

The District School Board of

# Escambia County

Pensacola, FL



## COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED  
JUNE 30, 2010

**SUPERINTENDENT**

Malcolm Thomas

**District 1**

Jeff Bergosh

**District 2**

Gerald Boone

**District 3**

Linda Moultrie

**District 4**

Patty Hightower

**District 5**

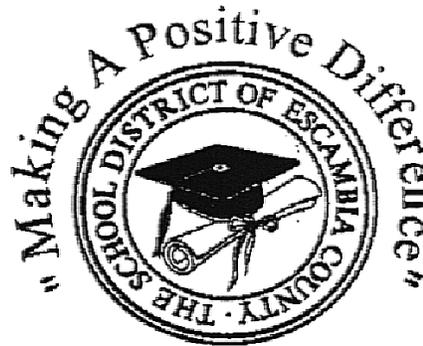
Bill Slayton



District School Board  
Of Escambia County  
Pensacola, Florida

Comprehensive Annual  
Financial Report

For The  
Fiscal Year  
Ended June 30, 2010



Prepared By:  
Finance Department

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**

**Comprehensive Annual Financial Report**

**For the Fiscal Year Ended June 30, 2010**

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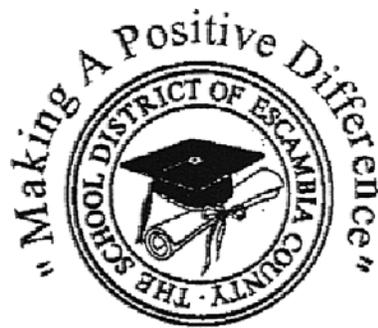
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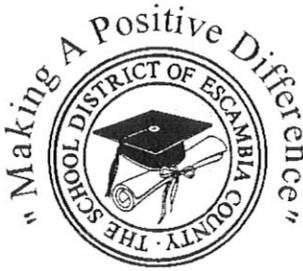
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# INTRODUCTORY SECTION





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## THE SCHOOL DISTRICT OF ESCAMBIA COUNTY

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75 North Pace Blvd.  
PENSACOLA, FL 32505  
PHONE 850/432-6121, FAX 850/469-6379  
<http://www.escambia.k12.fl.us>  
MALCOLM THOMAS, SUPERINTENDENT

January 21, 2011

To the Honorable Members of the District School Board of Escambia County  
and the Citizens of Escambia County, Florida

State law requires that all local governments publish after the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP), and audited in accordance with auditing standards generally accepted in the United States of America. Pursuant to this requirement, we hereby issue the comprehensive annual financial report (CAFR) of the District School Board of Escambia County, Florida (District) for the fiscal year ended June 30, 2010.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been audited by the CPA firm of Cherry, Bekaert & Holland, L.L.P. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2010, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's basic financial statements for the fiscal year ended June 30, 2010, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the United States Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. Information related to this single audit, including the schedule of expenditures of federal awards, findings, and independent auditor’s report on the system of internal control and on compliance with applicable requirements is available in the office of the Assistant Superintendent of Finance and Business Services for the District.

This report includes all funds of the District, The Escambia County Public Schools Foundation for Excellence, Inc. (the Foundation), and Charter Schools, which comprise the reporting entity. The Foundation is a separate not-for-profit corporation organized and operated as a direct-support organization. The Foundation’s purpose is exclusively educational and charitable for the constituents of Escambia County. Charter Schools are public schools operating under performance contracts with the School Board. The Foundation and the applicable Charter Schools are included as discretely presented component units in the accompanying financial statements.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District’s MD&A immediately follows the independent auditor’s report.

## **Profile of the District**

The District and its governing board (Board) were created pursuant to Section 4, Article IX of the Constitution of the State of Florida. The District is an independent taxing and reporting entity managed, controlled, operated, administered, and supervised by the District school officials in accordance with Chapter 1001, Florida Statutes. The Board consists of five elected officials responsible for the adoption of policies, which govern the operation of District public schools. The elected Superintendent of Schools (Superintendent) is the executive officer of the Board and is responsible for the administration and management of the schools within the applicable parameters of Florida Statutes, State Board of Education Rules, and School Board policies. The Superintendent is also specifically delegated the responsibility of maintaining a uniform system of records and accounts in the District by Section 1010.01, Florida Statutes, as prescribed by the State Board of Education.

The geographic boundaries of the District are those of Escambia County. During the 2009-10 fiscal year, the District operated 66 schools, special centers, and other programs, including 33 elementary schools, 9 middle schools, 7 high schools, 7 special centers, and

10 other programs. The District also has 5 charter schools that are component units and 1 charter school that is not a component unit of the District. The District receives the majority of its operating funds through a State funding formula that is intended to equalize funding received from the State and local property tax between districts within the State. Charter schools operating through a contract with the District are provided with their proportionate share of these funds, based upon the number of full-time equivalent students enrolled at the charter school. In fiscal year 2009-10, the District provided general, special, vocational, and other education programs to 40,187 unweighted full-time equivalent students. The District has experienced declining enrollment over the past five years and projects that the 2010-11 full-time equivalent students will be 39,944 which represents a decline of 243 students. Further analysis of the decrease indicates a projected loss of 645 students in the District's traditional schools which is partially offset by increases in charter schools, contracted schools, and McKay Scholarships.

The Board follows procedures established by Florida Statutes and the State Board of Education rules in establishing and adopting annual budgets for each of the governmental fund types.

## **Economic Condition and Outlook**

Escambia County, located in the northwestern part of the state, was established July 21, 1821 as a non-charter government when the Provisional Governor Andrew Jackson signed an ordinance making the County one of the first two counties in Florida, the other being St. John's County. Escambia County encompasses approximately 661 square miles, or 420,480 acres, with an additional 64,000 acres of water area and serves a population of approximately 300,000. There has been a slight contraction of the population following the overall state-wide trend, but this should reverse in the longer term. There are two municipalities within the County, the City of Pensacola, which is the County seat, and the Town of Century.

State sales tax revenues have declined, and school taxable property values have decreased by 3%; accordingly, per pupil funding was negatively affected as the base student allocation decreased nearly 7%. The number of full-time equivalent students is projected to continue to decline and no significant funding increase is anticipated for the 2010-11 fiscal year.

The economic downturn has caused Escambia County's unemployment rate to rise this past fiscal year. The unemployment rate of 10.8 locally as compared to the state-wide average of 11.4 shows an increase from the previous fiscal year. The Gulf Oil Spill had a negative impact on Escambia County property values and resulted in lost revenues during the fiscal year, but the economy appears to be rebounding.

## **Major Initiatives**

### **Class Size Reduction**

In November 2002, the voters of Florida amended the State Constitution to limit class size. The amendment established the maximum number of students in core-curricula courses assigned to a teacher in each of the following three grade groupings: (1) prekindergarten through grade 3, 18 students; (2) grades 4 through 8, 22 students; and (3) grades 9 through 12, 25 students. These ratios must be achieved at the classroom level by the beginning of the 2010-11 fiscal year.

The Florida Legislature enacted Senate Bill-30A (2003) implementing the reduction of the average number of students in each classroom by at least two students per year, beginning in the 2003-04 fiscal year until the maximum number of students per classroom does not exceed the 2010-11 fiscal year maximum. If a district's class size does not meet the constitutional maximum, then the district must reduce the average number of students in each of the three grade groupings by two students until the constitutional maximums are reached. The following is how the constitutional maximums will be calculated:

- For fiscal years 2003-04, 2004-05, and 2005-06, class size will be calculated at the district level.
- For fiscal years 2006-07 and 2007-08, class size will be calculated at the school level.
- For fiscal years 2008-09 and 2009-10, class size will be calculated at the classroom level.

Due to funding constraints, the Florida Legislature delayed moving the 2009-10 class size requirements to the classroom level and maintained the school level calculation. Based on the annual review by the Florida Department of Education, the District complied with targeted maximums at all schools. It is anticipated that the District will continue to meet the constitutional maximums for the three grade groupings for the 2010-11 fiscal year.

### **Half-Cent Sales Surtax**

Section 212.055(6), Florida Statutes authorizes local school boards to levy a one-half cent School Capital Outlay Sales Surtax (Sales Surtax). The District conducted a referendum and the Sales Surtax was originally approved for five years beginning January 1, 1998. It was renewed for an additional five years as of January 1, 2003 and an additional ten years as of January 1, 2008. These funds had provided approximately \$21 million per year to meet the District's capital outlay needs but had dropped to \$19 million in the 2010 fiscal year. During the 2009-10 fiscal year, Sales Surtax revenues were used to construct one new media center, one high school auditorium, one high school athletic facility, several covered play areas, classroom additions at three schools, one cafeteria expansion, and general renovations projects. Construction was started on additional classroom additions at four schools and a new elementary school which will allow the District to close at least

two existing elementary schools. This is part of an initiative to become more efficient in the number of facilities operated by the District.

### **Accomplishments**

The District has 153 teachers that have successfully completed the rigorous and time-intensive program of the National Board of Professional Teaching Standards. To achieve the highly esteemed National Certification, teachers are required to provide a portfolio of information regarding teaching styles, examples of work performed by students, and successfully pass an examination. Teachers who gain this certification are provided incentives by the state including salary and mentoring bonuses. In addition, 40% of the District's instructional personnel hold advanced degrees (Master's or higher).

### **Financial Information**

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

**Budgetary Controls.** The District maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of all governmental fund types are included in the annual appropriated budget. The level of budgetary control (that is the level at which expenditures cannot exceed the appropriated amount) is established at the object level.

Budgetary information is integrated into the accounting system and to facilitate budgetary 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. In order to provide budgetary control for salaries, the District utilizes a centralized position control system. On an annual basis, the Board adopts a District staffing plan that establishes teacher positions based generally on student populations served. Additionally, support and administrative positions are created based on established criteria.

**Cash Management and Investments.** The intention of the cash management system is to limit the amount of funds placed in accounts where low or no interest is paid, but the highest priority of all investments is preservation of principle. Idle cash is invested in various instruments with various maturity dates, depending on the anticipated future cash requirements.

The overall strategy of holding deposits and making investments is to expose the District to a minimum amount of credit and market risks. All bank balances, as of the balance

sheet date, are entirely insured by Federal depository insurance and/or collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes. We discuss our cash management and investment activities in greater detail in Note 3 of the Notes to Financial Statements.

**Risk Management.** The District is self-insured for workers' compensation, general and automobile liability, prescription drug and medical claims, with outside contractors providing various administrative services. All funds make payment to the District's applicable Internal Service Fund based upon personnel staffing levels. Resources have been accumulated in order to meet potential losses. We discuss our risk management activities in greater detail in Note 20 of the Notes to Financial Statements.

## Acknowledgments

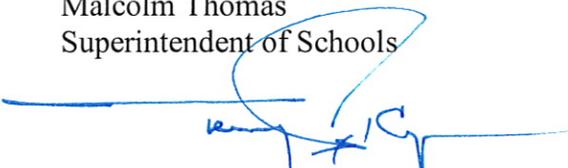
The preparation of this Report on a timely basis was made possible by the dedicated service of the entire staff of the Finance department and coordination with the audit staff of the CPA firm of Cherry, Bekaert & Holland, L.L.P. Each member of the department and the audit staff has our sincere appreciation for the contributions made in the preparation of this report.

In closing, we would like to thank the members of the School Board for their leadership and support in planning and conducting the financial operations of the District.

Respectfully submitted,



Malcolm Thomas  
Superintendent of Schools



Terry St. Cyr, CPA  
Assistant Superintendent of Finance and Business Services



Gloria Johnson, CPA  
Director of Accounting Operations

District School Board of Escambia County, Florida

School Board Members and Superintendent  
(Elected for a four-year term)



District 1  
Jeff Bergosh  
4 years  
November 2010



District 2  
Gerald Boone  
4 years  
Chairman  
November 2010



District 3  
Linda Moultrie  
2 year  
November 2010



District 4  
Patty Hightower  
Vice-Chairman  
6 years  
November 2012



District 5  
Bill Slayton  
2 year  
November 2012



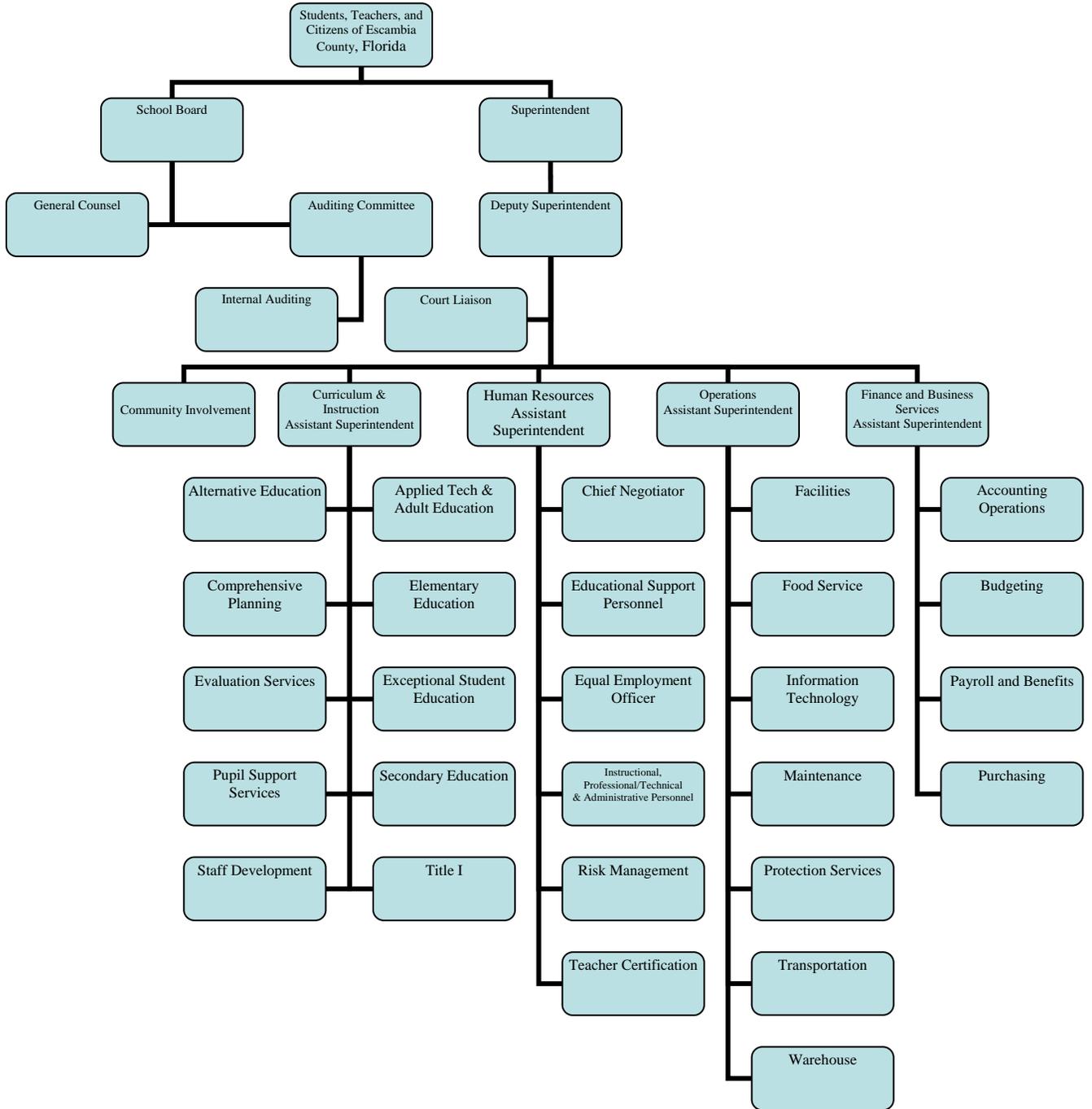
Malcolm Thomas  
Superintendent  
2 year  
November 2012

# **DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**

## **LIST OF PRINCIPAL OFFICIALS**

Norm Ross	Deputy Superintendent
Shawn Dennis	Assistant Superintendent Operations
Paul Fetsko	Assistant Superintendent Curriculum and Instruction
Terry St. Cyr	Assistant Superintendent Finance and Business Services
Dr. Alan Scott	Assistant Superintendent Human Resources

# District School Board of Escambia County, Florida Organizational Chart



**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**

**For its Comprehensive Annual Financial Report (CAFR)**

For the Fiscal Year Ended June 30, 2009

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

District School Board  
of Escambia County, Florida

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

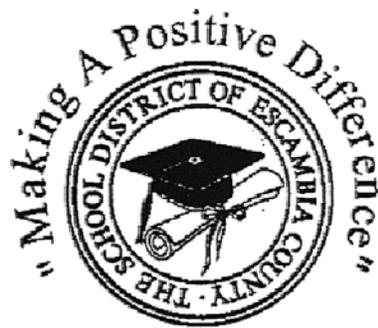


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President

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Executive Director



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# FINANCIAL SECTION





## **Report of Independent Certified Public Accountants**

The Honorable Members of the School Board  
The School District of Escambia County, Florida  
Pensacola, Florida

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School District of Escambia County, Florida (the "District"), as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Foundation for Escambia County Public Schools, Inc. and the charter schools, which represent 100 percent of the transactions and account balances of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports have been provided to us, and our opinion, insofar as it relates to the amounts included for the District's aggregate discretely presented component units, is based on the reports of the other auditors.

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

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School District of Escambia County, Florida, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgeted comparison for the General Fund and the ARRA Economic Stimulus Funds Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 21, 2011 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and on pages 3 through 10 and the Schedule of Funding Progress – Other Postemployment Benefits on page 55 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, the combining and individual fund financial statements and schedules, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Cherry, Behant & Holland, L.L.P.*

Orlando, Florida  
January 21, 2011

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

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The management of the District School Board of Escambia County, Florida has prepared the following discussion and analysis to provide an overview of the District's financial activities for the fiscal year ended June 30, 2010. The information contained in the Management's Discussion and Analysis (MD&A) is intended to highlight significant transactions, events, and conditions and should be considered in conjunction with the District's financial statements and notes to financial statements.

### FINANCIAL HIGHLIGHTS

Key financial highlights for the 2009-10 fiscal year are as follows:

- The assets of the District exceeded its liabilities at June 30, 2010, by \$356.9 million (net assets).
- The District's total net assets increased by \$22.4 million.
- At June 30, 2010, the District's governmental funds reported combined fund balances of \$156.9 million, an increase of \$16.2 million from the prior fiscal year.
- At June 30, 2010, the unreserved fund balance for the General Fund was \$32.9 million, or 12.1 percent of total General Fund Expenditures.
- The District's total long-term debt (Bonds Payable and Certificates of Participation) decreased by \$3.8 million, or 6.3 percent during the current fiscal year. The key factor in this decrease was the payment of principal.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The basic financial statements consist of three components:

- Government-wide financial statements.
- Fund financial statements.
- Notes to financial statements.

#### **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 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.

The government-wide statements present the District's activities in two categories:

- Governmental activities – This represents most of the District's services, including its educational programs: basic, vocational, adult, and exceptional education. Support functions such as transportation and administration are also included. Local property taxes and the State's education finance program provide most of the resources that support these activities.
- Component units – The District presents aggregate financial information for the following six separate legal entities in this report: Escambia Charter School, Inc., Beulah Academy of Science, Inc., Pensacola Beach Elementary School, Inc., Byrneville Elementary School, Inc., Jacqueline Harris Preparatory Academy, and the Escambia County Public Schools Foundation For Excellence, Inc. Although legally separate organizations, the component units are included in this report because they meet the criteria for inclusion provided by generally accepted accounting principles. Financial information for these component units is reported separately from the financial information presented for the primary government.

The Escambia School District Employee Benefit Trust (Trust) has been established to administer the District's employee life, health, and dental insurance programs. The Escambia County District School Board exercises significant oversight responsibility over the Trust, and all activities of the Trust are solely for the benefit of the District and its employees. Therefore, the financial activities of the Trust have been included (blended) as an integral part of the primary government.

### **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 as discussed below.

**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. The 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.

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 funds balance sheet and the governmental funds 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, ARRA Economic Stimulus Funds, and the Capital Projects - Other Fund. Data from the other governmental funds are combined into a single, aggregated presentation.

The District adopts an annual appropriated budget for its governmental funds. Budgetary comparison statements have been provided for the General Fund and Special Revenue – Other Federal Programs 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.

- Internal service funds are used to report activities that provide goods and services to support the District's other programs and functions through user charges. The District uses the internal service funds to account for risk management, employee benefits, and warehouse activities. Since these services predominantly benefit governmental rather than business-type functions, the internal service funds have been included within governmental activities in the government-wide financial statements.

The internal service funds are combined in a single, aggregated column in the proprietary fund financial statements.

**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 and to account for the resources of the District's pre-tax flexible benefits plan.

### **Notes to Financial Statements**

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets may serve over time as a useful indicator of a government's financial position. The following is a summary of the District's net assets as of June 30, 2010, compared to net assets as of June 30, 2009:

	Net Assets, End of Year	
	Governmental	
	Activities	
	6-30-10	6-30-09
Current and Other Non Current Assets	\$ 217,765,460	\$ 204,624,902
Capital Assets	<u>282,107,232</u>	<u>279,065,632</u>
<b>Total Assets</b>	<u>499,872,692</u>	<u>483,690,534</u>
Long-Term Liabilities	124,827,776	127,457,433
Other Liabilities	<u>18,141,819</u>	<u>21,721,205</u>
<b>Total Liabilities</b>	<u>142,969,595</u>	<u>149,178,638</u>
Net Assets:		
Invested in Capital Assets -		
Net of Debt	225,400,496	217,895,405
Restricted	134,790,510	125,051,180
Unrestricted (Deficit)	<u>(3,287,909)</u>	<u>(8,434,689)</u>
<b>Total Net Assets</b>	<u>\$ 356,903,097</u>	<u>\$ 334,511,896</u>

The largest portion of the District's net assets, \$225.4 million, reflects its investment in capital assets (e.g., land, construction in progress, buildings, improvements, equipment, motor vehicles, computer software, and audio visual materials), 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, \$134.8 million, represents resources that are subject to external restrictions on how they may be used. Normally, the unrestricted net assets are used to meet the government's ongoing obligations to students, employees, and creditors. The District's deficit unrestricted net assets results primarily from the recognition of a liability for accumulated employee annual and sick leave balances reported as compensated absences. This liability, totaling \$39.3 million, will be paid over future years when vested employees are paid for their leave upon separation from the District.

Total net assets increased during the fiscal year. The key elements of the changes in the District's net assets for the fiscal years ended June 30, 2010, and June 30, 2009, are as follows:

	Operating Results for the Year	
	Governmental	
	Activities	
	6-30-10	6-30-09
Program Revenues:		
Charges for Services	\$ 7,092,826	\$ 7,356,635
Operating Grants and Contributions	13,816,659	23,782,878
Capital Grants and Contributions	2,872,668	5,549,903
General Revenues:		
Property Taxes, Levied for Operational Purposes	106,137,711	97,379,871
Property Taxes, Levied for Capital Projects	20,066,464	27,210,548
Local Sales Taxes	18,742,256	19,438,020
Grants and Contributions Not Restricted to Specific Programs	224,485,318	204,808,168
Unrestricted Investment Earnings	492,008	1,743,725
Miscellaneous	6,216,542	3,319,666
Insurance Loss Recoveries		1,085,919
<b>Total Revenues</b>	<b>399,922,452</b>	<b>391,675,333</b>
Functions/Program Expenses:		
Instruction	205,951,789	205,755,887
Pupil Personnel Services	16,858,395	16,952,375
Instructional Media Services	4,761,283	5,302,170
Instruction and Curriculum Development Services	11,197,176	10,898,048
Instructional Staff Training	8,724,396	7,202,670
Instruction Related Technology	3,923,575	3,105,661
Board of Education	1,564,164	1,169,146
General Administration	3,003,731	1,609,860
School Administration	14,170,094	14,449,919
Facility Services	17,510,854	22,275,464
Fiscal Services	2,184,481	2,211,047
Food Services	18,879,371	18,394,973
Central Services	3,857,958	3,830,766
Pupil Transportation Services	17,537,020	18,143,178
Operation of Plant	28,935,143	27,722,642
Maintenance of Plant	10,704,965	11,125,532
Administrative Technology Services	3,681,151	3,719,871
Community Services	1,242,581	985,155
Interest on Long-Term Debt	2,843,124	2,876,984
Loss on Disposal of Capital Assets		1,123,337
<b>Total Functions/Program Expenses</b>	<b>377,531,251</b>	<b>378,854,685</b>
<b>Increase in Net Assets</b>	<b>22,391,201</b>	<b>12,820,648</b>
<b>Beginning Net Assets</b>	<b>334,511,896</b>	<b>321,691,248</b>
<b>Ending Net Assets</b>	<b>\$ 356,903,097</b>	<b>\$ 334,511,896</b>

Governmental Activities increased the District's net assets by \$22.4 million. Key elements of the increase are as follows:

- Restricted Net assets for Categorical Carryover Programs increased \$8.3 million.
- The capital projects (construction) revenues received during the current fiscal year are disbursed on construction projects and other capital assets that will be capitalized and expensed in future years through depreciation. If these funds are not disbursed at year-end, they are reported as current assets and restricted net assets. Investments in Capital Assets, Net of Related Debt, increased by \$7.5 million, and Restricted Net Assets for Capital Projects increased by \$2.8 million from the previous fiscal year.

## **FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

### **Major Governmental Funds**

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, unreserved fund balance is \$32.9 million, while the total fund balance is \$50.1 million. The unreserved fund balance increased by \$8.5 million, while the total fund balance increased by \$12.4 million during the fiscal year. Key factors for these changes are as follows:

- General Fund revenues decreased \$8.3 million from the previous fiscal year. The most significant decrease was in the Florida Education Funding Program. This decrease was due to a statewide economic downturn which resulted in reduced state funding. Additional Federal funding was provided through the ARRA Stabilization grant program and accounted for in a special revenue fund. These grant funds offset the decrease in state funded revenue in the General Fund.
- The District's General Fund also receives other financing sources from transfers from other funds and, in recent years, from insurance and hurricane recoveries resulting from Hurricanes Ivan, Dennis, and Katrina. These other financing sources decreased approximately \$4.9 million from the previous fiscal year, primarily from reductions in insurance and hurricane recoveries as the District completes its repairs resulting from those storms.
- The District anticipated revenue shortfalls due to the economic downturn and took action to reduce expenditures during the fiscal year. General Fund expenditures were \$25.2 million less than the previous fiscal year.

The ARRA Economic Stimulus Funds - In the ARRA Economic Stimulus Funds, all revenues were expended.

The Capital Projects – Other Fund has a fund balance of \$78.5 million. The fund balance increased by \$4.4 million due to decreased expenditures as all revenue sources decreased.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

During the 2009-10 fiscal year, the District received more State funding from the Florida Department of Education than projected at the time the budget was developed. Although a Statewide economic downturn resulted in a lower per FTE allocation, the District received additional state funding due to an increase in student population. The measure of student population used for calculation of State revenues is weighted full-time equivalent (FTE). The projected 2009-10 budget for State revenues was based on weighted FTE of 41,989. Collected State revenues were based on actual weighted FTE of 42,836, an increase of 847 (2.02 percent).

## **CAPITAL ASSETS AND LONG-TERM DEBT**

### **Capital Assets**

The District's investment in capital assets for its governmental activities as of June 30, 2010, amounts to \$282.1 million (net of accumulated depreciation). This investment in capital assets includes land; improvements other than buildings; buildings and fixed equipment; furniture, fixtures, and equipment; motor vehicles; property under capital lease; construction in progress; and audio visual materials and computer software. The total increase in the District's investment in capital assets (net of accumulated depreciation) for the current fiscal year was \$3.0 million or 1.1 percent.

Major capital asset events during the current fiscal year included the following:

- Completion of Bellview Elementary New Media Center.
- Completion of Beulah and Cordova Park Elementary Eight Classroom Additions.
- Completion of Pine Meadow Elementary Cafeteria Expansion.
- Completion of Warrington Elementary Art/Music Suite and Skill Lab.
- Completion of Washington High Fine Arts Auditorium
- Completion of Pensacola High Athletic Upgrades and Auditorium & Lobby Renovations
- Covered Play Areas for three elementary schools
- Modular Classrooms for four schools

Additional information on the District's capital assets can be found in Note 5 to the financial statements.

### **Long-Term Debt**

At June 30, 2010, the District has total long-term debt outstanding of \$56.7 million. The District had \$8.3 million outstanding of State School Bonds issued by the State Board of Education (SBE) and backed by the full faith and credit of the State of Florida. Capital leases totaled \$.4 million. The remainder of this debt represents \$48.0 million in Certificates of Participation.

Additional information on the District's long-term debt can be found in Notes 7 through 11 to the financial statements.

## **ECONOMIC FACTORS AFFECTING 2010-11 FISCAL YEAR BUDGETS AND RATES**

These factors were considered in preparing the District budget for the 2010-11 fiscal year:

- The unemployment rate for Escambia County, Florida is currently 10.8 percent, which is an increase from the rate of 9.9 percent a year ago. Escambia County's unemployment rate is less than the State's average unemployment rate of 11.4 percent.

In the General Fund, the District plans to use \$10.3 million of unreserved fund balance to cover planned expenditures during the 2010-11 fiscal year. The District anticipates that this use of unreserved fund balance will be significantly replenished at year-end through unspent appropriations and actual property tax revenues exceeding budgeted amounts. The District anticipates that the fund balance at June 30, 2011, will be in excess of the Board target of 3.5 percent (of the anticipated revenue).

In anticipation of future funding deficits that will occur when the ARRA Funds expire the District increased the designated fund balance in the General Fund by \$4.3 million to \$18.8 million in the 2009-10 fiscal year.

For the 2010-11 fiscal year, expected state sources of funding in the general fund decreased by \$5.1 million. The District will receive \$12.5 million in State Fiscal Stabilization Funds in 2010-11. The State Fiscal Stabilization Funds are federal funds received by the state as part of the American Recovery and Reinvestment Act (ARRA). The State passed through a portion of the ARRA funds to school districts to offset the decreases in general fund revenues that resulted from lost state revenues due to the economic downturn.

### **REQUESTS FOR INFORMATION**

Questions concerning information provided in the MD&A, and financial statements and notes thereto, or requests for additional financial information should be addressed to the Assistant Superintendent of Finance and Business Services, District School Board of Escambia County, 215 West Garden Street, Pensacola, FL 32502.

# BASIC FINANCIAL STATEMENTS



**DISTRICT SCHOOL BOARD OF ESCAMBA COUNTY, FLORIDA**  
**STATEMENT OF NET ASSETS**  
June 30, 2010

	<i>Governmental Activities</i>	<i>Component Units</i>
<b>ASSETS</b>		
Current Assets:		
Cash	\$ 202,132,339	\$ 2,177,215
Investments	1,279,342	1,574,536
Accounts Receivable	903,460	110,033
Interest Receivable	19,310	
Deposits Receivable	6,500	2,016
Prepaid Items		55,829
Due from Other Agencies	7,121,933	
Inventories	2,449,092	
<b>Total Current Assets</b>	<b>213,911,976</b>	<b>3,919,629</b>
Noncurrent Assets:		
Deferred Charges	1,698,330	
Deferred Outflow of Resources	2,014,154	
Other Post-employment Benefits Obligation (asset)	141,000	
Capital Assets:		
Non-Depreciable Capital Assets	16,037,118	428,690
Depreciable Capital Assets, Net	266,070,114	5,140,191
<b>Total Noncurrent Assets</b>	<b>285,960,716</b>	<b>5,568,881</b>
<b>TOTAL ASSETS</b>	<b>\$ 499,872,692</b>	<b>\$ 9,488,510</b>
<b>LIABILITIES</b>		
Current Liabilities:		
Salaries and Benefits Payable	\$ 39,838	\$
Payroll Deductions and Withholdings	3,681,271	
Accounts Payable	2,995,318	151,965
Construction Contracts Payable	972,100	
Construction Contracts Payable - Retainage	476,373	
Due to Other Agencies	3,082,190	
Deposits Payable	9,894	
Interest Payable	1,057,627	
Unearned Revenue	3,255,501	
Loan Payable	2,571,706	
Long-Term Liabilities -- Portion Due Within One Year:		
Obligations Under Capital Leases	301,261	110,019
Notes Payable		258,494
Bonds Payable	1,025,000	
Estimated Insurance Claims Payable	7,404,419	
Certificates of Participation Payable	2,889,850	
Compensated Absences Payable	4,290,210	25,938
<b>Total Current Liabilities</b>	<b>34,052,558</b>	<b>546,416</b>
Noncurrent Liabilities:		
Long-Term Liabilities -- Portion Due After One Year		
Obligations Under Capital Leases	78,043	163,191
Notes Payable		1,427,958
Bonds Payable	7,273,895	
Estimated Insurance Claims Payable	19,388,259	
Certificates of Participation Payable	45,138,686	
Compensated Absences Payable	35,023,999	29,530
Derivative Instrument Liability	2,014,154	
<b>Total Noncurrent Liabilities</b>	<b>108,917,036</b>	<b>1,620,679</b>
<b>Total Liabilities</b>	<b>142,969,594</b>	<b>2,167,095</b>
<b>NET ASSETS</b>		
Invested in Capital Assets, Net of Related Debt	225,400,496	3,609,219
Restricted for:		
State Categorical Programs	15,897,674	
Debt Service	4,963,630	140,000
Capital Projects	94,688,537	65,160
Employee Benefits	12,121,427	
Other Purposes	7,119,242	348,065
Unrestricted	(3,287,908)	3,158,971
<b>Total Net Assets</b>	<b>356,903,098</b>	<b>7,321,415</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 499,872,692</b>	<b>\$ 9,488,510</b>

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**STATEMENT OF ACTIVITIES**  
For the Fiscal Year Ended June 30, 2010

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Charges for Services</b>	<b>Program Revenues Operating Grants and Contributions</b>
<b>Governmental Activities:</b>			
Instruction	\$ 205,951,789	\$ 1,394,372	\$
Pupil Personnel Services	16,858,395		
Instructional Media Services	4,761,283		
Instruction and Curriculum Development Services	11,197,176		
Instructional Staff Training Services	8,724,396		
Instruction Related Technology	3,923,575		
Board of Education	1,564,164		
General Administration	3,003,731		
School Administration	14,170,094		
Facility Services	17,510,853		
Fiscal Services	2,184,481		
Food Services	18,879,371	5,282,975	13,816,659
Central Services	3,857,958		
Pupil Transportation Services	17,537,020	415,479	
Operation of Plant	28,935,143		
Maintenance of Plant	10,704,965		
Administrative Technology Services	3,681,151		
Community Services	1,242,581		
Interest on Long-Term Debt	2,843,124		
<b>Total Governmental Activities</b>	<b>377,531,250</b>	<b>7,092,826</b>	<b>13,816,659</b>
<b>Component Units</b>			
Charter Schools	\$ 6,238,316	\$ 195,314	\$ 762,455
Escambia County Public Schools Foundation for Excellence, Inc.	483,918		
<b>Total Component Units</b>	<b>\$ 6,722,234</b>	<b>\$ 195,314</b>	<b>\$ 762,455</b>

General Revenues:

Taxes:

Property Taxes, Levied for Operational Purposes

Property Taxes, Levied for Capital Projects

Local Sales Taxes

Grants and Contributions Not Restricted to Specific Programs

Unrestricted Investment Earnings

Miscellaneous

**Total General Revenues and Transfers**

**Change in Net Assets**

Net Assets, July 1, 2009

**Net Assets, June 30, 2010**

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

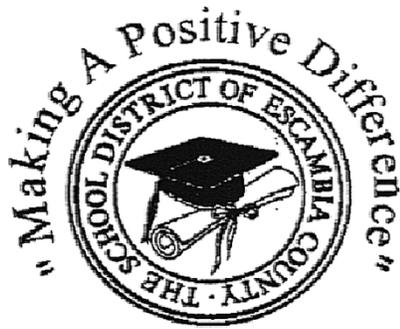
<b>Net (Expense) Revenue and Changes in Net Assets</b>		
<b>Capital Grants and Contributions</b>	<b>Primary Government Governmental Activities</b>	<b>Component Units</b>
\$	\$	\$
	(204,557,417)	
	(16,858,395)	
	(4,761,283)	
	(11,197,176)	
	(8,724,396)	
	(3,923,575)	
	(1,564,164)	
	(3,003,731)	
	(14,170,094)	
1,481,677	(16,029,176)	
	(2,184,481)	
	220,263	
	(3,857,958)	
	(17,121,541)	
	(28,935,143)	
	(10,704,965)	
	(3,681,151)	
	(1,242,581)	
1,390,991	(1,452,133)	
<u>2,872,668</u>	<u>(353,749,097)</u>	
\$ 22,056		(5,258,491)
		<u>(483,918)</u>
<u>\$ 22,056</u>		<u>(5,742,409)</u>
	106,137,711	
	20,066,464	
	18,742,256	
	224,485,318	5,980,612
	492,008	53,881
	6,216,542	192,331
	<u>376,140,299</u>	<u>6,226,824</u>
	22,391,202	484,415
	<u>334,511,896</u>	<u>6,837,000</u>
	<u>\$ 356,903,098</u>	<u>\$ 7,321,415</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**DISTRICT SCHOOL BOARD**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**June 30, 2010**

	<u>General Fund</u>	<u>AARA Economic Stimulus Fund</u>
<b>ASSETS</b>		
Cash	\$ 54,424,295	\$ 375,843
Investments		
Accounts Receivable	565,644	
Interest Receivable	8,517	
Deposits Receivable	6,500	
Due from Other Funds	4,276,045	1,200,000
Due from Other Agencies	1,082,176	1,468,412
Inventories	1,270,326	
<b>TOTAL ASSETS</b>	<u>\$ 61,633,503</u>	<u>\$ 3,044,255</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities:		
Salaries and Benefits Payable	\$ 33,302	\$ 2,852
Payroll Deductions and Withholdings	3,681,271	
Accounts Payable	2,210,549	111,664
Construction Contracts Payable		
Construction Contracts Payable - Retainage		
Due to Other Funds	100,000	2,850,000
Due to Other Agencies	2,943,979	79,739
Deposits Payable	8,051	
Interest Payable		
Loan Payable	2,571,706	
<b>Total Liabilities</b>	<u>11,548,858</u>	<u>3,044,255</u>
Fund Balances:		
Reserved for State Categorical Programs	12,581,661	
Reserved for Encumbrances	1,609,721	
Reserved for Inventories	1,270,326	
Reserved for Debt Service		
Reserved for Legal Restrictions	1,706,293	
Unreserved:		
Designated, Reported in General Fund:		
Designated for Local Carryover Projects	18,762,069	
Undesignated, Reported in:		
General Fund	14,154,575	
Special Revenue Funds		
Debt Service Funds		
Capital Projects Funds		
<b>Total Fund Balances</b>	<u>50,084,645</u>	
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 61,633,503</u>	<u>\$ 3,044,255</u>

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

<b>Capital Projects - Other Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 78,771,508	\$ 26,537,794	\$ 160,109,440
	1,279,342	1,279,342
	36,306	601,950
4,445	2,609	15,571
		6,500
	4,450	5,480,495
1,314,813	3,256,532	7,121,933
	1,178,765	2,449,091
<u>\$ 80,090,766</u>	<u>\$ 32,295,798</u>	<u>\$ 177,064,322</u>
\$	\$ 3,684	\$ 39,838
		3,681,271
43,226	576,221	2,941,660
919,357	52,743	972,100
476,373		476,373
130,000	2,304,027	5,384,027
	50,055	3,073,773
	1,842	9,893
	1,057,627	1,057,627
		2,571,706
<u>1,568,956</u>	<u>4,046,199</u>	<u>20,208,268</u>
27,684,286	1,146,584	12,581,661
	1,178,765	30,440,591
	220,117	2,449,091
		220,117
		1,706,293
		18,762,069
		14,154,575
	5,733,237	5,733,237
	4,743,512	4,743,512
50,837,524	15,227,384	66,064,908
<u>78,521,810</u>	<u>28,249,599</u>	<u>156,856,054</u>
<u>\$ 80,090,766</u>	<u>\$ 32,295,798</u>	<u>\$ 177,064,322</u>



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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2010**

<b>Total Fund Balances - Governmental Funds</b>	\$	156,856,054
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.		282,107,232
Deferred outflow of resources are reported as a result of changes in fair value of hedging derivative instruments in the statement of net assets.		2,014,154
The cumulative excess of the District's contributions to the other post-employment benefits plan since the District's adoption of GASB 45 over annual OPEB cost is recognized as an asset in the government-wide statements, but is not reported in the governmental funds.		141,000
Debt issuance costs are not expensed in the government-wide statements, but are reported as deferred charges and amortized over the life of the debt.		1,698,330
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		12,121,427
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:		
Obligations Under Capital Leases	\$	379,304
Bonds Payable		8,298,896
Certificates of Participation		48,028,536
Compensated Absences Payable		39,314,209
Derivative Instrument Liability		2,014,154
		(98,035,099)
<b>Total Net Assets - Governmental Activities</b>	<b>\$</b>	<b>356,903,098</b>

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2010**

	<b>General Fund</b>	<b>AARA Economic Stimulus Fund</b>	<b>Capital Projects - Other Fund</b>
<b>Revenues</b>			
Intergovernmental:			
Federal Direct	\$ 1,563,625	\$	\$
Federal Through State	2,499,869	25,882,513	
State	160,560,822		409,165
Local			
Taxes	106,137,711		18,742,256
Miscellaneous	6,378,393		215,180
	<b>277,140,420</b>	<b>25,882,513</b>	<b>19,366,601</b>
<b>Expenditures</b>			
Current - Education:			
Instruction	163,889,346	18,257,118	
Pupil Personnel Services	13,062,773	599,477	
Instructional Media Services	4,421,261	38,138	
Instruction and Curriculum Development Services	5,403,041	547,252	
Instructional Staff Training Services	1,978,071	2,304,701	
Instruction Related Technology	788,777	1,836,888	
Board of Education	1,543,620		
General Administration	742,697	1,032,688	
School Administration	13,649,906	453,464	
Facility Services	504,653		6,954,039
Fiscal Services	2,136,906		
Food Services	261,274		
Central Services	3,464,599	15,267	
Pupil Transportation Services	15,198,053	401	
Operation of Plant	28,819,301		
Maintenance of Plant	10,265,758	1,572	
Administrative Technology Services	2,968,216		
Community Services	498,814		
Fixed Capital Outlay:			
Facilities Acquisition and Construction	73,268	37,288	10,777,585
Other Capital Outlay	1,328,079	758,259	
Debt Service:			
Principal	658,925		
Interest and Fiscal Charges	37,418		
	<b>271,694,756</b>	<b>25,882,513</b>	<b>17,731,624</b>
<b>Excess of Revenues Over Expenditures</b>	<b>5,445,664</b>	<b></b>	<b>1,634,977</b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	6,996,925		
Proceeds from Sale of Capital Assets			3,195,330
Insurance Loss Recoveries	1,233		
Transfers Out			(409,165)
	<b>6,998,158</b>	<b></b>	<b>2,786,165</b>
<b>Net Change in Fund Balances</b>	<b>12,443,822</b>	<b></b>	<b>4,421,142</b>
Fund Balances, July 1, 2009	37,640,823		74,100,668
<b>Fund Balances, June 30, 2010</b>	<b>\$ 50,084,645</b>	<b>\$</b>	<b>\$ 78,521,810</b>

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

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 915,964	\$ 2,479,589
46,566,695	74,949,077
2,765,214	163,735,201
20,066,464	144,946,431
5,344,188	11,937,761
<u>75,658,525</u>	<u>398,048,059</u>
16,393,316	198,539,780
3,118,232	16,780,482
241,359	4,700,758
5,230,160	11,180,453
4,449,891	8,732,663
842,697	3,468,362
	1,543,620
1,188,368	2,963,753
2,975	14,106,345
6,215,620	13,674,312
	2,136,906
17,995,127	18,256,401
256,243	3,736,109
584,718	15,783,172
43,377	28,862,678
750	10,268,080
90,400	3,058,616
741,115	1,239,929
4,987,623	15,875,764
994,331	3,080,669
3,721,200	4,380,125
<u>2,667,057</u>	<u>2,704,475</u>
<u>69,764,559</u>	<u>385,073,452</u>
<u>5,893,966</u>	<u>12,974,607</u>
5,000,000	11,996,925
	3,195,330
	1,233
<u>(11,587,760)</u>	<u>(11,996,925)</u>
<u>(6,587,760)</u>	<u>3,196,563</u>
(693,794)	16,171,170
<u>28,943,393</u>	<u>140,684,884</u>
<u>\$ 28,249,599</u>	<u>\$ 156,856,054</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF  
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
TO THE STATEMENT OF ACTIVITIES  
For the Fiscal Year Ended June 30, 2010**

**Net Change in Fund Balances - Governmental Funds** \$ 16,171,170

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

Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of capital outlays in excess of depreciation expense in the current period.

Capital Outlay - Facilities Acquisition and Construction - Capitalized	\$ 12,070,443	
Capital Outlay - Other Capital Outlay - Capitalized	3,080,669	
Less, Depreciation Expense	<u>(10,737,604)</u>	4,413,508

The undepreciated cost of capital assets disposed of during the current period is expensed in the statement of activities. In the governmental funds, the cost of these assets was recognized as an expenditure in the year purchased. Thus, the change in net assets differs from the change in fund balances by the undepreciated cost of disposed assets.

(1,371,908)

Governmental funds report the effect of issuance costs, premiums, discounts, and similar items in the year the debt is issued, but these amounts are deferred and amortized over the life of the debt in the statement of activities.

Amortized Deferred Charges	(222,017)	
Amortized Premiums	<u>83,367</u>	(138,650)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which repayments exceeded proceeds in the current period.

Bonds Payable	960,000	
Certificates of Participation	2,761,200	
Capital Leases Payable	<u>658,925</u>	4,380,125

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 amounts actually paid for compensated absences. This is the net amount of compensated absences earned in excess of the amount paid in the current period.

1,016,925

The net change in the liability for post-employment health care benefits is reported in the government-wide statements, but not in the governmental fund statements.

256,000

Internal service funds are used by management to charge the cost of certain activities, such as insurance, to individual funds. The net expense of internal service funds is reported with governmental activities.

(2,335,968)

**Change in Net Assets - Governmental Activities** **\$ 22,391,202**

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**Budget to Actual - GENERAL FUND**  
**For the Fiscal Year Ended June 30, 2010**

	<b>General Fund</b>			
	<b>Original Budget Amounts</b>	<b>Final Budget Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental:				
Federal Direct	\$ 1,100,000	\$ 1,563,625	\$ 1,563,625	\$
Federal Through State	800,000	2,499,869	2,499,869	
State	156,247,799	160,667,505	160,560,822	(106,683)
Local:				
Taxes	100,047,207	106,137,711	106,137,711	
Miscellaneous	5,532,537	6,378,393	6,378,393	
<b>Total Revenues</b>	<b>263,727,543</b>	<b>277,247,103</b>	<b>277,140,420</b>	<b>(106,683)</b>
<b>Expenditures</b>				
Current - Education:				
Instruction	174,294,391	180,092,504	163,889,346	16,203,158
Pupil Personnel Services	12,964,518	13,411,189	13,062,773	348,416
Instructional Media Services	4,468,652	4,507,834	4,421,261	86,573
Instruction and Curriculum Development Services	4,806,744	5,534,796	5,403,041	131,755
Instructional Staff Training Services	2,415,488	2,616,399	1,978,071	638,328
Instruction Related Technology	708,624	825,468	788,777	36,691
Board of Education	1,598,189	1,863,779	1,543,620	320,159
General Administration	719,228	778,637	742,697	35,940
School Administration	13,369,496	13,804,109	13,649,906	154,203
Facility Services	982,545	979,960	504,653	475,307
Fiscal Services	2,279,129	2,370,760	2,136,906	233,854
Food Services	73,876	263,279	261,274	2,005
Central Services	3,974,901	4,053,762	3,464,599	589,163
Pupil Transportation Services	16,446,907	16,715,361	15,198,053	1,517,308
Operation of Plant	28,665,681	29,265,775	28,819,301	446,474
Maintenance of Plant	11,596,173	11,776,296	10,265,758	1,510,538
Administrative Technology Services	2,884,715	3,153,889	2,968,216	185,673
Community Services	713,701	728,634	498,814	229,820
Fixed Capital Outlay:				
Facilities Acquisition and Construction	133,982	160,708	73,268	87,440
Other Capital Outlay	1,221,050	1,965,823	1,328,079	637,744
Debt Service:				
Principal	663,449	663,426	658,925	4,501
Interest and Fiscal Charges	37,395	37,418	37,418	
<b>Total Expenditures</b>	<b>285,018,834</b>	<b>295,569,806</b>	<b>271,694,756</b>	<b>23,875,050</b>
<b>Deficiency of Revenues Over Expenditures</b>	<b>(21,291,291)</b>	<b>(18,322,703)</b>	<b>5,445,664</b>	<b>23,768,367</b>
<b>Other Financing Sources</b>				
Transfers In		6,996,925	6,996,925	
Insurance Loss Recoveries		1,233	1,233	
<b>Total Other Financing Sources</b>		<b>6,998,158</b>	<b>6,998,158</b>	
<b>Net Change in Fund Balances</b>	<b>(21,291,291)</b>	<b>(11,324,545)</b>	<b>12,443,822</b>	<b>23,768,367</b>
Fund Balances, July 1, 2009	37,640,823	37,640,823	37,640,823	
<b>Fund Balances, June 30, 2010</b>	<b>\$ 16,349,532</b>	<b>\$ 26,316,278</b>	<b>\$ 50,084,645</b>	<b>\$ 23,768,367</b>

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**Budget to Actual - MAJOR SPECIAL REVENUE FUND**  
**For the Fiscal Year Ended June 30, 2010**

	<b>ARRA Economic Stimulus Funds</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original Budget Amounts</b>	<b>Final Budget Amounts</b>	<b>Actual Amounts</b>	
<b>Revenues</b>				
Intergovernmental:				
Federal Direct	\$	\$	\$	\$
Federal Through State	34,021,648	35,918,813	25,882,513	(10,036,300)
<b>Total Revenues</b>	<b>34,021,648</b>	<b>35,918,813</b>	<b>25,882,513</b>	<b>(10,036,300)</b>
<b>Expenditures</b>				
Current - Education:				
Instruction	20,263,470	22,745,937	18,257,118	4,488,819
Pupil Personnel Services	303,504	1,086,485	599,477	487,008
Instructional Media Services		38,143	38,138	5
Instruction and Curriculum Development Services	776,620	865,241	547,252	317,989
Instructional Staff Training Services	7,922,271	3,568,190	2,304,701	1,263,489
Instruction Related Technology	230,892	1,966,108	1,836,888	129,220
General Administration	1,448,172	1,509,039	1,032,688	476,351
School Administration	376,185	547,568	453,464	94,104
Facility Services		5,197		5,197
Central Services		370,749	15,267	355,482
Pupil Transportation Services	19,600	1,992,600	401	1,992,199
Operation of Plant				
Maintenance of Plant		1,572	1,572	
Administrative Technology Services				
Community Services				
Fixed Capital Outlay:				
Facilities Acquisition and Construction	17,270	196,235	37,288	158,947
Other Capital Outlay	2,663,664	1,025,749	758,259	267,490
<b>Total Expenditures</b>	<b>34,021,648</b>	<b>35,918,813</b>	<b>25,882,513</b>	<b>10,036,300</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>				
<b>Net Change in Fund Balances</b>				
Fund Balances, July 1, 2009				
<b>Fund Balances, June 30, 2010</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**STATEMENT OF NET ASSETS -**  
**PROPRIETARY FUNDS**  
*June 30, 2010*

**Governmental  
Activities -  
Internal  
Service  
Funds**

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**ASSETS**

Current Assets:

Cash and Cash Equivalents	\$	42,022,899
Accounts Receivable		205,043
Interest Receivable		3,739
		3,739

**TOTAL ASSETS**

\$ 42,231,681

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**LIABILITIES**

Current Liabilities:

Accounts Payable	\$	53,658
Due to Other Agencies		8,417
Unearned Revenue		3,255,501
Estimated Insurance Claims Payable		7,404,419
		7,404,419

**Total Current Liabilities**

10,721,995

Noncurrent Liabilities:

Estimated Insurance Claims Payable		19,388,259
		19,388,259

**Total Liabilities**

30,110,254

**NET ASSETS**

Restricted for Employee Benefits		12,121,427
		12,121,427

**TOTAL LIABILITIES AND NET ASSETS**

\$ 42,231,681

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

**DISTRICT SCHOOL BOARD OF ESCAMBA COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENSES, AND**  
**CHANGES IN FUND NET ASSETS -**  
**PROPRIETARY FUNDS**  
*For the Fiscal Year Ended June 30, 2010*

	<u><b>Governmental Activities - Internal Service Funds</b></u>
<b>OPERATING REVENUES</b>	
Charges for Services	\$ 938,578
Premium Revenues	42,746,063
Other Operating Revenues	<u>433,885</u>
<b>Total Operating Revenues</b>	<u>44,118,526</u>
<b>OPERATING EXPENSES</b>	
Salaries	1,191,404
Employee Benefits	2,986,416
Purchased Services	3,655,923
Energy Services	5,539
Materials and Supplies	4,879
Insurance Claims	<u>38,725,197</u>
<b>Total Operating Expenses</b>	<u>46,569,358</u>
<b>Operating Loss</b>	<u>(2,450,832)</u>
<b>NONOPERATING REVENUES</b>	
Interest	<u>114,864</u>
<b>Total Nonoperating Revenues</b>	<u>114,864</u>
<b>Change in Net Assets</b>	(2,335,968)
Total Net Assets, July 1, 2009	<u>14,457,395</u>
<b>Total Net Assets, June 30, 2010</b>	<u><u>\$ 12,121,427</u></u>

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**STATEMENT OF CASH FLOWS -**  
**PROPRIETARY FUNDS**  
*For the Fiscal Year Ended June 30, 2010*

	<u><b>Governmental Activities - Internal Service Funds</b></u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash Received from Board Funds and Participants	\$ 44,000,224
Cash Payments to Suppliers for Goods and Services	(5,448,750)
Cash Payments to Employees for Services	(1,500,617)
Cash Payments for Insurance Claims	<u>(38,671,276)</u>
<b>Net Cash Used by Operating Activities</b>	<u>(1,620,419)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest Income	<u>116,356</u>
<b>Net Cash Provided by Investing Activities</b>	<u>116,356</u>
<b>Net Decrease in Cash and Cash Equivalents</b>	(1,504,063)
Beginning Cash and Cash Equivalents	<u>43,526,962</u>
<b>Ending Cash and Cash Equivalents</b>	<u><u>\$ 42,022,899</u></u>
<b>Reconciliation of Operating Loss to Net Cash Provided (Used) by Operating Activities:</b>	
Operating Loss	\$ (2,450,832)
Adjustments to Reconcile Operating Loss to Net Cash Provided (Used) by Operating Activities:	
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(71,084)
Increase in Accounts Payable	12,616
Decrease in Due To Other Agencies	(22,149)
Decrease in Unearned Revenue	(47,218)
Increase in Estimated Insurance Claims Payable	<u>958,248</u>
<b>Total Adjustments</b>	<u>830,413</u>
<b>Net Cash Used by Operating Activities</b>	<u><u>\$ (1,620,419)</u></u>

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -**  
**FIDUCIARY FUNDS**  
**June 30, 2010**

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash	\$ 3,120,816
<b>LIABILITIES</b>	
Payroll Deductions and Withholdings	\$ 360,705
Due to Other Funds	96,467
Internal Accounts Payable	<u>2,663,644</u>
<b>Total Liabilities</b>	<u>\$ 3,120,816</u>

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

**DISTRICT SCHOOL BOARD OF  
ESCAMBIA COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

➤ **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 Escambia County School District is considered part of the Florida system of public education. The governing body of the school district is the Escambia County District School Board which is composed of five elected members. The elected Superintendent of Schools is the executive officer of the School Board. Geographic boundaries of the District correspond with those of Escambia County.

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 the application of these criteria, the following component units are included within the District School Board's reporting entity:

- **Blended Component Unit.** The Escambia School District Employee Benefit Trust (Trust) has been established to administer the District's employee life, health, and dental insurance programs. The Escambia County District School Board exercises significant oversight responsibility over the Trust, and all activities of the Trust are solely for the benefit of the District and its employees. Therefore, the financial activities of the Trust are reported in the District's financial statements.
- **Discretely Presented Component Units.** The component unit columns in the basic financial statements, include the financial data of the District's other component units, as follows:

The Escambia County Public Schools Foundation for Excellence, Inc., (the Foundation) is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to raise funds, receive, hold, invest, and administer property and to make expenditures for the benefit of the District. The Foundation is considered to be a component unit of the District, because the District must approve all members of the Foundation Board and the District has the ability to impose its will on the Foundation. It is considered to be a discretely presented component unit, because the two boards are not the same.

Charter schools are separate not-for-profit corporations with a separate board of directors organized pursuant to Chapter 617, Florida Statutes, the Florida Not for Profit Corporation Act, and Section 1002.33, Florida Statutes. Charter schools operate under a charter of the sponsoring school district and are considered component units since they cannot levy taxes and are fiscally dependent on the District for their support. The District has entered into charters with the following charter schools that are considered part of the District's reporting entity:

Escambia Charter School, Inc., was established to provide an alternative educational system for "at risk" students.

Beulah Academy of Science, Inc. was established to provide an agriculture and science program for middle school students.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
 ESCAMBIA COUNTY, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
 June 30, 2010

Byrneville Elementary School, Inc. was established to provide education, training, and related services for elementary students.

Jacqueline Harris Preparatory Academy was established to provide alternative programs of education, training, and related services for elementary students who are considered “at risk” of academic failure. Jacqueline Harris Preparatory Academy, operated by New Road to Learning, Inc., is a separate not-for-profit entity.

Pensacola Beach Elementary School, Inc., was established to provide education, training and related services for elementary students.

Audits of the Foundation’s financial statements and the charter schools’ financial statements, for the fiscal year ended June 30, 2010, are conducted by independent certified public accountants and are filed in the District’s administrative office at 215 West Garden Street, Pensacola, Florida.

Change in Reporting Entity

The Dr. Ruby J. Gainer School for Reaching Your Dream Charter School ceased operations at the end of fiscal year 2009. The charter school was included in fiscal year 2009 financial statements. As a result of the cease of operations, the net assets of the component units as a whole has been adjusted by (\$225,296) as follows:

Net Assets - beginning, as previously reported	\$7,062,296
Adjustments for effect of change in reporting entity:	
Dr. Ruby J. Gainer School for Reaching Your Dream	(225,296)
	_____
Net Assets - beginning, adjusted	\$6,837,000

➤ **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 primary government and its component units.

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 expense is allocated to the various functions of the primary government based on actual and estimated usage of the assets in those functions.

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 or business segment is self-financing or draws from the general revenues of the District.

The effects of interfund activity have been eliminated from the government-wide financial statements. The only interfund transactions, other than transfers between the governmental activities, were the transactions involving the internal service funds. These transactions were eliminated by allocating the change in net assets of internal service funds in direct proportion as they were charged as expenses to the various functions/programs.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
ESCAMBIA COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

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.
- ARRA Economic Stimulus Funds – to account for federal funds received by the State as part of the American Recovery and Reinvestment Act (ARRA).
- Capital Projects – Other Fund – to account for the financial resources generated by the local voted sales tax and various other financial resources restricted for educational capital outlay needs, including, new construction, renovation, and remodeling projects.

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

- Internal Service Funds – to account for the District's individual self-insurance programs and to account for the financing of goods and services provided by the District's warehouse to other departments on a cost reimbursement basis.
- Agency Funds – to account for resources of the District's pre-tax flexible benefits plan and the school internal funds which are used to administer moneys collected at the schools in connection with school, student athletic, class, and club activities.

➤ **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 funds 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.

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 60 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.

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**DISTRICT SCHOOL BOARD OF  
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The Proprietary Funds are accounted for as proprietary activities under standards issued by the Financial Accounting Standards Board through November 1989 and applicable standards issued by the Governmental Accounting Standards Board. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds' principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The principal operating revenues of the District's internal service funds are charges for employee health insurance premiums. Premiums paid in advance by employees are reported as unearned revenue. Operating expenses include insurance claims and excess coverage premiums. Operating expenses are primarily for purchased services.

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.

The charter schools, shown as discretely presented component units, are accounted for as governmental organizations and follow the same accounting model as the District's governmental activities.

The Escambia County Public Schools Foundation for Excellence, Inc., shown as a discretely presented component unit, is accounted for under the not-for-profit basis of accounting and uses the accrual basis of accounting whereby revenues are recognized when earned and expenses are recognized when incurred.

➤ **Deposits and Investments**

Cash deposits are held by banks qualified as public depositories under Florida law. All deposits are insured by Federal depository insurance and collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes. The statement of cash flows considers cash and cash equivalents as those amounts in demand deposit accounts and all highly liquid investments with an original maturity of three months or less.

Investments consist of amounts placed in State Board of Administration Debt Service accounts for investment of debt service moneys and those made locally.

Investments made locally consist of money market mutual funds and are reported at fair value. Types and amounts of investments held at fiscal year-end are described in a subsequent note on investments.

➤ **Inventories**

Inventories consist of expendable supplies held for consumption in the course of District operations. Material stores, maintenance stores, custodial stores, transportation stores, and purchased food and lunchroom supply inventories are stated at cost on the first-in, first-out basis. Fuel inventories are stated at an average-cost basis. The 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 Florida Department of Agriculture and Consumer Services, Bureau of Food Distribution. The costs of inventories are recorded as expenditures when used rather than purchased.

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**DISTRICT SCHOOL BOARD OF  
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➤ **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 \$5,000. 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	15 years
Buildings and Fixed Equipment	20 - 55 years
Furniture, Fixtures, and Equipment	5 - 15 years
Motor Vehicles	10 - 20 years
Audio Visual Materials and Computer Software	10 - 15 years

Current-year information relative to changes in capital assets is described in a subsequent note.

➤ **Long-Term Liabilities**

Long-term obligations that will be financed from resources to be received in the future by governmental funds are reported as liabilities in the government-wide statement of net assets. Bond and certificates of participation (COP) premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the debt using the effective interest method. Bonds and COP payable are reported net of the applicable premiums or discounts.

In the governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due. Governmental fund types recognize premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued and premiums on debt issuance are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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 is reported for compensated absences in the governmental fund financial statements only if they have matured (i.e., unused reimbursable leave still outstanding following an employee's resignation or retirement).

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

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**DISTRICT SCHOOL BOARD OF  
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➤ **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 FTE and related data, and calculates the allocation of funds to the District. The District is permitted to amend its original reporting according to a calendar established by the Department. 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 also received an allocation under the Classrooms for Kids Program. The District is authorized to expend these funds only upon applying for and receiving an encumbrance authorization from the Department.

A schedule of revenue from State sources for the current year is presented in a subsequent note.

➤ **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 Escambia County Property Appraiser, and property taxes are collected by the Escambia County Tax Collector.

The School Board adopted the 2009 tax levy on September 15, 2009. 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.

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**DISTRICT SCHOOL BOARD OF  
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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 Escambia County Tax Collector at fiscal year-end but not yet remitted to the District.

Millages and taxes levied for the current year are presented in a subsequent note.

➤ **School Capital Outlay Surtax**

The citizens of Escambia County, on September 5, 2006, approved a 0.5 percent school capital outlay sales surtax authorized under Section 212.055(6), Florida Statutes. The surtax proceeds are to be used for fixed capital expenditures or fixed capital costs associated with the construction, reconstruction, or improvement of school facilities and campuses which have a useful life expectancy of five or more years, and retrofitting and technology implementation and any land acquisition, land improvement, design, and engineering costs related thereto.

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

➤ **Impact of Recently Issued Accounting Principles**

In June, 2008, the GASB issued Statement 53, *Accounting and Financial Reporting for Derivative Instruments*. GASB Statement 53 addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2009. The District adopted GASB Statement 53 in fiscal year 2010. This statement requires the cumulative effect of applying this Statement be reported as a restatement of beginning net assets and impacts the beginning balances in Note 11, Noncurrent Liabilities and Note 9, Derivative Instruments. The accounting change did not change net assets as previously reported for fiscal year 2009.

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**DISTRICT SCHOOL BOARD OF  
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**2. BUDGETARY COMPLIANCE AND ACCOUNTABILITY**

The Board follows procedures established by State statutes and State Board of Education rules in establishing budget balances for governmental funds, as described below:

- Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and State Board of Education rules.
- Appropriations are controlled at the object level (e.g., salaries, purchased services, and capital outlay) within each activity (e.g., instruction, pupil personnel services, and school administration) and may be amended by resolution at any School Board meeting no later than the due date for the annual financial report.
- Budgets are prepared using the same modified accrual basis as is used to account for governmental funds.
- 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 fiscal year-end and encumbrances outstanding are honored from the subsequent year's appropriations.

**3. INVESTMENTS**

As of June 30, 2010, the District has the following investments and maturities:

Investment	Maturities	Fair Value
B of A Treasury Reserves (1) State Board of Administration	21 Day Average	\$ 1,059,225
Debt Service Accounts	46 Day Average	<u>220,117</u>
Total Investments, Primary Government		1,279,342
Component Units:		
Certificates of Deposit		<u>1,574,536</u>
Total Investments, Reporting Entity		<u><u>\$ 2,853,878</u></u>

Note: (1) These investments are held under trust agreements in connection with the Certificates of Participation, Series 1996, 2002, 2004, 2006 financing arrangements.

**Interest Rate Risk**

- Section 218.415(17), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they come due. In order to provide sufficient liquidity to pay obligations as they come due, the District's investment policy limits authorized investments to the Local Government Surplus Funds Trust Fund, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act, Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency, interest-bearing time deposits or savings accounts in qualified public depositories, and direct obligations of the U.S. Treasury.

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**DISTRICT SCHOOL BOARD OF  
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Credit Risk

- The District's investment policy limits authorized investments to the types of investments described above.
- The District's investments in the B of A Treasury Reserves are rated AAAM by Standard & Poor's and Aaa by Moody's Investors Service.
- The District's investments in the State Board of Administration Debt Service Accounts, which are not rated, 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 relies on policies developed by the State Board of Administration for managing credit risk for this account.

Custodial Credit Risk

- Section 218.415(18), Florida Statutes, requires the District to earmark all investments and 1) if registered with the issuer or its agents, the investment must be immediately placed for safekeeping in a location that protects the governing body's interest in the security; 2) if in book entry form, the investment must be held for the credit of the governing body by a depository chartered by the Federal Government, the State, or any other state or territory of the United States which has a branch or principal place of business in this State, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in this State, and must be kept by the depository in an account separate and apart from the assets of the financial institution; or 3) if physically issued to the holder but not registered with the issuer or its agents, must be immediately placed for safekeeping in a secured vault. The District does not have a formal investment policy that addresses custodial credit risk.

**4. RECEIVABLES**

The majority of receivables are due from other agencies. These receivables and the remaining accounts receivable are considered to be fully collectible. As such, no allowance for uncollectible receivables is accrued.

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**DISTRICT SCHOOL BOARD OF  
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**5. CHANGES IN CAPITAL ASSETS**

Changes in capital assets are presented in the table below.

	Balance 7-1-09	Additions	Deletions	Balance 6-30-10
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated:				
Land	\$ 8,694,998	\$ 704,974	\$ 83,000	\$ 9,316,972
Construction in Progress	14,509,595	10,327,143	18,116,592	6,720,146
Total Capital Assets Not Being Depreciated	23,204,593	11,032,117	18,199,592	16,037,118
Capital Assets Being Depreciated:				
Improvements Other Than Buildings	11,889,263	1,461,096	41,525	13,308,834
Buildings and Fixed Equipment	332,695,198	16,782,543	2,455,100	347,022,641
Furniture, Fixtures, and Equipment	15,008,275	864,582	809,224	15,063,633
Motor Vehicles	35,011,980	2,614,602	2,030,988	35,595,594
Property Under Capital Leases	9,338,662			9,338,662
Audio Visual Materials and Computer Software	8,755,363	512,764	151,129	9,116,998
Total Capital Assets Being Depreciated	412,698,741	22,235,587	5,487,966	429,446,362
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	4,016,789	776,033	41,525	4,751,297
Buildings and Fixed Equipment	117,017,462	6,733,682	1,701,405	122,049,739
Furniture, Fixtures, and Equipment	9,445,615	946,790	735,808	9,656,597
Motor Vehicles	11,835,743	1,808,296	1,605,741	12,038,298
Property Under Capital Leases	9,338,662			9,338,662
Audio Visual Materials and Computer Software	5,183,431	472,803	114,579	5,541,655
Total Accumulated Depreciation	156,837,702	10,737,604	4,199,058	163,376,248
Total Capital Assets Being Depreciated, Net	255,861,039	11,497,983	1,288,908	266,070,114
Governmental Activities Capital Assets, Net	<u>\$ 279,065,632</u>	<u>\$ 22,530,100</u>	<u>\$ 19,488,500</u>	<u>\$ 282,107,232</u>

The classes of property under capital leases are presented in Note 7.

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**DISTRICT SCHOOL BOARD OF  
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Depreciation expense was charged to functions as follows:

Function	Amount
GOVERNMENTAL ACTIVITIES	
Instruction	\$ 6,621,034
Pupil Personnel Services	7,858
Instructional Media Services	33,742
Instruction and Curriculum Development Services	38,709
Instructional Staff Training Services	9,723
Instruction Related Technology	458,704
Board of Education	11,335
General Administration	60,829
School Administration	21,638
Facility Services	36,275
Fiscal Services	23,141
Food Services	662,269
Central Services	104,675
Pupil Transportation Services	1,655,084
Operation of Plant	3,290
Maintenance of Plant	385,656
Administrative Technology Services	600,990
Community Services	2,652
	\$ 10,737,604
Total Depreciation Expense - Governmental Activities	\$ 10,737,604

**6. SCHOOL DISTRICT LOAN PROGRAM**

In accordance with the School District Loan Program authorized by Chapter 2006-25, Laws of Florida, the District applied for and received an interest-free loan from the Florida Department of Education totaling \$2,571,706, which is included in liabilities of the General Fund. The loan enabled the District to meet operating expenses while awaiting resolution of litigation regarding school property taxes for Pensacola Beach property owners. Loan provisions require District personnel to notify the Florida Department of Education within 5 business days after the resolution of the litigation. Repayment of the loan must be made within 20 business days following the resolution of the litigation or the District may submit a repayment plan not to exceed two fiscal years.

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**DISTRICT SCHOOL BOARD OF  
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**7. OBLIGATIONS UNDER CAPITAL LEASES**

The class and amount of property being acquired under capital leases is as follows:

	Asset Balance
Energy Performance	\$ 9,338,662

Future minimum capital lease payments and the present value of the minimum lease payments as of June 30, 2010 are as follows:

Fiscal Year Ending June 30	Total	Principal	Interest
2011	\$ 315,349	\$ 301,261	\$ 14,088
2012	78,837	78,043	794
Total Minimum Lease Payments	\$ 394,186	\$ 379,304	\$ 14,882

The stated interest rates range from 5.27 to 5.67 percent.

**8. CERTIFICATES OF PARTICIPATION**

The District entered into financing arrangements, characterized as lease purchase agreements, with the Florida School Boards Association, Inc., whereby the District secured financing of various educational facilities. The financing was accomplished through the issuance of Certificates of Participation to be repaid from the proceeds of rents paid by the District. The following schedule describes the current status of these issues at June 30, 2010:

Issue	Original Amount	Principal		Refunded By Series	Balance 6/30/2010
		Paid	Refunded		
Series 1992	\$ 55,830,000	\$ 15,030,000	\$ 40,800,000	1996-1, 2002	\$
Series 1996-1	26,740,000	5,655,000	19,145,000	2005, 2006	1,940,000
Series 1996-2	21,645,000		21,645,000	2004	
Series 2002	16,745,000	12,865,000			3,880,000
Series 2004	22,725,000	570,000			22,155,000
Series 2005	10,000,000	192,845			9,807,155
Series 2006	10,000,000	268,317			9,731,683
	\$ 163,685,000	\$ 34,581,162	\$ 81,590,000		\$ 47,513,838

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**DISTRICT SCHOOL BOARD OF**  
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As a condition of the financing arrangements, the District has given ground leases on District property to the Florida School Boards Association, Inc. The ground leases on the property associated with the Series 1992, 1996-1, 2002, 2005, and 2006 Certificates end on the earlier of (a) the date on which the Series 1996-1, 2005, and 2006 Certificates, and any Certificates of Participation refunding such Certificates, have been paid in full or provision for their payment has been made or, (b) June 30, 2028. The ground leases on the property associated with the Series 1996-2 and 2004 Certificates end on the earlier of (a) the date on which the series of Certificates has been paid in full or, (b) June 30, 2032. The properties covered by the ground leases are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the leases and to provide for the rent payments through to term, the District may be required to surrender the sites included under the ground lease agreements for the benefit of the securers of the Certificates until the end of the ground leases.

The District properties included in the ground leases under these arrangements include the following:

Certificates of Participation Series 1992, 1996-1, 2002, 2005, and 2006:

- Hellen Caro Elementary School
- C.A. Weis Elementary School
- R.C. Lipscomb Elementary School
- Jim Allen Elementary School – Administrative Suite/Media Center
- Bellview Elementary School – Classroom Building
- Cordova Park Elementary School – Five Classroom Additions/Media Center
- Edgewater Elementary School – Classroom Wing/Media Center
- Escambia Westgate Center – Pre-Kindergarten Classroom Renovation
- Holm Elementary School – Classrooms/Media Center
- Myrtle Grove Elementary School – Classroom Addition
- Navy Point Elementary School – Classroom Addition/Administrative Suite
- Pine Meadow Elementary School – Media Center/Kindergarten Classrooms/Administrative Suite
- Pleasant Grove Elementary School – Dining/Classroom Addition/Administrative Suite
- Scenic Heights Elementary School – Pre-Kindergarten Classrooms/Media Center
- Sherwood Elementary School – Pre-Kindergarten Classrooms/Media Center
- Jim C. Bailey Middle School
- Northview High School
- West Florida School of Advanced Technology (the portion formerly known as Beggs Educational Center and used primarily for instructional purposes)
- Tate High School – Physical Education Facility

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Certificates of Participation Series 1996-2 and 2004:

- N.B. Cook Elementary School
- Tate High School – Cafeteria/Media Center Addition and Renovation/ESE/ROTC Classroom Building
- Myrtle Grove Elementary School – Media Center/Classroom Building Renovation
- Navy Point Elementary School – ESE Classroom Building
- Ferry Pass Middle School – ESE Classroom Building
- Carver/Century K-8 Elementary School – Physical Education Building/Media Center/Classroom Additions

The lease payments are payable by the District, semiannually, on August 1 and February 1 at interest rates ranging from 2.8 to 5.5 percent. The following is a schedule by years of future minimum lease payments under the lease agreements together with the present value of minimum lease payments as of June 30, 2010:

<u>Fiscal Year Ending June 30</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 4,945,452	\$ 2,889,850	\$ 2,055,602
2012	4,941,172	3,018,855	1,922,317
2013	5,136,131	3,355,892	1,780,239
2014	5,134,381	3,497,828	1,636,553
2015	5,109,849	3,620,768	1,489,081
2016-2020	26,132,727	21,145,645	4,987,082
2021-2025	10,490,375	9,985,000	505,375
	<hr/>	<hr/>	<hr/>
Total Minimum Lease Payments	61,890,087	47,513,838	14,376,249
Plus: Unamortized Premium	514,698	514,698	
	<hr/>	<hr/>	<hr/>
Total Certificates of Participation	<u>\$ 62,404,785</u>	<u>\$ 48,028,536</u>	<u>\$ 14,376,249</u>

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**DISTRICT SCHOOL BOARD OF  
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**9. Derivative Instruments**

The fair value balances and notional amounts of derivative instruments outstanding at June 30, 2010 and the changes in fair value of such derivative instruments for the year then ended as reported in the 2010 financial statements are as follows (debit (credit)):

<u>Changes in Fair Value</u>		<u>Fair Value at June 30, 2010</u>		
<u>Classification</u>	<u>Amount</u>	<u>Classification</u>	<u>Amount</u>	<u>Notional</u>
Governmental activities				
Cash flow hedges:				
Pay-fixed interest rate swaps:				
2005	Deferred outflow			
	Of resources	\$(270,284)	Debt	\$(1,015,074) \$9,807,155
2006	Deferred outflow			
	Of resources	\$(129,035)	Debt	\$( 999,080) \$9,731,684
				<u>\$(2,014,154)</u>

Objectives of Hedging Derivative Instruments – In order to protect against the potential of rising interest rates, the District entered into pay-fixed, receivable-variable interest rate swap agreements with Bank of America (the counterparty), for both the \$10,000,000 Series 2005 and \$10,000,000 Series 2006 Certificates of Participation. Effectively, the swap agreements changed the District’s variable interest rate on the Series 2005 and 2006 Certificates of Participation to synthetically fixed interest rates of 3.896 percent and 4.106 percent, respectively.

Terms – The District entered into the first swap agreement at the same time it issued the variable rate Series 2005 Certificates of Participation (December 2005). The swap agreement’s original notional amount of \$10,000,000 matched the Series 2005 Certificates of Participation’s original principal amount of \$10,000,000. Beginning in the 2006-07 fiscal year, the notional value of the swap agreement and the principal amount of the associated debt began to decline. Under the terms of the swap agreement, the District pays the counterparty a fixed interest payment of 3.896 percent and receives from the counterparty a variable interest payment computed as 63.7 percent of the London Interbank Offered Rate (LIBOR) plus 0.65 percent. The District has the right to cancel the swap on six specific dates beginning May 1, 2015, and ending August 1, 2017. The Series 2005 Certificates of Participation and related cancelable swap agreement mature on February 1, 2018.

The District entered into the second swap agreement at the same time it issued the variable rate Series 2006 Certificates of Participation (May 2006). The swap agreement’s original notional amount of \$10,000,000 matched the Series 2006 Certificates of Participation’s original principal amount of \$10,000,000. Starting in the 2006-07 fiscal year, the notional value of the swap agreement and the principal amount of the associated debt began to decline. Under the terms of the swap agreement, the District pays the counterparty a fixed interest payment of 4.106 percent and receives from the counterparty a variable interest payment computed as 63.7 percent of the LIBOR plus 0.65 percent. The Series 2006 Certificates of Participation and related swap agreement mature on February 1, 2015.

Bank of America purchased the 2005 and 2006 Certificates of Participation from the District. Since Bank of America is both the purchaser of the Certificates of Participation and the counterparty to the swap agreements, in practice the District simply remits the fixed rate interest payment to the Trustee for the Certificates of Participation, who in turn remits that interest payment to Bank of America.

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**DISTRICT SCHOOL BOARD OF  
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Fair Value – Because interest rates have declined since the inception of the swap agreements, the swap agreement related to the Series 2005 Certificates of Participation has a negative fair value of \$1,015,074 as of June 30, 2010, and the swap agreement related to the Series 2006 Certificates of Participation has a negative fair value of \$999,080 as of June 30, 2010. The counterparty, using a proprietary valuation model, estimated the fair value. The model calculates future cash flows by projecting forward interest rates, and then discounts those cash flows at their present value. All rates used in the valuation are mid-market levels (mid-way between bid and ask), or are model-based mid-market levels when mid-market levels are not available. The fair values provided take certain factors into consideration, including liquidity of the swap market and the uniqueness of the deal structure as documented in the swap agreements.

Swap Payments and Associated Debt – Using rates as of June 30, 2010, debt service requirements of the variable rate debt and net swap payments, assuming current interest rates remain the same through the term of the Certificates of Participation, were as follows. As rates vary, interest payments on the variable-rate debt and net receipts/payments on the hedging derivative instruments will vary.

Fiscal Year Ending June 30	Series 2005 Principal	Interest (1)	Swaps, Net (2)	Total
2011	\$ 53,232	\$ 161,917	\$ 225,477	\$ 440,626
2012	55,297	161,038	224,253	440,588
2013	56,411	160,125	224,031	440,567
2014	59,629	159,194	221,684	440,507
2015	291,941	158,209	220,314	670,464
2016-2018	9,290,645	269,428	375,785	9,935,858
Total	<u>\$ 9,807,155</u>	<u>\$ 1,069,911</u>	<u>\$ 1,491,544</u>	<u>\$ 12,368,610</u>

Notes: (1) Assumes a variable interest rate of 1.6386448 percent.  
 (2) Assumes a fixed swap rate payment of 3.896 percent and a variable swap rate receipt of 1.6386448 percent.

Fiscal Year Ending June 30	Series 2006 Principal	Interest (1)	Swaps, Net (2)	Total
2011	\$ 46,618	\$ 160,671	\$ 244,462	\$ 451,751
2012	48,559	159,901	243,291	451,751
2013	2,999,481	159,100	243,170	3,401,751
2014	3,373,199	109,578	166,723	3,649,500
2015	3,263,827	53,886	81,988	3,399,701
Total	<u>\$ 9,731,684</u>	<u>\$ 643,136</u>	<u>\$ 979,634</u>	<u>\$ 11,354,454</u>

Notes: (1) Assumes a variable interest rate of 1.6386448 percent.  
 (2) Assumes a fixed swap rate payment of 4.106 percent and a variable swap rate receipt of 1.6386448 percent.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
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Credit Risk – Credit risk is the risk that the counterparty will not fulfill its obligations. As of June 30, 2010, the District was not exposed to credit risk because the swap agreements have a negative fair value. However, should interest rates rise and the value of the swap agreements become positive, the District would be exposed to credit risk in the amount of the swap agreements’ fair values. The counterparty has a credit rating from Standard & Poor’s of A.

Interest Rate Risk - The District is exposed to interest rate swaps. On its pay-fixed, receive-variable interest rate swaps, as LIBOR decreases, the District's net payment on the swap increases.

Termination Risk – The District or the counterparty may terminate the swap agreements if the other party fails to perform under the terms of the swap agreements. If either swap agreement is terminated, the applicable variable rate certificates of participation would no longer carry a synthetic interest rate. Also, if at the time of termination the swap agreement has a negative fair value, the District would be liable to the counterparty for a payment equal to the swap agreement’s fair value.

**10. BONDS PAYABLE**

Bonds payable at June 30, 2010 are as follows:

Bond Type	Original Debt Issue Amount	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To
State School Bonds:				
Series 2002-B (Refunding)	\$ 6,415,000	\$ 3,590,000	3.5-5.375	2015
Series 2003-A	750,000	625,000	3.0-4.25	2023
Series 2004-A	250,000	220,000	3.25-4.625	2024
Series 2005-A	115,000	100,000	4.0-5.0	2025
Series 2005-A (Refunding)	2,935,000	2,110,000	4.0-5.0	2017
Series 2005-B (Refunding)	325,000	275,000	5.0	2018
Series 2008-A	<u>1,295,000</u>	<u>1,220,000</u>	3.25-5.0	2028
Subtotal	12,085,000	8,140,000		
Unamortized Premiums (Discounts), Net	<u>345,840</u>	<u>158,895</u>		
Total Bonds Payable	<u>\$ 12,430,840</u>	<u>\$ 8,298,895</u>		

The various bonds were issued to finance capital outlay projects of the District. The following is a description of the bonded debt issues:

➤ **State School Bonds**

These bonds are issued by the State Board of Education on behalf of the District. The bonds mature serially, and are secured by a pledge of the District's portion of the State-assessed motor vehicle license tax. The total revenues received in the current fiscal year were \$1,383,223, all of which related to debt service. The State's full faith and credit is also pledged as security for these bonds. Principal and interest payments, investment of Debt Service Fund resources, and compliance with reserve requirements are administered by the State Board of Education and the State Board of Administration.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
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Annual requirements to amortize all bonded debt outstanding as of June 30, 2010 are as follows:

Fiscal Year Ending June 30	Total	Principal	Interest
State School Bonds:			
2011	\$ 1,423,023	\$ 1,025,000	\$ 398,023
2012	1,440,544	1,095,000	345,544
2013	1,453,944	1,155,000	298,944
2014	1,464,625	1,225,000	239,625
2015	1,401,595	1,225,000	176,595
2016-2020	1,697,395	1,300,000	397,395
2021-2025	953,349	770,000	183,349
2025-2028	378,625	345,000	33,625
Subtotal	10,213,100	8,140,000	2,073,100
Unamortized Premiums (Discounts), Net	158,895	158,895	
Total Bonds Payable	<u>\$ 10,371,995</u>	<u>\$ 8,298,895</u>	<u>\$ 2,073,100</u>

**11. CHANGES IN LONG-TERM LIABILITIES**

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

Description	Balance 7-1-09 (Restated)	Additions	Deductions	Balance 6-30-10	Due in One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable	\$ 9,100,000	\$	\$ 960,000	\$ 8,140,000	\$ 1,025,000
Unamortized Premiums (Discounts), Net	191,284		32,389	158,895	
Total Bonds Payable	9,291,284		992,389	8,298,895	1,025,000
Certificates of Participation Payable	50,275,038		2,761,200	47,513,838	2,889,850
Unamortized Premium	565,676		50,978	514,698	
Total Certificates of Participation Payable	50,840,714		2,812,178	48,028,536	2,889,850
Obligations Under Capital Leases	1,088,229		658,925	379,304	301,261
Estimated Insurance Claims Payable	25,841,071	39,629,524	38,677,917	26,792,678	7,404,419
Compensated Absences Payable	40,331,134	3,046,184	4,063,109	39,314,209	4,290,210
Derivative Instrument Liability	1,614,835	399,319		2,014,154	
Postemployment Health Care Benefits Payable	115,000		115,000		
Total Governmental Activities	<u>\$ 129,072,267</u>	<u>\$ 43,075,027</u>	<u>\$ 47,319,518</u>	<u>\$ 124,827,776</u>	<u>\$ 15,910,740</u>

For the governmental activities, compensated absences are generally liquidated with resources of the General Fund. The estimated insurance claims are generally liquidated with resources of the Internal Service Funds.

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**DISTRICT SCHOOL BOARD OF  
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 June 30, 2010

**12. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

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

Funds	Interfund	
	Receivables	Payables
Major:		
General	\$ 4,276,045	\$ 100,000
Capital Projects - Other Capital Projects		130,000
Special Revenue - American Recovery and Reimbursement Act Economic Stimulus Funds	1,200,000	2,850,000
Nonmajor Governmental Agency	4,450	2,304,027
	<u>                    </u>	<u>                    </u>
Total	<u>\$ 5,480,495</u>	<u>\$ 5,480,495</u>

The interfund receivables and payables represent the payment of expenditures by one fund for another fund and will be repaid within 12 months.

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

Funds	Interfund	
	Transfers In	Transfers Out
Major:		
General	\$ 6,996,925	\$
Capital Projects:		
Other		409,165
Nonmajor Governmental	5,000,000	11,587,760
	<u>                    </u>	<u>                    </u>
Total	<u>\$ 11,996,925</u>	<u>\$ 11,996,925</u>

Transfers to the General Fund were made to assist in financing maintenance operations, the lease of instructional equipment, and for the payment of property insurance premiums. Transfers to the Nonmajor Governmental Funds were to facilitate the payment of debt service principal and interest.

**13. 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 2010-11 fiscal year budget as a result of purchase orders outstanding at June 30, 2010.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
 ESCAMBIA COUNTY, FLORIDA**  
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 June 30, 2010

**14. SCHEDULE OF STATE REVENUE SOURCES**

The following is a schedule of the District's State revenue for the 2009-10 fiscal year:

<u>Source</u>	<u>Amount</u>
Florida Education Finance Program	\$ 97,334,181
Categorical Educational Programs	
Class Size Reduction	41,546,638
School Recognition/Merit	2,086,427
Voluntary Pre-K Program	977,705
Supplemental Academic Instruction	9,532,468
Safe Schools	1,097,500
Comprehensive K-12 Reading Plan	1,462,347
Workforce Development	4,632,491
Performance Based Incentive	73,716
Adults with Disabilities	230,654
Capital Outlay and Debt Service	1,630,775
Food Service Supplement	333,381
Racing Commission Funds	446,500
District Lottery Funds	106,881
Public Education Capital Outlay	821,950
Charter School Capital Outlay	409,165
Other Misc State Revenue	<u>1,012,422</u>
Total	<u><u>\$ 163,735,201</u></u>

Accounting policies relating to certain State revenue sources are described in Note 1.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
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 June 30, 2010

**15. PROPERTY TAXES**

The following is a summary of millages and taxes levied on the 2009 tax roll for the 2009-10 fiscal year:

	Millages	Taxes Levied
<u>GENERAL FUND</u>		
Nonvoted School Tax:		
Required Local Effort	5.612	\$ 88,877,863
Basic Discretionary Operating	0.748	11,846,159
Critical Operating Needs	0.250	3,959,278
<u>CAPITAL PROJECTS FUNDS</u>		
Nonvoted Tax:		
Local Capital Improvements	1.250	19,796,388
Total	7.860	\$ 124,479,688

**16. 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 Division of Retirement, Department of Management Services 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).

Benefits 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.

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**DISTRICT SCHOOL BOARD OF  
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**June 30, 2010**

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 Class, 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. Benefits in PEORP vest after one year of service. There were 433 District participants during the 2009-10 fiscal year. Required contributions made to PEORP totaled \$1,896,620.

**FRS Retirement Contribution Rates**

The Florida Legislature establishes, and may amend, contribution rates for each membership class of FRS. During the 2009-10 fiscal year, contribution rates were as follows:

Class or Plan	Percent of Gross Salary	
	Employee	Employer (A)
Florida Retirement System, Regular	0.00	9.85
Florida Retirement System, Elected County Officers	0.00	16.53
Teacher's Retirement System, Plan E	6.25	11.35
Deferred Retirement Option Program - Applicable to Members from All of the Above Classes or Plan	0.00	10.91
Florida Retirement System, Reemployed Retiree	(B)	(B)

Notes: (A) Employer rates include 1.11 percent for the post-employment health insurance subsidy. Also, employer rates, other than for DROP participants, include .05 percent for administrative costs of the Public Employee Optional Retirement Program.

(B) Contribution rates are dependent upon retirement class or plan in which reemployed.

The District's liability for participation 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 contributions (including employee contributions) for the fiscal years ended June 30, 2008, June 30, 2009, and June 30, 2010, totaled \$18,653,418, \$18,101,400, and \$17,707,925, respectively, which were equal to the required contributions for each fiscal year.

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.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
ESCAMBIA COUNTY, FLORIDA  
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June 30, 2010**

**17. SPECIAL TERMINATION BENEFITS**

School Board policy provides for the payment of retirement incentive bonuses to District personnel who retire by the end of the fiscal year in which they first become eligible under any retirement plan sponsored by a unit of Florida municipal, local, or State government and who have a minimum of 15 years of service with the Escambia County School District. The retirement incentive is equal to 25 percent of the qualified employee's gross annual salary. In addition to payments made for regular termination benefits, the District reported expenditures totaling \$426,878 during the 2009-10 fiscal year for retirement incentive pay.

**18. POSTEMPLOYMENT HEALTH CARE BENEFITS**

***Plan Description.*** The Postemployment Health Care Benefits Plan is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who retire from the District are eligible to participate in the District's self-insured health and hospitalization plan for medical, prescription drug, dental, and vision 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 the plan on average than those of active employees. Additionally, certain retirees receive insurance coverage at a lower (explicitly subsidized) premium rate than active employees. The benefits provided under this defined benefit plan are provided for a fixed number of years determined at the time of retirement based on the number of years worked for the District. Retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. The Postemployment Healthcare Benefits 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.*** For the Postemployment Health Care Benefits Plan, contribution requirements of the District are established by the Board. The District has not advance-funded or established a funding methodology for the annual Other Post Employment Benefit (OPEB) costs or the net OPEB obligation. For the 2009-10 fiscal year, 1,022 retirees received postemployment health care benefits. The District provided required contributions of \$2,683,000 toward the annual OPEB cost, comprised of benefit payments made on behalf of retirees for claims expenses (net of reinsurance), administrative expenses, and reinsurance premiums, and net of retiree contributions totaling \$2,740,000.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
 ESCAMBIA COUNTY, FLORIDA**  
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 June 30, 2010

***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 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 for Postemployment Health Care Benefits:

Description	Amount
Normal Cost (service cost for one year)	\$ 1,094,000
Amortization of Unfunded Actuarial Accrued Liability	1,228,000
Interest on Normal Cost and Amortization	104,000
Annual Required Contribution	2,426,000
Interest on Net OPEB Obligation	5,000
Adjustment to Annual Required Contribution	(4,000)
Annual OPEB Cost (Expense)	2,427,000
Contribution Toward the OPEB Cost	(2,683,000)
Decrease in Net OPEB Obligation	(256,000)
Net OPEB Obligation, Beginning of Year	115,000
Net OPEB Obligation, End of Year	\$ (141,000)

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the fiscal year 2007-08, 2008-09, and 2009-10 were as follows:

Fiscal Year	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
Beginning Balance, 10-1-07	\$		\$
2007-08	2,612,000	95.3%	122,000
2008-09	2,694,000	100.3%	115,000
2009-10	2,427,000	110.5%	(141,000)

***Funded Status and Funding Progress.*** As of July 1, 2009, the most recent actuarial valuation date, the actuarial accrued liability for benefits was \$32,163,000 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$32,163,000. The covered payroll (annual payroll of active participating employees) was \$196,502,045 for the 2009-10 fiscal year, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 16.4 percent.

(Continued)  
DISTRICT SCHOOL BOARD OF  
ESCAMBIA COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010

**Actuarial Methods and Assumptions.** Actuarial valuations of 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 the 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. 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 OPEB actuarial valuation was completed for the period July 1, 2009, through June 30, 2010, which was the plan year for the District's Employee Benefit Program.

The District's initial OPEB actuarial valuation as of July 1, 2009, used the projected unit credit method to estimate the unfunded actuarial liability, and the unit credit method to estimate the District's 2009-10 fiscal year annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 4.5 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 3.5 percent per year, and an annual healthcare cost trend rate of 11 percent initially for the 2009-10 fiscal year, reduced by 0.5 percent per year, to an ultimate rate of 5 percent. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization is 27 years.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
 ESCAMBIA COUNTY, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
 June 30, 2010

**19. CONSTRUCTION CONTRACT COMMITMENTS**

The following is a summary of major construction contract commitments remaining at fiscal year-end:

Project	Contract Amount	Completed to Date	Balance Committed
Bailey Middle HVAC Renovation			
Architect/Engineer	\$ 65,576	\$ 43,275	\$ 22,301
Contractor	416,459	90,461	325,998
Ferry Pass Middle New Gymnasium			
Architect/Engineer	260,574	186,387	74,187
Contractor	2,271,800	190,855	2,080,945
Bailey Middle General Renovations			
Architect/Engineer	85,906	69,798	16,108
Contractor	971,200	727,581	243,619
Warrington Middle New Gymnasium/Renovations			
Architect/Engineer	229,918	223,084	6,834
Contractor	2,201,465	1,952,793	248,672
Contractor	674	569	105
Ransom Middle Classrooms Addition			
Architect/Engineer	180,888	128,510	52,378
Contractor	1,946,000	-	1,946,000
Belview Elementary Classrooms Addition			
Architect/Engineer	8,600	-	8,600
Architect/Engineer	205,107	147,643	57,464
Contractor	2,198,100	109,865	2,088,235
Workman Middle Classrooms Addition			
Architect/Engineer	185,125	131,173	53,952
Contractor	1,596,000	-	1,596,000
McArthur Elementary Classrooms Addition			
Architect/Engineer	127,613	94,934	32,679
Contractor	1,233,800	-	1,233,800
New Downtown Elementary School			
Architect/Engineer	1,629,135	1,201,103	428,032
Architect/Engineer	79,121	72,661	6,460
Contractor	10,855,573	708,542	10,147,031
Contractor	5,724,667	173,545	5,551,122
<b>Total</b>	<b>\$ 32,473,301</b>	<b>\$ 6,252,779</b>	<b>\$ 26,220,522</b>

Total other construction contract commitments (individually below \$250,000) amounted to \$1,147,001 at June 30, 2010.

**20. 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 District is self-insured for property losses, except that commercial property insurance having a number of different deductibles, sublimits, and policy maximums has been purchased to limit the District's exposure to loss. The District provides a self-insurance program for workers' compensation, automobile liability, and general liability coverage. These activities are accounted for in a Risk Management Fund, a part of the Internal Service Funds reported on the basic financial statements of the District. For automobile and general liability, the District generally relies upon the sovereign immunity limits of Section 768.28, Florida Statutes, which limits the District's liability to \$100,000 for each claimant and \$200,000 in any one occurrence. Workers compensation claims, except for certain claims covered under stop-loss insurance policies purchased in prior years, are fully covered by the District.

(Continued)  
**DISTRICT SCHOOL BOARD OF  
 ESCAMBIA COUNTY, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

The District also provides commercially purchased life insurance and self-insured dental, prescription drug, and health coverage to its employees, retirees, and their dependents. These activities are accounted for in the Escambia School District Employee Benefit Trust which is reported in the Internal Service Funds on the basic financial statements of the District. The District has entered into agreements with various insurance companies to provide specific excess coverage of health claims that exceed a stated amount per policy period. In addition, third-party administrators have been contracted to assist in the payment and/or processing of dental, prescription drugs, and health claims.

Settled claims resulting from the risks described above have not exceeded commercial insurance coverage in any of the past three fiscal years.

For all programs for which the District is self-insured, an undiscounted liability in the amount of \$26,792,678 (\$22,493,982 for workers' compensation, automobile, and general liability claims, and \$4,298,696 for dental, prescription drug, and health insurance claims) was actuarially determined to cover estimated incurred, but not reported claims and insurance claims payable at June 30, 2010.

The following schedule represents the changes in claims liability for the past two fiscal years for the District's self-insurance program:

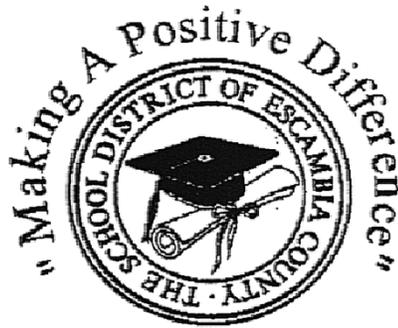
	Beginning-of- Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2008-09	\$ 25,529,212	\$ 40,036,723	\$ (39,724,864)	\$ 25,841,071
2009-10	25,841,071	39,629,524	(38,677,917)	26,792,678

**21. OTHER LOSS CONTINGENCY**

The Escambia County Property Appraiser is involved in ongoing litigation with the Pensacola Beach Leaseholders and Residents Association regarding the appraisals on and taxability of the values of leasehold improvements on Pensacola Beach. During the litigation, some leaseholders have chosen to pay the assessed taxes while others have chosen not to pay the assessed taxes pending the outcome of the litigation. Depending upon the ultimate outcome of this litigation, the District may be entitled to its portion (estimated at \$7,526,048 at June 30, 2010) of the gross taxes uncollected from leaseholders, or the District may be required to return its portion of the gross taxes collected from the leaseholders. At June 30, 2010, the District has received \$9,015,640 in taxes collected from leaseholders.

**22. LITIGATION**

The District is involved in several pending and threatened legal actions. It is the opinion of District management, after giving consideration to the District's related insurance coverage, as well as statutory limitations on uninsured losses for governmental agencies, that the amount of loss from all such claims and actions would not materially affect the financial condition of the District.



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**REQUIRED SUPPLEMENTARY  
INFORMATION**



**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**OTHER POSTEMPLOYMENT BENEFITS**  
**FUNDING PROGRESS**  
**June 30, 2010**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percent of Covered Payroll [(b-a)/c]
6/30/2008	\$0	\$32,599,000	\$32,599,000	0.00%	\$205,595,499	15.90%
6/30/2009	0	32,983,000	32,983,000	0.00%	199,803,364	16.50%
6/30/2010	0	32,163,000	32,163,000	0.00%	196,502,045	16.37%



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**COMBINING AND INDIVIDUAL  
FUND STATEMENTS AND  
SCHEDULES**



**Nonmajor Governmental Funds**

**Special Revenue Funds**

The Special Revenue Funds account for certain revenues derived from the State of Florida, the Federal Government and other local and private sources that are required to finance designated activities. Activities included within the funds are as follows:

**Food Service Fund – To account for and report on activities of the food service program in serving breakfast and lunch at the schools.**

**Other Federal Programs Fund – To account for and report on activities of various programs of different funding sources according to the specifications and requirements of each funding source.**

**Debt Service Funds**

The Debt Service Funds are used to account for the payment of interest and principal of the current portion on long-term debt.

**Other Debt Service Fund – To account for and report on Certificates of Participation issues, characterized as lease-purchase agreements and Capital Leases.**

**State Board of Education (SBE) Bond Fund – To account for and report on payment of principal, interest, and related costs on the state school bonds issued by the State Board of Education on behalf of the District. These bonds are payable from the District's portion of the state-assessed motor vehicle license tax.**

## **Nonmajor Governmental Funds (Continued)**

### **Capital Projects Funds**

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

**Capital Outlay and Debt Service Fund – To account for and report on the excess dollars received through the State's Capital Outlay/Debt Service (CO/DS) program, used for construction and maintenance of schools.**

**Public Education Capital Outlay Fund – To account for and report on funds received from the State for the construction and maintenance of schools.**

**State Board of Education (SBE) Bond Fund – To account for and report on proceeds received from the bonds issued by the State Board of Education on behalf of the District.**

**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, renovation and remodeling projects, and debt service payments on revenue anticipation notes and certificates of participation.**



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DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2010

	Special Revenue Funds			Debt Service Funds			State Board of Education (SBE) Bond Fund
	Total Nonmajor Special Revenue Funds	Other Federal Programs Fund	Food Service Fund	Total Nonmajor Debt Service Funds	Other Debt Service Fund		
<b>ASSETS</b>							
Cash	\$ 26,537,794	\$	\$ 5,804,661	\$	\$ 4,741,902	\$	\$ 220,117
Investments	1,279,342				1,059,225		
Accounts Receivable	36,306	35,591	715		12		
Interest Receivable	2,609	760	4,450				
Due from Other Funds	4,450		305,078				
Due From Other Agencies	3,256,532	2,020,219	1,178,765				
Inventories	1,178,765						
<b>TOTAL ASSETS</b>	<b>\$ 32,295,798</b>	<b>\$ 2,526,013</b>	<b>\$ 7,294,429</b>	<b>\$ 6,021,256</b>	<b>\$ 5,801,139</b>	<b>\$</b>	<b>\$ 220,117</b>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Salaries and Benefits Payable	\$ 3,684	\$ 2,242	\$ 1,442	\$	\$	\$	\$
Accounts Payable	576,221	366,795	128,823				
Construction Contracts Payable	52,743						
Construction Contracts Payable - Retainage							
Due to Other Funds	2,304,027	2,150,000					
Due to Other Agencies	50,055		50,055				
Deposits Payable	1,842	1,842	1,842				
Interest Payable	1,057,627			1,057,627	1,057,627		
<b>Total Liabilities</b>	<b>4,046,199</b>	<b>2,701,199</b>	<b>182,162</b>	<b>1,057,627</b>	<b>1,057,627</b>	<b>\$</b>	<b>\$</b>
Fund Balances:							
Reserved for:							
Encumbrances	1,146,584		207,241				
Inventories	1,178,765		1,178,765				
Debt Service	220,117			220,117			220,117
Unreserved, Reported in:							
Special Revenue Funds	5,733,237	6,976	5,726,261				
Debt Service Funds	4,743,512			4,743,512	4,743,512		
Capital Projects Funds	15,227,384						
<b>Total Fund Balances</b>	<b>28,249,599</b>	<b>7,119,243</b>	<b>7,112,267</b>	<b>4,963,629</b>	<b>4,743,512</b>	<b>\$</b>	<b>\$ 220,117</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 32,295,798</b>	<b>\$ 2,526,013</b>	<b>\$ 7,294,429</b>	<b>\$ 6,021,256</b>	<b>\$ 5,801,139</b>	<b>\$</b>	<b>\$ 220,117</b>

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS (Continued)  
 June 30, 2010

	Capital Projects Funds				
	Total Nonmajor Capital Projects Funds	Capital Outlay & Debt Service Fund	Local Capital Improvement Fund	Public Education Capital Outlay Fund	State Board of Education (SBE) Bond Fund
<b>ASSETS</b>					
Cash	\$ 15,521,028	\$ 818,636	\$ 14,621,070	\$ 81,322	\$
Investments					
Accounts Receivable	1,837	123	1,681	33	
Interest Receivable					
Due from Other Funds					
Due From Other Agencies	931,235			931,235	
Inventories					
<b>TOTAL ASSETS</b>	<u>\$ 16,454,100</u>	<u>\$ 818,759</u>	<u>\$ 14,622,751</u>	<u>\$ 1,012,590</u>	<u>\$</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Salaries and Benefits Payable					
Accounts Payable	80,603		68,205	12,398	\$
Construction Contracts Payable	52,743	35,937	1,814	14,992	
Construction Contracts Payable - Retainage					
Due to Other Funds	154,027			154,027	
Due to Other Agencies					
Deposits Payable					
Interest Payable					
<b>Total Liabilities</b>	<u>287,373</u>	<u>35,937</u>	<u>70,019</u>	<u>181,417</u>	
Fund Balances:					
Reserved for:					
Encumbrances	939,343	49,288	501,216	388,839	
Inventories					
Debt Service					
Unreserved, Reported in:					
Special Revenue Funds					
Debt Service Funds					
Capital Projects Funds	15,227,384	733,534	14,051,516	442,334	
<b>Total Fund Balances</b>	<u>16,166,727</u>	<u>782,822</u>	<u>14,552,732</u>	<u>831,173</u>	
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 16,454,100</u>	<u>\$ 818,759</u>	<u>\$ 14,622,751</u>	<u>\$ 1,012,590</u>	<u>\$</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2010**

	Total Nonmajor Governmental Funds	Special Revenue Funds			Total Nonmajor Debt Service Funds	State Board of Education (SBE) Bond Fund
		Total Nonmajor Special Revenue Funds	Federal Programs Fund	Other Fund		
<b>REVENUES</b>						
Federal Direct:						
Other Federal Direct	\$ 915,964	\$ 915,964	\$ 915,964	\$	\$	\$
Total Federal Direct	915,964	915,964	915,964			
Federal Through State:						
Food Service	13,479,986	13,479,986		13,479,986		
Other Federal Through State	33,086,709	33,086,709	33,086,709			
Total Federal Through State	46,566,695	46,566,695	33,086,709	13,479,986		
State:						
Food Service	336,673	336,673		336,673		
CO and DS Withheld for SBE/COBI Bond	1,588,029				1,383,223	1,383,223
CO and DS Distribution						
Public Education Capital Outlay	821,950				806	806
Other State Sources	18,562					
Total State	2,765,214	336,673		336,673	1,384,029	1,384,029
Local:						
Food Service	5,282,976	5,282,976		5,282,976		
Interest Income	56,151	10,832		10,832	6,962	6,962
District School Taxes	20,066,464					
Other Local Sources	5,061	3,149		3,149		
Total Local	25,410,652	5,296,957		5,296,957	6,962	6,962
<b>Total Revenues</b>	<b>75,658,525</b>	<b>53,116,289</b>	<b>34,002,673</b>	<b>19,113,616</b>	<b>1,390,991</b>	<b>1,384,029</b>

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

	Total Nonmajor Governmental Funds		Special Revenue Funds			Debt Service Funds			State Board of Education (SBE) Bond Fund
			Total Nonmajor Special Revenue Funds	Federal Programs Fund	Other Fund	Food Service Fund	Total Nonmajor Debt Service Funds	Other Debt Service Fund	
<b>EXPENDITURES</b>									
Current Education:									
Instruction	\$	16,393,316	\$	16,393,316	\$	\$	\$	\$	\$
Pupil Personnel Services		3,118,232		3,118,232					
Instructional Media Services		241,359		241,359					
Instruction and Curriculum Development Services		5,230,160		5,230,160					
Instructional Staff Training Services		4,449,891		4,449,891					
Instruction Related Technology		842,697		842,697					
General Administration		1,188,368		1,188,368					
School Administration		2,975		2,975					
Facility Services		6,215,620		5,197		17,995,127			
Food Services		17,995,127		17,995,127					
Central Services		256,243		256,243					
Pupil Transportation Services		584,718		584,718					
Operation of Plant		43,377		43,377					
Administrative Technology Services		750		750					
Community Services		90,400		90,400					
Fixed Capital Outlay:		741,115		741,115					
Facilities Acquisition and Construction		4,987,623		50,646		230,975			
Other Capital Outlay		994,331		994,331					
Debt Service:		3,721,200							
Principal		2,667,057							
Interest and Fiscal Charges									
<b>Total Expenditures</b>		69,764,559		52,228,902		34,002,800	18,226,102		960,000
									448,100
<b>Excess (Deficiency) of Revenues Over Expenditures</b>		5,893,966		887,387		(127)	887,514		(24,071)
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers In		5,000,000							
Transfers Out		(11,587,760)							
<b>Total Other Financing Sources (Uses)</b>		(6,587,760)							
<b>Net Change in Fund Balances</b>		(693,794)		887,387		(127)	887,514		(24,071)
Fund Balances, July 1, 2009		28,943,393		6,231,856		7,103	6,224,753		244,188
<b>Fund Balances, June 30, 2010</b>		28,249,599		7,119,243		6,976	7,112,267		220,117

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS (Continued)  
 For the Fiscal Year Ended June 30, 2010

	Capital Projects Funds				
	Total Nonmajor Capital Projects Funds	Capital Outlay & Debt Service Fund	Local Capital Improvement Fund	Public Education Capital Outlay Fund	State Board of Education (SBE) Bond Fund
<b>REVENUES</b>					
Federal Direct:					
Other Federal Direct	\$	\$	\$	\$	\$
Total Federal Direct					
Federal Through State:					
Food Service					
Other Federal Through State					
Total Federal Through State					
State:					
Food Service	204,806	204,806			
CO and DS Withheld for SBE/COBI Bond					
CO and DS Distribution	821,950			821,950	
Public Education Capital Outlay	17,756	17,756			
Other State Sources					
Total State	1,044,512	222,562		821,950	
Local:					
Food Service	38,357		34,541		675
Interest Income		2,312	20,066,464	829	
District School Taxes	20,066,464				
Other Local Sources	1,912			1,912	
Total Local	20,106,733	2,312	20,101,005	2,741	675
<b>Total Revenues</b>	21,151,245	224,874	20,101,005	824,691	675

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

	<b>Capital Projects Funds</b>				
	<b>Total Nonmajor Capital Projects Funds</b>	<b>Capital Outlay &amp; Debt Service Fund</b>	<b>Local Capital Improvement Fund</b>	<b>Public Education Capital Outlay Fund</b>	<b>State Board of Education (SBE) Bond Fund</b>
<b>EXPENDITURES</b>					
Current Education:					
Instruction	\$	\$	\$	\$	\$
Pupil Personnel Services					
Instructional Media Services					
Instruction and Curriculum Development Services					
Instructional Staff Training Services					
Instruction Related Technology					
General Administration					
School Administration					
Facility Services					
Food Services					
Central Services					
Pupil Transportation Services					
Operation of Plant					
Administrative Technology Services					
Community Services					
Fixed Capital Outlay:					
Facilities Acquisition and Construction					
Other Capital Outlay					
Debt Service:					
Principal	792	792			
Interest and Fiscal Charges					
<b>Total Expenditures</b>	<u>1,148,192</u>	<u>92,699</u>	<u>7,381,045</u>	<u>3,142,613</u>	<u>531,835</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>10,003,053</u>	<u>132,175</u>	<u>12,719,960</u>	<u>(2,317,922)</u>	<u>(531,160)</u>
<b>OTHER FINANCIAL SOURCES (USES)</b>					
Transfers In					
Transfers Out	<u>(11,587,760)</u>		<u>(11,586,960)</u>	<u>(800)</u>	
<b>Total Other Financial Sources (Uses)</b>	<u>(11,587,760)</u>		<u>(11,586,960)</u>	<u>(800)</u>	
<b>Net Change in Fund Balances</b>	<u>(1,584,707)</u>	<u>132,175</u>	<u>1,133,000</u>	<u>(2,318,722)</u>	<u>(531,160)</u>
Fund Balances, July 1, 2009	<u>17,751,434</u>	<u>650,647</u>	<u>13,419,732</u>	<u>3,149,895</u>	<u>531,160</u>
<b>Fund Balances, June 30, 2010</b>	<u>\$ 16,166,727</u>	<u>\$ 782,822</u>	<u>\$ 14,552,732</u>	<u>\$ 831,173</u>	<u>\$</u>

## **General Fund**

**The General Fund is the primary operating fund of the School Board. All general tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. The General Fund is reported as a major governmental fund.**

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**GENERAL FUND**  
**COMPARATIVE BALANCE SHEETS**  
**June 30, 2010 and June 30, 2009**

	<b>General Fund</b>	
	<b>Major Governmental Fund</b>	
	<b>Totals</b>	
	<b>2010</b>	<b>2009</b>
<b>ASSETS</b>		
Cash	\$ 54,424,295	\$ 46,506,812
Investments		
Accounts Receivable	565,644	466,702
Interest Receivable	8,517	2,904
Due from Reinsurer		
Deposits Receivable	6,500	5,300
Due from Other Funds	4,276,045	2,476,364
Due from Other Agencies	1,082,176	846,854
Inventories	1,270,326	1,316,108
<b>TOTAL ASSETS</b>	<b>\$ 61,633,503</b>	<b>\$ 51,621,044</b>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities:		
Salaries and Benefits Payable	\$ 33,302	\$ 196,613
Payroll Deductions and Withholdings Payable	3,681,271	4,606,423
Accounts Payable	2,210,549	1,981,010
Construction Contracts Payable - Retainage		
Due to Other Funds	100,000	1,575,764
Due to Other Agencies	2,943,979	3,048,705
Deposits Payable	8,051	
Loan Payable	2,571,706	2,571,706
<b>Total Liabilities</b>	<b>11,548,858</b>	<b>13,980,221</b>
Fund Balances:		
Reserved for:		
State Categorical Programs	12,581,661	7,549,726
Encumbrances	1,609,721	1,336,715
Inventories	1,270,326	1,316,108
Legal Restrictions	1,706,293	3,005,887
Unreserved:		
Reported in the General Fund	32,916,644	24,432,387
<b>Total Fund Balances</b>	<b>50,084,645</b>	<b>37,640,823</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 61,633,503</b>	<b>\$ 51,621,044</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**GENERAL FUND**  
**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**For Fiscal Years Ended June 30, 2010 and June 30, 2009**

	<b>General Fund</b>	
	<b>Major Governmental Fund</b>	
	<b>Totals</b>	
	<b>2010</b>	<b>2009</b>
<b>REVENUES</b>		
Federal Direct:		
Federal Impact, Current Operations	\$ 765,871	\$ 1,018,679
Reserve Officer Training Corps (ROTC)	435,838	413,473
Miscellaneous	361,915	287,758
	1,563,624	1,719,910
Federal Through State:		
Medicaid	1,900,436	1,770,666
Miscellaneous	599,433	611,881
	2,499,869	2,382,547
State:		
Florida Education Finance Program (FEFP)	109,426,496	112,591,939
Workforce Development	4,632,491	5,041,903
Workforce Education Performance Incentive	73,716	81,666
Adults With Disabilities	230,654	241,255
CO&DS Withheld for Administrative Expense	24,183	24,183
Discretionary Lottery Funds	106,881	942,182
Categorical Programs	44,610,770	58,145,077
Other State Sources	1,455,631	1,598,249
	160,560,822	178,666,454
Local:		
District School Taxes	106,137,711	97,379,871
Interest on Investments	181,820	657,947
Other Local Sources	6,196,574	4,666,173
	112,516,105	102,703,991
<b>Total Revenues</b>	<b>277,140,420</b>	<b>285,472,902</b>

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**GENERAL FUND**  
**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES (Continued)**  
**For Fiscal Years Ended June 30, 2010 and June 30, 2009**

	<b>General Fund</b>	
	<b>Major Governmental Fund</b>	
	<b>Totals</b>	
	<b>2010</b>	<b>2009</b>
<b>EXPENDITURES</b>		
Current Education:		
Instruction	\$ 163,889,346	\$ 183,146,089
Pupil Personnel Services	13,062,773	13,857,826
Instructional Media Services	4,421,261	5,203,403
Instruction and Curriculum Development Services	5,403,041	6,053,180
Instructional Staff Training Services	1,978,071	3,147,665
Instruction Related Technology	788,777	1,703,797
Board of Education	1,543,620	1,157,359
General Administration	742,697	712,415
School Administration	13,649,906	14,596,287
Facility Services	504,653	627,867
Fiscal Services	2,136,906	2,253,484
Food Services	261,274	286,000
Central Services	3,464,599	3,696,790
Pupil Transportation Services	15,198,053	16,099,744
Operation of Plant	28,819,301	27,506,877
Maintenance of Plant	10,265,758	10,805,654
Administrative Technology Services	2,968,216	3,033,744
Community Services	498,814	562,595
Fixed Capital Outlay:		
Facilities Acquisition and Construction	73,268	595,256
Other Capital Outlay	1,328,079	774,744
Debt Service:		
Principal	658,925	986,760
Interest and Fiscal Charges	37,418	90,578
<b>Total Expenditures</b>	<b>271,694,756</b>	<b>296,898,114</b>
<b>Deficiency of Revenues Over Expenditures</b>	<b>5,445,664</b>	<b>(11,425,212)</b>
<b>OTHER FINANCING SOURCES</b>		
Transfers In	6,996,925	10,817,649
Insurance Loss Recoveries	1,233	1,085,919
<b>Total Other Financing Sources</b>	<b>6,998,158</b>	<b>11,903,568</b>
<b>Net Change in Fund Balances</b>	<b>12,443,822</b>	<b>478,356</b>
Fund Balances, July 1	37,640,823	37,162,467
<b>Fund Balances, June 30</b>	<b>\$ 50,084,645</b>	<b>\$ 37,640,823</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**For the Fiscal Year Ended June 30, 2010**

	<i>General Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Federal Direct:				
Federal Impact, Current Operations	\$ 500,000	\$ 765,872	\$ 765,872	\$
Reserve Officers Training Corps (ROTC)	340,000	435,838	435,838	
Miscellaneous	260,000	361,915	361,915	
<b>Total Federal Direct</b>	<b>1,100,000</b>	<b>1,563,625</b>	<b>1,563,625</b>	
Federal Through State:				
Medicaid	800,000	1,900,436	1,900,436	
Miscellaneous Federal through State		599,433	599,433	
<b>Total Federal through State</b>	<b>800,000</b>	<b>2,499,869</b>	<b>2,499,869</b>	
State:				
Florida Education Finance Program (FEFP)	94,930,471	97,334,181	97,334,181	
Workforce Development	4,632,491	4,632,491	4,632,491	
Workforce Education Performance Incentive	73,716	73,716	73,716	
Adults With Disabilities	230,654	230,654	230,654	
CO and DS Withheld for Administrative Expense	24,366	24,183	24,183	
Discretionary Lottery Funds		106,881	106,881	
Categorical Programs	55,644,226	56,809,768	56,703,085	(106,683)
Other State Sources	711,875	1,455,631	1,455,631	
<b>Total State</b>	<b>156,247,799</b>	<b>160,667,505</b>	<b>160,560,822</b>	<b>(106,683)</b>
Local:				
District School Taxes	100,047,207	106,137,711	106,137,711	
Interest on Investments	605,000	181,820	181,820	
Other Local Sources	4,927,537	6,196,573	6,196,573	
<b>Total Local</b>	<b>105,579,744</b>	<b>112,516,104</b>	<b>112,516,104</b>	
<b>Total Revenues</b>	<b>263,727,543</b>	<b>277,247,103</b>	<b>277,140,420</b>	<b>(106,683)</b>
<b>EXPENDITURES</b>				
Current Education:				
Instruction				
Salaries	114,387,213	119,121,254	110,813,140	8,308,114
Employee Benefits	32,641,543	33,914,400	32,628,690	1,285,710
Purchased Services	10,788,138	11,282,744	9,963,912	1,318,832
Energy Services	19,106	18,721	10,513	8,208
Materials and Supplies	11,397,991	10,690,120	6,287,065	4,403,055
Capital Outlay	1,292,515	1,311,132	1,226,024	85,108
Other Expenses	3,767,884	3,754,133	2,960,002	794,131
<b>Total Instruction</b>	<b>174,294,390</b>	<b>180,092,504</b>	<b>163,889,346</b>	<b>16,203,158</b>

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

	<i>General Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>EXPENDITURES</b>				
Current Education: (Continued)				
Pupil Personnel Services				
Salaries	\$ 9,386,248	\$ 9,716,759	\$ 9,596,914	\$ 119,845
Employee Benefits	2,710,722	2,790,756	2,765,624	25,132
Purchased Services	712,730	714,130	620,003	94,127
Energy Services	3,800	3,800	3,638	162
Materials and Supplies	146,221	155,422	45,301	110,121
Capital Outlay	617	1,694	1,296	398
Other Expenses	4,180	28,628	29,997	(1,369)
<b>Total Pupil Personnel Services</b>	<b>12,964,518</b>	<b>13,411,189</b>	<b>13,062,773</b>	<b>348,416</b>
Instructional Media Services				
Salaries	3,051,062	3,089,017	3,128,302	(39,285)
Employee Benefits	946,636	945,077	945,529	(452)
Purchased Services	65,817	73,907	78,395	(4,488)
Materials and Supplies	72,083	66,821	41,109	25,712
Capital Outlay	298,465	298,155	198,929	99,226
Other Expenses	34,589	34,857	28,997	5,860
<b>Total Instructional Media Services</b>	<b>4,468,652</b>	<b>4,507,834</b>	<b>4,421,261</b>	<b>86,573</b>
Instruction and Curriculum Development Services				
Salaries	3,706,303	4,239,715	4,168,331	71,384
Employee Benefits	983,008	1,140,287	1,106,028	34,259
Purchased Services	31,840	58,183	53,696	4,487
Materials and Supplies	82,625	89,493	68,136	21,357
Capital Outlay		3,836	3,603	233
Other Expenses	2,968	3,282	3,247	35
<b>Total Instruction and Curriculum Development Services</b>	<b>4,806,744</b>	<b>5,534,796</b>	<b>5,403,041</b>	<b>131,755</b>
Instructional Staff Training Services				
Salaries	1,650,155	1,657,972	1,326,117	331,855
Employee Benefits	444,507	485,601	348,689	136,912
Purchased Services	195,489	295,299	206,223	89,076
Materials and Supplies	48,963	66,468	40,010	26,458
Capital Outlay	4,000	6,396	2,748	3,648
Other Expenses	72,374	104,663	54,284	50,379
<b>Total Instructional Staff Training Services</b>	<b>2,415,488</b>	<b>2,616,399</b>	<b>1,978,071</b>	<b>638,328</b>
Instruction Related Technology				
Salaries	489,786	569,382	570,449	(1,067)
Employee Benefits	148,128	155,608	145,043	10,565
Purchased Services	33,600	32,450	21,667	10,783
Materials and Supplies	13,386	12,921		12,921
Capital Outlay	22,844	52,844	47,937	4,907
Other Expenses	880	2,263	3,681	(1,418)
<b>Total Instruction Related Technology</b>	<b>708,624</b>	<b>825,468</b>	<b>788,777</b>	<b>36,691</b>

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

	<i>General Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>EXPENDITURES</b>				
Current Education: (Continued)				
Board of Education				
Salaries	\$ 556,608	\$ 588,487	\$ 559,960	\$ 28,527
Employee Benefits	660,987	894,697	758,356	136,341
Purchased Services	317,022	316,526	174,480	142,046
Energy Services	1,116	898	757	141
Materials and Supplies	8,657	8,692	2,649	6,043
Capital Outlay		1,499	600	899
Other Expenses	53,799	52,980	46,818	6,162
Total Board of Education	1,598,189	1,863,779	1,543,620	320,159
General Administration				
Salaries	492,956	507,956	514,332	(6,376)
Employee Benefits	116,255	117,575	113,049	4,526
Purchased Services	31,641	52,999	42,145	10,854
Materials and Supplies	16,191	12,722	8,995	3,727
Capital Outlay		830	830	
Other Expenses	62,185	86,555	63,346	23,209
Total General Administration	719,228	778,637	742,697	35,940
School Administration				
Salaries	10,310,280	10,704,160	10,613,554	90,606
Employee Benefits	2,934,104	2,975,640	2,958,296	17,344
Purchased Services	5,250	8,082	6,821	1,261
Materials and Supplies	94,211	87,281	52,685	34,596
Capital Outlay	14,148	18,867	17,403	1,464
Other Expenses	11,503	10,079	1,147	8,932
Total School Administration	13,369,496	13,804,109	13,649,906	154,203
Facility Services				
Salaries	153,758	158,758	190,942	(32,184)
Employee Benefits	40,134	40,954	41,129	(175)
Purchased Services	704,224	615,721	169,434	446,287
Energy Services	19,914	17,335	14,486	2,849
Materials and Supplies	28,877	69,508	29,883	39,625
Capital Outlay	34,863	74,084	55,334	18,750
Other Expenses	775	3,600	3,445	155
Total Facility Services	982,545	979,960	504,653	475,307
Fiscal Services				
Salaries	1,514,838	1,566,936	1,497,685	69,251
Employee Benefits	411,548	423,063	416,416	6,648
Purchased Services	251,939	294,246	194,844	99,402
Materials and Supplies	46,812	35,202	16,505	18,698
Capital Outlay	642	3,872	3,614	257
Other Expenses	53,350	47,441	7,842	39,598
Total Fiscal Services	2,279,129	2,370,760	2,136,906	233,854

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

	<b>General Fund</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	
	<b>Original</b>	<b>Final</b>		
<b>EXPENDITURES</b>				
Current Education: (Continued)				
Food Services				
Salaries	\$ 71,825	\$ 248,693	\$ 248,059	\$ 634
Employee Benefits	2,051	11,672	10,301	1,371
Other Expenses		2,914	2,914	
Total Food Services	<u>73,876</u>	<u>263,279</u>	<u>261,274</u>	<u>2,005</u>
Central Services				
Salaries	1,997,859	2,072,617	2,210,546	(137,929)
Employee Benefits	889,690	909,939	674,342	235,597
Purchased Services	600,597	677,002	409,051	267,951
Energy Services	54,697	51,297	30,517	20,780
Materials and Supplies	141,823	136,670	59,787	76,883
Capital Outlay		2,501	2,501	
Other Expenses	290,235	203,736	77,855	125,881
Total Central Services	<u>3,974,901</u>	<u>4,053,762</u>	<u>3,464,599</u>	<u>589,163</u>
Pupil Transportation Services				
Salaries	8,021,835	8,052,479	8,191,523	(139,044)
Employee Benefits	3,559,377	3,793,464	3,820,698	(27,234)
Purchased Services	331,388	323,996	214,933	109,063
Energy Services	3,388,664	3,389,574	1,948,235	1,441,339
Materials and Supplies	864,339	837,847	784,890	52,957
Capital Outlay	-	9,043	6,895	2,148
Other Expenses	281,304	308,958	230,879	78,079
Total Pupil Transportation Services	<u>16,446,907</u>	<u>16,715,361</u>	<u>15,198,053</u>	<u>1,517,308</u>
Operation of Plant				
Salaries	5,007,477	5,328,719	5,157,888	170,831
Employee Benefits	2,517,905	2,650,022	2,581,537	68,485
Purchased Services	7,924,315	7,998,219	7,315,559	682,660
Energy Services	12,160,405	12,150,405	12,883,649	(733,244)
Materials and Supplies	528,011	584,221	562,675	21,546
Capital Outlay	63,504	76,892	47,052	29,840
Other Expenses	464,064	477,297	270,941	206,356
Total Operation of Plant	<u>28,665,681</u>	<u>29,265,775</u>	<u>28,819,301</u>	<u>446,474</u>
Maintenance of Plant				
Salaries	4,554,431	4,708,864	4,634,045	74,819
Employee Benefits	1,856,344	1,899,708	1,851,530	48,178
Purchased Services	3,426,375	3,483,185	2,193,600	1,289,585
Energy Services	233,342	184,430	198,127	(13,697)
Materials and Supplies	1,452,076	1,426,354	1,324,807	101,547
Capital Outlay	40,700	40,700	33,629	7,071
Other Expenses	32,905	33,055	30,020	3,035
Total Maintenance of Plant	<u>11,596,173</u>	<u>11,776,296</u>	<u>10,265,758</u>	<u>1,510,538</u>

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

	<b>General Fund</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	
	<b>Original</b>	<b>Final</b>		
<b>EXPENDITURES</b>				
Current Education: (Continued)				
Administrative Technology Services				
Salaries	\$ 2,188,468	\$ 2,375,468	\$ 2,236,895	\$ 138,573
Employee Benefits	582,225	649,475	619,766	29,709
Purchased Services	10,866	11,166	36,977	(25,811)
Energy Services	5,541	5,541	3,231	2,310
Materials and Supplies	97,615	94,576	53,684	40,892
Capital Outlay		17,633	17,633	
Other Expenses		30	30	
<b>Total Administrative Technology Services</b>	<b>2,884,715</b>	<b>3,153,889</b>	<b>2,968,216</b>	<b>185,673</b>
Community Services				
Salaries	59,114	161,073	167,333	(6,260)
Employee Benefits	17,777	69,139	72,471	(3,332)
Purchased Services	7,202	9,015	3,554	5,461
Materials and Supplies	108,833	71,834	26,437	45,397
Capital Outlay		4,076	4,076	
Other Expenses	520,775	413,497	224,943	188,554
<b>Total Community Services</b>	<b>713,701</b>	<b>728,634</b>	<b>498,814</b>	<b>229,820</b>
Fixed Capital Outlay:				
Facilities Acquisition and Construction	133,982	160,708	73,268	87,440
Other Capital Outlay	1,221,050	1,965,823	1,328,079	637,744
<b>Total Fixed Capital Outlay</b>	<b>1,355,032</b>	<b>2,126,531</b>	<b>1,401,347</b>	<b>725,184</b>
Debt Service:				
Principal	663,449	663,426	658,925	4,501
Interest and Fiscal Charges	37,395	37,418	37,418	
<b>Total Debt Service</b>	<b>700,844</b>	<b>700,844</b>	<b>696,343</b>	<b>4,501</b>
<b>Total Expenditures</b>	<b>285,018,834</b>	<b>295,569,806</b>	<b>271,694,757</b>	<b>23,875,049</b>
<b>Deficiency of Revenues Over Expenditures</b>	<b>(21,291,291)</b>	<b>(18,322,703)</b>	<b>5,445,663</b>	<b>23,768,367</b>
<b>Other Financing Sources</b>				
Transfers In	7,321,798	6,996,925	6,996,925	
Insurance Loss Recoveries		1,233	1,233	
<b>Total Other Financing Sources</b>	<b>7,321,798</b>	<b>6,998,158</b>	<b>6,998,158</b>	
<b>Net Change in Fund Balances</b>	<b>(13,969,493)</b>	<b>(11,324,545)</b>	<b>12,443,821</b>	<b>23,768,367</b>
Fund Balances, July 1, 2009	37,640,823	37,640,823	37,640,823	
<b>Fund Balances, June 30, 2010</b>	<b>\$ 23,671,331</b>	<b>\$ 26,316,278</b>	<b>\$ 50,084,644</b>	<b>\$ 23,768,365</b>

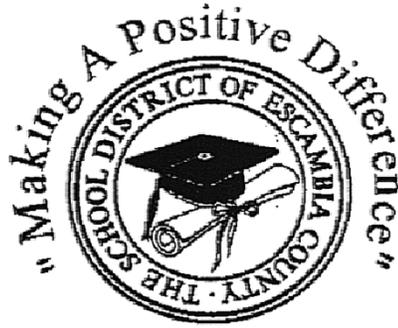
## **Special Revenue Funds**

**The Special Revenue Funds account for certain revenues derived from the State of Florida, the Federal Government and other local and private sources that are required to finance designated activities. Activities included within the funds are as follows:**

### **Nonmajor Special Revenue Funds**

**Food Service Fund – To account for and report on activities of the food service program in serving breakfast and lunch at the schools.**

**Other Federal Programs Fund – To account for and report on activities of various programs of different funding sources according to the specifications and requirements of each funding source.**



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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**ALL SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
**June 30, 2010**  
*(With comparative totals for June 30, 2009)*

	<i>Special Revenue Funds</i>			<i>Totals</i>	
	<i>Governmental Funds</i>			<i>2010</i>	<i>2009</i>
	<i>Major ARRA Economic Stimulus Fund</i>	<i>Nonmajor Other Federal Programs Fund</i>	<i>Food Service Fund</i>		
<b>ASSETS</b>					
Cash	\$ 375,843	\$ 470,203	\$ 5,804,661	\$ 6,650,707	\$ 5,012,118
Accounts Receivable		35,591	715	36,306	111,217
Interest Receivable			760	760	955
Due From Other Funds	1,200,000		4,450	1,204,450	7,446
Due From Other Agencies	1,468,412	2,020,219	305,078	3,793,709	2,539,754
Inventories			1,178,765	1,178,765	1,337,149
<b>TOTAL ASSETS</b>	<b>\$ 3,044,255</b>	<b>\$ 2,526,013</b>	<b>\$ 7,294,429</b>	<b>\$ 12,864,697</b>	<b>\$ 9,008,639</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Salaries and Benefits Payable	\$ 2,852	\$ 2,242	\$ 1,442	\$ 6,536	\$ 16,007
Accounts Payable	111,664	366,795	128,823	607,282	617,377
Construction Contracts Payable - Retainage					19,520
Due to Other Funds	2,850,000	2,150,000		5,000,000	2,095,104
Deposits Payable			1,842	1,842	
Due to Other Agencies	79,739		50,055	129,794	28,775
<b>Total Liabilities</b>	<b>3,044,255</b>	<b>2,519,037</b>	<b>182,162</b>	<b>5,745,454</b>	<b>2,776,783</b>
Fund Balances:					
Reserved for:					
Encumbrances			207,241	207,241	115,311
Inventories			1,178,765	1,178,765	1,337,149
Unreserved, Reported in:					
Special Revenue Funds		6,976	5,726,261	5,733,237	4,779,396
<b>Total Fund Balances</b>		<b>6,976</b>	<b>7,112,267</b>	<b>7,119,243</b>	<b>6,231,856</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 3,044,255</b>	<b>\$ 2,526,013</b>	<b>\$ 7,294,429</b>	<b>\$ 12,864,697</b>	<b>\$ 9,008,639</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**ALL SPECIAL REVENUE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**For the Fiscal Year Ended June 30, 2010**  
*(With comparative totals for the fiscal year ended June 30, 2009)*

	<i>Special Revenue Funds</i>			<i>Totals</i>	
	<i>Governmental Funds</i>			<i>2010</i>	<i>2009</i>
	<i>Major</i>	<i>Nonmajor</i>			
	<i>ARRA</i>	<i>Other</i>			
	<i>Economic Stimulus</i>	<i>Federal Programs</i>	<i>Food Service</i>		
	<i>Fund</i>	<i>Fund</i>	<i>Fund</i>		
<b>REVENUES</b>					
Federal Direct:					
Other Federal Direct	\$	915,964	\$	915,964	\$ 406,459
Total Federal Direct		915,964		915,964	406,459
Federal Through State:					
Food Service			13,479,986	13,479,986	11,578,098
Other Federal Through State	25,882,513	33,086,709		58,969,222	33,498,767
Total Federal Through State	25,882,513	33,086,709	13,479,986	72,449,208	45,076,865
State:					
Food Service			336,673	336,673	360,688
Other State Sources					2,306
Total State			336,673	336,673	362,994
Local:					
Food Service			5,282,976	5,282,976	5,753,396
Interest Income			10,832	10,832	45,870
Other Local Sources			3,149	3,149	6,732
Total Local			5,296,957	5,296,957	5,805,998
<b>Total Revenues</b>	25,882,513	34,002,673	19,113,616	78,998,802	51,652,316

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**ALL SPECIAL REVENUE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES (Continued)**  
**For the Fiscal Year Ended June 30, 2010**  
*(With comparative totals for the fiscal year ended June 30, 2009)*

	<b>Special Revenue Funds</b>				
	<b>Governmental Funds</b>			<b>Totals</b>	
	<b>Major</b>	<b>Nonmajor</b>		<b>2010</b>	<b>2009</b>
	<b>ARRA Economic Stimulus Fund</b>	<b>Other Federal Programs Fund</b>	<b>Food Service Fund</b>		
<b>EXPENDITURES</b>					
Current Education:					
Instruction	\$ 18,257,118	\$ 16,393,316	\$	\$ 34,650,434	\$ 15,620,875
Pupil Personnel Services	599,477	3,118,232		3,717,709	3,068,092
Instructional Media Services	38,138	241,359		279,497	68,492
Instruction and Curriculum Development Services	547,252	5,230,160		5,777,412	4,897,414
Instructional Staff Training Services	2,304,701	4,449,891		6,754,592	4,123,337
Instruction Related Technology	1,836,888	842,697		2,679,585	1,021,780
General Administration	1,032,688	1,188,368		2,221,056	908,603
School Administration	453,464	2,975		456,439	3,573
Facility Services		5,197		5,197	312
Food Services			17,995,127	17,995,127	17,651,965
Central Services	15,267	256,243		271,510	162,690
Pupil Transportation Services	401	584,718		585,119	537,822
Operation of Plant		43,377		43,377	193,827
Maintenance of Plant	1,572	750		2,322	1,149
Administrative Technology Services		90,400		90,400	100,346
Community Services		741,115		741,115	422,560
Fixed Capital Outlay:					
Facilities Acquisition and Construction	37,288	50,646		87,934	362,220
Other Capital Outlay	758,259	763,356	230,975	1,752,590	1,676,838
Debt Service:					
Principal					
Interest and Fiscal Charges					
<b>Total Expenditures</b>	<b>25,882,513</b>	<b>34,002,800</b>	<b>18,226,102</b>	<b>78,111,415</b>	<b>50,821,895</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>		<b>(127)</b>	<b>887,514</b>	<b>887,387</b>	<b>830,421</b>
<b>Net Change in Fund Balances</b>		<b>(127)</b>	<b>887,514</b>	<b>887,387</b>	<b>830,421</b>
Fund Balances, July 1		7,103	6,224,753	6,231,856	5,401,435
<b>Fund Balances, June 30</b>	<b>\$</b>	<b>\$ 6,976</b>	<b>\$ 7,112,267</b>	<b>\$ 7,119,243</b>	<b>\$ 6,231,856</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**FOOD SERVICE - SPECIAL REVENUE FUND**  
**For the Fiscal Year Ended June 30, 2010**

	<i>Food Service Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Federal Through State:				
Food Service and Other Federal Through State Sources	\$ 12,575,000	\$ 13,466,300	\$ 13,479,986	\$ 13,686
Total Federal Through State	12,575,000	13,466,300	13,479,986	13,686
State:				
Food Service	348,500	336,200	336,673	473
Total State	348,500	336,200	336,673	473
Local:				
Food Service	5,825,000	5,277,000	5,282,976	5,976
Interest Income	30,000	10,000	10,832	832
Other Local Sources	3,000	3,015	3,149	134
Total Local	5,858,000	5,290,015	5,296,957	6,942
<b>Total Revenues</b>	<b>18,781,500</b>	<b>19,092,515</b>	<b>19,113,616</b>	<b>21,101</b>
<b>EXPENDITURES</b>				
Current Education:				
Food Services:				
Salaries	4,532,000	4,377,700	4,353,358	24,342
Employees Benefits	2,446,000	2,316,000	2,264,777	51,223
Purchased Services	848,854	1,449,354	1,350,044	99,310
Energy Services	268,150	313,200	296,242	16,958
Materials and Supplies	8,528,770	8,221,770	8,186,631	35,139
Capital Outlay	226,014	167,140	162,258	4,882
Other Expenses	1,335,000	1,403,500	1,381,817	21,683
Total Food Services	18,184,788	18,248,664	17,995,127	253,537
Fixed Capital Outlay:				
Other Capital Outlay	301,673	392,797	230,975	161,822
Total Fixed Capital Outlay	301,673	392,797	230,975	161,822
<b>Total Expenditures</b>	<b>18,486,461</b>	<b>18,641,461</b>	<b>18,226,102</b>	<b>415,359</b>
<b>Deficiency of Revenues Over Expenditures</b>	<b>295,039</b>	<b>451,054</b>	<b>887,514</b>	<b>436,460</b>
<b>Net Change in Fund Balances</b>	<b>295,039</b>	<b>451,054</b>	<b>887,514</b>	<b>436,460</b>
Fund Balances, July 1, 2009	6,224,753	6,224,753	6,224,753	
<b>Fund Balances, June 30, 2010</b>	<b>\$ 6,519,792</b>	<b>\$ 6,675,807</b>	<b>\$ 7,112,267</b>	<b>\$ 436,460</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**OTHER FEDERAL PROGRAMS - SPECIAL REVENUE FUND**  
**For the Fiscal Year Ended June 30, 2010**

	<b>Other Federal Programs Fund</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Federal Direct:				
Other Federal Direct	\$	\$ 1,025,952	\$ 915,964	\$ (109,988)
Total Federal Direct		1,025,952	915,964	(109,988)
Federal Through State:				
Vocational Education Acts	734,833	815,533	810,462	(5,071)
Workforce Investment Act	287,126	283,312	252,727	(30,585)
Individuals with Disabilities Education Act	13,290,006	12,969,675	11,407,457	(1,562,218)
Elementary and Secondary Education Act, Title I	21,505,257	18,021,038	16,647,615	(1,373,423)
Adult General Education	161,795	211,795	210,304	(1,491)
Federal Through Local	105,279	96,763	96,763	
Other Federal Through State Sources	4,711,727	4,916,281	3,661,381	(1,254,900)
Total Federal Through State	40,796,023	37,314,397	33,086,709	(4,227,688)
<b>Total Revenues</b>	<b>40,796,023</b>	<b>38,340,349</b>	<b>34,002,673</b>	<b>(4,337,676)</b>
<b>EXPENDITURES</b>				
Current Education:				
Instruction:				
Salaries	6,303,554	6,886,802	6,771,757	115,045
Employees Benefits	2,046,183	2,994,311	2,442,830	551,481
Purchased Services	6,402,636	4,695,564	4,188,948	506,616
Energy Services	1,500			
Materials and Supplies	5,172,147	1,635,420	1,671,849	(36,429)
Capital Outlay	1,200,142	949,163	756,868	192,295
Other Expenses	254,178	728,602	561,064	167,538
Total Instruction	21,380,340	17,889,862	16,393,316	1,496,546
Pupil Personnel Services:				
Salaries	1,345,243	1,509,644	1,468,465	41,179
Employees Benefits	421,583	483,900	425,063	58,837
Purchased Services	1,312,806	1,123,871	982,278	141,593
Materials and Supplies	107,922	116,251	101,025	15,226
Capital Outlay	7,006	1,123	948	175
Other Expenses	209,932	147,832	140,453	7,379
Total Pupil Personnel Services	3,404,492	3,382,621	3,118,232	264,389
Instructional Media Services:				
Salaries	158,469	129,850	129,146	704
Employees Benefits	60,297	46,302	42,914	3,388
Purchased Services	3,300	3,053	3,053	
Materials and Supplies	1,200	1,931	1,931	
Capital Outlay	49,262	66,586	64,314	2,272
Total Instructional Media Services	272,528	247,722	241,358	6,364

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**OTHER FEDERAL PROGRAMS - SPECIAL REVENUE FUND (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

	<b>Other Federal Programs Fund</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	
	<b>Original</b>	<b>Final</b>		
<b>EXPENDITURES</b>				
Current Education (continued)				
Instruction and Curriculum Development Services:				
Salaries	\$ 3,582,523	\$ 3,860,349	\$ 3,746,389	\$ 113,960
Employees Benefits	1,033,985	1,200,804	1,083,222	117,582
Purchased Services	275,266	318,230	224,217	94,013
Materials and Supplies	110,585	140,041	135,360	4,681
Capital Outlay	50,502	49,527	40,820	8,707
Other Expenses		439	152	287
Total Instruction and Curriculum Development Services	<u>5,052,861</u>	<u>5,569,390</u>	<u>5,230,160</u>	<u>339,230</u>
Instructional Staff Training Services:				
Salaries	1,924,893	2,222,977	1,944,952	278,025
Employees Benefits	494,395	535,738	469,828	65,910
Purchased Services	1,471,378	1,647,475	1,166,616	480,859
Materials and Supplies	480,934	641,394	422,998	218,396
Capital Outlay	37,232	44,399	35,592	8,807
Other Expenses	460,919	490,413	409,905	80,508
Total Instructional Staff Training Services	<u>4,869,751</u>	<u>5,582,396</u>	<u>4,449,891</u>	<u>1,132,505</u>
Instruction Related Technology:				
Salaries	1,801,532	615,233	601,098	14,135
Employees Benefits	603,535	192,870	180,517	12,353
Purchased Services	1,350	1,709	709	1,000
Materials and Supplies	600	100		100
Other Expenses	68,868	63,734	60,373	3,361
Total Instruction Related Technology	<u>2,475,885</u>	<u>873,646</u>	<u>842,697</u>	<u>30,949</u>
General Administration:				
Other Expenses	802,428	1,213,462	1,188,368	25,094
Total General Administration	<u>802,428</u>	<u>1,213,462</u>	<u>1,188,368</u>	<u>25,094</u>
School Administration:				
Salaries		91,575		91,575
Employees Benefits		47,465	2,127	45,338
Other Expenses		1,015	849	166
Total School Administration		<u>140,055</u>	<u>2,976</u>	<u>137,079</u>
Facility Services:				
Purchased Services		7,930		7,930
Capital Outlay	312	104,317	5,197	99,120
Total Facility Services	<u>312</u>	<u>112,247</u>	<u>5,197</u>	<u>107,050</u>
Central Services:				
Salaries	45,185	48,611	37,008	11,603
Employees Benefits	18,225	13,594	11,451	2,143
Purchased Services	420,120	431,861	206,459	225,402
Materials and Supplies	6,200	6,200		6,200
Other Expenses	4,082	1,647	1,325	322
Total Central Services	<u>493,812</u>	<u>501,913</u>	<u>256,243</u>	<u>245,670</u>

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**OTHER FEDERAL PROGRAMS - SPECIAL REVENUE FUND (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

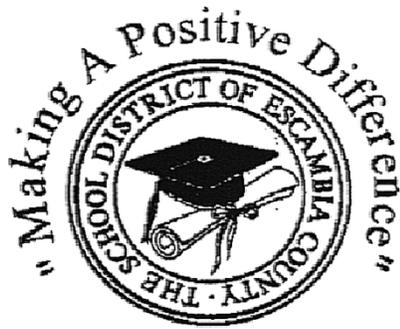
	<b>Other Federal Programs Fund</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	
	<b>Original</b>	<b>Final</b>		
<b>EXPENDITURES</b>				
Current Education (continued)				
Pupil Transportation Services:				
Purchased Services	\$ 16,200	\$ 15,922	\$ 14,182	\$ 1,740
Energy Services	1,400	42	42	
Materials and Supplies	325			
Other Expenses	198,456	848,775	570,494	278,281
Total Pupil Transportation Services	216,381	864,739	584,718	280,021
Operation of Plant:				
Purchased Services	20,999	36,165	36,069	96
Materials and Supplies	7,308	7,308	7,308	
Capital Outlay	23,684			
Total Operation of Plant	51,991	43,473	43,377	96
Maintenance of Plant:				
Purchased Services	2,000	2,000	750	1,250
Total Maintenance of Plant	2,000	2,000	750	1,250
Administrative Technology Services:				
Salaries	80,000	80,194	72,053	8,141
Employees Benefits	21,171	21,481	18,347	3,134
Purchased Services	2,000	2,000		2,000
Total Administrative Technology Services	103,171	103,675	90,400	13,275
Community Services:				
Employees Benefits	7,596	8,466	2,266	6,200
Purchased Services	6,397	6,397	2,401	3,996
Materials and Supplies	10,000	11,809	2,107	9,702
Other Expenses	173,195	737,106	734,341	2,765
Total Community Services	197,188	763,778	741,115	22,663
Fixed Capital Outlay:				
Facilities Acquisition and Construction	61,667	82,655	50,646	32,009
Other Capital Outlay	1,418,319	973,818	763,356	210,462
Total Fixed Capital Outlay	1,479,986	1,056,473	814,002	242,471
<b>Total Expenditures</b>	<b>40,803,126</b>	<b>38,347,452</b>	<b>34,002,800</b>	<b>4,344,652</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(7,103)</b>	<b>(7,103)</b>	<b>(127)</b>	<b>6,976</b>
<b>Net Change in Fund Balances</b>	<b>(7,103)</b>	<b>(7,103)</b>	<b>(127)</b>	<b>6,976</b>
Fund Balances, July 1, 2009				
<b>Fund Balances, June 30, 2010</b>	<b>\$ (7,103)</b>	<b>\$ (7,103)</b>	<b>\$ (127)</b>	<b>\$ 6,976</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET TO ACTUAL  
ARRA - SPECIAL REVENUE FUND  
For the Fiscal Year Ended June 30, 2010**

	ARRA Economic Stimulus Funds			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>REVENUES</b>				
Federal Through State:				
State Fiscal Stabilization Funds- K-12	\$ 12,879,972	\$ 13,132,114	\$ 13,132,114	\$
State Fiscal Stabilization Funds- Workforce	321,465	321,465	321,465	
State Fiscal Stabilization Funds- Excellent Teaching		674,145	674,145	
Individuals with Disabilities Education Act	10,488,306	10,488,306	5,921,625	(4,566,681)
Elementary and Secondary Education Act, Title I	10,231,905	10,730,352	5,474,164	(5,256,188)
Other Food Service	100,000	100,000	100,000	
Miscellaneous Federal Through State		472,431	259,000	(213,431)
	<u>34,021,648</u>	<u>35,918,813</u>	<u>25,882,513</u>	<u>(10,036,300)</u>
<b>Total Federal Through State Sources</b>				
	<u>34,021,648</u>	<u>35,918,813</u>	<u>25,882,513</u>	<u>(10,036,300)</u>
<b>EXPENDITURES</b>				
Current Education:				
Instruction:				
Salaries	12,771,595	13,960,474	11,962,687	1,997,787
Employee Benefits	4,427,221	4,579,004	3,368,937	1,210,067
Purchased Services	40,308	552,498	306,539	245,959
Materials and Supplies	2,160,648	2,288,700	1,562,448	726,252
Capital Outlay	651,758	1,126,785	848,985	277,800
Other Expenses	211,940	238,476	207,522	30,954
	<u>20,263,470</u>	<u>22,745,937</u>	<u>18,257,118</u>	<u>4,488,819</u>
<b>Total Instruction</b>				
	<u>20,263,470</u>	<u>22,745,937</u>	<u>18,257,118</u>	<u>4,488,819</u>
Pupil Personnel Services:				
Salaries	228,449	312,239	184,997	127,242
Employee Benefits	75,055	93,017	44,225	48,792
Purchased Services		673,135	367,903	305,232
Materials and Supplies		7,146	2,352	4,794
Capital Outlay		948		948
	<u>303,504</u>	<u>1,086,485</u>	<u>599,477</u>	<u>487,008</u>
<b>Total Pupil Personnel Services</b>				
	<u>303,504</u>	<u>1,086,485</u>	<u>599,477</u>	<u>487,008</u>
Instructional Media Services:				
Salaries		32,230	32,230	
Employee Benefits		2,471	2,466	5
Other Expenses		3,442	3,442	
	<u>38,143</u>	<u>38,143</u>	<u>38,138</u>	<u>5</u>
<b>Total Instructional Media Services</b>				
	<u>38,143</u>	<u>38,143</u>	<u>38,138</u>	<u>5</u>
Instruction & Curriculum Development Services:				
Salaries	561,552	585,470	403,208	182,262
Employee Benefits	186,728	168,044	104,045	63,999
Purchased Services	7,166	53,877	34,709	19,168
Materials and Supplies	21,174	20,345	10	20,335
Capital Outlay		28,315	167	28,148
Other Expenses		9,190	5,113	4,077
	<u>776,620</u>	<u>865,241</u>	<u>547,252</u>	<u>317,989</u>
<b>Total Instruction &amp; Curriculum Development Services</b>				
	<u>776,620</u>	<u>865,241</u>	<u>547,252</u>	<u>317,989</u>
Instructional Staff Training Services:				
Salaries	3,685,630	2,022,103	1,535,163	486,940
Employee Benefits	896,679	742,249	398,068	344,181
Purchased Services	2,433,981	473,074	284,320	188,754
Materials and Supplies	514,893	192,134	67,362	124,772
Capital Outlay		28,576		28,576
Other Expenses	391,088	110,054	19,788	90,266
	<u>7,922,271</u>	<u>3,568,190</u>	<u>2,304,701</u>	<u>1,263,489</u>
<b>Total Instructional Staff Training Services</b>				
	<u>7,922,271</u>	<u>3,568,190</u>	<u>2,304,701</u>	<u>1,263,489</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET TO ACTUAL  
ARRA - SPECIAL REVENUE FUND (Continued)  
For the Fiscal Year Ended June 30, 2010**

	ARRA Economic Stimulus Funds			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>EXPENDITURES</b>				
Current Education (continued)				
Instruction Related Technology				
Salaries	\$ 170,650	\$ 1,508,990	\$ 1,422,235	\$ 86,755
Employee Benefits	60,242	456,302	413,837	42,465
Other Expenses		816	816	
Total Instruction Related Technology	<u>230,892</u>	<u>1,966,108</u>	<u>1,836,888</u>	<u>129,220</u>
General Administration				
Other Expenses	<u>1,448,172</u>	<u>1,509,039</u>	<u>1,032,688</u>	<u>476,351</u>
Total General Administration	<u>1,448,172</u>	<u>1,509,039</u>	<u>1,032,688</u>	<u>476,351</u>
School Administration				
Salaries	281,642	423,028	362,676	60,352
Employee Benefits	89,619	124,540	90,788	33,752
Other Expenses	4,924			
Total School Administration	<u>376,185</u>	<u>547,568</u>	<u>453,464</u>	<u>94,104</u>
Facility Services				
Capital Outlay		5,197		5,197
Total Facility Services		<u>5,197</u>		<u>5,197</u>
Central Services				
Salaries		204,699	11,013	193,686
Employee Benefits		35,022	1,927	33,095
Purchased Services		1,620	1,620	
Materials and Supplies		707	707	
Other Expenses		128,701		128,701
Total Central Services		<u>370,749</u>	<u>15,267</u>	<u>355,482</u>
Pupil Transportation Services				
Energy Services		401	401	
Materials and Supplies	19,600	19,422		19,422
Other Expenses		1,972,777		1,972,777
Total Pupil Transportation Services	<u>19,600</u>	<u>1,992,600</u>	<u>401</u>	<u>1,992,199</u>
Maintenance of Plant				
Purchased Services		1,572	1,572	
Total Maintenance of Plant		<u>1,572</u>	<u>1,572</u>	
Fixed Capital Outlay:				
Facilities Acquisition & Construction	17,270	196,235	37,288	158,947
Other Capital Outlay	2,663,664	1,025,749	758,259	267,490
Total Fixed Capital Outlay	<u>2,680,934</u>	<u>1,221,984</u>	<u>795,547</u>	<u>426,437</u>
<b>Total Expenditures</b>	<u>34,021,648</u>	<u>35,918,813</u>	<u>25,882,513</u>	<u>10,036,300</u>
Excess (Deficiency) of Revenues Over Expenditures				
Net Change in Fund Balance				
Fund Balances, July 1, 2009	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>



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## **Debt Service Funds**

**The Debt Service Funds are used to account for the payment of interest and principal of the current portion on long-term debt.**

## **Nonmajor Debt Service Funds**

**Other Debt Service Fund – To account for and report on Certificates of Participation issues, characterized as lease-purchase agreements and Capital Leases.**

**State Board of Education (SBE) Bond Fund – To account for and report on payment of principal, interest, and related costs on the state school bonds issued by the State Board of Education on behalf of the District. These bonds are payable from the District's portion of the state-assessed motor vehicle license tax.**

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**ALL DEBT SERVICE FUNDS**  
**COMBINING BALANCE SHEET**  
**June 30, 2010**  
*(With comparative totals for June 30, 2009)*

	<b>Debt Service Funds</b>			
	<b>Governmental Funds</b>			
	<b>Nonmajor</b>		<b>Totals</b>	
<b>Other Debt Service Fund</b>	<b>State Board of Education (SBE) Bond Fund</b>	<b>2010</b>	<b>2009</b>	
<b>ASSETS</b>				
Cash	\$ 4,741,902	\$	\$ 4,741,902	\$ 4,715,630
Investments	1,059,225	220,117	1,279,342	1,364,030
Interest Receivable	12		12	85
<b>TOTAL ASSETS</b>	<b>\$ 5,801,139</b>	<b>\$ 220,117</b>	<b>\$ 6,021,256</b>	<b>\$ 6,079,745</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts Payable	\$	\$	\$	\$
Interest Payable	1,057,627		1,057,627	1,119,642
Total Liabilities	1,057,627		1,057,627	1,119,642
Fund Balances:				
Reserved for:				
Debt Service		220,117	220,117	244,188
Unreserved, Reported in:				
Debt Service Funds	4,743,512		4,743,512	4,715,915
<b>Total Fund Balances</b>	<b>4,743,512</b>	<b>220,117</b>	<b>4,963,629</b>	<b>4,960,103</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 5,801,139</b>	<b>\$ 220,117</b>	<b>\$ 6,021,256</b>	<b>\$ 6,079,745</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**ALL DEBT SERVICE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**For the Fiscal Year Ended June 30, 2010**  
*(With comparative totals for the fiscal year ended June 30, 2009)*

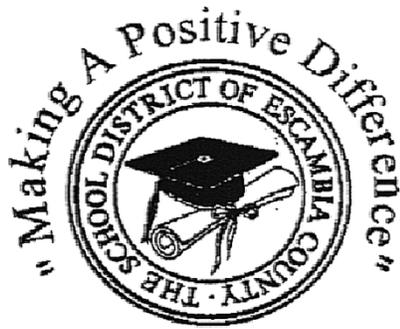
	<b>Debt Service Funds</b>			
	<b>Nonmajor</b>		<b>Totals</b>	
	<b>Other Debt Service Fund</b>	<b>State Board of Education (SBE) Bond Fund</b>	<b>2010</b>	<b>2009</b>
<b>REVENUES</b>				
State:				
CO and DS Withheld for SBE/COBI Bond	\$	\$ 1,383,223	\$ 1,383,223	\$ 1,377,051
Other State Sources		806	806	411
<b>Total State</b>		<b>1,384,029</b>	<b>1,384,029</b>	<b>1,377,462</b>
Local:				
Interest Income	6,962		6,962	72,893
<b>Total Local</b>	<b>6,962</b>		<b>6,962</b>	<b>72,893</b>
<b>Total Revenues</b>	<b>6,962</b>	<b>1,384,029</b>	<b>1,390,991</b>	<b>1,450,355</b>
<b>EXPENDITURES</b>				
Debt Service:				
Principal	2,761,200	960,000	3,721,200	3,555,009
Interest and Fiscal Charges	2,218,165	448,100	2,666,265	2,646,820
<b>Total Expenditures</b>	<b>4,979,365</b>	<b>1,408,100</b>	<b>6,387,465</b>	<b>6,201,829</b>
<b>Deficiency of Revenues Over Expenditures</b>	<b>(4,972,403)</b>	<b>(24,071)</b>	<b>(4,996,474)</b>	<b>(4,751,474)</b>
<b>OTHER FINANCING SOURCES</b>				
Transfer In	5,000,000		5,000,000	5,000,000
<b>Total Other Financing Sources</b>	<b>5,000,000</b>		<b>5,000,000</b>	<b>5,000,000</b>
<b>Net Change in Fund Balances</b>	<b>27,597</b>	<b>(24,071)</b>	<b>3,526</b>	<b>248,526</b>
Fund Balances, July 1	4,715,915	244,188	4,960,103	4,711,577
<b>Fund Balances, June 30</b>	<b>\$ 4,743,512</b>	<b>\$ 220,117</b>	<b>\$ 4,963,629</b>	<b>\$ 4,960,103</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**OTHER DEBT SERVICE - DEBT SERVICE FUND**  
**For the Fiscal Year Ended June 30, 2010**

	<i>Other Debt Service Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Local:				
Interest Income	\$	\$ 6,962	\$ 6,962	\$
Total Local		6,962	6,962	
<b>Total Revenues</b>		6,962	6,962	
<b>EXPENDITURES</b>				
Debt Service:				
Principal	2,761,000	2,761,200	2,761,200	
Interest and Fiscal Charges	2,223,815	2,218,165	2,218,165	
<b>Total Expenditures</b>	4,984,815	4,979,365	4,979,365	
<b>Deficiency of Revenues Over Expenditures</b>	(4,984,815)	(4,972,403)	(4,972,403)	
<b>OTHER FINANCING SOURCES</b>				
Transfer In	5,000,000	5,000,000	5,000,000	
<b>Total Other Financing Sources</b>	5,000,000	5,000,000	5,000,000	
<b>Net Change in Fund Balances</b>	15,185	27,597	27,597	
Fund Balances, July 1, 2009	4,715,915	4,715,915	4,715,915	
<b>Fund Balances, June 30, 2010</b>	\$ 4,731,100	\$ 4,743,512	\$ 4,743,512	\$

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**STATE BOARD OF EDUCATION (SBE) BOND - DEBT SERVICE FUND**  
**For the Fiscal Year Ended June 30, 2010**

	<i>State Board of Education (SBE) Bond Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
State:				
CO and DS Withheld for SBE/COBI Bond	\$ 1,407,123	\$ 1,383,223	\$ 1,383,223	\$
Other State Sources		806	806	
Total State	1,407,123	1,384,029	1,384,029	
<b>Total Revenues</b>	1,407,123	1,384,029	1,384,029	
<b>EXPENDITURES</b>				
Debt Service:				
Principal	960,000	960,000	960,000	
Interest and Fiscal Charges	447,123	448,100	448,100	
<b>Total Expenditures</b>	1,407,123	1,408,100	1,408,100	
<b>Deficiency of Revenues Over Expenditures</b>		(24,071)	(24,071)	
<b>Net Change in Fund Balances</b>		(24,071)	(24,071)	
Fund Balances, July 1, 2009	244,188	244,188	244,188	
<b>Fund Balances, June 30, 2010</b>	<b>\$ 244,188</b>	<b>\$ 220,117</b>	<b>\$ 220,117</b>	<b>\$</b>



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## **Capital Projects Funds**

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

### **Major Capital Projects Funds**

**Capital Projects - Other Fund** – To account for and report on funds received from various sources designated for construction and maintenance of schools.

### **Nonmajor Capital Projects Funds**

**Capital Outlay and Debt Service Fund** – To account for and report on the excess dollars received through the State's Capital Outlay/Debt Service (CO/DS) program, used for construction and maintenance of schools.

**Public Education Capital Outlay Fund** – To account for and report on funds received from the State for the construction and maintenance of schools.

**State Board of Education (SBE) Bond Fund** – To account for and report on proceeds received from the bonds issued by the State Board of Education on behalf of the District.

**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, renovation and remodeling projects, and debt service payments on revenue anticipation notes and certificates of participation.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**ALL CAPITAL PROJECTS FUNDS**  
**COMBINING BALANCE SHEET**  
**June 30, 2010**  
*(With comparative totals for June 30, 2009)*

	<b>Capital Projects Funds</b>				
	<b>Governmental Funds</b>				
	<b>Major Capital Projects - Other Fund</b>	<b>Local Capital Improvement Fund</b>	<b>Nonmajor Capital Outlay and Debt Service Fund</b>	<b>Public Education Capital Outlay Fund</b>	<b>State Board of Education (SBE) Bond Fund</b>
<b>ASSETS</b>					
Cash	\$ 78,771,508	\$ 14,621,070	\$ 818,636	\$ 81,322	\$
Investments					
Accounts Receivable					
Interest Receivable	4,445	1,681	123	33	
Due from Other Agencies	1,314,813			931,235	
<b>TOTAL ASSETS</b>	<b>\$ 80,090,766</b>	<b>\$ 14,622,751</b>	<b>\$ 818,759</b>	<b>\$ 1,012,590</b>	<b>\$</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts Payable	\$ 43,226	\$ 68,205	\$	\$ 12,398	\$
Construction Contracts Payable	919,357	1,814	35,937	14,992	
Construction Contracts Payable - Retainage	476,373				
Due to Other Funds	130,000			154,027	
<b>Total Liabilities</b>	<b>1,568,956</b>	<b>70,019</b>	<b>35,937</b>	<b>181,417</b>	
Fund Balances:					
Reserved for:					
Encumbrances	27,684,286	501,216	49,288	388,839	
Unreserved, Reported in:					
Capital Projects Funds	50,837,524	14,051,516	733,534	442,334	
<b>Total Fund Balances</b>	<b>78,521,810</b>	<b>14,552,732</b>	<b>782,822</b>	<b>831,173</b>	
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 80,090,766</b>	<b>\$ 14,622,751</b>	<b>\$ 818,759</b>	<b>\$ 1,012,590</b>	<b>\$</b>

**Capital Projects Funds**

**Governmental Funds**

**Totals**

**2010**

**2009**

\$	94,292,536	\$	90,798,241
	6,282		6,130
	<u>2,246,048</u>		<u>5,505,616</u>
\$	<u>96,544,866</u>	\$	<u>96,309,987</u>

\$	123,829	\$	2,272,750
	972,100		992,497
	476,373		881,521
	<u>284,027</u>		<u>311,118</u>
	<u>1,856,329</u>		<u>4,457,886</u>

	28,623,629		13,529,928
	<u>66,064,908</u>		<u>78,322,173</u>
	<u>94,688,537</u>		<u>91,852,101</u>
\$	<u>96,544,866</u>	\$	<u>96,309,987</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**ALL CAPITAL PROJECTS FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**For the Fiscal Year Ended June 30, 2010**  
*(With comparative totals for the fiscal year ended June 30, 2009)*

	<b>Capital Projects Funds</b>				
	<b>Governmental Funds</b>				
	<b>Major Capital Projects - Other Fund</b>	<b>Local Capital Improvement Fund</b>	<b>Nonmajor Capital Outlay &amp; Debt Service Fund</b>	<b>Public Education Capital Outlay Fund</b>	<b>State Board of Education (SBE) Bond Fund</b>
<b>REVENUES</b>					
State:					
CO and DS Distribution	\$	\$	\$ 204,806	\$	\$
Public Education Capital Outlay				821,950	
Other State Sources	409,165		17,756		
<b>Total State</b>	<b>409,165</b>		<b>222,562</b>	<b>821,950</b>	
Local:					
District School Taxes		20,066,464			
Sales Tax	18,742,256				
Interest Income	215,075	34,541	2,312	829	675
Other Local Sources	105			1,912	
<b>Total Local</b>	<b>18,957,436</b>	<b>20,101,005</b>	<b>2,312</b>	<b>2,741</b>	<b>675</b>
<b>Total Revenues</b>	<b>19,366,601</b>	<b>20,101,005</b>	<b>224,874</b>	<b>824,691</b>	<b>675</b>
<b>EXPENDITURES</b>					
Current Education:					
Facility Services	6,954,039	2,700,090	91,907	2,886,591	531,835
Fixed Capital Outlay:					
Facilities Acquisition and Construction	10,777,585	4,680,955		256,022	
Debt Service:					
Interest and Fiscal Charges			792		
<b>Total Expenditures</b>	<b>17,731,624</b>	<b>7,381,045</b>	<b>92,699</b>	<b>3,142,613</b>	<b>531,835</b>
<b>Excess of Revenues Over Expenditures</b>	<b>1,634,977</b>	<b>12,719,960</b>	<b>132,175</b>	<b>(2,317,922)</b>	<b>(531,160)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Long-Term Debt Issues:					
Bonds Issued					
Premium on Sale of Bonds					
Proceeds from Sale of Capital Assets	3,195,330				
Transfers Out	(409,165)	(11,586,960)		(800)	
<b>Total Other Financing Sources (Uses)</b>	<b>2,786,165</b>	<b>(11,586,960)</b>		<b>(800)</b>	
<b>Net Change in Fund Balances</b>	<b>4,421,142</b>	<b>1,133,000</b>	<b>132,175</b>	<b>(2,318,722)</b>	<b>(531,160)</b>
Fund Balances, July 1, 2009	74,100,668	13,419,732	650,647	3,149,895	531,160
<b>Fund Balances, June 30, 2010</b>	<b>\$ 78,521,810</b>	<b>\$ 14,552,732</b>	<b>\$ 782,822</b>	<b>\$ 831,173</b>	<b>\$</b>

<u>Capital Projects Funds</u>	
<u>Governmental Funds</u>	
<u>Totals</u>	
<u>2010</u>	<u>2009</u>
\$ 204,806	\$ 234,860
821,950	3,264,046
<u>426,921</u>	<u>555,361</u>
<u>1,453,677</u>	<u>4,054,267</u>
20,066,464	27,210,547
18,742,256	19,438,020
253,432	907,154
<u>2,017</u>	<u>250,000</u>
<u>39,064,169</u>	<u>47,805,721</u>
<u>40,517,846</u>	<u>51,859,988</u>
13,164,462	18,775,077
15,714,562	37,948,078
<u>792</u>	<u>773</u>
<u>28,879,816</u>	<u>56,723,928</u>
<u>11,638,030</u>	<u>(4,863,940)</u>
3,195,330	
<u>(11,996,925)</u>	<u>(15,817,649)</u>
<u>(8,801,595)</u>	<u>(15,817,649)</u>
2,836,435	(20,681,589)
<u>91,852,102</u>	<u>112,533,691</u>
<u>\$ 94,688,537</u>	<u>\$ 91,852,102</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**CAPITAL PROJECTS FUND - LOCAL CAPITAL IMPROVEMENT**  
**For the Fiscal Year Ended June 30, 2010**

	<i>Local Capital Improvement Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Local:				
District School Taxes	\$ 18,919,668	\$ 20,066,464	\$ 20,066,464	\$
Interest Income		34,541	34,541	
<b>Total Local</b>	<b>18,919,668</b>	<b>20,101,005</b>	<b>20,101,005</b>	
<b>Total Revenues</b>	<b>18,919,668</b>	<b>20,101,005</b>	<b>20,101,005</b>	
<b>EXPENDITURES</b>				
Current - Education:				
Facility Services:				
Furniture, Fixtures, and Equipment	688,300	1,384,235	854,962	529,273
Improvements Other Than Buildings	173,938	259,683	73,547	186,136
Remodeling and Renovations	3,324,859	3,461,659	1,771,581	1,690,078
<b>Total Facility Services</b>	<b>4,187,097</b>	<b>5,105,577</b>	<b>2,700,090</b>	<b>2,405,487</b>
Fixed Capital Outlay:				
Facilities Acquisition and Construction:				
Buildings and Fixed Equipment	843,787	667,773	46,595	621,178
Furniture, Fixtures, and Equipment	4,383,979	3,610,499	1,971,148	1,639,351
Motor Vehicles	2,981,342	2,981,342	2,614,602	366,740
Improvements Other Than Buildings	200,000	246,715	46,715	200,000
Remodeling and Renovations	17,756	19,651	1,895	17,756
Computer Software	8,948			-
<b>Total Facilities Acquisition and Construction</b>	<b>8,435,812</b>	<b>7,525,980</b>	<b>4,680,955</b>	<b>2,845,025</b>
<b>Total Expenditures</b>	<b>12,622,909</b>	<b>12,631,557</b>	<b>7,381,045</b>	<b>5,250,512</b>
<b>Excess of Revenues Over Expenditures</b>	<b>6,296,759</b>	<b>7,469,448</b>	<b>12,719,960</b>	<b>5,250,512</b>
<b>Other Financing Uses</b>				
Transfers Out	(11,836,845)	(11,586,960)	(11,586,960)	
<b>Total Other Financing Uses</b>	<b>(11,836,845)</b>	<b>(11,586,960)</b>	<b>(11,586,960)</b>	
<b>Net Change in Fund Balances</b>	<b>(5,540,086)</b>	<b>(4,117,512)</b>	<b>1,133,000</b>	<b>5,250,512</b>
Fund Balances, July 1, 2009	13,419,732	13,419,732	13,419,732	
<b>Fund Balances, June 30, 2010</b>	<b>\$ 7,879,646</b>	<b>\$ 9,302,220</b>	<b>\$ 14,552,732</b>	<b>\$ 5,250,512</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**CAPITAL PROJECTS FUND - CAPITAL OUTLAY AND DEBT SERVICE**  
**For the Fiscal Year Ended June 30, 2010**

	<b>Capital Outlay and Debt Service Fund</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
State:				
CO and DS Distribution	\$ 229,037	\$ 204,806	\$ 204,806	\$
Interest on Undistributed CO and DS		17,756	17,756	
<b>Total State</b>	<b>229,037</b>	<b>222,562</b>	<b>222,562</b>	
Local:				
Interest Income		2,312	2,312	
<b>Total Local</b>		<b>2,312</b>	<b>2,312</b>	
<b>Total Revenues</b>	<b>229,037</b>	<b>224,874</b>	<b>224,874</b>	
<b>EXPENDITURES</b>				
Current - Education:				
Facility Services:				
Improvements Other Than Buildings	28,304	62,604	28,776	33,828
Remodeling and Renovations	832,284	790,716	63,130	727,586
<b>Total Facility Services</b>	<b>860,588</b>	<b>853,320</b>	<b>91,906</b>	<b>761,414</b>
Fixed Capital Outlay:				
Facilities Acquisition and Construction:				
Buildings and Fixed Equipment				
Improvements Other Than Buildings	11,289	11,289		11,289
<b>Total Facilities Acquisition and Construction</b>	<b>11,289</b>	<b>11,289</b>		<b>11,289</b>
Debt Service:				
Dues and Fees		792	792	
<b>Total Debt Service</b>		<b>792</b>	<b>792</b>	
<b>Total Expenditures</b>	<b>871,877</b>	<b>865,401</b>	<b>92,698</b>	<b>772,703</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(642,840)</b>	<b>(640,527)</b>	<b>132,176</b>	<b>772,703</b>
<b>Net Change in Fund Balances</b>	<b>(642,840)</b>	<b>(640,527)</b>	<b>132,176</b>	<b>772,703</b>
Fund Balances, July 1, 2009	650,647	650,647	650,646	
<b>Fund Balances, June 30, 2010</b>	<b>\$ 7,807</b>	<b>\$ 10,120</b>	<b>\$ 782,822</b>	<b>\$ 772,703</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**CAPITAL PROJECTS FUND - PUBLIC EDUCATION CAPITAL OUTLAY**  
**For the Fiscal Year Ended June 30, 2010**

	<i>Public Education Capital Outlay Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
State:				
Public Education Capital Outlay	\$ 821,950	\$ 821,950	\$ 821,950	\$
Total State	821,950	821,950	821,950	
Local:				
Interest Income		829	829	
Other Local Revenue		1,912	1,912	
Total Local		2,741	2,741	
<b>Total Revenues</b>	821,950	824,691	824,691	
<b>EXPENDITURES</b>				
Current - Education:				
Facility Services:				
Furniture, Fixtures, and Equipment		1,980	1,980	
Improvements Other Than Buildings	195,058	114,608	114,608	
Remodeling and Renovations	3,584,720	3,590,677	2,770,003	820,674
Total Facility Services	3,779,778	3,707,265	2,886,591	820,674
Fixed Capital Outlay:				
Facilities Acquisition and Construction:				
Buildings and Fixed Equipment	523			
Improvements Other Than Buildings	36,168	87,200	87,200	
Remodeling and Renovations	138,386	168,822	168,822	
Land				
Total Facilities Acquisition and Construction	175,077	256,022	256,022	
<b>Total Expenditures</b>	3,954,855	3,963,287	3,142,613	820,674
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(3,132,905)	(3,138,596)	(2,317,922)	820,674
<b>Other Financing Uses</b>				
Transfers Out	(800)	(800)	(800)	
<b>Total Other Financing Uses</b>	(800)	(800)	(800)	
<b>Net Change in Fund Balances</b>	(3,133,705)	(3,139,396)	(2,318,722)	820,674
Fund Balances, July 1, 2009	3,149,895	3,149,895	3,149,895	
<b>Fund Balances, June 30, 2010</b>	<u>\$ 16,190</u>	<u>\$ 10,499</u>	<u>\$ 831,173</u>	<u>\$ 820,674</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**CAPITAL PROJECTS FUND - STATE BOARD OF EDUCATION (SBE) BOND**  
**For the Fiscal Year Ended June 30, 2010**

	<i>State Board of Education (SBE) Bond Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Local:				
Interest Income	\$	\$ 675	\$ 675	\$
Total Local		675	675	
<b>Total Revenues</b>		675	675	
<b>EXPENDITURES</b>				
Current - Education:				
Facility Services:				
Remodeling and Renovations	531,160	531,835	531,835	
Total Facility Services	531,160	531,835	531,835	
Fixed Capital Outlay:				
Facilities Acquisition and Construction:				
Buildings and Fixed Equipment				
Total Facilities Acquisition and Construction				
<b>Total Expenditures</b>	531,160	531,835	531,835	
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(531,160)	(531,160)	(531,160)	
<b>Net Change in Fund Balances</b>	(531,160)	(531,160)	(531,160)	
Fund Balances, July 1, 2009	531,160	531,160	531,160	
<b>Fund Balances, June 30, 2010</b>	\$	\$	\$	\$

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**CAPITAL PROJECTS FUND - OTHER CAPITAL PROJECTS**  
**For the Fiscal Year Ended June 30, 2010**

	<i>Capital Projects - Other Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
State:				
Charter School Capital Outlay	\$ 484,153	\$ 409,165	\$ 409,165	\$
Total State Sources	484,153	409,165	409,165	
Local:				
Local Sales Taxes	19,000,000	18,742,256	18,742,256	
Interest Income		215,075	215,075	
Other Local Revenue		105	105	
Total Local	19,000,000	18,957,436	18,957,436	
<b>Total Revenues</b>	<b>19,484,153</b>	<b>19,366,601</b>	<b>19,366,601</b>	
<b>EXPENDITURES</b>				
Current - Education:				
Facility Services:				
Furniture, Fixtures, and Equipment	231,527	684,157	483,174	200,983
Improvements Other Than Buildings	347,244	1,854,304	471,776	1,382,528
Remodeling and Renovations	13,026,885	22,245,259	5,999,089	16,246,170
Computer Software	1,448	1,448		1,448
Audio Visual				
Total Facility Services	13,607,104	24,785,168	6,954,039	17,831,129
Fixed Capital Outlay:				
Facilities Acquisition and Construction				
Buildings and Fixed Equipment	51,795,485	58,994,754	8,368,488	50,626,266
Furniture, Fixtures, and Equipment	931,572	1,007,231	441,199	566,032
Land	572,819	1,326,378	438,774	887,604
Improvements Other Than Buildings	295,263	3,429,930	1,009,528	2,420,402
Remodeling and Renovations	374,519	2,765,844	519,596	2,246,248
Total Facilities Acquisition and Construction	53,969,658	67,524,137	10,777,585	56,746,552
<b>Total Expenditures</b>	<b>67,576,762</b>	<b>92,309,305</b>	<b>17,731,624</b>	<b>74,577,681</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(48,092,609)</b>	<b>(72,942,704)</b>	<b>1,634,977</b>	<b>74,577,681</b>
<b>Other Financing Sources (Uses)</b>				
Proceeds from the Sale of Capital Assets		3,195,330	3,195,330	
Transfers Out	(484,153)	(409,165)	(409,165)	
<b>Total Other Financing Uses</b>	<b>(484,153)</b>	<b>2,786,165</b>	<b>2,786,165</b>	
<b>Net Change in Fund Balances</b>	<b>(48,576,762)</b>	<b>(70,156,539)</b>	<b>4,421,142</b>	<b>74,577,681</b>
Fund Balances, July 1, 2009	74,100,668	74,100,668	74,100,668	
<b>Fund Balances, June 30, 2010</b>	<b>\$ 25,523,906</b>	<b>\$ 3,944,129</b>	<b>\$ 78,521,810</b>	<b>\$ 74,577,681</b>

## **Internal Service Funds**

**Internal Service Funds are nonmajor proprietary funds and are reported as Governmental-Type activities. They are used to account for the financing of goods or services provided by one department to other departments within the school district on a cost reimbursement basis. The following funds are included in the Internal Service Funds:**

**Risk Management Fund – To account for and report on funds received for and used by the District’s self-insured property, casualty, liability, and workers’ compensation program.**

**Employee Benefit Trust Fund– To account for and report on funds received for and used to pay for life, health and dental insurance issued under the District’s Self-Insurance Program.**

**Warehouse Operations Fund – To account for and report on funds received for and used by the District’s Warehouse operation.**

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**PROPRIETARY FUNDS - ALL INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF NET ASSETS**  
**June 30, 2010**  
*(With comparative totals for June 30, 2009)*

	<b>Governmental Activities</b>				
	<b>Proprietary Funds - Internal Service Funds</b>				
	<b>Self-Insurance</b>			<b>Totals</b>	
	<b>Risk Management Fund</b>	<b>Employee Benefit Trust Fund</b>	<b>Warehouse Operations Fund</b>	<b>2010</b>	<b>2009</b>
<b>ASSETS</b>					
Current Assets:					
Cash and Cash Equivalents	\$ 22,390,124	\$ 19,632,775	\$	\$ 42,022,899	\$ 42,002,966
Accounts Receivable, Net	108,536	96,507		205,043	134,933
Interest Receivable	3,739			3,739	5,231
Due From Other Funds					1,523,996
<b>TOTAL ASSETS</b>	<b>\$ 22,502,399</b>	<b>\$ 19,729,282</b>	<b>\$</b>	<b>\$ 42,231,681</b>	<b>\$ 43,667,126</b>
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts Payable	\$	\$ 53,658	\$	\$ 53,658	\$ 35,374
Due to Other Agencies	8,417			8,417	30,566
Deferred Revenue		3,255,501		3,255,501	3,302,719
Estimated Insurance Claims Payable	3,105,723	4,298,696		7,404,419	7,743,785
<b>Total Current Liabilities</b>	<b>3,114,140</b>	<b>7,607,855</b>		<b>10,721,995</b>	<b>11,112,444</b>
Non-Current Liabilities:					
Estimated Insurance Claims Payable	19,388,259			19,388,259	18,097,287
<b>Total Liabilities</b>	<b>22,502,399</b>	<b>7,607,855</b>		<b>30,110,254</b>	<b>29,209,731</b>
<b>NET ASSETS</b>					
Restricted for Employee Benefits		12,121,427		12,121,427	14,457,395
<b>Total Net Assets</b>		<b>12,121,427</b>		<b>12,121,427</b>	<b>14,457,395</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 22,502,399</b>	<b>\$ 19,729,282</b>	<b>\$</b>	<b>\$ 42,231,681</b>	<b>\$ 43,667,126</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**PROPRIETARY FUNDS - ALL INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN FUND NET ASSETS**  
**For the Fiscal Year Ended June 30, 2010**  
**(With comparative totals for June 30, 2009)**

	<b>Governmental Activities</b>				
	<b>Proprietary Funds - Internal Service Funds</b>				
	<b>Self-Insurance</b>			<b>Totals</b>	
	<b>Risk Management Fund</b>	<b>Employee Benefit Trust Fund</b>	<b>Warehouse Operations Fund</b>	<b>2010</b>	<b>2009</b>
<b>OPERATING REVENUES</b>					
Charges for Services	\$	\$	\$ 938,578	\$ 938,578	\$ 979,750
Premium Revenues	4,204,292	38,541,771		42,746,063	43,465,120
Other Operating Revenues		433,885		433,885	516,942
<b>Total Operating Revenues</b>	<b>4,204,292</b>	<b>38,975,656</b>	<b>938,578</b>	<b>44,118,526</b>	<b>44,961,812</b>
<b>OPERATING EXPENSES</b>					
Salaries	238,192	203,915	749,297	1,191,404	1,255,949
Employees Benefits	2,739,139	57,996	189,281	2,986,416	444,981
Purchased Services	351,426	3,304,497		3,655,923	3,729,574
Energy Services	3,893	1,646		5,539	5,092
Material and Supplies	3,429	1,450		4,879	6,514
Capital Outlay					5,672
Other Expenses	933,336	37,791,861		38,725,197	1,311,728
Insurance Claims					40,601,847
<b>Total Operating Expenses</b>	<b>4,269,415</b>	<b>41,361,365</b>	<b>938,578</b>	<b>46,569,358</b>	<b>47,361,357</b>
<b>Operating Loss</b>	<b>(65,123)</b>	<b>(2,385,709)</b>		<b>(2,450,832)</b>	<b>(2,399,545)</b>
<b>NONOPERATING REVENUES</b>					
Interest	65,123	49,741		114,864	326,637
Loss Recoveries					
<b>Total Nonoperating Revenues</b>	<b>65,123</b>	<b>49,741</b>		<b>114,864</b>	<b>326,637</b>
<b>Change in Net Assets</b>		<b>(2,335,968)</b>		<b>(2,335,968)</b>	<b>(2,072,908)</b>
Total Net Assets, July 1		14,457,395		14,457,395	16,530,303
<b>Total Net Assets, June 30</b>	<b>\$</b>	<b>\$ 12,121,427</b>	<b>\$</b>	<b>\$ 12,121,427</b>	<b>\$ 14,457,395</b>

**DISTRICT SCHOOL BOARD OF ESCAMBA COUNTY, FLORIDA**  
**PROPRIETARY FUNDS - ALL INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
For the Fiscal Year Ended June 30, 2010  
(With comparative totals for June 30, 2009)

	<b>Governmental Activities</b>				
	<b>Proprietary Funds - Internal Service Funds</b>				
	<b>Self-Insurance</b>			<b>Totals</b>	
	<b>Risk Management Fund</b>	<b>Employee Benefit Trust Fund</b>	<b>Warehouse Operations Fund</b>	<b>2010</b>	<b>2009</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash Received from Board Funds and Participants	\$ 4,204,292	\$ 38,857,354	\$ 938,578	\$ 44,000,224	\$ 44,043,001
Cash Payments to Suppliers for Goods and Services	(381,212)	(5,067,538)	-	(5,448,750)	(5,608,482)
Cash Payments to Employees for Services	(300,128)	(261,911)	(938,578)	(1,500,617)	(2,270,264)
Cash Payments for Insurance Claims	(2,817,657)	(35,853,619)		(38,671,276)	(40,362,537)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>705,295</b>	<b>(2,325,714)</b>		<b>(1,620,419)</b>	<b>(4,198,282)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Sale of Investments	-				27,079,493
Interest Income	66,615	49,741		116,356	327,654
<b>Net Cash Provided by Investment Activities</b>	<b>66,615</b>	<b>49,741</b>		<b>116,356</b>	<b>27,407,147</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>771,910</b>	<b>(2,275,973)</b>		<b>(1,504,063)</b>	<b>23,208,865</b>
Beginning Cash and Cash Equivalents	21,618,214	21,908,748		43,526,962	18,794,101
<b>Ending Cash and Cash Equivalents</b>	<b>\$ 22,390,124</b>	<b>\$ 19,632,775</b>	<b>\$</b>	<b>\$ 42,022,899</b>	<b>\$ 42,002,966</b>
<b>Reconciliation of Operating Loss to Net Cash Provided (Used) by Operating Activities:</b>					
Operating Loss	\$ (65,123)	\$ (2,385,709)	\$	\$ (2,450,832)	\$ (2,399,545)
Adjustments to Reconcile Operating Loss to Net Cash Provided (Used) by Operating Activities:					
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable		(71,084)		(71,084)	98,673
(Increase) in Due From Other Funds					(958,553)
Increase in Accounts Payable		12,616		12,616	14,329
Decrease in Accrued Liabilities					(421,684)
Decrease in Due to Other Funds					(728,709)
Decrease in Due to Other Agencies	(22,149)			(22,149)	(54,747)
Decrease in Unearned Revenue		(47,218)		(47,218)	(59,906)
Increase in Estimated Insurance Claims Payable	792,567	165,681		958,248	311,860
<b>Total Adjustments</b>	<b>770,418</b>	<b>59,995</b>		<b>830,413</b>	<b>(1,798,737)</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 705,295</b>	<b>\$ (2,325,714)</b>	<b>\$</b>	<b>\$ (1,620,419)</b>	<b>\$ (4,198,282)</b>

## **Agency Funds**

**Agency Funds are Fiduciary Funds and are used to account for resources held by the District in a trustee capacity or as an agent for individuals or private organizations. These resources include student and club activities funds that are held in trust for student, athletic, class, club activities, etc. and a voluntary employee benefits program.**

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
*June 30, 2010*

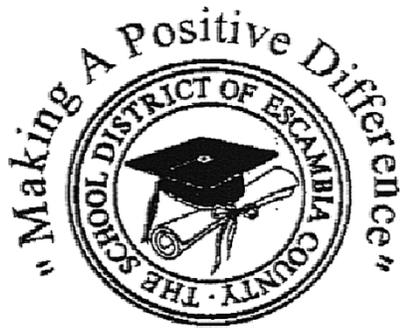
	<u>Total</u>	<u>Agency Funds Student and Club Activities</u>	<u>Employee Benefits</u>
<b>ASSETS</b>			
Cash	\$ 3,120,816	\$ 2,695,293	\$ 425,523
<b>LIABILITIES</b>			
Payroll Deductions and Withholdings	360,705		360,705
Due to Other Funds	96,467	31,649	64,818
Internal Accounts Payable	2,663,644	2,663,644	
Total Liabilities	\$ 3,120,816	\$ 2,695,293	\$ 425,523

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS - AGENCY FUNDS**  
**For the Fiscal Year Ended June 30, 2010**

	<b>Student and Club Activities</b>			<b>June 30, 2010</b>
	<b>June 30, 2009</b>	<b>Additions</b>	<b>Deletions</b>	
<b>Assets</b>				
Cash	\$ 2,764,018	\$ 6,657,007	\$ 6,725,732	\$ 2,695,293
<b>Liabilities</b>				
Accounts Payable and Other Current Liabilities	\$ 2,764,018	\$ 6,657,007	\$ 6,725,732	\$ 2,695,293

	<b>Employee Benefits Program</b>			<b>June 30, 2010</b>
	<b>June 30, 2009</b>	<b>Additions</b>	<b>Deletions</b>	
<b>Assets</b>				
Cash	\$ 357,367	\$ 1,006,886	\$ 938,730	\$ 425,523
<b>Liabilities</b>				
Accounts Payable and Other Current Liabilities	\$ 357,367	\$ 1,006,886	\$ 938,730	\$ 425,523

	<b>Total</b>			<b>June 30, 2010</b>
	<b>June 30, 2009</b>	<b>Additions</b>	<b>Deletions</b>	
<b>Assets</b>				
Cash	\$ 3,121,385	\$ 7,663,893	\$ 7,664,462	\$ 3,120,816
<b>Liabilities</b>				
Accounts Payable and Other Current Liabilities	\$ 3,121,385	\$ 7,663,893	\$ 7,664,462	\$ 3,120,816



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### **Discretely Presented Component Units**

The component units' columns in the basic financial statements, include the financial data of the District's discretely presented component units.

### **Nonmajor Discretely Presented Component Units**

The Escambia County Public Schools Foundation for Excellence, Inc. (the "Foundation") is a not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to raise funds, receive, hold, invest, and administer property and to make expenditures for the benefit of the District. Section 1001.453, Florida Statutes, requires the Foundation to be authorized and approved by the District. The stated mission of the Foundation is to enhance the quality of education in Escambia County Public Schools through raising and distributing funds and in-kind contributions, fostering involvement in the public schools by business and community, and by providing recognition and rewards for outstanding contributions to and performance within the public school system. The Foundation is considered to be a component unit of the District because the District must approve all members of the Foundation Board and the District has the ability to impose its will on the Foundation. It is considered to be a discretely presented component unit because the two boards are not the same.

Escambia Charter School, Inc., Beulah Academy of Science, Inc., Byrneville Elementary School, Inc., Jacqueline Harris Preparatory Academy, and Pensacola Beach Elementary School, Inc. (Charter Schools) are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not-For-Profit Corporation Act, and Section 1002.33, Florida Statutes. These five charter schools operate under charters approved by their sponsor, the Board, and are considered to be component units of the District since they cannot levy taxes and are fiscally dependent on the District to levy taxes for their support.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET ASSETS**  
**COMPONENT UNITS**  
**June 30, 2010**

	<b>Charter Schools</b>				
	<b>Beulah Academy of Science, Inc.</b>	<b>Jacqueline Harris Preparatory Academy</b>	<b>Pensacola Beach Elementary School, Inc.</b>	<b>Escambia Charter School Inc.</b>	<b>Byrneville Elementary School, Inc.</b>
<b>ASSETS</b>					
Cash	\$ 776,312	\$ 77,513	\$ 183,275	\$ 447,283	\$ 515,169
Investments			1,000,000	46,985	275,551
Accounts Receivable		44,209	8,978		611
Deposits Receivable		2,016			
Prepaid Items	18,494		25,335	12,000	
Due from Other Agencies					
Other Assets					
Capital Assets:					
Non-Depreciable Capital Assets	428,690				
Depreciable Capital Assets, Net	1,919,878	590,211	2,055,709	393,187	179,763
<b>Total Assets</b>	<b>\$ 3,143,374</b>	<b>\$ 713,949</b>	<b>\$ 3,273,297</b>	<b>\$ 899,455</b>	<b>\$ 971,094</b>
<b>LIABILITIES</b>					
Accounts Payable and Other Current Liabilities	\$ 3,157	\$ 54,422	\$ 28,451	\$ 20,723	\$ 45,212
Non-Current Liabilities:					
Portion Due or Payable Within One Year:					
Notes Payable	199,937	41,955		16,602	
Obligations Under Capital Leases		62,881		47,138	
Compensated Absences Payable			13,772	4,047	8,119
Portion Due or Payable After One Year:					
Notes Payable	1,219,048	181,161		27,749	
Obligations Under Capital Leases		153,340		9,851	
Compensated Absences Payable			11,903	9,472	8,155
<b>Total Liabilities</b>	<b>1,422,142</b>	<b>493,759</b>	<b>54,126</b>	<b>135,582</b>	<b>61,486</b>
<b>NET ASSETS</b>					
Invested in Capital Assets, Net of Related Debt	929,583	150,874	2,055,709	291,847	179,763
Restricted for:					
Debt Service	140,000				
Capital Projects			65,160		
Scholarships, Endowments, and Other Programs					
Unrestricted	651,649	69,316	1,098,302	472,026	729,845
<b>Total Net Assets - Component Units</b>	<b>1,721,232</b>	<b>220,190</b>	<b>3,219,171</b>	<b>763,873</b>	<b>909,608</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 3,143,374</b>	<b>\$ 713,949</b>	<b>\$ 3,273,297</b>	<b>\$ 899,455</b>	<b>\$ 971,094</b>

<b>Total Charter Schools</b>	<b>The Escambia County Public Schools Foundation for Excellence, Inc.</b>	<b>Total Component Units</b>
\$ 1,999,552	\$ 177,663	\$ 2,177,215
	252,000	1,574,536
53,798	56,235	110,033
2,016		2,016
55,829		55,829
428,690		428,690
5,138,748	1,443	5,140,191
<b>\$ 7,678,633</b>	<b>\$ 487,341</b>	<b>\$ 9,488,510</b>
\$ 151,965	\$	\$ 151,965
258,494		258,494
110,019		110,019
25,938		25,938
1,427,958		1,427,958
163,191		163,191
29,530		29,530
2,167,095		2,167,095
3,607,776	1,443	3,609,219
140,000		140,000
65,160		65,160
	348,065	348,065
3,021,138	137,833	3,158,971
6,834,074	487,341	7,321,415
<b>\$ 9,001,169</b>	<b>\$ 487,341</b>	<b>\$ 9,488,510</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES - COMPONENT UNITS**  
*For the Fiscal Year Ended June 30, 2010*

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Charter Schools</b>				
Governmental Activities:				
Instruction	\$ 3,025,416	\$	\$ 400,751	\$
Pupil Personnel Services	40,220			
Instructional Media Services	20,139			
Instruction and Curriculum Development Services	22,997			
Instructional Staff Training Services	10,614		1,714	
Board of Education	1,126			
General Administration	41,888			
School Administration	828,779			
Facility Services	405,359	140,400	127,837	
Fiscal Services	145,228			
Food Services	211,570	54,151	722	22,056
Central Services	142,575			
Pupil Transportation Services	478,344		217,536	
Operation of Plant	556,125			
Maintenance of Plant	133,153		10,890	
Community Services	809	763	3,005	
Interest on Long-Term Debt	173,974			
<b>Total Charter Schools</b>	<b>6,238,316</b>	<b>195,314</b>	<b>762,455</b>	<b>22,056</b>
<b>The Escambia County Public Schools Foundation For Excellence, Inc.</b>	<b>483,918</b>			
<b>Total Component Units</b>	<b>\$ 6,722,234</b>	<b>\$ 195,314</b>	<b>\$ 762,455</b>	<b>\$ 22,056</b>

General Revenues:  
 Grants and Contributions Not Restricted to Specific Programs  
 Unrestricted Investment Earnings  
 Miscellaneous

**Total General Revenues**

**Change in Net Assets**

Net Assets, July 1, 2009

**Net Assets, June 30, 2010**

**Net (Expenses) Revenue and Changes in Net Assets**

<b><u>Total Charter Schools</u></b>	<b><u>The Escambia County Public Schools Foundation For Excellence, Inc.</u></b>	<b><u>Total Component Units</u></b>
\$ (2,624,665)	\$	\$ (2,624,665)
(40,220)		(40,220)
(20,139)		(20,139)
(22,997)		(22,997)
(8,900)		(8,900)
(1,126)		(1,126)
(41,888)		(41,888)
(828,779)		(828,779)
(137,122)		(137,122)
(145,228)		(145,228)
(134,641)		(134,641)
(142,575)		(142,575)
(260,808)		(260,808)
(556,125)		(556,125)
(122,263)		(122,263)
2,959		2,959
<u>(173,974)</u>		<u>(173,974)</u>
<u>(5,258,491)</u>		<u>(5,258,491)</u>
	<u>(483,918)</u>	<u>(483,918)</u>
<u>(5,258,491)</u>	<u>(483,918)</u>	<u>(5,742,409)</u>
5,484,846	495,766	5,980,612
48,089	5,792	53,881
<u>192,331</u>		<u>192,331</u>
<u>5,725,266</u>	<u>501,558</u>	<u>6,226,824</u>
466,775	17,640	484,415
<u>6,367,299</u>	<u>469,701</u>	<u>6,837,000</u>
<u>\$ 6,834,074</u>	<u>\$ 487,341</u>	<u>\$ 7,321,415</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES - COMPONENT UNIT**  
**For the Fiscal Year Ended June 30, 2010**

**Beulah Academy of Science, Inc.**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Charges for Services</b>	<b>Program Revenues</b>		<b>Total Beulah Academy of Science, Inc.</b>
			<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	
<b>Charter School</b>					
Governmental Activities:					
Instruction	\$ 665,400	\$	\$ 100,103	\$	\$ (565,297)
Pupil Personnel Services	2,546				(2,546)
Instructional Media Services	3,173				(3,173)
Instruction and Curriculum Development Services	47				(47)
Instructional Staff Training Services	570		326		(244)
Board of Education					
General Administration					
School Administration	210,691				(210,691)
Facility Services	4,046				(4,046)
Fiscal Services	12,000				(12,000)
Food Services	178,107	54,151			(123,956)
Central Services	90,329				(90,329)
Pupil Transportation Services	205,831		106,555		(99,276)
Operation of Plant	193,685				(193,685)
Maintenance of Plant	55,083				(55,083)
Community Services					
Interest on Long-Term Debt	83,245				(83,245)
Unallocated Depreciation					
<b>Total Charter School</b>	<b>\$ 1,704,753</b>	<b>\$ 54,151</b>	<b>\$ 206,984</b>	<b>\$</b>	<b>(1,443,618)</b>
General Revenues:					
Grants and Contributions Not Restricted to Specific Programs					1,510,537
Unrestricted Investment Earnings					8,981
<b>Total General Revenues</b>					<b>1,519,518</b>
<b>Change in Net Assets</b>					<b>75,900</b>
Net Assets, July 1, 2009					1,645,332
<b>Net Assets, June 30, 2010</b>					<b>\$ 1,721,232</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES - COMPONENT UNIT**  
*For the Fiscal Year Ended June 30, 2010*

**Jacqueline Harris Preparatory Academy**

<u>Expenses</u>	<u>Program Revenues</u>		<u>Total Jacqueline Harris Preparatory Academy</u>
	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Functions/Programs</b>			
<b>Charter School</b>			
Governmental Activities:			
Instruction	\$ 616,263	\$	\$ (616,263)
Pupil Personnel Services			
Instructional Media Services			
Instruction and Curriculum Development Services	20,339		(20,339)
Instructional Staff Training Services	788		(788)
Board of Education	676		(676)
General Administration	1,801		(1,801)
School Administration	266,466		(266,466)
Facility Services			
Fiscal Services	46,539		(46,539)
Food Services	9,469		(9,469)
Central Services			
Pupil Transportation Services	69,725		(69,725)
Operation of Plant	240,437		(240,437)
Maintenance of Plant	50,004		(50,004)
Community Services			
Interest on Long-Term Debt	79,102		(79,102)
Unallocated Depreciation			
<b>Total Charter School</b>	<b>\$ 1,401,609</b>	<b>\$</b>	<b>\$ (1,401,609)</b>
General Revenues:			
Grants and Contributions Not Restricted to Specific Programs			1,365,245
Miscellaneous			151,674
<b>Total General Revenues</b>			<b>1,516,919</b>
<b>Change in Net Assets</b>			<b>115,310</b>
Net Assets, July 1, 2009			104,880
<b>Net Assets, June 30, 2010</b>			<b>\$ 220,190</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES - COMPONENT UNIT**  
**For the Fiscal Year Ended June 30, 2010**

**Pensacola Beach Elementary School, Inc.**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Charges for Services</b>	<b>Program Revenues</b>		<b>Total Pensacola Beach Elementary School, Inc.</b>
			<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	
<b>Charter School</b>					
Governmental Activities:					
Instruction	\$ 585,717	\$	\$ 26,719	\$	\$ (558,998)
Pupil Personnel Services					
Instructional Media Services	11,219				(11,219)
Instruction and Curriculum Development Services	1,561				(1,561)
Instructional Staff Training Services	623				(623)
Board of Education					
General Administration	19,951				(19,951)
School Administration	149,754				(149,754)
Facility Services	327,018	140,400	120,556		(66,062)
Fiscal Services	28,427				(28,427)
Food Services	228				(228)
Central Services					
Pupil Transportation Services	31,353				(31,353)
Operation of Plant	7,579				(7,579)
Maintenance of Plant	7,432				(7,432)
Community Services	537	763	3,005		3,231
Interest on Long-Term Debt					
Pensacola Beach Elementary Building Foundation					
<b>Total Charter School</b>	<b>\$ 1,171,399</b>	<b>\$ 141,163</b>	<b>\$ 150,280</b>	<b>\$</b>	<b>(879,956)</b>
General Revenues:					
Grants and Contributions Not Restricted to Specific Programs					871,481
Unrestricted Investment Earnings					26,061
Miscellaneous					10,310
<b>Total General Revenues</b>					<b>907,852</b>
<b>Change in Net Assets</b>					<b>27,896</b>
Net Assets, July 1, 2009					3,191,275
<b>Net Assets, June 30, 2010</b>					<b>\$ 3,219,171</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES - COMPONENT UNIT**  
**For the Fiscal Year Ended June 30, 2010**

**Escambia Charter School, Inc.**

Functions/Programs	Expenses	Program Revenues		Total Escambia Charter School, Inc.
		Charges for Services	Operating Grants and Contributions	
<b>Charter School</b>				
Governmental Activities:				
Instruction	\$ 432,443	\$	\$ 172,286	\$ (260,157)
Pupil Personnel Services	34,910			(34,910)
Instructional Media Services	5,442			(5,442)
Instruction and Curriculum Development Services	690			(690)
Instructional Staff Training Services	5,225			(5,225)
Board of Education	450			(450)
General Administration				
School Administration	8,225			(8,225)
Facility Services	67,567			(67,567)
Fiscal Services	44,547			(44,547)
Food Services				
Central Services	52,246			(52,246)
Pupil Transportation Services	118,202		49,239	(68,963)
Operation of Plant	50,070			(50,070)
Maintenance of Plant	9,500			(9,500)
Community Services	272			(272)
Interest on Long-Term Debt	11,627			(11,627)
Unallocated Depreciation				
<b>Total Charter School</b>	<b>\$ 841,416</b>	<b>\$</b>	<b>\$ 221,525</b>	<b>\$ (619,891)</b>
General Revenues:				
Grants and Contributions Not Restricted to Specific Programs				738,316
Unrestricted Investment Earnings				3,111
Miscellaneous				1,443
<b>Total General Revenues</b>				<b>742,870</b>
<b>Change in Net Assets</b>				<b>122,979</b>
Net Assets, July 1, 2009				640,894
<b>Net Assets, June 30, 2010</b>				<b>\$ 763,873</b>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES - COMPONENT UNIT**  
**For the Fiscal Year Ended June 30, 2010**

**Byrneville Elementary School, Inc.**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Charges for Services</b>	<b>Program Revenues</b>		<b>Total Byrneville Elementary School, Inc.</b>
			<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	
<b>Charter School</b>					
Governmental Activities:					
Instruction	\$ 725,593	\$	\$ 101,643	\$	\$ (623,950)
Pupil Personnel Services	2,764				(2,764)
Instructional Media Services	305				(305)
Instruction and Curriculum Development Services	360				(360)
Instructional Staff Training Services	3,408		1,388		(2,020)
Board of Education					
General Administration	20,136				(20,136)
School Administration	193,643				(193,643)
Facility Services	6,728		7,281		553
Fiscal Services	13,715				(13,715)
Food Services	23,766		722	22,056	(988)
Central Services					
Pupil Transportation Services	53,233		61,742		8,509
Operation of Plant	64,354				(64,354)
Maintenance of Plant	11,134		10,890		(244)
Community Services					
Interest on Long-Term Debt					
Unallocated Depreciation					
<b>Total Charter School</b>	<b>\$ 1,119,139</b>	<b>\$</b>	<b>\$ 183,666</b>	<b>\$ 22,056</b>	<b>(913,417)</b>
General Revenues:					
Grants and Contributions Not Restricted to Specific Programs					999,267
Unrestricted Investment Earnings					9,936
Miscellaneous					28,904
<b>Total General Revenues</b>					<b>1,038,107</b>
<b>Change in Net Assets</b>					<b>124,690</b>
Net Assets, July 1, 2009					<b>784,918</b>
<b>Net Assets, June 30, 2010</b>					<b>\$ 909,608</b>

# STATISTICAL SECTION



## STATISTICAL SECTION

This part of the District School Board of Escambia County, Florida's comprehensive annual financial report presents detail information as a context for understanding what the information in the financial statements, notes disclosures and required supplementary information says about the School Board's overall financial health.

<b>Contents</b>	<b>Page</b>
Financial Trends <i>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>	122
Revenue Capacity <i>These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.</i>	142
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	148
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.</i>	150
Operating Information <i>These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</i>	154

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**NET ASSETS BY COMPONENT - GOVERNMENT-WIDE**  
**LAST NINE FISCAL YEARS**  
**(Accrual Basis of Accounting)**  
**(Unaudited)**

	<b>Fiscal Year Ending</b>		<b>June 30, 2004</b>
	<b>June 30, 2002</b>	<b>June 30, 2003</b>	
<b>Governmental Activities:</b>			
Invested in Capital Assets, Net of Related Debt	\$ 133,478,835	\$ 147,586,093	\$ 154,090,375
Restricted	68,213,141	53,219,958	59,376,537
Unrestricted	<u>(27,098,266)</u>	<u>(23,503,134)</u>	<u>(20,340,709)</u>
Total Governmental Activities Net Assets	<u>174,593,710</u>	<u>177,302,917</u>	<u>193,126,203</u>
<b>Business-Type Activities:</b>			
Invested in Capital Assets, Net of Related Debt	1,233	860	486
Restricted	54,932	29,616	2,213
Unrestricted	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Business-Type Activities Net Assets	<u>56,165</u>	<u>30,476</u>	<u>2,699</u>
<b>Primary Government:</b>			
Invested in Capital Assets, Net of Related Debt	133,480,068	147,586,953	154,090,861
Restricted	68,268,073	53,249,574	59,378,750
Unrestricted	<u>(27,098,266)</u>	<u>(23,503,134)</u>	<u>(20,340,709)</u>
Total Primary Government Net Assets	<u>\$ 174,649,875</u>	<u>\$ 177,333,393</u>	<u>\$ 193,128,902</u>

Note: Government-wide information was not required prior to GASB 34. The District implemented GASB 34 for the fiscal year ending June 30, 2002. As a result, information is only available for the last nine fiscal years.

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Source: District Records

<b>Fiscal Year Ending</b>					
<b>June 30, 2005</b>	<b>June 30, 2006</b>	<b>June 30, 2007</b>	<b>June 30, 2008</b>	<b>June 30, 2009</b>	<b>June 30, 2010</b>
\$ 163,801,365	\$ 165,456,952	\$ 178,915,643	\$ 188,476,535	\$ 219,815,751	\$ 225,400,496
73,009,496	104,744,385	128,677,400	141,958,454	123,598,721	134,790,510
(22,151)	(4,437,218)	(5,337,670)	(8,743,741)	(8,902,576)	(3,287,909)
236,788,710	265,764,119	302,255,373	321,691,248	334,511,896	356,903,097
9,518	9,504	12,755			
9,518	9,504	12,755			
163,801,365	165,456,952	178,915,643	188,476,535	219,815,751	225,400,496
73,019,014	104,744,385	128,677,400	141,958,454	123,598,721	134,790,510
(22,151)	(4,427,714)	(5,324,915)	(8,743,741)	(8,902,576)	(3,287,909)
\$ 236,798,228	\$ 265,773,623	\$ 302,268,128	\$ 321,691,248	\$ 334,511,896	\$ 356,903,097

**DISTRICT SHOOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**CHANGES IN NET ASSETS - GOVERNMENT-WIDE**  
**LAST NINE FISCAL YEARS**  
**(Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year Ending								
	June 30, 2002	June 30, 2003	June 30, 2004	June 30, 2005	June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
<b>Primary Government:</b>									
<b>Expenses:</b>									
<b>Governmental Activities:</b>									
Instruction	\$ 146,181,833	\$ 148,379,688	\$ 155,887,571	\$ 166,893,196	\$ 184,674,639	\$ 200,035,407	\$ 210,699,076	\$ 205,755,887	\$ 205,951,789
Pupil Personnel Services	14,602,965	14,640,383	15,203,973	15,476,153	16,289,854	17,710,197	17,159,487	16,952,375	16,858,395
Instructional Media Services	4,819,412	4,732,436	4,963,139	4,821,902	5,471,588	5,877,497	5,591,263	5,302,170	4,761,283
Instruction and Curriculum									
Development Services	11,396,661	10,443,906	11,121,191	11,689,669	10,324,742	11,939,007	11,812,859	10,898,048	11,197,176
Instructional Staff Training Services	2,309,488	3,356,182	3,846,981	5,449,226	7,157,151	7,408,236	7,787,869	7,202,670	8,724,396
Instruction Related Technology									
Board of Education	965,996	1,035,031	1,006,635	999,642	2,677,467	2,777,732	3,267,448	3,105,661	3,923,575
General Administration	946,551	767,721	2,006,341	2,100,671	1,063,889	1,063,286	1,212,416	1,169,146	1,564,164
School Administration	13,837,066	14,170,283	13,945,547	13,769,779	14,577,098	15,866,203	15,674,843	14,449,919	3,003,731
Facility Services	31,252,376	25,371,556	24,038,082	27,337,176	37,322,496	37,396,130	31,604,053	22,275,464	14,170,094
Fiscal Services	1,901,000	2,130,256	2,102,778	2,023,565	2,104,460	2,255,883	2,386,653	2,211,047	2,184,481
Food Service	15,780,247	15,524,550	16,563,724	16,988,160	18,021,854	18,952,187	18,578,045	18,394,973	18,879,371
Central Services	5,878,048	5,792,717	5,696,036	5,543,354	3,440,807	4,160,563	5,103,314	3,830,766	3,857,958
Pupil Transportation Services	14,770,450	14,423,377	14,997,131	14,984,538	15,593,018	17,173,433	17,894,762	18,143,178	17,537,020
Operation of Plant	18,982,467	21,020,078	21,494,975	22,312,201	23,119,212	27,270,568	28,308,033	27,722,642	28,935,143
Maintenance of Plant	4,701,360	5,364,336	9,738,735	22,204,545	19,020,854	13,854,263	11,875,929	11,125,532	10,704,965
Administrative Technology Services									
Community Services	1,125,850	933,994	740,474	674,314	3,670,920	3,712,180	3,813,897	3,719,871	3,681,151
Interest and Fiscal Charges	5,689,887	4,813,325	4,454,513	3,771,756	3,181,513	3,650,125	897,108	985,155	1,242,581
Loss on Disposal of Capital Assets	798,866		1,281,080	1,126,173	1,006,503	3,653,313	3,251,291	2,876,984	2,843,124
Depreciation - Unallocated	8,014,964	17,721,728	8,803,524	8,924,399			334,149	1,123,337	
<b>Total Governmental Activities Expenses</b>	<b>303,953,487</b>	<b>310,621,547</b>	<b>317,892,430</b>	<b>347,090,419</b>	<b>371,154,107</b>	<b>396,835,468</b>	<b>398,777,831</b>	<b>378,854,685</b>	<b>377,531,251</b>
<b>Business-Type Activities:</b>									
Panhandle Management Development Network	93,327	94,361	85,300	46,637	47,785	65,894	8,000		
<b>Total Business-Type Activities Expenses</b>	<b>93,327</b>	<b>94,361</b>	<b>85,300</b>	<b>46,637</b>	<b>47,785</b>	<b>65,894</b>	<b>8,000</b>		
<b>Total Primary Government Expenses</b>	<b>304,046,814</b>	<b>310,715,908</b>	<b>317,977,730</b>	<b>347,137,056</b>	<b>371,201,892</b>	<b>396,901,362</b>	<b>398,785,831</b>	<b>378,854,685</b>	<b>377,531,251</b>
<b>Program Revenues:</b>									
<b>Governmental Activities:</b>									
Charges for Services									
Instruction	1,480,931	1,373,975	1,249,100	1,213,461	1,163,378	1,186,281	1,221,058	1,146,218	1,394,372
Food Services	5,224,796	5,112,183	5,236,245	5,088,795	5,833,058	6,104,082	5,901,163	5,753,396	5,282,975
Transportation									
Operating Grants and Contributions	21,939,980	22,705,666	22,377,627	23,087,951	23,186,429	23,196,783	22,893,049	23,782,878	13,816,659
Capital Grants and Contributions	13,988,444	5,405,474	9,783,044	6,884,765	6,626,047	14,393,520	12,787,860	5,549,903	2,872,688
<b>Total Governmental Activities Program Revenues</b>	<b>42,634,151</b>	<b>34,597,298</b>	<b>38,648,016</b>	<b>36,274,972</b>	<b>36,808,912</b>	<b>44,880,666</b>	<b>42,803,130</b>	<b>36,689,416</b>	<b>23,782,153</b>

(Continued)

**DISTRICT SHOOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**CHANGES IN NET ASSETS - GOVERNMENT-WIDE**  
**LAST NINE FISCAL YEARS**  
**(Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year Ending								
	June 30, 2002	June 30, 2003	June 30, 2004	June 30, 2005	June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
<b>Business-Type Activities:</b>									
Charges for Services	\$ 93,721	\$ 68,672	\$ 57,327	\$ 53,187	\$ 47,598	\$ 68,770	\$	\$	\$
Total Business-Type Activities Program Revenues	93,721	68,672	57,327	53,187	47,598	68,770			
Total Primary Government Program Revenues	42,727,872	34,665,970	38,705,343	36,328,159	36,856,510	44,949,436	42,803,130	36,689,416	23,762,153
<b>Net (Expenses)/Revenues</b>									
Governmental Activities	(261,319,336)	(276,024,249)	(279,244,414)	(310,815,447)	(334,345,195)	(351,954,802)	(355,974,701)	(342,165,269)	(353,749,098)
Business-Type Activities	394	(25,689)	(27,973)	6,550	(187)	2,876	(8,000)		
Total Primary Government Net Expenses	(261,318,942)	(276,049,938)	(279,272,387)	(310,808,897)	(334,345,382)	(351,951,926)	(355,982,701)	(342,165,269)	(353,749,098)
<b>General Revenues and Other Changes in Net Assets:</b>									
Property Taxes:									
Levied for General Purposes	58,641,483	60,456,419	63,387,027	69,965,606	65,457,064	81,045,039	85,413,366	97,379,871	106,137,711
Levied for Capital Projects	16,790,984	17,457,807	18,720,521	21,828,682	21,702,808	27,507,116	29,869,892	27,210,547	20,066,464
Sales Taxes	16,816,616	17,349,378	18,321,536	22,265,741	22,770,190	21,969,232	20,655,828	19,438,020	18,742,256
Grants and Entitlements	173,532,735	180,852,272	189,999,251	197,604,758	221,882,698	225,973,513	224,459,137	204,808,168	224,485,318
Unrestricted Investment Earnings	2,143,931	1,334,820	1,148,147	2,485,859	6,555,524	8,754,067	5,787,426	1,743,725	492,008
Miscellaneous	1,961,409	1,182,760	3,491,218	5,162,918	2,941,087	3,015,536	4,756,160	3,319,666	6,216,542
Loss Recoveries				35,164,391	22,011,233	20,181,553	4,464,012	1,085,919	
Transfers							4,755		
Total Governmental Activities	269,887,158	278,733,456	295,067,700	354,477,955	363,320,604	388,446,056	375,410,576	354,985,916	376,140,299
<b>Business-Type Activities:</b>									
Transfers			196	269	173	375	(4,755)		
Investment Earnings									
Total Business-Type Activities			196	269	173	375	(4,755)		
Total Primary Government General Revenues and Other Changes in Net Assets	269,887,158	278,733,456	295,067,896	354,478,224	363,320,777	388,446,431	375,405,821	354,985,916	376,140,299
<b>Changes in Net Assets:</b>									
Governmental Activities	8,567,822	2,709,207	15,823,286	43,662,508	28,975,409	36,491,254	19,435,875	12,820,647	22,391,201
Business-Type Activities	394	(25,689)	(27,777)	6,819	(14)	3,251	(12,755)		
Total Primary Government	\$ 8,568,216	\$ 2,683,518	\$ 15,795,509	\$ 43,669,327	\$ 28,975,395	\$ 36,494,505	\$ 19,423,120	\$ 12,820,647	\$ 22,391,201

Source: District Records

Note: Government-wide information was not required prior to GASB 34. The District implemented GASB 34 for the fiscal year ending June 30, 2002. As a result, information is only available for the last nine fiscal years.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	For the Fiscal Year Ending			
	June 30, 2001	June 30, 2002	June 30, 2003	June 30, 2004
<b>General Fund</b>				
Reserved for:				
Encumbrances	\$ 3,125,421	\$ 2,222,655	\$ 1,882,203	\$ 2,831,554
State Categorical Programs	8,142,689	997,913	1,652,485	3,983,729
Inventories		1,238,383	1,557,216	1,390,954
Legal Restrictions				
Other Purposes		1,732,707	1,344,288	3,135,501
Unreserved	5,449,383	7,831,113	10,512,434	10,080,983
<b>Total General Fund</b>	<b>\$ 16,717,493</b>	<b>\$ 14,022,771</b>	<b>\$ 16,948,626</b>	<b>\$ 21,422,721</b>
<b>All Other Governmental Funds</b>				
Reserved for:				
Debt Service	\$	\$ 354,902	\$	\$
Encumbrances	20,652,953	14,047,489	12,727,074	13,208,781
Inventories		1,036,622	1,111,230	811,738
Unreserved, Reported in:				
Special Revenue Funds	3,367,169	3,910,822	4,455,894	5,068,701
Debt Service Funds	957,831	540,643	1,120,715	1,244,181
Capital Projects Funds (a)	48,454,234	47,586,880	33,381,242	36,080,185
<b>Total All Other Governmental Funds</b>	<b>\$ 73,432,187</b>	<b>\$ 67,477,358</b>	<b>\$ 52,796,155</b>	<b>\$ 56,413,586</b>

(a) The increase in Fund Balance is primarily caused by the accumulation of sales tax dollars which will be used according to an established schedule. In the 2004-05 fiscal year a hurricane caused extensive damage to the physical structures. Both FEMA and insurance recoveries were used to reconstruct the facilities putting on hold the sales tax projects.

Source: District Records

**For the Fiscal Year Ending**

<u>June 30, 2005</u>	<u>June 30, 2006</u>	<u>June 30, 2007</u>	<u>June 30, 2008</u>	<u>June 30, 2009</u>	<u>June 30, 2010</u>
\$ 20,015,372	\$ 12,727,760	\$ 11,191,867	\$ 2,352,701	\$ 1,336,715	\$ 1,609,721
1,559,107	3,391,398	5,202,838	4,293,074	7,549,726	12,581,661
1,205,985	1,319,469	1,356,364	1,422,407	1,316,108	1,270,326
			4,267,982	3,005,887	1,706,293
1,757,006	1,381,969	1,608,877			
<u>15,541,028</u>	<u>20,703,572</u>	<u>20,481,566</u>	<u>24,826,303</u>	<u>24,432,388</u>	<u>32,916,644</u>
<u>\$ 40,078,498</u>	<u>\$ 39,524,168</u>	<u>\$ 39,841,512</u>	<u>\$ 37,162,467</u>	<u>\$ 37,640,824</u>	<u>\$ 50,084,645</u>
\$ 278,580	\$	\$	\$ 231,418	\$ 244,188	\$ 220,117
3,599,895	12,308,154	13,303,247	28,393,311	13,645,239	28,830,870
1,137,894	1,148,835	1,070,863	1,078,435	1,337,149	1,178,765
4,284,110	4,604,630	4,426,188	3,889,807	4,779,396	5,733,237
344,816	2,915,269	4,742,564	4,480,160	4,715,914	4,743,512
<u>55,401,026</u>	<u>67,713,542</u>	<u>86,377,339</u>	<u>84,573,574</u>	<u>78,322,174</u>	<u>66,064,908</u>
<u>\$ 65,046,321</u>	<u>\$ 88,690,430</u>	<u>\$ 109,920,201</u>	<u>\$ 122,646,705</u>	<u>\$ 103,044,060</u>	<u>\$ 106,771,409</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)  
(Unaudited)**

For the Fiscal Year Ending

	June 30, 2001	June 30, 2002	June 30, 2003	June 30, 2004	June 30, 2005	June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
<b>Federal Direct Sources:</b>										
Federal Impact, Current Operations	\$ 940,582	\$ 1,051,851	\$ 1,233,674	\$ 1,280,899	\$ 1,294,911	\$ 923,300	\$ 1,152,581	\$ 1,183,926	\$ 1,018,679	\$ 765,872
Reserve Officers' Training Corps (ROTC)	313,000	391,258	367,798	392,036	415,085	453,665	417,065	409,098	413,473	436,838
Miscellaneous Federal Direct	453,564	1,239,511	1,524,949	1,371,359	480,964	311,764	962,300	772,319	694,217	1,277,879
<b>Total Federal Direct Sources</b>	<b>1,707,146</b>	<b>2,682,620</b>	<b>3,126,421</b>	<b>3,044,294</b>	<b>2,190,960</b>	<b>1,688,729</b>	<b>2,531,946</b>	<b>2,365,343</b>	<b>2,126,369</b>	<b>2,479,589</b>
<b>Federal Through State Sources:</b>										
Food Service and Donated Foods	10,512,735	10,943,800	10,795,273	11,124,757	11,355,676	11,318,091	11,671,718	11,410,831	11,578,098	13,479,986
Other Federal Through State Grants	24,116,941	25,537,582	28,382,641	30,940,397	33,193,175	38,520,498	35,048,555	31,078,529	35,881,314	61,469,091
<b>Total Federal Through State Sources</b>	<b>34,629,676</b>	<b>36,481,382</b>	<b>39,177,914</b>	<b>42,065,154</b>	<b>44,548,851</b>	<b>49,838,589</b>	<b>46,720,273</b>	<b>42,489,360</b>	<b>47,459,412</b>	<b>74,949,077</b>
<b>State Sources:</b>										
Florida Education Finance Program (FEFP)	132,061,385	122,802,678	130,287,135	131,516,738	126,838,697	139,867,238	137,022,162	119,465,949	112,591,939	109,426,496
Workforce Development	5,520,377	5,010,451	5,023,407	4,989,038	5,109,994	5,228,544	5,432,193	5,272,821	5,041,903	4,632,491
Adults with Disabilities	312,460	292,962	291,344	292,962	292,946	293,265	292,671	270,706	241,255	230,654
Categorical Programs	23,135,615	22,163,564	20,572,516	26,188,898	33,566,532	42,949,749	52,103,260	72,989,150	58,145,077	44,610,770
District/Discretionary Lottery Funds	3,284,494	3,856,072	2,976,815	1,977,606	2,261,868	1,964,953	1,586,871	1,880,022	942,182	106,881
CO&DS Distributed to District	179,920	201,066	205,043	181,261	175,119	171,673	171,946	383,269	259,043	228,989
CO&DS Withheld for SBE/COBI Bonds	1,395,847	1,375,490	1,382,986	1,398,835	1,414,448	1,409,332	1,384,081	1,270,660	1,377,051	1,383,223
Public Education Capital Outlay	7,880,003	7,048,061	3,709,360	3,746,833	4,215,818	4,200,190	5,493,269	6,231,986	3,264,046	821,950
Classroom First Program	1,193,641									
School Infrastructure Trust		4,788,867								
Effort Index										
Class Size Reduction	444,759	467,249	452,487	438,854	969,616	660,491	6,995,090	4,061,135	360,688	336,673
Food Services	2,963,443	1,783,645	1,807,755	1,921,109	5,535,116	2,921,613	3,181,271	2,858,430	2,237,993	1,957,074
State Grants and Other State Sources										
<b>Total State Sources</b>	<b>178,171,944</b>	<b>169,790,105</b>	<b>166,708,848</b>	<b>177,022,448</b>	<b>180,774,613</b>	<b>200,038,065</b>	<b>214,054,757</b>	<b>215,051,694</b>	<b>184,461,177</b>	<b>163,736,201</b>
<b>Local Sources:</b>										
District School Ad Valorem Taxes	71,558,613	75,432,467	77,914,226	82,107,548	91,794,287	87,159,872	108,552,155	115,283,258	124,590,418	126,204,175
Food Service Sales	5,077,352	5,224,796	5,112,183	5,238,245	5,088,796	5,833,058	6,104,082	5,901,163	5,753,396	5,282,976
Sales Taxes	15,540,007	16,816,616	17,349,378	18,321,536	22,265,741	22,770,190	21,969,232	20,655,828	19,438,020	18,742,256
Interest Income	5,241,687	2,500,838	1,263,196	1,049,558	2,225,860	5,855,365	7,854,187	5,232,574	1,683,864	453,046
Local Grants and Other Local Sources	4,362,621	3,386,187	2,556,734	4,740,319	5,022,851	4,104,466	4,201,818	5,976,239	4,922,904	6,201,739
<b>Total Local Sources</b>	<b>101,780,280</b>	<b>103,360,904</b>	<b>104,195,717</b>	<b>111,457,206</b>	<b>126,397,535</b>	<b>125,722,951</b>	<b>148,681,474</b>	<b>153,049,062</b>	<b>156,388,602</b>	<b>156,884,192</b>
<b>Total Revenues</b>	<b>316,289,046</b>	<b>312,315,011</b>	<b>313,208,900</b>	<b>333,589,102</b>	<b>353,911,959</b>	<b>377,288,334</b>	<b>411,988,450</b>	<b>412,955,459</b>	<b>390,435,560</b>	<b>398,048,059</b>
<b>Expenditures:</b>										
<b>Current:</b>										
Instruction	144,650,123	147,787,709	148,588,919	156,391,058	170,618,643	181,014,101	194,003,980	204,278,206	198,766,964	198,539,780
Pupil Personnel Services	14,532,658	14,734,135	14,638,858	15,306,204	15,962,268	16,499,340	17,744,031	17,053,141	16,925,918	16,780,482
Instructional Media Services	4,862,571	4,868,413	4,738,314	4,982,034	4,953,218	5,556,320	5,866,894	5,461,659	5,271,893	4,700,758
Instruction and Curriculum										
Development Services	10,791,346	11,489,935	10,444,996	11,199,203	11,941,611	10,322,096	11,518,924	11,693,817	10,950,595	11,180,453
Instructional Staff Training Services	1,806,171	2,312,444	3,357,515	3,861,770	5,490,789	7,152,755	7,407,788	7,729,025	7,271,003	8,732,663
Instruction Related Technology (a)						2,531,278	2,777,316	2,814,699	2,725,577	3,468,362
Board of Education	985,575	972,879	1,036,285	1,010,844	1,018,539	898,235	1,062,728	1,206,764	1,157,359	1,543,620

(Continued)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS**

(Modified Accrual Basis of Accounting)  
(Unaudited)

	For the Fiscal Year Ending									
	June 30, 2001	June 30, 2002	June 30, 2003	June 30, 2004	June 30, 2005	June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
General Administration	\$ 1,847,101	\$ 949,863	\$ 768,364	\$ 2,006,576	\$ 2,116,662	\$ 1,749,728	\$ 1,360,405	\$ 1,504,389	\$ 1,621,018	\$ 2,963,753
School Administration	14,740,873	13,947,689	14,141,719	14,121,144	14,355,836	14,798,168	15,900,390	15,390,211	14,599,860	14,106,346
Facility Services	1,491,654	26,486,596	21,041,401	19,385,210	22,643,281	29,608,301	32,431,045	23,719,493	19,403,257	13,674,311
Fiscal Services	2,019,798	1,915,765	2,130,080	2,115,085	2,077,336	2,136,659	2,255,801	2,350,543	2,253,484	2,136,906
Food Service	16,763,770	15,947,507	15,532,370	16,599,856	17,059,157	17,712,161	18,687,353	18,262,744	17,937,965	18,256,402
Central Services	6,813,772	5,933,242	5,785,915	5,725,181	5,765,979	3,368,861	4,012,916	4,970,337	3,859,480	3,736,109
Pupil Transportation Services	16,270,544	14,080,972	13,517,857	14,030,520	14,263,018	14,588,532	15,868,321	16,496,816	16,637,566	15,783,172
Operation of Plant	19,588,497	19,149,719	21,043,491	21,530,190	22,520,423	23,246,435	27,282,271	28,281,523	27,700,704	28,862,677
Maintenance of Plant	5,373,295	4,784,086	5,374,729	9,759,126	22,408,399	17,443,160	12,293,035	11,547,704	10,806,804	10,268,080
Administrative Technology Services (a)						2,980,297	3,143,570	3,147,233	3,134,090	3,058,616
Community Services	959,907	1,131,211	934,695	740,476	674,314	694,296	709,533	896,030	985,155	1,239,929
<b>Fixed Capital Outlay:</b>										
Facilities Acquisition and Construction	43,804,765	23,458,433	26,981,209	13,510,274	12,417,729	11,629,269	24,593,503	21,385,160	38,905,555	15,875,764
Other Capital Outlay	4,568,565	3,049,746	3,596,899	3,292,953	4,858,396	4,746,264	3,768,805	3,174,268	2,451,582	3,080,669
<b>Debt Service:</b>										
Principal	3,803,538	4,277,595	7,063,889	6,816,652	8,658,207	4,477,131	4,455,384	4,434,860	4,541,769	4,380,125
Interest and Fiscal Charges	5,580,206	5,531,064	4,813,325	4,456,181	4,081,231	3,102,584	3,478,895	3,208,832	2,738,169	2,704,475
<b>Total Expenditures</b>	<b>321,254,729</b>	<b>322,809,003</b>	<b>325,530,830</b>	<b>326,840,537</b>	<b>363,886,036</b>	<b>376,255,971</b>	<b>410,622,888</b>	<b>409,007,454</b>	<b>410,645,767</b>	<b>385,073,452</b>
Excess (Deficiency) of Revenues Over Expenditures	(4,965,683)	(10,493,992)	(12,321,930)	6,748,565	(9,974,077)	1,032,363	1,365,562	3,948,005	(20,210,207)	12,974,607
<b>Other Financing Sources (Uses)</b>										
Notes Payable Issued	10,000,000			554,427						
Bonds Issued				742,516	369,633	3,260,000		1,295,000		
Refunding Bonds Issued										
Proceeds from Sale of Capital Assets		6,500	520,000	42,000	36,517,919	20,000,000		2,199	1,085,919	3,195,330
Loss Recoveries	96,541	121,834	46,582	4,018	22,725,000			4,750,744		1,233
Certificates of Participation Issued		16,745,000			(23,172,965)					
Refunding Certificates of Participation Issued										
Inception of Capital Lease		1,419,930								
Premiums on Long-Term Debt Issued		(16,448,823)			823,002	301,935		46,756		
Payment to Refunding Escrow Agent	8,803,685	7,861,264	8,599,185	14,057,259	14,363,168	12,851,686	14,218,508	15,448,151	15,817,649	11,996,925
Transfers In	(8,782,140)	(7,861,264)	(8,599,185)	(14,057,259)	(14,363,168)	(12,851,686)	(14,218,508)	(15,443,396)	(15,817,649)	(11,996,925)
Transfers Out										
Total Other Financing Sources (Uses)	10,118,086	1,844,441	566,582	1,342,961	37,262,589	46,183	-	6,099,454	1,085,919	3,196,563
Change in Fund Balances Before Extraordinary Items	5,152,403	(8,649,551)	(11,755,348)	8,091,526	27,288,512	1,078,546	1,365,562	10,047,459	(19,124,288)	16,171,170
Extraordinary Items						22,011,233				
Net Change in Fund Balances	5,152,403	(8,649,551)	(11,755,348)	8,091,526	27,288,512	23,089,779	21,547,115	10,047,459	(19,124,288)	16,171,170
Fund Balances, Beginning	84,997,277	90,149,680	81,500,129	69,744,781	77,836,307	105,124,819	128,214,598	149,761,713	159,809,172	140,684,884
Fund Balances, Ending	\$ 90,149,680	\$ 81,500,129	\$ 69,744,781	\$ 77,836,307	\$ 105,124,819	\$ 128,214,598	\$ 149,761,713	\$ 159,809,172	\$ 140,684,884	\$ 156,856,054
Debt Service as a Percentage of Noncapital Expenditures	3.44%	3.31%	4.03%	3.64%	3.68%	2.11%	2.08%	1.95%	1.95%	1.94%

(a) In fiscal year ending June 30, 2006, two new function/program expenditures classifications were established to report technology expenditures previously reported in central services.

Source: District Records

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SUMMARY OF REVENUES, EXPENDITURES (by Major Object),**  
**AND CHANGES IN FUND BALANCES - GENERAL FUND**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year Ending				
	June 30, 2001	June 30, 2002	June 30, 2003	June 30, 2004	June 30, 2005
<b>Federal Direct Sources:</b>					
Federal Impact, Current Operation	\$ 940,582	\$ 1,051,851	\$ 1,233,674	\$ 1,280,899	\$ 1,294,911
Reserve Officers Training Corps (ROTC)	313,000	391,258	367,798	392,036	415,085
Miscellaneous					
<b>Total Federal Direct</b>	<b>1,253,582</b>	<b>1,443,109</b>	<b>1,601,472</b>	<b>1,672,935</b>	<b>1,709,996</b>
<b>Federal Through State:</b>					
Medicaid	1,241,438	1,353,540	1,783,361	1,470,881	1,530,427
Miscellaneous	75,687	237,559	188,451	473,977	457,910
<b>Total Federal Through State</b>	<b>1,317,125</b>	<b>1,591,099</b>	<b>1,971,812</b>	<b>1,944,858</b>	<b>1,988,337</b>
<b>State Sources:</b>					
Florida Education Finance Program (FEFP)	132,061,385	122,802,678	130,287,135	131,516,738	126,838,697
Workforce Development	5,520,377	5,010,451	5,023,407	4,989,038	5,109,994
Adults with Disabilities	312,460	292,962	291,344	292,962	292,946
Categorical Programs	23,135,615	22,163,564	20,572,517	26,188,897	33,566,532
District Discretionary Lottery Funds	3,284,494	3,856,072	2,976,815	1,977,606	2,261,868
CO&DS Withheld for Administrative Expenses	23,996	24,008	24,183	24,009	24,183
State Grants and Other State Sources	2,881,334	1,707,672	1,742,363	1,871,578	5,481,315
<b>Total State Sources</b>	<b>167,219,661</b>	<b>155,857,407</b>	<b>160,917,764</b>	<b>166,860,828</b>	<b>173,575,535</b>
<b>Local Sources:</b>					
District School Ad Valorem Taxes	56,078,618	58,641,483	60,456,419	63,387,027	69,965,606
Interest Income	1,771,751	938,572	397,370	399,730	916,057
Local Grants and Other Local Sources	4,351,025	3,380,607	2,534,690	4,209,416	4,823,194
<b>Total Local Sources</b>	<b>62,201,394</b>	<b>62,960,662</b>	<b>63,388,479</b>	<b>67,996,173</b>	<b>75,704,857</b>
<b>Total Revenues</b>	<b>231,991,762</b>	<b>221,852,277</b>	<b>227,879,527</b>	<b>238,474,794</b>	<b>252,978,725</b>
<b>Expenditures: (by object)</b>					
Salaries	138,079,906	139,550,364	136,940,507	147,476,069	160,361,976
Employee Benefits	48,289,417	45,353,386	45,521,652	49,953,573	51,376,161
Purchased Services	15,006,948	15,750,925	18,057,716	16,185,449	28,757,660
Energy Services	7,087,030	6,854,883	8,030,180	9,082,941	10,389,053
Material and Supplies	10,404,563	8,556,734	8,307,840	8,488,709	10,046,297
Capital Outlay	3,836,562	2,338,298	2,420,516	2,212,705	9,535,374
Other Expenditures	5,172,197	4,878,302	6,421,080	6,398,132	5,907,704
<b>Total Expenditures</b>	<b>227,876,623</b>	<b>223,282,892</b>	<b>225,699,491</b>	<b>239,797,578</b>	<b>276,374,225</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>					
	4,115,139	(1,430,615)	2,180,036	(1,322,784)	(23,395,500)
<b>Other Financing Sources (Uses) and Extraordinary Items, Net</b>					
	(841,371)	(1,264,107)	745,819	5,796,879	42,051,277
<b>Net Change in Fund Balances</b>					
Beginning Fund Balances	3,273,768	(2,694,722)	2,925,855	4,474,095	18,655,777
	13,443,725	16,717,493	14,022,771	16,948,626	21,422,721
<b>Ending Fund Balances</b>	<b>\$ 16,717,493</b>	<b>\$ 14,022,771</b>	<b>\$ 16,948,626</b>	<b>\$ 21,422,721</b>	<b>\$ 40,078,498</b>
<b>Breakdown of Fund Balances:</b>					
Reserved for Encumbrances	\$ 3,125,421	\$ 2,222,655	\$ 1,882,203	\$ 2,831,554	\$ 20,015,372
Reserved for State Categorical Programs	8,142,689	997,913	1,652,485	3,983,729	1,559,107
Reserved for Inventories		1,238,383	1,557,216	1,390,954	1,205,985
Reserved for Legal Restrictions					
Reserved for Other Purposes		1,732,707	1,344,288	3,135,501	1,757,006
Unreserved Fund Balances	5,449,383	7,831,113	10,512,434	10,080,983	15,541,028
<b>Total Fund Balances</b>	<b>\$ 16,717,493</b>	<b>\$ 14,022,771</b>	<b>\$ 16,948,626</b>	<b>\$ 21,422,721</b>	<b>\$ 40,078,498</b>
Unreserved Fund Balances to Expenditures	2.3914%	3.5073%	4.6577%	4.2040%	5.6232%

Source: District Records

Fiscal Year Ending				
June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
\$ 923,300	\$ 1,152,581	\$ 1,183,926	\$ 1,018,679	\$ 765,872
453,665	417,065	409,098	413,473	435,838
	774,897	479,909	287,758	361,915
<u>1,376,965</u>	<u>2,344,543</u>	<u>2,072,933</u>	<u>1,719,910</u>	<u>1,563,625</u>
1,461,179	1,630,119	1,330,938	1,770,666	1,900,436
1,925,915	1,072,281	722,936	611,881	599,433
<u>3,387,094</u>	<u>2,702,400</u>	<u>2,053,874</u>	<u>2,382,547</u>	<u>2,499,869</u>
139,867,238	123,195,784	119,465,949	112,591,939	109,426,496
5,228,544	5,432,193	5,272,821	5,041,903	4,632,491
293,265	292,671	270,706	241,255	230,654
42,949,749	67,516,508	72,989,150	58,145,077	44,610,770
1,964,953	1,586,871	1,880,022	942,182	106,881
24,100	24,000	24,366	24,183	24,183
2,908,516	1,514,492	2,246,599	1,679,915	1,529,347
<u>193,236,365</u>	<u>199,562,519</u>	<u>202,149,613</u>	<u>178,666,454</u>	<u>160,560,822</u>
65,457,064	81,045,039	85,413,366	97,379,871	106,137,711
2,531,032	2,787,991	1,670,605	657,947	181,820
3,910,721	3,954,616	5,953,442	4,666,173	6,196,573
<u>71,898,817</u>	<u>87,787,646</u>	<u>93,037,413</u>	<u>102,703,991</u>	<u>112,516,104</u>
<u>269,899,241</u>	<u>292,397,108</u>	<u>299,313,833</u>	<u>285,472,902</u>	<u>277,140,420</u>
167,083,890	179,553,401	190,474,042	187,697,941	165,826,014
51,996,419	58,021,054	59,837,414	57,236,883	51,857,494
25,417,185	25,902,383	26,772,419	22,283,610	21,705,294
11,672,236	11,880,296	13,255,550	14,112,848	15,093,153
10,514,935	9,764,556	11,127,609	7,427,626	9,404,619
25,510,874	26,947,899	9,897,268	2,539,246	3,071,448
6,192,300	7,408,162	5,827,471	5,599,960	4,736,734
<u>298,387,839</u>	<u>319,477,751</u>	<u>317,191,773</u>	<u>296,898,114</u>	<u>271,694,756</u>
<u>(28,488,598)</u>	<u>(27,080,643)</u>	<u>(17,877,940)</u>	<u>(11,425,212)</u>	<u>5,445,664</u>
<u>27,934,268</u>	<u>27,397,987</u>	<u>15,198,895</u>	<u>11,903,568</u>	<u>6,998,158</u>
(554,330)	317,344	(2,679,045)	478,356	12,443,822
40,078,498	39,524,168	39,841,512	37,162,467	37,640,823
<u>\$ 39,524,168</u>	<u>\$ 39,841,512</u>	<u>\$ 37,162,467</u>	<u>\$ 37,640,823</u>	<u>\$ 50,084,645</u>
\$ 12,727,760	\$ 11,191,867	\$ 2,352,701	\$ 1,336,715	\$ 1,609,721
3,391,398	5,202,838	4,293,074	7,549,726	12,581,661
1,319,469	1,356,364	1,422,407	1,316,108	1,270,326
		4,267,982	3,005,887	1,706,293
1,381,969	1,608,877			
20,703,572	20,481,566	24,826,303	24,432,388	32,916,644
<u>\$ 39,524,168</u>	<u>\$ 39,841,512</u>	<u>\$ 37,162,467</u>	<u>\$ 37,640,824</u>	<u>\$ 50,084,645</u>
<u>6.9385%</u>	<u>6.4110%</u>	<u>7.8269%</u>	<u>8.2292%</u>	<u>12.1153%</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SUMMARY OF REVENUES, EXPENDITURES (by Major Object),**  
**AND CHANGES IN FUND BALANCES - SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	<u>June 30, 2001</u>	<u>June 30, 2002</u>	<u>Fiscal Year Ending June 30, 2003</u>	<u>June 30, 2004</u>	<u>June 30, 2005</u>
<b>Federal Direct Sources:</b>					
Miscellaneous Federal Direct	\$ 453,565	\$ 1,239,511	\$ 1,524,949	\$ 1,371,359	\$ 480,964
<b>Total Federal Direct</b>	<u>453,565</u>	<u>1,239,511</u>	<u>1,524,949</u>	<u>1,371,359</u>	<u>480,964</u>
<b>Federal Through State Sources:</b>					
Other Federal Through State Grants	22,799,815	23,946,484	26,410,829	28,995,539	31,204,838
<b>Total Federal Through State Sources</b>	<u>22,799,815</u>	<u>23,946,484</u>	<u>26,410,829</u>	<u>28,995,539</u>	<u>31,204,838</u>
<b>Total Revenues</b>	<u>23,253,380</u>	<u>25,185,995</u>	<u>27,935,778</u>	<u>30,366,898</u>	<u>31,685,802</u>
<b>Expenditures: (by object)</b>					
Salaries	10,458,090	11,679,048	12,852,156	13,130,138	14,014,019
Employee Benefits	4,006,902	4,177,579	4,365,521	4,790,861	4,764,814
Purchased Services	2,287,153	2,836,195	3,289,273	3,506,225	4,113,685
Energy Services	1,331	245	211	502	22,632
Material and Supplies	1,180,909	1,332,283	1,584,232	1,596,745	1,660,079
Capital Outlay	2,887,802	2,912,945	3,847,603	4,665,010	4,354,247
Other Expenditures	2,440,287	2,241,300	1,998,682	3,078,248	2,924,867
<b>Total Expenditures</b>	<u>23,262,474</u>	<u>25,179,595</u>	<u>27,937,678</u>	<u>30,767,729</u>	<u>31,854,343</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(9,094)</u>	<u>6,400</u>	<u>(1,900)</u>	<u>(400,831)</u>	<u>(168,541)</u>
<b>Other Financing Sources (Uses), Net</b>				<u>554,427</u>	
<b>Net Change in Fund Balances</b>	<u>(9,094)</u>	<u>6,400</u>	<u>(1,900)</u>	<u>153,596</u>	<u>(168,541)</u>
Beginning Fund Balances	22,268	13,174	19,574	17,674	171,270
<b>Ending Fund Balances</b>	<u>\$ 13,174</u>	<u>\$ 19,574</u>	<u>\$ 17,674</u>	<u>\$ 171,270</u>	<u>\$ 2,729</u>

Source: District Records

Fiscal Year Ending				
June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
\$ 311,763	\$ 187,403	\$ 292,410	\$ 406,459	\$ 915,964
311,763	187,403	292,410	406,459	915,964
35,133,404	32,346,156	29,024,655	32,485,113	33,086,709
35,133,404	32,346,156	29,024,655	32,485,113	33,086,709
35,445,167	32,533,559	29,317,065	32,891,572	34,002,673
15,743,581	14,713,854	12,980,787	13,783,044	14,770,869
5,240,037	5,054,632	4,345,499	4,409,385	4,678,565
5,485,612	5,898,030	6,066,469	5,785,903	6,825,680
38,886	1,658	1,735	43,389	41
2,552,837	2,448,622	1,652,221	2,804,369	2,342,579
3,927,614	2,307,647	1,861,682	3,269,844	1,717,740
2,453,453	2,109,852	2,407,423	2,794,924	3,667,326
35,442,020	32,534,295	29,315,816	32,890,858	34,002,800
3,147	(736)	1,249	714	(127)
3,147	(736)	1,249	714	(127)
2,729	5,876	5,140	6,389	7,103
\$ 5,876	\$ 5,140	\$ 6,389	\$ 7,103	\$ 6,976

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SUMMARY OF REVENUES, EXPENDITURES (by Major Object),**  
**AND CHANGES IN FUND BALANCES - SPECIAL REVENUE FUND - ARRA ECONOMIC STIMULUS FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
(Unaudited)

	<b>Fiscal Year Ending</b>
	<b>June 30, 2010</b>
<b>Federal Through State Sources:</b>	
State Fiscal Stabilization Funds	\$ 14,127,724
Individuals with Disabilities Education Act	5,921,625
Title I	5,474,164
Food Service	100,000
Miscellaneous Federal Through State	259,000
Total Federal Through State Sources	25,882,513
<b>Total Revenues</b>	<b>25,882,513</b>
<b>Expenditures: (by object)</b>	
Salaries	15,914,210
Employee Benefits	4,424,293
Purchased Services	996,663
Energy Services	401
Material and Supplies	1,632,878
Capital Outlay	1,644,699
Other Expenditures	1,269,369
<b>Total Expenditures</b>	<b>25,882,513</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	
<b>Other Financing Sources (Uses), Net</b>	
<b>Net Change in Fund Balances</b>	
Beginning Fund Balances	
<b>Ending Fund Balances</b>	<b>\$</b>

Source: District Records

Note: The ARRA Stimulus Fund was first established in the year ended June 30, 2010.



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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SUMMARY OF REVENUES, EXPENDITURES (by Major Object)**  
**AND CHANGES IN FUND BALANCES - SPECIAL REVENUE FUND - FOOD SERVICE**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	<u>June 30, 2001</u>	<u>June 30, 2002</u>	<u>Fiscal Year Ending June 30, 2003</u>	<u>June 30, 2004</u>	<u>June 30, 2005</u>
<b>Federal Through State Sources:</b>					
Food Service and Donated Foods	\$ 10,512,735	\$ 10,943,800	\$ 10,795,273	\$ 11,124,757	\$ 11,355,676
<b>State Sources:</b>					
Food Services	453,094	475,314	460,022	430,611	401,547
Total State Sources	453,094	475,314	460,022	430,611	401,547
<b>Local Sources:</b>					
Food Service Sales	5,077,352	5,224,796	5,112,183	5,238,245	5,088,795
Interest Income and Other Sources	178,301	66,773	68,223	84,515	166,200
Total Local Sources	5,255,653	5,291,569	5,180,406	5,322,760	5,254,995
<b>Total Revenues</b>	<u>16,221,482</u>	<u>16,710,683</u>	<u>16,435,701</u>	<u>16,878,128</u>	<u>17,012,218</u>
<b>Expenditures: (by object)</b>					
Salaries	4,726,644	4,231,510	4,213,771	4,220,401	4,342,695
Employee Benefits	2,888,177	2,488,601	2,491,983	2,574,455	2,483,332
Purchased Services	390,496	301,409	634,500	635,100	735,201
Energy Services	137,751	132,482	145,510	186,922	224,013
Material and Supplies	7,093,928	7,188,960	6,748,536	7,319,008	7,699,579
Capital Outlay	1,123,340	982,352	814,106	419,066	207,240
Other Expenditures	962,558	764,807	737,375	1,271,869	1,273,628
<b>Total Expenditures</b>	<u>17,322,894</u>	<u>16,090,121</u>	<u>15,785,781</u>	<u>16,626,821</u>	<u>16,965,688</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(1,101,412)</u>	<u>620,562</u>	<u>649,920</u>	<u>251,307</u>	<u>46,530</u>
<b>Other Financing Sources (Uses), Net</b>					<u>191,372</u>
<b>Net Change in Fund Balances</b>	<u>(1,101,412)</u>	<u>620,562</u>	<u>649,920</u>	<u>251,307</u>	<u>237,902</u>
Beginning Fund Balances	<u>5,497,831</u>	<u>4,396,419</u>	<u>5,016,981</u>	<u>5,666,901</u>	<u>5,918,208</u>
<b>Ending Fund Balances</b>	<u>\$ 4,396,419</u>	<u>\$ 5,016,981</u>	<u>\$ 5,666,901</u>	<u>\$ 5,918,208</u>	<u>\$ 6,156,110</u>

Source: District Records

Fiscal Year Ending				
June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
\$ 11,318,091	\$ 11,671,717	\$ 11,410,831	\$ 12,591,752	\$ 13,479,986
377,827	379,559	372,236	362,994	336,673
377,827	379,559	372,236	362,994	336,673
5,833,058	6,104,082	5,901,164	5,760,128	5,286,125
294,865	348,506	122,717	45,870	10,832
6,127,923	6,452,588	6,023,881	5,805,998	5,296,957
17,823,841	18,503,864	17,806,948	18,760,744	19,113,616
4,436,365	4,606,343	4,593,503	4,543,968	4,353,358
2,418,154	2,527,340	2,452,205	2,373,175	2,264,777
644,944	836,673	662,948	619,107	1,350,044
205,765	218,074	237,012	267,093	296,242
7,816,491	8,395,097	8,379,362	8,384,474	8,186,631
1,378,702	802,153	1,211,713	460,680	393,233
1,076,308	1,001,329	1,167,268	1,282,540	1,381,817
17,976,729	18,387,009	18,704,011	17,931,037	18,226,102
(152,888)	116,855	(897,063)	829,707	887,514
172,032				
19,144	116,855	(897,063)	829,707	887,514
6,156,110	6,175,254	6,292,109	5,395,046	6,224,753
\$ 6,175,254	\$ 6,292,109	\$ 5,395,046	\$ 6,224,753	\$ 7,112,267

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SUMMARY OF REVENUES, EXPENDITURES (by Major Object),**  
**AND CHANGES IN FUND BALANCES - DEBT SERVICE FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year Ending				
	June 30, 2001	June 30, 2002	June 30, 2003	June 30, 2004	June 30, 2005
<b>State Sources:</b>					
CO&DS withheld for SBE/COBI Bonds	\$ 1,395,847	\$ 1,375,490	\$ 1,382,986	\$ 1,398,835	\$ 1,414,448
SBE/COBI Bond Interest	15,167	7,664	2,949	2,903	2,747
<b>Total State Sources</b>	<u>1,411,014</u>	<u>1,383,154</u>	<u>1,385,935</u>	<u>1,401,738</u>	<u>1,417,195</u>
<b>Local Sources:</b>					
Ad Valorem Taxes					
Interest Income and Others	34,510	114,722	7,367	3,786	13,889
<b>Total Local Sources</b>	<u>34,510</u>	<u>114,722</u>	<u>7,367</u>	<u>3,786</u>	<u>13,889</u>
<b>Total Revenues</b>	<u>1,445,524</u>	<u>1,497,876</u>	<u>1,393,302</u>	<u>1,405,524</u>	<u>1,431,084</u>
<b>Expenditures: (by object)</b>					
Debt Service:					
Principal	3,627,184	20,482,955	4,720,000	5,500,000	7,330,000
Interest and Fiscal Charges	5,549,155	5,683,471	4,312,035	4,068,456	3,735,344
<b>Total Expenditures</b>	<u>9,176,339</u>	<u>26,166,426</u>	<u>9,032,035</u>	<u>9,568,456</u>	<u>11,065,344</u>
<b>Deficiency of Revenues Over Expenditures</b>	<u>(7,730,815)</u>	<u>(24,668,550)</u>	<u>(7,638,733)</u>	<u>(8,162,932)</u>	<u>(9,634,260)</u>
<b>Other Financing Sources (Uses), Net</b>	<u>8,129,347</u>	<u>24,606,264</u>	<u>7,863,903</u>	<u>8,286,398</u>	<u>9,013,475</u>
<b>Net Change in Fund Balances</b>	398,532	(62,286)	225,170	123,466	(620,785)
Beginning Fund Balances	559,299	957,831	895,545	1,120,715	1,244,181
<b>Ending Fund Balances</b>	<u>\$ 957,831</u>	<u>\$ 895,545</u>	<u>\$ 1,120,715</u>	<u>\$ 1,244,181</u>	<u>\$ 623,396</u>

Source: District Records

Fiscal Year Ending				
June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
\$ 1,409,332	\$ 1,384,081	\$ 1,270,660	\$ 1,377,051	\$ 1,383,223
10,233	8,977	10,945	411	806
<u>1,419,565</u>	<u>1,393,058</u>	<u>1,281,605</u>	<u>1,377,462</u>	<u>1,384,029</u>
50,612	164,684	122,066	72,893	6,962
<u>50,612</u>	<u>164,684</u>	<u>122,066</u>	<u>72,893</u>	<u>6,962</u>
<u>1,470,177</u>	<u>1,557,742</u>	<u>1,403,671</u>	<u>1,450,355</u>	<u>1,390,991</u>
3,150,000	3,461,133	3,383,820	3,555,010	3,721,200
<u>2,831,106</u>	<u>3,269,333</u>	<u>3,050,837</u>	<u>2,646,820</u>	<u>2,666,265</u>
<u>5,981,106</u>	<u>6,730,466</u>	<u>6,434,657</u>	<u>6,201,830</u>	<u>6,387,465</u>
(4,510,929)	(5,172,724)	(5,030,986)	(4,751,475)	(4,996,474)
<u>6,802,802</u>	<u>7,000,019</u>	<u>5,000,000</u>	<u>5,000,000</u>	<u>5,000,000</u>
2,291,873	1,827,295	(30,986)	248,525	3,526
<u>623,396</u>	<u>2,915,269</u>	<u>4,742,564</u>	<u>4,711,578</u>	<u>4,960,103</u>
<u>\$ 2,915,269</u>	<u>\$ 4,742,564</u>	<u>\$ 4,711,578</u>	<u>\$ 4,960,103</u>	<u>\$ 4,963,629</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SUMMARY OF REVENUES, EXPENDITURES (by Major Object),**  
**AND CHANGES IN FUND BALANCES - CAPITAL PROJECTS FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year Ending				
	June 30, 2001	June 30, 2002	June 30, 2003	June 30, 2004	June 30, 2005
<b>REVENUES</b>					
<b>State Sources:</b>					
CO&DS Distributed to District	\$ 179,921	\$ 201,065	\$ 205,043	\$ 181,262	\$ 175,119
Interest on Undistributed CO&DS	34,611	36,236	30,724	15,322	19,783
Public Education Capital Outlay	7,680,003	7,048,061	3,709,360	3,746,833	4,215,818
Classroom First Program	1,193,641				
School Infrastructure Trust					
Effort Index		4,788,867			
Class Size Reduction				4,385,854	969,616
State Grants and Other State Sources					
<b>Total State Sources</b>	<b>9,088,176</b>	<b>12,074,229</b>	<b>3,945,127</b>	<b>8,329,271</b>	<b>5,380,336</b>
<b>Local Sources:</b>					
District School Ad Valorem Taxes	15,479,995	16,790,984	17,457,807	18,720,521	21,828,681
Sales Taxes	15,540,007	16,816,616	17,349,378	18,321,536	22,265,741
Interest Income and Others	3,261,246	1,383,784	794,161	592,428	1,210,270
Local Grants and Other Local Sources	7,475	2,566	18,119	500,000	119,102
<b>Total Local Sources</b>	<b>34,288,723</b>	<b>34,993,950</b>	<b>35,619,465</b>	<b>38,134,485</b>	<b>45,423,794</b>
<b>Total Revenues</b>	<b>43,376,899</b>	<b>47,068,179</b>	<b>39,564,592</b>	<b>46,463,756</b>	<b>50,804,130</b>
<b>Expenditures: (by object)</b>					
<b>Capital Outlay:</b>					
Library Books	48,783	112,650	44,667	50,023	
Audio Visual Materials	6,051				
Buildings and Fixed Equipment	18,827,192	14,285,631	20,235,844	6,556,242	6,907,055
Furniture, Fixtures, and Equipment	3,412,079	4,493,976	4,032,205	4,410,598	2,393,435
Motor Vehicles	2,305,599	2,156,482	1,700,060	2,793,707	3,163,734
Land	5,000	304,382	60,910	52,603	
Improvements Other Than Buildings	654,483	2,317,046	1,439,344	1,642,127	1,139,642
Remodeling and Renovations	18,246,974	21,785,503	20,900,222	14,568,783	13,918,452
Computer Software	15,860	359,879	84,048		101,232
Debt Service	94,378	71,925	1,229,862	5,868	2,886
<b>Total Expenditures</b>	<b>43,616,399</b>	<b>45,887,474</b>	<b>49,727,162</b>	<b>30,079,951</b>	<b>27,626,436</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(239,500)</b>	<b>1,180,705</b>	<b>(10,162,570)</b>	<b>16,383,805</b>	<b>23,177,694</b>
<b>Other Financing Sources (Uses), Net</b>	<b>2,830,109</b>	<b>(5,048,893)</b>	<b>(8,043,141)</b>	<b>(13,294,743)</b>	<b>(13,993,535)</b>
<b>Net Change in Fund Balances</b>	<b>2,590,609</b>	<b>(3,868,188)</b>	<b>(18,205,711)</b>	<b>3,089,062</b>	<b>9,184,159</b>
Beginning Fund Balances	65,474,154	68,064,763	64,196,575	45,990,864	49,079,926
<b>Ending Fund Balances</b>	<b>\$ 68,064,763</b>	<b>\$ 64,196,575</b>	<b>\$ 45,990,864</b>	<b>\$ 49,079,926</b>	<b>\$ 58,264,085</b>

Source: District Records

Fiscal Year Ending				
June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
\$ 171,673	\$ 191,946	\$ 321,739	\$ 218,610	\$ 204,806
20,236	39,316	37,164	16,250	17,756
4,200,190	5,493,269	6,231,986	3,264,046	821,950
660,491	6,995,090	4,061,135		
		596,216	555,361	409,165
5,052,590	12,719,621	11,248,240	4,054,267	1,453,677
21,702,809	27,507,116	29,869,892	27,210,547	20,066,464
22,770,190	21,969,232	20,655,828	19,438,020	18,742,256
3,096,002	4,672,099	3,320,999	907,154	253,432
76,599	128,109	18,983	250,000	2,017
47,645,600	54,276,556	53,865,702	47,805,721	39,064,169
52,698,190	66,996,177	65,113,942	51,859,988	40,517,846
			5,052	
2,229,307	8,079,252	11,680,546	23,538,146	8,415,084
4,441,863	4,075,877	5,298,861	6,100,544	3,752,462
2,204,470	4,143,409	1,848	5,809,667	2,614,602
		85,346	2,112,690	438,774
539,171	563,825	2,561,012	4,554,406	1,832,151
9,101,748	16,630,143	17,727,500	14,602,651	11,825,951
	861	6,084	773	792
18,516,559	33,493,367	37,361,197	56,723,929	28,879,816
34,181,631	33,502,810	27,752,745	(4,863,941)	11,638,030
(12,851,686)	(14,216,452)	(14,099,441)	(15,817,649)	(8,801,595)
21,329,945	19,286,358	13,653,304	(20,681,590)	2,836,435
58,264,085	79,594,030	98,880,388	112,533,692	91,852,102
\$ 79,594,030	\$ 98,880,388	\$ 112,533,692	\$ 91,852,102	\$ 94,688,537

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

<b>Fiscal Year Ending</b>	<b>Property Tax</b>		<b>Sales Tax</b>	<b>Total</b>
	<b>General Purposes</b>	<b>Capital Projects</b>		
June 30, 2010	\$ 106,137,711	\$ 20,066,464	\$ 18,742,256	\$ 144,946,431
June 30, 2009	97,379,871	27,210,548	19,438,020	144,028,439
June 30, 2008	85,413,366	29,869,892	20,655,828	135,939,086
June 30, 2007	81,045,039	27,507,116	21,969,232	130,521,387
June 30, 2006	65,457,064	21,702,808	22,770,190	109,930,062
June 30, 2005	69,965,606	21,828,681	22,265,741	114,060,028
June 30, 2004	63,387,027	18,720,521	18,321,536	100,429,084
June 30, 2003	60,456,419	17,457,807	17,349,378	95,263,604
June 30, 2002	58,641,483	16,790,983	16,816,616	92,249,082
June 30, 2001	56,078,618	15,479,995	15,540,007	87,098,620

Source: District Records

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)  
(Unaudited)

Fiscal Year	Assessed Value			Total Assessed Value	Less: Exemptions	Total Taxable Value	Ratio of Taxable Value to Assessed Value	Total Direct Rate
	Real Property	Personal Property	Centrally Assessed Property					
2009-10	\$ 23,233,171	\$ 2,303,807	\$ 21,196	\$25,558,174	\$10,310,080	\$ 15,248,094	59.66%	7.860
2008-09	25,691,952	2,659,525	23,023	28,374,500	12,537,387	15,837,113	55.81%	7.720
2007-08	26,716,632	2,361,421	21,134	29,099,187	13,148,156	15,951,031	54.82%	7.720
2006-07	24,459,300	2,374,054	18,447	26,851,801	12,025,873	14,825,928	55.21%	7.894
2005-06	18,226,317	2,175,889	17,849	20,420,055	8,806,171	11,613,884	56.87%	8.033
2004-05	17,167,533	2,148,921	24,542	19,340,996	7,678,231	11,662,765	60.30%	8.410
2003-04	14,727,904	2,083,218	25,608	16,836,730	7,061,078	9,775,652	58.06%	8.788
2002-03	13,632,391	1,942,602	18,318	15,593,311	6,492,804	9,100,507	58.36%	8.887
2001-02	13,106,468	1,870,758	16,822	14,994,048	6,351,990	8,642,058	57.64%	8.986
2000-01	12,428,794	1,952,344	19,934	14,401,072	6,355,814	8,045,258	55.87%	9.249

Notes: Assessed values approximate estimated actual values.  
Tax rates per \$1,000 of assessed value.

Source: Escambia County Property Appraiser and Florida Department of Revenue

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**PROPERTY TAX RATES**  
**DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN FISCAL YEARS**  
(per \$1,000 Assessed Valuation)  
(Unaudited)

	Fiscal Year			
	2000-01	2001-02	2002-03	2003-04
<b>Direct Rates:</b>				
District School Board:				
Local Required Effort	6.489	6.226	6.127	6.049
Discretionary Local	0.510	0.510	0.510	0.510
Supplemental Discretionary	0.250	0.250	0.250	0.229
Capital Improvement	2.000	2.000	2.000	2.000
<b>Total District School Board</b>	<b>9.249</b>	<b>8.986</b>	<b>8.887</b>	<b>8.788</b>
<b>Overlapping Rates:</b>				
Escambia County	8.756	8.756	8.756	8.756
Escambia County Municipal Service Taxing Unit	0.747	0.747	0.747	0.747
City of Pensacola	5.057	5.057	5.057	5.057
City of Pensacola Downtown Improvement Board	2.000	2.000	1.000	2.000
Northwest Florida Water Management	0.050	0.050	0.050	0.050
Town of Century	1.031	0.998	0.981	0.941

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Source: Escambia County Tax Collector

Fiscal Year					
2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
5.694	5.273	5.134	4.960	5.286	5.612
0.510	0.510	0.510	0.510	0.498	0.748
0.206	0.250	0.250	0.250	0.250	0.250
2.000	2.000	2.000	2.000	1.686	1.250
8.410	8.033	7.894	7.720	7.720	7.860
8.756	8.756	8.756	8.017	6.976	6.976
0.747	0.747	0.747	0.685	0.685	0.685
5.057	5.057	4.950	4.598	4.540	4.540
2.000	2.000	2.000	2.000	2.000	2.000
0.050	0.050	0.050	0.045	0.045	0.045
0.828	0.861	0.764	0.781	0.823	0.905

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT AND TEN YEARS AGO**  
**(amounts expressed in thousands)**  
**(Unaudited)**

<u>Taxpayer</u>	<u>Fiscal Year</u>					
	<u>2009-10</u>			<u>1999-2000</u>		
	<u>Rank</u>	<u>Assessed Value</u>	<u>Percentage of Total Assessed Value</u>	<u>Rank</u>	<u>Assessed Value</u>	<u>Percentage of Total Assessed Value</u>
Gulf Power Company	1	\$ 455,613	2.22%	1	\$ 317,015	3.89%
International Paper Company	2	374,457	1.82%	4	127,651	1.57%
Solutia, Inc.	3	140,170	0.68%	2	165,308	2.03%
West Florida Medical Center	4	91,542	0.45%	8	25,834	0.32%
Bellsouth Telecommunication	5	71,747	0.35%	3	115,813	1.42%
Wal Mart Stores	6	64,397	0.31%	7	27,015	0.33%
CoxCom, Inc. (formerly Cox Cable)	7	50,584	0.25%			
Simon Debartolo Group	8	35,322	0.17%			
Baptist Hospital	9	66,231	0.32%			
Exon Mobil Chemical	10	40,191	0.20%			
Huntsman Specialty Chemical				6	29,318	0.36%
Armstrong World Industries				5	30,334	0.37%
AT&T				9	16,863	0.21%
Advanced Elastomer				10	29,976	0.37%
<b>Totals</b>		<u>\$ 1,390,254</u>	<u>6.77%</u>		<u>\$ 885,127</u>	<u>10.86%</u>

Source: Escambia County Tax Roll compiled by the Escambia County Property Appraiser and tangible personal property records on file in the Escambia County Tax Collector's office.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

Fiscal Year	Total Tax Levy	Collected to End of Tax Year		Delinquent Collections (1)	Collected in Fiscal Year	
		Current Tax Collections (1)	Percent of Levy		Total Collections (1)	Percent of Levy
2009-10	\$ 124,479,688	\$ 114,199,954	91.74%	\$ 3,645,089	\$ 117,845,043	94.67%
2008-09	126,868,775	118,049,237	93.05%	873,145	118,922,382	93.74%
2007-08	123,128,068	113,579,256	92.24%	1,704,002	115,283,258	93.63%
2006-07	117,027,107	107,994,392	92.28%	557,763	108,552,155	92.76%
2005-06	93,284,933	86,860,563	93.11%	299,309	87,159,872	93.43%
2004-05	97,736,698	89,794,940	91.87%	1,999,347	91,794,287	93.92%
2003-04	85,893,371	81,307,409	94.66%	800,139	82,107,548	95.59%
2002-03	80,859,383	77,412,114	95.74%	502,112	77,914,226	96.36%
2001-02	77,644,471	Not Available	Not Available	Not Available	75,432,466	97.15%
2000-01	74,405,047	Not Available	Not Available	Not Available	71,558,613	96.17%

Note: Property Taxes become due and payable on November 1st of each year. A four percent (4%) discount is allowed if taxes are paid in November, with the discounts declining by one percent (1%) each month thereafter. Accordingly, taxes collected will never be 100% of the tax levy. Taxes become delinquent on April 1st of each year and tax certificates for the full amount of any unpaid taxes and assessments must be sold not later than June 1st of each year. Accordingly, majority of taxes are collected in the fiscal year levied.

(1) Net of allowable discounts

Source: Escambia County Tax Collector

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

Fiscal Year	Governmental Activities (A)					Percentage of Personal Income (B)	Per Capita (B)
	Notes Payable	State Board of Education Bonds	Certificates of Participation	Capital Leases	Total Primary Government		
2009-10		\$ 8,298,895	\$ 48,028,536	\$ 379,304	\$ 56,706,735	0.601%	\$ 191
2008-09		9,291,284	50,840,714	1,038,229	61,170,227	0.648%	207
2007-08		10,233,673	53,536,829	2,024,988	65,795,490	0.720%	222
2006-07		9,764,305	56,131,879	3,076,029	68,972,213	0.804%	233
2005-06		9,240,982	58,719,369	4,070,281	72,030,632	0.874%	244
2004-05		11,532,666	60,195,842	5,397,412	77,125,920	0.975%	261
2003-04	4,050,000	12,007,890	60,780,000	6,725,619	83,563,509	1.113%	282
2002-03	6,700,000	12,055,000	62,840,000	7,486,257	89,081,257	1.212%	299
2001-02	8,575,000	12,845,000	64,900,000	9,842,219	96,162,219	1.339%	323
2000-01	9,500,000	13,555,000	66,135,000	9,420,188	98,610,188	1.425%	332

Note: The primary government does not have any outstanding debt for business-type activities.

Source:

(A) District Records

(B) Total Primary Government Debt divided by Personal Income and Population from Page 156.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
 ANTICIPATED CAPITAL OUTLAY MILLAGE LEVY  
 REQUIRED TO COVER CERTIFICATES OF PARTICIPATION PAYMENTS  
 LAST TEN FISCAL YEARS  
 (Unaudited)**

<u>Fiscal Year</u>	<u>Taxable Assessed Value (A)</u>	<u>Annual Lease Payment</u>	<u>Millage Levy to Provide 1.00x Coverage (B)</u>
2009-10	\$ 15,932,352	\$ 4,944,814	.33 Mills
2008-09	14,324,102	4,948,369	.36 Mills
2007-08	15,951,031	5,108,002	.34 Mills
2006-07	14,825,928	5,205,952	.37 Mills
2005-06	11,613,884	4,543,929	.41 Mills
2004-05	11,662,765	5,068,083	.46 Mills
2003-04	9,775,652	5,206,808	.56 Mills
2002-03	9,100,507	5,279,878	.61 Mills
2001-02	8,642,058	5,224,045	.64 Mills
2000-01	8,045,258	5,397,924	.71 Mills

(A) Assessed Value is in Thousands.

(B) Millage rate calculated using 95% of the taxable assessed valuation.

Note: Capital lease arrangements financed by Certificates of Participation are not considered general obligation debt as no specific property tax levy has been pledged.

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Source: District Records

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

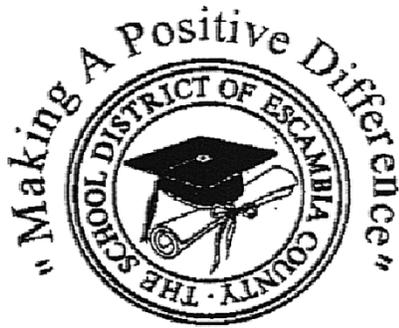
Fiscal Year	Population (A)	Personal Income	Per Capita Personal Income (A)	Median Age (A)	Unemployment Rate (B)
2009-10	296,238	\$ 9,436,957,728	\$ 31,856	38.40	10.5%
2008-09	295,856	9,380,706,192	31,707	35.00	9.9%
2007-08	295,998	9,144,266,214	30,893	36.80	5.5%
2006-07	295,740	8,577,347,220	29,003	36.90	3.8%
2005-06	295,682	8,237,109,156	27,858	37.40	3.4%
2004-05	295,624	7,910,306,992	26,758	36.60	3.6%
2003-04	295,939	7,509,748,064	25,376	36.00	3.5%
2002-03	297,596	7,351,216,392	24,702	35.00	4.0%
2001-02	297,539	7,182,591,460	24,140	35.40	3.8%
2000-01	297,224	6,919,077,496	23,279	35.40	3.8%

Note: Governmental Expense was not calculated until fiscal year ending June 30, 2002 with the implementation of GASB Statement No. 34.

Sources:

- (A) Population, Personal Income, & Per Capita Personal Income were obtained from the United States Department of Commerce, Bureau of Economic Analysis and the University of Florida, Bureau of Economic and Business Research. Personal Income estimated 2005 through 2009 based on historical growth.
- (B) Unemployment Rates were obtained from Florida Agency for Workforce Innovation, Office of Workforce Information Services, Labor Market Statistics
- (C) Student Enrollment was obtained from District Records

Student Enrollment (C)	Government-wide Governmental Activities Expenses	Cost per Student
40,049.39	\$ 377,531,252	\$ 9,427
40,264.34	378,854,685	9,409
41,077.67	398,777,831	9,708
42,025.33	396,835,468	9,443
42,590.86	371,154,107	8,714
42,994.68	347,090,419	8,073
43,054.84	317,892,430	7,383
42,854.79	310,621,547	7,248
43,314.34	303,953,487	7,017
43,507.73	Not Available	Not Available



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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
PRINCIPAL EMPLOYERS  
CURRENT AND TEN YEARS AGO  
(Unaudited)**

<b>Employer</b>	<b>Fiscal Year</b>					
	<b>2009-10 <sup>(1)</sup></b>			<b>1999-00 <sup>(1)</sup></b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Employment</b>
Local Government	15,790	1	7.748%	8,204	2	4.557%
Federal Government	7,403	2	3.633%	17,864	1	9.923%
State of Florida	5,970	3	2.930%	3,996	4	2.220%
Sacred Heart Health System	5,000	4	2.454%	2,364	5	1.313%
Baptist Health Care	3,163	5	1.552%	5,000	3	2.777%
Lakeview Center	2,000	6	0.981%	1,300	9	0.722%
Gulf Power Company	1,400	7	0.687%	1,523	6	0.846%
Solutia, Inc.	1,400	7	0.687%	1,500	7	0.833%
West Florida Hospital	1,300	8	0.638%	1,500	8	0.833%
University of West Florida	1,231	9	0.604%			
Navy Federal Credit Union	1,200	10	0.589%			
Medical Center Clinic				1,127	10	0.626%
International Paper Company						
<b>Totals</b>	<b>45,857</b>		<b>22.503%</b>	<b>44,378</b>		<b>24.650%</b>

<sup>(1)</sup> Source: Pensacola Chamber of Commerce  
(<http://www.pensacolachamber.com/economicdevelopment/workforce.html>)

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHOOL BUILDING INFORMATION & FULL-TIME EQUIVALENT ENROLLMENT DATA**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

	Placed in Service <sup>(1)</sup>	Square Footage <sup>(2)</sup>	Portables	Full-Time Equivalent Enrollment Data		
				2000-01	2001-02	2002-03
<b>Elementary Schools/K-8</b>						
Allen Elementary	1956	82,902	1	765.10	734.94	602.20
Barrineau Park Elementary	1938	9,840	10	233.90	236.30	231.30
Bellview Elementary	1950	85,341	12	750.76	749.80	740.52
Beulah Elementary	1980	85,065	11	588.90	606.02	608.54
Bibbs Elementary	1962	57,876	2	365.43	325.92	437.44
Blue Angels Elementary	1999	108,393	7	722.82	739.34	754.14
Bratt Elementary	1980	59,234	5	377.60	347.78	353.41
Brentwood Elementary	1937	60,107	6	386.74	417.90	477.96
Byrneville Elementary	1940	310	9	168.64	171.98	
Caro Elementary	1989	101,544	8	750.80	785.66	851.44
Carver/Century K-8	1958	61,793	1			365.74
Century Elementary	1958	31,663	4	232.38	229.74	
Cook Elementary	1997	123,537		618.04	702.01	711.23
Cordova Park Elementary	1962	76,577	8	534.24	546.98	526.49
Dixon Elementary	1954	45,495		373.80	331.50	
Edgewater Elementary	1962	51,663		544.36	513.14	491.35
Ensley Elementary	1959	56,909	8	521.60	498.38	496.36
Ferry Pass Elementary	1957	77,426	11	646.20	603.70	588.39
Hallmark Elementary	1928	36,993	3	300.56	317.27	300.54
Holm Elementary	1999	91,438	2	639.15	624.78	626.67
Lincoln Park Elementary	1961	56,091	2	391.28	382.72	401.90
Lipscomb Elementary	1991	107,268	12	804.56	828.60	809.40
Longleaf Elementary	1975	73,012	3	718.61	680.70	669.94
McArthur Elementary	1975	85,242	11	621.94	623.40	590.64
Molino Elementary	1939	25,851		227.83	208.35	220.48
Molino Park Elementary	2002	110,955				
Montclair Elementary	1960	62,370	2	630.81	566.36	491.30
Myrtle Grove Elementary	1936	71,977	8	669.42	672.84	665.76
Navy Point Elementary	1954	70,677		564.14	510.06	506.13
Oakcrest Elementary	1956	63,236	11	621.93	596.12	484.68
Pensacola Beach Elementary	1977	10,310		132.32	127.20	
Pine Meadow Elementary	1960	76,748	8	739.52	716.12	717.76
Pleasant Grove Elementary	1948	58,233	11	498.93	514.62	558.52
Scenic Heights Elementary	1960	77,339	12	853.10	778.02	742.40
Semmes Elementary	1955	60,009		557.36	501.56	403.62
Sherwood Elementary	1958	66,651	1	639.26	593.60	552.22
Suter Elementary	1921	36,786	7	258.07	262.48	265.58
Warrington Elementary	1947	60,684	10	487.00	468.68	513.07
Weis Elementary	1990	93,026		642.94	610.34	630.85
West Pensacola Elementary	1955	66,537	10	571.50	587.02	558.40
Yniestra Elementary	1938	39,600	7	333.58	325.64	328.29
<b>Total Elementary Schools</b>			<b>223</b>	<b>20,485.12</b>	<b>20,037.57</b>	<b>19,274.66</b>
<b>Middle Schools</b>						
Bailey Middle School	1993	167,987	12	1,382.59	1,449.74	1,476.97
Bellview Middle School	1961	128,472	8	1,064.76	1,109.03	1,152.21
Brentwood Middle School	1955	88,445	7	666.30	760.60	817.80
Brown Barge Middle School <sup>(4)</sup>	1955	88,445	7	502.30	494.62	500.22
Brownsville Middle School	1955	106,664		887.36	891.69	767.36
Carver Middle School	1935	47,790		178.52	180.50	
Ferry Pass Middle School	1961	127,961	5	1,050.30	1,067.46	1,014.20
Ransom Middle School	1987	158,627	15	1,457.50	1,503.78	1,487.80
Ward Middle School	1945	82,541	2	229.90	239.20	333.60
Warrington Middle School	1953	127,637	6	774.18	774.39	815.30
Wedgewood Middle School	1964	85,650		726.90	733.10	723.60
Woodham Middle School	1964	215,596	4			
Workman Middle School	1962	128,638	9	870.80	869.66	906.62
<b>Total Middle Schools</b>			<b>75</b>	<b>9,791.41</b>	<b>10,073.77</b>	<b>9,995.68</b>

**Full-Time Equivalent Enrollment Data**

<u>2003-04</u>	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>
596.64	613.09	618.52	617.09	633.18	590.63	582.19
745.70	699.93	685.92	743.83	762.67	722.02	730.25
611.20	667.95	734.86	700.59	724.57	767.96	817.78
417.42	398.04	399.58	382.90	344.17	336.40	328.55
755.22	853.07	868.08	827.43	815.10	860.56	925.00
358.58	364.18	396.63	386.22	394.02	393.28	429.61
463.05	492.61	587.61	530.61	450.24	413.87	500.41
926.80	891.01	887.40	879.56	864.49	908.50	947.05
348.40	374.45	335.40	264.63	203.75	213.65	
693.42	648.74	555.05	591.80	588.18	608.90	623.68
514.85	574.30	642.20	625.75	673.04	658.14	676.26
429.00	395.52	383.38	360.03	350.82	350.87	
451.65	469.49	436.56	363.17	374.90	348.21	354.68
607.96	617.92	653.90	673.44	646.94	619.81	687.15
271.53	278.05	263.86	239.50	241.43	225.34	212.56
644.60	623.70	614.43	556.81	550.19	534.63	517.04
403.16	387.02	331.53	334.74	279.94	247.52	214.04
837.98	860.09	849.01	871.98	950.12	1,018.97	1,005.05
665.02	633.21	680.08	769.00	802.02	746.02	670.47
619.68	668.64	719.04	712.59	719.12	714.42	726.02
448.20	470.12	485.88	459.84	463.95	431.27	390.37
459.12	469.17	425.22	296.56	321.92	473.91	458.55
669.00	652.99	633.39	640.92	679.32	651.69	684.76
493.12	456.96	406.44	393.96	384.27	331.85	397.30
492.27	454.23	471.65	430.76	447.43	426.31	413.72
719.78	724.56	752.94	796.95	780.37	797.83	835.71
574.92	562.84	602.22	620.28	658.23	645.02	648.00
740.80	756.14	787.13	743.78	694.10	779.99	837.44
395.48	382.78	330.71	310.06	286.23	266.07	297.80
543.74	515.51	529.47	530.79	524.10	518.14	489.16
273.78	306.31	315.75	354.70	381.17	367.55	385.52
493.38	470.16	471.28	442.65	392.79	369.93	502.06
626.12	573.82	555.32	516.72	548.52	533.02	517.78
564.06	511.51	476.21	481.45	461.44	455.00	530.31
327.24	310.55	332.13	404.08	281.97	235.79	234.89
<u>19,182.87</u>	<u>19,128.66</u>	<u>19,218.78</u>	<u>18,855.17</u>	<u>18,674.70</u>	<u>18,563.07</u>	<u>18,571.16</u>
1,618.06	1,649.50	1,566.28	1,528.66	1,504.05	1,488.20	1,453.50
1,179.70	1,169.18	1,106.20	1,134.80	1,192.10	1,099.50	1,060.30
878.90	885.04	869.20	818.79			
511.30	512.60	501.00	509.00	631.00	652.71	634.00
733.07	740.50	605.70	524.30			
1,003.91	977.70	899.70	899.43	880.80	894.56	873.37
1,435.80	1,473.10	1,447.88	1,403.11	1,365.31	1,325.81	1,310.05
407.50	392.05	383.50	443.00	458.50	461.49	519.31
838.30	796.06	721.50	617.20	892.00	854.80	850.71
713.30	663.90	541.00	555.60			
905.81	898.10	827.90	788.13	1,012.60	928.50	924.90
				850.02	866.11	867.10
<u>10,225.65</u>	<u>10,157.73</u>	<u>9,469.86</u>	<u>9,222.02</u>	<u>8,786.38</u>	<u>8,571.68</u>	<u>8,493.24</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**SCHOOL BUILDING INFORMATION & FULL-TIME EQUIVALENT ENROLLMENT DATA**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

	Placed in Service <sup>(1)</sup>	Square Footage <sup>(2)</sup>	Portables	Full-Time Equivalent Enrollment Data		
				2000-01	2001-02	2002-03
<b>High Schools</b>						
Escambia High School	1958	229,995	9	1,897.37	1,852.73	1,652.24
West Florida High School of Advanced Technology	1967	338,380	6	66.83	383.89	661.83
Northview High School	1993	137,450		470.50	437.74	496.53
Pensacola High School	1949	261,925	5	1,692.59	1,625.34	1,712.09
Pine Forest High School	1974	220,462	15	1,611.04	1,663.99	1,564.42
Tate Senior High School	1950	283,384	2	2,177.18	2,074.75	1,989.36
Washington High School	1976	258,583	6	1,767.12	1,741.43	1,678.79
Woodham High School	1962	115,126	10	1,473.79	1,426.34	1,368.34
<b>Total High Schools</b>			<b>53</b>	<b>11,156.42</b>	<b>11,206.21</b>	<b>11,123.60</b>
<b>Special Centers</b>						
Judy Andrews Pre-K Center	1965	20,458		27.96	26.86	
Clubbs Alternative Middle School	1938	35,459		174.50	142.50	173.50
Dixon Educational Center <sup>(5)</sup>	1954	45,495		252.86	110.97	184.00
E-Seal Center	1992	40,127	5	136.96	114.27	118.50
Sid Nelson Community Learning	1956	56,836		25.53	134.47	136.24
McMillian Learning Center	1961	40,659	7	25.48	25.93	28.71
Program for Academically Talented Students (PATS)	1921	23,629	1	199.20		
Petree Center	1962	15,512	5	36.60	38.28	
George Stone Technical Center <sup>(3)</sup>	1967	219,913	6			
Escambia Westgate Center	1979	96,305	5	195.00	194.50	197.70
OASIS High School Preparatory Academy	1965		4			
<b>Total Special Centers</b>			<b>33</b>	<b>1,074.09</b>	<b>787.78</b>	<b>838.65</b>
<b>Other Programs</b>						
District Administered Programs	n/a	n/a	n/a	76.71	94.82	133.22
Escambia County Jail	n/a	n/a	n/a	0.17	0.80	0.63
Escambia Juvenile Justice Center	n/a	n/a	n/a	73.51	59.50	73.00
Hospital & Homebound	n/a	n/a	n/a	23.54	20.81	22.25
Drug and Alcohol Residential Treatment Center (DAART)	n/a	n/a	n/a	16.50	14.50	15.00
Lakeview Center	n/a	n/a	n/a	46.50	46.50	53.50
Pensacola Boys Base	n/a	n/a	n/a	30.00	29.50	27.50
Escambia Bay Marine	n/a	n/a	n/a	61.50	75.00	76.50
Outward Bound	n/a	n/a	n/a	30.00	25.50	32.50
PACE Center for Girls	n/a	n/a	n/a	45.50	45.50	42.50
McKay Scholarships	n/a	n/a	n/a			
Opportunity Scholarships	n/a	n/a	n/a	85.34	141.74	188.50
<b>Total Other Programs</b>				<b>489.27</b>	<b>554.17</b>	<b>665.10</b>
<b>Charter Schools</b>						
Beulah Academy of Science	n/a	n/a	n/a	141.42	159.50	161.20
Byrnesville Elementary Charter School	n/a	n/a	n/a			165.80
Capstone Academy	n/a	n/a	n/a			
Escambia Charter School	n/a	n/a	n/a	144.50	162.00	145.50
Dr. Ruby J. Gainer School for Reaching Your Dream	n/a	n/a	n/a	126.00	82.92	102.00
Gulf Coast Charter School	n/a	n/a	n/a	99.50	106.92	96.50
Jacqueline Harris Preparatory Academy	n/a	n/a	n/a		143.50	160.20
Life Skills Center	n/a	n/a	n/a			
Pensacola Beach Elementary Charter School	n/a	n/a	n/a			125.90
<b>Total Charter Schools</b>				<b>511.42</b>	<b>654.84</b>	<b>957.10</b>
<b>Total District</b>				<b>43,507.73</b>	<b>43,314.34</b>	<b>42,854.79</b>

<sup>(1)</sup> Original date that the school was placed in service. This date does not reflect additions, renovations, replacements or remodeling.

<sup>(2)</sup> Square footage is current, but does not include portables.

<sup>(3)</sup> The George Stone Center houses adult programs which do not generate Full Time Enrollment (FTE).

<sup>(4)</sup> Brown-Barge moved to the former Brentwood Middle facility in 2007-08.

<sup>(5)</sup> Dixon Educational Center moved to the former Judy Andrews facility in 2006-07 and the name was changed to Judy Andrews Center.

Source: District Records

**Full-Time Equivalent Enrollment Data**

<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2008-09</b>	<b>2009-10</b>
1,670.17	1,691.66	1,683.69	1,743.04	1,920.58	1,895.15	1,873.29
955.95	1,224.82	1,244.51	1,245.00	1,284.46	1,300.88	1,296.67
505.83	520.98	545.97	558.33	551.61	546.10	552.65
1,621.61	1,547.76	1,509.07	1,404.95	1,483.93	1,532.93	1,641.12
1,515.58	1,478.21	1,498.28	1,520.34	1,958.50	1,833.24	1,876.25
1,927.44	1,936.94	1,945.50	2,071.28	1,967.59	1,909.05	1,955.85
1,664.46	1,580.41	1,589.02	1,659.19	1,875.50	1,691.68	1,634.31
1,306.92	1,289.25	1,323.76	1,229.01			
<u>11,167.96</u>	<u>11,270.03</u>	<u>11,339.80</u>	<u>11,431.14</u>	<u>11,042.17</u>	<u>10,709.03</u>	<u>10,830.14</u>
			42.50	47.50	44.00	
173.00	177.00	156.00	122.00	146.50	148.50	85.50
190.00	180.50	166.50				53.50
119.00	125.76	99.50	97.55	85.59	83.97	85.31
133.46	108.37	129.15	107.35	122.10	143.75	154.24
46.50	68.37	58.35	59.52	61.74	65.49	70.36
197.48	206.13	223.50	223.64	221.16	218.64	226.07
		72.00	72.00	72.00	72.00	
<u>859.44</u>	<u>866.13</u>	<u>905.00</u>	<u>724.56</u>	<u>756.59</u>	<u>776.35</u>	<u>674.98</u>
154.53	147.89	165.07	151.92	153.18	147.00	123.93
0.57	0.75	0.72	0.93	1.23	1.35	4.65
92.00	79.50	77.50	103.49	96.33	70.00	50.00
20.97	17.11	16.19	18.22	16.24	14.13	10.07
15.50	14.50	13.50	17.00	17.50	16.00	15.00
47.50	46.50	43.50	40.50	41.50	40.00	36.50
28.50	27.50	29.50	38.11	37.02	26.02	25.50
77.00	74.50	75.50	75.98	68.30	72.00	55.50
31.00	22.50	30.50	33.72			
45.00	44.00	47.50	61.30	63.30	51.00	53.00
180.50	191.50	191.50	130.50	144.00	163.00	192.00
34.50	28.00	12.50				
<u>727.57</u>	<u>694.25</u>	<u>703.48</u>	<u>671.67</u>	<u>638.60</u>	<u>600.50</u>	<u>566.15</u>
165.80	188.40	216.30	225.50	239.20	261.70	261.60
170.60	165.28	172.00	159.30	162.70	166.80	178.60
	4.00	5.44	10.00	13.50	18.82	24.84
137.65	110.50	120.00	108.50	121.50	130.50	126.00
127.00	134.00	117.00	118.51	109.88	113.50	
156.80	158.50	192.50	179.50	194.30	203.30	182.00
			204.01	213.29		
133.50	117.20	130.70	115.45	124.86	143.76	140.68
<u>891.35</u>	<u>877.88</u>	<u>953.94</u>	<u>1,120.77</u>	<u>1,179.23</u>	<u>1,038.38</u>	<u>913.72</u>
<u>43,054.84</u>	<u>42,994.68</u>	<u>42,590.86</u>	<u>42,025.33</u>	<u>41,077.67</u>	<u>40,259.01</u>	<u>40,049.39</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA**  
**NUMBER OF PERSONNEL**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

<b>Fiscal Year</b>	<b>(A) Instructional</b>	<b>(B) Administrative</b>	<b>(C) Support Services</b>	<b>Total</b>	<b>Ratio of Students (FTE) to Instructional Personnel</b>	<b>Ratio of Instructional Personnel to Administrators</b>
2009-10	3,270	142	1,964	5,376	11.94	23.03
2008-09	3,371	145	2,022	5,538	11.59	23.25
2007-08	3,442	150	2,084	5,676	11.93	22.95
2006-07	3,421	152	2,192	5,765	12.28	22.51
2005-06	3,371	152	2,145	5,668	12.63	22.18
2004-05	3,301	148	2,128	5,577	13.02	22.30
2003-04	3,074	148	2,083	5,305	14.01	20.77
2002-03	3,050	164	2,102	5,316	14.05	18.60
2001-02	3,038	157	2,242	5,437	14.26	19.35
2000-01	3,097	166	2,328	5,591	14.05	18.66

- (A) Classroom Teachers, Guidance/Psychologists, Exceptional Education Teachers, Media Specialists  
Other Professional Instructional Staff
- (B) Principals, Assistant Principals, Superintendent, Assistant Superintendent, Executive Directors  
Directors, Managers, Coordinators
- (C) Paraprofessional, Bus Drivers, Monitors, Maintenance, Clerical, Etc.

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Source: District Records

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
TEACHERS' SALARIES  
LAST TEN FISCAL YEARS  
(Unaudited)**

<b>Fiscal Year</b>	<b>Minimum Range 10-Month Salary (a)</b>	<b>Maximum Range 10-Month Salary (a)</b>	<b>Average Teacher Salary</b>
2009-10	\$32,500 - \$36,100	\$51,471 - \$55,071	\$42,346
2008-09	\$32,000 - \$35,600	\$51,000 - \$54,600	\$41,430
2007-08	32,000 - 35,600	51,000 - 54,600	41,551
2006-07	29,105 - 32,705	48,197 - 51,797	39,075
2005-06	27,878 - 31,478	46,631 - 50,231	37,402
2004-05	27,252 - 30,852	45,639 - 49,239	36,407
2003-04	26,626 - 30,226	44,647 - 48,247	34,286
2002-03	26,000 - 29,600	43,655 - 47,255	34,821
2001-02	25,300 - 28,900	41,976 - 45,576	33,849
2000-01	23,400 - 27,000	41,976 - 45,576	31,261

(a) Minimum and maximum salary ranges are based on the educational level of the employee. The starting amount represents a bachelor's degree and the ending amount represents an in-field doctorate degree. Employees may earn additional pay for the following degree levels: in-field masters (\$2,500); out-of-field masters (\$1,700); in-field specialist (\$3,100); out-of-field specialist (\$2,600); in-field doctorate (\$3,600); out-of-field doctorate (\$3,300). Employees may also receive additional compensation for working 11 or 12 months.

Source: Minimum & Maximum Salaries - District Records; Average Teacher Salaries - Florida Department of Education.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
FOOD SERVICE OPERATING DATA  
LAST TEN FISCAL YEARS  
(Unaudited)**

	<b>Fiscal Year Ending</b>			
	<b>June 30, 2001</b>	<b>June 30, 2002</b>	<b>June 30, 2003</b>	<b>June 30, 2004</b>
Days Meals were Served	180	180	180	180
Average Number of Free and Reduced Meals Served Daily	30,154	29,827	28,966	28,851
Number of Free and Reduced Meals Served	5,427,776	5,368,914	5,213,909	5,193,132
Average Daily Subsidy Received	\$ 57,082	\$ 58,513	\$ 58,143	\$ 59,145
Total Subsidy Received	\$ 10,274,705	\$ 10,532,370	\$ 10,465,651	\$ 10,646,061
Average Number of Meals Served Daily	37,618	36,739	35,669	35,685
Number of Meals Served	6,771,246	6,613,028	6,420,385	6,423,242
Average Daily Revenues	\$ 90,119	\$ 92,837	\$ 91,309	\$ 93,767
Total Revenues	\$ 16,221,482	\$ 16,710,683	\$ 16,435,701	\$ 16,878,128
Average Daily Costs	\$ 96,238	\$ 89,390	\$ 87,699	\$ 92,371
Total Costs	\$ 17,322,894	\$ 16,090,122	\$ 15,785,781	\$ 16,626,822

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Source: District Records

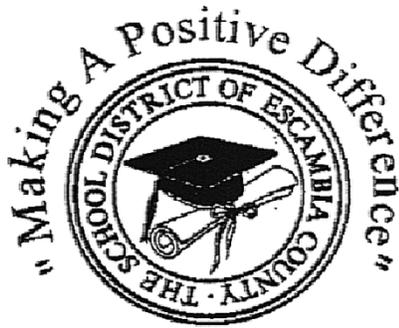
<b>Fiscal Year Ending</b>					
<b>June 30, 2005</b>	<b>June 30, 2006</b>	<b>June 30, 2007</b>	<b>June 30, 2008</b>	<b>June 30, 2009</b>	<b>June 30, 2010</b>
170	179	180	180	180	177
29,909	28,330	27,886	26,440	27,681	29,557
5,084,549	5,071,159	5,019,529	4,759,284	4,982,623	5,231,541
\$ 63,293	\$ 61,462	\$ 62,312	\$ 65,436	\$ 71,958	\$ 78,042
\$ 10,759,800	\$ 11,001,688	\$ 11,216,190	\$ 11,778,397	\$ 12,952,440	\$ 13,813,367
36,602	35,871	35,695	33,365	33,766	35,511
6,222,411	6,420,924	6,425,066	6,005,633	6,077,927	6,285,394
\$ 100,072	\$ 100,536	\$ 102,799	\$ 98,927	\$ 104,226	\$ 107,987
\$ 17,012,218	\$ 17,995,872	\$ 18,503,864	\$ 17,806,948	\$ 18,760,744	\$ 19,113,616
\$ 99,798	\$ 100,429	\$ 102,150	\$ 103,911	\$ 99,617	\$ 102,972
\$ 16,965,688	\$ 17,976,729	\$ 18,387,009	\$ 18,704,011	\$ 17,931,037	\$ 18,226,102

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA  
SCHEDULE OF INSURANCE IN FORCE  
AS OF JUNE 30, 2010  
(Unaudited)**

Coverage Type	Name of Company	Policy Number	Coverage	
			From	To
Primary Property	Lexington Insurance Co-50%	25412800	07/01/09	06/30/10
Primary Property	Underwriters @ Lloyds-50%	V094520	07/01/09	06/30/10
1st Excess Property	Landmark American	LHD363551	07/01/09	06/30/10
1st Excess Property	Columbia Casualty	RMP2091209819	07/01/09	06/30/10
2nd Excess Property	Landmark American	LHD363552	07/01/09	06/30/10
Boiler & Machinery	Travelers Property & Casualty	6053C758	07/01/09	06/30/10
Crime Bond	Travelers Property and Casualty Company	103183657	07/01/09	06/30/10
General Liability	Mt. Hawley Insurance Company	MGL0155041	05/22/10	04/30/11
Excess Liability	Mt. Hawley Insurance Company	MXL0365948	05/22/10	04/30/11
Storage Tank	Zurich Insurance Company	USC5865285 03	01/31/09	12/31/10
Public Official Bonds	Fidelity & Deposit Company	POB8959759	11/20/09	11/20/10
Public Official Bonds	Fidelity & Deposit Company	POB8959760	11/20/09	11/20/10
Out-of-State Vehicles	Fisher Brown Insurance Company	74APB018735	02/03/10	02/02/11
Catastrophic Student Accident	National Union Fire Insurance Company	CHC00153181	08/01/09	07/31/10
Interschool & Athletic Activities	United Health Care	2009600086	08/01/09	07/31/10

Source: District Records

Coverage Type	Limit of Coverage	Annual Premium
All Risks of Direct Physical Loss or damage including flood and earthquake	\$15,000,000 Primary per occurrence	\$1,152,004
Same as above	\$15,000,000 Primary per occurrence	\$1,152,004
Excess Insurance	\$3,333,334p/o\$10,000,000xsPrimary\$15,000,000	204,804
Excess Insurance	\$3,333,334p/o\$10,000,000xsPrimary\$15,000,000	204,804
Excess Insurance	\$20,000,000 sx \$25,000,000	81,924
Boiler & Machinery	\$100,000,000 Equipment Breakdown Limit	16,257
Crime Bond	\$25,000 per Loss - Employee Dishonesty	4,941
	\$25,000 on Premises	
	\$25,000 Messenger - Money & Securities	
General Liability	\$2,000,000 General Aggregate	10,100
	\$1,000,000 Products-Completed Operation Agg.	
	\$1,000,000 Personal & Advertising	
	\$1,000,000 Each Occurrence	
	\$50,000 Fire Damage	
Excess Liability	\$5,000,000 Medical Expense	8,080
	\$5,000,000 Each Occurrence/Aggregate	
	\$5,000,000 General Aggregate (other than products/complete operations)	
Liability	\$5,000,000 Products/Completed operations aggregate	14,587
	\$1,000,000 Each Occurrence	
Chairman Public Official Bond	\$1,000,000 Annual Aggregate	101
Vice Chairman Public Official Bond	Board Members Coverage \$12,000	101
Vehicles that travel across state line	Board Members Coverage \$12,000	10,047
	\$500,000 Bodily Injury each person	
	\$500,000 Bodily Injury each accident	
Covers liability relating to interscholastic activities	\$100,000 Property Damage each accident	10,876
	\$6,000,000 Accident Medical Expense Benefit	
Accidental Student Athletic Insurance Policy	\$25,000	55,820



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# OTHER REPORTS





**Independent Auditors' Report on Internal Control Over Financial Reporting and on  
Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance With *Government Auditing Standards***

The Honorable Members of the School Board  
The School District of Escambia County, Florida  
Pensacola, Florida

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School District of Escambia County, Florida as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 21, 2011. We did not audit the financial statements of the aggregate discretely presented component units; those financial statements were audited by other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

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

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

## Compliance and Other Matters

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

We noted certain other matters that we reported to management of the District in a separate letter dated January 21, 2011.

This report is intended for the information and use of the District's management, the Board, and applicable federal and state agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Cherry, Behant & Holland, L.L.P.*

Orlando, Florida  
January 21, 2011