

Holmes County School Board

Annual Financial Report

2010-2011

Holmes County School Board
Annual Financial Report
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Holmes County School Board
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011

The discussion and analysis of Holmes County School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the School District's financial performance as a whole while allowing the reader to focus on significant financial issues, identify changes in the financial position, and highlight significant issues in individual funds. The readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

The District's net assets decreased by \$633,161 (or 1.50%). The decrease is in contrast with the previous year's increase.

During the current year, the General Fund's fund balance increased by \$667,634.47, primarily as a result of federal American Recovery and Reinvestment Act funds. This may be compared to last year's results when the General Fund's fund balance increased by \$49,064.19. The June 30, 2011 General Fund fund balance is \$2,562,819,27.

Overview Of The Financial Statements

The basic financial statements consist of three components:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to the financial statements

In addition, this report presents certain required supplementary information which includes management's discussion and analysis.

Government-wide Financial Statements

The government-wide financial statements provide both short-term and long-term information about the District's overall financial condition in a manner similar to those of a private-sector business. The statements include a statement of net assets and a statement of activities that are designed to provide consolidated financial information about the governmental and business-type activities of the Primary Government presented on the accrual basis of accounting. The statement of net assets provides information about the government's financial position, its assets and liabilities, using an economic resources measurement focus. The difference between the assets and liabilities, the net assets, is a measure of the financial health of the District. The statement of activities presents information about the change in the District's net assets, the results of operations, during the fiscal year. An increase or decrease in net assets is an indication of whether the District's financial health is improving or deteriorating.

All of the District's activities and services are reported in the government-wide financial statements as governmental activities. The District's governmental activities include instruction, pupil support services, instructional support services, administrative support services, facility maintenance, transportation, and food services. State and Federal revenues, property taxes, and interest and investment earnings finance most of these activities. Additionally, all capital and debt financing activities are reported as governmental activities.

Over a period of time, changes in the District's net assets are an indication of improving or deteriorating financial condition. This information should be evaluated in conjunction with other non-financial factors,

Holmes County School Board
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011

such as changes in the District's property tax base, student enrollment, and the condition of the District's capital assets including its school buildings and administrative facilities.

Fund Financial Statements

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

All of the District's funds may be classified within one of three broad categories:

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, the governmental funds utilize a spendable financial resources measurement focus rather than the economic resources measurement focus found in the government-wide financial statements. This financial resources measurement focus allows the governmental fund statements to provide information on near-term inflows and outflows of spendable resources as well as balances of spendable resources available at the end of the fiscal year. Consequently, the governmental fund statements provide a detailed short-term view that may be used to evaluate the District's near-term financing requirements. This short-term view is useful when compared to the long-term view presented as governmental activities in the government-wide financial statements. To facilitate this comparison, both the governmental balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation of governmental funds to governmental activities.

The governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances provide detailed information about the District's most significant funds. The District's major funds are the General Fund, Special Revenue – Other Fund, Special Revenue – ARRA Economic Stimulus Fund, Debt Service – Other Fund, and Capital Projects – Local Capital Improvement Fund. Data from the other governmental funds are combined into a single, aggregated presentation. A budgetary comparison schedule has been provided for the General Fund and Special Revenue – Other Fund to demonstrate compliance with the budget.

Proprietary Funds – Proprietary funds may be established to account for activities in which a fee is charged for services. One type of proprietary fund, an internal service fund, is maintained. This fund is used to account for resources set aside to fund a portion of the District's compensated absences liability.

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

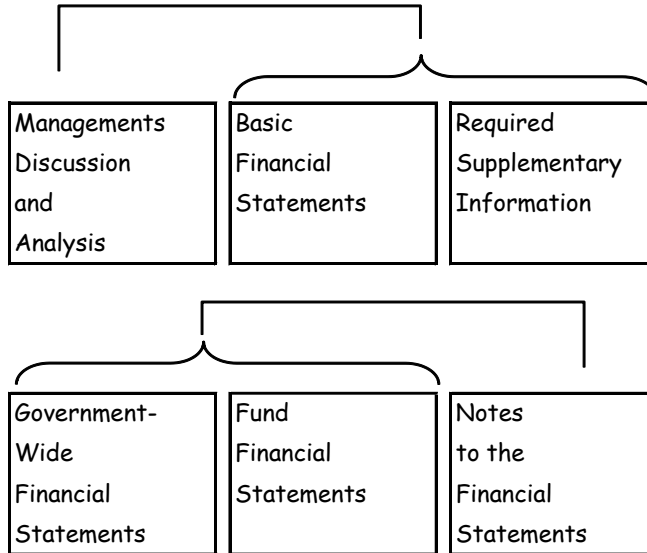
The District uses agency funds to account for resources held for student activities and groups.

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Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011

The following illustrates the components of the annual financial report and their relation to each other.

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 Management's Discussion and Analysis
 For the Fiscal Year Ended June 30, 2011

Components of the Annual Financial Report



Major Features of Holmes District's Schools Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds) and any component units	The activities of the District that are not proprietary or fiduciary	Activities the District operates similar to private businesses	Instances in which the District is trustee or agent for someone else's resources
Required financial statements	Statement of net assets Statement of activities	Balance sheet Statement of revenues, expenditures, and changes in fund balances	Statement of net assets Statement of revenues, expenses, and changes in net assets Statement of cash flows	Statement of fiduciary net assets Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; the District's funds do not currently contain capital assets although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

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Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011

Government-Wide Financial Analysis

This section is used to present condensed financial information from the government-wide statements that compare the current year to the prior year.

Net Assets

	Governmental Activities	
	2011	2010
Current and other assets	7,255,309	6,694,688
Capital assets	39,284,860	40,637,316
Total assets	46,540,169	47,332,004
Long-term liabilities	4,310,893	4,425,683
Other liabilities	559,679	603,562
Total liabilities	4,870,572	5,029,245
Net assets:		
Invested in capital assets		
Net of related debt	37,964,860	39,089,878
Restricted	1,155,020	1,160,841
Unrestricted	2,549,718	2,052,040
Total Net Assets	41,669,598	42,302,759

The largest portion of the District's net assets (91.1 percent) reflects its investment in capital assets (e.g., land; buildings and fixed equipment; furniture, fixtures, and equipment; and motor vehicles), less any related debt still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending.

The restricted portion of the District's net assets (2.8 percent) represents resources that are subject to external restrictions on how they may be used. The unrestricted net assets (6.1 percent) may be used to meet the government's ongoing obligations to students, employees, and creditors.

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The following table reflects the changes in net assets for fiscal year.

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For the Fiscal Year Ended June 30, 2011

Changes in Net Assets

	Governmental Activities	
	2011	2010
Program Revenues:		
Charges for Services	451,932	461,211
Operating Grants	2,118,552	1,836,662
Capital Grants	113,388	113,383
General Revenue:		
Property Taxes	2,959,486	2,847,371
Grants and Entitlements	23,307,534	23,555,062
Other	444,785	551,355
Total Revenues	<u>29,395,678</u>	<u>29,365,044</u>
Functions / Program Expenses:		
Instruction	15,899,680	15,400,580
Pupil Personnel Services	633,711	650,722
Instructional Media Services	629,492	743,929
Instruction and Curriculum	302,406	413,982
Instructional Staff Training	342,730	309,830
Instruction Related Technology	248,707	162,470
Board of Education	183,255	174,011
General Administration	265,510	307,127
School Administration	1,863,745	1,766,026
Facilities Acq & Construction	0	0
Fiscal Services	319,025	267,917
Food Service	1,629,387	1,583,603
Central Services	606,044	584,750
Pupil Transportation Services	1,400,478	1,758,248
Operation of Plant	2,907,563	2,579,838
Maintenance of Plant	1,075,276	796,253
Administrative Technology	480	0
Community Services	0	42,759
Interest on Long-Term Debt	64,975	74,408
Depreciation - unallocated	<u>1,656,374</u>	<u>1,699,528</u>
Total Expenses	<u>30,028,839</u>	<u>29,315,980</u>
Increase (Decrease) in Net Assets	<u>(633,161)</u>	<u>49,064</u>

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Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011

Financial Analysis of the District's Funds

The unreserved fund balance of the General Fund increased by \$667,634.47 to a total of \$2,562,818.27. This increase resulted primarily from an increase federal American Recovery and Reinvestment Act funds provided to the district and a reduction of personnel costs.

Information about the School District's major funds begins on Exhibit C-1. These funds are accounted for using the modified accrual basis of accounting. Total revenues for all governmental funds were \$29.27 million and expenditures were \$30.13 million.

There was no significant change in the results of operations or a fund balance in the district's other funds.

General Fund Budgeting Highlights

The School District's budget is prepared according to Florida law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. Variances between the original, final and actual appropriations and expenditures were the result of certain grants and funds that are not budgeted until grant approval.

During the course of the fiscal year the School District amends its general fund budget as needed to comply with Florida law and local District's policies.

Capital Assets and Debt Administration

The following table reflects the District's investment in fixed assets and the outstanding debt at June 30. The notes to the financial statements discuss in greater detail the substance of this information.

Capital Assets	Governmental Activities		Outstanding Debt	
	2011	2010	2011	Debt
			Total Payments	Outstanding
Land	450,584	450,584	1,547,438	1,320,000
Improvements Other than Buildings	1,723,157	1,723,157		
Buildings	54,031,063	54,031,063		
Furniture & Equipment	4,341,749	4,663,228		
Motor Vehicles	3,584,987	3,439,704		
Construction In Progress	0	0		
Totals	64,131,539	64,307,735		

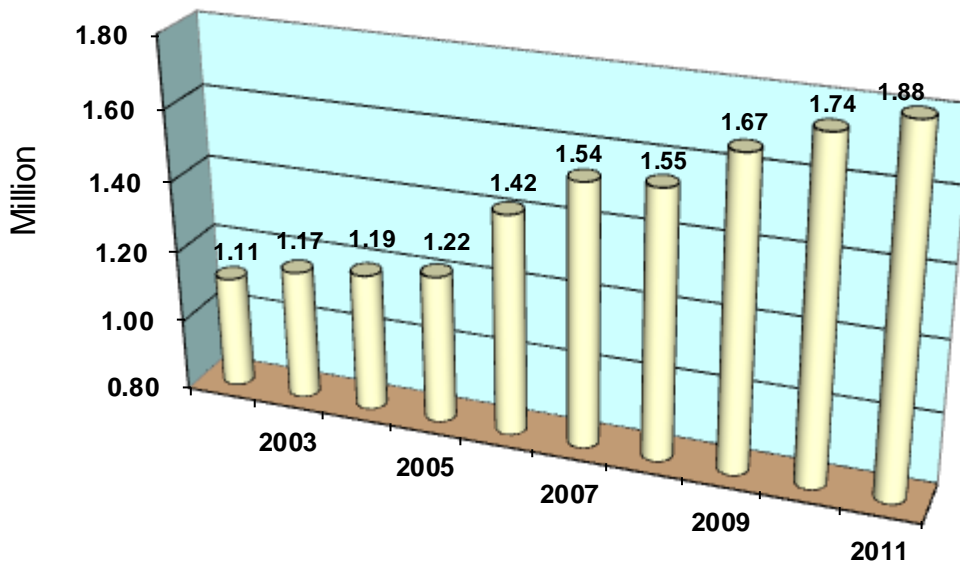
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Other Significant Matters

Insurance Premiums

The insurance industry has presented a challenge for consumers for the past few years. Following is information concerning the increases affecting the School District for various insurance premiums. The current provider of health insurance has a contractual provision whereby the School District is to pay at least 75% of the premium cost for employee health coverage. The District's total cost for health insurance benefits is reflected in the chart below for the indicated years.

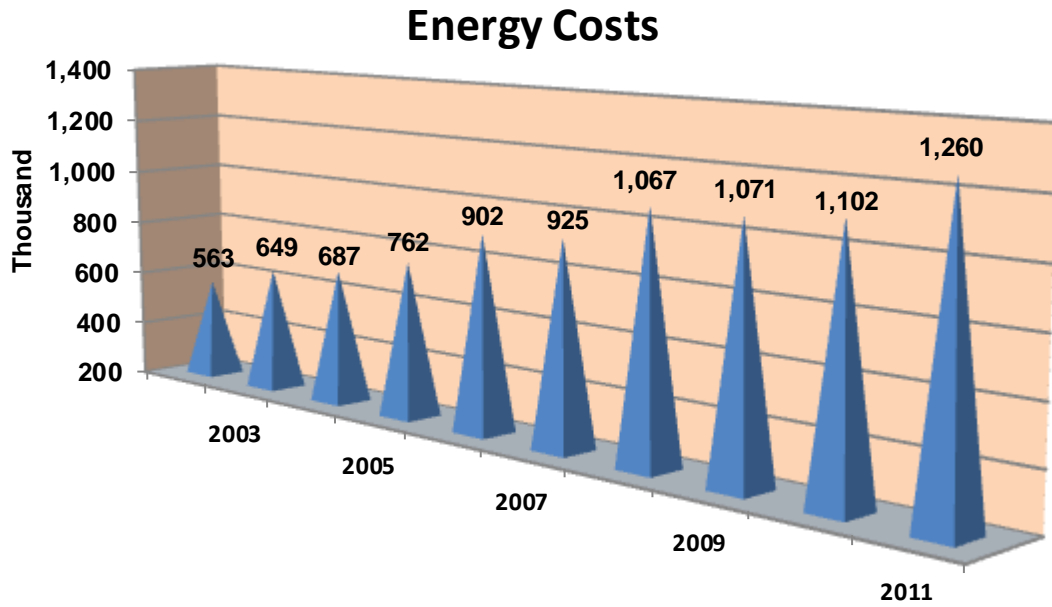
Health Insurance Costs



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Energy Costs

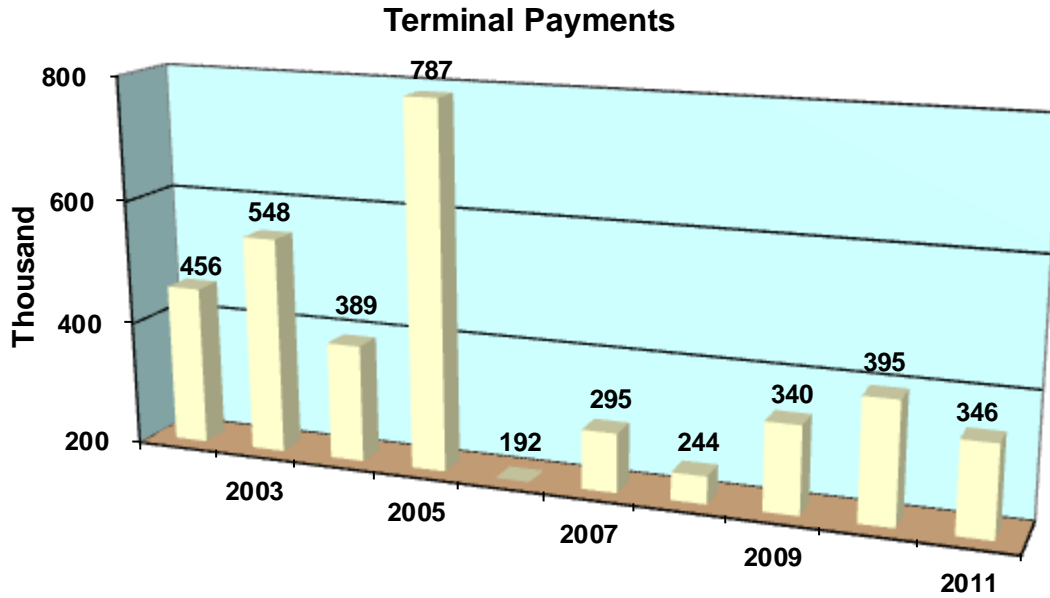
Energy costs for the Operation of Plant have impacted the District's cost containment ability. These energy costs are reflected in the following chart for the indicated years.



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For the Fiscal Year Ended June 30, 2011

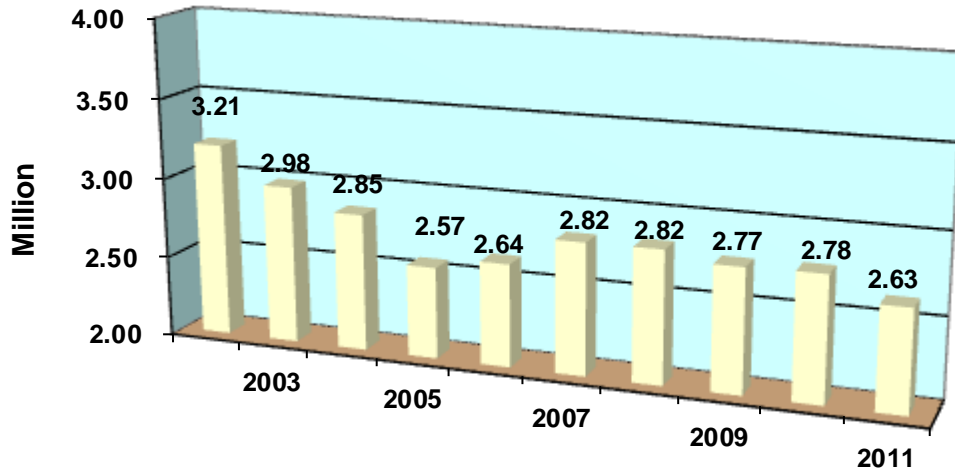
Terminal Pay Benefits

Terminal pay benefits are a significant annual cost and liability for the School District. The District purchases leave from employees during participation in DROP, Deferred Retirement Option Program, when an employee terminates from employment, and at the rate of 80% of the value of sick leave earned on an annual basis with certain limits. The following reflects the total cost of terminal costs and terminal liability for the years indicated.



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Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011

Terminal Pay Liability



REQUESTS FOR INFORMATION

This report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to demonstrate compliance and accountability for its resources. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Holmes District School Board, 701 East Pennsylvania Avenue, Bonifay, Florida 32425.

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF NET ASSETS
June 30, 2011

ASSETS		Governmental Activities
Cash	1110	6,304,749.87
Investments	1160	137,694.58
Accounts Receivable, net	1130	398,160.17
Due From Other Agencies	1220	260,324.92
Inventory	1150	138,778.30
Restricted Cash with Fiscal Agent	1114	15,601.23
Capital Assets		
Land	1310	450,583.66
Improvements Other Than Bldgs	1320	1,723,157.27
Buildings And Fixed Equipment	1330	54,031,062.63
Furniture, Fixtures and Equip	1340	4,341,749.02
Motor Vehicles	1350	3,584,986.68
Less Accumulated Depreciation	1389	<u>(24,846,679.00)</u>
Total Assets		<u><u>46,540,169.33</u></u>
 LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts Payable	2120	138,479.77
Payroll Withholdings	2170	420,741.79
Due to Other Agencies	2230	457.48
Non current liabilities - due within one year:		
Note Payable	2310	125,953.98
Bonds Payable	2320	50,000.00
Compensated Absences	2330	343,634.00
Non current liabilities - due after one year:		
Note Payable	2310	544,046.02
Bonds Payable	2320	600,000.00
Compensated Absences	2330	2,288,716.64
Postemployment Healthcare Benefits	2360	<u>358,542.00</u>
Total Liabilities		<u>4,870,571.68</u>
 NET ASSETS		
Invested in Capital Assets, Net of Related Debt		37,964,860.26
Restricted for:		
Categorical Carryover	2780	556.58
Debt Service	2780	15,601.23
Capital Projects	2780	1,000,083.77
Other Purposes	2780	138,778.30
Unrestricted		<u>2,549,717.51</u>
Total Net Assets		<u><u>41,669,597.65</u></u>
Total Liabilities and Net Assets		<u><u>46,540,169.33</u></u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2011

Functions		Expenses	Program Revenues		Net (Expense)	
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue
Governmental Activities:					Governmental	
Instruction	5000	15,899,680.00	47,876.43		(15,851,803.57)	
Pupil Personnel Services	6100	633,711.04			(633,711.04)	
Instructional Media Services	6200	629,491.77			(629,491.77)	
Instruction and Curriculum	6300	302,406.45			(302,406.45)	
Instructional Staff Training	6400	342,730.36			(342,730.36)	
Instruction Related Technology	6500	248,707.29			(248,707.29)	
Board of Education	7100	183,254.98			(183,254.98)	
General Administration	7200	265,510.49			(265,510.49)	
School Administration	7300	1,863,744.78			(1,863,744.78)	
Facilities Acq & Construction	7400	0.00		31,019.57	31,019.57	
Fiscal Services	7500	319,024.97			(319,024.97)	
Food Service	7600	1,629,386.74	368,898.43	1,201,987.46	(58,500.85)	
Central Services	7700	606,043.56			(606,043.56)	
Pupil Transportation Services	7800	1,400,478.40	35,157.60	707,021.00	(658,299.80)	
Operation of Plant	7900	2,907,563.04			(2,907,563.04)	
Maintenance of Plant	8100	1,075,276.24		209,544.00	(865,732.24)	
Administrative Technology	8200	480.00			(480.00)	
Community Services	9100	0.00			0.00	
Interest on Long-Term Debt	9200	64,975.01			82,368.76	
Depreciation - unallocated*	780	1,656,374.00			(1,656,374.00)	
Total governmental activities		<u>30,028,839.12</u>	<u>451,932.46</u>	<u>2,118,552.46</u>	<u>113,388.33</u>	<u>(27,344,965.87)</u>
Total primary government		<u>30,028,839.12</u>	<u>451,932.46</u>	<u>2,118,552.46</u>	<u>113,388.33</u>	<u>(27,344,965.87)</u>
General revenues:						
Taxes:						
					2,959,486.25	
					0.00	
					23,307,534.00	
					50,597.59	
					394,187.08	
					26,711,804.92	
					(633,160.95)	
					42,302,758.60	
					41,669,597.65	

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

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2011

		General Fund 100	Other Federal 420	ARRA Economic Stimulus 430	Other Debt Service 290	Capital Improvement 370	Other Government Funds	Total Governmental Funds
ASSETS AND OTHER DEBITS:								
Cash	1110	2,359,712.40		457.48	753,622.46	725,903.10	672,577.35	4,512,272.79
Cash with Fiscal Agent	1114						15,601.23	15,601.23
Accounts Receivable	1130	397,859.17	301.00				0.00	398,160.17
Due From Budgetary Funds	1141	187,052.75					0.00	187,052.75
Inventory	1150	113,671.96					25,106.34	138,778.30
Investments	1160	5,001.01					53,422.50	58,423.51
Due From Other Agencies	1220	40,387.55	131,305.28	70,794.85			17,837.24	260,324.92
Total Assets And Other Debits		<u>3,103,684.84</u>	<u>131,606.28</u>	<u>71,252.33</u>	<u>753,622.46</u>	<u>725,903.10</u>	<u>784,544.66</u>	<u>5,570,613.67</u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2011

	General Fund 100	Other Federal 420	ARRA Economic Stimulus 430	Other Debt Service 290	Capital Improvement Sect 236.25(2) 370	Other Government Funds	Total Governmental Funds
LIABILITIES AND FUND EQUITY							
Accounts Payable	2120	120,123.78	15,348.38			3,007.61	138,479.77
Due To Budgetary Funds	2161	0.00	116,257.90	70,794.85		0.00	187,052.75
Payroll Withholdings	2170	420,741.79				0.00	420,741.79
Due To Other Agencies	2230		457.48			0.00	457.48
Total Liabilities	540,865.57	131,606.28	71,252.33	0.00	0.00	3,007.61	746,731.79
FUND BALANCES:							
Nonspendable - Inventory	2711	113,671.96				25,106.34	138,778.30
Carry-Over Program	2723	556.58				0.00	556.58
Restricted for Debt Service	2725					15,601.23	15,601.23
Restricted for Capital Projects	2726				725,903.10	274,180.67	1,000,083.77
Assigned to Special Revenue	2741					255,411.18	255,411.18
Assigned to Debt Service	2742			753,622.46		0.00	753,622.46
Assigned to Capital Projects	2743					211,237.63	211,237.63
Unassigned	2750	2,448,590.73				0.00	2,448,590.73
Total Fund Equity	2,562,819.27	0.00	0.00	753,622.46	725,903.10	781,537.05	4,823,881.88
Total Liabilities And Fund Equity	3,103,684.84	131,606.28	71,252.33	753,622.46	725,903.10	784,544.66	5,570,613.67

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
 TO THE STATEMENT OF NET ASSETS
 June 30, 2011

Total Governmental Fund Balances		4,823,881.88
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Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		39,284,860.26
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Long-term liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds. Long-term liabilities at year end consist of:

Postemployment Healthcare Benefits Payable	(358,542.00)	
Bonds Payable	(650,000.00)	
Note Payable	<u>(670,000.00)</u>	(1,678,542.00)

The amount to be provided for compensated absences reflected in the funds statements serves as a reduction in available reserves in the governmental activities statements		<u>(760,602.49)</u>
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Net Assets - Governmental Activities		<u><u>41,669,597.65</u></u>
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DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2011

	General Fund 100	Other Federal 420	ARRA Economic Stimulus 430	Other Debt Service 290	Capital Improvement 370	Other Government Funds	Total Governmental Funds
Revenues:							
Federal Direct	3100	57,711.82				0.00	57,711.82
Federal Through State	3200	79,206.35	3,056,948.63	1,945,402.41		1,179,625.46	6,261,182.85
State Sources	3300	18,678,141.97		209,250.00		345,795.33	19,233,187.30
Local Sources:							
Property Taxes - Operational	3411	2,959,486.25				0.00	2,959,486.25
Charges For Services - Food Service	3450					368,898.43	368,898.43
Other Local Revenue	3495	361,198.18		10,294.23	6,259.20	11,711.30	389,462.91
Total Revenues	22,135,744.57	3,056,948.63	1,945,402.41	219,544.23	6,259.20	1,906,030.52	29,269,929.56
Expenditures:							
Instruction	5000	12,048,022.41	2,284,710.32	1,553,280.89		0.00	15,886,013.62
Pupil Personnel Services	6100	529,324.38	96,931.91			0.00	626,256.29
Instructional Media Services	6200	601,331.31	15,871.65			0.00	617,202.96
Instruction and Curriculum	6300	122,930.49	166,169.94	6,007.00		0.00	295,107.43
Instructional Staff Training	6400	198,246.23	112,131.89	24,844.87		0.00	335,222.99
Instruction Related Technology	6500	114,562.13	101,311.56	31,779.28		0.00	247,652.97
Board of Education	7100	180,484.98				0.00	180,484.98
General Administration	7200	177,161.29	82,115.64	12,746.59		0.00	272,023.52
School Administration	7300	1,847,661.18				0.00	1,847,661.18
Fiscal Services	7500	345,291.22				0.00	345,291.22
Food Service	7600					1,614,033.59	1,614,033.59
Central Services	7700	636,200.85	1,471.74			0.00	637,672.59
Pupil Transportation Services	7800	1,324,786.14	55,801.73			0.00	1,380,587.87
Operation of Plant	7900	2,747,241.70	27,474.89	116,559.39		0.00	2,891,275.98
Maintenance of Plant	8100	981,406.27	9,809.85	78,575.33		0.00	1,069,791.45
Administrative Technology	8200			480.00		0.00	480.00
Other Capital Outlay	9300	27,725.53	103,147.51	121,129.06		0.00	252,002.10
Debt Service	9200						
Redemption of principal	710			767,427.96		50,000.00	817,427.96
Interest	720			30,697.53		26,761.82	57,459.35
Dues and fees	730			1,271.05		6,255.00	7,526.05
Payments to Bond Escrow Agent	760					751,190.75	751,190.75
Total Expenditures	21,882,376.11	3,056,948.63	1,945,402.41	799,396.54	0.00	2,448,241.16	30,132,364.85
Excess of Revenues Over (Under) Expenditures	253,368.46	0.00	0.00	(579,852.31)	6,259.20	(542,210.64)	(862,435.29)
Other Financing Sources (Uses):							
Proceeds of Refunding Bonds	3715					650,000.00	650,000.00
Proceeds of Loans	3720			670,000.00		0.00	670,000.00
Loss Recoveries	3740	25,944.04				0.00	25,944.04
Premium on Sale of Refunding Bonds	3792					98,444.90	98,444.90
Transfers In	3600	388,321.97				0.00	388,321.97
Transfers Out	9700			(250,000.00)		(388,321.97)	(638,321.97)
Total Other Financing Sources (Uses)	414,266.01	0.00	0.00	420,000.00	0.00	360,122.93	1,194,388.94
Net Change in Fund Balance	667,634.47	0.00	0.00	(159,852.31)	6,259.20	(182,087.71)	331,953.65
Fund Balance, July 1, 2010	2800	1,895,184.80	0.00	913,474.77	719,643.90	963,624.76	4,491,928.23
Total Fund Balance, June 30, 2011	2,562,819.27	0.00	0.00	753,622.46	725,903.10	781,537.05	4,823,881.88

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 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, 2011

Net Change in Fund Balances - Total Governmental Funds 331,953.65

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Outlay	329,427.10	
Depreciation expense	<u>(1,656,374.00)</u>	
Excess of capital outlay over depreciation expense		(1,326,946.90)

In the statement of activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental funds expenditures are recognized based on the amount actually paid for compensated absences. This is the net amount of compensated absences paid in excess of the amount earned in the current period. 415,895.82

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces the long-term liabilities in the statement of net assets. 817,438.35

The issuance of debt is reported as revenue in governmental funds and as an increase in debt in the statement of net assets. This represents the proceeds and gains from the refinancing and refunding debt. (590,000.00)

Certain items reported in the statement of activities do not provide or require the use of current financial resources and therefore are not reported as revenue, expenditures, or losses in the governmental funds. These activities consist of:

Net value of surplus property disposed		(25,508.87)
The net changes in the liability for postemployment healthcare benefits payable is reported in the government-wide statements, but not the governmental funds statements		<u>(255,993.00)</u>
Change in Net Assets - Governmental Activities		<u><u>(633,160.95)</u></u>

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2011

		Total	Governmental Activities Internal Service Funds
ASSETS			
Cash	1110	1,792,477.08	1,792,477.08
Investments	1160	79,271.07	79,271.07
Total Assets		<u>1,871,748.15</u>	<u>1,871,748.15</u>
 LIABILITIES AND FUND EQUITY			
Liabilities:			
Compensated Absences Payable	2330	1,871,748.15	1,871,748.15
Total Liabilities		1,871,748.15	1,871,748.15
 Fund Equity	 2700	 <u>0.00</u>	 <u>0.00</u>
 Total Liabilities and Fund Equity		 <u>1,871,748.15</u>	 <u>1,871,748.15</u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2011

		Total	Governmental Activities Internal Service Funds
Nonoperating Revenues			
Interest on Investments	3431	22,550.42	22,550.42
Nonoperating Expenses			
Miscellaneous Expense	790	(272,550.42)	(272,550.42)
Income (Loss) before operating transfers		(250,000.00)	(250,000.00)
Transfers In			
From General Fund	3610	0.00	0.00
From Debt Service	3620	250,000.00	250,000.00
Total Transfers In	3600	250,000.00	250,000.00
Change in Net Assets		0.00	0.00
Net Assets, July 1, 2010	2880	0.00	0.00
Net Assets, June 30, 2011	2780	0.00	0.00

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2011

	Total	Governmental Activities Internal Service Funds
Cash Flows From Noncapital Financing Activities		
Transfers From Other Funds	250,000.00	250,000.00
Net cash provided (used) by noncapital financing activities	<u>250,000.00</u>	<u>250,000.00</u>
Cash Flows From Investing Activities		
Sale of Investments	20,995.29	20,995.29
Interest	22,550.42	22,550.42
Net Cash Provided by Investing Activities	<u>43,545.71</u>	<u>43,545.71</u>
Net Increase in Cash and Cash Equivalents	<u>293,545.71</u>	<u>293,545.71</u>
Cash Beginning	<u>1,498,931.37</u>	<u>1,498,931.37</u>
Cash Ending	<u><u>1,792,477.08</u></u>	<u><u>1,792,477.08</u></u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income	<u>0.00</u>	<u>0.00</u>
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Changes in Assets and Liabilities:	<u>0.00</u>	<u>0.00</u>
Total Adjustments	<u>0.00</u>	<u>0.00</u>
Net Cash Provided by Operating Activities	<u><u>0.00</u></u>	<u><u>0.00</u></u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
June 30, 2011

	School Internal Funds 891	Total Agency Funds
ASSETS		
Cash	314,294.03	314,294.03
Total Assets	314,294.03	314,294.03
LIABILITIES		
Internal Accounts Payable	314,294.03	314,294.03
Total Liabilities	314,294.03	314,294.03

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

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

1 Summary of Significant Accounting Policies

A Reporting Entity

The District School Board has direct responsibility for operation, control, and supervision of District schools and is considered a primary government for financial reporting. The Holmes County School District is part of the Florida system of public education under the general direction of the State Board of Education.

The governing body of the school district is the Holmes County District School Board which is composed of five elected members. The elected Superintendent of Schools is the executive officer of the Board. The general operating authority of the District School Board and the Superintendent is contained in Chapters 1000 through 1013, Florida Statutes. Geographic boundaries of the district correspond with those of Holmes County.

Pursuant to Section 1001.51, 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.

Criteria for determining if other entities are potential component units which should be reported within the District's basic financial statements are identified and described in the Governmental Accounting Standards Board's (GASB) Codification of Governmental Accounting and Financial Reporting Standards, Sections 2100 and 2600. The application of these criteria provides for identification of any entities for which the District School Board is financially accountable and other organizations for which the nature and significance of their relationship with the School Board are such that exclusion would cause the District's basic financial statements to be misleading or incomplete. Based on these criteria, no component units are included within the reporting entity of the District.

B Basis of Presentation

Government-wide Financial Statements - Government-wide financial statements, including the statement of net assets and the statement of activities, present information about the School District as a whole. These statements include the nonfiduciary financial activity of the School District.

Government-wide financial statements are prepared using the economic resources measurement focus. The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are thereby clearly identifiable to a particular function. Depreciation expenses not readily associated with a particular function are reported as unallocated.

Program revenues include charges paid by the recipient of the goods or services offered by the program, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

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

Fund Financial Statements - Fund financial statements report detailed information about the District in the governmental, proprietary, and fiduciary funds. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is reported in a separate column. Nonmajor funds are aggregated and reported in a single column. Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements.

The District reports the following major governmental funds:

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

Special Revenue - Other Fund - to account for certain Federal grant program resources.

Special Revenue - ARRA Economic Stimulus Fund - to account for certain Federal grant program resources related to the American Recovery and Reinvestment Act (ARRA).

Debt Service - Other Fund - to account for the accumulation of resources for, and the payment of, debt principal, interest, and other costs related to the note payable for the energy savings contract.

Capital Projects - Local Capital Improvement Fund - to account for the financial resources generated by the local capital improvement tax levy to be used for educational capital outlay needs, including new construction and renovation and remodeling projects.

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

Internal Service Fund - to account for the resources set aside to fund a portion of the Board's compensated absences liability.

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

C Basis of Accounting

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 measurements made, regardless of the measurement focus applied.

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

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

Governmental fund financial statements are prepared using the modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers revenues to be available if they are collected within 45 days of the end of the current fiscal year. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for Federal, State, and other grant resources, revenue is recognized at the time the expenditure is made. Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized when due. Allocations of cost, such as depreciation, are not recognized in governmental funds.

The Proprietary Fund is accounted for as a proprietary activity under standards issued by the Financial Accounting Standards Board through November 1989 and applicable standards issued by the Governmental Accounting Standards Board.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

D Deposits and Investments

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

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

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

The District's investments in Florida PRIME, which SBA indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, as of June 30, 2010, are similar to money market funds in which shares are owned in the fund rather than the underlying investments. These investments are reported at fair value, which is amortized cost.

The District's investments in Fund B are accounted for as a fluctuating net asset value pool, with a fair value factor of 0.67353149 at June 30, 2010. Fund B is not subject to participant withdrawal requests. Distributions from Fund B, as determined by SBA, are effected by transferring eligible cash or securities to Florida PRIME, consistent with the pro rata allocation of pool shareholders of record at the creation date of Fund B. One hundred percent of such distributions from Fund B are available as liquid balance within Florida PRIME.

E Inventories

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories are stated at cost on the first-in, first-out basis except that United States Department of Agriculture surplus commodities are stated at their fair value as determined at the time of donation to the District's food service program by the Department of Health and Rehabilitative Services, Food Distribution Center. Purchases are recorded as expenditures during the year and are adjusted to reflect year-end physical inventories.

F Capital Assets

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported at cost in the government-wide statement of net assets but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$750. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at fair value at the date of donation.

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

<u>Description</u>	<u>Estimated Lives</u>
Improvements Other than Buildings	20 - 35 years
Buildings and Fixed Equipment	10 - 50 years
Furniture, Fixtures, and Equipment	5 - 10 years
Motor Vehicles	5 - 10 years

G Long-Term Liabilities

Long-term obligations that will be financed from resources to be received in the future by governmental funds, and to the extent funded in accordance with Board Policy in the Internal Service Fund, are reported as liabilities in the government-wide statement of net assets.

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

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

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

H State Revenue Sources

Revenues from State sources for current operations are primarily from the Florida Education Finance Program administered by the Florida Department of Education (Department) under the provisions of Section 1011.62, Florida Statutes. In accordance with this law, the District determines and reports the number of full-time equivalent (FTE) students and related data to the Department. The Department performs certain edit checks on the reported number of

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

FTE and related data, and calculates the allocation of funds to the District. The District is permitted to amend its original reporting for a period of nine months following the date of the original reporting. Such amendments may impact funding allocations for subsequent years. The Department may also adjust subsequent fiscal period allocations based upon an audit of the District's compliance in determining and reporting FTE and related data. Normally, such adjustments are treated as reductions or additions of revenue in the year when the adjustments are made.

The State provides financial assistance to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for certain programs be expended only for the program for which the money is provided, and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same categorical educational programs. The Department generally requires that categorical educational program revenues be accounted for in the General Fund. A portion of the fund balance of the General Fund is reserved in the governmental fund financial statements for the unencumbered balance of categorical educational program resources.

The State allocates gross receipts taxes, generally known as Public Education Capital Outlay money, to the District on an annual basis. The District is authorized to expend these funds only upon applying for and receiving an encumbrance authorization from the Department.

I District Property Taxes

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

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

Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4 percent for early payment.

Taxes become a lien on the property on January 1, and are delinquent on April 1, of the year following the year of assessment. State law provides for enforcement of collection of personal property taxes by seizure of the property to satisfy unpaid taxes, and for enforcement of collection of real property taxes by the sale of interest bearing tax certificates to satisfy unpaid taxes. The procedures result in the collection of essentially all taxes prior to June 30 of the year following the year of assessment.

Property tax revenues are recognized in the government-wide financial statements when the Board adopts the tax levy. Property tax revenues are recognized in the governmental fund financial statements when taxes are received by the District, except that revenue is accrued for taxes collected by the Holmes County Tax Collector at fiscal year-end but not yet remitted to the District.

J Federal Revenue Sources

The District receives Federal awards for the enhancement of various educational programs. Federal awards are generally received based on applications submitted to, and approved by, various granting agencies. For Federal awards in which a claim to these grant proceeds is

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred.

K BUDGETARY COMPLIANCE AND ACCOUNTABILITY

The Board follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Budgets are prepared, public hearings are held, and final budgets are adopted for all governmental fund types by the Board and submitted to the Commissioner of Education pursuant to the procedural steps and time intervals prescribed by law and State Board of Education rules.
2. Appropriations are controlled at the object level within each function and may be amended by resolution of the Board at any Board meeting prior to the due date for the annual financial report.
3. Budgetary information is integrated into the accounting system and, to facilitate budget control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at year end and encumbrances outstanding are honored from the subsequent year's appropriations.

2 Investments

Interest Rate Risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses from increasing interest rates.

Florida PRIME had a weighted average days to maturity (WAM) of 46 days at June 30, 2010. A portfolio's WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating rate instruments. WAM measures the sensitivity of the portfolio to interest rate changes. Fund B had a weighted average life (WAL) of 8.05 years. A portfolio's WAL is the dollar weighted average length of time until securities held reach maturity. WAL, which also measures the sensitivity of the portfolio to interest rate changes, is based on legal final maturity dates for Fund B as of June 30, 2010. However, because Fund B consists of restructured or defaulted securities there is considerable uncertainty regarding the WAL.

Credit Risk

Section 218.415(17), Florida Statutes, limits investments to State Board of Administration (SBA) Local Government Surplus Funds Trust Fund Investment Pool, which effective July 1, 2009, is known as Florida PRIME, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act as provided in Section 163.01, Florida Statutes; Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally recognized rating agency; interest-bearing time deposits in qualified public depositories, as defined in Section 280.02, Florida Statutes; and direct obligations of the United States Treasury. The District does not have a formal investment policy that limits its investment choices.

The District's investments in SBA Debt Service accounts are to provide for debt service payments on bond debt issued by the State Board of Education for the benefit of the District. The District

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

relies on policies developed by SBA for managing interest rate risk and credit risk for this account.

As of the annual report date, the District's investment in Florida PRIME is rated AAAM by Standard & Poor's. Fund B is unrated.

3 Florida Retirement System

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

Employees in the Plan vest at six years of service. All vested members are eligible for normal retirement benefits at age 62 or at any age after 30 years of service, which may include up to 4 years of credit for military service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, and death benefits, and annual cost-of-living adjustments.

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

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

FRS Retirement Contribution Rates

The Florida Legislature establishes, and may amend, contribution rates for each membership class of FRS. During the current fiscal year, contribution rates were as follows:

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

Class or Plan	Percent of Gross Salary	
	Employee	Employer (A)
Florida Retirement System, Regular	0.00	10.77
Florida Retirement System, Elected County Officers	0.00	18.64
Senior Management		14.57
Deferred Retirement Option Program - Applicable to Members from All of the Above Classes or Plans	0.00	12.25
Florida Retirement System, Reemployed Retiree	(B)	(B)

- Note: (A) Employer rates include 1.11 percent for the post-employment health insurance supplement. The employer rates other than for DROP participants, include 0.05 percent for administrative costs of the Public Optional Retirement Program.
- (B) Contribution rates are dependent upon the retirement class in which reemployed.

The District's liability for participation in the Plan is limited to the payment of the required contribution at the rates and frequencies established by law on future payrolls of the District. The District's expense to the Plan for the preceding and current fiscal years totaled \$1,605,689.46 and \$1,798,989.11 respectively.

The financial statements and other supplementary information of FRS are included in the comprehensive annual financial report of the State of Florida, which may be obtained from the Florida Department of Financial Services. Also, an annual report on FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services, Division of Retirement.

4 Changes In General Fixed Assets

The following is a summary of changes in general fixed assets:

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

	Balance 06-30-10	Additions	Deductions	Balance 06-30-11
Land	450,583.66	0.00	0.00	450,583.66
Improvements Other Than Building	1,723,157.27	0.00	0.00	1,723,157.27
Buildings and Fixed Equipment	54,031,062.63	0.00	0.00	54,031,062.63
Furniture, Fixtures, and Equipment	4,663,227.79	165,541.10	(487,019.87)	4,341,749.02
Motor Vehicles	3,439,703.68	163,886.00	(18,603.00)	3,584,986.68
Construction in Progress	0.00	0.00	0.00	0.00
	<u>64,307,735.03</u>	<u>329,427.10</u>	<u>(505,622.87)</u>	<u>64,131,539.26</u>
Less Accumulated Depreciation for:				
Improvements Other Than Building	1,410,083.00	52,672.00		1,462,755.00
Buildings and Fixed Equipment	16,131,996.00	1,137,808.00	(9.00)	17,269,813.00
Furniture, Fixtures, and Equipment	3,797,600.00	286,511.00	463,737.00	3,620,374.00
Motor Vehicles	2,330,740.00	179,383.00	16,386.00	2,493,737.00
Total Accumulated Depreciation	<u>23,670,419.00</u>	<u>1,656,374.00</u>	<u>480,114.00</u>	<u>24,846,679.00</u>
Capital Assets, net	<u>40,637,316.03</u>	<u>(1,326,946.90)</u>	<u>(985,736.87)</u>	<u>39,284,860.26</u>

Depreciation expense is not charged to individual functions on the Statement of Activities but rather is reflected as unallocated depreciation.

5 Changes In General Long-Term Debt

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

	Balance 06-30-10	Additions	Deductions	Balance 06-30-11
Bonds Payable	780,000.00	650,000.00	780,000.00	650,000.00
Note Payable	767,438.35	670,000.00	767,438.35	670,000.00
Compensated Absences	2,775,696.04	213,701.57	357,046.95	2,632,350.66
Other Post Employment Benefits	102,549.00	255,993.00	0.00	358,542.00
Total	<u>4,425,683.39</u>	<u>1,789,694.57</u>	<u>1,904,485.30</u>	<u>4,310,892.66</u>

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

6 Risk Management Programs

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Holmes County District School Board is a member of the Panhandle Area Educational Consortium - Risk Management Consortium under which several district school boards have established a combined limited self-insurance program for property protection, general liability, automobile liability, workers' compensation, money and securities, employee fidelity and

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faithful performance, boiler and machinery, and other coverage deemed necessary by the members of the Consortium. Section 1001.42(10)(k), Florida Statutes, provides the authority for the District to enter into such a risk management program. The Consortium is self-sustaining through member assessments (premiums), and purchases coverage through commercial companies for claims in excess of specified amounts. The Board of Directors for the Consortium is composed of superintendents of all participating districts. The Washington County District School Board serves as fiscal agent for the Consortium. Health and hospitalization coverage are being provided through purchased commercial insurance, with minimum deductibles for each line of coverage. Settled claims resulting from the risks described above have not exceeded commercial coverage in any of the past three fiscal years.

7 Reserve For Encumbrances

Appropriations in governmental funds are encumbered upon issuance of purchase orders for goods and services. Even though appropriations lapse at the end of the fiscal year, unfilled purchase orders of the current year are carried forward and the next year's appropriations are likewise encumbered. The Florida Department of Education requires that fund balances be reserved at fiscal year-end to report an amount likely to be expended from the subsequent fiscal year budget as a result of purchase orders outstanding at current year end.

8 Special Termination Benefits

School Board policy provides for the payment of special termination benefits to qualifying employees in the amount of \$16,000 if the employee retires with 30 to 33 years of experience or equal to ten percent of their annual salary if the employee is retiring with 33 years or less experience and who is not eligible for the \$16,000. In order to receive either one of these benefits, the employee must be eligible to retire under the Florida Retirement System.

9 Note Payable

The note payable to Wachovia Bank was liquidated with refinancing from Regions Bank and is comprised of the following:

	Balance <u>06-30-11</u>
Regions Bank – Borrowed \$670,000.00 on 04-30-2011 under the provisions of Section 1013.23, Florida Statutes. Repayment to be made over a five year period. Interest rate of 3.00%	\$670,000.00

Amounts payable for the planned extended repayment of Section 1013.23, Florida Statutes, note are as follows:

DISTRICT SCHOOL BOARD
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<u>Year Ended</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2011			
2012	146,701.51	125,953.98	20,747.53
2013	146,701.51	129,854.33	16,847.18
2014	146,701.51	133,875.46	12,826.05
2015	146,701.51	138,021.11	8,680.40
2016	<u>146,701.51</u>	<u>142,295.12</u>	<u>4,406.39</u>
 Total	 <u><u>733,507.55</u></u>	 <u><u>670,000.00</u></u>	 <u><u>63,507.55</u></u>

10 Bonds Payable

The State Board of Education on behalf of the District issued School Bonds Series 2001-A. The bonds mature serially and are secured by a pledge of the District's portion of the State-assessed motor vehicle license tax. The State's full faith and credit is also pledged as security for these bonds. Principal payments, interest payments, Debt Service Fund resources, and compliance with reserve requirements are administered by the State Board of Education and the State Board of Administration. These bonds are issued to finance capital outlay projects in the District. This bond series was refunded by Public Education Capital Outlay Refunding Bonds, 2010 Series A. The refunding was effectuated to achieve debt service savings due to lower interest rates. Proceeds of the 2010 A Bonds will be used to refund all or a portion of the outstanding 1999 Series E and 2001 Series C and to pay costs of issuance. The individual rates for the bond maturities ranging from 2.0% to 5.0%. The bonds mature through the fiscal year ended 2021.

<u>Fiscal Year</u> <u>June 30</u>	<u>Total</u> <u>Payment</u>	<u>Principal</u> <u>Principal</u>	<u>Interest</u>
2012	81,250.00	50,000.00	31,250.00
2013	79,250.00	50,000.00	29,250.00
2014	81,750.00	55,000.00	26,750.00
2015	84,000.00	60,000.00	24,000.00
2016	81,000.00	60,000.00	21,000.00
Later Years	<u>431,500.00</u>	<u>375,000.00</u>	<u>56,500.00</u>
 Total	 <u><u>838,750.00</u></u>	 <u><u>650,000.00</u></u>	 <u><u>188,750.00</u></u>

11 Interfund Receivables, Payables, and Transfers

Following is a summary of interfund receivables and payables reported in the fund financial statements:

DISTRICT SCHOOL BOARD
OF HOLMES COUNTY
NOTES TO THE FINANCIAL STATEMENTS
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Funds	Receivables	Payables
Major:		
General	187,052.75	
Special Revenue - Federal Funds		<u>187,052.75</u>
Total	<u>187,052.75</u>	<u>187,052.75</u>

The portion of the interfund receivables and payables represent loans to finance expenditures paid by the General Fund on behalf of the Special Revenue Special Revenue Federal Funds.

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

Funds	Transfers In	Transfers Out
Major:		
General	388,321.97	
Debt Service - Other Debt Service		250,000.00
Capital Projects		
Public Education Capital Outlay		232,988.84
Capial Outlay and Debt Service		155,333.13
Internal Service	<u>250,000.00</u>	
Total	<u>638,321.97</u>	<u>638,321.97</u>

The interfund transfers were to reimburse capital outlay and maintenance expenditures in the General Fund, fund terminal pay benefits in the internal service fund, and to subsidize the food service program.

12 Schedule of State Revenue Sources

The following is a schedule of the District's State revenue for the current fiscal year:

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June 30, 2011

<u>Source</u>	<u>Amount</u>
Florida Education Finance Program	15,150,498.00
CO&DS Withheld for Administrative Expense	1,076.49
District Discretionary Lottery Funds	11,104.00
Class Size Reduction/Operating Funds	3,262,038.00
School Recognition/Merit Schools	59,043.00
Voluntary Prekindergarten Program	135,887.19
State License Tax	11,080.25
Miscellaneous State	<u>47,415.04</u>
Total	<u><u>18,678,141.97</u></u>

12 Property Taxes

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

<u>General Fund</u>	<u>Millages</u>	<u>Levy</u>
Nonvoted School Tax		
Required Local Effort	5.487	2,504,040.26
Basic Discretionary Local Effort	0.748	341,356.32
Critical Operating Needs	<u>0.250</u>	<u>114,089.68</u>
Total	<u><u>6.485</u></u>	<u><u>2,959,486.26</u></u>

13 Special Termination Benefits

Board policy provides for the payment of special termination benefits to all employees who qualify under one of two plans. Under Plan I, qualifying employees receive up to \$16,000 if the employee retires with an effective date at the end of the school year in which they first reach 30 or 33 years of experience. Under Plan II, qualifying employees receive 10 percent of their annual salary if the employee is retiring with 33 years or less experience and is not eligible under Plan I. In order to receive either of these benefits, the employee must be eligible to retire under the Florida Retirement System.

14 Postemployment Healthcare Benefits Payable

Plan Description. The Other Postemployment Benefits Plan (Plan) is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, employees who retire from the District are eligible to participate in the District's self-insured health and hospitalization plan for medical and prescription drug coverage. The District subsidizes the premium rates paid by retirees by allowing them to participate in the plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to

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June 30, 2011

the Plan on average than those of active employees. The District does not offer any explicit subsidies for retiree coverage. Retirees are assumed to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. The Plan does not issue a stand-alone report, and is not included in the report of a Public Employee Retirement System or another entity.

Funding Policy. Plan contribution requirements of the District and Plan members are established and may be amended through recommendations of the Insurance Committee and action from the Board. The District has not advance-funded or established a funding methodology for the annual other postemployment benefit (OPEB) costs or the net OPEB obligation, and the Plan is financed on a pay-as-you-go basis. For the current fiscal year, 101 retirees received other postemployment benefits. The District provided required contributions of \$282,996 toward the annual OPEB cost, net of retiree contributions totaling \$534,602, which represents 8.9 percent of covered payroll.

Annual OPEB Cost and Net OPEB Obligation. The District's annual OPEB cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with parameters of Governmental Accounting Standards Board Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions. The ARC represents a level of funding that if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the District's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the District's net OPEB obligation:

<u>Description</u>	<u>Amount</u>
Normal Cost at year end	231,539
Amortization of Unfunded Actuarial Accrued Liability	301,300
Interest on Normal Cost and Amortization	<u>5,574</u>
Annual Required Contribution	538,413
Interest on Net OPEB Obligation	4,358
Adjustment to Annual Required Contribution	<u>(3,782)</u>
Annual OPEB Cost	538,989
Contributions to OPEB Cost	<u>(282,996)</u>
Increase in Net OPEB Obligation	255,993
Net OPEB Obligation – beginning of year	<u>102,549</u>
Net OPEB Obligation – end of year	<u><u>358,542</u></u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation were as follows:

DISTRICT SCHOOL BOARD
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NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

Fiscal Year	Annual OPED Cost	Percentage of Annual OPED Cost Contributed	Net OPED Obligation
2008-09	462,447	60.0%	184,792
2009-10	470,062	117.5%	102,549
2010-11	538,989	52.5%	358,542

Funded Status and Funding Progress. As of October 1, 2010, the most recent actuarial valuation date, the actuarial accrued liability for benefits was \$8,000,621, all of which was unfunded. The covered payroll (annual payroll of active participating employees) was \$10,961,786, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 73 percent.

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

Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan provisions, as understood by the employer and participating members, and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and participating members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The District used the entry age normal cost actuarial method to estimate the unfunded actuarial liability as of June 30, 2011, and to estimate the District's current fiscal year annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 4.25 percent rate of return on invested assets, which is the District's long-term expectation of investment returns under its investment policy. The actuarial assumptions also included a payroll growth rate of 4 percent per year, and an annual healthcare cost trend rate of 9 percent beginning October 1, 2010, reduced to an ultimate rate of 5 percent after 8 years. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at June 30, 2011, was 28 years.

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 REQUIRED SUPPLEMENTARY INFORMATION -
 SCHEDULE OF FUNDING PROGRESS
 OTHER POSTEMPLOYMENT BENEFITS PLAN
 June 30, 2011

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Liabilities (AAL)	Unfunded Actuarial Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
June 30, 2009	0	4,408,903	4,408,903	0.00%	11,028,315	40.0%
June 30, 2010	0	4,360,952	4,360,952	0.00%	10,874,083	40.1%
June 30, 2011	0	8,000,621	8,000,621	0.00%	10,961,786	73.0%

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

		Budgeted Amounts		Actual Amounts	Variance With Final Budget
		Original	Final		
Revenues:					
Federal Direct	3100	95,000.00	95,000.00	57,711.82	(37,288.18)
Federal Through State	3200			79,206.35	79,206.35
State Sources	3300	18,711,972.00	18,711,972.00	18,678,141.97	(33,830.03)
Local Sources:					
Property Taxes - Operational	3411	2,931,525.00	2,931,525.00	2,959,486.25	27,961.25
Property Taxes - Capital Projects	3413				
Other Local	3495	435,906.00	435,906.00	361,198.18	(74,707.82)
Total Revenues		<u>22,174,403.00</u>	<u>22,174,403.00</u>	<u>22,135,744.57</u>	<u>(38,658.43)</u>
Expenditures:					
Instruction	5000	12,399,516.00	12,049,522.45	12,048,022.41	1,500.04
Pupil Personnel Services	6100	555,131.00	530,824.00	529,324.38	1,499.62
Instructional Media Services	6200	617,680.00	602,831.28	601,331.31	1,499.97
Instruction and Curriculum	6300	204,083.00	124,430.00	122,930.49	1,499.51
Instructional Staff Training	6400	214,005.00	199,746.00	198,246.23	1,499.77
Instruction Related Technology	6500	119,091.00	116,062.10	114,562.13	1,499.97
Board of Education	7100	186,852.00	181,985.00	180,484.98	1,500.02
General Administration	7200	180,355.00	177,585.00	177,161.29	423.71
School Administration	7300	1,746,492.00	1,849,161.03	1,847,661.18	1,499.85
Fiscal Services	7500	306,180.00	346,791.00	345,291.22	1,499.78
Central Services	7700	636,539.00	637,700.42	636,200.85	1,499.57
Pupil Transportation Services	7800	1,402,140.00	1,326,286.56	1,324,786.14	1,500.42
Operation of Plant	7900	2,643,930.00	2,748,741.63	2,747,241.70	1,499.93
Maintenance of Plant	8100	830,978.00	982,606.00	981,406.27	1,199.73
Administrative Technology	8200		1,800.00		1,800.00
Capital Outlay:					
Other Capital Outlay	9300		27,725.53	27,725.53	0.00
Total Expenses		<u>22,042,972.00</u>	<u>21,903,798.00</u>	<u>21,882,376.11</u>	<u>21,421.89</u>
Excess of Revenues Over (Under) Expenditures		<u>131,431.00</u>	<u>270,605.00</u>	<u>253,368.46</u>	<u>(17,236.54)</u>
Other Financing Sources (Uses):					
Loss Recoveries	3740			25,944.04	25,944.04
Transfers In	3600	300,000.00	300,000.00	388,321.97	88,321.97
Transfers Out	9700	(135,000.00)	(5,000.00)		5,000.00
Total Other Financing Sources (Uses)		<u>165,000.00</u>	<u>295,000.00</u>	<u>414,266.01</u>	<u>119,266.01</u>
Net Change in Fund Balances		296,431.00	565,605.00	667,634.47	102,029.47
Fund Balance, July 1, 2010	2800	<u>1,895,185.00</u>	<u>1,895,184.80</u>	<u>1,895,184.80</u>	<u>0.00</u>
Total Fund Balance, June 30, 2011	2750	<u><u>2,191,616.00</u></u>	<u><u>2,460,789.80</u></u>	<u><u>2,562,819.27</u></u>	<u><u>102,029.47</u></u>

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - MAJOR SPECIAL REVENUE - OTHER
For the Fiscal Year Ended June 30, 2011

		Budgeted Amounts		Actual Amounts	Variance With Final Budget
		Original	Final		
Revenues:					
Federal Direct	3100				0.00
Federal Through State	3200	3,645,295.00	3,727,601.00	3,056,948.63	(670,652.37)
State Sources	3300				0.00
Local Sources	3400				0.00
Total Revenues		3,645,295.00	3,727,601.00	3,056,948.63	(670,652.37)
Expenditures:					
Instruction	5000	2,788,525.00	2,443,522.77	2,284,710.32	158,812.45
Pupil Personnel Services	6100	96,991.00	103,365.00	96,931.91	6,433.09
Instructional Media Services	6200	39,366.00	18,567.00	15,871.65	2,695.35
Instruction and Curriculum	6300	244,449.00	173,649.67	166,169.94	7,479.73
Instructional Staff Training	6400	117,479.00	117,734.00	112,131.89	5,602.11
Instruction Related Technology	6500	44,170.00	167,674.05	101,311.56	66,362.49
General Administration	7200	113,551.00	84,678.00	82,115.64	2,562.36
Central Services	7700	6,959.00	76,327.00	1,471.74	74,855.26
Pupil Transportation Services	7800	85,557.00	59,557.00	55,801.73	3,755.27
Operation of Plant	7900	83,082.00	30,082.00	27,474.89	2,607.11
Maintenance of Plant	8100	25,166.00	10,166.00	9,809.85	356.15
Capital Outlay:					
Other Capital Outlay	9300		103,147.51	103,147.51	0.00
Total Expenses		3,645,295.00	3,388,470.00	3,056,948.63	331,521.37
Excess of Revenues Over (Under) Expenditures		0.00	339,131.00	0.00	(339,131.00)
Total Other Financing Sources (Uses)		0.00	0.00	0.00	0.00
Net Change in Fund Balances		0.00	339,131.00	0.00	(339,131.00)
Fund Balance, July 1, 2010		0.00	0.00	0.00	0.00
Total Fund Balance, June 30, 2011		0.00	339,131.00	0.00	(339,131.00)

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - MAJOR SPECIAL REVENUE - ARRA ECONOMIC STIMULUS FUNDS
 For the Fiscal Year Ended June 30, 2011

		Budgeted Amounts		Actual Amounts	Variance With Final Budget
		Original	Final		
Revenues:					
Federal Direct	3100				0.00
Federal Through State	3200	960,241.00	2,009,856.00	1,945,402.41	(64,453.59)
State Sources	3300				0.00
Local Sources	3400				0.00
Total Revenues		960,241.00	2,009,856.00	1,945,402.41	(64,453.59)
Expenditures:					
Instruction	5000	960,241.00	1,567,794.04	1,553,280.89	14,513.15
Instruction and Curriculum	6300		9,000.00	6,007.00	2,993.00
Instructional Staff Training	6400		29,000.00	24,844.87	4,155.13
Instruction Related Technology	6500		36,311.90	31,779.28	4,532.62
General Administration	7200		17,720.00	12,746.59	4,973.41
Pupil Transportation Services	7800		13,653.00		13,653.00
Operation of Plant	7900		117,000.00	116,559.39	440.61
Maintenance of Plant	8100		80,000.00	78,575.33	1,424.67
Administrative Technology	8200		2,000.00	480.00	1,520.00
Capital Outlay:					
Other Capital Outlay	9300		121,129.06	121,129.06	0.00
Total Expenses		960,241.00	1,993,608.00	1,945,402.41	48,205.59
Excess of Revenues Over (Under) Expenditures					
		0.00	16,248.00	0.00	(16,248.00)
Total Other Financing Sources (Uses)					
		0.00	0.00	0.00	0.00
Net Change in Fund Balances					
		0.00	16,248.00	0.00	(16,248.00)
Fund Balance, July 1, 2010					
		0.00	0.00	0.00	0.00
Total Fund Balance, June 30, 2011					
		0.00	16,248.00	0.00	(16,248.00)

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 SPECIAL REVENUE FUNDS
 June 30, 2011

		Food Service 410	Total Nonmajor Special Revenue Funds
ASSETS			
Cash	1110	240,581.55	240,581.55
Accounts Receivable	1130		0.00
Due From Budgetary Funds	1141		0.00
Inventory	1150	25,106.34	25,106.34
Investments	1160		0.00
Due From Other Agencies	1220	17,837.24	17,837.24
		<u>283,525.13</u>	<u>283,525.13</u>
Total Assets			
LIABILITIES AND FUND EQUITY			
Liabilities:			
Accounts Payable	2120	3,007.61	3,007.61
Due To Budgetary Funds	2161		0.00
Payroll Deductions	2170		0.00
Due To Other Agencies	2230		0.00
		<u>3,007.61</u>	<u>3,007.61</u>
Total Liabilities			
Fund Balances:			
Nonspendable - Inventory	2711	25,106.34	25,106.34
Assigned Fund Balance	2740	255,411.18	255,411.18
		<u>280,517.52</u>	<u>280,517.52</u>
Total Fund Balances			
		<u>283,525.13</u>	<u>283,525.13</u>
Total Liabilities and Fund Equity			

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DEBT SERVICE FUNDS
 June 30, 2011

		SBE/COBI Bonds 210	Total Nonmajor Debt Service Funds
ASSETS			
Cash with Fiscal Agent	1114	15,601.23	15,601.23
Total Assets		<u>15,601.23</u>	<u>15,601.23</u>
LIABILITIES AND FUND BALANCES			
Total Liabilities		<u>0.00</u>	<u>0.00</u>
Fund Balances:			
Restricted for Debt Service	2725	15,601.23	15,601.23
Total Fund Balances		<u>15,601.23</u>	<u>15,601.23</u>
Total Liabilities and Fund Balances		<u>15,601.23</u>	<u>15,601.23</u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 CAPITAL PROJECTS FUNDS
 June 30, 2011

		Public Education Capital Outlay (PECO) 340	Capital Outlay and Debt Service Funds (CO & DS) 360	Other Capital Projects 390	Total Nonmajor Capital Project Funds
ASSETS					
Cash	1110	220,758.17	0.00	211,237.63	431,995.80
Investments	1160	53,422.50			53,422.50
Total Assets		<u>274,180.67</u>	<u>0.00</u>	<u>211,237.63</u>	<u>485,418.30</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Total Liabilities		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Fund Balances:					
Restricted Fund Balance	2726	274,180.67	0.00		274,180.67
Assigned Fund Balance	2743	0.00	0.00	211,237.63	211,237.63
Total Fund Balances		<u>274,180.67</u>	<u>0.00</u>	<u>211,237.63</u>	<u>485,418.30</u>
Total Liabilities and Fund Balances		<u>274,180.67</u>	<u>0.00</u>	<u>211,237.63</u>	<u>485,418.30</u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Fiscal Year Ended June 30, 2011

		<u>Special Revenue Funds</u>	
		Food Service 410	Total Nonmajor Special Revenue Funds
Revenues:			
Federal Through State	3200	1,179,625.46	1,179,625.46
State Sources	3300	22,863.00	22,863.00
Charges For Services - Food Service	3450	368,898.43	368,898.43
Other Local Revenue		8,055.84	8,055.84
		<u>1,579,442.73</u>	<u>1,579,442.73</u>
Total Revenues			
Expenditures:			
Food Service	7600	1,614,033.59	1,614,033.59
Total Expenditures		<u>1,614,033.59</u>	<u>1,614,033.59</u>
Excess Deficiency of Revenues Over (Under) Expenditures		<u>(34,590.86)</u>	<u>(34,590.86)</u>
Other Financing Sources (Uses):			
Total Other Financing Sources (Uses)		<u>0.00</u>	<u>0.00</u>
Net Change in Fund Balance		<u>(34,590.86)</u>	<u>(34,590.86)</u>
Fund Balance, July 1, 2010	2800	<u>315,108.38</u>	<u>315,108.38</u>
Total Fund Balance, June 30, 2011	2700	<u><u>280,517.52</u></u>	<u><u>280,517.52</u></u>

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Fiscal Year Ended June 30, 2011

		Debt Service Funds	
		SBE/COBI	Total Nonmajor
		Bonds	Debt Service
		210	Funds
Revenues:			
State Sources	3300	82,368.76	82,368.76
Total Revenues		82,368.76	82,368.76
Expenditures:			
Retirement of Principal	710	50,000.00	50,000.00
Interest	720	26,761.82	26,761.82
Dues, Fees and Issuance Costs	730	6,255.00	6,255.00
Payments to Refunded Bond Escrow Agent	760	751,190.75	751,190.75
Total Expenditures		834,207.57	834,207.57
Excess Deficiency of Revenues Over (Under) Expenditures		(751,838.81)	(751,838.81)
Other Financing Sources (Uses):			
Proceeds of Loans	3715	650,000.00	650,000.00
Premium on Sale of Refunding Bonds	3792	98,444.90	98,444.90
Total Other Financing Sources (Uses)		748,444.90	748,444.90
Net Change in Fund Balance		(3,393.91)	(3,393.91)
Fund Balance, July 1, 2010	2800	18,995.14	18,995.14
Total Fund Balance, June 30, 2011	2700	15,601.23	15,601.23

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Fiscal Year Ended June 30, 2011

	Capital Projects Funds			
	Public Education Capital Outlay 340	Capital Outlay & Debt Service 360	Other Capital Projects 390	Total Nonmajor Capital Projects Funds
Revenues:				
State Sources	3300	209,544.00	31,019.57	240,563.57
Local Sources:				
Other Local	3495	2,336.67	983.28	335.51
			335.51	3,655.46
Total Revenues		211,880.67	32,002.85	244,219.03
Expenditures:				
Total Expenditures		0.00	0.00	0.00
Excess Deficiency of Revenues Over (Under) Expenditures		211,880.67	32,002.85	244,219.03
Other Financing Sources (Uses):				
Transfers Out	9700	(232,988.84)	(155,333.13)	(388,321.97)
Total Other Financing Sources (Uses)		(232,988.84)	(155,333.13)	0.00
Net Change in Fund Balance		(21,108.17)	(123,330.28)	335.51
Fund Balance, July 1, 2010	2800	295,288.84	123,330.28	210,902.12
Total Fund Balance, June 30, 2011	2700	274,180.67	0.00	211,237.63
		485,418.30		

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - FOOD SERVICE (NONMAJOR)
 For the Fiscal Year Ended June 30, 2011

		Budgeted Amounts		Actual Amounts	Variance With Final Budget
		Original	Final		
Revenues:					
Federal Through State	3200	1,069,825.00	1,069,825.00	1,179,625.46	109,800.46
State Sources	3300	23,553.00	23,553.00	22,863.00	(690.00)
Charges For Services - Food Service	3450	376,064.00	376,064.00	368,898.43	(7,165.57)
Other Local Revenue				8,055.84	8,055.84
Total Revenues		1,469,442.00	1,469,442.00	1,579,442.73	110,000.73
Expenditures:					
Food Services	7600	1,694,565.00	1,694,565.00	1,614,033.59	80,531.41
Total Expenses		1,694,565.00	1,694,565.00	1,614,033.59	80,531.41
Excess of Revenues Over (Under) Expenditures		(225,123.00)	(225,123.00)	(34,590.86)	190,532.14
Other Financing Sources (Uses):					
Transfers In	3600	135,000.00	135,000.00		0.00
Total Other Financing Sources (Uses)		135,000.00	135,000.00	0.00	0.00
Net Change in Fund Balances		(90,123.00)	(90,123.00)	(34,590.86)	190,532.14
Fund Balance, July 1, 2010	2800	315,108.00	315,108.38	315,108.38	0.00
Total Fund Balance, June 30, 2011		224,985.00	224,985.38	280,517.52	190,532.14

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - DEBT SERVICE - SBE/COBI BOND
For the Fiscal Year Ended June 30, 2011

		Budgeted Amounts		Actual Amounts	Variance With Final Budget
		Original	Final		
Revenues:					
State Sources	3300	84,888.00	84,888.00	82,368.76	(2,519.24)
Total Revenues		84,888.00	84,888.00	82,368.76	(2,519.24)
Expenditures:					
Retirement of Principal	710	50,000.00	50,000.00	50,000.00	0.00
Interest	720	37,975.00	37,975.00	26,761.82	11,213.18
Dues and fees	730		7,000.00	6,255.00	745.00
Payments to Bond Escrow Agent	760		751,191.00	751,190.75	0.25
Total Expenditures		87,975.00	846,166.00	834,207.57	11,958.43
Excess of Revenues Over (Under) Expenditures		(3,087.00)	(761,278.00)	(751,838.81)	9,439.19
Other Financing Sources (Uses):					
Proceeds of Refunding Bonds	3715		650,000.00	650,000.00	0.00
Premium on Sale of Refunding Bonds	3792		98,444.00	98,444.90	0.90
Total Other Financing Sources (Uses)		0.00	748,444.00	748,444.90	0.90
Net Change in Fund Balances		(3,087.00)	(12,834.00)	(3,393.91)	9,440.09
Fund Balance, July 1, 2010	2800	18,995.00	18,995.14	18,995.14	0.00
Total Fund Balance, June 30, 2011	2700	15,908.00	6,161.14	15,601.23	9,440.09

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - DEBT SERVICE - OTHER DEBT SERVICE
For the Fiscal Year Ended June 30, 2011

		Budgeted Amounts		Actual Amounts	Variance With Final Budget
		Original	Final		
Revenues:					
State Sources	3300	209,250.00	209,250.00	209,250.00	0.00
Local Sources					
Other Local	3495	19,500.00	19,500.00	10,294.23	(9,205.77)
Total Revenues		228,750.00	228,750.00	219,544.23	(9,205.77)
Expenditures:					
Retirement of Principal	710	97,165.00	769,165.00	767,427.96	1,737.04
Interest	720	30,698.00	30,698.00	30,697.53	0.47
Dues and fees	730		2,000.00	1,271.05	728.95
Total Expenditures		127,863.00	801,863.00	799,396.54	2,466.46
Excess of Revenues Over (Under) Expenditures		100,887.00	(573,113.00)	(579,852.31)	(6,739.31)
Other Financing Sources (Uses):					
Proceeds of Loans	3720			670,000.00	670,000.00
Transfers Out	9700	(125,000.00)	(253,000.00)	(250,000.00)	3,000.00
Total Other Financing Sources (Uses)		(125,000.00)	(253,000.00)	420,000.00	673,000.00
Net Change in Fund Balances		(24,113.00)	(826,113.00)	(159,852.31)	666,260.69
Fund Balance, July 1, 2010	2800	913,475.00	913,474.77	913,474.77	0.00
Total Fund Balance, June 30, 2011		889,362.00	87,361.77	753,622.46	666,260.69

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - CAPITAL PROJECTS - PECO
For the Fiscal Year Ended June 30, 2011

		Budgeted Amounts		Actual Amounts	Variance With Final Budget
		Original	Final		
Revenues:					
State Sources	3300	70,724.00	70,724.00	209,544.00	138,820.00
Local Sources:					
Other Local	3495	9,911.00	9,911.00	2,336.67	(7,574.33)
Total Revenues		80,635.00	80,635.00	211,880.67	131,245.67
Expenditures:					
Maintenance of Plant	8100	75,000.00	75,000.00		75,000.00
Total Expenditures		75,000.00	75,000.00	0.00	75,000.00
Excess of Revenues Over (Under) Expenditures		5,635.00	5,635.00	211,880.67	206,245.67
Other Financing Sources (Uses):					
Transfers Out	9700	(300,000.00)	(240,000.00)	(232,988.84)	7,011.16
Total Other Financing Sources (Uses)		(300,000.00)	(240,000.00)	(232,988.84)	7,011.16
Net Change in Fund Balances		(294,365.00)	(234,365.00)	(21,108.17)	213,256.83
Fund Balance, July 1, 2010	2800	993,800.00	295,288.84	295,288.84	0.00
Total Fund Balance, June 30, 2011	2700	699,435.00	60,923.84	274,180.67	213,256.83

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - CAPITAL PROJECTS - CO&DS
For the Fiscal Year Ended June 30, 2011

		Budgeted Amounts		Actual Amounts	Variance With Final Budget
		Original	Final		
Revenues:					
State Sources	3300	26,510.00	36,510.00	31,019.57	(5,490.43)
Local Sources:					
Other Local	3495	902.00	902.00	983.28	81.28
Total Revenues		27,412.00	37,412.00	32,002.85	(5,409.15)
Expenditures:					
Total Expenditures		0.00	0.00	0.00	0.00
Excess of Revenues Over (Under) Expenditures		27,412.00	37,412.00	32,002.85	(5,409.15)
Other Financing Sources (Uses):					
Transfers Out	9700	0.00	(160,000.00)	(155,333.13)	4,666.87
Total Other Financing Sources (Uses)		0.00	(160,000.00)	(155,333.13)	4,666.87
Net Change in Fund Balances		27,412.00	(122,588.00)	(123,330.28)	(742.28)
Fund Balance, July 1, 2010	2800	123,330.00	123,330.28	123,330.28	0.00
Total Fund Balance, June 30, 2011	2700	150,742.00	742.28	0.00	(742.28)

Exhibit G-3

District Page 35b

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - CAPITAL PROJECTS - LOCAL CAPITAL IMPROVEMENT
 For the Fiscal Year Ended June 30, 2011

		Budgeted Amounts		Actual Amounts	Variance With Final Budget
		Original	Final		
Revenues:					
Other Local	3495	6,815.00	6,815.00	6,259.20	(555.80)
Total Revenues		6,815.00	6,815.00	6,259.20	(555.80)
Expenditures:					
Total Expenditures		0.00	0.00	0.00	0.00
Excess of Revenues Over (Under) Expenditures		6,815.00	6,815.00	6,259.20	(555.80)
Other Financing Sources (Uses):					
Total Other Financing Sources (Uses)		0.00	0.00	0.00	0.00
Net Change in Fund Balances		6,815.00	6,815.00	6,259.20	(555.80)
Fund Balance, July 1, 2010	2800	719,644.00	719,643.90	719,643.90	0.00
Total Fund Balance, June 30, 2011	2700	726,459.00	726,458.90	725,903.10	(555.80)

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - CAPITAL PROJECTS - OTHER CAPITAL
 For the Fiscal Year Ended June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance With Final Budget	
	Original	Final			
Revenues:					
Other Local	3495	373.00	373.00	335.51	(37.49)
Total Revenues		373.00	373.00	335.51	(37.49)
Expenditures:					
Total Expenditures		0.00	0.00	0.00	0.00
Excess of Revenues Over (Under) Expenditures		373.00	373.00	335.51	(37.49)
Other Financing Sources (Uses):					
Total Other Financing Sources (Uses)		0.00	0.00	0.00	0.00
Net Change in Fund Balances		373.00	373.00	335.51	(37.49)
Fund Balance, July 1, 2010	2800	210,902.00	210,902.12	210,902.12	0.00
Total Fund Balance, June 30, 2011	2700	211,275.00	211,275.12	211,237.63	(37.49)

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF NET ASSETS
 INTERNAL SERVICE FUNDS
 June 30, 2011

		<u>Total</u>	<u>Total Internal Service Funds</u>
ASSETS			
Cash	1110	1,792,477.08	1,792,477.08
Investments	1160	<u>79,271.07</u>	<u>79,271.07</u>
 Total Assets		 <u><u>1,871,748.15</u></u>	 <u><u>1,871,748.15</u></u>
 LIABILITIES AND FUND EQUITY			
Liabilities:			
Compensated Absences Payable	2330	<u>1,871,748.15</u>	<u>1,871,748.15</u>
 Total Liabilities		 1,871,748.15	 1,871,748.15
Fund Equity	2700	<u>0.00</u>	<u>0.00</u>
 Total Liabilities and Fund Equity		 <u><u>1,871,748.15</u></u>	 <u><u>1,871,748.15</u></u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended June 30, 2011

		Total	Total Internal Service Funds
Nonoperating Revenues			
Interest on Investments	3400	22,550.42	22,550.42
Nonoperating Expenses			
Miscellaneous Expense	790	(272,550.42)	(272,550.42)
Income (Loss) before operating transfers		(250,000.00)	(250,000.00)
Transfers In			
From General Fund	3610	0.00	0.00
From Debt Service	3620	250,000.00	250,000.00
Total Transfers In	3600	250,000.00	250,000.00
Change in Net Assets		0.00	0.00
Net Assets, July 1, 2010	2800	0.00	0.00
Net Assets, June 30, 2011	2780	0.00	0.00

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended June 30, 2011

	Total	Total Internal Service Funds
Cash Flows From Noncapital Financing Activities		
Transfers From Other Funds	250,000.00	250,000.00
Net cash provided (used) by noncapital financing activities	250,000.00	250,000.00
Cash Flows From Investing Activities		
Sale of Investments	20,995.29	20,995.29
Interest	22,550.42	22,550.42
Net Cash Provided by Investing Activities	43,545.71	43,545.71
Net Increase in Cash and Cash Equivalents	293,545.71	293,545.71
Cash Beginning	1,498,931.37	1,498,931.37
Cash Ending	1,792,477.08	1,792,477.08
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income	0.00	0.00
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Changes in Assets and Liabilities:	0.00	0.00
Total Adjustments	0.00	0.00
Net Cash Provided by Operating Activities	0.00	0.00

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 AGENCY FUNDS
 June 30, 2011

	School Internal Funds 891	Total Agency Funds
	<hr/>	<hr/>
ASSETS		
Cash	314,294.03	314,294.03
	<hr/>	<hr/>
Total Assets	314,294.03	314,294.03
	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES		
Internal Accounts Payable	314,294.03	314,294.03
	<hr/>	<hr/>
Total Liabilities	314,294.03	314,294.03
	<hr/> <hr/>	<hr/> <hr/>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS - SCHOOL INTERNAL FUNDS
 June 30, 2011

		Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS					
Cash	1110	300,174.64	1,058,751.47	1,044,632.08	314,294.03
Total Assets		<u>300,174.64</u>	<u>1,058,751.47</u>	<u>1,044,632.08</u>	<u>314,294.03</u>
LIABILITIES					
Internal Accounts Payable	2290	300,174.64	1,058,751.47	1,044,632.08	314,294.03
Total Liabilities		<u>300,174.64</u>	<u>1,058,751.47</u>	<u>1,044,632.08</u>	<u>314,294.03</u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GENERAL FUND
For the Fiscal Year Ended June 30, 2011

REVENUES	Acct No	Amount
Federal Direct		
Reserve Officers Training Corps (ROTC)	3191	57,711.82
Total Federal Direct	3100	57,711.82
Federal Through State	3200	79,206.35
Total Federal		136,918.17
STATE		
Florida Education Finance Program	3310	15,150,498.00
CO&DS Withheld for Administrative Expense	3323	1,076.49
District Discretionary Lottery Funds	3344	11,104.00
Class Size Reduction/Operating Funds	3355	3,262,038.00
School Recognition/Merit Schools	3361	59,043.00
Excellent Teaching	3363	15,733.44
Voluntary Prekindergarten Program	3371	135,887.19
State License Tax	3343	11,080.25
Miscellaneous State	_____	31,681.60
Total State	3300	18,678,141.97
LOCAL		
District Taxes - Operational	3411	2,959,486.25
Interest	3431	28,919.77
Preschool Program Fees	3471	47,876.43
Federal Indirect Cost Rate	3494	92,256.44
Lost, Damaged and Sold Textbooks	3498	259.87
Miscellaneous Local Sources	3495	191,885.67
Total Local	3400	3,320,684.43
Total Revenues	3000	22,135,744.57

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE--GENERAL FUND, CONTINUED
For the Fiscal Year Ended June 30, 2011

EXPENDITURES:		000	100	200	300	400	500	600	700
Function/Object	Acct. Code	Total	Salaries	Employee Benefits	Purchased Services	Energy Services	Materials & Supplies	Capital Outlay	Other Expenses
Instruction*	5000	12,048,022.41	8,618,545.92	2,428,307.68	350,814.81		465,677.75	54,475.21	130,201.04
Pupil Personnel Services	6100	529,324.38	371,092.26	101,790.33	55,000.00		1,197.00	189.99	54.80
Instructional Media Services	6200	601,331.31	437,123.02	115,870.95	9,240.42		8,955.53	29,293.14	848.25
Instructional & Curriculum Services	6300	122,930.49	90,377.13	23,778.77	8,754.50				20.09
Instructional Staff Training	6400	198,246.23	156,931.23	39,089.71	94.72		18.50		2,112.07
Instruction Related Technology	6500	114,562.13	79,578.00	22,850.55	9,483.47			2,385.11	265.00
Board of Education	7100	180,484.98	123,583.60	46,365.08	454.56			82.74	9,999.00
General Administration	7200	177,161.29	128,934.00	24,509.05	1,698.35		475.05	642.10	20,902.74
School Administration	7300	1,847,661.18	1,394,778.07	442,987.65	6,653.32		106.86	2,233.28	902.00
Fiscal Services	7500	345,291.22	227,165.35	65,963.21	31,853.21		4,826.89	431.43	15,051.13
Central Services	7700	636,200.85	385,526.68	129,549.76	94,884.71		7,322.27	3,957.60	14,959.83
Pupil Transportation Services	7800	1,324,786.14	676,952.54	280,421.71	11,654.60	209,475.75	116,739.92	2,351.03	27,190.59
Operation of Plant	7900	2,747,241.70	422,625.32	485,974.88	594,024.01	1,050,253.42	45,891.72	7,861.27	140,611.08
Maintenance of Plant	8100	981,406.27	313,682.45	101,751.80	302,994.00		167,060.82	24,422.95	71,494.25
Other Capital Outlay	9300	27,725.53						27,725.53	
Total Expenditures	0000	21,882,376.11	13,426,895.57	4,309,211.13	1,477,604.68	1,259,729.17	818,272.31	156,051.38	434,611.87
Excess (Deficiency) Of Revenues Over Expenditures	01	<u>253,368.46</u>							

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GENERAL FUND
For the Fiscal Year Ended June 30, 2011

	Acct No	Amount
OTHER FINANCING SOURCES (USES)		
Nonrevenue Receipts		
Loss Recoveries	3740	<u>25,944.04</u>
Transfers In		
From Capital Projects Funds	3630	<u>388,321.97</u>
Total Transfers In	3600	<u>388,321.97</u>
Total Other Financing Sources (Uses)		<u>414,266.01</u>
Net Change in Fund Balance		<u>667,634.47</u>
Fund Balance, July 1, 2010	2800	<u>1,895,184.80</u>
Nonspendable Fund Balance	2710	114,228.54
Unassigned Fund Balance	2750	<u>2,448,590.73</u>
Total Fund Balance, June 30, 2011	2700	<u><u>2,562,819.27</u></u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - SPECIAL REVENUE FUND -- FOOD SERVICE
For the Fiscal Year Ended June 30, 2011

REVENUES	Acct No	Amount
Federal Through State:		
School Lunch Reimbursement	3261	836,284.16
School Breakfast Reimbursement	3262	224,630.78
After School Snack Reimbursement	3263	31,330.12
USDA Donated Foods	3265	69,543.16
Summer Food Service Program	3267	17,837.24
 Total Federal Through State	 3200	 <u>1,179,625.46</u>
State:		
Breakfast Supplement	3337	8,489.00
School Lunch Supplement	3338	13,873.00
Miscellaneous State	3390	501.00
 Total State	 3300	 <u>22,863.00</u>
Local:		
Interest	3431	1,468.93
Student Lunches	3451	214,341.87
Student Breakfasts	3452	77,892.99
Adult Breakfast/Lunch	3453	65,361.41
Student and Adult a la Carte	3454	11,302.16
Other Food Sales	3456	
Miscellaneous Local Sources	3490	6,586.91
 Total Local	 3400	 <u>376,954.27</u>
 Total Revenues	 3000	 <u>1,579,442.73</u>

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - SPECIAL REVENUE FUND -- FOOD SERVICE
For the Fiscal Year Ended June 30, 2011

EXPENDITURES (Function 7600)	Acct No	Amount
Salaries	100	473,872.67
Employee Benefits	200	195,926.26
Purchased Services	300	6,073.15
Energy Services	400	0.00
Materials and Supplies	500	911,579.92
Capital Outlay	600	6,074.15
Other Expenses	700	8,271.44
Other Capital Outlay (Function 9300)	600	<u>12,236.00</u>
 Total Expenditures	 7600	 <u>1,614,033.59</u>
 Excess (Deficiency) of Revenues Over Expenditures		 (34,590.86)
 OTHER FINANCING SOURCES (USES)		
Transfers In	3600	<u>0.00</u>
 Net Change in Fund Balance		 <u>(34,590.86)</u>
 Fund Balance, July 1, 2010	 2800	 <u>315,108.38</u>
 Nonspendable Fund Balance	 2710	 25,106.34
Assigned Fund Balance	2740	<u>255,411.18</u>
 Total Fund Balance, June 30, 2011	 2700	 <u><u>280,517.52</u></u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - SPECIAL REVENUE FUND -- OTHER
For the Fiscal Year Ended June 30, 2011

REVENUES	Acct No	Amount
Federal Direct:		
Vocational Education Acts	3201	80,422.46
Title II	3226	260,891.00
Drug Free Schools	3227	1,350.27
Education for the Handicapped (PL 94-142)	3230	744,477.46
Education Consolidation and Improvement Act, Chapter I	3240	1,327,538.25
Miscellaneous Federal	3290	<u>642,269.19</u>
 Total Federal Through State	 3200	 <u>3,056,948.63</u>
 Total Revenues	 3000	 <u>3,056,948.63</u>

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE--SPECIAL REVENUE FUNDS/OTHER, CONTINUED
For the Fiscal Year Ended June 30, 2011

EXPENDITURES:		000	100	200	300	400	500	600	700
Function/Object	Acct. Code	Totals	Salaries	Employee Benefits	Purchased Services	Energy Services	Materials & Supplies	Capital Outlay	Other Expenses
Instruction*	5000	2,284,710.32	1,162,813.67	319,960.87	301,275.35	75.00	205,192.15	205,534.88	89,858.40
Pupil Personnel Services	6100	96,931.91	60,116.35	14,270.65	5,749.48		16,270.43		525.00
Instructional Media Services	6200	15,871.65	725.86	133.70	1,500.00		459.60	13,052.49	
Instructional & Curriculum Services	6300	166,169.94	124,742.56	34,037.93	4,631.12		2,758.33		
Instructional Staff Training	6400	112,131.89	50,210.77	13,095.31	34,621.67		2,938.39	1,908.00	9,357.75
Instruction Related Technology	6500	101,311.56			20,343.00		16,515.07	64,453.49	
General Administration	7200	82,115.64			2,866.02				79,249.62
Central Services	7700	1,471.74			418.00		126.75	926.99	
Pupil Transportation Services	7800	55,801.73	11,812.00	3,374.05	32,941.68				7,674.00
Operation of Plant	7900	27,474.89			899.66			26,575.23	
Maintenance of Plant	8100	9,809.85			4,205.00		804.85	4,800.00	
Other Capital Outlay	9300	103,147.51						103,147.51	
Total Expenditures	0000	3,056,948.63	1,410,421.21	384,872.51	409,450.98	75.00	245,065.57	420,398.59	186,664.77
Net Change in Fund Balance		0.00							
Fund Balance, July 1, 2010	2800	<u>0.00</u>							
Total Fund Balance, June 30, 2011	2700	<u><u>0.00</u></u>							

Exhibit K-3
Fund 420

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - SPECIAL REVENUE FUNDS
 AMERICAN RECOVERY AND REINVESTMENT ACT ECONOMIC STIMULUS FUNDS
 For the Fiscal Year Ended June 30, 2011

REVENUES	Acct No	State Fiscal Stabilization 431	Targeted ARRA Stimulus 432	Other ARRA Stimulus 434	Totals
Federal Direct:					
State Fiscal Stabilization Funds K-12	3210	963,759.00			963,759.00
Race To The Top	3214			77,465.08	77,465.08
Individuals with Disabilities Education Act (IDEA)	3230		417,825.07		417,825.07
Elementary and Secondary Education Act, Title I	3240	51,060.77	239,893.10		290,953.87
Back to Work	3280		195,134.72		195,134.72
Miscellaneous Federal Through State	3290		264.67		264.67
Total Federal Throught State	3200	<u>1,014,819.77</u>	<u>853,117.56</u>	<u>77,465.08</u>	<u>1,945,402.41</u>
Total Revenues	3000	<u>1,014,819.77</u>	<u>853,117.56</u>	<u>77,465.08</u>	<u>1,945,402.41</u>

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 SPECIAL REVENUE FUND - STATE FISCAL STABILIZATION FUNDS (Continued)
 For the Fiscal Year Ended June 30, 2011

EXPENDITURES:		000	100	200	300	400	500	600	700
Function/Object	Acct. Code	Totals	Salaries	Employee Benefits	Purchased Services	Energy Services	Materials & Supplies	Capital Outlay	Other Expenses
Instruction*	5000	994,319.60	735,791.36	216,728.73	238.00			30,322.60	11,238.91
Instructional Staff Training	6400	10,003.01			10,003.01				
Instruction Related Technology	6500	706.06						706.06	
Administrative Technology	8200	480.00			480.00				
Other Capital Outlay	9300	9,311.10						9,311.10	
Total Expenditures	0000	1,014,819.77	735,791.36	216,728.73	10,721.01	0.00	0.00	40,339.76	11,238.91
Net Change in Fund Balance		0.00							
Fund Balance, July 1, 2010	2800	<u>0.00</u>							
Total Fund Balance, June 30, 2011	2700	<u><u>0.00</u></u>							

Exhibit K-4
 Fund 431

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 SPECIAL REVENUE FUND - TARGETED ARRA STIMULUS FUNDS (Continued)
 For the Fiscal Year Ended June 30, 2011

EXPENDITURES:		000	100	200	300	400	500	600	700
Function/Object	Acct. Code	Totals	Salaries	Employee Benefits	Purchased Services	Energy Services	Materials & Supplies	Capital Outlay	Other Expenses
Instruction*	5000	527,773.35	346,923.44	102,428.85	69,768.41		301.72	3,951.40	4,399.53
Instructional & Curriculum Services	6300	6,007.00			507.00			5,500.00	
Instructional Staff Training	6400	242.60			242.60				
Instruction Related Technology	6500	264.67						264.67	
General Administration	7200	11,877.26							11,877.26
Operation of Plant	7900	116,559.39		7,279.39					109,280.00
Maintenance of Plant	8100	78,575.33		5,583.83					72,991.50
Other Capital Outlay	9300	111,817.96						111,817.96	
Total Expenditures	0000	853,117.56	346,923.44	115,292.07	70,518.01	0.00	301.72	121,534.03	198,548.29
Net Change in Fund Balance		0.00							
Fund Balance, July 1, 2010	2800	<u>0.00</u>							
Total Fund Balance, June 30, 2011	2700	<u><u>0.00</u></u>							

Exhibit K-4
 Fund 432

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 SPECIAL REVENUE FUND - ARRA RACE TO THE TOP (Continued)
 For the Fiscal Year Ended June 30, 2011

EXPENDITURES:		000	100	200	300	400	500	600	700
Function/Object	Acct. Code	Totals	Salaries	Employee Benefits	Purchased Services	Energy Services	Materials & Supplies	Capital Outlay	Other Expenses
Instruction*	5000	31,187.94			287.22		5,002.57	25,898.15	
Instructional Staff Training	6400	14,599.26			14,101.50		497.76		
Instruction Related Technology	6500	30,808.55	22,751.52	8,057.03					
General Administration	7200	869.33			465.61				403.72
Total Expenditures	0000	77,465.08	22,751.52	8,057.03	14,854.33	0.00	5,500.33	25,898.15	403.72
Net Change in Fund Balance		0.00							
Fund Balance, July 1, 2010	2800	<u>0.00</u>							
Total Fund Balance, June 30, 2011	2700	<u><u>0.00</u></u>							

Exhibit K-4
 Fund 434

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES--DEBT SERVICE FUNDS
 For the Fiscal Year Ended June 30, 2011

Account Title	Acct. Code	Total	SBE/COBI Funds (210)	Other Debt Service (290)
REVENUES:				
CO & DS Withheld for SBE/COBI Bonds	3322	82,356.84	82,356.84	
SBE/COBI Bond Interest	3326	11.92	11.92	
Racing Commission Funds	3341	209,250.00		209,250.00
Total State Sources	3300	291,618.76	82,368.76	209,250.00
Local Source: Interest	3400	10,294.23		10,294.23
Total Revenues		301,912.99	82,368.76	219,544.23
EXPENDITURES:				
Redemption Of Principal	710	817,427.96	50,000.00	767,427.96
Interest	720	57,459.35	26,761.82	30,697.53
Dues And Fees	730	7,526.05	6,255.00	1,271.05
Payments to Refunded Bond Escrow Agent	760	751,190.75	751,190.75	
Total Expenditures		1,633,604.11	834,207.57	799,396.54
Excess (Deficiency) Of Revenues Over Expenditures		(1,331,691.12)	(751,838.81)	(579,852.31)
OTHER FINANCING SOURCES (USES)				
Proceeds of Refunding Bonds	3715	650,000.00	650,000.00	
Proceeds of Loans	3720	670,000.00		670,000.00
Premium on Sale of Refunding Bonds	3792	98,444.90	98,444.90	
Transfers Out	9700	(250,000.00)		(250,000.00)
Total Other Financing Sources (Uses)		1,168,444.90	748,444.90	420,000.00
Net Change in Fund Balance		(163,246.22)	(3,393.91)	(159,852.31)
Fund Balance, July 1, 2010	2800	932,469.91	18,995.14	913,474.77
Restricted Fund Balance	2720	15,601.23	15,601.23	
Assigned Fund Balance	2740	753,622.46		753,622.46
Total Fund Balance, June 30, 2011	2700	769,223.69	15,601.23	753,622.46

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES--CAPITAL PROJECTS FUNDS
 For the Fiscal Year Ended June 30, 2011

Account Title	Acct. Code	Total Amount	Public Education Capital Outlay Funds (340)	Capital Outlay & Debt Service Fund (360)	Capital Improve. Sec 1011.71(2) (370)	Other Capital Projects (390)
REVENUES:						
CO&DS Distributed To District	3321	29,703.00		29,703.00		
Interest on Undistributed CO&DS	3325	1,316.57		1,316.57		
Public Education Capital Outlay	3391	209,544.00	209,544.00			
Total State	3300	240,563.57	209,544.00	31,019.57	0.00	0.00
Interest Including Profit on Investments	3430	9,914.66	2,336.67	983.28	6,259.20	335.51
Total Local	3400	9,914.66	2,336.67	983.28	6,259.20	335.51
Total Revenues	3000	250,478.23	211,880.67	32,002.85	6,259.20	335.51
Total Expenditures		0.00	0.00	0.00	0.00	0.00
Excess (Deficiency) Of Revenues Over Expenditures		250,478.23	211,880.67	32,002.85	6,259.20	335.51

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES--CAPITAL PROJECTS FUNDS
 For the Fiscal Year Ended June 30, 2011

Account Title	Acct. Code	Total Amount	Public Education Capital Outlay Funds (340)	Capital Outlay & Debt Service Fund (360)	Capital Improve. Sec 1011.71(2) (370)	Other Capital Projects (390)
OTHER FINANCING SOURCES (USES)						
Transfers Out						
To General Fund	910	(388,321.97)	(232,988.84)	(155,333.13)		
Total Transfers Out	9700	(388,321.97)	(232,988.84)	(155,333.13)	0.00	0.00
Total Other Financing Sources (Uses)		(388,321.97)	(232,988.84)	(155,333.13)	0.00	0.00
Net Change in Fund Balance		(137,843.74)	(21,108.17)	(123,330.28)	6,259.20	335.51
Fund Balance, July 1, 2010	2800	1,349,165.14	295,288.84	123,330.28	719,643.90	210,902.12
Restricted Fund Balance	2720	1,000,083.77	274,180.67	0.00	725,903.10	
Assigned Fund Balance	2740	211,237.63				211,237.63
Unassigned Fund Balance	2750	0.00				
Total Fund Balance, June 30, 2011	2700	1,211,321.40	274,180.67	0.00	725,903.10	211,237.63

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended June 30, 2011

		Total	Compensated Absences 791
Nonoperating Revenues			
Interest on Investments	3431	22,550.42	22,550.42
Nonoperating Expenses			
Miscellaneous Expense	790	(272,550.42)	(272,550.42)
Income (Loss) before operating transfers		(250,000.00)	(250,000.00)
Transfers In			
From Debt Service	3620	250,000.00	250,000.00
Total Transfers In	3600	250,000.00	250,000.00
Change in Net Assets		0.00	0.00
Net Assets, July 1, 2010	2880	0.00	0.00
Net Assets, June 30, 2011	2780	0.00	0.00

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHOOL INTERNAL FUNDS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 June 30, 2011

		Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS					
Cash	1110	300,174.64	1,058,751.47	1,044,632.08	314,294.03
Total Assets		<u>300,174.64</u>	<u>1,058,751.47</u>	<u>1,044,632.08</u>	<u>314,294.03</u>
LIABILITIES					
Internal Accounts Payable	2290	300,174.64	1,058,751.47	1,044,632.08	314,294.03
Total Liabilities		<u>300,174.64</u>	<u>1,058,751.47</u>	<u>1,044,632.08</u>	<u>314,294.03</u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHEDULE OF GENERAL LONG-TERM LIABILITIES
 June 30, 2011

Account Title	Acct. Num	Total Amount	Governmental Activities Total Balance	Business Type Activities Total Balance
Notes Payable	2310	670,000.00	670,000.00	
Bonds Payable	2320	650,000.00	650,000.00	
Liability for Compensated Absences	2330	2,632,350.66	2,632,350.66	
Other Post-employment Benefits Obligation	2360	358,542.00	358,542.00	
 Total Long-Term Liabilities	 2300	 <u>4,310,892.66</u>	 <u>4,310,892.66</u>	 <u>0.00</u>

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

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHEDULE OF STATE CATEGORICAL PROGRAMS
 REPORT OF FUNDS AVAILABLE AND EXPENDITURES
 For the Fiscal Year Ended June 30, 2011

Categorical Programs		Unexpended	Returned	Revenues	Expenditures	Flexibility [4]	Balance June 30, 2011	
		June 30, 2010	To DOE	2010-11	2010-11	2010-11	Encumbered	Unencumbered
Class Size Reduction/Operating Funds (3355)	94740	0.00		3,262,038.00	3,262,038.00			0.00
Comprehensive K-12 Reading Plan (FEFP Earmark)	90800	0.00		192,160.00	182,160.00	10,000.00		0.00
Excellent Teaching (3213 & 3363)	90570	0.00		15,733.44	15,733.44			0.00
Florida Teacher Lead Program (FEFP Earmarked)	97580	0.00		41,694.00	41,694.00			0.00
Instructional Materials (FEFP Earmarked)	90880	0.00		255,947.00	255,947.00			0.00
Library Media (FEFP Earmarked)	90881	0.00		15,122.00	15,122.00			0.00
Safe Schools (FEFP Earmark)	90803	0.00		106,808.00		106,808.00		0.00
School Recognition Funds (3361)	92040	3,583.04		59,043.00	62,069.46			556.58
Supplemental Academic Instruction (FEFP Earmark)	91280	0.00		721,398.00		721,398.00		0.00
Pupil Transportation (FEFP Earmarked)	90830	0.00		707,021.00	707,021.00			0.00
Voluntary Prekindergarten - School Year Prog (3371)	96440	0.00		135,887.19	135,887.19			0.00

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHEDULE OF SELECTED SUBOBJECT EXPENDITURES
 For the Fiscal Year Ended June 30, 2011

		General Fund	Special Revenue Food Service	Special Revenue Other	Special Revenue ARRA	Total
Energy Expenditures:						
Bottle Gas	420	84,794.10		75.00		84,869.10
Electricity	430	956,915.45				956,915.45
Total		1,041,709.55	0.00			1,041,784.55

		General Fund	Special Revenue Food Service	Special Revenue Other	Special Revenue ARRA	Total
Energy Expenditures for Pupil Transportation						
Gasoline	450	41,857.84				41,857.84
Diesel	460	167,617.91				167,617.91
Oil & Grease	540	9,080.23				9,080.23
Total		218,555.98		0.00		218,555.98

		General Fund	Special Revenue Other	Special Revenue ARRA	Capital Projects Funds	Total
Expenditures for School Buses And School Bus Replacements:						
Buses	651			106,347.00		106,347.00

Capitalized Audio Visual Materials:						
Audio Visual Materials	621	799.99				799.99

		General Fund	Special Revenue Food Service	Special Revenue Other	Special Revenue ARRA	Total
Sub Awards For Indirect Cost Rate Subrecipient awards						
Total		0.00	0.00	0.00	0.00	0.00

		Special Revenue Food Service
Food Services Supplies Subobject		
Supplies	510	59,213.19
Purchased food to include commodities	570	773,922.34

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SCHEDULE OF SELECTED SUBOBJECT EXPENDITURES
 For the Fiscal Year Ended June 30, 2011

	Sub- Object	General Fund	Special Revenue Other (420)	Special Revenue ARRA (430)	Total
Teacher Salaries					
Basic Programs 101, 102, and 103 (Function 5100)	120	6,837,217.50	596,326.48	815,285.28	8,248,829.26
Basic Programs 101, 102, and 103 (Function 5100)	140				0.00
Basic Programs 101, 102, and 103 (Function 5100)	750	106,638.49	22,143.54	12,894.20	141,676.23
Total Basic Program Salaries		<u>6,943,855.99</u>	<u>618,470.02</u>	<u>828,179.48</u>	<u>8,390,505.49</u>
Other Programs 130 (ESOL) (Function 5100)	120				0.00
Other Programs 130 (ESOL) (Function 5100)	140				0.00
Other Programs 130 (ESOL) (Function 5100)	750	0.00	0.00	0.00	0.00
Total Other Program Salaries		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
ESE Programs 111, 112, 113, 254, 255 (Function 5200)	120	760,648.25	17,925.53	68,400.00	846,973.78
ESE Programs 111, 112, 113, 254, 255 (Function 5200)	140				0.00
ESE Programs 111, 112, 113, 254, 255 (Function 5200)	750	11,863.65	665.63	1,081.78	13,611.06
Total ESE Program Salaries		<u>772,511.90</u>	<u>18,591.16</u>	<u>69,481.78</u>	<u>860,584.84</u>
Career Program 300 (Function 5300)	120	341,458.87	0.00	105,115.00	446,573.87
Career Program 300 (Function 5300)	140				0.00
Career Program 300 (Function 5300)	750	5,325.65	0.00	1,662.45	6,988.10
Total Career Program Salaries		<u>346,784.52</u>	<u>0.00</u>	<u>106,777.45</u>	<u>453,561.97</u>
	Sub- Object	General Fund	Special Revenue Other (420)	Special Revenue ARRA (430)	Total
Textbooks (used for classroom instruction)					
Textbooks (Function 5000)	520	330,175.92	0.00	0.00	330,175.92

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SPECIFIC ACADEMIC CLASSROOM INSTRUCTION AND OTHER DATA COLLECTION
 For the Fiscal Year Ended June 30, 2011

CATEGORICAL FLEXIBLE SPENDING - GENERAL FUND: EXPENDITURES	Account Number	Safe Schools	Supplemental Academic Instruction	Comprehensive K-12 Reading
Instruction:				
Basic Instruction	5100	<u>106,808.00</u>	<u>721,398.00</u>	<u>10,000.00</u>
Total Flexible Spending Instructional Expenditures	5000	<u><u>106,808.00</u></u>	<u><u>721,398.00</u></u>	<u><u>10,000.00</u></u>

Exhibit K-14

DOE Page 26

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 SUPPLEMENTARY SCHEDULE OF FEDERAL FINANCIAL
 ASSISTANCE PROGRAM EXPENDITURES
 For the Fiscal Year Ended June 30, 2011

Grantor/Program	CFDA NUMBER	Pass Through Grantor Number	Amount of Expenditures	Amount Provided To Subrecipients
United States Department of Agriculture:				
National School Lunch Program	10.555	300, 350	867,614.28	
School Breakfast Program	10.553	321	224,630.78	
Department of Health and Rehabilitative Services; Food Donation	10.555(2)	N/A	74,745.93	
United States Department of Defense:				
Army Junior Reserve Officers Training Corps	None		57,711.82	
United States Department of Labor:				
WIA In-School Youth	17.259		63,198.49	
United States Department of Education:				
Race to the Top	84.395	RL1	77,465.08	
Title I School Improvement NCLB	84.377	126		
		212, 222, 223,		
Educationally Deprived Children- Title I Part A	84.010	226,228	1,327,538.25	37,154.60
State Aid Programs for the Handicapped	84.027	263	716,519.97	
Vocation Education-Basic Grants to States	84.048	161	80,422.46	
Drug Free Schools	84.186	103	1,350.27	
Handicapped Early Childhood Education	84.173	267	27,957.49	
Title VI Rural And Low Income	84.358	110	77,850.28	
Summer Food Service Program	10.559	323	17,837.24	
Putnam County School Board / NEFEC	84.027	None	16,007.86	
Title II, Part A - Teacher and Principal Training and Recruiting Fund	84.367	224	260,891.00	
IDEA Part B ARRA	84.391	263, 267	417,825.07	
21st Century Community Learning Centers	84.287	244	520,120.00	
Title I ARRA	84.389	212, 226	290,953.87	
Title II Part D EETT ARRA	84.386	121	264.67	
St Fiscal Stabilization-Education ARRA	84.394	591	944,894.00	
St Fiscal Stabilization FD ARRA - GS	84.397	592	18,865.00	
STARS	84.364	364	8,824.02	
Back To Work	93.714	WTSS9	195,134.72	
State Homeland Security Grant	97.067	532	35,474.89	
Total Expenditures			<u>6,324,097.44</u>	<u>37,154.60</u>

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
SCHEDULE OF CAPITALIZED CAPITAL OUTLAY
BY FUNCTION
For the Fiscal Year Ended June 30, 2011

Function		General Fund Fund 110	Special Revenue Fund 410	Special Revenue Fund 431	Special Revenue Fund 432	Special Revenue Fund 433	Special Revenue Fund 710
Instruction	5000	6,570.55	93,129.23	8,123.00	5,470.96		
Instructional Media Services	6200	1,038.72	799.00				
Instruction & Curriculum	6300		6,723.33				
Instruction Related Technology	6500	3,105.90	2,495.95	1,188.10			
School Administration	7300	3,526.97					
Food Service	7600						12,236.00
Central Services	7700	1,206.58					
Pupil Transportation Services	7800	3,147.44			106,347.00		
Operation of Plant	7900	9,129.37					
Total		<u>27,725.53</u>	<u>103,147.51</u>	<u>9,311.10</u>	<u>111,817.96</u>	<u>0.00</u>	<u>12,236.00</u>

Exhibit M

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
NET ASSETS BY COMPONENT
Last Nine Years

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities									
Invested in capital assets, net of related debt	34,587,927.24	39,501,266.54	45,029,179.08	43,705,743.04	43,681,383.36	42,441,749.14	40,767,422.40	39,089,877.68	37,964,860.26
Restricted	794,860.08	630,091.77	289,423.29	943,329.81	1,216,959.90	2,163,002.89	1,774,901.56	1,160,841.20	1,155,019.88
Unrestricted	729,818.36	1,408,652.58	1,655,117.72	849,821.81	4,932.00	(717,537.37)	(288,629.55)	2,052,039.72	2,549,717.51
Total governmental activities net assets	<u>36,112,605.68</u>	<u>41,540,010.89</u>	<u>46,973,720.09</u>	<u>45,498,894.66</u>	<u>44,903,275.26</u>	<u>43,887,214.66</u>	<u>42,253,694.41</u>	<u>42,302,758.60</u>	<u>41,669,597.65</u>
Primary government									
Invested in capital assets, net of related debt	34,587,927.24	39,501,266.54	45,029,179.08	43,705,743.04	43,681,383.36	42,441,749.14	40,767,422.40	39,089,877.68	37,964,860.26
Restricted	794,860.08	630,091.77	289,423.29	943,329.81	1,216,959.90	2,163,002.89	1,774,901.56	1,160,841.20	1,155,019.88
Unrestricted	729,818.36	1,408,652.58	1,655,117.72	849,821.81	4,932.00	(717,537.37)	(288,629.55)	2,052,039.72	2,549,717.51
Total primary government net assets	<u>36,112,605.68</u>	<u>41,540,010.89</u>	<u>46,973,720.09</u>	<u>45,498,894.66</u>	<u>44,903,275.26</u>	<u>43,887,214.66</u>	<u>42,253,694.41</u>	<u>42,302,758.60</u>	<u>41,669,597.65</u>

Exhibit P-1

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
CHANGES IN NET ASSETS
Last Nine Years

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	
Functions										
Governmental Activities:										
Instruction	5000	11,935,449.59	12,659,066.91	13,297,847.82	13,947,273.51	15,008,613.67	16,375,947.95	15,372,598.77	15,741,143.89	15,851,803.57
Pupil Personnel Services	6100	586,133.29	589,053.29	669,342.10	661,294.84	617,812.50	685,591.84	635,031.63	650,721.83	633,711.04
Instructional Media Services	6200	451,585.90	588,655.47	630,647.65	579,602.57	587,535.26	612,323.59	592,076.86	743,928.97	629,491.77
Instruction and Curriculum	6300	447,899.89	375,462.93	619,676.98	875,971.96	907,287.38	561,299.84	479,959.66	413,981.83	302,406.45
Instructional Staff Training	6400	93,571.17	132,060.58	148,745.39	161,983.68	35,136.71	643,165.30	663,545.90	309,829.74	342,730.36
Instruction Related Technology	6500				182,380.00	250,674.26	306,173.27	251,223.63	162,470.17	248,707.29
Board of Education	7100	169,578.50	168,333.37	167,181.26	168,523.21	163,700.05	185,663.06	175,279.17	174,011.22	183,254.98
General Administration	7200	237,092.32	248,424.95	256,261.98	1,203,634.70	267,714.98	260,052.74	264,898.32	307,126.76	265,510.49
School Administration	7300	1,526,811.49	1,468,605.01	1,734,007.84	1,590,533.72	1,764,362.67	1,947,614.23	1,980,498.96	1,766,025.78	1,863,744.78
Facilities Acq & Construction	7400	(126,060.03)	(4,933,520.96)	(5,699,199.76)	1,592,257.52	43,228.36	(1,518,249.70)	(127,418.90)	(29,362.43)	(31,019.57)
Fiscal Services	7500	260,161.90	239,102.64	258,882.34	286,819.27	299,108.25	318,027.57	291,527.34	267,917.46	319,024.97
Food Service	7600	57,598.93	84,328.73	92,527.91	118,592.92	260,107.01	284,193.29	270,390.37	74,344.39	58,500.85
Central Services	7700	697,457.59	657,193.51	829,605.10	737,266.32	796,109.87	1,100,286.83	682,708.17	584,750.11	606,043.56
Pupil Transportation Services	7800	62,717.95	61,930.72	395,953.95	300,120.38	421,570.48	538,993.96	525,052.29	699,792.71	658,299.80
Operation of Plant	7900	2,169,353.47	2,215,385.66	2,452,717.70	2,526,777.43	2,700,070.60	2,816,802.91	2,700,623.23	2,579,838.03	2,907,563.04
Maintenance of Plant	8100	567,632.48	641,201.53	407,520.20	494,663.70	694,050.89	666,471.38	885,408.36	725,528.53	865,732.24
Administrative Technology	8200									480.00
Community Services	9100		3,323.96	(81,961.87)	0.00	876.36	33,385.38	39,790.33	42,758.60	0.00
Interest on Long-Term Debt	9200	52,732.42	51,149.08	68,507.91	95,563.31	90,521.14	2,362.26	(5,342.88)	(9,612.03)	(17,393.75)
Depreciation - unallocated*	780	<u>1,695,553.96</u>	<u>1,728,971.76</u>	<u>1,862,779.00</u>	<u>1,889,370.00</u>	<u>1,843,951.00</u>	<u>1,803,006.00</u>	<u>1,732,669.00</u>	<u>1,699,528.00</u>	<u>1,656,374.00</u>
Total governmental activities		<u>20,885,270.82</u>	<u>16,978,729.14</u>	<u>18,111,043.50</u>	<u>27,412,629.04</u>	<u>26,752,431.44</u>	<u>27,623,111.70</u>	<u>27,410,520.21</u>	<u>26,904,723.56</u>	<u>27,344,965.87</u>
Business-type activities		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total primary government expenses		<u>20,885,270.82</u>	<u>16,978,729.14</u>	<u>18,111,043.50</u>	<u>27,412,629.04</u>	<u>26,752,431.44</u>	<u>27,623,111.70</u>	<u>27,410,520.21</u>	<u>26,904,723.56</u>	<u>27,344,965.87</u>
General revenues:										
Taxes:										
Property taxes, levied for general purposes		1,938,857.94	1,891,132.58	2,007,873.24	1,918,814.11	2,374,140.49	2,304,632.78	2,603,984.62	2,847,370.81	2,959,486.25
Property taxes, levied for capital projects		566,345.06	596,314.71	630,288.71	666,034.30	9,505.96	1,321.56	765.47	0.00	0.00
Grants and contributions not restricted to specific programs		17,682,317.87	19,778,971.49	20,766,462.84	22,494,505.96	23,426,335.31	23,651,439.40	22,684,366.00	23,555,062.18	23,307,534.00
Investment earnings		86,427.62	88,776.72	134,845.91	235,876.43	303,507.10	197,129.90	127,382.68	73,095.95	50,597.59
Miscellaneous		339,190.68	50,938.85	5,282.00	0.00	0.00	452,527.46	360,501.19	478,258.81	394,187.08
Total governmental activities		<u>20,613,139.17</u>	<u>22,406,134.35</u>	<u>23,544,752.70</u>	<u>25,315,230.80</u>	<u>26,113,488.86</u>	<u>26,607,051.10</u>	<u>25,776,999.96</u>	<u>26,953,787.75</u>	<u>26,711,804.92</u>
Total business type activities		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total primary government		<u>20,613,139.17</u>	<u>22,406,134.35</u>	<u>23,544,752.70</u>	<u>25,315,230.80</u>	<u>26,113,488.86</u>	<u>26,607,051.10</u>	<u>25,776,999.96</u>	<u>26,953,787.75</u>	<u>26,711,804.92</u>
Change in net assets										
Government activities		(272,131.65)	5,427,405.21	5,433,709.20	(2,097,398.24)	(638,942.58)	(1,016,060.60)	(1,633,520.25)	49,064.19	(633,160.95)
Business activities		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total primary government		<u>(272,131.65)</u>	<u>5,427,405.21</u>	<u>5,433,709.20</u>	<u>(2,097,398.24)</u>	<u>(638,942.58)</u>	<u>(1,016,060.60)</u>	<u>(1,633,520.25)</u>	<u>49,064.19</u>	<u>(633,160.95)</u>

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 FUND BALANCES, GOVERNMENTAL FUNDS
 Last Nine Years

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund									
Reserved	175,339.80	292,816.53	94,994.32	331,585.36	37,167.99	0.00	0.00	3,583.04	
Nonspendable - Inventory									113,671.96
State Required Carryover Program									556.58
Unassigned									2,448,590.73
Unreserved	<u>444,125.19</u>	<u>530,500.42</u>	<u>671,829.91</u>	<u>632,065.48</u>	<u>1,102,990.80</u>	<u>1,452,342.48</u>	<u>1,196,475.04</u>	<u>1,891,601.76</u>	
Total general fund	<u>619,464.99</u>	<u>823,316.95</u>	<u>766,824.23</u>	<u>963,650.84</u>	<u>1,140,158.79</u>	<u>1,452,342.48</u>	<u>1,196,475.04</u>	<u>1,895,184.80</u>	<u>2,562,819.27</u>
All Other Governmental Funds									
Reserved	1,013,747.97	1,219,457.06	939,562.66	967,111.36	1,205,516.97	2,163,002.89	1,767,546.06	1,157,258.16	
Nonspendable - Inventory									25,106.34
Restricted for Debt Service									15,601.23
Restricted for Capital Projects									1,000,083.77
Assigned to Special Revenue									255,411.18
Assigned to Debt Service									753,622.46
Assigned to Capitla Projects									211,237.63
Unreserved, reported in:									
Special revenue funds	4,919.71	5,380.09	1,650.42	2,078.53	2,891.94	82.08	310,428.73	315,108.38	
Debt service funds	16,326.09	16,088.68	537,701.57	656,716.69	794,436.86	918,668.11	1,038,472.05	913,474.77	
Capital projects funds	<u>2,163,444.23</u>	<u>2,008,175.26</u>	<u>1,962,341.65</u>	<u>975,160.18</u>	<u>1,023,760.36</u>	<u>36,978.00</u>	<u>38,853.98</u>	<u>210,902.12</u>	
Total all other governmental funds	<u>3,198,438.00</u>	<u>3,249,101.09</u>	<u>3,441,256.30</u>	<u>2,601,066.76</u>	<u>3,026,606.13</u>	<u>3,118,731.08</u>	<u>3,155,300.82</u>	<u>2,596,743.43</u>	<u>2,261,062.61</u>

Exhibit P-3

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 Last Nine Years

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues									
Federal Direct Sources									
Reserve officers training corps (ROTC)	38,826.60	42,685.50	45,423.01	42,819.21	49,659.67	55,009.73	54,088.76	54,464.34	57,711.82
Miscellaneous federal direct						188,463.44		169,323.08	
Total federal direct	<u>38,826.60</u>	<u>42,685.50</u>	<u>45,423.01</u>	<u>42,819.21</u>	<u>49,659.67</u>	<u>243,473.17</u>	<u>54,088.76</u>	<u>223,787.42</u>	<u>57,711.82</u>
Federal Through State									
Food service	771,925.00	797,619.00	826,597.00	867,573.75	858,303.03	895,949.50	1,146,705.32	1,070,605.80	1,110,082.30
Donated foods	60,263.39	61,063.35	52,668.53	66,962.16	41,867.61	31,067.83	55,783.14	53,959.66	69,543.16
Other federal through state	2,618,548.99	3,514,946.16	4,246,506.63	3,358,364.64	3,062,763.05	2,752,142.14	3,073,242.59	5,119,737.29	5,081,557.39
Total federal through state	<u>3,450,737.38</u>	<u>4,373,628.51</u>	<u>5,125,772.16</u>	<u>4,292,900.55</u>	<u>3,962,933.69</u>	<u>3,679,159.47</u>	<u>4,275,731.05</u>	<u>6,244,302.75</u>	<u>6,261,182.85</u>
Total federal	<u>3,489,563.98</u>	<u>4,416,314.01</u>	<u>5,171,195.17</u>	<u>4,335,719.76</u>	<u>4,012,593.36</u>	<u>3,922,632.64</u>	<u>4,329,819.81</u>	<u>6,468,090.17</u>	<u>6,318,894.67</u>
State Sources									
Florida education finance program (FEFP)	13,777,848.00	13,922,286.00	13,689,512.00	14,902,033.00	15,787,959.00	16,448,420.00	15,295,508.00	15,154,590.00	15,150,498.00
Categoricals	1,524,086.00	2,177,732.93	2,558,472.00	3,265,258.68	3,806,662.66	4,395,638.58	4,394,519.00	3,461,893.27	3,472,701.63
District discretionary lottery funds	227,299.00	146,369.00	164,456.00	143,731.00	115,651.00	169,259.00	73,132.00	8,186.00	11,104.00
CO&DS distributed to district	32,824.67	28,146.33	30,281.63	32,160.40	28,443.28	31,782.77	29,328.90	29,362.43	29,703.00
CO&DS withheld for SBE/COBI bonds	81,603.83	85,188.01	83,364.01	82,441.00	84,569.18	82,685.85	85,187.14	84,020.48	82,356.84
Public education and capital outlay	253,433.00	6,946,290.00	6,842,344.20	840,463.80	534,232.00	1,962,917.00	289,455.00	70,724.00	209,544.00
Food service	34,019.00	29,243.00	29,835.00	25,283.00	26,188.97	28,205.00	23,262.00	23,320.00	22,863.00
State grants and other state sources	335,480.27	334,144.45	448,202.04	455,719.47	601,857.81	475,088.41	439,414.47	225,514.25	254,416.83
Total state sources	<u>16,266,593.77</u>	<u>23,669,399.72</u>	<u>23,846,466.88</u>	<u>19,747,090.35</u>	<u>20,985,563.90</u>	<u>23,593,996.61</u>	<u>20,629,806.51</u>	<u>19,057,610.43</u>	<u>19,233,187.30</u>
Local Sources									
Ad valorem taxes	2,505,203.00	2,487,447.29	2,638,161.95	2,584,848.41	2,383,646.45	2,305,954.34	2,604,750.09	2,847,370.81	2,959,486.25
Food service sales	365,662.11	377,993.26	393,302.31	400,804.80	423,965.94	444,243.62	410,681.56	361,920.73	368,898.43
Interest income and others	86,427.62	88,776.72	134,845.91	235,876.43	303,507.10	197,129.90	141,059.68	101,899.89	76,467.96
Local grants and other local sources	334,400.96	345,729.67	528,789.42	496,926.76	423,959.66	511,110.98	404,635.22	528,152.43	312,994.95
Total local sources	<u>3,291,693.69</u>	<u>3,299,946.94</u>	<u>3,695,099.59</u>	<u>3,718,456.40</u>	<u>3,535,079.15</u>	<u>3,458,438.84</u>	<u>3,561,126.55</u>	<u>3,839,343.86</u>	<u>3,717,847.59</u>
Total revenues	<u>23,047,851.44</u>	<u>31,385,660.67</u>	<u>32,712,761.64</u>	<u>27,801,266.51</u>	<u>28,533,236.41</u>	<u>30,975,068.09</u>	<u>28,520,752.87</u>	<u>29,365,044.46</u>	<u>29,269,929.56</u>

Exhibit P-4

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Nine Years

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenditures									
Instruction	12,224,602.22	12,956,589.65	13,805,604.30	13,792,591.36	15,010,021.78	16,115,910.06	15,396,024.62	15,764,565.31	15,886,013.62
Pupil Personnel Services	581,990.12	593,132.22	674,293.87	651,856.04	652,429.11	671,637.72	631,509.41	641,850.81	626,256.29
Instructional Media Services	452,520.83	591,379.34	632,643.48	573,684.40	573,502.18	599,427.17	604,945.25	752,717.44	617,202.96
Instruction and Curriculum	444,682.79	378,839.84	623,611.63	870,262.39	883,935.46	551,029.30	476,547.98	406,958.24	295,107.43
Instructional Staff Training	93,571.17	132,060.58	148,745.39	161,983.68	35,136.71	631,308.39	659,914.84	302,664.31	335,222.99
Instruction Related Technology				173,268.10	244,045.26	299,367.05	249,931.06	160,046.66	247,652.97
Board of Education	169,595.78	168,333.37	167,181.26	168,523.21	163,700.05	185,663.06	173,279.17	174,901.22	180,484.98
General Administration	235,716.40	248,963.02	968,995.30	1,200,964.69	266,619.17	259,087.86	264,053.71	306,057.50	272,023.52
School Administration	1,511,008.59	1,481,805.04	1,745,773.80	1,573,676.48	1,755,840.79	1,958,290.24	2,056,552.12	1,765,196.44	1,847,661.18
Facilities Acq & Construction	183,963.69	310,788.74	994,334.50	1,646,700.52	43,228.36	188.07	12.00	0.00	0.00
Fiscal Services	258,363.15	242,397.05	264,487.63	273,899.52	297,863.42	339,506.65	290,369.02	272,220.76	345,291.22
Food Service	1,282,882.27	1,354,757.50	1,395,600.63	1,474,723.86	1,595,176.01	1,668,698.48	1,725,131.16	1,579,110.20	1,614,033.59
Central Services	686,391.82	664,199.00	840,228.06	756,607.42	791,876.03	1,142,287.05	694,140.19	633,204.90	637,672.59
Pupil Transportation Services	962,843.17	978,265.29	1,059,295.14	1,145,878.04	1,285,378.21	1,352,924.06	1,325,488.17	1,359,149.49	1,380,587.87
Operation of Plant	2,158,673.19	2,219,970.70	2,456,010.46	2,522,296.21	2,687,628.95	2,803,871.35	2,709,620.90	2,582,383.23	2,891,275.98
Maintenance of Plant	702,363.26	751,176.78	718,585.74	711,802.94	872,100.79	1,144,019.09	1,075,884.75	823,815.46	1,069,791.45
Administrative Technology	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	480.00
Community Services	0.00	3,323.96	1,212.00	0.00	876.36	33,385.38	39,790.33	42,758.60	0.00
Facilities Acq & Construction	615,947.76	9,952,310.01	3,635,848.36	0.00	0.00	0.00	0.00	0.00	0.00
Other Capital Outlay	349,803.98	563,643.30	828,421.69	535,484.66	557,870.71	603,280.96	163,387.87	757,097.05	252,002.10
Debt Service:									
Redemption of principal	30,000.00	35,000.00	4,205,450.00	114,862.61	123,057.11	126,379.40	134,861.51	138,437.18	817,427.96
Interest	52,605.00	51,030.00	68,345.83	95,355.00	90,323.00	84,900.71	79,778.60	74,312.93	57,459.35
Dues and fees	127.42	119.08	162.08	208.31	198.14	147.40	124.64	59.36	7,526.05
Payments to Bond Escrow Agent									751,190.75
Total Expenditures	<u>22,997,652.61</u>	<u>33,678,084.47</u>	<u>35,234,831.15</u>	<u>28,444,629.44</u>	<u>27,930,807.60</u>	<u>30,571,309.45</u>	<u>28,751,347.30</u>	<u>28,537,507.09</u>	<u>30,132,364.85</u>
Excess of Revenues Over (Under) Expenditures	<u>50,198.83</u>	<u>(2,292,423.80)</u>	<u>(2,522,069.51)</u>	<u>(643,362.93)</u>	<u>602,428.81</u>	<u>403,758.64</u>	<u>(230,594.43)</u>	<u>827,537.37</u>	<u>(862,435.29)</u>

Exhibit P-4

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 Last Nine Years

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Other Financing Sources (Uses):									
Proceeds of Refunding Bonds									650,000.00
Proceeds of loans		3,218,000.00	2,152,450.00						670,000.00
Loss recoveries	77,397.35	50,938.85	5,282.00			550.00	11,296.73		25,944.04
Premium on Sale of Refunding Bonds									98,444.90
Change in compensated absences			500,000.00					(687,385.00)	
Transfers In	839,314.57	731,163.00	5,289,603.33	326,000.00	600,005.00	708,000.00	911,677.00	1,471,195.00	388,321.97
Transfers Out	(1,051,814.57)	(1,453,163.00)	(5,289,603.33)	(326,000.00)	(600,005.00)	(708,000.00)	(911,677.00)	(1,471,195.00)	(638,321.97)
Total Other Financing Sources (Uses)	(135,102.65)	2,546,938.85	2,657,732.00	0.00	0.00	550.00	11,296.73	(687,385.00)	1,194,388.94
Net Change in Fund Balance	(84,903.82)	254,515.05	135,662.49	(643,362.93)	602,428.81	404,308.64	(219,297.70)	140,152.37	331,953.65
Fund balance, beginning	3,902,806.81	3,817,902.99	4,072,418.04	4,208,080.53	3,564,336.11	4,166,764.92	4,571,073.56	4,351,775.86	4,491,928.23
Fund balance, ending	3,817,902.99	4,072,418.04	4,208,080.53	3,564,717.60	4,166,764.92	4,571,073.56	4,351,775.86	4,491,928.23	4,823,881.88

Exhibit P-4

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 Ten Years

	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Agriculture</u>	<u>Tax-Exempt</u>	<u>Miscellaneous</u>	<u>Total Assessed</u>
2010	283,139,352	50,402,542	6,315,315	178,209,755	106,432,078	11,540,785	636,039,827
2009	281,678,201	49,550,106	6,371,302	174,984,449	108,285,069	11,409,470	632,278,597
2008	264,599,855	47,340,569	6,268,298	166,858,679	108,383,647	27,899,653	621,350,701
2007	242,323,924	47,193,860	6,321,868	160,868,596	92,583,411	52,001,363	601,293,022
2006	228,551,094	45,862,269	5,647,732	152,919,465	90,526,508	46,357,135	569,864,203
2005	197,341,237	33,785,552	4,772,523	144,954,671	72,414,813	21,140,950	474,409,746
2004	189,752,108	30,436,419	4,702,695	136,055,272	69,371,634	17,509,495	447,827,623
2003	182,408,567	28,620,787	4,955,337	131,759,187	66,810,463	14,358,945	428,913,286
2002	173,288,865	28,647,426	5,160,295	128,365,961	64,145,639	14,417,392	414,025,578
2001	162,586,756	27,690,464	4,808,751	128,703,052	78,119,464	14,583,161	416,491,648

Exhibit P-5

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
PROPERTY TAX RATES
Ten Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
County wide										
Board of County commissioners	9.980	10.000	10.000	10.000	10.000	9.750	9.500	9.500	9.500	9.4492
NWF water commission	0.050	0.050	0.050	0.050	0.050	0.050	0.045	0.045	0.045	0.0450
School	6.700	8.842	8.338	8.372	7.761	5.774	5.961	5.949	6.286	6.4850
Total	<u>16.730</u>	<u>18.892</u>	<u>18.388</u>	<u>18.422</u>	<u>17.811</u>	<u>15.574</u>	<u>15.506</u>	<u>15.494</u>	<u>15.831</u>	<u>15.9792</u>

Exhibit P-6

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 PRINCIPAL PROPERTY TAX PAYERS
 Ten Years

Taxpayer	2001		2002		2003		2004		2005	
	Taxable Value	Per-cent of total	Taxable Value	Per-cent of total	Taxable Value	Per-cent of total	Taxable Value	Per-cent of total	Taxable Value	Per-cent of total
Alabama Electric Co	2,845,522	1.02%	2,877,065	0.99%	5,464,021	1.79%	5,455,979	1.70%	6,282,793	1.85%
Alltell Communications					1,241,716	0.41%				
CSX	3,274,995	1.17%	3,406,816	1.17%	6,156,116	2.01%	7,186,043	2.24%		
Embarq Florida Inc										
Florida Gas Transmission Co	4,305,000	1.54%	3,971,000	1.37%	4,388,704	1.44%	4,251,000	1.33%	4,951,439	1.46%
Formation Properties III, LLC							3,304,291	1.03%	3,322,726	0.98%
Gray Midamerica TV Inc							1,754,143	0.55%	2,175,565	0.64%
Gulf Power Co	4,851,309	1.74%	4,989,908	1.72%	5,442,353	1.78%	5,404,724	1.69%	6,080,180	1.79%
Holmes Health Care	3,397,622	1.22%	3,445,544	1.19%	3,330,890	1.09%				
Holmes Timberland LLC										
Interstate Fibernet I	1,807,089	0.65%	1,665,350	0.57%						
Locke Investments LLC										
Plum Creek Timber OP I LLC									2,602,187	0.77%
Power South Energy Coop										
Providential Group LLC										
Prutimber Fund Three	2,381,810	0.85%	2,107,551	0.73%	1,989,476	0.65%			1,529,622	0.45%
Soterra LLC	2,990,912	1.07%	3,017,127	1.04%	3,037,409	0.99%	2,543,507	0.79%		
Sprint-Florida Inc	7,284,711	2.61%	8,280,084	2.86%	10,191,092	3.33%	10,820,535	3.38%	8,391,678	2.48%
The Bank Of Bonifay							1,847,875	0.58%	1,211,018	0.36%
Timber Landholdings of FI, Inc									2,527,641	0.75%
Vaghmar Bhupendra B										
West Florida Electric	8,752,149	3.14%	8,882,445	3.06%	9,282,906	3.04%	10,314,146	3.22%	10,688,518	3.16%
Total	41,891,119	15.01%	42,642,890	14.70%	50,524,683	16.53%	52,882,243	16.51%	49,763,367	14.69%

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 PRINCIPAL PROPERTY TAX PAYERS
 Ten Years

Taxpayer	2006		2007		2008		2009		2010	
	Taxable Value	Per-cent of total	Taxable Value	Per-cent of total	Taxable Value	Per-cent of total	Taxable Value	Per-cent of total	Taxable Value	Per-cent of total
Alabama Electric Co	6,293,275	1.55%	6,225,271	1.45%						
Alltell Communications										
CSX					4,902,730	1.08%	4,902,730	1.05%	5,237,021	1.12%
Embarq Florida Inc			6,926,949	1.61%	8,417,451	1.86%	7,449,130	1.60%	6,186,938	1.32%
Florida Gas Transmission Co	4,951,439	1.22%	4,907,694	1.14%	5,046,355	1.12%	4,714,116	1.01%	4,490,230	0.96%
Formation Properties III, LLC	3,732,707	0.92%	3,698,545	0.86%	3,654,506	0.81%	3,564,422	0.77%	3,474,337	0.74%
Gray Midamerica TV Inc	2,175,565	0.53%	2,853,942	0.66%	2,258,150	0.50%	2,029,000	0.44%	2,241,201	0.48%
Gulf Power Co	6,116,370	1.50%	6,298,754	1.47%	6,396,435	1.42%	7,125,731	1.53%	7,103,443	1.52%
Holmes Health Care										
Holmes Timberland LLC	2,080,153	0.51%								
Interstate Fibernet I										
Locke Investments LLC									1,962,708	0.42%
Plum Creek Timber OP I LLC					1,984,421	0.44%	2,321,831	0.50%	2,293,985	0.49%
Power South Energy Coop					6,268,821	1.39%	6,849,246	1.47%	6,762,686	1.45%
Providential Group LLC			1,583,202	0.37%						
Prutimber Fund Three										
Soterra LLC										
Sprint-Florida Inc	8,391,678	2.06%								
The Bank Of Bonifay	1,923,929	0.47%	1,908,675	0.44%	1,717,886	0.38%	1,777,192	0.38%		
Timber Landholdings of FI, Inc										
Vaghmar Bhupendra B	1,638,434	0.40%	1,609,026	0.37%						
West Florida Electric	11,296,319	2.77%	11,850,271	2.76%	11,180,094	2.47%	14,716,116	3.16%	14,504,598	3.10%
Total	48,599,869	11.93%	47,862,329	11.13%	51,826,849	11.47%	55,449,514	11.91%	54,257,147	11.60%

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
GOVERNMENTAL TAX REVENUE BY SOURCE
Last Ten Years

<u>Fiscal Year</u>	<u>General</u>	<u>Discretionary</u>	<u>Capital Projects</u>	<u>Total</u>
2002	5.940	0.760	0.000	6.700
2003	6.082	0.760	2.000	8.842
2004	5.578	0.760	2.000	8.338
2005	5.612	0.760	2.000	8.372
2006	5.001	0.760	2.000	7.761
2007	5.014	0.760	0.000	5.774
2008	5.201	0.760	0.000	5.961
2009	5.201	0.748	0.000	5.949
2010	5.288	0.998	0.000	6.286
2011	5.487	0.998	0.000	6.485

Exhibit P-8

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
SCHOOL BUILDING INFORMATION AND ENROLLMENT DATA
Ten Years

	Bonifay Middle	Poplar Springs	Bethlehem	Ponce de Leon High	Ponce de Leon Elem	Bonifay Elem	Holmes Co High	Gap
Placed in service	1950	2005	2001	1989	1979	1970	1992	1983
Square footage (a)	92,531	117,533	130,629	72,891	51,492	98,576	131,466	2,815
Portables	1		2	1	4	6	1	
Student stations	822	515	873	568	474	858	757	10
Enrollment:								
2002	378.50	364.56	548.84	440.94	401.22	774.29	483.90	27.00
2003	373.50	318.50	573.59	429.85	365.50	774.75	483.30	28.86
2004	391.68	320.74	553.89	409.81	331.50	773.28	485.10	29.00
2005	526.51	321.60	507.07	409.46	335.66	669.32	462.00	38.50
2006	510.70	331.50	501.72	390.74	379.05	686.83	475.65	30.50
2007	482.66	320.50	505.02	399.49	370.00	670.98	473.24	30.50
2008	499.00	310.52	509.11	410.50	352.50	705.42	472.90	47.85
2009	490.00	310.50	498.26	429.00	348.04	719.02	460.04	35.50
2010	480.72	310.82	514.71	379.16	330.55	731.39	456.69	33.00
2011	516.98	322.59	496.67	362.11	332.04	746.31	448.01	28.00

(a) Square footage does not include portables

Exhibit P-9

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
NUMBER OF PERSONNEL
Ten Years

Year	(a) Administrative	(b) Instructional	(c) Support Services	Total Employees	Ratio of Students to Instructional Personnel
2002	29	252	194	475	13.57
2003	29	250	194	473	13.39
2004	28	251	198	477	13.13
2005	30	257	204	491	12.72
2006	34	258	209	501	12.82
2007	34	263	210	507	12.37
2008	33	269	217	519	12.47
2009	33	267	207	507	12.55
2010	31	254	192	477	12.94
2011	30	255	187	472	12.95

- (a) Superintendent, board members, district administrative, directors, principals, assistant principals,
(b) Teachers, guidance, psychologists, media specialists, curriculum, other professional instructional staff
(c) Aides, bus drivers, food service workers, maintenance, clerical, etc.

Exhibit P-10

DISTRICT SCHOOL BOARD OF HOLMES COUNTY
 FOOD SERVICE OPERATING DATA
 Seven Years

	2005	2006	2007	2008	2009	2010	2011
Days meals were served	180	180	180	180	180	180	180
Meals served	597,796	612,035	594,340	583,411	585,837	574,815	652,424
Average meals served daily	3,321	3,400	3,302	3,241	3,255	3,193	3,625
Free and reduced meals served	392,908	392,203	373,882	381,139	402,044	422,224	425,266
Percentage of free and reduced to total meals	65.7%	64.1%	62.9%	65.3%	68.6%	73.5%	65.2%
Total revenues	1,303,263.39	1,365,928.17	1,358,989.42	1,403,888.62	1,472,477.81	1,518,139.85	1,579,442.73
Total subsidy received	855,524.00	892,856.75	883,310.00	923,561.50	961,781.65	1,054,282.62	1,179,625.46
Total expenses	1,386,993.06	1,473,500.06	1,595,176.01	1,668,698.48	1,725,131.16	1,567,477.55	1,614,033.59
Average daily costs	7,705.52	8,186.11	8,862.09	9,270.55	9,584.06	8,708.21	8,966.85

Exhibit P-11