fiduciary Funds Statements, provide financial information for those activities in which the District acts solely as a trustee or agent for the benefit of others. The accompanying notes provide essential information that is not disclosed on the face of the financial statements. Consequently, the notes are an integral part of the basic financial statements.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities - Most of the activities of the District are reported in these statements, including instruction, instructional support services, operations and maintenance, school administration, general administration, pupil transportation, and food service. Additionally, all state and federal grants, as well as capital and debt financing activities are reported in these statements.

The Statement of Net Position and the Statement of Activities present a view of the District's financial operations as a whole, reflect all financial transactions and provide information helpful in determining whether the District's financial position has improved or deteriorated as a result of the current year's activities. Both of these statements are prepared using the accrual basis of accounting similar to that used by most private-sector companies. The Statement of Net Position includes assets plus deferred outflows of resources, and liabilities, less deferred inflows of resources, both short and long term.

The Statement of Activities reports all of the current year's revenues and expenses regardless of when cash is received or paid. The two government-wide statements report the District's Net Position and the changes that resulted from the District's operations. The relationship between revenues and expenses indicates the District's operating results. Over time, increases and decreases in the District's Net Position are an indicator of whether the District's financial position is improving or deteriorating. However, as a governmental entity, the District's activities are not geared towards generating profits as are the activities of commercial entities. Other factors, such as the safety of schools and quality of education, must be considered in order to reasonably assess the District's overall performance, particularly because of the limited resources available.

Fund Financial Statements

The District's fund financial statements provide a detailed short-term view of the District's operations, focusing on its most significant or "major" funds. Certain funds are required by law while others are created by legal agreements, such as bond covenants. The District establishes other funds to ensure and demonstrate compliance with finance-related legal requirements and prudent fiscal management. The District has three kinds of funds - governmental funds, a proprietary fund and fiduciary funds.

Governmental Funds - The accounting for most of the District's basic services is included in the governmental funds. The measurement focus and basis of accounting continue to be reported using the modified accrual basis of accounting, which measures inflows and outflows of current financial resources and the remaining balances at year-end that are available for spending. Furthermore, under this basis of accounting, changes in net spendable assets normally are recognized only to the extent that they are expected to have a near-term impact. Inflows of financial resources are recognized only if they are available to liquidate liabilities of the current period. Similarly, future outflows are typically recognized only if they represent a depletion of current financial resources. The District's major governmental funds are the General Fund, Other Federal Programs, Federal Economic Stimulus Funds, American Recovery and Reinvestment Act (ARRA) Economic Stimulus Debt Service Fund, General Obligation Bonds Funds, Capital Improvement-Local Optional Millage Levy (LOML) Funds, and Certificates of Participation (COPs) Funds. The differences in the amounts reported between the fund statements and the government-wide financial statements are explained in the reconciliations provided on Pages 25 and 28.

Proprietary Fund - The District maintains an Internal Service Fund as its only proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses the internal service fund to report the activities of the group health self-insurance program. Since these services predominantly benefit governmental rather than business-type functions, the internal service fund has been included within governmental activities in the government-wide financial statements. The District's proprietary fund activity is reported in the Statement of Net Position, the Statement of Revenues Expenses and Changes in Net Position, and the Statement of Cash Flows - Proprietary Funds on Pages 29 through 31.

Fiduciary Funds - The District is the trustee, or fiduciary, for resources held for the benefit of others, such as the student activities fund and the pension trust fund. The District's fiduciary activities are reported in the Statement of Fiduciary Net Position on Page 32 and the Statement of Changes in Fiduciary Net Position on Page 33. The resources accounted for in these funds are excluded from the government-wide financial statements because these funds are not available to finance the District's operations. Consequently, the District is responsible for ensuring that these resources are used only for their intended purposes.

Notes to the Financial Statements

The notes provide disclosures and additional information that are essential to a full understanding of the financial information presented in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also provides certain required supplementary information, as well as combining and individual fund statements and schedules beginning on Page 96.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

The following table provides a comparative analysis of the District's Net Position for the fiscal years ended June 30, 2014 and 2013.

CONDENSED STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES June 30, 2014 and 2013 (\$ in millions)

Categories	2013/14	2012/13	Difference Increase (Decrease)	% Increase (Decrease)
Current and Other Assets	\$ 719.5	\$ 509.7	\$ 209.8	41.2 %
Capital Assets, Net	4,546.1	4,663.8	(117.7)	(2.5) %
Total Assets	\$ 5,265.6	\$ 5,173.5	\$ 92.1	1.8 %
Deferred Outflows of Resources				
Accumulated decrease in fair value hedging derivatives	\$ 27.5	\$ 28.9	\$ (1.4)	(5.2) %
Deferred Loss on Refundings	21.6	-	21.6	-
Total Assets and Deferred Outflows of Resources	\$ 5,314.7	\$ 5,202.4	\$ 112.3	2.2 %
Current Liabilities	\$ 423.3	\$ 399.7	\$ 23.6	5.9 %
Long-term Liabilities	3,662.7	3,407.3	255.4	7.5 %
Total Liabilities	4,086.0	3,807.0	279.0	7.3 %
Deferred Inflows of Resources				
Deferred Gain on Refundings	.1	-	.1	-
Total Liabilities and Deferred Inflows of Resources	4,086.1	3,807.0	279.1	7.3 %
Net Position				
Net Investment in Capital Assets	1,480.1	1,550.2	(70.1)	(4.5) %
Restricted	69.5	104.2	(34.7)	(33.3) %
Unrestricted (deficit)	(321.0)	(259.0)	(62.0)	(23.9) %
Total Net Position	\$ 1,228.6	\$ 1,395.4	\$ (166.8)	(12.0) %

The District's total assets plus deferred outflows of resources were \$5.3 billion and total liabilities and deferred inflows of resources were \$4.1 billion at the end of the current fiscal year.

The District's net position totaled approximately \$1.2 billion. Most of this amount represents the District's investment in capital assets (land, buildings, furniture, fixtures & equipment), net of depreciation and less any outstanding debt used to construct or acquire those assets. Restricted net position in the amount of \$69.5 million are reported separately to show legal constraints, from debt covenants and enabling legislation. The \$(321.0) million unrestricted deficit in net position reflects the shortfall the District would face in the event it would have to liquidate all of its non-capital liabilities, including insurance claims payable, compensated absences, and other post employment benefits, at June 30, 2014. A deficit in unrestricted net position should not be considered, solely, as evidence of economic financial difficulties.

The District is required to include all of its capital assets, net of accumulated depreciation, and of related debt, as well as all of its long term liabilities. Consequently, these long term considerations have a significant impact on the resulting Net Position.

Statement of Activities

The following table summarizes the changes in the District's Net Position from its activities for the fiscal years ended June 30, 2014 and 2013.

CHANGES IN NET POSITION - GOVERNMENTAL ACTIVITIES For Fiscal Years Ended June 30, 2014 and 2013 (\$ in millions)

Revenues	2013/14	2012/13	Difference Increase (Decrease)	% Increase (Decrease)
Program Revenues:				
Charges for Services	\$ 53.2	\$ 54.5	\$ (1.3)	(2.4) %
Operating Grants & Contributions	147.5	132.5	15.0	11.3 %
Capital Grants & Contributions	60.1	50.7	9.4	18.5 %
Total Program Revenues	\$ 260.8	\$ 237.7	\$ 23.1	9.7 %
General Revenues:				
Ad Valorem Taxes	1,585.9	1,525.0	60.9	4.0 %
Grants & Contributions Not				
Restricted to Specific Programs	1,605.6	1,495.7	109.9	7.3 %
Investment Earnings	2.9	3.2	(0.3)	(9.4) %
Miscellaneous Revenues	43.8	47.0	(3.2)	(6.8) %
Total General Revenues	3,238.2	3,070.9	167.3	5.4 %
Total Revenues	3,499.0	3,308.6	190.4	5.8 %
Expenses				
Instructional Services	2,098.5	1,960.1	138.4	7.1 %
Instructional Support Services	294.3	284.4	9.9	3.5 %
Pupil Transportation	81.5	82.5	(1.0)	(1.2) %
Operations & Maintenance of Plant	359.1	342.7	16.4	4.8 %
Food Service	159.7	150.3	9.4	6.3 %
School Administration	158.3	153.6	4.7	3.1 %
General Administration	11.7	13.8	(2.1)	(15.2) %
Business/Central Services	67.1	67.0	0.1	0.1 %
Facilities Acquisition and Construction	69.5	26.6	42.9	161.3 %
Administrative Technology Services	2.8	3.2	(0.4)	(12.5) %
Interest on Long-Term Debt	149.9	129.3	20.6	15.9 %
Community Services	29.9	31.0	(1.1)	(3.5) %
Unallocated Depreciation	158.9	157.2	1.7	1.1 %
Total Expenses	3,641.2	3,401.7	239.5	7.0 %
Increase (Decrease) in Net Position	(142.2)	(93.1)	(49.1)	(52.7) %
Net Position, Beginning	\$ 1,395.4	\$ 1,488.5	\$ (93.1)	(6.3) %
Prior year restatement - (Note 1S)	(24.6)	-	(24.6)	-
Net Position Ending (as restated)	\$ 1,228.6	\$ 1,395.4	\$ (166.8)	(12.0) %

Beginning Net Position has been restated due to the implementation of GASB Statement No. 65, that required the District to fully expense unamortized debt issuance costs, not related to prepaid bond insurance costs.

Governmental Activities



The Statement of Activities reports gross expenses, offsetting program revenues and the resulting net expense (cost) by functions for the current year. The net cost of each of the District's functions represents the expenses that must be subsidized by general revenues, including tax dollars. As reflected in the Statement of Activities, total expenses for governmental activities excluding unallocated depreciation expense totaled \$3,482.4 million, of which \$260.8 million were financed by charges for services and other program revenues. The resulting net costs of \$3,221.6 million, excluding unallocated depreciation expense, were financed primarily by Florida Education Finance Program (FEFP) dollars and property taxes.

The table below, presents a comparative analysis of the cost and the net cost of each of the District's functions: School Level Services include Instruction, Student Services (counselors, psychologists, and visiting teachers), Transportation, Custodial and Maintenance (including utilities), School Administration and Community Services; Instructional Support Services include Curriculum Development and Staff Training; Business/Central Services include Accounting, Budget, Payroll, Accounts Payable, Cash and Debt Management, Purchasing, Personnel, Data Processing, Risk Management, and Warehousing; General Administration; and Facilities Acquisition & Construction.

NET COST OF GOVERNMENTAL ACTIVITIES For Fiscal Years Ended June 30, 2014 and 2013 (\$ in millions)

	2013/14	2012/13	Difference Increase (Decrease)	% Increase (Decrease)	
Total Cost of Services					
School Level Services	\$ 2,887.0	\$ 2,720.2	\$ 166.8	6.1	%
Instructional Support Services	294.3	284.4	9.9	3.5	%
Business/Central Services	219.9	199.5	20.4	10.2	%
General Administration	11.7	13.8	(2.1)	(15.2)	%
Facilities Acquisition & Construction	69.5	26.6	42.9	161.3	%
Total Cost of Services *	\$ 3,482.4	\$ 3,244.5	\$ 237.9	7.3	%
Net Cost of Services					
School Level Services	\$ 2,662.6	\$ 2,518.8	\$ 143.8	5.7	%
Instructional Support Services	294.3	284.4	9.9	3.5	%
Business/Central Services	206.2	185.9	20.3	10.9	%
General Administration	11.7	13.8	(2.1)	(15.2)	%
Facilities Acquisition & Construction	46.8	3.9	42.9	1100.0	%
Net Cost of Services *	\$ 3,221.6	\$ 3,006.8	\$ 214.8	7.1	%

* Excluding unallocated depreciation expense

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Financial information is presented separately in the Balance Sheet, and in the Statement of Revenues, Expenditures, and Changes in Fund Balances for the District's major funds: General Fund, Other Federal Programs, Federal Economic Stimulus Funds, ARRA Economic Stimulus Debt Service Fund, General Obligation Bonds Funds, Capital Improvement-Local Optional Millage Levy (LOML) Funds, and Certificates of Participation (COPs) funds. Financial information for the non-major governmental funds is aggregated and presented in a single column. Individual fund data for each of the non-major governmental funds is presented in the combining statements beginning on District Page 96.

GENERAL FUND

The General Fund is the primary operating fund for the District. Presented below is an overall analysis of the General Fund as compared to the prior year.

CHANGES IN GENERAL FUND ACTIVITY For Fiscal Years 2013/14 and 2012/13 (\$ in thousands)

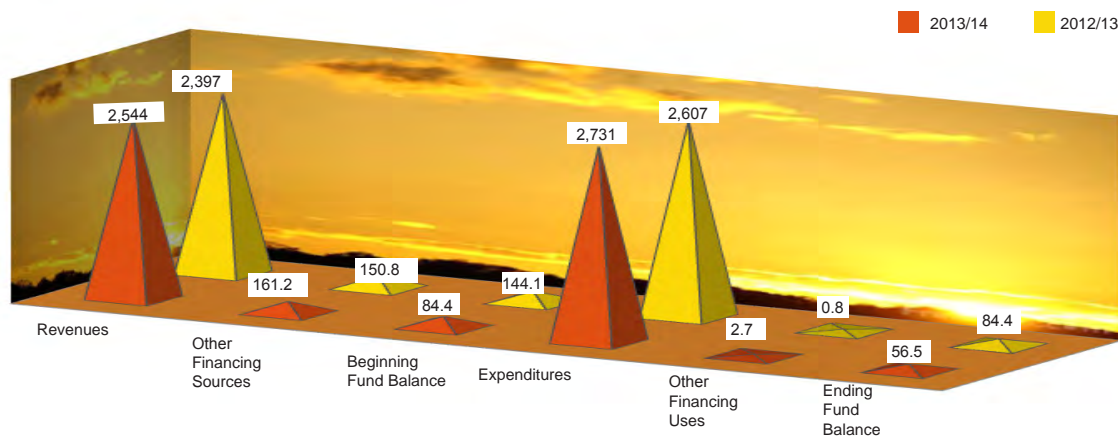
Categories	2013/14	2012/13	Difference Increase (Decrease)	% Increase (Decrease)
Revenues	\$ 2,544,429	\$ 2,396,992	\$ 147,437	6.2 %
Other Financing Sources	161,178	150,828	10,350	6.9 %
Beginning Fund Balance	84,350	144,143	(59,793)	(41.5) %
Total	\$ 2,789,957	\$ 2,691,963	\$ 97,994	3.6 %
Expenditures	\$ 2,730,738	\$ 2,606,809	\$ 123,929	4.8 %
Other Financing Uses	2,687	804	1,883	234.2 %
Ending Fund Balance	56,532	84,350	(27,818)	(33.0) %
Total	\$ 2,789,957	\$ 2,691,963	\$ 97,994	3.6 %

The General Fund is the chief operating fund of the District. Revenues increased by \$147.4 million or 6.2% from the previous year. The increase is primarily due to a slight increase in the Base Student Allocation (BSA), the establishment of a Teacher Salary Increase Program and other State Categoricals.

Expenditures increased by \$124.0 million or 4.8% from the previous year. The increase in expenditures can be attributed to the increases in salaries and fringe benefits, including health insurance costs, as well as increased payments to the growing number of charter schools.

Ending Fund Balance decreased by \$(27.8) million or (33)% primarily due to a shortfall in the collection of property tax revenues and increased costs.

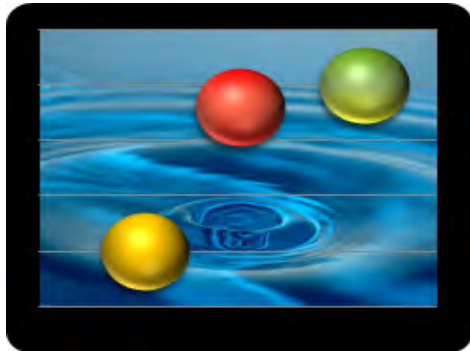
CHANGES IN GENERAL FUND ACTIVITY For Fiscal Years 2013/14 and 2012/13 (\$ in millions)



GENERAL FUND (continued)

Revenues By Source

Revenues - Overall revenues increased by \$147.4 million or 6.2% as follows:



■ Federal
 ■ State
 ■ Local

REVENUES BY SOURCE
For Fiscal Years 2013/14 and 2012/13
(\$ in thousands)

Sources	2013/14	2012/13	Difference Increase (Decrease)	% Increase (Decrease)
Federal	\$ 20,166	\$ 19,815	\$ 351	1.8 %
State	1,225,135	1,122,937	102,198	9.1 %
Local	1,299,128	1,254,240	44,888	3.6 %
Total	\$ 2,544,429	\$ 2,396,992	\$ 147,437	6.2 %

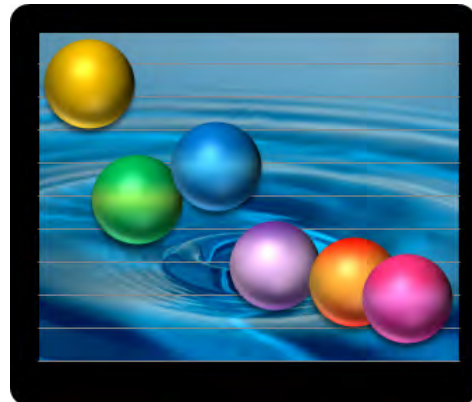
Federal sources increased slightly by \$.4 million or 1.8% from the prior year. This increase was primarily due to an increase in Medicaid reimbursement.

State sources increased by \$102.2 million or 9.1% from the prior year. This increase was primarily due to increases in FEFP funding, the establishment of a Teacher Salary Increase Program and other State Categoricals.

Local sources increased by \$44.9 million or 3.6% from the prior year. These increases were primarily due to a slight increase in the collection of property taxes, offset by reductions in investment interest revenue and other local revenues.

Expenditures By Function

Expenditures - Overall expenditures increased by \$123.9 million or 4.8% as follows:



■ School Level Services
 ■ School Board
■ Instructional Support Services
 ■ General Administration
■ Business Svcs./ Central Adm.
 ■ Facilities & Other Capital Outlay

EXPENDITURES BY FUNCTION
For Fiscal Years 2013/14 and 2012/13
(\$ in thousands)

Functions	2013/14	2012/13	Difference Increase (Decrease)	% Increase (Decrease)
School Level Services	\$ 2,462,787	\$ 2,331,263	\$ 131,524	5.6 %
Instructional Support Services	184,880	175,748	9,132	5.2 %
Business Services/ Central Adm.	68,042	67,534	508	0.8 %
School Board	6,686	6,362	324	5.1 %
General Administration	4,852	4,570	282	6.2 %
Facilities & Other Capital Outlay	3,491	21,332	(17,841)	(83.6) %
Total	\$ 2,730,738	\$ 2,606,809	\$ 123,929	4.8 %

Salaries and fringe benefits represent the most significant expenditures of the District specifically as it relates to school level expenditures. During the 2013-14 fiscal year, the administration continued its efforts to meet the financial challenges of revenue losses and increased costs by creating efficiencies that reduced administration costs, and continued the moratorium on the purchases of items deemed non-essential.

OTHER FEDERAL PROGRAMS

While the primary sources of revenue for this fund are federal grants, some state and local grants are included. Grants included in this fund, both entitlement and competitive, have restrictions on how the grant proceeds may be used. These restrictions are established by the grantor agencies or organizations. As a result, in compliance with generally accepted accounting principles, revenues in this fund are recognized only to the extent that eligible expenditures have been incurred. Therefore, no fund balance is recognized.

FEDERAL ECONOMIC STIMULUS FUNDS

For the fiscal year ended June 30, 2014 the District received \$35.5 million in Federal Economic Stimulus Funds. Of this amount \$34.6 million was in Race to the Top (RTTT) grants. RTTT is a program designed to spur reforms in state and local district K-12 education.

AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) ECONOMIC STIMULUS DEBT SERVICE FUND

The American Recovery and Reinvestment Act (ARRA) Economic Stimulus Debt Service Fund was established for Debt Services for American Recovery and Reinvestment Act school construction bonds.

GENERAL OBLIGATION BONDS

On November 6, 2012, Miami-Dade County voters authorized the issuance of \$1.2 billion of General Obligation Bonds (GOBs) for the modernization and construction of public school facilities, including educational technology upgrades. In the 2013-14 fiscal year, \$190 million of Series 2013 GOBs and \$96.5 million of 2014A GOBs were sold with premiums that provided \$200 million for capital projects and approximately \$100 million for technology project funding. Total fund balance of \$252.9 million represents an increase of \$248.4 million from the prior year related to this increase in capital revenue.

CAPITAL IMPROVEMENT-LOCAL OPTIONAL MILLAGE LEVY (LOML)

Capital Improvement - Local Optional Millage Levy (LOML) funds constitute the primary source of revenue in the Capital Budget. The Florida Legislature decreased the maximum allowable millage to be used for capital purposes from 1.75 mills to 1.50 mills in the 2009-10 fiscal year with the flexibility of shifting 0.25 mills back to the operating budget. For the 2013-14 fiscal year, the District availed itself of .061 of the 0.25 mills flexibility provided by law. Total fund balance of \$21.5 million represents a reduction of \$(13.0) million or (37.6)% from the previous year related to the reduction in property tax revenues. The total \$21.5 million fund balance is restricted for capital projects.

CERTIFICATES OF PARTICIPATION (COPs) FUNDS

Certificates of Participation (COPs) Funds are a funding mechanism that provides funds for the construction of new facilities or for the purchase of vehicles, furniture and fixtures. Ending fund balances in the fiscal year 2013-14 totaled \$7.6 million compared to \$15.8 million in the previous year representing a reduction of \$(8.2) million or (52)% due to the District's focus on rolling out the GOB projects.



BUDGETARY HIGHLIGHTS

Most District operations are funded in the General Fund. The majority of the General Fund revenues are distributed to the District through the Florida Education Finance Program (FEFP), which uses formulas to distribute state funds and an amount of local property taxes (i.e., required local effort) established each year by the Florida Legislature. The purpose is to substantially equalize educational funding among the sixty-seven school districts in Florida, irrespective of differences in wealth among the districts.

Each school district retains its local property taxes, which are reported as local revenues. However, the required local effort portion is deducted from the district revenue generated by the State FEFP formulas. The resulting net revenue is reported as state revenue.

Total General Fund revenues and other financing sources during 2013-14 were \$60.1 million less than the originally adopted budget as follows:

Federal funds were \$2.6 million higher than anticipated due primarily to an increase in the Medicaid reimbursements of \$2.6 million, with small increases/decreases in Impact Aid, R.O.T.C. and Community Schools.

State funds were \$39.6 million less than the originally adopted budget primarily due to the elimination of McKay Scholarships \$37.1 million, an increase in the FEFP funds received due to changes in enrollment of \$4.8 million, a statewide proration reducing FEFP by \$6.3 million, and miscellaneous small adjustments totalling a decrease of \$(1.0) million.

Local revenues were \$29.1 million lower than the originally adopted budget. The decrease in local revenues from the originally adopted budget is primarily due to reductions in net property taxes \$(46.1) million, increase in indirect costs of \$4.0 million, increases in Community School Programs \$1.0 million, and increases in other accounts \$12.0 million.

Other Financing Sources increased \$6.0 million due to the increase in transfers from other funds.

Ending fund balance as of June 30, 2014 was \$56.5 million comprised of nonspendable fund balances totaling \$7.8 million, representing inventories and prepaid items, restricted fund balance totaling \$1.3 million in state categorical programs, assigned fund balance \$18.1 million, which included rebudgets and outstanding purchase orders and unassigned fund balance totaling \$29.3 million.

In the fiscal year 2013-14 tentative budget, the District made budgetary reductions to manage increases in costs that exceed \$28.0 million. In the future the District will continue to review the budget, focusing on maintaining essential educational services as we anticipate continuing revenue shortfalls and cost increases.



CAPITAL ASSETS AND DEBT ADMINISTRATION

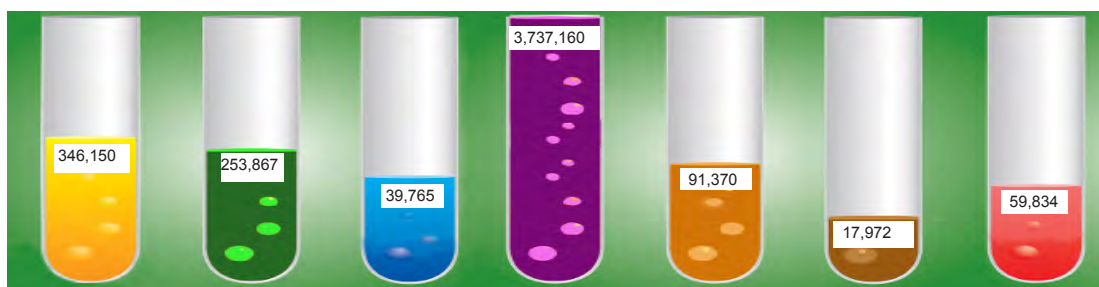
Capital Assets - At June 30, 2014, the District had \$4.5 billion invested in different categories of capital assets, net of accumulated depreciation, as shown in the table below.

CAPITAL ASSET ACTIVITY At June 30, 2014 and 2013 (\$ in thousands)

Categories	2013/14	2012/13	Difference Increase (Decrease)	% Increase (Decrease)
Land	\$ 346,150	\$ 337,181	\$ 8,969	2.7 %
Land Improvements	253,867	253,486	381	0.2 %
Construction in Progress	39,765	82,544	(42,779)	(51.8) %
Building and Improvements	3,737,160	3,800,200	(63,040)	(1.7) %
Furniture, Fixtures & Equipment	91,370	88,235	3,135	3.6 %
Computer Software	17,972	34,645	(16,673)	(48.1) %
Motor Vehicles	59,834	67,529	(7,695)	(11.4) %
Total	\$ 4,546,118	\$ 4,663,820	\$ (117,702)	(2.5) %

Detailed information reflecting the District's capital asset balances and activity for the fiscal year ended June 30, 2014 is provided in Note 4 to the Financial Statements.

CAPITAL ASSET ACTIVITY At June 30, 2014 (\$ in thousands)



CAPITAL ASSETS AND DEBT ADMINISTRATION (continued)

Debt Administration - The following table represents the changes in the District's outstanding long-term liabilities at fiscal year end.

CHANGES IN LONG TERM LIABILITIES At June 30, 2014 and 2013 (\$ in thousands)

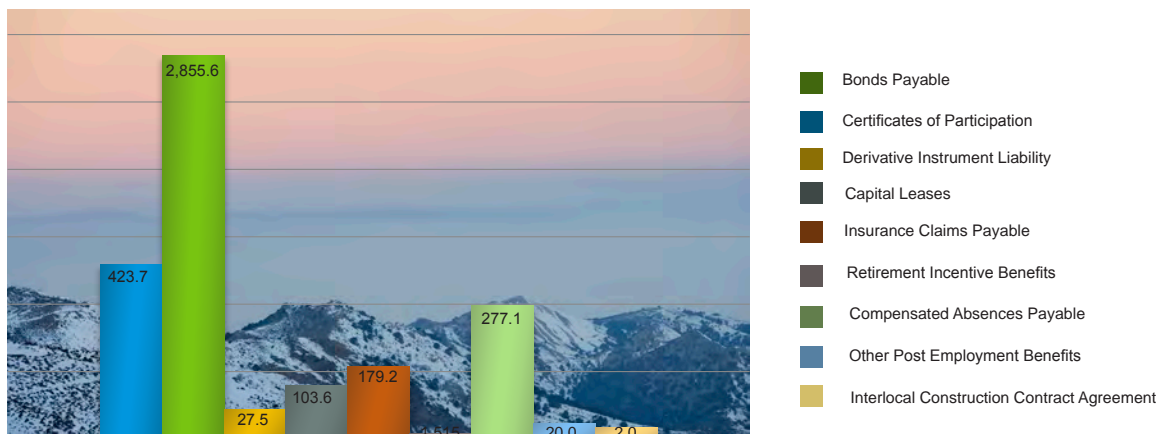
Categories	2013/14	2012/13*	Difference Increase (Decrease)	% Increase (Decrease)
Bonds Payable	\$ 423,738	\$ 175,483	\$ 248,255	141.5 %
Certificates of Participation Payable by the Foundation	2,855,557	2,921,772	(66,215)	(2.3) %
Derivative Instrument Liability	27,472	28,863	(1,391)	(4.8) %
Capital Leases	103,555	89,332	14,223	15.9 %
Insurance Claims Payable	179,160	138,635	40,525	29.2 %
Retirement Incentive Benefits	1,515	1,552	(37)	(2.4) %
Compensated Absences Payable	277,091	268,688	8,403	3.1 %
Other Post Employment Benefits	19,976	14,099	5,877	41.7 %
Interlocal Construction Contract Agreement	2,000	2,000	-	-
Total	\$ 3,890,064	\$ 3,640,424	\$ 249,640	6.9 %

* 2012/13 has been restated to comply with GASB Statement No. 65.

Overall liabilities increased by \$249.6 million or 6.9% from the prior year. The most significant increases are reflected in Bonds Payable of \$248.3 million. These increases are primarily due to the issuance of General Obligation Bonds (GOBs).

Detailed information relating to changes in long-term liabilities for the fiscal year ended June 30, 2014 is provided in Note 14 to the Financial Statements.

LONG TERM LIABILITIES At June 30, 2014 (\$ in millions)



ECONOMIC FACTORS

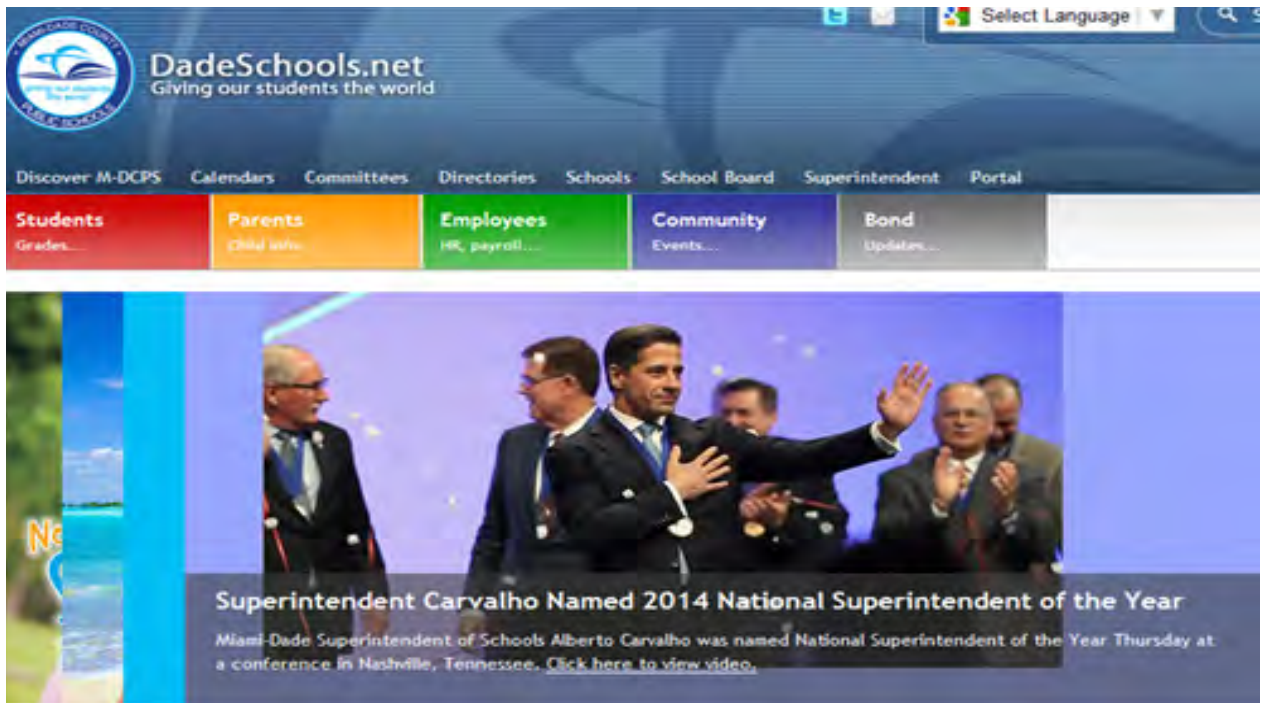
The State of Florida, by constitution, does not have a state personal income tax and therefore, the state operates primarily using sales, gasoline and corporate income taxes. Despite a slow economic recovery and continued funding challenges, the District, through prudent fiscal management, maintains a healthy financial position to provide the quality education deserved by every child.

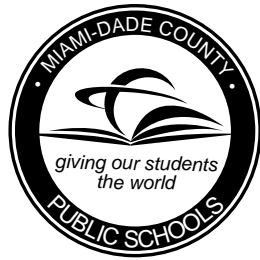
CONTACTING MANAGEMENT

The District's financial statements are designed to present citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Additional information can be requested at:

The School Board of Miami-Dade County
School Board Administration Building
Office of the Controller
1450 N.E. 2nd Avenue
Room 664
Miami, Florida 33132
or visit our website at:

<http://www.dadeschools.net>





BASIC FINANCIAL STATEMENTS





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
STATEMENT OF NET POSITION
JUNE 30, 2014
(amounts expressed in thousands)

	Primary Government Total Governmental Activities
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 206,103
Investments	59,706
Cash and investments with fiscal agents	1,008
Restricted cash and investments	879
Total cash, cash equivalents, and investments (Note 3)	267,696
Taxes receivable, net (Note 16)	12,241
Accounts and interest receivable	2,924
Due from other agencies (Note 6)	76,249
Inventories	9,561
Prepaid and other current assets	23,289
Total current assets	391,960
Non-current assets:	
Restricted cash and investments (Note 3)	327,544
Capital assets (Note 4):	
Non-depreciable capital assets	639,782
Depreciable capital assets	6,142,281
Less accumulated depreciation	(2,235,945)
Total capital assets, net	4,546,118
Total non-current assets	4,873,662
Total assets	5,265,622
DEFERRED OUTFLOWS OF RESOURCES	
Accumulated decrease in fair value of hedging derivatives	27,472
Deferred loss on refunding of debt	21,561
Total deferred outflows of resources	\$ 49,033

See accompanying notes to the basic financial statements

	<u>Primary Government Total Governmental Activities</u>
LIABILITIES	
Current liabilities:	
Accounts and contracts payable and accrued expenses	\$ 31,439
Accrued payroll payable	118,786
Due to other agencies (Note 6)	5,344
Unearned revenues	582
Accrued interest payable	34,954
Retainage payable on contracts	4,783
Current portion of long-term liabilities (Note 14)	227,416
Total current liabilities	<u>423,304</u>
Non-current liabilities:	
Non-current portion of long-term liabilities (Note 14)	3,662,648
Total non-current liabilities	<u>3,662,648</u>
Total liabilities	<u>4,085,952</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred gain on refunding of debt	102
Total deferred inflows of resources	<u>102</u>
NET POSITION	
Net investment in capital assets	1,480,103
Restricted for:	
State required carryover programs	1,321
Food service	20,556
Debt service	36,138
Capital projects	9,449
Other purposes	2,034
Unrestricted (deficit)	(321,000)
Total net position	<u>\$ 1,228,601</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)

	Program Revenues		
Expenses	Charges for Services	Operating Grants and Contributions	
Primary government:			
Governmental Activities:			
Instructional services	\$ 2,098,540	\$ 32,791	\$ -
Instructional support services	294,258	-	-
Pupil transportation services	81,539	313	-
Operation and maintenance of plant	359,065	-	-
School administration	158,316	-	-
General administration	11,706	-	-
Business/central services	67,058	-	-
Administrative technology services	2,837	-	-
Food services	159,742	20,121	147,457
Community services	29,949	-	-
Facilities acquisition and construction	69,492	-	-
Interest on long-term debt	149,861	-	-
Unallocated depreciation/amortization (*) (Note 4)	158,932	-	-
Total governmental activities	\$ 3,641,295	\$ 53,225	\$ 147,457

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

See accompanying notes to the basic financial statements

<u>Program Revenues</u>	<u>Net (Expenses) Revenues and Changes in Net Position</u>
<u>Capital Grants and Contributions</u>	<u>Primary Government Total Governmental Activities</u>
\$ -	\$ (2,065,749)
-	(294,258)
-	(81,226)
23,866	(335,199)
-	(158,316)
-	(11,706)
-	(67,058)
-	(2,837)
-	7,836
-	(29,949)
22,733	(46,759)
13,543	(136,318)
-	(158,932)
<u>\$ 60,142</u>	<u>(3,380,471)</u>

General Revenues:

Taxes (Note 16):

Property Taxes, Levied for Operational Purposes	1,214,002
Property Taxes, Levied for Debt Service	65,832
Property Taxes, Levied for Capital Projects	306,099
Grants and Contributions Not Restricted to Specific Programs	1,605,649
Investment Earnings	2,876
Other	43,793
Total General Revenues	<u>3,238,251</u>

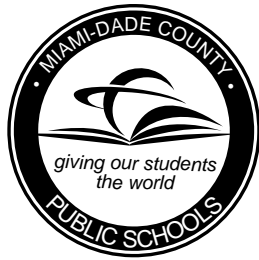
Change in Net Position	(142,220)
Net Position - Beginning of Year, as restated (see note 1S)	1,370,821
Net Position - End of Year	<u>\$ 1,228,601</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2014
(amounts expressed in thousands)

	<u>General</u>	<u>Other Federal Programs</u>	<u>Federal Economic Stimulus Funds</u>
ASSETS			
Cash and cash equivalents	\$ 111,812	\$ 282	\$ 110
Equity in pooled cash and investments	22,902	-	-
Cash and investments with fiscal agents (Note 12)	-	-	-
Total cash, cash equivalents, and investments (Note 3)	<u>134,714</u>	<u>282</u>	<u>110</u>
Taxes receivable, net (Note 16)	9,304	-	-
Accounts and interest receivable	1,342	-	-
Due from other agencies (Note 6)	22,299	22,199	2,807
Due from other funds (Note 5)	25,765	-	-
Inventories	6,265	-	-
Prepaid and other assets	1,828	-	-
Total assets	<u>\$ 201,517</u>	<u>\$ 22,481</u>	<u>\$ 2,917</u>
LIABILITIES			
Accounts and contracts payable and accrued expenditures	\$ 16,664	\$ 3,166	\$ 790
Accrued payroll and compensated absences (Notes 8 and 14)	121,761	1,356	59
Due to other funds (Note 5)	-	16,073	1,885
Due to other agencies (Note 6)	3,098	1,750	-
Unearned revenues	375	132	-
Accrued interest payable	-	-	-
Estimated liability for insurance risks and pending claims (Notes 13 and 18)	2,189	-	-
Retainage payable on contracts	46	4	183
Total liabilities	<u>144,133</u>	<u>22,481</u>	<u>2,917</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	852	-	-
Total deferred inflows of resources	<u>852</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable	7,843	-	-
Restricted	1,321	-	-
Assigned	18,094	-	-
Unassigned	29,274	-	-
Total fund balances	<u>56,532</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 201,517</u>	<u>\$ 22,481</u>	<u>\$ 2,917</u>

See accompanying notes to the basic financial statements

ARRA Economic Stimulus Debt Service	General Obligation School Bonds Funds	Capital Improvement LOML Funds	Certificates of Participation	Non-major Governmental Funds	Total Governmental Funds
\$ 21	\$ 58,609	\$ -	\$ -	\$ 43,206	\$ 214,040
-	198,997	1,441	9,173	75,351	307,864
-	-	-	-	1,008	1,008
21	257,606	1,441	9,173	119,565	522,912
-	-	2,390	-	547	12,241
-	37	2	-	29	1,410
-	-	-	-	28,944	76,249
-	-	-	-	-	25,765
-	-	-	-	3,296	9,561
-	-	21,461	-	-	23,289
\$ 21	\$ 257,643	\$ 25,294	\$ 9,173	\$ 152,381	\$ 671,427
\$ 21	\$ 4,196	\$ 857	\$ 251	\$ 5,396	\$ 31,341
-	-	-	-	641	123,817
-	-	-	-	7,807	25,765
-	-	-	-	496	5,344
-	-	-	-	-	507
-	-	-	-	22	22
-	-	-	-	-	2,189
-	550	2,405	1,275	320	4,783
21	4,746	3,262	1,526	14,682	193,768
-	-	514	-	147	1,513
-	-	514	-	147	1,513
-	-	21,461	-	3,296	32,600
-	252,897	57	7,647	132,863	394,785
-	-	-	-	1,393	19,487
-	-	-	-	-	29,274
-	252,897	21,518	7,647	137,552	476,146
\$ 21	\$ 257,643	\$ 25,294	\$ 9,173	\$ 152,381	\$ 671,427



**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2014
(amounts expressed in thousands)**

Total Fund Balances – Governmental Funds **\$ 476,146**

Amounts reported for governmental activities in the statement of net position are different as a result of:

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in the governmental funds.

Capital assets	\$ 6,782,063	
Accumulated depreciation	<u>(2,235,945)</u>	4,546,118

Property taxes receivable not collected within 60 days of fiscal year-end are not available soon enough to pay for the current period's expenditures, and therefore are not recorded as revenue in the governmental funds.		1,513
--	--	-------

An internal service fund is used by the District to charge the costs of health premiums to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position

	Assets	73,842
	Liabilities	<u>(32,980)</u>
	Net Position	40,862

Accumulated decreases in fair value of hedging derivative instruments and losses on debt refunding are reported as deferred outflows in the statement of net position.		49,033
--	--	--------

Current liabilities which are accrued as a liability in the government-wide statements but are not recognized in the governmental funds until due:

Benefits payable	(1,630)	
Interest payable	<u>(34,932)</u>	(36,562)

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

Bonds payable	(423,738)	
Capital leases	(103,555)	
Compensated absences	(270,615)	
Retirement incentive benefits	(1,330)	
Other post-employment benefits obligation	(19,976)	
Certificates of participation	(2,855,557)	
Derivative instruments liability	(27,472)	
Other long-term liabilities	(2,000)	
Claims payable	<u>(144,164)</u>	(3,848,407)

Gains on debt refunding are reported as deferred inflows in the statement of net position.		<u>(102)</u>
--	--	--------------

Total Net Position – Governmental Activities **\$ 1,228,601**

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
 GOVERNMENTAL FUNDS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014
 (amounts expressed in thousands)

	General	Other Federal Programs	Federal Economic Stimulus Funds
Revenues:			
Local sources:			
Ad valorem taxes (Note 16)	\$ 1,225,000	\$ -	\$ -
Food service sales	-	-	-
Interest income	629	-	-
Net increase (decrease) in fair value of investments	50	-	-
Local grants and other	73,449	5,440	-
Total local sources	<u>1,299,128</u>	<u>5,440</u>	<u>-</u>
State sources (Note 15):			
Florida education finance program	712,494	-	-
Food services	-	-	-
State grants and other	512,641	-	-
Total state sources	<u>1,225,135</u>	<u>-</u>	<u>-</u>
Federal sources:			
Federal grants and other	20,166	325,091	35,484
Food services	-	-	-
Total federal sources	<u>20,166</u>	<u>325,091</u>	<u>35,484</u>
Total revenues	<u>2,544,429</u>	<u>330,531</u>	<u>35,484</u>
Expenditures:			
Current:			
Instructional services			
Basic programs	1,445,405	127,021	25,136
Exceptional child programs	316,193	51,434	-
Adult and vocational-technical programs	80,505	14,179	90
Total instructional services	<u>1,842,103</u>	<u>192,634</u>	<u>25,226</u>
Instructional support services	184,273	97,335	5,205
Pupil transportation services	76,014	3,731	10
Operation and maintenance of plant	356,746	190	-
School administration	155,191	92	2,520
General administration	78,539	9,895	2,367
Food services	-	-	-
Community services	27,931	1,622	111
Capital outlay	9,017	25,032	45
Debt service (Notes 9, 10, 11 and 12):			
Principal retirement	474	-	-
Interest and fiscal charges	450	-	-
Total expenditures	<u>2,730,738</u>	<u>330,531</u>	<u>35,484</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(186,309)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):			
Transfers in (Note 5)	160,486	-	-
Transfers out (Note 5)	(2,687)	-	-
Issuance of debt (Notes 10 and 11)	-	-	-
Premium on issuance of debt	-	-	-
Issuance of debt for refunding (Notes 10 and 11)	-	-	-
Premium on refunding of debt	-	-	-
Payments to refunded bond escrow agent	-	-	-
Proceeds from sale of capital assets	625	-	-
Proceeds from loans and leases	67	-	-
Total other financing sources (uses)	<u>158,491</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(27,818)	-	-
Fund balances - beginning of year	84,350	-	-
Fund balances - end of year	<u>\$ 56,532</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements

ARRA Economic Stimulus Debt Service	General Obligation School Bonds Funds	Capital Improvement LOML Funds	Certificates of Participation	Non-major Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 313,877	\$ -	\$ 66,922	\$ 1,605,799
-	-	-	-	20,121	20,121
-	335	103	12	1,685	2,764
-	15	25	5	18	113
-	-	-	-	24,544	103,433
-	350	314,005	17	113,290	1,732,230
-	-	-	-	-	712,494
-	-	-	-	2,231	2,231
-	-	-	-	38,873	551,514
-	-	-	-	41,104	1,266,239
-	-	-	-	10,068	390,809
-	-	-	-	135,158	135,158
-	-	-	-	145,226	525,967
-	350	314,005	17	299,620	3,524,436
-	-	-	-	-	1,597,562
-	-	-	-	-	367,627
-	-	-	-	-	94,774
-	-	-	-	-	2,059,963
-	-	-	-	-	286,813
-	-	-	-	-	79,755
-	-	-	-	332	357,268
-	-	-	-	-	157,803
-	-	-	-	-	90,801
-	-	-	-	161,405	161,405
-	-	-	-	60	29,724
-	52,039	26,445	6,347	14,962	133,887
-	-	-	-	142,072	142,546
2,471	1,226	185	85	137,011	141,428
2,471	53,265	26,630	6,432	455,842	3,641,393
(2,471)	(52,915)	287,375	(6,415)	(156,222)	(116,957)
2,471	-	2,697	-	190,182	355,836
-	-	(303,050)	(5,824)	(44,275)	(355,836)
-	286,480	-	4,085	-	290,565
-	14,806	-	-	-	14,806
-	-	-	-	73,943	73,943
-	-	-	-	9,046	9,046
-	-	-	-	(82,043)	(82,043)
-	-	-	-	-	625
-	-	-	-	37,189	37,256
2,471	301,286	(300,353)	(1,739)	184,042	344,198
-	248,371	(12,978)	(8,154)	27,820	227,241
-	4,526	34,496	15,801	109,732	248,905
\$ -	\$ 252,897	\$ 21,518	\$ 7,647	\$ 137,552	\$ 476,146

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)

Total Net Change in Fund Balances - Governmental Funds **\$ 227,241**

Amounts reported for governmental activities in the Statement of Activities are different as a result of:

Property taxes not collected within 60 days of fiscal year-end are not considered available and therefore are not recorded as revenues in the fund level statements. However, for the government-wide statements property tax revenues are recorded when there is an enforceable lien. Additionally, the governmental funds reflect revenues that correspond to the prior year.

Prior year revenues recorded this year at the fund level	\$ (21,379)	
Revenues not recorded this year in the fund level statements are recorded as revenue in the government-wide statements	1,513	(19,866)

An internal service fund is used by the District to charge the costs of health premiums to individual funds. The increase in net position of the internal service fund is reported with governmental activities. 37,455

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, recoveries, and donations) is to increase net position. 6,217

Capital outlay disbursements to purchase or build capital assets are reported as expenditures in the governmental funds. In the Statement of Net Position, these costs are capitalized and depreciated over their estimated useful lives. In the Statement of Activities the depreciation is reflected as an expense for the period.

Capital outlay expenditures for the fiscal year	74,004	
Depreciation expense for the fiscal year	(197,923)	(123,919)

Proceeds from issuance of debt instruments are recorded as other financing sources in the governmental funds, however, in the government-wide statements they are recorded as additions to long-term liabilities. Proceeds from debt instruments were as follows:

Proceeds from refunding of State Board of Education Capital Outlay Bonds	(2,963)	
Premium on refunding of State Board of Education Capital Outlay Bonds	(479)	
Proceeds from issuance of General Obligation School Bonds	(286,480)	
Premium on issuance of General Obligation School Bonds	(14,806)	
Proceeds from issuance of Certificates of Participation	(4,085)	
Proceeds from refunding of Certificates of Participation	(70,980)	
Premium on refunding of Certificates of Participation	(8,567)	
Proceeds from Loans and Leases	(37,256)	(425,616)

The governmental funds only include those liabilities that will be paid with current financial resources. Expenses recorded in the Statement of Activities exceed the amount recorded in the governmental funds due to the different measurement focus used.

Increase in other post-employment benefits liability	(5,877)	
Amount of compensated absences earned in excess of the amount paid	(8,447)	
Decrease in accrued salaries and benefits	53	
Increase in claims payable	(45,616)	(59,887)

Repayment of debt principal is reflected as an expenditure in the governmental funds, however, in the Statement of Net Position it is reflected as a reduction of liabilities and does not affect the Statement of Activities.

Repayment of debt principal for Certificates of Participation	43,006	
Repayment of debt principal for Qualified Zone Academy Bonds	24,508	
Repayment of debt principal for General Obligation Bonds	40,640	
Repayment of debt principal for Capital Leases	23,032	
Repayment of debt principal for State Board of Education Bonds	11,360	142,546

Repayment to refund debt is reflected as an other financing use in the governmental funds, however, in the Statement of Net Position it is reflected as a reduction of liabilities and does not affect the Statement of Activities. 82,043

Interest on long-term debt differs from the amount reported in the governmental funds. In the governmental funds, interest on long-term debt is recorded as an expenditure when due and payable. In the Statement of Activities, interest is recorded as it accrues. In addition, premiums are amortized over the life of the debt, and are recorded as a decrease to interest expense on the Statement of Activities. Losses incurred as a result of advance refundings are also amortized over the life of the debt and are recorded as an increase to interest expense on the Statement of Activities.

Accrued interest payable	(34,932)	
Amortization of premium on State Board of Education Capital Outlay Bonds (SBEs)	68	
Amortization of premium on Certificates of Participation (COPs)	(3,387)	
Amortization of premium on General Obligation School Bonds (GOBs)	1,050	
Amortization of gain related to advance refunding of COPS	1	
Amortization of loss related to advance refunding of SBEs	(18)	
Amortization of loss related to advance refunding of COPs	(2,836)	
Amortization of loss related to advance refunding of GOBs	(113)	
Prior year accrued interest paid during current fiscal year	31,733	(8,434)

Total Change in Net Position of Governmental Activities **\$ (142,220)**

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2014
 (amounts expressed in thousands)

	<u>Health Insurance Fund</u>
ASSETS	
Cash and cash equivalents	\$ 55,312
Investments	17,016
Accounts and interest receivable	<u>1,514</u>
Total assets	<u>\$ 73,842</u>
LIABILITIES	
Accounts payable	\$ 98
Unearned revenues	75
Estimated unpaid health claims	<u>32,807</u>
Total liabilities	<u>32,980</u>
NET POSITION	
Unrestricted	\$ 40,862
Total net position	<u><u>\$ 40,862</u></u>

See accompanying notes to the basic financial statements

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)**

	Health Insurance Fund
OPERATING REVENUES	
Charges for services	\$ 365,894
Other operating revenues	3,540
Total operating revenues	<u>369,434</u>
OPERATING EXPENSES	
Salaries	162
Employee benefits	48
Purchased services	356
Claims	322,806
Other	8,659
Total operating expenses	<u>332,031</u>
OPERATING INCOME	37,403
NONOPERATING REVENUES	
Interest revenue	52
Total nonoperating revenues	<u>52</u>
CHANGE IN NET POSITION	37,455
NET POSITION - Beginning of year	<u>3,407</u>
NET POSITION - End of year	<u><u>\$ 40,862</u></u>

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
 STATEMENT OF CASH FLOWS
 PROPRIETARY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014
 (amounts expressed in thousands)

	<u>Health Insurance Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and interfund services provided	\$ 366,132
Payments for claims	(327,621)
Payments to suppliers for goods and services	(9,035)
Payments to employees	(210)
Other receipts	<u>2,040</u>
Net cash provided by operating activities	<u>31,306</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Receipts from interest	53
Receipts from investments	<u>23,953</u>
Net cash provided by investing activities	<u>24,006</u>
Change in cash and cash equivalents	55,312
Cash and cash equivalents, beginning of year	<u>-</u>
Cash and cash equivalents, end of year	<u>\$ 55,312</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Operating income	\$ 37,403
Adjustments to reconcile operating income to net cash provided by operating activities:	
(Increase) decrease in accounts receivable	(1,262)
Increase (decrease) in accounts payable	(20)
Increase (decrease) in unearned revenues	1
Increase (decrease) in estimated unpaid claims	<u>(4,816)</u>
Total adjustments	<u>(6,097)</u>
Net cash provided by operating activities	<u>\$ 31,306</u>

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2014
(amounts expressed in thousands)

	Pension Trust Fund	Agency Fund Schools' Internal Fund
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents	\$ -	\$ 5,128
Investments		
Bonds	-	13,591
Certificates of deposit	-	4,000
Fixed income mutual funds	8,338	-
Equity mutual funds	18,017	-
Money market mutual funds	829	124
Total cash, cash equivalents, and investments	<u>27,184</u>	<u>22,843</u>
Interest receivable	-	41
Total assets	<u>\$ 27,184</u>	<u>\$ 22,884</u>
LIABILITIES		
Accounts payable	\$ -	\$ 13
Due to other agencies	-	3,750
Due to student organizations	-	19,121
Total liabilities	<u>-</u>	<u>\$ 22,884</u>
NET POSITION		
Held in trust for pension benefits	<u>27,184</u>	
Total net position	<u>\$ 27,184</u>	

See accompanying notes to the basic financial statements

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
FIDUCIARY FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)**

	Pension Trust Fund
ADDITIONS:	
Employer contributions (Note 17)	\$ 2,276
Interest on investments	584
Net increase in the fair value of investments	3,953
Less investment expenses	(7)
Total additions	6,806
DEDUCTIONS:	
Retirement benefit payments	4,155
Trustee services	22
Total deductions	4,177
Change in net position	2,629
Net position held in trust for pension benefits at beginning of year	24,555
Net position held in trust for pension benefits at end of year	\$ 27,184

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Reporting Entity

The School Board of Miami-Dade County, Florida (the "School Board," "Board," or the "District") is composed of nine members elected from single-member districts within the legal boundary of Miami-Dade County, Florida (the "County"). The appointed Superintendent of Schools is the executive officer of the Board. The School Board is part of the state system of public education under the general direction of the State Board of Education and is financially dependent on state support. However, the Board is considered a primary government for financial reporting purposes because it is directly responsible for the operation and control of District schools within the framework of applicable state law and State Board of Education rules and it is not considered to be an agency or component unit of the State of Florida.

The general operating authority of the School Board and the Superintendent is contained in Chapters 1000 through 1013, Florida Statutes. Pursuant to Section 1010.01, Florida Statutes, the Superintendent of Schools is responsible for keeping records and accounts of all financial transactions in the manner prescribed by the State Board of Education.

The accompanying financial statements include those of the District (the primary government) and those of its component units. Component units are legally separate organizations which should be included in the District's financial statements because of the nature and significance of their relationship with the primary government.

The Governmental Accounting Standards Board (GASB) issued Statement No. 61, *The Financial Reporting Entity: Omnibus*, an amendment of GASB Statement No. 14 and No. 34. The Statement modifies the existing criteria for reporting component units. The Statement provides guidance on the inclusion of a legally separate entity to be included as a component unit under the misleading to exclude criterion and the financial accountability concept, which requires that in addition to meeting the fiscal dependency criterion, a financial benefit or burden relationship be present in order for a potential component unit to be included in the financial reporting entity.

The District adopted GASB Statement No. 61 in the 2012-13 fiscal year financial statements. Based on the application of the Statement, the District determined that charter schools do not meet the criteria to qualify as component units of the District; therefore they are not included in the District's Comprehensive Annual Financial Report (CAFR). Audits of the Charter Schools are conducted by independent certified public accountants and are filed in the Charter Schools Support office located at 1450 N.E. 2nd Avenue, Room 806, Miami, Florida 33132.

Based on the application of the above GASB Statement criteria, the following component unit is included within the District's reporting entity:

Blended Component Units

The Miami-Dade County School Board Foundation, Inc., a Florida not-for-profit corporation, was created solely to facilitate financing for the acquisition and construction of District school facilities and related costs. The members of the School Board serve as the Board of the Foundation, therefore, the School Board is considered financially accountable for the Foundation. The financial activities of the Foundation have been blended (reported as if it were part of the District) with those of the District.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

B. Basis of Presentation

The District's accounting policies conform with accounting principles generally accepted in the United States applicable to state and local governmental units. Accordingly, the basic financial statements include both the government-wide and fund financial statements.

Government-Wide Financial Statements – The Statement of Net Position and the Statement of Activities present information about the financial activities of the District as a whole, and its component units, excluding fiduciary activities. Eliminations have been made from the statements to remove the “doubling-up” effect of interfund activity.

The Statement of Activities reports expenses identified by specific functions, offset by program revenues, resulting in a measurement of “net (expense) revenue” for each of the District's functions. Program revenues that are used to offset these expenses include charges for services, such as food service and tuition fees; operating grants, such as the National School Lunch Program, Federal Grants, and other state allocations; and capital grants specific to capital outlay. In addition, revenues not classified as program revenues are shown as general revenues, which include Florida Education Finance Program (FEFP) revenues and other state allocations.

Fund Financial Statements – The fund financial statements provide information about the District's funds, including proprietary and fiduciary funds. Separate statements for governmental, proprietary and fiduciary funds are presented. The emphasis of the fund financial statements is on the major funds which are presented in a separate column with all non-major funds aggregated in a single column.

The District reports the following major governmental funds:

General Fund is the District's primary operating fund and accounts for all financial resources of the District, except those required to be accounted for in another fund.

Other Federal Programs accounts for and reports grant funds received from federal, state, and local sources.

Federal Economic Stimulus Funds account for and report on funds received from The American Recovery and Reinvestment Act of 2009 to stimulate the economy, save jobs and improve education. This fund did not meet the minimum criteria for major fund determination during fiscal year 2014. However, it will continue to be presented as a major fund for the purpose of consistency and at the discretion of the District.

ARRA Economic Stimulus Debt Service Fund accounts for and reports on Debt Service for American Recovery and Reinvestment Act school construction bonds. This fund did not meet the minimum criteria for major fund determination during fiscal year 2014. However, it will continue to be presented as a major fund for the purpose of consistency and at the discretion of the District.

General Obligation Bonds Funds account for and report on resources from the issuance of GO Bonds approved by the Miami-Dade County voters on November 6, 2012, for the modernization, construction, expansion or otherwise improvement of school buildings, including technology upgrades.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

B. Basis of Presentation - continued

Capital Improvement – Local Optional Millage Levy (LOML) Funds account for and report on funds levied by the school district, as authorized by Capital Improvement, Section 1011.71, Florida Statutes mainly for capital outlay purposes. This fund did not meet the minimum criteria for major fund determination during fiscal year 2014. However, it will continue to be presented as a major fund for the purpose of consistency and at the discretion of the District.

Certificates of Participation (COPs) Funds account for and report on funds received from the issuance of Certificates of Participation, used for the acquisition and construction of schools and ancillary schools. Also included are the Qualified Zone Academy Bonds used for renovations on existing schools. This fund did not meet the minimum criteria for major fund determination during fiscal year 2014. However, it will continue to be presented as a major fund for the purpose of consistency and at the discretion of the District.

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

Internal Service Fund accounts for and reports on the activities of the District's group health self-insurance program.

Agency Fund – School's Internal Fund accounts for resources of the schools' Internal Fund which is used to administer monies collected at the schools in connection with school, student athletics, class, and club activities.

Pension Trust Fund accounts for resources used to finance the District's Supplemental Early Retirement Plan.

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The basis of accounting refers to when revenues and expenditures, or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Revenues from non-exchange transactions are reported in accordance with GASB Statement No. 33, *Accounting and Financial Reporting for Non-Exchange Transactions*, as amended by GASB Statement No. 36, *Recipient Reporting for Certain Shared Non-Exchange Revenues*, which include, taxes, grants and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, that is, when they become measurable and available. "Measurable" means the amount of the transaction can be determined; "available" means collectible within the current period or soon thereafter to be used to pay liabilities of the current period.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

C. Measurement Focus and Basis of Accounting - continued

Property taxes, when levied for, and intergovernmental revenues when eligibility requirements have been met, are the significant revenue sources considered susceptible to accrual. The School Board considers property taxes, when levied for, as available if they are collected within 60 days after fiscal year-end. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Charges for services and fees are recognized when cash is collected as amounts are not measurable. Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred. The principal exceptions to this general rule are: (1) interest on general long-term debt is recognized as expenditures when due/paid; and (2) expenditures related to liabilities reported as general long-term debt are recognized when due.

Proprietary Fund – Proprietary funds are accounted for in accordance with the Governmental Accounting Standards Board, GASB issued Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. During the fiscal year 2009-10, the District established an Internal Service Fund to account for the group health self-insurance program. The Internal Service Fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Proprietary funds distinguish operating revenues and expenses from non-operating items.

The principal operating revenues of the District's Internal Service Fund for self-insurance are charges to the District's other funds for health insurance. The principal operating expenses include claims, administrative expenses and fees. All revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses.

The Pension Trust Fund is reported using the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and deferred outflows, and all liabilities and deferred inflows, associated with the operation of this fund are included on the Statement of Fiduciary Net Position. The Statement of Changes in Fiduciary Net Position presents additions and deductions in fund equity (total net position).

D. New Pronouncements – Adopted and Unadopted

The GASB issued Statement No. 65, Items Previously Reported as Assets and Liabilities in March 2012. This Statement amends or supersedes the accounting and financial reporting guidance for certain items previously required to be reported as assets or liabilities. In addition, this Statement amends or supersedes requirements for the determination of major funds and addresses other statement of net position and governmental funds balance sheet presentation issues. The District adopted GASB 65 in the 2013-14 fiscal year financial statements and the cumulative effect of applying this Statement, is reported as a restatement of beginning net position. (see note 1S)

The GASB issued Statement No. 66, Technical Corrections-2012 (an amendment of GASB Statements No. 10 and No. 62) in March 2012. The objective of this Statement is to improve accounting and financial reporting by state and local governmental entities by resolving conflicting guidance that resulted from the issuance of two pronouncements-Statements No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

D. New Pronouncements – Adopted and Unadopted - continued

The District adopted GASB 66 in the 2013-14 fiscal year financial statements. The adoption of GASB 66 did not impact the District's financial position or results of operations.

The GASB issued Statement No. 67, *Financial Reporting for Pension Plans (an amendment of GASB Statement No. 25)* in June 2012. The District adopted GASB 67 in the 2013-14 fiscal year financial statements. The adoption of GASB 67 is reflected in Note 17, in the Notes to the Financial Statements, as well as in the Required Supplementary Information Section.

The GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions (an amendment of GASB Statement No. 27)* in June 2012. This Statement is effective for fiscal years beginning after June 15, 2014. The adoption of this Statement will require the District to record a liability for the unfunded portion of its cost sharing plan. The unfunded portion has not yet been determined. However, it is anticipated that the implementation of this GASB will result in a material liability that will be recorded in the Government-Wide Financial Statements.

The GASB issued Statement No. 69, *Government Combinations and Disposals of Government Operations* in January 2013. The provisions of Statement 69 are effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013, and should be applied on a prospective basis.

The GASB issued Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees* in April 2013. The District adopted GASB 70 in the 2013-14 fiscal year financial statements. The adoption of GASB 70 did not impact the District's financial position or results of operations.

The GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB Statement No. 68* in November 2013. The provisions of this Statement are required to be applied simultaneously with the provision of Statement 68.

The impact on the District's financial position or results of operations has not yet been determined for the unadopted standards.

E. Cash, Cash Equivalents, and Investments

The District maintains an accounting system in which substantially all general School Board cash, investments, and accrued interest are recorded and maintained in a separate group of accounts. Investment income is allocated based on the proportionate balances of each fund's equity in pooled cash and investments. The cash and investment pool is available for all funds, except the State Board of Education Bonds, Certificates of Participation and other debt related funds requiring separate accounts.

Cash deposits are held by banks qualified as public depositories under Florida law. All deposits are insured by federal depository insurance and/or collateralized with securities held in Florida's multiple financial institution collateral pool as required by Florida Statutes, Chapter 280. Cash and cash equivalents are considered to be cash on hand, demand deposits, non-marketable time deposits with maturities of three months or less when purchased, and money market/saving accounts.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

E. Cash, Cash Equivalents, and Investments – continued

Investments are carried at fair value and include U.S. Agency obligations, Commercial Paper, Money Market Mutual Funds, Time Deposits and Guaranteed Investment Contract. Pension Trust Fund investments are recorded at fair market value and include: money market funds, and fixed income/equity mutual funds.

F. Inventory

Inventories consist of expendable supplies held for consumption in the course of the District's operations. Inventories are stated at cost, principally on a weighted average cost basis. Commodities from the United States Department of Agriculture are stated at their fair value as determined at the time of donation by the Florida Department of Agriculture and Consumer Services. Commodities inventory is accounted for using the "purchases" method that expense inventory when acquired and inventories on hand at fiscal year end are reported as an asset and nonspendable fund balance, net of amounts in Accounts Payable. Non-commodity inventory is accounted for under the consumption method and as such is recorded as an expenditure when used. Since inventories of commodities also involve purpose restrictions they are presented as restricted in the government-wide statement of net position.

G. Due From Other Governments or Agencies

Amounts due to the District by other governments or agencies relate to grants or programs for which the services have been provided to students of the District.

H. Other Assets

Other assets consist mainly of prepaid expenses which are recognized upon the receipt of the goods or services that were received but not consumed at year-end. The expenditure will be recorded when the asset is used. Accordingly, prepaid expenses are equally offset by a nonspendable fund balance classification.

I. Restricted Net Position

Amounts that are restricted to specific purposes either by: a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments, or b) imposed by law through constitutional provisions or enabling legislation are classified as Restricted Net Position.

When both restricted and unrestricted assets are available for a specific purpose, it is the District's policy to use restricted assets first, until exhausted, before using unrestricted resources.

J. Capital Assets

Capital assets which include, land, land improvements, construction in progress, buildings, building improvements, furniture, fixtures and equipment, computer software, and motor vehicles are reported in the Statement of Net Position in the government-wide statements. The District's capitalization thresholds are \$1,000 or greater for furniture, fixtures and equipment and \$50,000 for building improvements, additions, and other capital outlays that significantly extend the useful life of an asset. Other costs incurred for repairs and maintenance are expensed as incurred. Assets are recorded at historical cost. Assets purchased under capital leases are recorded at cost, which approximates fair value at acquisition date and does not exceed the present value of future minimum lease payments. Donated assets are recorded at the fair value at the time of receipt.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

J. Capital Assets - Continued

Certain costs incurred in connection with the development of internal use software are capitalized and amortized in accordance with GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets* and are reflected in the government-wide financial statements.

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

	Useful Life (Years)
Buildings and Improvements	20 – 50
Furniture, Fixtures and Equipment	5 – 20
Vehicles	7 – 18
Computer Software	5

When capital assets are sold or disposed of, the related cost and accumulated depreciation are removed from the accounts, and the resulting gain or loss is recorded in the government-wide statements. Proceeds received from the sale or disposal of capital assets are recorded as Other Financing Sources in the governmental funds.

K. Long-Term Debt and Compensated Absences

The government-wide financial statements report long-term liabilities or obligations that are expected to be paid in the future. Long-term liabilities reported include bonds, Certificates of Participation (COPs), derivative instrument liabilities, capital leases, insurance claims payable, vested vacation and sick pay benefits, estimate for anticipated non-vested sick pay benefits, interlocal construction contract liabilities and postretirement benefits payable in future years. Bond premiums are amortized over the life of the bonds using the effective-interest method.

In the fund financial statements, debt premiums and discounts are recognized in the period the related debt is issued. Proceeds, premiums, and discounts are reported as other financing sources and uses. Principal payments and Issuance costs are reported as debt service expenditures.

L. Risk Management

The District is self-insured for portions of its general and automobile liability insurance and workers' compensation. Claim activity (expenditures for general and automobile liability and workers' compensation) is recorded in the general fund as payments become due each period. The estimated liability for self-insured risks represents an estimate of the amount to be paid on claims reported and on claims incurred but not reported (See note 13). For the governmental funds, in the fund financial statements, the liability for self-insured risks is considered long-term and therefore, is not a fund liability (except for any amounts due and payable at year end) and represents a reconciling item between the fund level and government-wide presentations.

The District provides health insurance for its employees and eligible dependents. Effective January 1, 2010, the District changed from a fully insured plan to a self-insured plan, with individual, as well as aggregate stop loss coverage to protect the District against catastrophic claims in a calendar year. The District accounts for health insurance activity in an internal service fund established for this purpose. In the proprietary fund financial statements, the liability for self-insured health risks is recorded under the accrual basis of accounting.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

M. State and Federal Revenue Sources

Revenues from state sources for current operations are primarily from the Florida Education Finance Program (FEFP), administered by the Florida Department of Education (FDOE), under the provisions of Section 1011.62, Florida Statutes. The District files reports on full-time equivalent (FTE) student membership with the FDOE. The FDOE accumulates information from these reports and calculates the allocation of FEFP funds to the District. Such revenues are recognized when first available. After review and verification of FTE reports and supporting documentation, the FDOE may adjust subsequent fiscal period allocations of FEFP funding for prior year errors disclosed by its review as well as to prevent statewide allocations from exceeding the amount authorized by the Legislature. Normally, such adjustments are treated as reductions of revenue in the year the adjustment is made.

The District receives revenue from the state and federal agencies to administer certain educational programs. Revenues earmarked for these programs are 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. Revenue is recognized when all eligibility requirements have been met.

The state allocates gross receipt taxes, generally known as Public Education Capital Outlay (PECO) money, to the District on an annual basis for capital and other projects. The District is authorized to expend these funds only upon applying for and receiving an encumbrance authorization from the FDOE. The District received PECO appropriations during the 2013-14 fiscal year, solely for the distribution to the District's eligible Charter Schools.

N. Property Taxes – Revenue Recognition

In the government-wide financial statements, property tax revenue is recognized in the fiscal year when levied for. The receivable is recorded net of an estimated uncollectible amount, which is based on past collection experience. In the fund financial statements, property tax revenue is recognized in the fiscal year when levied for. Taxes are susceptible to accrual that is when they are measurable and available. Taxes collected by the County Tax Collector and received by the District within 60 days subsequent to fiscal year-end are considered to be available and recognized as revenue.

O. Unearned Revenues

The advanced revenues in the Statement of Net Position primarily relates to the lease of Educational Broadband Service (EBS) licenses that are amortized on a straight line basis over the life of the lease agreement.

P. Use of Estimates

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

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

Q. Deferred Outflows/Inflows of Resources

In fiscal year 2012-13, The District implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. Deferred outflow of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow or resources (expense/expenditure) until then. Deferred inflow of resources represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. Additionally, the Statements of Net Assets is now reported as Statement of Net Position.

In fiscal year 2013-14, The District implemented GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities* which requires governments to adopt provisions of Concepts Statement No. 4 for all other items reported as assets and liabilities, which were not addressed as part of GASB 63.

GASB Concepts Statement No. 4, *Elements of Financial Statements*, specifies that recognition of deferred outflows and deferred inflows should be limited to those instances specifically identified in authoritative GASB pronouncements. Consequently, guidance was needed to determine which balances being reported as assets and liabilities should actually be reported as deferred outflows of resources or deferred inflows of resources, according to the definitions in Concepts Statement 4. Based on those definitions, Statement 65 reclassifies certain items currently being reported as assets and liabilities as deferred outflows of resources and deferred inflows of resources.

Following GASB Statements No. 63 and No. 65, the fiscal year 2013-14 basic financial statements have been adjusted with a prior year restatement of the beginning net position to fully expense unamortized debt issuance costs, not related to prepaid bond insurance costs. These were previously classified as noncurrent assets in the Government-Wide Financial Statements. Gain/loss resulting from refunding of debt is now reported as a deferred inflow/outflow of resources on the Government-Wide Financial Statements. In addition, property taxes that are "unavailable" are now reported in the governmental funds as deferred inflow of resources. See note 1S for disclosure on restatement.

R. Fund Balances

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, establishes accounting and financial reporting standards for governmental funds. It establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. Fund balances for governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the uses of those resources.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

R. Fund Balances – continued

GASB Statement No. 54 requires the fund balance to be properly reported within one of the fund balance categories listed below:

Nonspendable – Fund balance amounts that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to be maintained intact. Examples of this classification are prepaid items, inventories, and the principal of an endowment fund.

Spendable Fund Balance

Restricted – Fund balance amounts on which constraints have been placed by creditors, grantors, contributors, laws or regulations of other governments, constitutional provisions or enabling legislation.

Committed – Fund balance amounts that can only be used for specific purposes pursuant to constraints imposed by the formal action (Board Resolution) of the highest level of decision-making authority (The School Board). The amounts cannot be used for any other purpose unless the School Board removes or changes the specified use by taking the same formal action (Board Resolution) it employed to commit the amounts.

Assigned – Fund balance amounts intended to be used for specific purposes but are neither restricted nor committed. Assigned amounts include those that have been set aside for a specific purpose by actions of the School Board or Superintendent as stated in School Board Policy 6220.01 Fund Balance Reserve.

Unassigned – Includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

S. Restatement/Reclassification – Implementation of GASB Statement No. 65

Government-wide Financial Statements

During the fiscal year ended June 30, 2014, the District implemented GASB Statement No. 65 Items Previously Reported as Assets and Liabilities. This accounting change required the District to expense unamortized debt issuance costs previously recorded as an asset. Accordingly, Beginning Net Position in the Government-wide financial statements has been restated due to the implementation of GASB 65.

The impact of this restatement is as follows (in thousands):

Total Net Position, July 1, 2013, as reported	\$	1,395,411
Expensing of unamortized debt issuance costs		<u>(24,590)</u>
Total Net Position, July 1, 2013, as restated	\$	<u>1,370,821</u>

The implementation of GASB 65 also required the reclassification of gain/loss on refunding of debt from long-term liability to deferred inflow/outflow of resources. The deferred inflow/outflow of resources balances as of June 30, 2014 was \$102 thousand and \$21.6 million, respectively.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

2. BUDGETS COMPLIANCE AND ACCOUNTABILITY:

A. Legal Compliance

The annual budget is submitted to the Florida Commissioner of Education by major functional levels such as instructional, instructional support, general administration, maintenance of plant, etc. Expenditures may not exceed appropriations without prior approval of the School Board in the General Fund and Special Revenue Funds at the function level. Budgetary control is exercised at the fund level for all other funds.

Florida Statutes, Section 1013.61, requires that the capital outlay budget designate the proposed capital outlay expenditures by project for the year from all fund sources. Accordingly, annual budgets for the Capital Project Funds are adopted on a combined basis only.

Budgeted amounts may be amended by resolution of the Board at any Board meeting prior to the due date for the Annual Financial Report (State Report). General Fund budgetary disclosure in the accompanying financial statements reflects the final budget including all amendments approved at the School Board meeting of September 3, 2014 for the fiscal year ended June 30, 2014.

Appropriations lapse at fiscal year-end, except for unexpended appropriations of state educational grants, outstanding purchase orders, contracts, and certain available balances. These balances are reflected at year-end either as restricted or assigned fund balance, and are re-appropriated in the new fiscal year.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as restricted or assigned fund balance and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

B. Comparison of Budget to Actual Results

The budgets for each of the Governmental Funds are accounted for on the modified accrual basis of accounting.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS:

Deposits and Investments

The District's surplus funds are invested directly by the District's Office of Treasury Management. Investments of the District's State Board of Education (SBE) bond proceeds are held and administered by the SBE are made by the State Board of Administration.

As authorized under State Statutes the School Board has adopted Board Policy 6144, Investments as its formal Investment Policy for all surplus funds, including the Supplemental Early Retirement Funds, that are part of Board Policy 6535, Supplemental Early Retirement Plan. Board Policy 6144, Investments 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 Bank
- Obligations of the Federal Home Loan Bank
- Obligations of the Federal Home Loan Mortgage Corporation
- Obligations of the Federal National Mortgage Association
- Obligations guaranteed by the Government National Mortgage Association
- Securities of any investment company of investment trust registered under the Investment Company Act of 1940, 15 U.S.C.
- Corporate or Taxable Government Bonds rated investment grade
- Equity/Fixed Income Securities including index and actively managed mutual funds

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS, Continued:

Cash, cash equivalents, and investments for governmental, fiduciary and proprietary funds of the District as of June 30, 2014 are as follows:

<u>Investment Type</u>	<u>Amount (\$ in thousands)</u>	<u>Weighted Average Maturity (Years)</u>
Commercial Paper	\$ 118,693	0.26
Guaranteed Investment Contract (GIC)	20,338	5.46
Money Market Mutual Funds	22,337	0.14
State Board of Education – COBI*	1,008	-
Time Deposits	4,000	0.77
U.S. Government Agency	175,403	0.18
U.S. Treasury Strip	2,653	15.14
Total Debt Investments	<u>344,432</u>	<u>0.64</u>
Fixed Income/Equity Mutual Funds – Pension Trust Fund	26,355	
Total Investments	<u>370,787</u>	
Cash and Cash Equivalents	<u>274,480</u>	
Total Cash, Cash Equivalents, and Investments	\$ <u>645,267</u>	

*Not available from State Board of Education as of fiscal year end.

At June 30, 2014, \$308.1 million in cash and investments relate to unspent debt proceeds pertaining to various financings including General Obligation Bonds, Certificates of Participation (COPs), and Master Equipment Lease which are restricted assets whose use is limited to projects primarily related to the acquisition and construction of school facilities and equipment as authorized by Board Resolutions and Debt Covenants.

The Total Cash, Cash Equivalents and Investments of \$645.3 million at June 30, 2014, was comprised of \$522.9 million in Governmental Funds, \$72.3 million in Proprietary Fund - Health Insurance Fund, \$27.2 million in Fiduciary Funds - Pension Trust Fund and \$22.8 million in Fiduciary Fund - Agency Fund (Schools' internal Fund).

The School Board of Miami-Dade County currently has 3 GIC's associated with its Qualified Zone Academy Bonds (QZAB's). These contracts total approximately \$20.3 million with internal rates of return ranging from 3.53% to 6.30% and maturity dates from July 2015 through December 2022.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS, Continued:

Interest Rate Risk: In accordance with its investment policy under Board Policy 6144, Investments, 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 include \$45.5 million in callable bonds that are assumed to be called on the next call date, and as such the weighted average maturity reflect the call date as the maturity date for these securities. The calculated weighted average maturity for all callable U.S. Government Agency Securities is 73 days.

Credit Risk: In accordance with Board Policy 6144, the School Board manages its exposure to credit risk by limiting investments to the highest rated government backed securities such as Government Agencies and Treasury Notes. The policy also requires Commercial Paper to be rated A-1 or better, and Money Market Mutual Funds rated AAAm.

Investment Type	Rating *	Percentage of Investments
Commercial Paper	A-1+	32.01%
Federal Farm Credit Bank Agency	AA+	0.27%
Federal Home Loan Bank Agency	AA+	19.65%
Federal Home Loan Mortgage Corporation Agency	AA+	27.38%
Guaranteed Investment Contract	Not Rated	5.49%
Money Market Mutual Funds	AAAm	6.03%
State Board of Education – COBI	Not Rated	0.27%
Time Deposits	N/A	1.08%
U.S. Treasury Strip	AAA	0.72%

* Standards & Poor's ratings as of June 30, 2014.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of investments in a single issuer. In accordance with Board Policy 6144, the District permits investments of up to 7.5% of the total portfolio in Commercial Paper with a single issuer and 60% in total, 30% in Federal Farm Credit Bank, 30% in Federal Home Loan Bank, 30% in Federal Home Loan Mortgage Corporation, 10% in Time Deposits with a single issuer, and unlimited U.S. Treasury Notes as well as Government Obligations Money Market Mutual Funds. The above listed concentration percentages are based on the total investments excluding all cash equivalent investments such as time deposits and savings accounts, although the District's policy permits investments concentration maximum threshold percentages to be calculated including all cash equivalent investments. Although all investments met the maximum percentage thresholds by issuers established by the District's investment policy, the percentage for the General Electric and Toyota commercial paper reflects 10.97% and 10.78%, respectively, when computed without including cash equivalents in comparison to the actual 7.32% and 7.20%, respectively, when computed including all cash equivalent investments as permitted by policy.

Custodial Credit Risk: Custodial credit risk is the risk of losses due to the failure of a counterparty that is in possession of investment or collateral securities. All securities in accordance with the District's investment policy under Policy 6144, with the exception of time deposits and guaranteed investment contract, are held by a third party custodian in an account separate and apart from the assets of the custodian and designated as assets of the District.

Cash/Deposits

The District's cash deposits include money market/savings, demand deposits and petty cash. All bank balances of the District are fully insured or collateralized as required by Florida Statutes, Chapter 280. At June 30, 2014, the deposit's fair value and book balances were \$274,480 (in thousands).

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

4. CAPITAL ASSETS:

Capital asset balances and activity for the fiscal year ended June 30, 2014 are as follows (in thousands):

	<u>Balance July 1, 2013</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance June 30, 2014</u>
Non-Depreciable Capital Assets:				
Land	\$ 337,181	\$ 8,969	\$ -	\$ 346,150
Land Improvements	253,486	381	-	253,867
Construction-in-Progress	82,544	50,132	92,911	39,765
Total Non-Depreciable Capital Assets	<u>673,211</u>	<u>59,482</u>	<u>92,911</u>	<u>639,782</u>
Depreciable Capital Assets:				
Buildings and Improvements	5,509,762	92,418	2,090	5,600,090
Furniture, Fixtures, and Equipment	317,541	22,882	16,273	324,150
Computer Software	83,362	-	-	83,362
Motor Vehicles	140,145	1,120	6,586	134,679
Total Depreciable Capital Assets	<u>6,050,810</u>	<u>116,420</u>	<u>24,949</u>	<u>6,142,281</u>
Less Accumulated Depreciation/Amortization for:				
Building and Improvements	1,709,561	155,459	2,090	1,862,930
Furniture, Fixtures, and Equipment	229,306	17,759	14,285	232,780
Computer Software	48,718	16,672	-	65,390
Motor Vehicles	72,616	8,033	5,804	74,845
Total Accumulated Depreciation/Amortization	<u>2,060,201</u>	<u>197,923</u>	<u>22,179</u>	<u>2,235,945</u>
Net Capital Assets	<u><u>\$ 4,663,820</u></u>	<u><u>\$ (22,021)</u></u>	<u><u>\$ 95,681</u></u>	<u><u>\$ 4,546,118</u></u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

4. CAPITAL ASSETS, Continued:

For fiscal year ended June 30, 2014, depreciation/amortization by function is as follows:

<u>Functions</u>	<u>Amount</u> <u>(\$ in thousands)</u>
Instructional Services	\$ 1,914
Instructional Support Services	1,413
Pupil Transportation Services	6,775
Operation and Maintenance of Plant	1,184
School Administration	174
General Administration	12
Business/Central Services	204
Administrative Technology Services	1
Food Services	1,160
Community Services	112
Facilities Acquisition and Construction	26,042
Unallocated to a specific function	158,932
Total Depreciation/Amortization	\$ 197,923

Construction-in-progress, as of June 30, 2014, is comprised of the following (in thousands):

	<u>Incurred</u> <u>To Date</u>
Elementary Schools	\$ 20,886
Middle Schools	3,417
Senior High Schools	14,115
Special Schools	764
Administration/Other	583
TOTAL	\$ 39,765

As part of its capital outlay program, the District has entered into various construction contracts. At June 30, 2014, the District had construction commitments of approximately \$97.0 million.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

5. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS:

Interfund receivables and payables consisted of the following balances as of June 30, 2014 (in thousands):

	Due From Other Funds	Due To Other Funds
Major Funds:		
General Fund	\$ 25,765	\$ -
Other Federal Programs	-	16,073
Federal Economic Stimulus Funds	-	1,885
Total Major Funds	25,765	17,958
Non-major Funds	-	7,807
Total Governmental Funds	\$ 25,765	\$ 25,765

Interfund receivables/payables are short-term balances that represent reimbursements between funds for payments made by one fund on behalf of another fund.

A summary of transfers for the year ended June 30, 2014 are as follows (in thousands):

Transfers to:					
	General Fund	ARRA Debt Service Fund	Capital Improvement LOML	Non-major Funds	Total
Transfers from:					
Major Funds:					
General Fund	\$ -	\$ -	\$ -	\$ 2,687	\$ 2,687
Capital Improvement LOML	130,809	2,471	-	169,770	303,050
Certificates of Participation	5,811	-	-	13	5,824
Non-major Funds	23,866	-	2,697	17,712	44,275
Total Governmental Activities	\$ 160,486	\$ 2,471	\$ 2,697	\$ 190,182	\$ 355,836

Transfers to the General Fund relate primarily to funding for the maintenance, renovation and/or repair of school facilities, pursuant to Section 1011.71 of the Florida Statutes. Transfers to other non-major funds relate primarily to amount transferred to make debt service payments.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

6. DUE FROM/TO OTHER AGENCIES:

Due from other agencies at June 30, 2014, are as follows (in thousands):

	<u>General Fund</u>	<u>Other Federal Programs</u>	<u>Federal Economic Stimulus Funds</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Federal Government:					
Medicaid Federal	\$ 5,128	\$ -	\$ -	\$ -	\$ 5,128
Food Service Reimbursement	-	-	-	18,647	18,647
Early Head Start/ Head Start	-	4,690	-	-	4,690
Teacher Incentive	-	1,249	-	-	1,249
Race to the Top	-	1,409	-	-	1,409
Miscellaneous Federal	145	1,177	24	-	1,346
State Government:					
Race to the Top	-	-	2,783	-	2,783
Title I	-	7,474	-	-	7,474
Title II	-	2,332	-	-	2,332
SAVES	-	1,412	-	-	1,412
Voluntary Prekindergarten Programs	3,312	-	-	-	3,312
Miscellaneous State	471	1,371	-	-	1,842
Local Government:					
Miscellaneous Local	4,055	1,085	-	22	5,162
Miami-Dade County	-	-	-	10,275	10,275
Clearwire Educational Broadband Service	6,018	-	-	-	6,018
Driver's Education Program	3,170	-	-	-	3,170
Total	\$ 22,299	\$ 22,199	\$ 2,807	\$ 28,944	\$ 76,249

Due to other agencies at June 30, 2014, are as follows (in thousands):

	<u>General Fund</u>	<u>Other Federal Programs</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Federal Government:				
Miscellaneous Federal	\$ -	\$ 22	\$ -	\$ 22
Local Government:				
Charter Schools	3,098	-	-	3,098
Miscellaneous Local	-	1,728	496	2,224
Total	\$ 3,098	\$ 1,750	\$ 496	\$ 5,344

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

7. SHORT-TERM DEBT

Short-term debt activity for the fiscal year ended June 30, 2014, is as follows (in thousands):

	<u>Balance July 1, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2014</u>
Tax Anticipation Note (TAN), Series 2013, issued on July 25, 2013, effective yield of 0.16%, with a maturity date of March 4, 2014.	\$ -	\$ 250,000	\$ 250,000	\$ -
Total	\$ -	\$ 250,000	\$ 250,000	\$ -

Proceeds from the TAN were used as a working capital reserve in the General Fund as permitted under State and Federal tax laws.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

8. COMPENSATED ABSENCES:

The District's employee vacation and sick leave policies provide for the granting of a specific number of days of vacation based on years of service governed by applicable labor contracts and one day of sick leave with pay per each month of employment. Active employees, excluding administrators, may request payment of 80% of their unused sick leave which has accumulated during the fiscal year, provided they have not used more than three sick/personal days during that time and have a remaining balance, after payment, of twenty-one days. These policies also provide for paying most employees unused vacation up to 60 days upon termination, and up to 100% of unused sick leave after thirteen years of service; 50% after ten years; 45% after six years; 40% after three years and 35% during the first three years of qualified service upon retirement, death or resignation. Vacation accrual is limited to 60 days for twelve-month active employees.

The School Board approved the adoption of the Miami-Dade County Public Schools Terminal Leave Retirement Program (TLRP) at its May 14, 2003 Board meeting. The TLRP Program consists of a tax-favored retirement plan, which allows the Board to direct accrued annual (vacation) leave or terminal sick leave (accrued sick days) for employees who are separating from service as a result of retirement, or entering into or continuing DROP, to a tax-sheltered annuity program, or other qualified plan, in lieu of a taxable cash payment to the employee, upon separation from service.

The program is mandatory as a result of Board action which became effective on May 15, 2003, for all personnel (except AFSCME employees) who will have their annual (vacation) leave and terminal sick leave automatically contributed to either the Board's Tax Sheltered Annuity 403(b) or 401(a) Programs. Contributions into this program will not be subject to either Federal Income Tax (estimated 27%) or Social Security Tax (FICA) of 7.65%. Any amount of accrued terminal leave in excess of the amounts authorized by the Internal Revenue Service will be paid out to the retiring employee and will be subject to applicable taxes.

The current portion (the amount expected to be liquidated with current available resources) of the accumulated vested vacation and anticipated sick leave payments is recorded in the General Fund and is included in accrued payroll and compensated absences. The liabilities recorded include provisions for the employer's portion of pension contributions, FICA and other fringe benefits due on the vested vacation and sick leave balances as applicable. At June 30, 2014, the accrued liability for compensated absences in the General Fund was \$6.7 million.

GASB Statement No. 16, *Accounting for Compensated Absences*, requires governmental agencies to record as a liability the vested and future rights to sick and/or vacation leave. Accordingly, the probability of partially vested employees becoming fully vested and actual past termination payment experience was considered in the determination of this liability.

The statement of net position reflects both the current and long-term portions of compensated absences including retirement incentive benefits. At June 30, 2014, the current and long-term portions were \$16,815 and \$261,791 respectively (in thousands).

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

9. CAPITAL LEASES:

The District has entered into various capital lease agreements for the acquisition of certain property, vehicles, and equipment which are stated at acquisition cost and reported as Capital Assets. At June 30, 2014 the cost of leased equipment recorded in Capital Assets was \$174.3 million, with accumulated depreciation of \$109.3 million, for a net book value of \$65 million. Additionally, \$33.6 million of unspent proceeds relating to Master Equipment Lease Agreements is disclosed as restricted cash and investments at June 30, 2014 in Note 3.

The following is a summary of the future minimum lease payments, under capital leases together with the present value of the minimum lease payments as of June 30, 2014 (in thousands):

<u>Fiscal Year</u>	<u>Other Leases</u>	<u>Master Equipment</u>	<u>Lease Total</u>
2015	\$ 462	\$ 31,680	\$ 32,142
2016	381	31,031	31,412
2017	246	12,816	13,062
2018	53	9,731	9,784
2019	7	9,731	9,738
2020 - 2023	-	13,467	13,467
	<u>1,149</u>	<u>108,456</u>	<u>109,605</u>
Less Amount Representing Interest *	<u>95</u>	<u>5,955</u>	<u>6,050</u>
Present Value of Minimum Lease Payments	<u>\$ 1,054</u>	<u>\$ 102,501</u>	<u>\$ 103,555</u>

* The amount representing interest was calculated using imputed rates ranging from 0.00% to 16.00%.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

10. LONG-TERM BONDS PAYABLE:

State Board of Education Capital Outlay Bonds

Capital Outlay Bonds are issued by the State Board of Education (SBE) on behalf of the District and are generally referred to as "SBE Bonds." The bonds mature serially and are secured by a portion of the District's state revenues derived from the sale of automobile license plates. 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. At June 30, 2014, amounts withheld and in the custody of the state totaled \$986 (in thousands) and are included as cash and investments with fiscal agent in the District's Statement of Net Position.

General Obligation Bonds

On March 8, 1988, pursuant to Florida Statutes, Sections 1010.40 through 1010.54, voter residents of the District approved a referendum authorizing the School Board to issue General Obligation School Bonds in an aggregate amount not exceeding \$980 million, to be issued as required. The proceeds from the bonds were used to pay for the construction of new educational facilities and improving existing educational facilities. As of June 30, 2014, no bonds remain to be issued. Principal and interest on the bonds is paid from ad valorem school district taxes on all taxable real and personal property, excluding homestead exemption as required by Florida law, without limitation as to rate or amount.

On November 6, 2012, pursuant to Florida Statutes, Sections 1010.40 through 1010.54, voter residents of the County approved a referendum authorizing the School Board to issue additional General Obligation School Bonds in an aggregate amount not to exceed \$1.2 billion. The proceeds of the bonds are to be used to pay for modernizing, constructing, enlarging or otherwise improving school buildings, including educational technology upgrades.

As of June 30, 2014, two separate bond series have been issued pursuant to this referendum. The General Obligation Bond Series 2013 and 2014A were sold on July 10, 2013. The General Obligation Bond Series 2013, for \$190.0 million was issued on July 24, 2013 and the General Obligation Bond Series 2014A, for \$96.5 million, negotiated on a forward settle basis, was issued on February 11, 2014.

Principal and interest on these and any future bond issues will be paid from ad valorem school district taxes on all taxable real and personal property, excluding Homestead Exemption as required by Florida Law, without limitation as to rate or amount.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014**

10. LONG-TERM BONDS PAYABLE, Continued:

A summary of bonds payable as of June 30, 2014 is as follows (in thousands):

	<u>Authorized</u>	<u>Issued</u>	<u>Outstanding</u>
State Board of Education (SBE) Capital Outlay Bonds – Series 2005A due in varying annual payments through January 1, 2025 with interest rates ranging from 3% to 5%. Interest is payable semi-annually on January 1 and July 1. Bonds are callable on January 1 through December 31, 2015 at par plus 1% premium, and thereafter at par. A portion of the proceeds was used to refund SBE Capital Outlay Bonds Series 1996A & 1997A to achieve debt service savings.	\$ 89,680	\$ 89,680	\$ 22,950
State Board of Education (SBE) Capital Outlay Bonds – Series 2005B due in varying annual payments through January 1, 2020 with interest rates ranging from 3% to 5%. Interest is payable semi-annually on January 1 and July 1. Bonds are callable on January 1 through December 31, 2015 at par plus 1% premium and thereafter at par. The proceeds from these bonds were used to refund SBE Capital Outlay Bonds Series 1998A and 2000A to achieve debt service savings.	\$ 2,735	\$ 2,735	\$ 1,270
State Board of Education (SBE) Capital Outlay Bonds – Series 2008A due in varying annual payments through January 1, 2028, with interest rates ranging from 3.25% to 5.00%. Interest is payable semi-annually on January and July 1. Bonds are callable on January 1, 2018 at par plus 1% premium, and thereafter at par.	\$ 8,425	\$ 8,425	\$ 6,840
State Board of Education (SBE) Capital Outlay Bonds – Series 2009A, Refunding due in varying annual payments through January 1, 2019, with interest rates ranging from 2.00% to 5.00%. Interest is payable semi-annually on January and July 1. Bonds are callable on January 1, through December 31, 2019 at par plus 1% premium, and thereafter at par.	\$ 1,710	\$ 1,710	\$ 895

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

10. LONG- TERM BONDS PAYABLE, Continued:

	<u>Authorized</u>	<u>Issued</u>	<u>Outstanding</u>
State Board of Education (SBE) Capital Outlay Bonds – Series 2009A, New Portion due in varying annual payments through January 1, 2029, with interest rates ranging from 2.00% to 5.00%. Interest is payable semi-annually on January and July 1. Bonds are callable on January 1, through December 31, 2019 at par plus 1% premium, and thereafter at par.	\$ 1,355	\$ 1,355	\$ 1,155
State Board of Education (SBE) Capital Outlay Bonds – Series 2010A, Refunding due in varying annual payments through January 1, 2022, with interest rates ranging from 4.00% to 5.00%. Interest is payable semi-annually on January and July 1. Bonds are callable on January 1, through December 31, 2020 at par. A portion of the proceeds was used to refund SBE Capital Outlay Bonds Series 2001A & 2002A to achieve debt service savings.	\$ 1,440	\$ 1,440	\$ 1,200
State Board of Education (SBE) Capital Outlay Bonds – Series 2010A, New Portion due in varying annual payments through January 1, 2030, with interest rates ranging from 3.00% to 5.00%. Interest is payable semi-annually on January and July 1. Bonds are callable on January 1, through December 31, 2020 at par.	\$ 640	\$ 640	\$ 555
State Board of Education (SBE) Capital Outlay Bonds – Series 2011A, Refunding due in varying annual payments through January 1, 2023, with interest rates ranging from 3.00% to 5.00%. Interest is payable semi-annually on January and July 1. Bonds are callable on January 1, through December 31, 2021 at par. A portion of the proceeds was used to refund SBE Capital Outlay Bonds Series 2003A to achieve debt service savings.	\$ 725	\$ 725	\$ 680
State Board of Education (SBE) Capital Outlay Bonds – Series 2014A, Refunding due in varying annual payments through July 1, 2024, with interest rates ranging from 2.00% to 5.00%. Interest is payable semi-annually on January and July 1. Bonds are callable on January 1, through December 31, 2024 at par. A portion of the proceeds was used to refund SBE Capital Outlay Bonds Series 2004A to achieve debt service savings.	\$ 2,963	\$ 2,963	\$ 2,963

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

10. LONG-TERM BONDS PAYABLE, Continued:

	Authorized	Issued	Outstanding
<p>General Obligation Schools Bonds, Series 1994, consisting of Serial Bonds due in varying serial payments through August 1, 2014. Interest rates ranging from 5.0% to 6.4%, is payable February 1 and August 1. Bonds maturing on August 1, 2004 and thereafter were called on August 1, 2004 at the redemption price of 101%. The bonds were remarketed with the same maturity dates, rates, and issue date at a true interest cost of 2.66%. The sale resulted in the same cash flow as the prior debt service.</p>	\$	\$	\$
	Third in a series not to exceed 980,000	99,030	11,475
<p>General Obligation Refunding School Bonds Series 1997, consisting of Serial Bonds due in varying serial payments through February 15, 2017. Interest, at a rate of 5.00%, is payable February 15 and August 15. The Bonds maturing on February 15, 2008 and thereafter were called on November 1, 2006 at the redemption price of 101%. The Bonds were remarketed at the same maturity dates, rates, and issue date at a true interest cost of 3.83%. The sale resulted in the same cash flow as prior debt service.</p>	\$	\$	\$
	86,785	86,785	31,030
<p>General Obligation Refunding School Bonds Series 1998, consisting of Serial Bonds due in varying serial payments through August 1, 2015. Interest rates ranging from 4.0% to 5.38%, is payable February 1 and August 1. The Bonds are not subject to redemption prior to maturity.</p>	\$	\$	\$
	154,580	154,580	40,200
<p>General Obligation School Bonds, Series 2013, consisting of Serial and Term Bonds, due in varying payments through March 15, 2043. Interest rates ranging from 4.0% to 5.0%, is payable March 15 and September 15. True Interest Cost is 4.5389%. Bonds maturing on March 15, 2024 and thereafter are callable.</p>	\$	\$	\$
	First in a series not to exceed \$1,200,000	190,005	190,005
<p>General Obligation School Bonds, Series 2014A, consisting of Serial and Term Bonds, due in varying payments through March 15, 2044. Interest, at a rate of 5.0%, is payable March 15 and September 15. True Interest Cost is 4.6756%. Bonds maturing on March 15, 2025 and thereafter are callable.</p>	\$	\$	\$
	Second in a series not to exceed \$1,200,000	96,475	96,475
Total Long-Term Bonds Payable			\$ 407,693

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

10. LONG-TERM BONDS PAYABLE, Continued:

Several of the SBE long-term bonds are callable prior to maturity during the years 2015 through 2024. The GOB and SBE debt service requirements to maturity, assuming none of the SBE bonds are called prior to their scheduled maturity date, are as follows (in thousands):

Year Ending June 30	Principal	Interest	Total Debt Service Requirements
2015	\$ 54,849	\$ 11,327	\$ 66,176
2016	44,498	17,605	62,103
2017	17,709	15,389	33,098
2018	6,364	14,506	20,870
2019	6,471	14,188	20,659
2020-2024	36,137	65,883	102,020
2025-2029	42,330	56,280	98,610
2030-2034	49,520	45,119	94,639
2035-2039	63,150	31,447	94,597
2040-2044	80,595	14,000	94,595
2045-2049	6,070	304	6,374
Total	\$ 407,693	\$ 286,048	\$ 693,741

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

**11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT –
CERTIFICATES OF PARTICIPATION:**

On August 1, 1994, the District entered into a Lease Purchase Agreement, with the Dade County School Board Foundation, Inc., a Florida not-for-profit corporation (the "Foundation") and blended component unit of the District, to finance the acquisition and construction of new schools and appurtenant equipment and other property (the "Facilities") to be operated by the District. The members of the School Board serve as the Board of Directors of The Foundation. The Foundation was formed by the School Board solely for the purpose of acting as the lessor of the Facilities, with the District as lessee. The School Board as lessor entered into Ground Leases with the Foundation for the Facilities sites and all improvements. In conjunction therewith, Certificates of Participation, (the "Certificates") were issued to third parties, evidencing undivided proportionate interests in basic lease payments to be made by the District, as lessee, pursuant to the Lease Purchase Agreement. Fee title to the Facilities and the Facilities site is in the name of the District. The District is responsible for operation, maintenance, use, occupancy, upkeep and insurance of the Facilities.

The Foundation leases the Facilities to the District under the Lease Purchase Agreements, which are automatically renewable annually through May 1, 2037, unless terminated, in accordance with the provisions of the Lease Purchase Agreements, as a result of default or the failure of the School Board to appropriate funds to make lease payments in its final official budget. The remedies on default or upon an event of non-appropriation include the surrender of the Facilities by the District and its re-letting for the remaining Ground Lease term, or the voluntary sale of the Facilities by the School Board, in either case with the proceeds to be applied against the School Board's obligations under the Lease Purchase Agreements.

The Certificates are not separate legal obligations of the School Board, but represent undivided interests in lease payments to be made from appropriated funds budgeted annually by the School Board for such purpose from current or other funds authorized by law and regulations of the Department of Education, including the local optional millage levy. However, neither the School Board, the District, the State of Florida, nor any political subdivision thereof, are obligated to pay, except from appropriated funds, any sums due under the Lease Purchase Agreement from any source of taxation. The full faith and credit of the School Board and the District is not pledged for payment of such sums due under the Lease Purchase Agreements and such sums do not constitute an indebtedness of the School Board or the District within the meaning of any constitutional or statutory provision or limitation. The District plans to make the Series 2004A, 2005A, 2006C, and 2006D lease payments from the impact fees collected on new residential construction by Miami-Dade County and remitted to the School Board, and from Local Optional Millage Levy.

Basic lease payments are deposited with the Trustee semi-annually. For accounting purposes, due to the consolidation of the Foundation within the financial statements, basic lease payments are reflected as debt service expenditures when payable to Certificate holders. Payments of the outstanding Certificates of Participation are insured through AMBAC Assurance Corp., National Public Finance Guarantee Corp. (successor obligor under policies issued by MBIA Insurance Corp. and Financial Guaranty Insurance Co.), Assured Guaranty Corp., and Assured Guaranty Municipal Corp.

A trust fund was established with the Trustee to facilitate payments in accordance with the Lease Purchase Agreements and the Trust Agreements. Various accounts are maintained by the Trustee in accordance with the trust indenture. All funds held in the various accounts, are invested by the Trustee, as directed by the School Board. Interest earned on funds in the Acquisition Account is transferred to the Lease Payment Account.

Under the American Recovery and Reinvestment Act of 2009, Qualified School Construction Bonds (QSCBs) and Build America Bonds (BABs) were established to provide for taxable obligations to be issued by the school district with a federal subsidy for interest. Series 2009B and 2010A were issued under the Qualified School Construction Bond program and Series 2010B were issued under the Build America Bond program. The 2009B Series provides federal tax credits in lieu of interest payments to the Certificate holder, which is similar to the Series 2000, 2001, 2003, and 2006 Qualified Zone Academy Bonds (QZAB) program. The Series 2010A and 2010B, along with the Series 2010 QZAB, were issued as direct pay bonds whereby the interest subsidy is paid directly to the school district by the U.S. Treasury.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

**11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT –
CERTIFICATES OF PARTICIPATION, Continued:**

The Internal Revenue Services (IRS) announced on March 4, 2013, that payments to issuers of these bonds were subject to a reduction of 8.7% of the amount budgeted for such payment. This sequester reduction rate was later modified and all refund payments processed on or after October 1, 2013 and on or before September 30, 2014, will be reduced by the fiscal year 2014 sequestration rate of 7.2%. Accordingly, unless Congress acts to again change the sequester percentage or otherwise changes the application of the cuts, the School Board anticipates its aggregate expected QSCB Issuer Subsidy, BAB Issuer Subsidy and QZAB Issuer Subsidy of \$7,258 (in thousands) to be reduced by 7.2% (which equates to a \$523 (in thousands) reduction), for fiscal year 2014, resulting in a corresponding increase in interest costs for the District that must be paid from other revenue sources.

A summary of Certificates of Participation payable as of June 30, 2014 is as follows (in thousands):

<u>Debt Series</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Interest Rate(s)</u>	<u>Issued</u>	<u>Outstanding</u>
2001 Qualified Zone Academy Bonds – Interest is paid by U.S. Government through issuance of federal income tax credits.	06/01/01	06/01/15	N/A	\$ 15,000	\$ 15,000
2003 Qualified Zone Academy Bonds – Interest is paid by U.S. Government through issuance of federal income tax credits.	12/18/03	12/18/18	N/A	9,744	9,744
2006 Qualified Zone Academy Bonds – Interest is paid by U.S. Government through issuance of federal income tax credits.	12/15/06	12/15/22	N/A	2,599	2,599
2010 Qualified Zone Academy Bonds – 5.10% Tax Credit paid by U.S. Government to the District.	11/10/10	11/01/29	True Interest Cost 0.15% 5.25% (without 5.10% U.S. Subsidy)	24,480	24,480
2001B Series – Auction Rate Certificates converted to variable rate mode based on LIBOR plus 0.75% under a Private Placement with predetermined reset terms.	06/19/01	05/01/31	Variable Interest 0.90% @ June 30, 2014	54,650	42,075
2002A Series – Auction Rate Certificates converted to variable rate mode based on SIFMA plus 0.75% under a Private Placement with predetermined reset terms.	12/13/02	08/01/27	Variable Interest 0.81% @ June 30, 2014	75,000	54,245
2002B Series – Auction Rate Certificates converted to variable rate mode based on SIFMA plus 0.75% under a Private Placement with predetermined reset terms.	12/13/02	08/01/27	Variable Interest 0.81% @ June 30, 2014	75,000	54,515
2004A Series – Serial Certificates. Partially refunded 2000A and 2001C Series.	08/12/04	10/01/20	True Interest Cost 4.29% 2.25% to 5.25%	87,210	44,470
2005A Series – Serial & Term Certificates.	06/28/05	04/01/20	True Interest Cost 3.892% 3.5% to 5%	56,380	2,040
2006A Series – Serial & Term Certificates.	03/15/06	11/01/31	True Interest Cost 4.49% 3.375% to 5.00%	201,080	155,545
2006B Series – Serial & Term Certificates.	04/11/06	11/01/31	True Interest Cost 4.54% 3.50% to 5.00%	208,150	164,255

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

**11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT –
CERTIFICATES OF PARTICIPATION, Continued:**

A summary of Certificates of Participation payable as of June 30, 2014 is as follows (in thousands):

<u>Debt Series</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Interest Rate(s)</u>	<u>Issued</u>	<u>Outstanding</u>
2006C Series – Serial & Term Certificates.	05/10/06	10/01/21	True Interest Cost 4.41% 3.875% to 5.00%	\$ 53,665	\$ 33,130
2006D Series – Serial Certificates. Partially refunded 2001C Series.	12/21/06	10/01/21	True Interest Cost 4.098% 3.625% to 5.00%	10,570	9,950
2007A Series – Serial & Term Certificates.	05/10/07	05/01/32	True Interest Cost 4.52% 3.75% to 5.00%	316,515	280,955
2007B Series – Serial & Term Certificates.	05/24/07	05/01/32	True Interest Cost 4.47% 4.00% to 5.00%	101,265	88,365
2007C Series – Auction Rate Certificates converted to variable rate mode based on LIBOR plus 0.75% under a Private Placement with predetermined reset terms.	05/24/07	05/01/37	Variable Interest 0.90% @ June 30, 2014	90,825	90,825
2008A Series – Serial Certificates. Forward cash refunded 1998A & 1998C Series.	06/19/08	08/01/26	True Interest Cost 4.327% 5%	233,400	160,925
2008B Series – Serial & Term Certificates.	05/28/08	05/01/33	True Interest Cost 4.869% 3.5% to 5.25%	538,305	507,985
2008C Series – Variable Rate Demand Notes converted to a five year Floating Rate Note effective May 16, 2012 based on 70% of LIBOR plus 0.80%. If cannot be remarketed, interest shall accrue at Base Rate plus 1%, and from the 31 st day, interest shall accrue at Base Rate plus 5%.	08/01/08	07/15/27	Variable Interest 0.91% @ June 30, 2014	57,770	57,440
2009A Series – Serial & Term Certificates.	02/26/09	02/01/34	True Interest Cost 5.28% 3.00% to 5.375%	310,055	266,120
2009B Series – Qualified School Construction Bonds. Interest is paid by U.S. Government through issuance of federal income tax credits (sold at a discount price of 73.673% resulting in a True Interest Cost of 1.859%).	12/15/09	12/15/26	N/A	104,000	104,000
2010A Series – Qualified School Construction Bonds, 5.54% Tax Credit paid by U.S. Government to the District.	06/24/10	06/15/27	True Interest Cost 0.852% 6.24% to 6.49% (without 5.54% U.S. Subsidy)	96,290	96,290
2010B Series – Build America Bonds, 35% Tax Credit paid by U.S. Government to the District.	06/24/10	06/15/32	True Interest Cost 4.523% 6.84% to 6.94% (without 35% U.S. Subsidy)	27,990	27,990
2011A Series – Include fixed rate certificates refunded of Series 2003B. Term bonds fully refunded by the 2014A Series.	03/29/11	05/01/31	True Interest Cost 4.449% 2.5% to 5%	139,055	48,620

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

**11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT –
CERTIFICATES OF PARTICIPATION, Continued:**

A summary of Certificates of Participation payable as of June 30, 2014 is as follows (in thousands):

<u>Debt Series</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Interest Rate(s)</u>	<u>Issued</u>	<u>Outstanding</u>
2011B Series – Include fixed rate and term rate certificates partially refunded of Series 2007A, 2007B, and 2009A. Term bonds include a mandatory 5 year soft put on 05/01/16 of \$70,000 at 100%. If cannot be remarketed, interest shall accrue at 11% per year.	03/29/11	05/01/32	True Interest Cost 5.154% 5% to 5.75%	\$ 137,660	\$ 137,660
2012A Series – Include Fixed Rate and Term Rate Certificates partially refunded Series 2003D (\$148,850). Term Bonds include a mandatory 4 year soft put on 8/1/2016 of \$58,780 at 100% with a gross savings of (\$424) and a net present value economic savings of \$7, 434. If cannot be remarketed, interest shall accrue at 11% per year.	07/05/2012	08/01/2029	True Interest Cost 3.606% 2% to 5%	149,365	149,365
2012B-1 Series – Serial Certificates. Partially refunded 2004A (\$15,575) with a gross savings of \$2,814 and net present value economic savings of \$2,270	07/05/2012	10/01/2020	True Interest Cost 2.814% 5%	13,765	13,765
2012B-2 Series – Serial Certificates. Partially refunded 2005A (\$16,725) with a gross savings of \$1,994 and a net present value economic savings of \$1,677	07/05/2012	04/01/2020	True Interest Cost 2.379% 4%	15,655	15,655
2013A Series – Serial Certificate. Partially refunded 2006A (\$15,335), 2006B (\$12,470), 2007A (\$9,525), 2007B (\$2,075) and 2008B (\$30,320) with a gross savings of (\$55,967) and a net present value economic dissavings of (\$9,364)	05/01/2013	05/01/2032	True Interest Cost 4.199% 5%	68,230	68,230
2013B Series – Serial Certificates. Fully refunded 2003D (\$2,110) and partially refunded 2009A (\$6,395) with a gross saving of (\$5,912) and a net present value economic dissavings of (\$793)	05/01/2013	02/01/2030	True Interest Cost 4.097% 5%	8,160	8,160
2014A Series – Term Rate Certificates fully refunding the 2011A Term Rate Certificates. The bonds have a mandatory 10 year soft put on 5/1/2024 at 100% with a gross savings of (\$11,702) and a net present value economic savings of \$8,087. If cannot be remarketed, interest shall accrue at 11% per year.	03/11/2014	05/01/2031	True Interest Cost 4.056% 5%	70,980	70,980
2014 C Series – Serial Certificates	06/30/2014	05/1/2024	True Interest Cost 2.210% 2.21%	4,085	4,085
				\$ 3,356,898	\$ 2,809,463

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

**11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT –
CERTIFICATES OF PARTICIPATION, Continued:**

At June 30, 2014 the following defeased certificates remain outstanding:

Defeased Certificates	Amount Outstanding
2006A	\$ 9,610,000
2006B	\$ 6,490,000
2008B	\$ 30,320,000

Debt service requirements for obligations under lease purchase agreements – Certificates of Participation to maturity, assuming the obligations will be remarketed based on the specified soft put dates disclosed below, are as follows (in thousands):

Year Ending June 30	Principal	Interest****	Total Debt Service Requirements*
2015	\$ 56,609	\$ 116,072	\$ 172,681
2016**	86,862	113,533	200,395
2017***	106,815	110,659	217,474
2018	118,225	105,347	223,572
2019	129,655	100,627	230,282
2020 – 2024**	663,845	425,518	1,089,363
2025 – 2029	922,780	274,414	1,197,194
2030 – 2034	667,647	70,838	738,485
2035 – 2037	57,025	1,015	58,040
Total	\$ 2,809,463	\$ 1,318,023	\$ 4,127,486

* The schedule above reflects required annual payments to the sinking fund for the retirement of the debt, and are not considered reduction of principal until the year of maturity.

** Requirements for 2016 and 2024 include mandatory soft puts. Series 2011B has a 5-year soft-put on May 1, 2016 of \$70 million. Series 2012A has a 4 year soft put on August 1, 2016 of \$58.78 million. Series 2014A has a 10 year soft put on May 1, 2024 of \$71 million. The District intends to remarket these in full, however if cannot be remarketed, interest shall accrue at 11% per year.

*** Requirements for 2017 include a 5-year floating rate note for COP Series 2008C, effective May 16, 2012 based on 70% of LIBOR plus 0.80%. The District intends to remarket in full, however if it cannot be remarketed interest shall accrue at base rate plus 1%, and from the 31st day, interest shall accrue at base rate plus 5%.

**** Interest rates on several obligations are variable. The rates for such obligations range from 0.81% - 0.91%.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT – CERTIFICATES OF PARTICIPATION, Continued:

Hedging Derivative Instrument:

Objectives: The District entered into pay-fixed interest rate forward swaps (referred to herein collectively as “Swaps”) in order to lower its cost of capital and protect against rising interest rates. The Swaps are classified as cash flow hedges on the District’s floating rate debt and were executed to manage its mix of fixed and floating rate exposure in its on-going borrowing program.

The following Swaps had changes in fair value totaling \$1,391,141 classified as a decrease of the Deferred Outflow of Resources and all fair values (including accrued interest) have been calculated using the zero-coupon method independently calculated. This method calculates the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. The payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement of the swap.

Counterparty	Notional Amount Outstanding	Effective Date	Termination Date	Associated Certificates	Fixed Payable Swap Rate	Variable Receivable Swap Rate	Counterparty credit rating at June 30, 2014*	Fair Value at June 30, 2014
Royal Bank of Canada	\$54,245,000	04-01-2007	08-01-2027	COP 2002A	3.821%	70% 1Mo LIBOR	Aa3/AA-/AA	(8,219,822)
Royal Bank of Canada	\$54,515,000	04-01-2007	08-01-2027	COP 2002B	3.821%	70% 1Mo LIBOR	Aa3/AA-/AA	(8,155,016)
Royal Bank of Canada	\$57,440,000	03-08-2012	07-15-2027	COP 2008C	3.909%	70% 1Mo LIBOR	Aa3/AA-/AA	(11,096,855)

*Moody’s/S&P/FITCH

Using rates as of June 30, 2014, debt service requirements for variable rate debt and net Swap payment, assuming current interest rates remain the same, are as follows (in thousands):

Fiscal Year	Principal	Interest	Hedging Derivative Instruments, Net	Total Interest	Total Debt Service Requirement
2015	\$ 7,560	\$ 1,413	\$ 6,047	\$ 7,460	\$ 15,020
2016	\$ 7,935	\$ 1,392	\$ 5,737	\$ 7,129	\$ 15,064
2017	\$ 8,330	\$ 1,322	\$ 5,441	\$ 6,763	\$ 15,093
2018	\$ 7,990	\$ 1,249	\$ 5,112	\$ 6,361	\$ 14,351
2019	\$ 8,610	\$ 1,177	\$ 4,654	\$ 5,831	\$ 14,441
2020 – 2024	\$ 49,025	\$ 4,686	\$ 18,698	\$ 23,384	\$ 72,409
2025 – 2028	\$ 76,750	\$ 1,736	\$ 6,279	\$ 8,015	\$ 84,765
Total	\$ 166,200	\$ 12,975	\$ 51,968	\$ 64,943	\$ 231,143

Risk Disclosure:

Credit Risk. The Swaps rely upon the performance of the third parties who serve as swap counterparties, and as a result the District is exposed to credit risk, or the risk that a swap counterparty fails to perform according to its contractual obligations. The appropriate measurement of this risk at the reporting date is the fair value of the Swaps, as shown in the columns labeled Fair Value in the table above. To mitigate credit risk, the District maintains strict credit standards for swap counterparties. The current swap counterparty has ratings in double-A category or better. To further mitigate counterparty credit risk, the District’s swap documents require counterparties to post collateral for the District’s benefit if they are downgraded below Aa3 by Moody’s and below AA- by Standard & Poor’s, if the swap values exceed specified thresholds. Collateral is to be in the form of US Treasuries or Agency securities held by a third party custodian. Currently, the Swaps have not been in an asset position requiring the posting of collateral. There is no master netting arrangement on the outstanding Swaps.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

**11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT –
CERTIFICATES OF PARTICIPATION, Continued:**

Interest Rate Risk. The Swaps are intended to protect the District against changes in floating interest rates. If floating rates rise, the District's payment on the variable rate bonds should increase but should be offset by the variable rate payments it receives under the Swaps.

Basis Risk. The District's Swaps expose the District to basis risk should the relationship between the floating rates the District will receive on the swaps (70% of LIBOR) fall short of the variable rate on the associated bonds, the expected savings may not be realized. As of June 30, 2014, the variable rate was 0.06%, while the LIBOR rate was 0.15% on both the 2002A & 2002B certificates, and the District received 0.10% (70%) on both the 2002A & 2002B certificates. As of June 30, 2014, the 2008C variable rate was 0.10%, while the LIBOR rate was 0.15% and the District received 0.10% (70%).

Termination Risk. The District's Swap agreements do not contain any out-of-the-ordinary termination events that would expose it to significant termination risk. In keeping with market standards the District or the counterparty may terminate each swap if the other party fails to perform under the terms of the contract. In addition, the swap documents allow either party to terminate in the event of a significant loss of creditworthiness. If at the time an early termination of the swap was declared and the swap had a negative value, the District would be liable to the counterparty for a payment equal to the fair value of such swap. The District views such events to be remote in the case of the current counterparty which is rated Aa3/AA-. On March 8, 2012 the District replaced the Merrill Lynch Capital Markets (MLCS) swap associated with the 2008C COP due to an Additional Termination Event, which occurred when MLCS guarantor, Merrill Lynch & Co. was downgraded by Moody's to below A3. The District Swap agreements provide the optional right of the District to replace the swap with a new creditworthy counterparty when an Additional Termination Event occurs.

12. DEBT SERVICE:

The amount available for debt service consists of resources from the Debt Service Funds legally required to be used for debt service until the related debt is extinguished (in thousands):

<u>Categories:</u>	<u>Amounts</u>
Restricted for Payment of State Board of Education and Capital Outlay Bonds	\$ 986
Restricted for Payment of District Bond Funds	47,084
Restricted for Other Debt Service	23,732
Total Available in Debt Service Funds	\$ 71,802

All Certificates of Participation Lease Payments and all other amounts required to be paid by the School Board under the various Series under the Master Lease and all other Leases are made from legally available funds appropriated for such purpose by the School Board. The substantive portion for these payments is provided by the Local Optional Millage Levy on ad-valorem property. Separate Lease Payment Accounts are established for each series of Certificates issued under the Trust Agreement. Lease Payments are due under the Master Lease on an all-or-none basis and are payable on a parity basis solely from legally available funds appropriated by the School Board for such purpose. Such payments are normally transferred to the Trustee 15 days before Lease Payments are due.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

13. ESTIMATED LIABILITY ON INSURANCE RISKS AND PENDING CLAIMS:

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; administrative errors and omissions; injuries to employees, students and guests; as well as natural disasters. The District is self-insured for portions of its general and automobile liability insurance, workers' compensation and health insurance. Losses involving auto and general liability claims are limited (generally) by provisions of the Florida State Statute 768.28. Claims brought against the District are handled by a contracted third-party administrator. The District purchases commercial insurance for other risks including property and other miscellaneous risks as follows:

Type	Risk Retention/ Deductible	Coverage after Retention/Deductible
Workers' Compensation	\$1,500,000	Statutory/\$3,000,000
General, Fleet Liability, and Errors and Omissions	\$200,000/\$300,000	\$500,000 per occurrence, \$3,250,000 annual aggregate
Property	\$100,000,000 per occurrence for hurricanes; \$1,000,000 per incident for all other perils. \$100,000 for each act of terrorism	\$250,000 per occurrence/annual aggregate for all perils including windstorms, earthquakes and floods. \$50,000,000 annual aggregate

Accordingly, liabilities for certain retained risks are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The District's estimated liability for self-insured losses relating to the casualty program consisting of general liability, automobile liability, professional liability/errors and omissions, and workers' compensation claims was determined by an independent actuarial valuation performed as of June 30, 2014. Liabilities, as determined by the actuary, include an amount for claims that have been incurred but not reported (IBNR). Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. The portion of the liability that is due and payable at June 30, 2014 is recorded in the General Fund and the remaining portion is recorded in the government-wide financial statements. Liability for incurred losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using expected future investment yield of 2.5%.

The School Board authorized the purchase of Individual Stop Loss (ISL) coverage for its self-insured health program effective January 1, 2014, from Cigna with an attachment point of \$880,000 per claimant.

The School Board approved a set of premium equivalent rates, based upon actuarial projections of claims including claims incurred but not reported (IBNR) for the calendar year provided by the School Board's Employee Benefits Consulting firms of AON Hewitt and Cigna. The calendar year 2014 monthly rates for the three offered Open Access Programs (OAP) are \$655 (OAP 10), \$632 (OAP 20) and \$636 (Local Plus). The Board's contribution for employee only coverage is limited to the \$636 (Local Plus); therefore, employees who choose the OAP 10 or OAP 20 are subject to a monthly cost share based upon their salary band. Effective January 1, 2010, the cost of dependent healthcare coverage became banded by salary tiers which was renewed for January 1, 2014.

The School Board continues to offer an opt out provision for employees who can provide proof of insurance coverage. Employees who opt out receive a monthly adjustment to gross compensation of \$100/month.

The District's estimated liability for health insurance claim payments was determined by an independent actuarial valuation performed as of June 30, 2014.

There were no losses which exceeded coverage in fiscal years ended June 30, 2012, 2013 and 2014.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

13. ESTIMATED LIABILITY ON INSURANCE RISKS AND PENDING CLAIMS, Continued:

A total estimated liability amount of \$179.1 million was actuarially determined to cover reported and unreported claims payable at June 30, 2014. It is estimated that of the current portion, \$62.4 million is due within a year. The remaining \$116.7 million will be due in future years.

	Estimated Liability For Pending Claims (in thousands)		
	Current Portion	Long-Term Portion	Total
Workers' compensation	\$ 24,796	\$ 102,403	\$ 127,199
General and occupational liability	3,742	10,999	14,741
Fleet liability	1,084	3,329	4,413
Group Health	32,807	-	32,807
Total	\$ 62,429	\$ 116,731	\$ 179,160

Changes in the balance of claims liabilities for the years ended June 30, 2013 and 2014 are as follows (in thousands):

	Balance July 1, 2012	Current year claims and changes in estimates	Claim payments	Balance June 30, 2013
Workers' compensation	\$ 76,059	\$ 43,842	\$ (34,422)	\$ 85,479
General and occupational liability	13,443	447	(2,219)	11,671
Fleet liability	4,185	1,030	(1,353)	3,862
Group Health	36,089	337,169	(335,635)	37,623
Total	\$ 129,776	\$ 382,488	\$ (373,629)	\$ 138,635

	Balance July 1, 2013	Current year claims and changes in estimates	Claim payments	Balance June 30, 2014
Workers' compensation	\$ 85,479	\$ 75,052	\$ (33,332)	\$ 127,199
General and occupational liability	11,671	5,042	(1,972)	14,741
Fleet liability	3,862	2,100	(1,549)	4,413
Group Health	37,623	322,805	(327,621)	32,807
Total	\$ 138,635	\$ 404,999	\$ (364,474)	\$ 179,160

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

14. CHANGES IN LONG-TERM LIABILITIES:

Long-term liabilities balances and activity for the year ended June 30, 2014 are as follows (in thousands):

	<u>Balance 7/1/13*****</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 6/30/14</u>	<u>Amounts Due Within One Year</u>
Bonds Payable	\$ 175,483	\$ 304,728	\$ (56,473)	\$ 423,738	* \$ 58,932 **
Certificates of Participation Payable by the Foundation, net	2,921,772	83,632	(149,847)	2,855,557	*** 59,554 ****
Derivative Instrument Liabilities	28,863	-	(1,391)	27,472	-
Capital Leases Payable	89,332	37,256	(23,033)	103,555	29,686
Self-Insurance Estimated Claims Payable	138,635	404,999	(364,474)	179,160	62,429
Retirement Incentive Benefits	1,552	-	(37)	1,515	185
Compensated Absences	268,688	31,865	(23,462)	277,091	16,630
Other Post Employment Benefits	14,099	5,877	-	19,976	-
Interlocal Construction Contract Agreement	2,000	-	-	2,000	-
Total	<u>\$ 3,640,424</u>	<u>\$ 868,357</u>	<u>\$ (618,717)</u>	<u>\$ 3,890,064</u>	<u>\$ 227,416</u>

* Includes unamortized premium in the amount of \$16,045.

** Includes principal payments plus unamortized premium in the amount of \$1,008.

*** Amount is more than the principal balance of \$2,809,463 in Note 11 by \$46,094 which represents the net unamortized premium.

**** Includes principal payments plus unamortized premium in the amount of \$2,945.

***** Balance at 7/1/13 has been restated to comply with the requirement related to the implementation of GASB Statement No. 65. The restatement resulted in the expensing of \$24.6 million of unamortized debt issuance costs.

Payments for insurance claims (other than health insurance claims that are paid from the Internal Service Fund), retirement incentive benefits, compensated absences, and other post employment benefits are paid by the General Fund. Capital Leases are primarily paid from capital project funds.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

15. STATE REVENUE SOURCES:

A major source of the District's revenue is received from the State of Florida, who provided approximately 36% of total revenues in fiscal year 2013-14. The following is a schedule of state revenue sources and amounts (in thousands):

<u>Sources</u>	<u>Amount</u>
Florida Education Finance Program	\$ 712,493
Categorical Educational Programs	427,485
Workforce Development	79,602
Charter School Capital Outlay Funding	23,866
Capital Outlay and Debt Service (CO&DS) Withheld for SBE/COBI Bonds	13,543
Food Service Supplement	2,231
Adults with Disabilities	1,123
CO&DS Distributed	1,391
Workforce Education Performance Incentive	736
CO&DS Withheld For Administrative Expense	227
State License Tax	200
Interest on Undistributed CO&DS	73
SBE/COBI Bond Interest	1
Miscellaneous	3,268
Total	\$ 1,266,239

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

16. 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 taxes are assessed by the County Property Appraiser and are collected by the County Tax Collector.

Property values are assessed as of January 1 of each year. Taxes are levied after the millage rate is certified in September of each year. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4% for early payment.

Taxes become delinquent on April 1 of the year following the year levied for. State law provides for enforcement of collection of real property taxes. First, interest-bearing tax certificates are sold at public auction to recover delinquent taxes. Finally, if the tax certificates are not paid with accrued interest by the property owner, the purchaser of the tax certificate is entitled to take possession of the property. Accordingly, substantially all of the taxes assessed for calendar year 2013 have been recognized for the fiscal year ended June 30, 2014.

The State Constitution limits the levying of non-voted taxes by the School Board to 10 mills (\$10.00 per thousand of assessed valuation). State law prescribes on an annual basis the upper limit of non-voted property tax millage that may be levied. For fiscal year 2013-14 the limit of 7.644 mills was levied. The total adjusted assessed value for calendar year 2013 on which the fiscal year 2014 levy was based on approximately \$207.1 billion.

Actual property taxes collected and reflected in the table below totaled 97.1% of taxes levied, including collections from prior years' tax levies but exclude tax redemptions. The Miami-Dade County Tax Collector is not required by law to make an accounting to the District of the difference between taxes levied and taxes collected. However, because discounts are allowed for early payment of taxes and because of other reasons for noncollection, the District's budget anticipates that 96% of taxes levied will be collected.

The following is a summary of millages and taxes levied on the 2013 tax roll at 96% for the fiscal year 2013-14 (in thousands):

	Millages	Taxes		
		Levied	Collected	Uncollected (Net)
<u>GENERAL FUND</u>				
Nonvoted School Tax:				
Required Local Effort	5.396	\$ 1,114,264	\$ 1,086,049	\$ 28,215
Discretionary Local Effort	.687	141,864	138,272	3,592
	<u>6.083</u>	<u>\$ 1,256,128</u>	<u>\$ 1,224,321</u>	<u>\$ 31,807</u>
<u>CAPITAL PROJECT FUNDS</u>				
Nonvoted Tax:				
Local Capital Improvements	1.561	\$ 322,344	\$ 313,877	\$ 8,467
<u>DEBT SERVICE FUNDS</u>				
Voted Tax:				
Debt Service - General				
Obligation Bonds	.333	\$ 68,764	\$ 66,922	\$ 1,842

Taxes reported in the Governmental Funds as reflected above includes an accrual only for taxes collected within 60 days after the fiscal year-end. In the government-wide financial statements the District bases the estimates of taxes receivable and uncollectible taxes on historical experience. For fiscal year 2013-14, the District considered \$48.4 million or 2.9% of levied taxes as uncollectible.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

17. RETIREMENT BENEFITS:

The School Board provides retirement benefits to its employees through the Florida Retirement System, the Supplemental Early Retirement Plan, and a Deferred Retirement Option Program (DROP), as well as state approved Other Post Employment Benefits (OPEB) in the form of subsidized health insurance premiums.

Florida State Retirement Programs

The School Board participates in the Florida Retirement System (FRS) a cost sharing multiple employer public employee retirement system which is totally administered by the State of Florida, Department of Management Services, Division of Retirement. The District's payroll for employees covered by FRS for the year ended June 30, 2014 was approximately \$1.7 billion; the District's total payroll was approximately \$1.8 billion.

Prior to September 2002 all Florida Retirement System plans were defined benefit plans. Since September 2002 all covered employees may opt to participate in a defined contribution plan referred to as the Public Employee Optional Retirement Program (PEORP) established by the State of Florida. Participating employers pay to FRS a single rate, established annually by the Florida Legislature. Other than a one year vesting requirement, the state has established no restrictions which would affect when an employee participating in the defined contribution plan may retire. Only restrictions imposed by the Internal Revenue Service would apply.

The 2011 Florida Legislature passed Senate Bill 2100, making significant changes to the FRS. The bill signed into law by Governor Rick Scott was effective July 1, 2011. Some of the changes impact current members while other changes will only impact future members who are initially enrolled in FRS on or after July 1, 2011.

Effective July 1, 2011, FRS members must contribute 3% of their gross salary amount on a pre-tax basis. Members participating in the Deferred Retirement Option (DROP) Program, and reemployed retirees who are not allowed to renew membership are not required to pay employee contribution. Members with an effective retirement date or DROP begin date on or before July 1, 2011 did not have a change in their 3% Cost of Living Adjustment (COLA). Members with an effective retirement date or DROP begin date on or after August 1, 2011 had their COLA reduced from 3%. The COLA formula is the total years of service before July 2011 divided by the total service credit at retirement multiplied by 3%. The annual DROP interest rate will be 1.3% for members whose DROP participation begins on or after July 1, 2011.

There are three major changes to the FRS which only affect members that are initially enrolled in the FRS on or after July 1, 2011. FRS changes dealing with vesting requirements, normal retirement date and the calculation of average final compensation (AFC). First, as a member of the FRS Pension Plan, you must be vested to be eligible for a future monthly retirement. Members initially enrolled on or after July 1, 2011, are vested after eight years of creditable service. Members that terminate FRS employment prior to vesting may receive a refund on the total employee contribution. Second, members initially enrolled on or after July 1, 2011, the normal retirement date is when first eligible to receive an unreduced retirement benefit based on age or years of service. A Regular Class, Senior Management Service Class or Elected Officers' Class member is eligible for normal retirement when he or she is vested and reaches age 65 or completes 33 years of service, whichever occurs first. A Special Risk Class member is eligible for normal retirement when he or she is vested and reaches age 60 or complete 30 years of special service, whichever occurs first. Third, members enrolled on or after July 1, 2011, the average final compensation calculation used in calculating the retirement benefit will be the highest eight fiscal years of salary.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

17. RETIREMENT BENEFITS, Continued:

Florida State Retirement Programs

Under the FRS, the District was required to contribute to the plans as of July 1, 2013, 6.95% of the salary of regular members (both Pension Plan and Investment Plan) and the 19.06% of the salary of the special risk members. The District's contributions to FRS for both the Regular plan and Special Risk plan are equal to the annual required contributions for each year as follows (in thousands):

	<u>June 30, 2012</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>
Florida Retirement System	\$ 84,262	\$ 89,764	\$ 132,527
Teacher's Retirement System – Plan E: Employer	\$ 16	\$ 16	\$ 16

The State of Florida issues an annual report that includes financial statements and required supplementary information for FRS. The latest available report is as of June 30, 2013. That report may be obtained at the following website link [https://www.rol.frs.state.fl.us/forms/2012-13 Annual Report.pdf](https://www.rol.frs.state.fl.us/forms/2012-13%20Annual%20Report.pdf).

Supplemental Early Retirement Plan

The District implemented GASB Statement No. 67, *Financial Reporting for Pension Plans an amendment of GASB Statement No. 25*, as it relates to pension plans administered through trusts. The following disclosures related to the Supplemental Early Retirement Plan are in accordance with the requirements of GASB Statements No. 67, No. 25 and No. 27.

Plan Description

Plan administration – In addition to participating in the FRS, the School Board established an early retirement plan on July 1, 1984. The plan is a single employer, non-contributory defined benefit plan and is administered by an independent trustee and investments are managed by the District.

The Plan is included as a Pension Trust Fund in the accompanying financial statements. Separate stand alone statements are not issued for the Plan.

Plan membership – At June 30, 2014 the total number of retirees and beneficiaries of deceased retirees currently receiving benefits is 562, averaging \$622 per month. The School Board closed the Supplemental Early Retirement Plan (the "Plan") to new employees on July 1, 2000, with no additional employees vesting after July 1, 2003.

Benefits Provided – The Plan was established in order to supplement an early retiree's benefits by the amount of reduction imposed by the FRS. The Plan provides supplemental income for those employees who retired between the ages of 55 and 61 and who had completed at least 25 years, but not more than 28 years of creditable service. Payments under the Plan are equal to the difference in monthly retirement income for the participant under the FRS between the retirement benefit based on average final compensation, as defined above, and creditable service as of the member's early retirement date and the early retirement benefit under the FRS. Benefits are subject to an annual 3% cost of living adjustment. These benefit provisions and all other requirements are established by Florida Statutes, Section 1012.685.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014**

17. RETIREMENT BENEFITS, Continued:

Supplemental Early Retirement Plan – continued

Contributions – The School Board provides for actuarially determined periodic contributions sufficient to pay the benefits provided by this Plan when they become due. Plan members do not contribute to the Plan. Total contributions to the Plan for 2013-14 fiscal year of \$2,276 (in thousands) were made in accordance with actuarially determined requirements computed through an actuarial valuation performed for the fiscal year ended June 30, 2014.

The methodology for determining the contribution requirement has been updated to reflect assumptions for cost of living increases instead of assumed growth of the future payroll since there is no longer covered payroll under the Plan.

Investments

Investment Policy

As authorized under State Statutes, the School Board has adopted Board Policy 6144, Investments as its formal Investment Policy for the Plan's funds. It is the policy of the School Board to invest all funds in a manner that provides the highest investment return using authorized instruments while meeting the School Board's acceptable risk level. The main objective of the plan is to achieve long-term growth of Plan assets by maximizing long-term rate of return on investments and minimizing risk of loss to fulfill the current and long-term pension obligations.

The District has appointed a Treasury Advisory Committee to review and recommend policies and procedures related to the operation and administration of the Plan. The Treasurer will have authority to implement the investment policy and guidelines in a manner consistent with Board Policies after review and recommendation from the Committee, and in the best interest of the Plan to best satisfy the purposes of the Plan.

The method used to value investments is to report all investments at fair value, based on the traded market value at June 30, 2014. All the assets of the Plan are held by a custodian financial institution approved by the School Board and are carried at fair market value. The following was the Board's adopted asset allocation as of June 30, 2014.

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity	29% - 49%
International Equity	11% - 31%
Domestic Fixed Income	20% - 60%
Cash/Money Market	0% - 20%

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014**

17. RETIREMENT BENEFITS, Continued

Supplemental Early Retirement Plan – continued

Rate of Return

For the year ended June 30, 2014, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense was 18.9%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the net pension liability of the School Board at June 30, 2014 were as follows (in thousands):

Total Pension Liability	\$ 38,593
Plan Fiduciary Net Position	<u>(27,195)</u>
Net Pension Liability	<u><u>\$ 11,398</u></u>

Plan Fiduciary Net Position as a percentage of the Total Pension Liability 70.47%

Mortality rates were based on the RP-2000 Combined Healthy Group Annuity Mortality Table with generational projections.

The long-term expected rate of return on pension plan investments are developed for each major asset class by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2014 are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	5.40%
International Equity	5.50%
Domestic Fixed Income	3.25%
Cash/Money Market	1.25%

Discount Rate

The discount rate used to measure the total pension liability was 6.75 percent. The discount rate reflects the long-term expected rate of return on pension plan investments that are expected to be used to finance the payment of benefits, to the extent that the pension plan's fiduciary net position is projected to be sufficient to make projected benefit payments and pension plan assets are expected to be invested using a strategy to achieve that return. The projection of cash flows used to determine the discount rate assumes the District will continue to make future contributions at the actuarially determined contribution rate.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

17. RETIREMENT BENEFITS, Continued:

Supplemental Early Retirement Plan – continued

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following table illustrates the impact of interest rate sensitivity on the Net Pension Liability for fiscal year end June 30, 2014 (in thousands):

	1% Decrease (5.75%)	Current Rate (6.75%)	1% Increase (7.75%)
Total Pension Liability	\$ 41,325	\$ 38,593	\$ 36,171
Plan Fiduciary Net Position	(27,195)	(27,195)	(27,195)
Net Pension Liability	<u>\$ 14,130</u>	<u>\$ 11,398</u>	<u>\$ 8,976</u>

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation for the fiscal year ended June 30, 2014. To determine the Plan's funding requirement the Entry Age Normal Method was used.

The Unfunded Accrued Liability was amortized over an open 10 year amortization period starting July 1, 2012 reducing by one year periods on each valuation year. The current Unfunded Liability is amortized over an eight year open period. Assets are valued at fair value, the inflation rate is 2.5% and the investment rate of return is assumed to be 6.75% per annum.

An analysis of funding progress is presented below:

Fiscal Year Ended June 30,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2014	\$ 2,276	100%	-
2013	\$ 1,942	100 %	-
2012	\$ 2,188	100 %	-

Funded Status and Funding Progress –

Actuarial Accrued Liability (AAL) (a)	\$ 38,593
Actuarial Value of Plan Assets (b)	27,195
Unfunded Actuarial Accrued Liability (UAAL) (c)	11,398
Funded Ratio (b/a)	70 %
Covered Payroll (Active than Members) (d)	N/A*
UAAL as a percentage of covered payroll (c/d)	N/A*

* The School Board terminated eligibility for the Supplemental Early Retirement Plan for eligible employees who did not elect to retire under its provision by July 1, 2003.

The schedule of funding progress is presented as Required Supplementary Information (RSI) following the notes to the financial statements and presents multi-year trend information about whether the actual value of plan assets is increasing or decreasing over time relative to the accrued actuarial liability for benefits over time.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

17. RETIREMENT BENEFITS, Continued:

Other Post Employment Benefits

As authorized by the Board, employees who retire in the first year of their eligibility under the FRS or who retired under the Plan can receive up to \$1,200 per year as reimbursement for health insurance cost paid until they reach 65 years of age or until they become eligible for Medicare or Social Security disability. In October 2013, approximately 215 retirees will receive an estimated \$185 thousand in premium reimbursements for the year ended June 30, 2014.

From 1991 through 2005, the District offered retirement incentive programs in an effort to reduce salary costs. The programs include enhanced insurance benefits up to the Board's annual monthly contribution and payments of accrued sick leave at an enhanced rate. Enhanced insurance benefits offered to eligible employees, as defined under the provisions of each program, consist of health and term life insurance subsidies for up to ten years. Expenditures for the retirement incentive program are recognized in the General Fund each year on a pay-as-you-go basis. The estimated liability for retirees receiving benefits of approximately \$1.5 million is fully accrued and included in the government-wide financial statements.

The District implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*, for certain postemployment health care benefits provided by the District for the fiscal year ended June 30, 2008.

Plan Description – Effective January 1, 2010, the District changed from a fully-insured health program to a self-insured program for eligible employees and retirees. The Plan operates as a single employer defined benefit plan. Employees who participate in and satisfy the vesting, disability, early or normal retirement provision of FRS may be eligible for Other Post Employment Benefits (OPEB). Retirees and their dependents are permitted to remain covered under the District's respective medical plans as long as they pay the premium charged for the plan and coverage elected. This conforms to the minimum required of Florida governmental employers per Chapter 112.08, F.S.

The State of Florida prohibits the District from separately rating retirees and active employees. The District therefore charges both groups an equal, blended rate premium. Although both groups are charged the same blended rate premium, accounting standards require the actuarial amounts presented above to be calculated using age adjusted premiums approximating claims costs for retirees separate from active employees. The use of age adjusted premiums results in the addition of an implicit rate subsidy into the actuarial accrued liability.

Funding Policy – The District is not required by law or contractual agreement to provide funding for OPEB other than the pay-as-you-go amount necessary to provide current benefits to retirees and eligible dependents. Currently, the District's OPEB benefits are unfunded. That is, there is not a separate Trust Fund or equivalent arrangement into which the District would make contributions to advance-fund the obligation, as it does for its pension plan, FRS. Therefore, the ultimate subsidies which are provided over time are directly financed by general assets of the District, which are invested in short-term fixed income instruments.

Consequently, in accordance with GASB Statement No. 45, the interest discount rate used to calculate the present value and costs of the OPEB must be the long-range expected return on such short-term fixed income instruments. The District selected an interest discount rate of 4.5% for this purpose. In addition to the interest discount rate, the other significant actuarial assumption used is the health care cost trend rate and participation assumptions. The valuation used a health care trend rate of 8% grading down by 0.5% annually to an ultimate of 5% and the inflation rate used is 2.5%. The participation assumption of 25% is the assumed percentage of future retirees that participate and enroll in the health plan. The unfunded actuarial accrued liability is being amortized over the period of 30 years on an open basis. It is calculated assuming a level percentage of projected payroll.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

17. RETIREMENT BENEFITS, Continued:

Other Post Employment Benefits – continued

Annual OPEB and Net OPEB Obligation – The District’s annual OPEB cost (expense) is calculated based on the annual required contribution (ARC) of the employer, an amount that was actuarially determined by using the entry age actuarial cost method (one of the actual cost methods in accordance with GASB Statement No. 45), with an amortization of the Unfunded Actuarial Accrued Liability as a level percent of expected payroll.

The following table shows the District’s OPEB cost for the fiscal year ended June 30, 2014 (in thousands):

Annual Required Contribution (ARC)	\$	15,289
Interest on Net OPEB Obligation		634
Adjustment to ARC		(538)
Annual OPEB Cost (Expense)		15,385
Employer Contributions		(9,508)
Increase (decrease) in Net OPEB Obligated		5,877
Net OPEB Obligation at beginning of year		14,099
Net OPEB Obligation at end of year	\$	19,976

Actuarial Methods and Assumptions – Calculations of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan 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 plan members to that point. The actuarial methods and assumptions used are designed to reduce 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 annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligations for June 30, 2014, was as follows (in thousands):

Fiscal Year	Annual OPEB Cost	Amount Contributed	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2012	\$ 10,258	\$ 11,576	113 %	\$ 17,853
2013	\$ 10,391	\$ 14,145	136 %	\$ 14,099
2014	\$ 15,385*	\$ 9,508	62 %	\$ 19,976

* Liability increased due to change in actuarial assumptions pertinent to the participation rates of future retirees.

Funded Status and Funding Progress as of June 30, 2014 (in thousands):

Actuarial Accrued Liability (AAL) (a)		193,240
Actuarial Value of Plan Assets (b)		-
Unfunded Actuarial Accrued Liability (UAAL) (c)		193,240
Funded Ratio (b/a)		0 %
Covered Payroll (Active Members)		1,521,809
UAAL as a percentage of covered payroll (c/d)		12.7 %

The schedule of funding progress is presented as Required Supplementary Information (RSI) following the notes to the financial statements and presents multi-year trend information about whether the actual value of plan assets is increasing or decreasing over time relative to the accrued actuarial liability for benefits over time.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

18. COMMITMENTS AND CONTINGENCIES:

A. Commitments

As part of its capital outlay program, the District has entered into various construction commitments totaling approximately \$97.0 million as of June 30, 2014, (See Note 4).

The District leases certain facilities and equipment under various cancelable, operating lease agreements with lease terms not extending beyond one year. The total lease rent expense for the fiscal year ended June 30, 2014, under these leases was approximately \$8.2 million.

B. Contingencies

Florida Education Finance Program and Federal, State and Local Grants

The School Board receives funding from the State of Florida under the Florida Education Finance Program (FEFP), which is based in part on a computation of the number of full-time equivalent (FTE) students attending different instructional programs. The accuracy of FTE student data submitted by individual schools and used in the FEFP computations is subject to audit by the state and, if found to be in error, could result in refunds to the state or in decreases to future funding allocations. Additionally, the School Board participates in a number of federal, state and local grants which are subject to financial and compliance audits. It is the opinion of management that the amount of revenue, if any, which may be remitted back to the state due to errors in the FTE student data or the amount of grant expenditures which may be disallowed by grantor agencies would not be material to the financial position of the District.

C. Litigation

The School Board is a defendant in numerous lawsuits as of June 30, 2014. In the opinion of management, the District's estimated aggregate liability, with respect to probable losses, has been provided for in the estimated claim liability accrual in the accompanying financial statements, after giving consideration to the District's related insurance coverage, as well as the Florida statutory limitations of governmental liability on uninsured risks. It is the opinion of management and District's legal counsel that the amount of losses resulting, if any, from the above-mentioned litigation in excess of the amount accrued as of June 30, 2014, would not be material to the financial position of the District.

19. FUND BALANCES:

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District reports its fund balance in the following categories:

Nonspendable – The District has \$23.3 million prepaid items and \$9.3 million inventories that are considered nonspendable.

Restricted – The District reported restricted fund balances totaling \$394.8 million comprised of \$1.3 million of State Required Carryover programs, \$17.3 million in Food Service, \$0.4 million in Miscellaneous Special Revenue, \$71.8 million in Debt Services and \$304 million in Capital Projects.

Committed – The District did not have any committed fund balances at June 30, 2014.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

19. FUND BALANCES, Continued:

Assigned – The District has assigned fund balances totaling \$19.5 million comprised of \$7.6 million for rebudgets and obligations, \$10.5 million for outstanding encumbrances for goods and services, and \$1.4 million for capital projects.

Unassigned – The portion of fund balance that is the residual classification for the general fund. This balance represents balance amounts that have not been restricted, committed, or assigned for specific purposes. The unassigned fund balance for the General Fund is \$29.3 million.

Committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Board Policy 6220.01 delineates Fund Balance Reserve Policies to target 5.5% of the combined assigned and unassigned fund balance, as a percentage of Total General Fund Revenues at fiscal year end. At June 30, 2014 the combined assigned and unassigned General Fund Balance totaled \$47.4 million or 2.12% of General Fund Revenues net of charter schools.

Below is a table of fund balance categories and classifications for the fiscal year ended June 30, 2014 for the Districts' governmental funds (in thousands):

	General Fund	General Obligation School Bonds Funds	Capital Improvement LOML	Certificates of Participation	Other Governmental Funds non-major*	Total
FUND BALANCES						
Nonspendable:						
Inventory	\$ 6,015	\$ -	\$ -	\$ -	\$ 3,296	\$ 9,311
Prepaid amounts	1,828	-	21,461	-	-	23,289
Restricted:						
State Required Carryover	1,321	-	-	-	-	1,321
Special Revenue:						
Food Service	-	-	-	-	17,260	17,260
Miscellaneous	-	-	-	-	364	364
Debt Service	-	-	-	-	71,802	71,802
Capital Projects	-	252,897	57	7,647	43,437	304,038
Assigned:						
Rebudgets and Obligations	7,630	-	-	-	-	7,630
Encumbrances	10,464	-	-	-	1,393	11,857
Capital Projects	-	-	-	-	-	-
Unassigned:	<u>29,274</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,274</u>
Total Fund Balance	<u>\$ 56,532</u>	<u>\$ 252,897</u>	<u>\$ 21,518</u>	<u>\$ 7,647</u>	<u>\$ 137,552</u>	<u>\$ 476,146</u>

* Aggregates all of the District's non-major fund balances

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2014

20. SUBSEQUENT EVENTS:

Tax Anticipation Notes

On July 22, 2014 the District sold \$310 million in Tax Anticipation Notes ("the Notes") with an effective yield of 0.0735%. The Notes were issued to pay operating expenditures incurred prior to the receipt of the ad-valorem taxes levied and collected for operating purposes for the fiscal year commencing July 1, 2014. The Notes will mature on February 24, 2015.

Certificates of Participation

On July 3, 2014 the District issued \$38.1 million of Certificates of Participation (COPs) Series 2014B to provide funds for refunding the remaining portion of the District's outstanding Certificates of Participation, Series 2004A. The series 2014B Certificates will mature on October 1, 2018.

The issuance of the 2014B COPs resulted in \$3.2 million net present value economic savings and will pay a true interest cost of 1.4102%.

On November 20, 2014, the District will issue \$277 million of Certificates of Participation (COPs) Series 2014D to provide funds for refunding a portion of the District's outstanding Certificates of Participation, Series 2006A and 2006B. The Series 2014D Certificates will mature on November 1, 2031.

The issuance of the 2014D COPs will result in \$24.6 million net present value economic savings and will pay a true interest cost of 3.0535%



REQUIRED SUPPLEMENTARY INFORMATION





**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE—BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)**

	<u>Budget as Originally Adopted</u>	<u>Final Amended Budget</u>	<u>Actual GAAP Basis</u>	<u>Variance With Final Amended Budget</u>
Revenues:				
Local sources:				
Ad valorem taxes	\$ 1,271,128	\$ 1,225,000	\$ 1,225,000	\$ -
Interest income	807	629	629	-
Net increase (decrease) in fair value of investments	-	50	50	-
Local grants and other	56,337	73,449	73,449	-
Total local sources	<u>1,328,272</u>	<u>1,299,128</u>	<u>1,299,128</u>	<u>-</u>
State sources:				
Florida education finance program	750,727	712,494	712,494	-
State grants and other	514,036	512,641	512,641	-
Total state sources	<u>1,264,763</u>	<u>1,225,135</u>	<u>1,225,135</u>	<u>-</u>
Federal sources:				
Federal direct	2,015	1,780	1,780	-
Federal through state and local	15,529	18,386	18,386	-
Total federal sources	<u>17,544</u>	<u>20,166</u>	<u>20,166</u>	<u>-</u>
Total revenues	<u>2,610,579</u>	<u>2,544,429</u>	<u>2,544,429</u>	<u>-</u>
Expenditures:				
Current:				
Instructional services	1,885,681	1,845,743	1,842,103	3,640
Instructional support services:				
Pupil personnel services	91,313	109,691	107,500	2,191
Instructional media services	27,721	22,443	22,301	142
Instruction and curriculum development service	22,002	24,896	24,731	165
Instructional staff training services	2,010	2,769	2,768	1
Instruction related technology	28,091	27,843	26,973	870
Total instructional support services	<u>171,137</u>	<u>187,642</u>	<u>184,273</u>	<u>3,369</u>
Pupil transportation services	<u>69,476</u>	<u>76,481</u>	<u>76,014</u>	<u>467</u>
Operation and maintenance of plant:				
Operation of plant	267,335	264,071	263,672	399
Maintenance of plant	93,169	94,274	93,074	1,200
Total operation and maintenance of plant	<u>360,504</u>	<u>358,345</u>	<u>356,746</u>	<u>1,599</u>
School administration	<u>173,864</u>	<u>155,390</u>	<u>155,191</u>	<u>199</u>

	<u>Budget as Originally Adopted</u>	<u>Final Amended Budget</u>	<u>Actual GAAP Basis</u>	<u>Variance With Final Amended Budget</u>
Expenditures, continued				
General administration:				
Central services	\$ 47,100	\$ 53,139	\$ 52,908	\$ 231
Board of education	6,977	6,777	6,647	130
General administration	4,168	4,852	4,850	2
Administrative technology services	2,022	2,792	2,538	254
Fiscal services	12,665	11,635	11,596	39
Total general administration	<u>72,932</u>	<u>79,195</u>	<u>78,539</u>	<u>656</u>
Community services	<u>29,957</u>	<u>27,973</u>	<u>27,931</u>	<u>42</u>
Capital outlay	<u>1,153</u>	<u>9,509</u>	<u>9,017</u>	<u>492</u>
Debt services:				
Principal retirement	-	474	474	-
Interest and fiscal charges	520	450	450	-
Total debt service	<u>520</u>	<u>924</u>	<u>924</u>	<u>-</u>
Total expenditures	<u>2,765,224</u>	<u>2,741,202</u>	<u>2,730,738</u>	<u>10,464</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(154,645)</u>	<u>(196,773)</u>	<u>(186,309)</u>	<u>10,464</u>
Other financing sources (uses):				
Transfers in	155,195	160,486	160,486	-
Transfers out	(2,687)	(2,687)	(2,687)	-
Proceeds from sale of capital assets	-	625	625	-
Proceeds from loans and leases	-	67	67	-
Total other financing sources (uses)	<u>152,508</u>	<u>158,491</u>	<u>158,491</u>	<u>-</u>
Net change in fund balance	<u>\$ (2,137)</u>	<u>\$ (38,282)</u>	(27,818)	<u>\$ 10,464</u>
Fund balance - beginning of year			<u>84,350</u>	
Fund balance - end of year			<u>\$ 56,532</u>	

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
OTHER FEDERAL PROGRAMS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE—BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)

	<u>Budget as Originally Adopted</u>	<u>Final Amended Budget</u>	<u>Actual GAAP Basis</u>	<u>Variance</u>
Revenues:				
Local sources:				
Local grants and other	\$ 4,513	\$ 7,587	\$ 5,440	\$ (2,147)
Total local sources	<u>4,513</u>	<u>7,587</u>	<u>5,440</u>	<u>(2,147)</u>
Federal sources:				
Federal direct	27,622	40,347	29,233	(11,114)
Federal through state and local	289,220	317,221	295,858	(21,363)
Total federal sources	<u>316,842</u>	<u>357,568</u>	<u>325,091</u>	<u>(32,477)</u>
Total revenues	<u>321,355</u>	<u>365,155</u>	<u>330,531</u>	<u>(34,624)</u>
Expenditures:				
Current:				
Instructional services	187,093	209,999	192,634	17,365
Instructional support services	94,607	109,547	97,335	12,212
Pupil transportation services	6,106	4,199	3,731	468
Operation and maintenance of plant	450	219	190	29
School administration	64	110	92	18
General administration	11,151	11,102	9,895	1,207
Community services	932	1,826	1,622	204
Capital outlay	<u>20,952</u>	<u>28,153</u>	<u>25,032</u>	<u>3,121</u>
Total expenditures	<u>321,355</u>	<u>365,155</u>	<u>330,531</u>	<u>34,624</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance - beginning of year			<u>-</u>	
Fund balance - end of year			<u>\$ -</u>	

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
FEDERAL ECONOMIC STIMULUS FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE—BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)**

	<u>Budget as Originally Adopted</u>	<u>Final Amended Budget</u>	<u>Actual GAAP Basis</u>	<u>Variance</u>
Revenues:				
Federal sources:				
Federal direct	1,201	1,294	852	(442)
Federal through state and local	47,337	38,566	34,632	(3,934)
Total federal sources	<u>48,538</u>	<u>39,860</u>	<u>35,484</u>	<u>(4,376)</u>
Total revenues	<u>48,538</u>	<u>39,860</u>	<u>35,484</u>	<u>(4,376)</u>
Expenditures:				
Current:				
Instructional services	30,272	28,095	25,226	2,869
Instructional support services	12,911	6,046	5,205	841
Pupil transportation services	28	11	10	1
School administration	-	2,804	2,520	284
General administration	2,451	2,684	2,367	317
Community services	711	168	111	57
Capital outlay	<u>2,165</u>	<u>52</u>	<u>45</u>	<u>7</u>
Total expenditures	<u>48,538</u>	<u>39,860</u>	<u>35,484</u>	<u>4,376</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance - beginning of year			<u>-</u>	
Fund balance - end of year			<u>\$ -</u>	

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST FUND
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
JUNE 30, 2014
(amounts expressed in millions)**

	2014
Total Pension Liability	
Service Cost	Not Available
Interest Cost	"
Changes of Benefit Terms	"
Differences Between Expected and Actual Experiences	"
Changes of Assumptions	
Benefit Payments, Including Refunds of Member Contributions	"
Net Change in Total Pension Liability	"
Total Pension Liability - Beginning	"
Total Pension Liability - Ending	\$ 38.6
Plan Fiduciary Net Position	
Contributions - Employer	"
Net Investment Income	"
Benefit Payments, Including Refunds of Member Contributions	"
Administrative expense	"
Other	"
Net Change in Plan Fiduciary Net Position	"
Plan Fiduciary Net Position- Beginning	"
Plan Fiduciary Net Position- Ending	\$ 27.2
Net Pension Liability - Ending	\$ 11.4
Net Position as a % of the Total Pension Liability	70.47%
Covered-employee payroll	"
Net Pension Liability as a percentage of covered-employee payroll	"

Notes to Schedule:

This Schedule is presented to illustrate the requirements of GASB 67. Currently only data for fiscal year ending June 30, 2014 is available.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST FUND
SCHEDULE OF INVESTMENT RETURNS
JUNE 30, 2014

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Annual Money-Weighted Rate of Return, Net of investment expense	9.1%	14.4%	2.0%	13.8%	18.9%

Notes to Schedule:

This Schedule is presented to illustrate the requirements of GASB 67. Information is only available for the last five years.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST FUND
SCHEDULE OF CONTRIBUTIONS
JUNE 30, 2014
(amounts expressed in thousands)**

	2014
Actuarially Determined Contribution	\$ 2,276
Contribution made in Relation to the Actuarially Determined Contribution	2,276
Contribution Deficiency (excess)	\$ -
 Covered-Employee Payroll	 N/A*
Contributions as a % of covered employee Payroll	N/A*

Notes to Schedule:

Valuation Date: June 30, 2014

Methods and assumptions used to determine contributions rates:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Salary Increases	0.00%
Cost of Living Increase	3.00%
Investment Rate of Return	6.75% net of pension plan investment expense, including inflation.
Retirement Age	None

Mortality rates were based on the RP-2000 Healthy Annuitant/Non Annuitant Mortality Table for Males or Females, as appropriate, with adjustment for mortality improvements based on Scale AA.

- * The School Board terminated eligibility for the Supplemental Early Retirement Plan for eligible employees who did not elect to retire under its provision by July 1, 2003.

This Schedule is presented to illustrate the requirements of GASB 67. Currently only data for fiscal year ending June 30, 2014 is available.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST
SCHEDULE OF FUNDING PROGRESS
June 30, 2014
(amounts expressed in thousands)**

Fiscal Year	Actuarial Accrued Liability (AAL)	Actuarial Value of Plan Assets	Unfunded AAL (UAAL)	Percentage Funded	Annual Covered Payroll	UAAL as Percentage of Payroll
2008	\$ 46,502	\$ 30,788	\$ 15,715	66 %	N/A*	N/A*
2009	45,820	23,990	21,830	52 %	N/A*	N/A*
2010	43,687	23,823	19,863	54 %	N/A*	N/A*
2011	42,586	25,133	17,453	59 %	N/A*	N/A*
2012	40,998	23,734	17,264	58 %	N/A*	N/A*
2013	41,510	24,632	16,878	59%	N/A*	N/A*
2014	38,593	27,195	11,398	70%	N/A*	N/A*

* The School Board terminated eligibility for the Supplemental Early Retirement Plan for eligible employees who did not elect to retire under its provision by July 1, 2003.

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates incurred.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 June 30, 2014
 (amounts expressed in thousands)**

Fiscal Year	Annual Required Contribution	Employer Contributions	Total Contributions	Employer Contributions as Percentage of Total Contributions
2008	\$ 2,444	\$ 1,840	\$ 1,840	100 %
2009	1,825	1,825	1,825	100 %
2010	1,879	1,879	1,879	100 %
2011	2,125	2,125	2,125	100 %
2012	2,188	2,188	2,188	100 %
2013	1,942	1,942	1,942	100%
2014	2,276	2,276	2,276	100%

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST EMPLOYMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS
June 30, 2014
(amounts expressed in thousands)**

Actuarial Valuation Date	Actuarial Accrued Liability (AAL)	Actuarial Value of Plan Assets	Unfunded AAL (UAAL)	Percentage Funded	Annual Covered Payroll	UAAL as Percentage of Payroll
10/1/2006	\$ 322,766	\$ 0	\$ 322,766	0.00 %	\$ 1,619,403	19.93 %
6/30/2009	322,766	0	322,766	0.00 %	1,734,316	18.61 %
6/30/2010	89,069	0	89,069	0.00 %	1,822,042	4.89 %
6/30/2011	86,600	0	86,600	0.00 %	1,823,966	4.75 %
6/30/2012	153,759	0	153,759	0.00 %	1,715,231	8.96 %
6/30/2013	152,835	0	152,835	0.00%	1,709,167	8.94%
6/30/2014	193,240	0	193,240	0.00%	1,521,809	12.7%

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 OTHER POST EMPLOYMENT BENEFITS
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 June 30, 2014
 (amounts expressed in thousands)**

Fiscal Year	Annual Required Contribution (ARC)	Amount Contributed	Percentage of Contribution	Net OPEB Obligation
2011	\$ 5,934	\$ 10,313	173.80%	\$ 19,171
2012	10,127	11,576	114.31%	17,853
2013	10,270	14,145	137.73%	14,099
2014	15,289	9,508	62.2%	19,976

**COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND OTHER SUPPLEMENTARY INFORMATION**





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2014
 (amounts expressed in thousands)

	Total Non-major Special Revenue Funds
ASSETS	
Cash and cash equivalents	\$ 322
Equity in pooled cash and investments	281
Cash and investments with fiscal agents	-
Total cash, cash equivalents, and investments	603
Taxes receivable	-
Accounts and interest receivable	26
Due from other governments or agencies	18,669
Inventories	3,296
	-
Total assets	\$ 22,594
LIABILITIES	
Accounts and contracts payable and accrued expenditures	\$ 1,022
Accrued payroll and compensated absences	641
Due to other funds	-
Due to other agencies	11
Accrued interest payable	-
Retainage payable on contracts	-
Total liabilities	1,674
DEFERRED INFLOWS OF RESOURCES	
Unavailable revenue	-
Total deferred inflows of resources	-
FUND BALANCES	
Nonspendable	3,296
Restricted	17,624
Assigned	-
Total fund balances	20,920
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 22,594

Total Non-major Debt Service Funds	Total Non-major Capital Projects Funds	Total Non-major Governmental Funds
\$ 34,232	\$ 8,652	\$ 43,206
36,300	38,770	75,351
1,008	-	1,008
<u>71,540</u>	<u>47,422</u>	<u>119,565</u>
547	-	547
2	1	29
-	10,275	28,944
-	-	<u>3,296</u>
<u>\$ 72,089</u>	<u>\$ 57,698</u>	<u>\$ 152,381</u>
\$ 118	\$ 4,256	\$ 5,396
-	-	641
-	7,807	7,807
-	485	496
22	-	22
-	320	320
<u>140</u>	<u>12,868</u>	<u>14,682</u>
147	-	147
<u>147</u>	<u>-</u>	<u>147</u>
-	-	3,296
71,802	43,437	132,863
-	1,393	1,393
<u>71,802</u>	<u>44,830</u>	<u>137,552</u>
<u>\$ 72,089</u>	<u>\$ 57,698</u>	<u>\$ 152,381</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
 (amounts expressed in thousands)

	Total Non-major Special Revenue Funds	Total Non-major Debt Service Funds
Revenues:		
Local sources:		
Ad valorem taxes	\$ -	\$ 66,922
Food service sales	20,121	-
Interest income	11	1,654
Net increase (decrease) in fair value of investments	2	10
Local grants and other	281	-
Total local sources	20,415	68,586
State sources:		
Food services	2,231	-
State licensing revenue	-	13,543
State grants and other	-	-
Total state sources	2,231	13,543
Federal sources:		
Federal grants and other	10,068	-
Food services	135,158	-
Total federal sources	145,226	-
Total revenues	167,872	82,129
Expenditures:		
Current:		
Operation and maintenance of plant	332	-
Food services	161,405	-
Community services	60	-
Capital outlay	3,300	-
Debt service:		
Principal retirement	-	142,072
Interest and fiscal charges	-	137,002
Total expenditures	165,097	279,074
Excess (deficiency) of revenues over (under) expenditures	2,775	(196,945)
Other financing sources (uses):		
Issuance of debt for refunding	-	73,943
Premium on refunding of debt	-	9,046
Payments to refunded bond escrow agent	-	(82,043)
Proceeds from loans and leases	-	-
Transfers in	-	190,182
Transfers out	-	-
Total other financing sources (uses)	-	191,128
Net change in fund balances	2,775	(5,817)
Fund balances - beginning of year	18,145	77,619
Fund balances - end of year	\$ 20,920	\$ 71,802

Total Non-major Capital Projects Funds	Total Non-major Governmental Funds
\$ -	\$ 66,922
-	20,121
20	1,685
6	18
<u>24,263</u>	<u>24,544</u>
<u>24,289</u>	<u>113,290</u>
-	2,231
-	13,543
<u>25,330</u>	<u>25,330</u>
<u>25,330</u>	<u>41,104</u>
-	10,068
-	<u>135,158</u>
-	<u>145,226</u>
<u>49,619</u>	<u>299,620</u>
-	332
-	161,405
-	60
11,662	14,962
-	142,072
9	137,011
<u>11,671</u>	<u>455,842</u>
<u>37,948</u>	<u>(156,222)</u>
-	73,943
-	9,046
-	(82,043)
37,189	37,189
-	190,182
<u>(44,275)</u>	<u>(44,275)</u>
<u>(7,086)</u>	<u>184,042</u>
30,862	27,820
13,968	109,732
<u>\$ 44,830</u>	<u>\$ 137,552</u>



Non-major Special Revenue Funds

The Non-major Special Revenue Funds account for and report the proceeds of specific revenue sources derived from Miami-Dade County, Florida, the State of Florida and the Federal Government; that are restricted or committed to finance designated activities. Activities included within the funds are as follows:

- **Food Service Fund** - Accounts for and reports on proceeds of specific revenues of the food service program in serving breakfast and lunch at the schools.
- **Miscellaneous Special Revenue Funds** - Account for and report on proceeds of specific revenues that are restricted or committed to expenditures of the law enforcement and special events fund.





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2014
 (amounts expressed in thousands)

	Food Service Fund
ASSETS	
Cash and cash equivalents	\$ 9
Equity in pooled cash and investments	133
Total cash, cash equivalents, and investments	142
Accounts and interest receivable	26
Due from other governments or agencies	18,669
Inventories	3,296
Total assets	\$ 22,133
LIABILITIES	
Accounts and contracts payable and accrued expenditures	\$ 936
Accrued payroll and compensated absences	641
Due to other agencies	-
Total liabilities	1,577
FUND BALANCES	
Nonspendable	3,296
Restricted	17,260
Total fund balances	20,556
Total liabilities and fund balances	\$ 22,133

Miscellaneous Special Revenue Funds	Total Non-major Special Revenue Funds
\$ 313	\$ 322
148	281
<u>461</u>	<u>603</u>
-	26
-	18,669
-	3,296
<u>\$ 461</u>	<u>\$ 22,594</u>
\$ 86	\$ 1,022
-	641
11	11
<u>97</u>	<u>1,674</u>
-	3,296
<u>364</u>	<u>17,624</u>
<u>364</u>	<u>20,920</u>
<u>\$ 461</u>	<u>\$ 22,594</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)

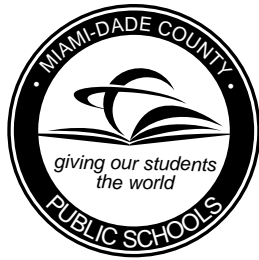
	<u>Food Service Fund</u>
Revenues:	
Local sources:	
Food service sales	\$ 20,121
Interest income	10
Net increase (decrease) in fair value of investments	2
Local grants and other	120
Total local sources	<u>20,253</u>
State sources:	
Food services	2,231
Total state sources	<u>2,231</u>
Federal sources:	
Federal grants and other	10,068
Food services	135,158
Total federal sources	<u>145,226</u>
Total revenues	<u>167,710</u>
Expenditures:	
Current:	
Operation and maintenance of plant	-
Food services	161,405
Community services	-
Capital outlay	3,272
Total expenditures	<u>164,677</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,033</u>
Net change in fund balances	3,033
Fund balances - beginning of year	17,523
Fund balances - end of year	<u>\$ 20,556</u>

Miscellaneous Special Revenue Funds	Total Non-major Special Revenue Funds
\$ -	\$ 20,121
1	11
-	2
161	281
<u>162</u>	<u>20,415</u>
-	2,231
-	<u>2,231</u>
-	10,068
-	135,158
-	145,226
<u>162</u>	<u>167,872</u>
332	332
-	161,405
60	60
28	3,300
<u>420</u>	<u>165,097</u>
<u>(258)</u>	<u>2,775</u>
(258)	2,775
622	18,145
<u>\$ 364</u>	<u>\$ 20,920</u>

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)**

	<u>Food Service Fund</u>		
	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local sources:			
Food service sales	\$ 20,121	\$ 20,121	\$ -
Interest income	10	10	-
Net increase (decrease) in fair value of investments	2	2	-
Local grants and other	120	120	-
Total local sources	<u>20,253</u>	<u>20,253</u>	<u>-</u>
State sources:			
Food services	2,231	2,231	-
State grants and other	-	-	-
Total state sources	<u>2,231</u>	<u>2,231</u>	<u>-</u>
Federal sources:			
Federal grants and other	10,068	10,068	-
Food services	135,158	135,158	-
Total federal sources	<u>145,226</u>	<u>145,226</u>	<u>-</u>
Total revenues	<u>167,710</u>	<u>167,710</u>	<u>-</u>
Expenditures:			
Current:			
Operation and maintenance of plant	-	-	-
Food services	161,405	161,405	-
Community services	-	-	-
Capital outlay	3,272	3,272	-
Total expenditures	<u>164,677</u>	<u>164,677</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,033</u>	<u>3,033</u>	<u>-</u>
Net change in fund balances	<u>\$ 3,033</u>	<u>\$ 3,033</u>	<u>\$ -</u>
Fund balances - beginning of year		17,523	
Fund balances - end of year		<u>\$ 20,556</u>	

Miscellaneous Special Revenue Funds			Totals		
Final Amended Budget	Actual	Variance	Final Amended Budget	Actual	Variance
\$ -	\$ -	\$ -	\$ 20,121	\$ 20,121	\$ -
1	1	-	11	11	-
-	-	-	2	2	-
161	161	-	281	281	-
162	162	-	20,415	20,415	-
-	-	-	2,231	2,231	-
-	-	-	-	-	-
-	-	-	2,231	2,231	-
-	-	-	10,068	10,068	-
-	-	-	135,158	135,158	-
-	-	-	145,226	145,226	-
162	162	-	167,872	167,872	-
332	332	-	332	332	-
-	-	-	161,405	161,405	-
60	60	-	60	60	-
28	28	-	3,300	3,300	-
420	420	-	165,097	165,097	-
(258)	(258)	-	2,775	2,775	-
\$ (258)	(258)	\$ -	\$ 2,775	2,775	\$ -
	622			18,145	
	\$ 364			\$ 20,920	



Non-major Debt Service Funds

The Non-major Debt Service Funds account for the payment of interest and principal of the current portion on long-term debt, primarily from tax proceeds and earnings on temporary investments:

- **State Board of Education Bond Funds** - Account for and report on payment of principal and interest on various bond issues serviced by the State.
- **Certificates of Participation Fund** - Accounts for and reports on payment of principal, interest and related costs on obligations pertaining to lease payments, acquisition and construction of schools and ancillary facilities.
- **General Obligation School Bonds Fund** - Accounts for and reports on payment of principal, interest and related costs on bonds of the voter-approved Bond Referendum issued to finance the building of new schools and facilities.





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2014
 (amounts expressed in thousands)

	<u>State Board of Education Bond Funds</u>	<u>Certificates of Participation Fund</u>
ASSETS		
Cash and cash equivalents	\$ -	\$ 276
Equity in pooled cash and investments	-	23,574
Cash and investments with fiscal agents	1,008	-
Total cash, cash equivalents, and investments	1,008	23,850
Taxes receivable	-	-
Interest receivable	-	-
Total assets	\$ 1,008	\$ 23,850
LIABILITIES		
Accounts and accrued expenditures payable	\$ -	\$ 118
Accrued interest payable	22	-
Total liabilities	22	118
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue	-	-
Total deferred inflows of resources	-	-
FUND BALANCES		
Restricted	986	23,732
Total fund balances	986	23,732
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 1,008	\$ 23,850

General Obligation School Bonds Fund	Total Non-major Debt Service Funds
\$ 33,956	\$ 34,232
12,726	36,300
-	1,008
<u>46,682</u>	<u>71,540</u>
547	547
2	2
<u>\$ 47,231</u>	<u>\$ 72,089</u>
\$ -	\$ 118
-	22
-	140
<u>147</u>	<u>147</u>
<u>147</u>	<u>147</u>
<u>47,084</u>	<u>71,802</u>
<u>47,084</u>	<u>71,802</u>
<u>\$ 47,231</u>	<u>\$ 72,089</u>

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)**

	State Board of Education Bond Funds	Certificates of Participation Fund
Revenues:		
Local sources:		
Ad valorem taxes	\$ -	\$ -
Interest income	-	1,615
Net increase (decrease) in fair value of investments	-	-
Total local sources	-	1,615
State sources:		
State licensing revenue	13,543	-
Total state sources	13,543	-
Total revenues	13,543	1,615
Expenditures:		
Debt service:		
Principal retirement	11,360	90,072
Interest and fiscal charges	2,658	122,695
Total expenditures	14,018	212,767
Excess (deficiency) of revenues over (under) expenditures	(475)	(211,152)
Other financing sources (uses):		
Issuance of debt for refunding	2,963	70,980
Premium on refunding of debt	479	8,567
Payments to refunded debt escrow agent	(3,444)	(78,599)
Transfers in	-	190,182
Total other financing sources	(2)	191,130
Net change in fund balances	(477)	(20,022)
Fund balances - beginning of year	1,463	43,754
Fund balances - end of year	\$ 986	\$ 23,732

General Obligation School Bonds Fund	Total Non-major Debt Service Funds
\$ 66,922	\$ 66,922
39	1,654
10	10
<u>66,971</u>	<u>68,586</u>
-	13,543
-	13,543
<u>66,971</u>	<u>82,129</u>
40,640	142,072
11,649	137,002
<u>52,289</u>	<u>279,074</u>
14,682	(196,945)
-	73,943
-	9,046
-	(82,043)
-	190,182
<u>-</u>	<u>191,128</u>
14,682	(5,817)
32,402	77,619
<u>\$ 47,084</u>	<u>\$ 71,802</u>

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DEBT SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)**

	<u>State Board of Education Bond Funds</u>		
	<u>Final</u>		
	<u>Amended</u>	<u>Actual</u>	
	<u>Budget</u>	<u>GAAP Basis</u>	<u>Variance</u>
Revenues:			
Ad valorem taxes	\$ -	\$ -	\$ -
State licensing revenue	13,543	13,543	-
Interest income	-	-	-
Net increase (decrease) in fair value of investments	-	-	-
Total revenues	<u>13,543</u>	<u>13,543</u>	<u>-</u>
Expenditures:			
Debt service:			
Principal retirement	11,360	11,360	-
Interest and fiscal charges	2,658	2,658	-
Total expenditures	<u>14,018</u>	<u>14,018</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(475)</u>	<u>(475)</u>	<u>-</u>
Other financing sources (uses):			
Issuance of debt for refunding	2,963	2,963	-
Premium on refunding of debt	479	479	-
Payments to refunded bond escrow agent	(3,444)	(3,444)	-
Transfers in	-	-	-
Total other financing sources (uses)	<u>(2)</u>	<u>(2)</u>	<u>-</u>
Net change in fund balances	(477)	(477)	<u>\$ -</u>
Fund balances - beginning of year	1,463	1,463	
Fund balances - end of year	<u>\$ 986</u>	<u>\$ 986</u>	

<u>Certificates of Participation Fund</u>			<u>General Obligation School Bonds Fund</u>		
<u>Final Amended Budget</u>	<u>Actual GAAP Basis</u>	<u>Variance</u>	<u>Final Amended Budget</u>	<u>Actual GAAP Basis</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ 66,922	\$ 66,922	\$ -
-	-	-	-	-	-
1,615	1,615	-	39	39	-
-	-	-	10	10	-
<u>1,615</u>	<u>1,615</u>	<u>-</u>	<u>66,971</u>	<u>66,971</u>	<u>-</u>
90,072	90,072	-	40,640	40,640	-
122,695	122,695	-	11,649	11,649	-
<u>212,767</u>	<u>212,767</u>	<u>-</u>	<u>52,289</u>	<u>52,289</u>	<u>-</u>
(211,152)	(211,152)	-	14,682	14,682	-
70,980	70,980	-	-	-	-
8,567	8,567	-	-	-	-
(78,599)	(78,599)	-	-	-	-
190,182	190,182	-	-	-	-
<u>191,130</u>	<u>191,130</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(20,022)	(20,022)	<u>\$ -</u>	14,682	14,682	<u>\$ -</u>
43,754	43,754		32,402	32,402	
<u>\$ 23,732</u>	<u>\$ 23,732</u>		<u>\$ 47,084</u>	<u>\$ 47,084</u>	

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DEBT SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)**

	<u>ARRA Economic Stimulus Debt Service Fund</u>		
	Final		
	Amended	Actual	
	Budget	GAAP Basis	Variance
Revenues:			
Ad valorem taxes	\$ -	\$ -	\$ -
State licensing revenue	-	-	-
Interest income	-	-	-
Net increase (decrease) in fair value of investments	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	2,471	2,471	-
Total expenditures	<u>2,471</u>	<u>2,471</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,471)</u>	<u>(2,471)</u>	<u>-</u>
Other financing sources (uses):			
Issuance of debt for refunding	-	-	-
Premium on refunding of debt	-	-	-
Payments to refunded bond escrow agent	-	-	-
Transfers in	2,471	2,471	-
Total other financing sources (uses)	<u>2,471</u>	<u>2,471</u>	<u>-</u>
Net change in fund balances	-	-	<u>\$ -</u>
Fund balances - beginning of year	-	-	
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	

Schedule C-3
(Concluded)

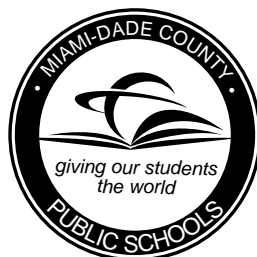
Totals		
Final Amended Budget	Actual GAAP Basis	Variance
\$ 66,922	\$ 66,922	\$ -
13,543	13,543	-
1,654	1,654	-
10	10	-
<u>82,129</u>	<u>82,129</u>	<u>-</u>
142,072	142,072	-
139,473	139,473	-
<u>281,545</u>	<u>281,545</u>	<u>-</u>
<u>(199,416)</u>	<u>(199,416)</u>	<u>-</u>
73,943	73,943	-
9,046	9,046	-
(82,043)	(82,043)	-
192,653	192,653	-
<u>193,599</u>	<u>193,599</u>	<u>-</u>
<u>\$ (5,817)</u>	(5,817)	<u>\$ -</u>
	77,619	
	<u>\$ 71,802</u>	

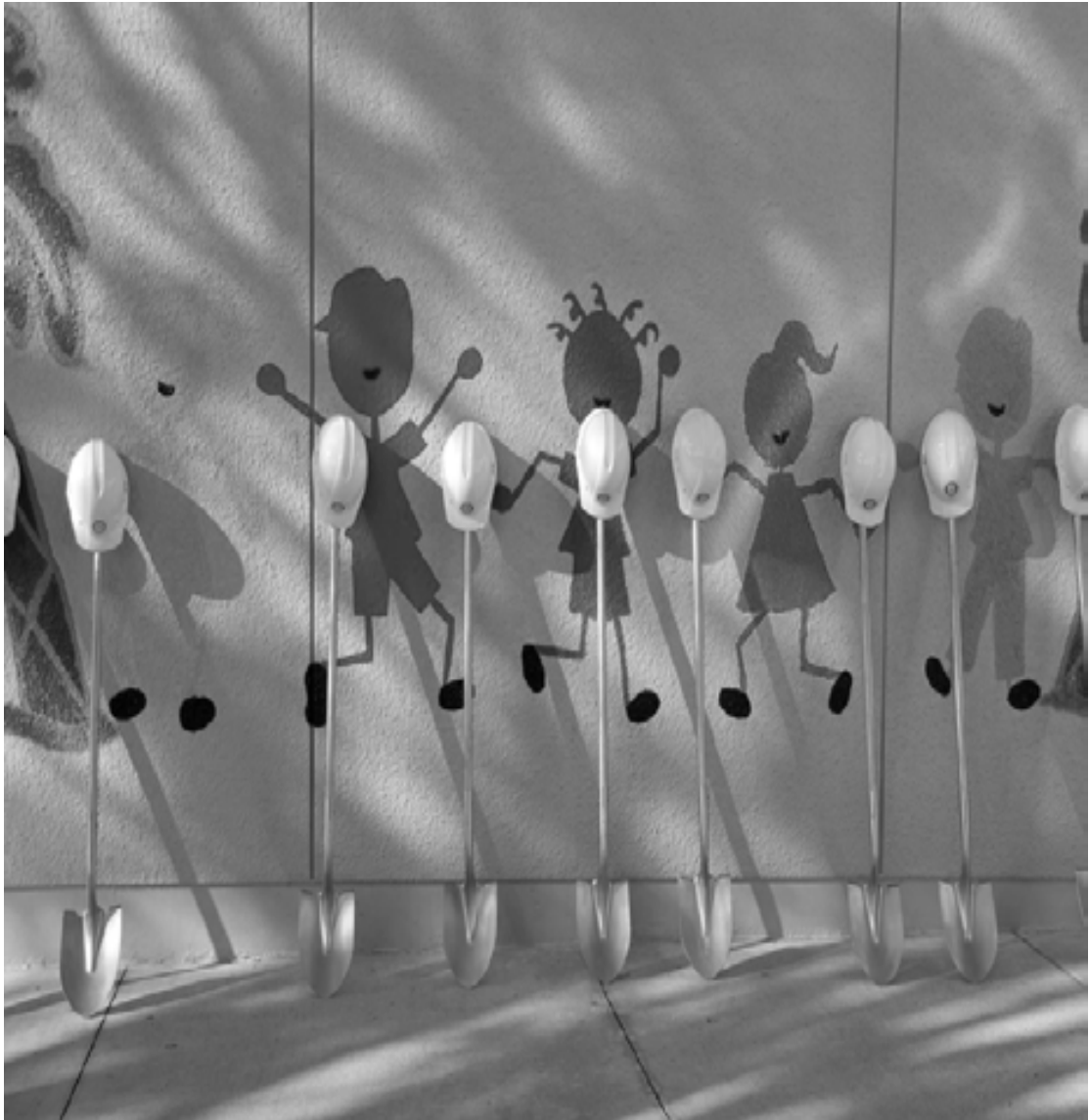


Non-major Capital Projects Funds

The Non-major Capital Projects Funds account for the financing and acquisition or construction of major capital facilities, such as new school buildings or additions to existing buildings, or for major renovation projects. Specific funding sources included herein are:

- **Impact Fees Funds** - Accounts for and reports on local revenues associated with new construction and development.
- **State Board of Education/Capital Outlay Bond Indebtness (SBE/COBI) Funds** - Accounts for and reports on the state sales of SBE bonds on behalf of the School Board for eligible capital projects.
- **Master Equipment Lease Fund** - Accounts for and reports on funds for leased equipment acquisitions.
- **Section 1011.14 Loans Fund** - Accounts for and reports on the proceeds received from the issuance of the Revenue Anticipation Notes, used to pay or reimburse the capital outlay funds for the cost of acquisition, construction and equipping modular classrooms.
- **Public Education Capital Outlay (PECO) Funds** - Accounts for and reports on funds received from the State for the construction and maintenance of schools.
- **Capital Outlay and Debt Service Funds** - Accounts for and reports on the excess dollars from the debt service funds, used for construction and maintenance of schools.
- **Other Capital Projects Funds** - Accounts for resources used in site acquisition, construction, renovation and remodeling of educational facilities.





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2014
 (amounts expressed in thousands)

	Impact Fee Funds	SBE/ COBI Funds	Master Equipment Lease Fund
ASSETS			
Cash and cash equivalents	\$ 717	\$ 48	\$ -
Equity in pooled cash and investments	2,318	-	33,641
Total cash, cash equivalents, and investments	3,035	48	33,641
Accounts and interest receivable	1	-	-
Due from other governments or agencies	10,274	-	-
Total assets	\$ 13,310	\$ 48	\$ 33,641
LIABILITIES			
Accounts and contracts payable and accrued expenditures	406	-	2,177
Due to other funds	7,807	-	-
Due to other agencies	-	-	-
Retainage payable on contracts	-	48	-
Total liabilities	8,213	48	2,177
FUND BALANCES			
Restricted	5,097	-	31,464
Assigned	-	-	-
Total fund balances	5,097	-	31,464
Total liabilities and fund balances	\$ 13,310	\$ 48	\$ 33,641

Section 1011.14 F.S. Loans	Public Education Capital Outlay (PECO) Funds	Capital Outlay and Debt Service Fund	Other Capital Projects Funds	Total Non-major Capital Projects Funds
\$ 16	\$ -	\$ 2,134	\$ 5,737	\$ 8,652
-	-	370	2,441	38,770
16	-	2,504	8,178	47,422
-	-	-	-	1
-	-	-	1	10,275
\$ 16	\$ -	\$ 2,504	\$ 8,179	\$ 57,698
16	-	199	1,458	4,256
-	-	-	-	7,807
-	-	-	485	485
-	-	110	162	320
16	-	309	2,105	12,868
-	-	2,195	4,681	43,437
-	-	-	1,393	1,393
-	-	2,195	6,074	44,830
\$ 16	\$ -	\$ 2,504	\$ 8,179	\$ 57,698

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)

	Impact Fee Funds	SBE/ COBI Funds	Master Equipment Lease Fund
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Local sources:			
Interest income	\$ 7	\$ -	\$ -
Net increase (decrease) in fair value of investments	1	-	-
Local grants and other	<u>21,042</u>	<u> -</u>	<u> -</u>
Total local sources	<u>21,050</u>	<u> -</u>	<u> -</u>
State sources:			
Other state revenue	<u> -</u>	<u> -</u>	<u> -</u>
Total state sources	<u> -</u>	<u> -</u>	<u> -</u>
Total revenues	<u>21,050</u>	<u> -</u>	<u> -</u>
Expenditures:			
Capital outlay	99	-	5,725
Debt service	<u> -</u>	<u> -</u>	<u> -</u>
Total expenditures	<u> 99</u>	<u> -</u>	<u>5,725</u>
Excess (deficiency) of revenues over (under) expenditures	<u>20,951</u>	<u> -</u>	<u>(5,725)</u>
Other financing sources (uses):			
Transfers out	(20,409)	-	-
Proceeds from loans and leases	<u> -</u>	<u> -</u>	<u>37,189</u>
Total other financing sources (uses)	<u>(20,409)</u>	<u> -</u>	<u>37,189</u>
Net change in fund balances	542	-	31,464
Fund balances - beginning of year	4,555	-	-
Fund balances - end of year	<u>\$ 5,097</u>	<u>\$ -</u>	<u>\$ 31,464</u>

Section 1011.14 F.S. Loans	Public Education Capital Outlay (PECO) Funds	Capital Outlay and Debt Service Fund	Other Capital Projects Funds	Total Non-major Capital Projects Funds
\$ -	\$ -	\$ 2	\$ 11	\$ 20
-	-	1	4	6
-	-	-	3,221	24,263
-	-	3	3,236	24,289
-	23,866	1,464	-	25,330
-	23,866	1,464	-	25,330
-	23,866	1,467	3,236	49,619
-	-	2,015	3,823	11,662
-	-	9	-	9
-	-	2,024	3,823	11,671
-	23,866	(557)	(587)	37,948
-	(23,866)	-	-	(44,275)
-	-	-	-	37,189
-	(23,866)	-	-	(7,086)
-	-	(557)	(587)	30,862
-	-	2,752	6,661	13,968
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,195</u>	<u>\$ 6,074</u>	<u>\$ 44,830</u>

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
CAPITAL PROJECTS FUNDS*
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES—BUDGETARY BASIS
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(amounts expressed in thousands)**

	Final Amended Budget	Totals Actual Budgetary Basis	Variance
Revenues:			
Local sources:			
Ad valorem taxes	\$ 313,877	\$ 313,877	\$ -
Interest income	470	470	-
Net increase (decrease) in fair value of investments	51	51	-
Local grants and other	31,263	24,263	(7,000)
Total local sources	<u>345,661</u>	<u>338,661</u>	<u>(7,000)</u>
State sources:			
Other state revenue	25,330	25,330	-
Total state sources	<u>25,330</u>	<u>25,330</u>	<u>-</u>
Total revenues	<u>370,991</u>	<u>363,991</u>	<u>(7,000)</u>
Expenditures:			
Capital outlay	593,803	96,493	497,310
Debt service:			
Interest and fiscal charges	1,659	1,505	154
Total expenditures	<u>595,462</u>	<u>97,998</u>	<u>497,464</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(224,471)</u>	<u>265,993</u>	<u>490,464</u>
Other financing sources (uses):			
Transfers in	2,697	2,697	-
Transfers out	(353,149)	(353,149)	-
Issuance of debt	454,514	290,565	(163,949)
Premium on issuance of debt	14,806	14,806	-
Proceeds from loans and leases	37,189	37,189	-
Total other financing sources (uses)	<u>156,057</u>	<u>(7,892)</u>	<u>(163,949)</u>
Net change in fund balances	<u>\$ (68,414)</u>	258,101	<u>\$ 326,515</u>
Fund balances - beginning of year		68,791	
Fund balances - end of year		<u>\$ 326,892</u>	

*Florida Statutes, Section 1013.61, requires that the capital outlay budget designate the proposed capital expenditures by project for the year from all sources. Accordingly, annual budgets for the Capital Projects Funds are adopted on a combined basis only. Therefore, both major and non-major funds are presented in this schedule.

Agency Fund

Agency Fund accounts for the resources of the Schools' Internal Fund, which is used to administer monies, collected at the schools in connection with school, student athletics, class and club activities.

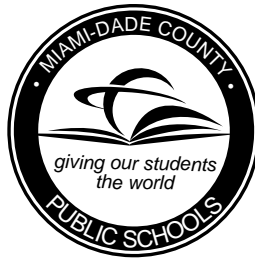




THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
SCHOOLS' INTERNAL FUND
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
 (amounts expressed in thousands)

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2014</u>
Assets				
Cash and cash equivalents	\$ 5,015	\$ 92,722	\$ 92,609	\$ 5,128
Investments	17,733	11,322	11,340	17,715
Interest receivable	34	41	34	41
Total assets	<u>\$ 22,782</u>	<u>\$ 104,085</u>	<u>\$ 103,983</u>	<u>\$ 22,884</u>
Liabilities				
Accounts payable	\$ 30	\$ 13	\$ 30	\$ 13
Due to other agencies	3,892	3,750	3,892	3,750
Due to student organizations	18,860	100,322	100,061	19,121
Total liabilities	<u>\$ 22,782</u>	<u>\$ 104,085</u>	<u>\$ 103,983</u>	<u>\$ 22,884</u>

III. Statistical Section



Statistical Section

The Statistical Section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary says about the District's overall financial health. Contents included are as follows:

- **Financial Trends** - These schedules contain trend information to help the reader understand how the District's financial performance and financial condition have changed over time.
- **Revenue Capacity** - These schedules contain information to help the reader assess the factors affecting the District's ability to generate a significant revenue source and property taxes.
- **Debt Capacity** - These schedules present information to help the reader assess the District's current debt burden and the District's ability to issue additional debt.
- **Demographic and Economic Information** - These schedules offer demographic and economic indicators to help the reader understand the socioeconomic environment within which the District operates.
- **Operation Information** - These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services it provides and the activities it performs.





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NET POSITION BY COMPONENT - PRIMARY GOVERNMENT
Last Ten Fiscal Years
(amounts expressed in millions)
(Unaudited)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Primary Government:					
Governmental activities:					
Net investment in capital assets	\$ 1,200.6	\$ 1,429.7	\$ 1,713.0	\$ 1,767.6	\$ 1,764.0
Restricted	594.7	457.0	342.8	356.2	242.0
Unrestricted	<u>(195.2)</u>	<u>(166.3)</u>	<u>(263.5)</u>	<u>(366.6)</u>	<u>(287.5)</u>
Total primary government net position	<u>\$ 1,600.1</u>	<u>\$ 1,720.4</u>	<u>\$ 1,792.3</u>	<u>\$ 1,757.2</u>	<u>\$ 1,718.5</u>

SOURCE(S): The School Board of Miami-Dade County - Office of the Controller

TABLE 1

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 1,830.1	\$ 1,670.6	\$ 1,557.5	\$ 1,550.2	\$ 1,480.1
109.0	180.7	173.3	104.2	69.5
<u>(233.9)</u>	<u>(168.3)</u>	<u>(242.3)</u>	<u>(259.0)</u>	<u>(321.0)</u>
<u>\$ 1,705.2</u>	<u>\$ 1,683.0</u>	<u>\$ 1,488.5</u>	<u>\$ 1,395.4</u>	<u>\$ 1,228.6</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
CHANGES IN NET POSITION - PRIMARY GOVERNMENT
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Primary Government:				
Governmental activities:				
Program Revenues				
Charges for services				
Instruction	\$ 29,249	\$ 28,102	\$ 28,884	\$ 28,869
Pupil transportation services	94	98	92	140
Food services	35,957	37,318	40,285	38,366
Operating grants and contributions				
Pupil transportation services	28,428	29,052	29,844	29,465
Operation and maintenance of plant	-	29,880	181	-
Food services	100,489	94,393	96,785	96,810
Capital grants and contributions				
Operation and maintenance of plant	55,096	26,734	41,443	54,032
Facilities acquisition and construction	106,471	54,264	53,491	68,716
Interest on long-term debt	13,631	13,839	12,561	12,687
Total primary government program revenues	<u>\$ 369,415</u>	<u>\$ 313,680</u>	<u>\$ 303,566</u>	<u>\$ 329,085</u>
Expenses				
Governmental activities:				
Instructional services	\$ 1,738,016	\$ 1,830,948	\$ 2,001,297	\$ 2,081,140
Instructional support services	297,651	338,967	361,063	372,134
Pupil transportation services	85,767	86,735	92,194	94,463
Operation and maintenance of plant	352,249	408,675	423,920	436,086
Food services	143,610	137,730	135,818	146,098
School administration	163,407	168,349	178,404	191,333
General administration	117,630	97,063	106,873	109,640
Other	39,569	40,952	42,124	41,957
Facilities Acquisition and Construction	91,364	114,202	131,361	216,473
Interest on long-term debt	74,061	84,056	107,959	117,210
Unallocated Depreciation/Amortization	70,219	77,215	86,541	105,471
Total primary government expenses	<u>\$ 3,173,543</u>	<u>\$ 3,384,892</u>	<u>\$ 3,667,554</u>	<u>\$ 3,912,005</u>
Net (Expense)/Revenue-Primary Government	<u>\$ (2,804,128)</u>	<u>\$ (3,071,212)</u>	<u>\$ (3,363,988)</u>	<u>\$ (3,582,920)</u>
General Revenues and Other Changes in Net Position				
Taxes				
Property Taxes, Levied for Operational Purposes	\$ 863,176	\$ 999,850	\$ 1,156,499	\$ 1,303,337
Property Taxes, Levied for Debt Service	83,192	86,264	79,251	87,786
Property Taxes, Levied for Capital Projects	278,926	335,268	402,456	464,681
Grants and Contributions Not Restricted to Specific Programs	1,711,397	1,699,682	1,695,306	1,614,868
Investment earnings	29,184	52,961	71,776	56,622
Miscellaneous	9,356	17,470	21,412	20,518
Total primary government general revenues	<u>\$ 2,975,231</u>	<u>\$ 3,191,495</u>	<u>\$ 3,426,700</u>	<u>\$ 3,547,812</u>
Change in Net Position	<u>\$ 171,103</u>	<u>\$ 120,283</u>	<u>\$ 62,712</u>	<u>\$ (35,108)</u>

SOURCE(S): The School Board of Miami-Dade County - Office of the Controller

TABLE 2

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 27,633	\$ 29,826	\$ 29,438	\$ 33,094	\$ 32,219	\$ 32,791
640	1,087	760	462	715	313
36,163	31,902	29,647	27,148	21,546	20,121
25,835	-	-	-	-	-
-	-	-	55	-	-
100,273	111,940	120,257	121,631	132,541	147,457
38,586	19,601	28,529	14,494	14,394	23,866
11,121	7,403	8,860	10,107	22,708	22,733
13,329	13,471	13,512	13,552	13,591	13,543
<u>\$ 253,580</u>	<u>\$ 215,230</u>	<u>\$ 231,003</u>	<u>\$ 220,543</u>	<u>\$ 237,714</u>	<u>\$ 260,824</u>
\$ 1,934,225	\$ 1,933,411	\$ 2,016,750	\$ 1,918,275	\$ 1,956,415	\$ 2,098,540
308,809	314,994	287,551	277,361	284,372	294,258
86,033	84,479	83,894	81,573	82,507	81,539
394,904	372,935	351,511	344,296	342,379	359,065
133,950	134,808	140,639	145,146	150,301	159,742
174,578	166,116	165,566	154,588	153,151	158,316
86,407	82,454	81,435	83,904	83,985	81,601
34,969	32,843	33,249	30,302	30,982	29,949
180,416	84,195	103,561	77,863	26,584	69,492
149,822	148,251	144,112	136,274	129,252	149,861
134,490	132,979	152,779	155,582	157,235	158,932
<u>\$ 3,618,603</u>	<u>\$ 3,487,465</u>	<u>\$ 3,561,047</u>	<u>\$ 3,405,164</u>	<u>\$ 3,397,163</u>	<u>\$ 3,641,295</u>
<u>\$ (3,365,023)</u>	<u>\$ (3,272,235)</u>	<u>\$ (3,330,044)</u>	<u>\$ (3,184,621)</u>	<u>\$ (3,159,449)</u>	<u>\$ (3,380,471)</u>
\$ 1,410,467	\$ 1,339,331	\$ 1,222,023	\$ 1,191,592	\$ 1,184,421	\$ 1,214,002
66,703	61,145	72,052	44,572	44,454	65,832
423,454	366,078	288,595	301,453	296,122	306,099
1,352,520	1,466,475	1,677,325	1,415,403	1,495,657	1,605,649
25,561	6,794	6,145	3,742	3,228	2,876
47,658	19,095	41,673	33,313	46,986	43,793
<u>\$ 3,326,363</u>	<u>\$ 3,258,918</u>	<u>\$ 3,307,813</u>	<u>\$ 2,990,075</u>	<u>\$ 3,070,868</u>	<u>\$ 3,238,251</u>
<u>\$ (38,660)</u>	<u>\$ (13,317)</u>	<u>\$ (22,231)</u>	<u>\$ (194,546)</u>	<u>\$ (88,581)</u>	<u>\$ (142,220)</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
FUND BALANCES - GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

<u>Pre-GASB 54</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
General Fund:				
Reserved	\$ 86,821	\$ 85,624	\$ 53,500	\$ 24,451
Unreserved:				
Designated for estimated rebudgets and obligations	72,698	40,746	43,267	2,243
Undesignated	62,548	68,653	40,614	5,936
Total general fund	<u>\$ 222,067</u>	<u>\$ 195,023</u>	<u>\$ 137,381</u>	<u>\$ 32,630</u>
All other governmental funds:				
Reserved	\$ 390,538	\$ 796,322	\$ 978,174	\$ 912,315
Unreserved, reported in:				
Designated for capital projects	507,434	313,412	138,767	123,977
Undesignated				
Special revenue funds	2,013	(1,681)	(2,374)	(2,130)
Capital projects funds	(34,671)	(68,904)	(148,413)	(128,470)
Total all other governmental funds	<u>\$ 865,314</u>	<u>\$ 1,039,149</u>	<u>\$ 966,154</u>	<u>\$ 905,692</u>

Post-GASB 54

General Fund:
Nonspendable:
Restricted:
Assigned:
Unassigned:
Total general fund
All other governmental funds:
Nonspendable:
Capital Projects
Other Non-major
Restricted:
Special Revenue
Debt Service
Capital Projects
Assigned:
Capital Projects
Unassigned:
Special Revenue
Capital Projects
Total all other governmental funds

NOTE(S): Five years of data available for GASB 54 compliance

SOURCE(S): The School Board of Miami-Dade County - Office of the Controller

TABLE 3

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ -	\$ 205	\$ 8,580	\$ 6,364	\$ 7,138	\$ 7,843
2,908	4,522	8,409	5,146	1,522	1,321
20,179	43,431	33,815	51,758	17,733	18,094
58,136	83,574	170,908	80,875	57,957	29,274
<u>\$ 81,223</u>	<u>\$ 131,732</u>	<u>\$ 221,712</u>	<u>\$ 144,143</u>	<u>\$ 84,350</u>	<u>\$ 56,532</u>
\$ 23,080	\$ 21,039	\$ 20,301	\$ 20,038	\$ 22,213	\$ 21,461
2,044	1,525	3,723	2,378	3,109	3,296
-	7,095	11,691	14,963	15,036	17,624
76,467	81,329	93,322	79,704	77,619	71,802
590,471	462,843	253,666	105,151	45,183	304,038
11,957	8,686	8,750	9,765	1,395	1,393
(762)	-	-	-	-	-
(50,086)	-	-	-	-	-
<u>\$ 653,171</u>	<u>\$ 582,517</u>	<u>\$ 391,453</u>	<u>\$ 231,999</u>	<u>\$ 164,555</u>	<u>\$ 419,614</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
CHANGES IN FUND BALANCES-GOVERNMENTAL FUNDS
AND DEBT SERVICE RATIO
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
REVENUES:				
Local sources:				
Ad valorem taxes	\$ 1,230,305	\$ 1,414,057	\$ 1,639,072	\$ 1,848,733
Food services sales	35,957	37,318	40,285	38,366
Interest income	29,519	53,821	69,371	55,641
Net increase (decrease) in fair value of investments	(336)	(860)	2,405	982
Local grants and other	135,561	100,773	86,999	83,430
Total local sources	<u>1,431,006</u>	<u>1,605,109</u>	<u>1,838,132</u>	<u>2,027,152</u>
State sources:				
Florida education finance program	1,045,087	934,884	832,521	690,734
Public education capital outlay	55,096	26,734	41,443	40,825
Food services	2,780	2,781	2,723	2,630
State grants and other	439,798	512,963	587,161	696,917
Total state sources	<u>1,542,761</u>	<u>1,477,362</u>	<u>1,463,848</u>	<u>1,431,106</u>
Federal sources:				
Federal grants and other	319,326	341,552	353,155	346,945
Food services	89,883	86,108	87,367	87,357
Total federal sources	<u>409,209</u>	<u>427,660</u>	<u>440,522</u>	<u>434,302</u>
Total revenues	<u>\$ 3,382,976</u>	<u>\$ 3,510,131</u>	<u>\$ 3,742,502</u>	<u>\$ 3,892,560</u>
EXPENDITURES:				
Instructional services	\$ 1,700,122	\$ 1,797,336	\$ 1,961,556	\$ 2,054,536
Instructional support services	284,079	318,918	342,653	358,938
Pupil transportation services	84,955	85,582	91,462	93,909
Operation and maintenance of plant	345,533	401,684	417,112	430,515
School administration	160,925	165,264	175,793	188,959
General administration	114,920	103,215	111,470	115,339
Food services	142,133	139,409	136,856	147,588
Community Service	38,781	39,993	41,473	41,224
Capital outlay	395,790	663,589	1,110,737	967,355
Debt service				
Principal	126,455	104,445	282,434	130,634
Interest	82,868	85,710	117,454	137,024
Total expenditures	<u>\$ 3,476,561</u>	<u>\$ 3,905,145</u>	<u>\$ 4,789,000</u>	<u>\$ 4,666,021</u>
Excess of revenues over (under) expenditures	\$ (93,585)	\$ (395,014)	\$ (1,046,498)	\$ (773,461)
Other financing sources (uses)				
Transfers in	238,161	245,153	549,922	568,455
Transfers out	(238,161)	(245,153)	(549,922)	(568,455)
Issuance of debt	183,533	462,895	688,209	1,058,545
Premium on issuance of debt	8,606	16,748	33,823	32,161
Issuance of debt for refunding	-	-	-	-
Premium on refunding of debt	-	-	-	(278,415)
Payments to refunding bond escrow agent	(90,590)	-	(11,300)	(245,279)
Proceeds from sale of capital assets	566	353	1,231	350
Proceeds from loans/leases/construction agreements	1,530	63,809	169,008	40,886
Total other financing sources (uses)	<u>\$ 103,645</u>	<u>\$ 543,805</u>	<u>\$ 880,971</u>	<u>\$ 608,248</u>
Net change in fund balances	\$ 10,060	\$ 148,791	\$ (165,527)	\$ (165,213)
Debt service as a percentage of noncapital expenditures	6.5%	5.6%	10.4%	6.8%

SOURCE(S): The School Board of Miami-Dade County - Office of the Controller

TABLE 4

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 1,888,838	\$ 1,770,556	\$ 1,586,242	\$ 1,541,080	\$ 1,520,106	\$ 1,605,799
36,164	31,902	29,647	27,148	21,545	20,121
30,251	4,443	4,499	3,556	3,290	2,764
(351)	(120)	25	(59)	(62)	113
94,635	83,526	86,541	82,527	99,872	103,433
<u>2,049,537</u>	<u>1,890,307</u>	<u>1,706,954</u>	<u>1,654,252</u>	<u>1,644,751</u>	<u>1,732,230</u>
440,202	451,375	603,780	561,609	610,377	712,494
25,049	5,178	14,895	-	-	-
2,416	2,249	2,136	2,261	2,146	2,231
613,238	528,514	537,531	531,406	542,181	551,514
<u>1,080,905</u>	<u>987,316</u>	<u>1,158,342</u>	<u>1,095,276</u>	<u>1,154,704</u>	<u>1,266,239</u>
363,618	521,840	572,850	358,665	381,118	390,809
91,936	104,107	110,212	112,963	122,149	135,158
<u>455,554</u>	<u>625,947</u>	<u>683,062</u>	<u>471,628</u>	<u>503,267</u>	<u>525,967</u>
<u>\$ 3,585,996</u>	<u>\$ 3,503,570</u>	<u>\$ 3,548,358</u>	<u>\$ 3,221,156</u>	<u>\$ 3,302,722</u>	<u>\$ 3,524,436</u>
\$ 1,913,023	\$ 1,926,447	\$ 2,005,289	\$ 1,904,491	\$ 1,936,994	\$ 2,059,963
301,314	307,703	282,397	269,897	277,591	286,813
86,022	84,186	83,906	81,543	81,096	79,755
391,532	370,137	350,357	343,246	340,929	357,268
174,184	164,967	165,147	154,420	152,857	157,803
95,427	97,421	96,156	91,095	89,560	90,801
135,864	136,740	142,048	145,803	151,711	161,405
34,701	32,511	32,363	30,046	30,829	29,724
618,251	305,287	231,541	189,354	148,644	133,887
272,654	144,900	152,360	153,986	133,117	142,546
153,245	156,486	139,147	108,430	103,280	141,428
<u>\$ 4,176,217</u>	<u>\$ 3,726,785</u>	<u>\$ 3,680,711</u>	<u>\$ 3,472,311</u>	<u>\$ 3,446,608</u>	<u>\$ 3,641,393</u>
\$ (590,221)	\$ (223,215)	\$ (132,353)	\$ (251,155)	\$ (143,886)	\$ (116,957)
680,332	534,579	366,201	344,206	321,832	355,836
(680,332)	(534,579)	(366,201)	(356,206)	(309,832)	(355,836)
367,825	231,345	25,120	-	-	290,565
(1,936)	203	57	-	-	14,806
-	(27,380)	278,155	725	255,175	73,943
(57,440)	(1,862)	8,479	111	19,772	9,046
345	257	(284,294)	(834)	(272,796)	(82,043)
77,499	507	3,650	898	423	625
<u>\$ 386,293</u>	<u>\$ 203,070</u>	<u>\$ 31,269</u>	<u>\$ 14,132</u>	<u>\$ 16,649</u>	<u>\$ 344,198</u>
<u>\$ (203,928)</u>	<u>\$ (20,145)</u>	<u>\$ (101,084)</u>	<u>\$ (237,023)</u>	<u>\$ (127,237)</u>	<u>\$ 227,241</u>
11.4%	8.6%	8.2%	7.8%	7.1%	8.0%

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
ASSESSED VALUE OF TAXABLE PROPERTY**

TABLE 5

(amounts expressed in thousands)
(Unaudited)

Fiscal Year	Assessed Value		Personal Property	Less: Exemptions	Total Net Assessed Taxable Value	Total Direct Tax Rate*
	Residential Property	Non-Residential Property				
2005	\$ 131,936,540	\$ 31,532,460	\$ 14,066,893	\$ 32,544,925	\$ 144,990,968	8.687
2006	134,652,719	62,168,087	15,295,926	38,328,690	173,788,042	8.438
2007	134,007,433	102,574,422	14,957,660	42,709,925	208,829,590	8.105
2008	158,899,568	113,322,122	15,318,056	42,266,769	241,272,977	7.948
2009	166,864,820	115,518,645	15,983,145	48,207,243	250,159,367	7.797
2010	148,033,436	101,993,192	15,512,732	41,438,793	224,100,566	7.995
2011	128,304,836	94,587,729	15,343,608	42,095,110	196,141,063	8.249
2012	127,627,907	92,085,058	15,217,124	41,991,505	192,938,584	8.005
2013	131,395,063 **	93,095,428 **	15,258,069 **	41,604,134 **	198,144,426 **	7.998
2014	139,462,814 ***	98,853,331 ***	17,283,805 ***	41,081,425 ***	214,518,525 ***	7.977

* Total District Direct Overlapping Rates are found on Table 7.

** Assessed value for FY 2013 were updated to reflect 2012 Final Tax Roll.

*** Assessed value for FY 2014 were updated to reflect 2013 First Certified Tax Roll.

NOTE(S): Projected assessed valuation as of January 1 reflects 100% of actual value.

SOURCE(S): Miami-Dade County Property Appraiser and Finance Department

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
PRINCIPAL PROPERTY TAX PAYERS
Current year and Nine Years Ago
(amounts expressed in thousands)
(Unaudited)

TABLE 6

<u>Taxpayer</u>	2005 Taxable Assessed Value	Rank	2005 Percentage of Total Taxable Assessed Value	2014 Taxable Assessed Value	Rank	2014 Percentage of Total Taxable Assessed Value
Florida Power & Light Company	\$ 2,150,174	1	1.48 %	\$ 4,898,455	1	2.28 %
BellSouth Telcommunication, Inc.	990,720	2	0.68	-	-	-
AT&T - BellSouth Telecommunications, Inc.	-	-	-	687,461	2	0.32
Aventura Mall Venture	-	-	-	443,918	3	0.21
Fountainebleau Florida Hotel LLC	-	-	-	390,003	4	0.18
SDG Dadeland Associates	396,000	3	0.27	347,300	5	0.16
Graham Companies	346,547	4	0.24	308,233	6	0.14
Jose Milton	328,360	5	0.23	-	-	-
SRI Miami Venture LP	274,800	6	0.19	-	-	-
Dolphin Mall	-	-	-	295,576	7	0.14
Turnberry Associates	249,805	7	0.17	-	-	-
Tarmac America LLC	-	-	-	265,364	8	0.12
200 S Biscayne TIC I LLC	-	-	-	250,300	9	0.12
Flagler Development Company	178,199	10	0.12	-	-	-
MB Redevelopment Inc.	-	-	-	233,000	10	0.11
Crescent Miami Center, LLC	230,121	8	0.16	-	-	-
Federated Department Stores	181,442	9	0.13	-	-	-
Total	<u>\$ 5,326,168</u>		<u>3.66 %</u>	<u>\$ 8,119,610</u>		<u>3.78 %</u>

NOTE(S): See Table 5 for Total Taxable Value for Miami-Dade County.
FY 2004-2005 was \$144,990,968. FY 2013-14 was \$214,518,525.

SOURCE(S): Miami-Dade County Property Appraiser's Office

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Fiscal Years
(Unaudited)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
The School Board of Miami-Dade County					
General Fund	6.090	5.947	5.691	5.570	5.783
Debt Service Funds	0.597	0.491	0.414	0.378	0.264
Capital Project Funds	2.000	2.000	2.000	2.000	1.750
Total District Direct Tax Rates	<u>8.687</u>	<u>8.438</u>	<u>8.105</u>	<u>7.948</u>	<u>7.797</u>
Overlapping Tax Rates					
Aventura	2.227	2.227	2.227	1.726	1.726
Bal Harbour	2.902	2.902	2.902	2.320	2.309
Bay Harbor Island	5.000	4.900	4.750	3.657	3.975
Biscayne Park	7.900	8.200	9.200	8.340	8.890
Coral Gables	5.990	6.150	6.150	5.250	5.250
Cutler Bay	-	2.447	2.447	2.447	2.447
Doral	2.447	2.447	2.447	2.447	2.447
El Portal	8.700	8.700	8.700	7.031	7.844
Florida City	8.900	8.900	8.900	7.750	7.750
Golden Beach	8.590	8.590	8.590	8.500	8.500
Hialeah	7.100	6.800	6.800	6.540	6.540
Hialeah Gardens	6.120	6.120	6.120	4.909	4.900
Homestead	7.750	6.750	6.250	5.159	5.341
Indian Creek	10.450	10.200	8.700	6.950	6.950
Islandia	9.492	9.123	8.193	7.967	6.804
Key Biscayne	3.606	3.606	3.450	3.200	3.200
Medley	7.250	7.150	6.900	5.751	5.700
Miami	10.166	9.765	9.496	8.378	8.754
Miami Beach	9.296	8.887	8.011	6.933	6.616
Miami Gardens	3.648	3.638	5.149	5.149	5.140
Miami Lakes	2.912	2.825	2.740	2.480	2.480
Miami Shores	9.375	9.180	9.106	7.816	8.293
Miami Springs	8.652	8.342	7.895	6.658	6.799
North Bay Village	6.212	6.212	6.098	4.799	4.799
North Miami	8.732	8.693	8.463	6.932	7.057
North Miami Beach	8.781	8.608	8.409	7.479	7.438
Opa Locka	9.800	9.800	9.800	8.008	8.208
Palmetto Bay	2.447	2.447	2.374	2.374	2.448
Pinecrest	2.400	2.400	2.400	1.950	1.981
South Miami	7.213	6.681	5.881	4.818	5.279
Sunny Isles Beach	3.350	2.950	2.950	2.398	2.484
Surfside	5.603	5.603	5.600	4.250	4.733
Sweetwater	3.949	3.949	3.949	3.279	3.404
Unincorporated County	2.447	2.447	2.447	2.042	2.245
Virginia Gardens	4.843	4.750	4.600	4.081	4.091
West Miami	8.495	8.495	8.495	6.738	6.738

NOTE(S): Millage rate represents \$1,000 of taxable assessed valuation.
Municipality will show millage rates starting the year after they were incorporated.

SOURCE(S): The School Board of Miami-Dade County, Miami-Dade County Office of the Property Appraiser

TABLE 7

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014*</u>
5.998	6.314	6.165	6.204	6.083
0.297	0.385	0.240	0.233	0.333
<u>1.700</u>	<u>1.550</u>	<u>1.600</u>	<u>1.561</u>	<u>1.561</u>
<u>7.995</u>	<u>8.249</u>	<u>8.005</u>	<u>7.998</u>	<u>7.977</u>
1.726	1.726	1.726	1.726	1.726
2.527	2.557	2.447	2.268	2.061
4.412	5.297	5.297	5.297	4.900
8.890	8.993	8.900	9.500	9.700
5.895	6.072	5.869	5.669	5.589
2.589	2.589	2.570	2.570	2.391
2.447	2.447	2.438	2.222	1.928
7.844	7.900	8.300	8.300	8.300
7.750	7.750	7.750	7.750	7.590
8.500	7.014	6.980	6.995	7.245
6.540	6.540	6.540	6.302	6.302
4.900	5.460	5.588	5.381	5.161
6.292	6.292	6.292	6.244	5.922
6.950	1.804	2.720	7.952	7.674
-	-	-	-	-
3.200	3.200	3.200	3.200	3.000
5.650	5.650	5.650	5.585	6.380
8.834	7.674	7.571	7.571	7.647
6.769	6.216	6.166	6.091	5.794
5.373	5.714	6.562	6.362	6.936
2.447	2.370	2.352	2.352	2.352
8.706	8.000	8.000	8.000	8.000
6.592	6.471	6.740	6.995	7.671
4.799	4.777	4.777	4.777	5.474
7.497	8.196	8.196	8.100	7.934
7.573	6.604	6.604	6.604	6.604
8.300	8.800	9.153	9.100	8.500
2.447	2.447	2.447	2.447	2.447
2.104	2.104	2.200	2.200	2.300
4.953	4.953	4.666	4.364	4.364
2.650	2.886	2.886	2.800	2.600
4.733	5.603	5.500	5.300	5.029
3.925	4.662	2.920	2.920	2.749
2.298	2.008	1.928	1.928	1.928
4.423	5.749	5.423	5.423	5.150
6.738	6.886	6.886	6.886	6.886

* District millage rates are actual. All other millage rates are proposed by the Miami-Dade County Office of the Property Appraiser.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS - PRIMARY GOVERNMENT
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

TABLE 8

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	\$ 1,268,957	\$ 1,230,305	97.0 %	\$ 9,535	\$ 1,239,840	97.7 %
2006	1,466,589	1,414,057	96.4	8,669	1,422,726	97.0
2007	1,695,415	1,639,072	96.7	13,638	1,652,710	97.5
2008	1,919,331	1,850,835	96.4	21,819	1,872,654	97.6
2009	1,959,007	1,888,838	96.4	39,855	1,928,693	98.5
2010	1,805,599	1,770,657	98.1	47,047	1,817,704	100.7
2011	1,614,699	1,586,242	98.2	32,056	1,618,298	100.2
2012	1,525,140	1,509,025	98.9	24,972	1,533,997	100.6
2013	1,584,376	1,495,134	94.4	3,523	1,498,657	94.6
2014	1,647,236	1,605,120	97.4	1,397	1,606,517	97.5

SOURCE(S): The School Board of Miami-Dade County - Office of the Controller

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE - PRIMARY GOVERNMENT
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

TABLE 9

Fiscal Year	Government Activities				Total Primary Government	Percent of Total Outstanding Debt to Personal Income	Per Capita
	State Board of Education Capital Outlay Bonds	General Obligation Bonds	Certificates of Participation	Capital Leases Payable			
2005	\$ 119,945	\$ 557,545	\$ 1,131,970	\$ 3,006	\$ 1,812,466	2.41 %	\$ 769
2006	112,020	501,100	1,555,970	65,336	2,234,426	2.71	940
2007	97,205	444,320	2,023,295	97,153	2,661,973	3.10	1,108
2008	97,560	381,880	2,508,445	132,751	3,120,636	3.51	1,307
2009	88,785	316,285	2,766,125	188,670	3,359,865	3.70	1,401
2010	80,740	267,360	2,939,394	157,509	3,445,003	3.74	1,344
2011	72,715	216,005	2,994,934	125,213	3,408,867	3.48	1,355
2012	61,085	161,860	2,935,340	120,096	3,278,381	3.26	1,285
2013	50,260	123,345	2,878,597	89,332	3,141,534	6.00	1,224
2014	38,508	369,185	2,809,463	103,555	3,320,711	5.82	1,286

SOURCE(S): Population and Personal Income - The Beacon Council, Research Development on Table 13
All other information - The School Board of Miami-Dade County - Office of the Controller

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

Fiscal Year	General Bonded Debt	Less Amounts Available in Debt Service Funds	Net General Bonded Debt	Net Assessed Property Value	Ratio of Net Bonded Debt to Net Assessed Property Value
2005	\$ 691,135	\$ 66,008	\$ 625,127	\$ 144,990,968	0.43
2006	622,374	61,800	560,574	173,788,042	0.32
2007	541,525	65,606	475,919	208,829,590	0.23
2008	479,440	70,695	408,745	241,272,977	0.17
2009	405,070	48,078	356,992	250,159,367	0.14
2010	348,100	48,150	299,950	224,100,566	0.13
2011	288,720	55,660	233,060	196,141,063	0.12
2012	222,945	36,805	186,140	192,938,584	0.10
2013	173,605	33,865	139,740	198,144,426 *	0.07
2014	407,693	48,070	359,623	214,518,525 *	0.17

* Preliminary assessed value provided by Miami-Dade County Property Appraiser is subject to changes pending final Value Adjustment Board hearings.

SOURCE(S): Population as of April of each year on Table 10 - U.S. Bureau of Census,
Property values - Miami-Dade County - Office of the Property Appraiser,
All other information - The School Board of Miami-Dade County - Office of the Controller

TABLE 10

<u>Population</u>	<u>Net Bonded Debt per Capita</u>	<u>Pupil Enrollment</u>	<u>Net Bonded Debt Per Pupil</u>
2,356,378	\$ 265	365,784	\$ 1,709
2,356,378	238	361,550	1,550
2,473,332	192	353,283	1,347
2,467,618	166	347,774	1,175
2,463,726	145	345,150	1,034
2,475,239	121	345,458	868
2,509,994	93	347,133	671
2,540,172	73	349,945	532
2,540,172	55	353,152	396
2,581,623	139	355,268	1,012

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Debt limit	\$ 14,499,097	\$ 17,378,804	\$ 20,882,959	\$ 24,127,298
Total net debt applicable to the limit	<u>625,127</u>	<u>560,574</u>	<u>475,919</u>	<u>408,745</u>
Legal debt margin	<u>\$ 13,873,970</u>	<u>\$ 16,818,230</u>	<u>\$ 20,407,040</u>	<u>\$ 23,718,553</u>
Total net debt applicable to the limit as a percentage of debt	4.31%	3.23%	2.28%	1.69%

SOURCE(S): Miami-Dade County- Office of the Property Appraiser

TABLE 11

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 25,015,937	\$ 22,410,057	\$ 19,614,106	\$ 19,293,858	\$ 19,814,443	\$ 21,451,853
<u>356,992</u>	<u>299,950</u>	<u>233,060</u>	<u>186,140</u>	<u>139,740</u>	<u>359,623</u>
<u>\$ 24,658,945</u>	<u>\$ 22,110,107</u>	<u>\$ 20,186,913</u>	<u>\$ 19,752,310</u>	<u>\$ 19,674,703</u>	<u>\$ 21,092,230</u>
1.43%	1.34%	1.14%	0.93%	0.71%	1.68%

LEGAL DEBT MARGIN CALCULATION
FOR FISCAL YEAR 2013

Net Assessed Taxable Property Value - January 2013		<u>\$ 214,518,525 *</u>
Limit on Bond Indebtedness, 10% of net assessed taxable property value		\$ 21,451,853
Total Bonded Debt	\$ 407,693	
Less: Net Assets in Debt Service Funds	<u>48,070</u>	
Debt applicable to Limit		<u>(359,623)</u>
Legal Debt Limit		<u>\$ 21,092,230</u>

* Preliminary assessed value provided by Miami-Dade County Property Appraiser is subject to changes pending final Value Adjustment Board hearings.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

TABLE 12

Fiscal Year	Local Optional Millage Levy				Coverage Ratio
	Revenue	Debt Service		Total	
		Principal	Interest		
2005	\$ 281,030	\$ 29,350	\$ 44,774	\$ 74,124	3.79
2006	333,576	38,895	48,435	87,330	3.82
2007	402,181	50,563	73,869	124,432	3.23
2008	461,813	58,895	97,929	156,824	2.94
2009	419,758	73,078	116,174	189,252	2.22
2010	368,334	85,724	132,260	217,984	1.69
2011	289,618	90,463	119,636	210,099	1.38
2012	301,450	88,908	92,310	181,218	1.66
2013	291,812	83,292	89,640	172,932	1.69
2014	313,877	90,072	122,695	212,767	1.48

Coverage Ratio: Revenue divided by Debt Service Total (Principal and Interest).

SOURCE(S): The School Board of Miami-Dade County - Office of the Controller

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years
(Unaudited)

TABLE 13

Fiscal Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate
2005	2,356,378	\$ 75,090,488	\$ 31,867	5.1 %
2006	2,376,343	82,481,222	34,709	4.5
2007	2,402,208	85,978,571	35,791	4.1
2008	2,387,170	88,954,732	37,264	6.0
2009	2,398,245	90,915,774	37,909	11.3
2010	2,563,885	92,227,399	35,972	14.4
2011	2,516,515	97,815,794	38,870	12.5
2012	2,551,255	100,688,604	39,466	9.9
2013*	2,565,685	52,332,624	20,397	8.4
2014*	2,581,623	57,043,542	22,096	6.9

* Based on estimated calculations.

SOURCE(S): The Beacon Council, Research Development

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago
(Unaudited)**

TABLE 14

<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>2005 Percentage of Total Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>2014 Percentage of Total Employment</u>
Miami-Dade County Public Schools	48,417	1	4.35 %	33,477	1	2.57 %
Miami-Dade County	32,265	2	2.90	25,502	2	1.96
Federal Government	20,100	3	1.81	19,200	3	1.48
Florida State Government	18,900	4	1.70	17,100	4	1.31
University of Miami, Inc.	9,079	7	0.82	12,818	5	0.99
Baptist Health Systems of South Florida	10,300	6	0.92	11,353	6	0.87
American Airlines	9,000	8	0.81	11,031	7	0.85
Jackson Memorial Hospital	11,700	5	1.05	9,797	8	0.75
Publix Super Market	-	-	-	4,604	9	0.35
City of Miami	-	-	-	3,997	10	0.31
Florida International University	5,000	10	0.45	-	-	-
Miami Dade Community College	7,500	9	0.67	-	-	-
United Parcel Service	5,000	10	0.45	-	-	-
Total Civilian Labor Force Employment:	<u>1,113,560</u>			<u>1,300,476</u>		

SOURCE(S): The Beacon Council, Research Development

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NUMBER OF PERSONNEL
Last Ten Fiscal Years
(Unaudited)

TABLE 15

Fiscal Year	(1) Instructional	(2) Administrative and Technical	(3) Other Instructional	(4) Other Non- Instructional	Part-Time Hourly	Total	Ratio of Instructional and Administrative Personnel to Pupils*
2005	22,570	1,993	2,457	10,643	10,754	48,417	0.07
2006	23,386	2,019	2,475	10,617	10,978	49,475	0.07
2007	24,308	2,103	2,504	10,649	10,707	50,271	0.07
2008	24,710	2,186	2,500	10,666	10,393	50,455	0.08
2009	23,397	2,047	2,277	11,098	9,292	48,111	0.07
2010	22,540	1,919	2,179	10,514	8,417	45,569	0.07
2011	22,299	1,889	2,116	10,055	7,773	44,132	0.07
2012	21,389	1,890	1,993	9,242	7,675	42,189	0.07
2013	21,161	1,886	1,874	8,910	8,157	41,988	0.07
2014	26,388	1,856	2,700	9,604	5,366	45,914	0.07

* See Table 17 for pupil enrollment information.

(1) Elementary and Secondary Teachers, Exceptional Student Teachers, Other Teachers, Guidance/Psychological, Librarians, Other Professional Instructional Staff

(2) Officials, Administrators and Managers (Instructional and Non-Instructional), Consultants, Supervisors of Instructional, Principals, Assistant Principals, Community School Coordinators, Other Professional/Technical Staff, Non-Instructional

(3) Teacher Aides

(4) Technicians, Investigators, Patrol Officers, Clerical and Secretarial Staff, Service Workers (including full-time Food Service Workers) and Skilled Crafters and Laborers

SOURCE(S): The School Board of Miami-Dade County - Research Services

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
TEACHER BASE SALARIES
Last Ten Fiscal Years
(Unaudited)

TABLE 16

<u>Fiscal Year</u>	<u>Minimum Salary</u>	<u>Maximum Salary</u>	<u>County Average Salary</u>	<u>Statewide Average Salary</u>
2005	\$ 33,275	\$ 68,325	\$ 47,300	\$ 41,578
2006	34,200	69,225	47,471	42,702
2007	37,000	72,225	49,191	45,296
2008	38,000	74,425	50,737	46,922
2009	38,000	74,425	49,555	46,938
2010	38,500	75,425	50,749	46,696
2011	38,500	75,425	52,440	45,723
2012	38,500	75,425	54,000	53,000
2013	40,000	76,425	52,702	52,940
2014	40,500	77,525	54,615	45,723

SOURCE(S): The School Board of Miami-Dade County; Occupational Employment Statistics

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
OPERATING STATISTICS
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(Unaudited)

TABLE 17

Fiscal Year	Enrollment	Operating Expenditures	Cost per Pupil	Instructional Staff	Pupil Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2005	365,784	\$ 2,871,448	\$ 7.85	22,570	16.21	80.70 %
2006	361,550	3,051,401	8.44	23,386	15.46	78.24
2007	353,283	3,278,375	9.28	24,308	14.53	78.31
2008	347,774	3,431,008	9.87	24,710	14.07	76.27
2009	345,150	3,132,067	9.07	23,397	14.75	79.68
2010	345,458	3,120,112	9.03	22,540	15.33	83.13
2011	347,133	3,157,663	9.10	22,299	15.57	87.55
2012	349,945	3,020,541	8.63	21,389	16.36	88.99
2013	353,152	3,061,567	8.67	21,161	16.69	89.93
2014	355,268	3,223,532	9.07	26,388	13.46	86.76

SOURCE(S): The School Board of Miami-Dade County - Office of the Controller and Research Services Department

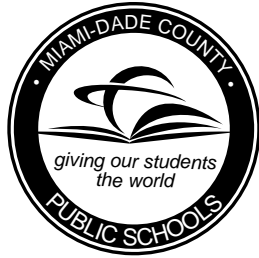
THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
CAPITAL ASSET INFORMATION
Last Ten Fiscal Years
(Unaudited)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
<u>Schools</u>					
<u>Elementary</u>					
Buildings	1,988	1,989	2,556	2,029	2,052
Square Feet	16,138,653	16,221,552	17,713,348	18,154,936	18,796,652
Capacity	143,007	144,538	155,610	164,659	169,860
Enrollment	161,127	167,749	165,018	165,017	163,437
<u>Middle</u>					
Buildings	418	420	580	431	455
Square Feet	7,166,818	7,198,138	7,775,763	7,904,366	8,434,841
Capacity	-	-	66,951	63,958	68,540
Enrollment	75,457	68,053	76,601	76,557	79,572
<u>Senior</u>					
Buildings	371	372	498	359	369
Square Feet	9,788,822	9,788,532	10,698,512	11,416,775	11,756,444
Capacity	-	-	91,846	90,584	94,806
Enrollment	101,420	101,398	106,410	106,196	102,279
<u>Other</u>					
Buildings	187	194	148	167	167
Square Feet	2,786,683	3,052,883	1,946,889	2,228,140	2,153,973
Capacity	13,525	16,298	9,116	13,946	11,109
Enrollment	4,031	3,928	49,268	48,407	48,860
<u>Administrative</u>					
Buildings	90	90	138	95	89
Square Feet	1,066,760	1,068,849	1,329,539	1,322,181	1,287,399
<u>Transportation</u>					
Garages	8	8	9	9	9
Buses	1,723	1,630	1,865	1,865	1,726
<u>Athletics</u>					
Football fields	37	38	38	38	38
Soccer fields	5	5	5	5	5
Running tracks	16	16	16	16	16
Baseball/Softball	36	38	38	38	38
Swimming Pools	1	1	1	1	1

SOURCE(S): Florida Inventory of School Houses Report, Permanent Buildings Only

TABLE 18

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
2,068	2,066	2,041	2,074	2,078
19,347,677	19,423,637	19,326,611	20,567,609	20,632,822
175,124	175,563	173,301	185,440	183,712
161,894	161,687	158,279	159,724	159,962
452	449	427	412	409
8,317,452	8,156,068	8,056,542	7,667,841	7,626,708
67,056	65,769	64,950	69,057	67,511
58,830	54,666	81,213	80,561	79,730
367	374	357	344	331
12,908,595	13,198,179	13,365,034	12,770,548	13,270,029
101,595	103,909	101,046	104,973	108,186
88,685	88,857	106,441	108,162	109,163
157	154	172	114	127
2,100,516	2,058,234	2,169,806	1,848,408	2,068,055
10,744	10,693	11,364	8,279	9,777
47,434	34,884	26,324	28,892	28,153
88	82	71	74	77
1,324,202	1,289,954	1,237,005	1,197,461	1,208,917
9	8	9	9	9
1,623	1,515	1,401	1,446	1,380
38	38	38	38	38
5	5	5	5	5
16	16	16	16	16
38	38	38	38	38
1	1	1	1	1



Miami-Dade County Public Schools Anti-Discrimination Policy

Federal and State Laws

The School Board of Miami-Dade County, Florida adheres to a policy of nondiscrimination in employment and educational programs/activities and strives affirmatively to provide equal opportunity for all as required by:

Title VI of the Civil Rights Act of 1964 - prohibits discrimination on the basis of race, color, religion, or national origin.

Title VII of the Civil Rights Act of 1964 as amended - prohibits discrimination in employment on the basis of race, color, religion, gender, or national origin.

Title IX of the Education Amendments of 1972 - prohibits discrimination on the basis of gender.

Age Discrimination in Employment Act of 1967 (ADEA) as amended - prohibits discrimination on the basis of age with respect to individuals who are at least 40.

The Equal Pay Act of 1963 as amended - prohibits gender discrimination in payment of wages to women and men performing substantially equal work in the same establishment.

Section 504 of the Rehabilitation Act of 1973 - prohibits discrimination against the disabled.

Americans with Disabilities Act of 1990 (ADA) - prohibits discrimination against individuals with disabilities in employment, public service, public accommodations and telecommunications.

The Family and Medical Leave Act of 1993 (FMLA) - requires covered employers to provide up to 12 weeks of unpaid, job-protected leave to "eligible" employees for certain family and medical reasons.

The Pregnancy Discrimination Act of 1978 - prohibits discrimination in employment on the basis of pregnancy, childbirth, or related medical conditions.

Florida Educational Equity Act (FEEA) - prohibits discrimination on the basis of race, gender, national origin, marital status, or handicap against a student or employee.

Florida Civil Rights Act of 1992 - secures for all individuals within the state freedom from discrimination because of race, color, religion, sex, national origin, age, handicap, or marital status.

Title II of the Genetic Information Nondiscrimination Act of 2008 (GINA) - prohibits discrimination against employees or applicants because of genetic information.

Boy Scouts of America Equal Access Act of 2002 – no public school shall deny equal access to, a fair opportunity for groups to meet on school premises or in school facilities before or after school hours, or discriminate against, any group officially affiliated with Boy Scouts of America or any other youth or community group listed in Title 36 (as a patriotic society).

Veterans are provided re-employment rights in accordance with P.L. 93-508 (Federal Law) and Section 295.07 (Florida Statutes), which stipulate categorical preferences for employment.

In Addition:

School Board Policies 1362, 3362, 4362, and 5517 - Prohibit harassment and/or discrimination against students, employees, or applicants on the basis of sex, race, color, ethnic or national origin, religion, marital status, disability, genetic information, age, political beliefs, sexual orientation, gender, gender identification, social and family background, linguistic preference, pregnancy, and any other legally prohibited basis. Retaliation for engaging in a protected activity is also prohibited.

Revised: (07.14)