

Letter of Transmittal

April 4, 2013

TO: Dr. Richard H. Hinds, Associate Superintendent
and Chief Financial Officer

Mr. Jose Montes de Oca, Chief Auditor
Office of Management and Compliance Audits

Ms. Connie Pou, Controller
Office of the Controller

Ms. Ana Rijo-Conde, Eco-sustainability Officer
Planning, Design and Sustainability

FROM: Silvia R. Rojas, Treasurer
Office of Treasury Management



**SUBJECT: TRANSMITTAL OF EDUCATION FACILITIES IMPACT FEES
AGENCY FUNDS OF MIAMI-DADE COUNTY, FLORIDA,
COMBINING FINANCIAL STATEMENTS, SEPTEMBER 30, 2012**

Attached for your information find the Educational Facilities Impact Fees Agency Funds of Miami-Dade County, Florida, Combining Financial Statements for the fiscal year ended September 30, 2012.

Should you have any questions, please do not hesitate to contact me a 305 995-1684. Thank you,

SRR:pb
36L

Attachments

MANAGEMENT AND
COMPLIANCE AUDITS
2013 APR -4 PM 2:15



**Educational Facilities
Impact Fees Agency
Funds of Miami-Dade
County, Florida**

Financial Report
September 30, 2012

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Independent Auditor's Report

The Honorable Mayor, and Chairperson and
Members of the Board of County Commissioners
Miami-Dade County, Florida

We have audited the statement of assets and liabilities of the Educational Facilities Impact Fees Agency funds (the "Agency Funds") of Miami-Dade County, Florida (the "County") as of September 30, 2012, and the related statement of changes in assets and liabilities for the year then ended. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Agency Funds' internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the accompanying financial statements present only the Educational Facilities Impact Fees Agency Funds of Miami-Dade County, Florida and do not purport to, and do not present fairly the financial position of Miami-Dade County, Florida as of September 30, 2012, and the changes in its financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities of the Educational Facilities Impact Fees Agency Funds of Miami-Dade County, Florida as of September 30, 2012, and the changes in assets and liabilities for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the fund financial statements as a whole. The accompanying combining statements are presented for purposes of additional analysis and are not a required part of the fund financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the fund financial statements. The combining statements have been subjected to the auditing procedures applied in the audit of the fund financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the fund financial statements or to the fund 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 statements are fairly stated in all material respects in relation to the fund financial statements of the Agency Fund as a whole.

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

McGladrey LLP

Miami, Florida
March 27, 2013

**Educational Facilities Impact Fees Agency Funds
Miami-Dade County, Florida**

**Statement of Assets and Liabilities
September 30, 2012**

Assets

Cash and cash equivalents and investments	\$ 5,190,793
Total assets	<u>\$ 5,190,793</u>

Liabilities

Due to School Board of Miami-Dade County, Florida	\$ 5,133,181
Due to other County funds	57,612
Total liabilities	<u>\$ 5,190,793</u>

See Notes to Financial Statements.

**Educational Facilities Impact Fees Agency Funds
Miami-Dade County, Florida**

**Statement of Changes in Assets and Liabilities
Year Ended September 30, 2012**

	Balance September 30,			Balance September 30,	
	2011	Additions	Deductions	2012	
Total all Districts and Administrative Fund:					
Assets:					
Cash and cash equivalents and investments	\$ 1,189,726	\$ 12,433,616	\$ 8,432,549	\$ 5,190,793	
Total assets	\$ 1,189,726	\$ 12,433,616	\$ 8,432,549	\$ 5,190,793	
Liabilities:					
Due to School Board of Miami-Dade County, Florida	\$ 1,176,515	\$ 12,295,383	\$ 8,338,717	\$ 5,133,181	
Due to other County funds	13,211	138,233	93,832	57,612	
Total liabilities	\$ 1,189,726	\$ 12,433,616	\$ 8,432,549	\$ 5,190,793	

See Notes to Financial Statements.

**Educational Facilities Impact Fees Agency
Funds of Miami-Dade County, Florida**

Notes to Combining Financial Statements

Note 1. General

The Educational Facilities Impact Fees Agency Funds (the "Agency Funds") of Miami-Dade County, Florida (the "County") were established pursuant to Section 235.19 of the *Florida Statutes* and Ordinance 95-79 of the Miami-Dade County, Florida Board of County Commissioners (the "Ordinance") in May 1995 for the purpose of levying impact fees on new residential development as well as on additions to residences to provide capital for the construction of educational facilities necessitated by residential development. The educational facilities impact fee is collected and accounted for in each of the districts created by the Ordinance. The Ordinance established an East, Southwest and a Northwest District. Funds collected are required to be expended in the district in which they were collected.

The administration of the Agency Funds is governed by the Educational Facilities Impact Fee Administration Manual and Interlocal Agreement, both adopted in September 1995, between the School Board of Miami-Dade County, Florida (the "School Board") and the Board of County Commissioners of the County. The County accounts for the Agency Funds' activities in separately identifiable funds within its agency funds and are not intended to present fairly the financial position, results of operations and, where applicable, the cash flows of the County.

The County is responsible for imposing and collecting the educational impact fees in accordance with the Ordinance and agreement discussed above. The County remits all fees to the School Board, less a 1% administrative fee.

These financial statements present only the Educational Facilities Impact Fee Agency Funds, and do not purport to, and do not present fairly the financial position of the County as of September 30, 2012, and the changes in its financial position and, where applicable, cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Note 2. Summary of Significant Accounting Policies

Basis of presentation: Agency Funds are used to account for assets held in a trustee capacity or as an agent for other governmental entities and other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

Basis of accounting: The County utilizes the accrual basis of accounting to account for the Agency Fund's activities.

Cash and cash equivalents and investments: Cash and cash equivalents include amounts in demand deposits, as well as short-term investments with maturity dates within three months of the dates they were acquired by the County. Investments are carried at fair value plus interest.

**Educational Facilities Impact Fees Agency
Funds of Miami-Dade County, Florida**

Notes to Combining Financial Statements

Note 3. Cash and Cash Equivalents and Investments

The County pools substantially all cash and cash equivalents and investments, except for separate cash and cash equivalents and investment accounts which are maintained under legal restrictions. The Agency Funds' equity share of the total pooled cash and cash equivalents and investments is included on the accompanying Combining Statement of Assets and Liabilities under the caption "Cash and cash equivalents and investments."

The carrying amounts of the Agency Fund's cash and cash equivalents and investments with the County was approximately \$5.191 million, which represents less than 1% of the County's pooled cash, cash and cash equivalent and investments as of September 30, 2012. (See the County's Comprehensive Annual Financial Report for disclosures relating to its interest rate risk, credit risk, custodial credit risk and concentration of credit risk.)

Note 4. Refunds

The County is responsible for administering all refunds provided for in the Ordinance. All refunds shall be paid from the previously collected impact fees corresponding to the appropriate district. Refunds are netted against additions in the combining statement of changes in assets and liabilities.

The following is a summary of refunds, by district, for the period ending September 30, 2012:

East District	\$ 17,111
Southwest District	4,595
Northwest District	2,588
Total	\$ 24,294

Supplementary Information

**Educational Facilities Impact Fees Agency Funds
Miami-Dade County, Florida**

**Combining Statement of Assets and Liabilities
September 30, 2012**

Assets	East District	Southwest District	Northwest District	Administrative Fund	Total
Cash and cash equivalents and investments	\$ 3,580,163	\$ 651,569	\$ 843,837	\$ 115,224	\$ 5,190,793
Total assets	\$ 3,580,163	\$ 651,569	\$ 843,837	\$ 115,224	\$ 5,190,793
Liabilities					
Due to School Board of Miami-Dade County, Florida	\$ 3,580,163	\$ 651,569	\$ 843,837	\$ 57,612	\$ 5,133,181
Due to other county funds	-	-	-	57,612	57,612
Total liabilities	\$ 3,580,163	\$ 651,569	\$ 843,837	\$ 115,224	\$ 5,190,793

**Educational Facilities Impact Fees Agency Funds
Miami-Dade County, Florida**

**Combining Statement of Changes in Assets and Liabilities
Year Ended September 30, 2012**

	Balance September 30, 2011	Additions	Deductions	Balance September 30, 2012
East District:				
Assets:				
Cash and cash equivalents and investments	\$ 791,810	\$ 7,586,285	\$ 4,797,932	\$ 3,580,163
Total assets	\$ 791,810	\$ 7,586,285	\$ 4,797,932	\$ 3,580,163
Liabilities:				
Due to School Board of Miami-Dade County, Florida	\$ 791,810	\$ 7,586,285	\$ 4,797,932	\$ 3,580,163
Total liabilities	\$ 791,810	\$ 7,586,285	\$ 4,797,932	\$ 3,580,163
Southwest District:				
Assets:				
Cash and cash equivalents and investments	\$ 359,562	\$ 1,825,126	\$ 1,533,119	\$ 651,569
Total assets	\$ 359,562	\$ 1,825,126	\$ 1,533,119	\$ 651,569
Liabilities:				
Due to School Board of Miami-Dade County, Florida	\$ 359,562	\$ 1,825,126	\$ 1,533,119	\$ 651,569
Total liabilities	\$ 359,562	\$ 1,825,126	\$ 1,533,119	\$ 651,569
Northwest District:				
Assets:				
Cash and cash equivalents and investments	\$ 11,931	\$ 2,745,739	\$ 1,913,833	\$ 843,837
Total assets	\$ 11,931	\$ 2,745,739	\$ 1,913,833	\$ 843,837
Liabilities:				
Due to School Board of Miami-Dade County, Florida	\$ 11,931	\$ 2,745,739	\$ 1,913,833	\$ 843,837
Total liabilities	\$ 11,931	\$ 2,745,739	\$ 1,913,833	\$ 843,837
Administrative Fund:				
Assets:				
Cash and cash equivalents and investments	\$ 26,423	\$ 276,466	\$ 187,665	\$ 115,224
Total assets	\$ 26,423	\$ 276,466	\$ 187,665	\$ 115,224
Liabilities:				
Due to School Board of Miami-Dade County, Florida	\$ 13,212	\$ 138,233	\$ 93,833	\$ 57,612
Due to other County funds	13,211	138,233	93,832	57,612
Total liabilities	\$ 26,423	\$ 276,466	\$ 187,665	\$ 115,224

(Continued)

**Educational Facilities Impact Fees Agency Funds
Miami-Dade County, Florida**

**Combining Statement of Changes in Assets and Liabilities
Year Ended September 30, 2012**

	Balance September 30, 2011	Additions	Deductions	Balance September 30, 2012
Total all Districts and Administrative Fund:				
Assets:				
Cash and cash equivalents and investments	\$ 1,189,726	\$ 12,433,616	\$ 8,432,549	\$ 5,190,793
Total assets	\$ 1,189,726	\$ 12,433,616	\$ 8,432,549	\$ 5,190,793
Liabilities:				
Due to School Board of Miami-Dade County, Florida	\$ 1,176,515	\$ 12,295,383	\$ 8,338,717	\$ 5,133,181
Due to other County funds	13,211	138,233	93,832	57,612
Total liabilities	\$ 1,189,726	\$ 12,433,616	\$ 8,432,549	\$ 5,190,793