



THE SCHOOL DISTRICT OF PALM BEACH COUNTY, FLORIDA

**INTERIM FINANCIAL STATEMENTS
FOR THE EIGHT MONTHS ENDED FEBRUARY 28, 2013**

Prepared by:

**Financial Reporting
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THE SCHOOL DISTRICT OF PALM BEACH COUNTY, FLORIDA

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FOR THE EIGHT MONTHS ENDED FEBRUARY 28, 2013**

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THE SCHOOL DISTRICT OF PALM BEACH COUNTY, FLORIDA
COMBINED BALANCE SHEET - (MODIFIED ACCRUAL BASIS)
ALL FUND TYPES
FEBRUARY 28, 2013
(With prior year comparative totals)

	Governmental Fund Types				PROPRIETARY	PRIVATE	TOTALS (MEMORANDUM ONLY)		
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	FUND TYPE	TRUST			
					INTERNAL SERVICE	FLORIDA FUTURE EDUCATORS	FEBRUARY 2013	FEBRUARY 2012	JUNE 2012
ASSETS:									
Cash and investments	\$ 455,102,091	\$ 15,745,695	\$ 7,170,275	\$ 393,016,071	\$ 40,280,315	\$ 434,330	\$ 911,748,776	\$ 1,012,479,659	\$ 739,060,828
Taxes receivable (net of uncollectible taxes)	-	-	-	-	-	-	-	-	27,976,390
Accounts and interest receivable	1,190,591	-	-	-	-	-	1,190,591	1,498,860	1,167,505
Due from other governments or agencies	2,300,000	15,722,971	-	4,100,000	-	-	22,122,971	17,467,569	25,469,381
Inventories	1,544,101	4,025,116	-	-	-	-	5,569,218	5,117,389	8,524,868
Other assets	-	85,203	-	-	-	-	85,203	40,490	88,044
TOTAL ASSETS	\$ 460,136,784	\$ 35,578,985	\$ 7,170,275	\$ 397,116,071	\$ 40,280,315	\$ 434,330	\$ 940,716,759	\$ 1,036,603,968	\$ 802,287,015
LIABILITIES AND FUND BALANCE / NET POSITION									
LIABILITIES:									
Accounts and contracts payable and accrued items	\$ 7,049,889	\$ 2,367,831	\$ -	\$ 1,155,174	\$ 954	\$ -	\$ 10,573,848	\$ 7,496,660	\$ 29,724,958
Accrued payroll	24,436,051	2,348,324	-	73,777	17,253	-	26,875,405	25,725,659	78,789,500
Fringe benefits & taxes payable	24,308,759	2,825,929	-	86,693	18,513	-	27,239,894	27,506,742	27,317,832
Due to other governments or agencies	120	-	30,040	-	-	-	30,160	132,312	164,073
Retainage payable on contracts	-	26,899	-	1,873,982	-	-	1,900,880	4,224,607	4,228,848
Deposits payable	169,685	-	-	-	-	-	169,685	665,134	142,467
Deferred revenue	2,353,867	1,720,585	-	4,100,000	-	-	8,174,452	5,020,777	7,871,170
Estimated unpaid claims	-	-	-	-	13,400,000	-	13,400,000	13,400,000	13,400,000
Compensated absences and OPEB	-	-	-	-	168,302	-	168,302	6,787,594	168,302
TOTAL LIABILITIES	58,318,372	9,289,567	30,040	7,289,625	13,605,021	-	88,532,626	90,959,484	161,807,149
FUND BALANCE / NET POSITION:									
Nonspendable	1,544,101	4,025,116	-	-	-	-	5,569,218	5,117,389	8,524,868
Restricted	19,876,156	21,108,747	7,140,235	341,068,597	-	434,330	389,628,064	439,805,486	408,778,182
Committed	-	1,155,555	-	-	-	-	1,155,555	1,517,797	1,290,041
Assigned	329,285,205	-	-	48,757,849	-	-	378,043,054	444,692,947	135,316,217
Unassigned	51,112,949	-	-	-	26,675,293	-	77,788,243	54,510,865	86,570,557
TOTAL FUND BALANCE / NET POSITION	401,818,412	26,289,418	7,140,235	389,826,446	26,675,293	434,330	852,184,133	945,644,484	640,479,865
TOTAL LIABILITIES & FUND BALANCE / NET POSITION	\$ 460,136,784	\$ 35,578,985	\$ 7,170,275	\$ 397,116,071	\$ 40,280,315	\$ 434,330	\$ 940,716,759	\$ 1,036,603,968	\$ 802,287,015

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

THE SCHOOL DISTRICT OF PALM BEACH COUNTY, FLORIDA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES / NET POSITION
ALL GOVERNMENTAL FUND TYPES AND PRIVATE PURPOSE TRUST FUND
FOR THE PERIOD ENDED FEBRUARY 28, 2013
(With prior year comparative totals)

	GOVERNMENTAL FUND TYPES				PRIVATE PURPOSE TRUST	TOTALS (MEMORANDUM ONLY)		PROPRIETARY FUND TYPES	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	FLORIDA FUTURE EDUCATORS	FEBRUARY 2013	FEBRUARY 2012	FEBRUARY 2013	FEBRUARY 2012
REVENUES:									
Local sources:									
Ad valorem taxes	678,938,326	-	-	209,291,821	-	888,230,147	923,176,960	-	-
Food service sales	159,776	9,715,675	-	-	-	9,875,452	11,152,099	-	-
Interest income	231,480	10,304	-	268,923	837	468,966	268,912	53,706	13,551
Premium income	-	-	-	-	-	-	-	98,888,311	103,494,454
Other income	30,222,935	2,364,949	15,000	1,469,526	25,750	34,098,161	39,993,173	3,072,866	18,984,540
Total local sources	709,552,518	12,090,928	15,000	211,030,271	26,587	932,672,726	974,591,144	102,014,883	122,492,546
State sources:									
Florida education finance program	126,916,328	-	-	-	-	126,916,328	69,861,147	-	-
Class Size Reduction	133,688,819	-	-	-	-	133,688,819	131,825,280	-	-
Food service sales	-	474,092	-	-	-	474,092	475,878	-	-
Other	25,302,807	229,556	-	1,813,971	-	27,346,333	23,837,109	-	-
Total state sources	285,907,954	703,648	-	1,813,971	-	288,425,572	225,999,414	-	-
Federal sources:									
Food service sales	-	36,555,227	-	-	-	36,555,227	33,076,007	-	-
Other	3,582,201	64,186,829	3,469,235	-	-	71,280,843	80,490,179	-	-
Total federal sources	3,582,201	100,742,056	3,469,235	-	-	107,836,070	113,566,186	-	-
TOTAL REVENUES	999,042,672	113,536,632	3,484,235	212,844,242	26,587	1,328,934,369	1,314,156,744	102,014,883	122,492,546
EXPENDITURES:									
Current:									
Instructional services	499,527,647	31,788,628	-	-	-	531,316,275	513,630,352	-	-
Instructional support services	55,557,249	31,879,737	-	-	-	87,436,986	85,428,882	-	-
Instructional related technology	3,239,548	58,047	-	-	-	3,297,595	3,542,890	-	-
Pupil transportation services	29,940,309	106,619	-	-	-	30,046,928	30,383,970	-	-
Operation and maintenance services	124,484,374	44,605	-	-	-	124,528,979	118,476,405	-	16,282,635
School administration	66,926,323	481,080	-	-	-	67,407,403	64,331,301	110,797,197	115,304,123
General administration	15,395,216	2,359,895	-	-	-	17,755,111	17,063,502	0	320,666
Food service	21,699	44,933,943	-	-	-	44,955,642	42,721,469	-	-
Community services and other	21,180,743	191,883	-	-	40,254	21,412,880	19,340,336	-	-
Capital outlay:									
Facilities acquisition and construction	349,629	-	-	23,030,158	-	23,379,787	16,955,574	-	-
Other capital outlay	-	-	-	19,701,871	-	19,701,871	20,336,874	-	-
Debt service:									
Retirement of principal	-	-	56,535,000	-	-	56,535,000	57,330,000	-	-
Payment of interest	53,411	-	83,071,829	-	-	83,125,240	80,857,846	-	-
Dues, fees and other	-	-	587,603	-	-	587,603	1,534,132	-	-
TOTAL EXPENDITURES	816,676,148	111,844,438	140,194,432	42,732,029	40,254	1,111,487,300	1,071,933,533	110,797,197	131,907,424
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	182,366,525	1,692,195	(136,710,196)	170,112,213	(13,666)	217,447,069	242,223,210	(8,782,314)	(9,414,878)
OTHER FINANCING SOURCES (USES):									
Operating transfers in	49,912,035	-	36,151,590	-	-	86,063,625	175,374,229	-	-
Operating transfers out	-	-	-	(86,063,625)	-	(86,063,625)	(175,374,229)	-	-
Proceeds from issuance of refunded debt	-	-	67,145,000	-	-	67,145,000	152,845,000	-	-
Premium (discount) from issuance of long-term and refunded debt	-	-	10,990,044	-	-	10,990,044	7,676,659	-	-
Payment of refunded bonds	-	-	(77,968,550)	-	-	(77,968,550)	(159,950,247)	-	-
Proceeds from loss recoveries	2,873,020	-	-	-	-	2,873,020	2,556,820	-	-
TOTAL OTHER FINANCING SOURCES (USES)	52,785,055	-	36,318,083	(86,063,625)	-	3,039,513	3,130,142	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES & OTHER FINANCING USES	235,151,579	1,692,195	(100,392,113)	84,048,588	(13,666)	220,486,582	245,353,353	(8,782,314)	(9,414,878)
BEGINNING FUND BALANCES / NET POSITION	166,666,832	24,597,223	107,532,348	305,777,858	447,997	605,022,258	700,420,474	35,457,607	9,285,535
ENDING FUND BALANCES / NET POSITION	\$ 401,818,412	\$ 26,289,418	\$ 7,140,235	\$ 389,826,446	\$ 434,330	\$ 825,508,840	\$ 945,773,827	\$ 26,675,293	\$ (129,343)

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

THE SCHOOL DISTRICT OF PALM BEACH COUNTY, FLORIDA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL
FOR THE PERIOD ENDED FEBRUARY 28, 2013

REVENUES	BUDGET	FEBRUARY 2013	VARIANCE FAVORABLE (UNFAVORABLE)	% OF BUDGET	FEBRUARY 2012
Local sources:					
Ad valorem taxes	\$ 795,917,815	\$ 678,938,326	\$ (116,979,489)	-14.7%	\$ 746,295,359
Child care fees	24,000,000	13,922,158	(10,077,842)	-42.0%	12,901,401
Course fees	2,360,000	1,595,923	(764,077)	-32.4%	1,506,245
Receipt of federal indirect cost rate	4,000,000	3,395,254	(604,746)	-15.1%	2,531,506
Interest income	640,000	231,480	(408,520)	-63.8%	97,046
Miscellaneous	21,496,950	11,469,377	(10,027,573)	-46.6%	15,873,713
Total local sources	848,414,765	709,552,518	(138,862,247)	-16.4%	779,205,271
State sources:					
Florida education finance program	182,498,833	126,916,328	(55,582,505)	-30.5%	69,861,147
Workforce development performance	18,795,768	12,530,504	(6,265,264)	-33.3%	11,885,552
Class size reduction	205,974,955	133,688,819	(72,286,136)	-35.1%	131,825,280
School recognition	8,888,725	10,436,226	1,547,501	17.4%	7,320,126
Miscellaneous	4,385,372	2,336,077	(2,049,295)	-46.7%	2,383,067
Total state sources	420,543,653	285,907,954	(134,635,699)	-32.0%	223,275,172
Federal sources:					
Federal impact	6,000	6,109	109	1.8%	4,937
ROTC	660,000	478,136	(181,864)	-27.6%	420,912
Medicaid reimbursement	5,700,000	3,097,956	(2,602,044)	-45.6%	2,975,325
Total federal sources	6,366,000	3,582,201	(2,783,799)	-43.7%	3,401,174
TOTAL REVENUES	1,275,324,418	999,042,672	(276,281,746)	-21.7%	1,005,881,616
EXPENDITURES:					
Current:					
Instructional services	951,558,635	499,527,647	452,030,988	47.5%	476,477,652
Pupil personnel services	41,848,509	20,222,651	21,625,858	51.7%	19,233,639
Instructional media services	18,641,699	10,202,873	8,438,826	45.3%	10,406,928
Instr & curriculum development services	31,351,774	18,351,730	13,000,044	41.5%	16,302,371
Instructional staff training	13,051,856	6,779,994	6,271,862	48.1%	6,907,539
Instruction related technology	5,820,296	3,239,548	2,580,748	44.3%	3,392,556
Total instructional support services	110,714,134	58,796,797	51,917,337	46.9%	56,243,033
Pupil transportation services	44,379,499	29,940,309	14,439,190	32.5%	28,630,672
Operation of plant	127,279,215	84,147,679	43,131,536	33.9%	80,842,355
Maintenance of plant	68,762,633	40,336,695	28,425,939	41.3%	37,373,838
Total operation & maint of plant	196,041,848	124,484,374	71,557,474	36.5%	118,216,192
School administration	91,448,891	58,509,233	32,939,659	36.0%	56,025,182
Central services	14,417,137	8,417,090	6,000,047	41.6%	7,951,513
Total school administration	105,866,029	66,926,323	38,939,706	36.8%	63,976,695
General administration	5,759,844	3,415,741	2,344,103	40.7%	3,624,072
Fiscal services	5,800,472	3,730,015	2,070,457	35.7%	3,339,343
Board of education	6,873,172	3,448,385	3,424,787	49.8%	3,186,967
Administrative technology services	8,245,800	4,801,075	3,444,725	41.8%	5,215,573
Total general administration	26,679,287	15,395,216	11,284,071	42.3%	15,365,955
Community services and other	38,376,437	21,202,442	17,173,994	44.8%	19,164,766
Facilities acquisition and construction	839,920	349,629	490,291	58.4%	794,156
Debt Service:					
Payment of interest	141,971	53,411	88,560	62.4%	48,875
TOTAL EXPENDITURES	1,474,597,760	816,676,148	657,921,612	44.6%	778,917,995
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(199,273,342)	182,366,525	381,639,866	-191.5%	226,963,621
OTHER FINANCING SOURCES (USES):					
Operating transfers in	83,797,287	49,912,035	(33,885,252)	-40.4%	48,028,038
Operating transfers out	(77,828)	-	77,828	-100.0%	-
Proceeds from loss recoveries	-	2,873,020	2,873,020		2,556,820
TOTAL OTHER FIN SOURCES (USES)	83,719,459	52,785,055	(30,934,404)	-37.0%	50,584,858
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES & OTHER FIN USES	(115,553,883)	235,151,579	350,705,462	-303.5%	277,548,479
BEGINNING FUND BALANCE	166,666,832	166,666,832			97,031,967
ENDING FUND BALANCE	\$ 51,112,949	\$ 401,818,412			\$ 374,580,446

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

THE SCHOOL DISTRICT OF PALM BEACH COUNTY, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE EIGHT MONTHS ENDED FEBRUARY 28, 2013**

- (1) The School District budgets 96% of the property taxes levied, as allowed by state statute, as revenue in all applicable funds. The District has not accrued 96% of the taxes levied, the Florida Education Finance Program revenues or other state categorical program revenues in the interim financial statements.
- (2) The modified accrual basis of accounting is utilized by all funds except for the proprietary funds and the interim financial statements are presented utilizing this basis of accounting.
 - (a) Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become available and measurable. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period and available to liquidate current liabilities.
 - (b) Expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for un-matured interest on general long-term debt, which is recognized when the interest is due.