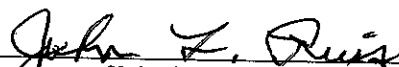


**FLORIDA DEPARTMENT OF EDUCATION
SUPERINTENDENT'S ANNUAL FINANCIAL REPORT (ESE 145)
DISTRICT SCHOOL BOARD OF NASSAU COUNTY
For the Fiscal Year Ended June 30, 2016**

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The Superintendent's Annual Financial Report (ESE 145) for the fiscal year ended June 30, 2016, was submitted in accordance with rule 6A-1.0071, Florida Administrative Code (section 1001.51(12)(b), Florida Statutes). This report was approved by the school board on September 8, 2016.



 Signature of District School Superintendent

September 8, 2016

 Signature Date

MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the Nassau County District School Board has prepared the following discussion and analysis to provide an overview of the District's financial activities for the fiscal year ended June 30, 2016. The intent of this discussion and analysis is to (a) assist the reader in focusing on significant financial issues, (b) provide an overview and analysis of the district's financial activities, (c) identify changes in the district's financial position, (d) identify material deviations from the approved budget and (e) highlight significant issues in individual funds. Because the information contained in the Management's Discussion and Analysis (MD&A) is intended to highlight significant transactions, events and conditions, it should be considered in conjunction with the district's financial statements and notes to financial statements found immediately following the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2015-16 fiscal year are as follows:

- The District's assets and deferred outflows of resources exceed the liabilities and deferred inflows of resources at June 30, 2016, by \$174,231,614.46 (net position).
- The District's total net position increased by \$10,562,380.72, or 6.45 percent increase from the beginning net position of \$163,669,233.74 at June 30, 2015.
- General revenues total \$105,597,313.03, or 94 percent of all revenues in the 2015-16 fiscal year, compared to \$98,627,309.00, or 94 percent in the prior year. Program-specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions total \$6,354,844.48, or 6 percent, compared to \$6,337,245.29, or 6 percent in the prior year.
- Expenses total \$101,389,776.79. Only \$6,354,844.48 of these expenses was offset by program specific charges, with the remainder paid from general revenues.
- At the end of the current fiscal year, the fund balance of the General Fund totals \$11,950,705.50, which is \$2,466,459.44 greater than the prior fiscal year balance. The General Fund total assigned and unassigned fund balances was \$8,617,009.61, or 10 percent of total General Fund revenues.

NON-FINANCIAL HIGHLIGHTS

Key highlights

- Nassau County School District received an overall grade of "B" for the 2015 – 2016 school year, with eight out of twelve schools receiving an "A". This was the highest percentage of schools receiving an "A" for any district in the state.
- Based on total number of points earned on the FLDOE grading system NCS D ranks fourth in the state for the 2015 – 2016 school year.
- The Nassau County School District is accredited district-wide through AdvancED as determined in the most recent Quality Assurance Review in May 2016. Nassau was one of the first three districts in the state to be awarded district-wide accreditation through the current process.
- The school district is continuing a partnership with Cenergistics, a nationally-recognized energy conservation company, to significantly reduce energy consumption. The school district is now a designated Energy Star partner. The district received the Environmental Excellence Award on July 28, 2016. During the 23 month alliance with Cenergistics the district has achieved a 21% cost savings totaling \$1,474,256.
- The Nassau County School District was recognized by the American Heart Association as an elite Platinum Fit-Friendly Worksite in 2016. This is the fourth straight year the district has achieved this high honor.
- Fifteen school district locations were recognized by the American Heart Association as Fit-Friendly work places at the Gold Level.

- Nassau County was named by the Department of Health Florida Coordinated School Health Partnership as a Gold Level Florida Healthy School District. Gold Level awards are based on sustainable infrastructure, policy, programs, and practices identified from national and state guidelines, best practices, and Florida statutes.
- Three schools were certified by the Healthier US School Challenge: Callahan Elementary, Southside Elementary and Yulee Elementary. This is a voluntary certification that recognizes schools that are healthy environments that promote good nutrition and physical activity.
- Yulee Elementary earned a Bronze National Recognition Award from the Alliance for a Healthier Generation. This program was founded by the American Heart Association and the William J. Clinton Foundation to recognize best practices in creating healthy environments for children.
- Chrissy Bass, 2nd grade teacher at Southside Elementary School, was named Teacher of the Year for 2016-17.
- Candace Ritsma, secretary-bookkeeper at Yulee Middle School, was named School-Related Employee of the Year for 2016-17.
- Nassau County staff work diligently to ensure that all students achieve graduation. The latest available data is for the 2014-2015 school year and it shows Nassau County with a Graduation Rate of 91 percent based on Federal Graduation Rate which does not include GED's (regular and adult) and special diplomas; this is the 3rd highest graduation rate in the state.
- The NCSD was awarded a \$3,000,000.00 School Climate Transformation Grant by the U. S. Department of Education. This is a five year grant which began with the 2015 – 2016 school year. Grant funds have allowed the district to train staff and implement Positive Behavior Supports in all fifteen schools. Grant funds have also allowed for the hiring of additional social workers and behavior specialists to support schools in their efforts to help all students succeed.

OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements consist of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to financial statements. This report also includes supplementary information intended to furnish additional details to support the basic 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 position and a statement of activities that are designed to provide consolidated financial information about the governmental activities of the District presented on the accrual basis of accounting. The statement of net position provides information about the District's financial position, its assets and liabilities, using an economic resources measurement focus. The difference between the assets and the liabilities, the net position, is a measure of the District's financial health. The statement of activities presents information about the change in the District's net position, the results of operations, during the fiscal year. An increase or decrease in net position is an indication of whether the District's financial health is improving or deteriorating.

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

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 the broad categories 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, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and 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, Capital Projects – Local Capital Improvement Fund, and 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. A budgetary comparison schedule has been provided for all the funds to demonstrate compliance with the budget.

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.

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.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the District's progress in funding its obligation to provide other postemployment benefits to its employees.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position over time may serve as a useful indicator of a government’s financial health. The following is a summary of the District’s net position as of June 30, 2016, compared to net position as of June 30, 2015:

	Net Position, June 30,	
	Governmental	
	Activities	
	2016	2015
Current and Other Assets	60,182,517.07	55,329,498.56
Capital Assets	163,605,358.39	158,637,351.73
Total Assets	\$ 223,787,875.46	\$ 213,966,850.29
Deferred Outflows of Resources	\$ 8,962,188.00	\$ 6,598,717.00
Long-Term Liabilities	49,077,449.31	38,294,113.46
Other Liabilities	3,860,092.72	3,437,164.53
Total Liabilities	\$ 52,937,542.03	\$ 41,731,277.99
Deferred Inflows of Resources	\$ 5,580,906.97	\$ 15,165,055.56
Net Position:		
Net Investment in Capital Assets	159,553,517.95	154,251,496.02
Restricted	46,516,050.12	44,288,163.21
Unrestricted	(31,837,953.61)	(34,870,425.49)
Total Net Position	\$ 174,231,614.46	\$ 163,669,233.74

The District’s net investment in capital assets (e.g., land; buildings; furniture, fixtures, and equipment, less any related debt still outstanding) of \$159,553,517.95 is the largest portion of net position. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of related debt, the resources used to repay the debt must be provided from other sources, since the capital assets cannot be used to liquidate these liabilities.

The District’s restricted net position of \$46,516,050.12 represents resources that are subject to external restrictions on how they may be used.

The District unrestricted net position is a deficit of \$31,837,953.61 due primarily to the recognition of pension related liabilities and deferred outflows/inflows of resources required by GASB Statement No. 68.

The key elements of the changes in the District’s net position for the fiscal years ended June 30, 2016, and June 30, 2015, are as follows:

	Operating Results for the Fiscal Year Ended	
	Governmental	
	Activities	
	6-30-16	6-30-15
Program Revenues:	\$	\$
Charges for Services	1,975,035.33	1,986,639.91
Operating Grants and Contributions	3,747,986.08	3,727,607.91
Capital Grants and Contributions	631,823.07	622,997.47
General Revenues:		
Property Taxes, Levied for Operational Purposes	40,962,165.13	39,319,395.32
Property Taxes, Levied for Capital Projects	9,967,521.55	9,463,931.97
Impact Fees	2,942,954.23	2,858,407.53
Grants and Contributions Not Restricted to Specific Programs	46,857,443.73	45,011,228.09
Unrestricted Investment Earnings	183,856.88	20,102.21
Miscellaneous	4,683,371.51	1,725,761.88
Total Revenues	111,952,157.51	104,736,072.29
Functions/Program Expenses:		
Instruction	51,607,004.22	50,302,831.87
Pupil Personnel Services	4,016,343.54	3,776,085.63
Instructional Media Services	1,297,020.52	1,337,015.28
Instruction and Curriculum Development Services	2,676,327.00	2,433,191.92
Instructional Staff Training Services	2,142,776.00	1,737,019.15
Instruction Related Technology	1,256,708.60	1,228,033.13
School Board	428,848.73	432,144.30
General Administration	1,093,374.49	899,965.42
School Administration	5,399,474.23	5,387,096.66
Facilities Acquisition and Construction	909,233.38	1,364,501.77
Fiscal Services	602,903.34	570,420.07
Food Services	5,150,030.43	5,154,267.57
Central Services	575,824.73	653,640.33
Pupil Transportation Services	5,087,403.52	5,065,951.53
Operation of Plant	8,221,508.58	8,156,148.86
Maintenance of Plant	3,028,742.41	2,908,866.99
Administrative Technology Services	963,135.33	1,068,556.04
Community Services	285,949.76	267,031.18
Unallocated Interest on Long-Term Debt	110,513.66	63,355.98
Unallocated Depreciation Expense	6,484,271.20	6,220,749.32
Loss on Disposal of Capital Assets	52,382.42	101,144.44
Total Functions/Program Expenses	101,389,776.09	99,128,017.44
Change in Net Position	10,562,381.42	5,608,054.85
Net Position - Beginning	163,669,233.74	158,061,178.89
Adjustment to Restate Beginning Net Position (see note II)		(36,626,434.00)
Net Position - Beginning - Restated	163,669,233.74	121,434,744.89
Net Position - Ending	\$ 174,231,615.16	\$ 163,669,233.74

The largest revenue source is local property taxes (46 percent), which increased by \$2,146,359.39, or 5.3 percent, as a result of an increase in taxable assessed values, although the total millage rate decreased for the 2015-16 fiscal year. The State of Florida is the next largest revenue source (37 percent). Revenues from State sources for current operations are primarily received through the Florida Education Finance Program (FEFP) funding formula. The FEFP formula utilizes student enrollment data,

and is designed to maintain equity in funding across all Florida school districts, taking into consideration the District's funding ability based on the local property tax base.

Grants and contributions not restricted to specific programs increased by \$1,846,216, or 4.1 percent, primarily due to increases in Federal and State funding. These increase were primarily from Safe and Drug-free Schools and Communities National Program and State FEFPP, which increased by \$291,302.15 and \$1,168,291.00, respectively, as compared to the prior fiscal year.

Instruction expenses represent 51 percent of total governmental expenses in the 2014-15 and 2015-16 fiscal years.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. Specifically, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as it represents the portion of fund balance that has not been limited to a particular purpose by an external party, the District, or a group or individual delegated authority by the Board to assign resources for particular purposes.

The total fund balances of governmental funds increased by \$4,437,724.77 during the fiscal year to \$56,161,269.93 at June 30, 2016. Of the total fund balance, \$6,116,307.10, or 11 percent, is unassigned; \$1,096,833.33 is nonspendable; \$46,447,426.99 is restricted; and \$2,500,702.51 is assigned.

Major Governmental Funds

The General Fund is the District's chief operating fund. At the end of the current fiscal year, unassigned fund balance is \$6,116,307.10, while the total fund balance is \$11,950,705.50. As a measure of the General Fund's liquidity, it may be useful to compare the total assigned and unassigned fund balances to General Fund total revenues. The total assigned and unassigned fund balance is 10 percent of the total General Fund revenues, while total fund balance represents 14 percent of total General Fund revenues.

Total fund balance increased by \$2,466,459.44 during the fiscal year. The significant changes were primarily due to State FEFPP and property tax increases of \$1,168,291.00 and \$1,642,769.81, respectively. Total revenues exceeded total expenditures by \$105,166.65, while other financing sources totaled \$2,361,292.79 mainly due to transfer of cost associated with renovation and repair of existing school plants from the Capital Project – Local Capital Improvement Fund.

The Capital Projects – Local Capital Improvement Fund has a total fund balance of \$5,690,483.62, which is restricted for the acquisition, construction, and maintenance of capital assets. Encumbrances of this fund total \$22,006,789.87, the majority of which is earmarked for the project for the New Elementary School in Yulee shown in the notes of financial report. The fund balance decreased in the current fiscal year due to more renovations projects at various facilities.

The Capital Projects – Other Capital Projects Fund has a total fund balance of \$14,640,707.54. This fund accounts for the financial resources generated by the collection of impact fees to be used for educational capital outlay needs, including new construction, renovations, and remodeling projects. This fund has revenues of \$2,971,710.25, expenditures of \$648,456.51, and encumbrances of \$7,461,488.91 at June 30, 2016. The fund balance increased in the current fiscal year as resources were accumulated in anticipation of future construction projects.

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund final budgeted revenues and expenditures were in line with original budget amounts. Actual revenues are \$2,015,579.49, or 2 percent greater than the final budgeted amounts, while actual expenditures are \$7,093,755.16 or 9 percent, less than final budget amounts. The increase in revenues mainly resulted from unanticipated receipts of Medicaid administrative moneys and miscellaneous local revenues. The decrease in expenditures was primarily due to salary and related expenditures being less than projected. The actual ending fund balance exceeded the estimated fund balance contained in the final amended budget by \$8,370,243.44.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2016, is \$163,605,358.39 (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; construction in progress; and audio visual and computer software.

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

- Completion of classroom addition at Southside Elementary School and Emma Love Hardee Elementary School costing approximately \$1.7 million and \$1.6 million, respectively.
- Completion of retrofit work at Fernandina Beach Middle school costing approximately \$1.2 million.
- At June 30, 2016, construction in progress in is related to the following projects: Retrofit work at Hilliard Elementary and the New Elementary School in Yulee.

Additional information on the District's capital assets can be found in notes II.D and II.G to the financial statements.

Long-Term Debt

At June 30, 2016, the District has total long-term debt outstanding of \$4,051,840.44, comprised of State School Bonds of \$594,000, District Revenue Bonds of \$2,029,259.44, and Qualified Zone Academy Bonds of \$1,428,581.00. During the current fiscal year, the District reduced bond payable debt of \$334,015.27 through scheduled principal payments.

Additional information on the District's long-term debt can be found in note II.I. to the financial statements.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning information provided in the MD&A or other required supplementary information, and financial statements and notes thereto, or requests for additional financial information should be addressed to the Executive Director of Business Services, Nassau County District School Board, 1201 Atlantic Avenue, Fernandina Beach, FL 32034.

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
STATEMENT OF NET POSITION
June 30, 2016

	Account Number	Primary Government		
		Governmental Activities	Business-Type Activities	Total
ASSETS				
Cash and Cash Equivalents	1110	53,476,636.73		53,476,636.73
Accounts Receivable, Net	1131	2,751,898.21		2,751,898.21
Capital Credits Receivable	1130	158,544.45		158,544.45
Due From Other Agencies	1220	1,479,515.30		1,479,515.30
Cash with Fiscal/Service Agents	1114	1,219,089.05		1,219,089.05
Inventory	1150	1,096,833.33		1,096,833.33
<i>Capital Assets</i>				
Land	1310	5,233,745.97		5,233,745.97
Construction in Progress	1360	4,416,763.86		4,416,763.86
Nondepreciable Capital Assets		9,650,509.83	0.00	9,650,509.83
Improvements Other Than Buildings	1320	11,495,715.02		11,495,715.02
Less Accumulated Depreciation	1329	(7,891,481.64)		(7,891,481.64)
Buildings and Fixed Equipment	1330	215,337,238.65		215,337,238.65
Less Accumulated Depreciation	1339	(75,787,495.05)		(75,787,495.05)
Furniture, Fixtures and Equipment	1340	21,928,401.81		21,928,401.81
Less Accumulated Depreciation	1349	(14,877,442.92)		(14,877,442.92)
Motor Vehicles	1350	11,406,753.76		11,406,753.76
Less Accumulated Depreciation	1359	(7,749,243.55)		(7,749,243.55)
Audiovisual Materials	1381	592,105.14		592,105.14
Less Accumulated Depreciation	1388	(591,765.51)		(591,765.51)
Computer Software	1382	3,275,288.66		3,275,288.66
Less Accumulated Amortization	1389	(3,183,225.81)		(3,183,225.81)
Depreciable Capital Assets, Net		153,954,848.56	0.00	153,954,848.56
Total Capital Assets		163,605,358.39	0.00	163,605,358.39
Total Assets		223,787,875.46	0.00	223,787,875.46
DEFERRED OUTFLOWS OF RESOURCES				
Pension	1940	8,962,188.00		8,962,188.00
Total Deferred Outflows of Resources		8,962,188.00	0.00	8,962,188.00
LIABILITIES				
Cash Overdraft	2125			0.00
Accrued Salaries and Benefits	2110	1,631,704.57		1,631,704.57
Payroll Deductions and Withholdings	2170	741,580.56		741,580.56
Accounts Payable	2120	452,973.68		452,973.68
Construction Contracts Payable	2140	709,688.66		709,688.66
Construction Contracts Payable - Retained Percentage	2150	266,381.22		266,381.22
Unearned Revenues	2410	57,764.03		57,764.03
<i>Noncurrent Liabilities</i>				
<i>Portion Due Within One Year:</i>				
Bonds Payable	2320	360,458.88		360,458.88
Liability for Compensated Absences	2330	718,373.98		718,373.98
Due Within One Year		1,078,832.86	0.00	1,078,832.86
<i>Portion Due After One Year:</i>				
Bonds Payable	2320	2,262,800.56		2,262,800.56
Liability for Compensated Absences	2330	2,494,013.89		2,494,013.89
Lease-Purchase Agreements Payable	2340	1,428,581.00		1,428,581.00
Net Other Postemployment Benefits Obligation	2360	5,309,421.00		5,309,421.00
Net Pension Liability	2365	36,503,800.00		36,503,800.00
Due in More than One Year		47,998,616.45	0.00	47,998,616.45
Total Long-Term Liabilities		49,077,449.31	0.00	49,077,449.31
Total Liabilities		52,937,542.03	0.00	52,937,542.03
DEFERRED INFLOWS OF RESOURCES				
Deferred Revenue	2630	2,609.97		2,609.97
Pension	2640	5,578,297.00		5,578,297.00
Total Deferred Inflows of Resources		5,580,906.97	0.00	5,580,906.97
NET POSITION				
Net Investment in Capital Assets	2770	159,553,517.95		159,553,517.95
<i>Restricted For:</i>				
Categorical Carryover Programs	2780	1,069,443.43		1,069,443.43
Food Service	2780	2,428,813.09		2,428,813.09
Debt Service	2780	1,266,264.99		1,266,264.99
Capital Projects	2780	40,515,486.35		40,515,486.35
Other Purposes	2780	1,236,042.26		1,236,042.26
Unrestricted	2790	(31,837,953.61)		(31,837,953.61)
Total Net Position		174,231,614.46	0.00	174,231,614.46

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2016

FUNCTIONS	Account Number	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
						Governmental Activities	Business-Type Activities	Total
<i>Governmental Activities:</i>								
Instruction	5000	51,607,004.22	21,215.00			(51,585,789.22)		(51,585,789.22)
Student Support Services	6100	4,016,343.54				(4,016,343.54)		(4,016,343.54)
Instructional Media Services	6200	1,297,020.52				(1,297,020.52)		(1,297,020.52)
Instruction and Curriculum Development Services	6300	2,676,327.00				(2,676,327.00)		(2,676,327.00)
Instructional Staff Training Services	6400	2,142,776.70				(2,142,776.70)		(2,142,776.70)
Instruction-Related Technology	6500	1,256,708.60				(1,256,708.60)		(1,256,708.60)
Board	7100	428,848.73				(428,848.73)		(428,848.73)
General Administration	7200	1,093,374.49				(1,093,374.49)		(1,093,374.49)
School Administration	7300	5,399,474.23				(5,399,474.23)		(5,399,474.23)
Facilities Acquisition and Construction	7400	909,233.38			118,214.82	(791,018.56)		(791,018.56)
Fiscal Services	7500	602,903.34				(602,903.34)		(602,903.34)
Food Services	7600	5,150,030.43	1,882,424.02	3,747,986.08		480,379.67		480,379.67
Central Services	7700	575,824.73				(575,824.73)		(575,824.73)
Student Transportation Services	7800	5,087,403.52	71,396.31			(5,016,007.21)		(5,016,007.21)
Operation of Plant	7900	8,221,508.58				(8,221,508.58)		(8,221,508.58)
Maintenance of Plant	8100	3,028,742.41			249,191.00	(2,779,551.41)		(2,779,551.41)
Administrative Technology Services	8200	963,135.33				(963,135.33)		(963,135.33)
Community Services	9100	285,949.76				(285,949.76)		(285,949.76)
Interest on Long-Term Debt	9200	110,513.66			264,417.25	153,903.59		153,903.59
Loss on Disposition of Assets		52,382.42				(52,382.42)		(52,382.42)
Unallocated Depreciation/Amortization Expense		6,484,271.20				(6,484,271.20)		(6,484,271.20)
Total Governmental Activities		101,389,776.79	1,975,035.33	3,747,986.08	631,823.07	(95,034,932.31)		(95,034,932.31)
Total Business-Type Activities		0.00	0.00	0.00	0.00		0.00	0.00
Total Primary Government		101,389,776.79	1,975,035.33	3,747,986.08	631,823.07	(95,034,932.31)	0.00	(95,034,932.31)

General Revenues:

Taxes:

Property Taxes, Levied for Operational Purposes	40,962,165.13		40,962,165.13
Property Taxes, Levied for Capital Projects	9,967,521.55		9,967,521.55
Impact Fees, Levied for Capital Projects	2,942,954.23		2,942,954.23
Grants and Contributions Not Restricted to Specific Programs	46,857,443.73		46,857,443.73
Investment Earnings	183,856.88		183,856.88
Miscellaneous	4,683,371.51		4,683,371.51
Total General Revenues, Special Items, Extraordinary Items and Transfers	105,597,313.03	0.00	105,597,313.03
Change in Net Position	10,562,380.72	0.00	10,562,380.72
Net Position, July 1, 2015	163,669,233.74		163,669,233.74
Adjustments to Net Position			0.00
Net Position, June 30, 2016	174,231,614.46	0.00	174,231,614.46

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2016

	Account Number	General 100	Nonvoted Capital Improvement Fund 370	Other Capital Projects 390	Other Governmental Funds	Total Governmental Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES						
ASSETS						
Cash and Cash Equivalents	1110	13,406,841.85	25,414,216.19	12,139,556.84	2,516,021.85	53,476,636.73
Accounts Receivable, Net	1131	30,385.63	1,098,726.00	1,600,000.00	0.00	2,729,111.63
Due From Other Agencies	1220	51,466.55	0.00	1,058,492.73	369,556.02	1,479,515.30
Due From Budgetary Funds	1141	217,964.12	0.00	0.00	0.00	217,964.12
Due From Internal Funds	1142	22,786.58	0.00	0.00	0.00	22,786.58
Cash with Fiscal/Service Agents	1114	0.00	0.00	0.00	1,219,089.05	1,219,089.05
Inventory	1150	1,028,210.20	0.00	0.00	68,623.13	1,096,833.33
Total Assets		14,757,654.93	26,512,942.19	14,798,049.57	4,173,290.05	60,241,936.74
DEFERRED OUTFLOWS OF RESOURCES						
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	0.00	0.00	0.00	0.00	0.00
Total Deferred Outflows of Resources		0.00	0.00	0.00	0.00	0.00
Total Assets and Deferred Outflows of Resources		14,757,654.93	26,512,942.19	14,798,049.57	4,173,290.05	60,241,936.74
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Cash Overdraft	2125	0.00	0.00	0.00	0.00	0.00
Accrued Salaries and Benefits	2110	1,631,704.57	0.00	0.00	0.00	1,631,704.57
Payroll Deductions and Withholdings	2170	741,580.56	0.00	0.00	0.00	741,580.56
Accounts Payable	2120	433,664.30	0.00	3,730.72	15,578.66	452,973.68
Due to Budgetary Funds	2161	0.00	0.00	0.00	217,964.12	217,964.12
Construction Contracts Payable	2140	0.00	670,233.36	39,455.30	0.00	709,688.66
Construction Contracts Payable - Retained Percentage	2150	0.00	152,225.21	114,156.01	0.00	266,381.22
Unearned Revenue	2410	0.00	0.00	0.00	57,764.03	57,764.03
Unavailable Revenue	2410	0.00	0.00	0.00	0.00	0.00
Total Liabilities		2,806,949.43	822,458.57	157,342.03	291,306.81	4,078,056.84
DEFERRED INFLOWS OF RESOURCES						
Accumulated Increase in Fair Value of Hedging Derivatives	2610	0.00	0.00	0.00	0.00	0.00
Deferred Revenues	2630	0.00	0.00	0.00	2,609.97	2,609.97
Total Deferred Inflows of Resources		0.00	0.00	0.00	2,609.97	2,609.97
FUND BALANCES						
<i>Nonspendable:</i>						
Inventory	2711	1,028,210.20	0.00	0.00	68,623.13	1,096,833.33
<i>Total Nonspendable Fund Balances</i>	2710	1,028,210.20	0.00	0.00	68,623.13	1,096,833.33
<i>Restricted for:</i>						
State Required Carryover Programs	2723	1,069,443.43	0.00	0.00	0.00	1,069,443.43
Debt Service	2725	0.00	0.00	0.00	1,266,264.99	1,266,264.99
Capital Projects	2726	0.00	25,690,483.62	14,640,707.54	184,295.19	40,515,486.35
Food Service	2729	0.00	0.00	0.00	2,360,189.96	2,360,189.96
Restricted for Other	2729	1,236,042.26	0.00	0.00	0.00	1,236,042.26
<i>Total Restricted Fund Balances</i>	2720	2,305,485.69	25,690,483.62	14,640,707.54	3,810,750.14	46,447,426.99
<i>Total Committed Fund Balances</i>	2730	0.00	0.00	0.00	0.00	0.00
<i>Assigned to:</i>						
Assigned for Health Insurance	2743	981,974.80	0.00	0.00	0.00	981,974.80
Assigned for ESE	2744	610,033.47	0.00	0.00	0.00	610,033.47
Assigned for Wellness	2749	89,566.25	0.00	0.00	0.00	89,566.25
Assigned for Other	2749	819,127.99	0.00	0.00	0.00	819,127.99
<i>Total Assigned Fund Balances</i>	2740	2,500,702.51	0.00	0.00	0.00	2,500,702.51
<i>Total Unassigned Fund Balances</i>	2750	6,116,307.10	0.00	0.00	0.00	6,116,307.10
Total Fund Balances	2700	11,950,705.50	25,690,483.62	14,640,707.54	3,879,373.27	56,161,269.93
Total Liabilities, Deferred Inflows of Resources and Fund Balances		14,757,654.93	26,512,942.19	14,798,049.57	4,173,290.05	60,241,936.74

The notes to financial statements are an integral part of this statement.
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**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
For the Fiscal Year Ended June 30, 2016**

Total Fund Balances - Governmental Funds			\$ 56,161,269.93
Amounts reported for <i>governmental activities</i> in the statement of net position 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.			163,605,358.39
Capital credits are not available to liquidate liabilities in governmental funds, but are accrued in governmental activities in the statement of net position.			158,544.45
Pension outflows and inflows are not reported in governmental funds, but are reported in governmental activities in the statement of net position.			
Deferred Outflows	\$	8,962,188.00	
Deferred Inflows		<u>(5,578,297.00)</u>	3,383,891.00
Long Term Liabilities Not Due and Payable in Current Period:			
Qualified Zone Academy Bonds Payable	\$	1,428,581.00	
Bonds Payable		2,623,259.44	
Compensated Absences Payable		3,212,387.87	
Other Post Employment Benefits		5,309,421.00	
Net Pension Liability		<u>36,503,800.00</u>	<u>(49,077,449.31)</u>
Total Net Position - Governmental Activities			<u><u>\$ 174,231,614.46</u></u>

The notes to financial statements are an integral part of this statement.
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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2016

	Account Number	General 100	Nonvoted Capital Improvement Fund 370	Other Capital Projects 390	Other Governmental Funds	Total Governmental Funds
REVENUES						
Federal Direct	3100	59,381.12	0.00	0.00	574,391.68	633,772.80
Federal Through State and Local	3200	486,056.78	0.00	0.00	9,246,978.13	9,733,034.91
State Sources	3300	40,013,373.10	0.00	0.00	857,072.07	40,870,445.17
<i>Local Sources:</i>						
Property Taxes Levied, Tax Redemptions and Excess Fees for Operational Purposes	3411, 3421, 3423	40,962,165.13	0.00	0.00	0.00	40,962,165.13
Property Taxes Levied, Tax Redemptions and Excess Fees for Debt Service	3412, 3421, 3423	0.00	0.00	0.00	0.00	0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Capital Projects	3413, 3421, 3423	0.00	9,967,521.55	0.00	0.00	9,967,521.55
Local Sales Taxes	3418, 3419	0.00	0.00	0.00	0.00	0.00
Charges for Service - Food Service	345X	0.00	0.00	0.00	1,882,424.02	1,882,424.02
Impact Fees	3496	0.00	0.00	2,942,954.23	0.00	2,942,954.23
Other Local Revenue		1,987,238.66	1,288,648.34	28,756.02	88,736.87	3,393,379.89
Total Local Sources	3400	42,949,403.79	11,256,169.89	2,971,710.25	1,971,160.89	59,148,444.82
Total Revenues		83,508,214.79	11,256,169.89	2,971,710.25	12,649,602.77	110,385,697.70
EXPENDITURES						
<i>Current:</i>						
Instruction	5000	49,304,718.73	0.00	0.00	2,825,748.24	52,130,466.97
Student Support Services	6100	3,372,666.07	0.00	0.00	682,473.04	4,055,139.11
Instructional Media Services	6200	1,309,445.38	0.00	0.00	0.00	1,309,445.38
Instruction and Curriculum Development Services	6300	1,256,684.78	0.00	0.00	1,443,315.35	2,700,000.13
Instructional Staff Training Services	6400	1,350,909.18	0.00	0.00	805,369.50	2,156,278.68
Instruction-Related Technology	6500	1,237,475.94	0.00	0.00	25,225.42	1,262,701.36
Board	7100	431,006.72	0.00	0.00	0.00	431,006.72
General Administration	7200	902,156.52	0.00	0.00	216,988.58	1,119,145.10
School Administration	7300	5,445,901.02	0.00	0.00	0.00	5,445,901.02
Facilities Acquisition and Construction	7410	261,266.34	421,609.40	33,207.68	193,214.07	909,297.49
Fiscal Services	7500	610,424.48	0.00	0.00	0.00	610,424.48
Food Services	7600	76,890.70	0.00	0.00	5,096,401.87	5,173,292.57
Central Services	7700	576,347.84	0.00	0.00	2,093.32	578,441.16
Student Transportation Services	7800	4,339,293.13	0.00	0.00	82,624.04	4,421,917.17
Operation of Plant	7900	8,258,498.33	0.00	0.00	0.00	8,258,498.33
Maintenance of Plant	8100	3,041,051.49	0.00	0.00	0.00	3,041,051.49
Administrative Technology Services	8200	971,402.20	0.00	0.00	0.00	971,402.20
Community Services	9100	286,641.19	0.00	0.00	0.00	286,641.19
<i>Debt Service: (Function 9200)</i>						
Redemption of Principal	710	0.00	0.00	0.00	330,945.89	330,945.89
Interest	720	0.00	0.00	0.00	113,500.98	113,500.98
Dues and Fees	730	0.00	0.00	0.00	82.06	82.06
Miscellaneous	790	0.00	0.00	0.00	0.00	0.00
<i>Capital Outlay:</i>						
Facilities Acquisition and Construction	7420	69,283.16	8,062,976.12	612,959.15	268,555.71	9,013,774.14
Other Capital Outlay	9300	300,984.94	2,772,927.12	2,289.68	185,938.43	3,262,140.17
Total Expenditures		83,403,048.14	11,257,512.64	648,456.51	12,272,476.50	107,581,493.79
Excess (Deficiency) of Revenues Over (Under) Expenditures		105,166.65	(1,342.75)	2,323,253.74	377,126.27	2,804,203.91
OTHER FINANCING SOURCES (USES)						
Sale of Capital Assets	3730	8,021.01	0.00	1,600,000.00	6,370.43	1,614,391.44
Loss Recoveries	3740	19,129.42	0.00	0.00	0.00	19,129.42
Transfers In	3600	2,334,142.36	0.00	0.00	81,224.25	2,415,366.61
Transfers Out	9700	0.00	(2,266,311.69)	(149,054.92)	0.00	(2,415,366.61)
Total Other Financing Sources (Uses)		2,361,292.79	(2,266,311.69)	1,450,945.08	87,594.68	1,633,520.86
Net Change in Fund Balances		2,466,459.44	(2,267,654.44)	3,774,198.82	464,720.95	4,437,724.77
Fund Balances, July 1, 2015	2800	9,484,246.06	27,958,138.06	10,866,508.72	3,414,652.32	51,723,545.16
Adjustments to Fund Balances	2891	0.00	0.00	0.00	0.00	0.00
Fund Balances, June 30, 2016	2700	11,950,705.50	25,690,483.62	14,640,707.54	3,879,373.27	56,161,269.93

The notes to financial statements are an integral part of this statement.
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**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES**

For the Fiscal Year Ended June 30, 2016

Net Change in Fund Balances - Governmental Funds **\$ 4,437,724.77**

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 and donated assets in excess of capital outlays depreciation expense in excess of in the current fiscal year.

Capital Outlay Expenditures - Governmental Funds	\$ 12,275,914.31	
Depreciation Expense	(7,185,899.04)	
Donated Assets	<u>8,805.81</u>	5,098,821.08

In the governmental funds, the cost of capital assets was recognized as an expenditure in the fiscal year purchased. Thus, the change in net position differs from the change in fund balance by the undepreciated cost of the disposed assets. (130,814.42)

Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount of debt repayments in the current fiscal year.

State School Bonds	230,000.00	
District Revenue Bonds	<u>104,015.27</u>	334,015.27

The District accrues capital credits to be received in future years in the statement of activities, but the revenue does not provide current financial resources and is not reported in the governmental funds. This is the net increase in capital credits receivable in the current fiscal year.

Current Year Accruals	\$ 158,544.45	
Prior Year Accruals	<u>(155,979.31)</u>	2,565.14

In the statement of activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental fund, expenditures are recognized based on the amounts actually paid for compensated absences. This is the net amount of compensated absences used in excess of the amount earned in the current fiscal year. 19,479.88

Other postemployment benefits costs are recorded in the statement of activities under the full accrual basis of accounting, but are not recorded in the governmental funds until paid. This is the net increase in the other postemployment benefits liability for the current fiscal year. (722,982.00)

In the governmental funds, the cost of pension was recognized as an expenditure in the fiscal year the employee salary was earned. This value is paid to an outside entity who administrates the pension program. However, in the statement of activities the proportional pension expense made during the pension measurement period is only shown less contributions for the subsequent measurement period. 1,523,571.00

Change in Net Position of Governmental Activities **\$ 10,562,380.72**

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

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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
LISTING OF PAGES NOT APPLICABLE AND NOT SHOWN IN REPORT
For the Fiscal Year Ended June 30, 2016

PAGE TITLE	EXHIBIT TITLE	PAGE NUMBER
STATEMENT OF NET POSITION PROPRIETARY FUNDS	C-5	8
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS	C-6	9
STATEMENT OF CASH FLOWS PROPRIETARY FUNDS	C-7	10

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
June 30, 2016

	Account Number	Total Investment Trust Funds 84X	Total Private-Purpose Trust Funds 85X	Total Pension Trust Funds 87X	Total Agency Funds 89X
ASSETS					
Cash and Cash Equivalents	1110	0.00	0.00	0.00	1,190,285.00
Investments	1160	0.00	0.00	0.00	0.00
Accounts Receivable, Net	1131	0.00	0.00	0.00	0.00
Pension Contributions Receivable	1132			0.00	
Interest Receivable on Investments	1170	0.00	0.00	0.00	0.00
Due From Budgetary Funds	1141	0.00	0.00	0.00	0.00
Due From Other Agencies	1220	0.00	0.00	0.00	0.00
Inventory	1150				0.00
Total Assets		0.00	0.00	0.00	1,190,285.00
DEFERRED OUTFLOWS OF RESOURCES					
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	0.00	0.00	0.00	
Pension	1940			0.00	
Other Postemployment Benefits	1950	0.00	0.00	0.00	
Total Deferred Outflows of Resources		0.00	0.00	0.00	
LIABILITIES					
Cash Overdraft	2125	0.00	0.00	0.00	0.00
Accrued Salaries and Benefits	2110	0.00	0.00	0.00	0.00
Payroll Deductions and Withholdings	2170	0.00	0.00	0.00	0.00
Accounts Payable	2120	0.00	0.00	0.00	0.00
Internal Accounts Payable	2290	0.00	0.00	0.00	2,880,932.00
Due to Other Agencies	2230	0.00	0.00	0.00	
Due to Budgetary Funds	2161	0.00	0.00	0.00	0.00
Total Liabilities		0.00	0.00	0.00	2,880,932.00
DEFERRED INFLOWS OF RESOURCES					
Accumulated Increase in Fair Value of Hedging Derivatives	2610	0.00	0.00	0.00	
Pension	2640			0.00	
Other Postemployment Benefits	2650	0.00	0.00	0.00	
Total Deferred Inflows of Resources		0.00	0.00	0.00	
NET POSITION					
Held in Trust for Pension Benefits	2785	0.00	0.00	0.00	
Held in Trust for Other Purposes	2785	0.00	0.00	0.00	
Total Net Position		0.00	0.00	0.00	

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

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
LISTING OF PAGES NOT APPLICABLE AND NOT SHOWN IN REPORT
For the Fiscal Year Ended June 30, 2016

PAGE TITLE	EXHIBIT TITLE	PAGE NUMBER
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS	C-9	12
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS	C-10	13
COMBINING STATEMENT OF ACTIVITIES MAJOR AND NONMAJOR COMPONENT UNITS Major Component Unit Name	C-11a	14
COMBINING STATEMENT OF ACTIVITIES (CONTINUED) MAJOR AND NONMAJOR COMPONENT UNITS Major Component Unit Name	C-11b	15
COMBINING STATEMENT OF ACTIVITIES (CONTINUED) MAJOR AND NONMAJOR COMPONENT UNITS TOTAL NONMAJOR COMPONENT UNITS	C-11c	16
COMBINING STATEMENT OF ACTIVITIES MAJOR AND NONMAJOR COMPONENT UNITS TOTAL COMPONENT UNITS	C-11d	17

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities. All fiduciary activities are reported only in the fund financial statements. Governmental activities are normally supported by taxes, intergovernmental revenues, and other nonexchange transactions.

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 associated with the District's transportation is allocated to the pupil transportation services, while remaining depreciation expense is not readily associated with a particular function and is reported as unallocated.

B. Reporting Entity

The Nassau County District School Board (Board) has direct responsibility for operation, control, and supervision of District schools and is considered a primary government for financial reporting. The Nassau County School District (District) is considered part of the Florida system of public education, operates under the general direction of the Florida Department of Education, and is governed by State law and State Board of Education rules. The governing body of the District is the Board, which is composed of five elected members. The elected Superintendent of Schools is the executive officer of the Board. Geographic boundaries of the District correspond with those of Nassau County.

Criteria for determining if other entities are potential component units that 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 legally separate entities for which the Board is financially accountable and other organizations for which the nature and significance of their relationship with the Board are such that exclusion would cause the District's basic financial statements to be misleading. Based on these criteria, no component units are included within the District's reporting entity.

C. Basis of Presentation: Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

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

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

D. Basis of Presentation: Fund Financial Statements

The fund financial statements provide information about the District's funds, including the fiduciary funds. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental are aggregated and reported as nonmajor funds. Major individual governmental are reported as separate columns in the 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.
- Capital Projects – Local Capital Improvement Fund – to account for the financial resources generated by the local capital improvement tax levy to be used for educational capital outlay needs, including new construction, renovation and remodeling projects.
- Capital Projects - Other Fund – to account for the financial resources generated by the collection of impact fees to be used for educational capital outlay needs, including new construction, renovation and remodeling projects.

Additionally, the District reports the following fiduciary fund type:

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

During the course of operations the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in and out. While reported in fund financial statements, transfers between the funds included in governmental activities are eliminated.

E. Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

The governmental fund financial statements are reported using the current financial resources measurement focus and 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 30 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 30 days of year-end). Expenditures are generally recognized when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, claims and judgments, other postemployment benefits, and compensated absences, are only recorded when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources. Allocations of cost, such as depreciation, are not recognized in governmental funds.

The agency fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

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

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

2. Investments

Investments consist of amounts placed in the SBA debt service accounts for investment of debt service moneys and amounts placed with the SBA for participation in the Florida PRIME investment pools created by Sections 218.405 and 218.417, Florida Statutes, and those made locally. These investment pools operate under investment guidelines established by Section 215.47, Florida Statutes.

The District's investments in Florida PRIME, which the SBA indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, are similar to money market funds in which shares

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

are owned in the fund rather than the underlying investments. These investments are reported at fair value, which is amortized cost.

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

3. Restricted Assets

Certain invested assets held by a trustee under a trust agreement, in the name of the District, in connection with a Qualified Zone Academy Bonds (QZAB) Program sinking fund are classified as restricted assets on the statement of net position because they are set aside for repayment of QZAB debt at maturity as required by applicable debt covenants.

4. Inventories

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories are stated at cost on a moving weighted-average basis, except that the United States Department of Agriculture donated foods 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.

5. 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 position but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$500. 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. The value of land acquired prior to December 30, 1973, is based on the Nassau County Property Appraiser's appraised value at the time and, as a result, \$711,698.26 of stated land values are based on these appraised values.

The Board approved a contract to sell a parcel of land not being used before June 30, 2016 for \$1,600,000. The transaction is not complete and the title is still in the District name. The District did recognize the sale of the land; however, the value of the land will be reduced once completion of the transaction and the title transfer is complete. In addition, the District recorded a receivable of \$1,098,726 for reimbursement of the road cost that was required by Raydient, Inc, the developer of Wildlight.

Interest costs incurred during construction of capital assets are not consider material and are not capitalized as part of the cost of construction.

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2016**

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

Improvements Other than Buildings	15 years
Buildings and Fixed Equipment	50 years
Furniture, Fixtures, and Equipment	3 - 15 years
Motor Vehicles	5 - 10 years
Audio Visual Materials and Computer Software	5 years

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

6. Pensions

In the government-wide statement of net position, liabilities are recognized for the District’s proportionate share of each pension plan’s net pension liability. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (HIS) defined benefit plan and additions to/deductions from the FRS’s and the HIS’s fiduciary net position have been determined on the same basis as they are reported by the FRS and the HIS plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

The District’s retirement plans and related amounts are described in a subsequent note.

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

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

8. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District only has one item that qualifies for reporting in this category. The deferred outflows of resources related to pensions are discussed in a subsequent note.

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016

In addition to liabilities, the governmental funds balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the items, unavailable revenues and pension, are reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from special assessments, motor vehicle license tax. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available. The deferred inflows of resources related to pensions are discussed in a subsequent note.

9. Net Position Flow Assumption

The District occasionally funds outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. To calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide statements, a flow assumption must be made about the order in which the resources are considered to be applied. Consequently, it is the District’s policy to consider restricted - net position to have been depleted before unrestricted – net position is applied.

10. Fund Balance Flow Assumptions

The District may fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). To calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District’s policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

11. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District’s highest level of decision-making authority. The Board is the highest level of decision-making authority for the District that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016

by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation. The District reported no committed fund balance at June 30, 2016.

Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The Board has, by approval of the annual financial report, authorized the assignment of fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

G. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as 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. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than program revenues. Revenues that are not classified as program revenues are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

2. State Revenue Sources

Significant revenues from State sources for current operations include 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 for a period of five months following the date of the original reporting. Such amendments may impact funding allocations for subsequent years. The Department may also adjust subsequent fiscal period allocations based upon an audit of the District's compliance in determining and reporting FTE and related data. Normally, such adjustments are treated as reductions or additions of revenue in the year when the adjustments are made.

The State provides financial assistance to administer certain 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 educational programs. The Department generally requires that these educational program revenues be accounted for in the General

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

Fund. A portion of the fund balance of the General Fund is restricted in the governmental fund financial statements for the balance of categorical and earmarked educational program resources.

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

3. District Property Taxes

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

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

The Board adopted the 2016 tax levy on September 14, 2015. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4 percent for early payment.

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

Property tax revenues are recognized in the government-wide financial statements when the Board adopts the tax levy. Property tax revenues are recognized in the governmental fund financial statements when taxes are received by the District, except that revenue is accrued for taxes collected by the Nassau 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.

4. Educational Impact Fees

Nassau County (County) imposes an educational impact fee based on an Ordinance No. 2005-56 adopted by the County Commission in July 2005. This ordinance was amended on January 19, 2014 to reduce impact fee rate to be collected. The educational impact fee is collected for most new residential construction by the County and each municipality based on an interlocal agreement. The fees shall be used solely for the purpose of providing capital improvements to the public educational system necessitated by new residential development, and shall not be used for any expenditure that would be classified as a maintenance or repair expense. The authorized capital improvement cost include, but are not limited to, school sites, building, relocatable classroom, building contents, nonbuilding improvements, and vehicles.

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2016**

5. 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.

6. Compensated Absences

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

II. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash Deposits with Financial Institutions

Custodial Credit Risk-Deposits In the case of deposits, this is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District does not have a policy for custodial credit risk. All bank balances of the District are fully insured or collateralized as required by Chapter 280, Florida Statutes.

Cash balances from all funds are combined and invested to extent available. Earnings are allocated monthly to each fund balance on average daily balances.

B. Investments

As of June 30, 2016, the District has the following investments and maturities:

<u>Investments</u>	<u>Maturities</u>	<u>Fair Value</u>
SBA:		
Florida PRIME (1)	39 Day Average	\$ 22,689,451.77
Debt Service Accounts	6 Months	\$ 14,496.95
Dreyfus Cash Management Institutional Shares		
Money Market Mutual Fund (1)	22 Day Average	\$ 21,309,527.46
Commercial Paper (2)	October 11, 2016	\$ 1,219,089.05
Total Investments, Reporting Entity		<u>\$ 45,232,565.23</u>

Notes: (1) Investments reported as a cash equivalent for financial statement reporting purposes.

(2) This investment is held by a paying agent in connection with the QZAB financing agreement. (See Note II.I.)

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

➤ Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses from increasing interest rates.

Florida PRIME had a weighted average days to maturity (WAM) of 39 days at June 30, 2016. A portfolio's WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating rate instruments. WAM measures the sensitivity of the portfolio to interest rate changes.

➤ Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Section 218.415(17), Florida Statutes, limits investments to the SBA's Florida PRIME, or any other intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act as provided in Section 163.01, Florida Statutes; Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally recognized rating agency; interest-bearing time deposits in qualified public depositories, as defined in Section 280.02, Florida Statutes; and direct obligations of the United States Treasury. The District does not have a formal investment policy that limits its investment choices.

The District's investments in the SBA debt service accounts are to provide for debt service payments on bond debt issued by the State Board of Education for the benefit of the District. The District relies on policies developed by the SBA for managing interest rate risk and credit risk for this account.

The District's investment in Florida PRIME is rated AAAM by Standard & Poor's.

The District's investment in the Dreyfus Cash Management Institutional Shares Money Market Mutual Fund is rated AAAM by Standard & Poor's and Aaa-mf by Moody's Investors Service.

The District's investment in commercial paper is authorized under a forward delivery agreement with the QZABs paying agent. The forward delivery agreement authorizes the investment of the available sinking fund amounts in certain eligible securities, including United State Treasury securities, obligations issued by agencies of the United States Government, and short-term obligations issued by banks, corporations, or other borrower having a rating at the time of delivery of at least P-1 by Moody's Investors Service or A-1 by Standard & Poor's. As of June 30, 2016, the District's investment in commercial paper was rated A-1 by Standard & Poor's and P-1 by Moody's Investors Service.

➤ Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. 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. The District's

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

investment in commercial paper is being held by a paying agent in connection with the QZABs financing arrangement.

➤ **Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District does not have a formal investment policy that limits the amount the District may invest in any one issuer.

Commercial paper issued by Fortis Funding, LLC, comprises 48 percent of the District's total investments reported in the Other Governmental Funds.

C. Capital Credits

The District participates in the Okefenoke Rural Electric Membership Corporation, a nonprofit electric cooperative. Revenues in excess of operating expenses, unless otherwise determined by a vote of the membership, are distributed by the cooperative on a pro rata share basis to its members. Annually, the cooperative makes payments for designated prior years' capital credits. During the 2015-16 fiscal year, the District received \$2,002.12 related to the 1989 capital credits. At June 30, 2016, the accumulated credits to the District's accounts were \$158,544.45.

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

D. Changes in Capital Assets

Changes in capital assets are presented in the table below:

Construction in Progress	1,658,087.67	8,852,043.86	6,093,367.67	4,416,763.86
Total Capital Assets Not Being Depreciated	<u>6,730,103.36</u>	<u>9,013,774.14</u>	<u>6,093,367.67</u>	<u>9,650,509.83</u>
Capital Assets Being Depreciated:				
Improvements Other Than Buildings	10,777,565.25	718,149.77		11,495,715.02
Buildings and Fixed Equipment	209,962,020.75	5,375,217.90		215,337,238.65
Furniture, Fixtures, and Equipment	20,988,186.57	2,535,682.98	1,595,467.74	21,928,401.81
Motor Vehicles	10,892,374.76	723,947.00	209,568.00	11,406,753.76
Audio Visual Materials and Computer Software	3,968,496.38	11,316.00	112,418.58	3,867,393.80
Total Capital Assets Being Depreciated	<u>256,588,643.71</u>	<u>9,364,313.65</u>	<u>1,917,454.32</u>	<u>264,035,503.04</u>
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	7,521,175.14	370,306.50		7,891,481.64
Buildings and Fixed Equipment	72,031,824.17	3,755,670.88		75,787,495.05
Furniture, Fixtures, and Equipment	14,105,642.60	2,313,184.11	1,541,383.79	14,877,442.92
Motor Vehicles	7,184,067.79	701,627.84	136,452.08	7,749,243.55
Audio Visual Materials and Computer Software	3,838,685.64	45,109.71	108,804.03	3,774,991.32
Total Accumulated Depreciation	<u>104,681,395.34</u>	<u>7,185,899.04</u>	<u>1,786,639.90</u>	<u>110,080,654.48</u>
Total Capital Assets Being Depreciated, Net	<u>151,907,248.37</u>	<u>2,178,414.61</u>	<u>130,814.42</u> (1)	<u>153,954,848.56</u>
Governmental Activities Capital Assets, Net	<u>\$ 158,637,351.73</u>	<u>\$ 11,192,188.75</u>	<u>\$ 6,224,182.09</u>	<u>\$ 163,605,358.39</u>

Note (1) Loss on Disposition of Assets shown on Statement of Activities shows the \$130,814.42 for change to capital assets less \$78,432 received on the sale of four vans for a net effect of \$52,382.42.

Depreciation expense was charged to functions as follows:

Function	Amount
GOVERNMENTAL ACTIVITIES	
Pupil Transportation Services	\$ 701,627.84
Unallocated	<u>6,484,271.20</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 7,185,899.04</u>

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

E. Florida Retirement System

1. Florida Retirement System (FRS) – Defined Benefit Pension Plans

General Information about the FRS

The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any State-administered retirement system in paying the costs of health insurance.

Essentially all regular employees of the District are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' Web site (www.dms.myflorida.com).

The District's FRS and HIS pension expense totaled \$2,576,032 for the fiscal year ended June 30, 2016.

FRS Pension Plan

Plan Description. The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The general classes of membership are as follows:

- **Regular Class – Members of the FRS who do not qualify for membership in the other classes.**
- **Elected County Officers Class – Members who hold specified elective offices in local government.**

Employees enrolled in the Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service. Employees enrolled

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in the Plan may include up to 4 years of credit for military service toward creditable 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, death benefits, and annual cost-of-living adjustments to eligible participants.

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. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided. Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

Class, Initial Enrollment, and Retirement Age/Years of Service	% Value
<i>Regular Class members initially enrolled before July 1, 2011</i>	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 or more years of service	1.68
<i>Regular Class members initially enrolled on or after July 1, 2011</i>	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 or more years of service	1.68
<i>Elected County Officers</i>	3.00

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3 percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3 percent determined by dividing the sum of the pre-July 2011 service credit

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by the total service credit at retirement multiplied by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

Contributions. The State of Florida establishes contribution rates for participating employers and employees. Contribution rates during the 2015-16 fiscal year were as follows:

Class	Percent of Gross Salary	
	Employee	Employer (A)
FRS, Regular	3.00	7.26
FRS, Elected County Officers	3.00	42.27
DROP - Applicable to		
Members from All of the Above Classes	0.00	12.88
FRS, Reemployed Retiree	(B)	(B)

Notes: (A) Employer rates include 1.26 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.04 percent for administrative costs of the Investment Plan.

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

The District's contributions, including employee contributions, to the Plan totaled \$3,165,764 for the fiscal year ended June 30, 2016, excluding HIS plan contributions.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2016, the District reported a liability of \$17,936,842 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The District's proportionate share of the net pension liability was based on the District's 2015-16 fiscal year contributions relative to the 2014-15 fiscal year contributions of all participating members. At June 30, 2015, the District's proportionate share was .138869376 percent, which was a decrease of .00004674315 from its proportionate share measured as of June 30, 2014.

For the fiscal year ended June 30, 2016, the District recognized pension expense of \$1,214,882. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,893,599	\$ 425,407
Change of assumptions	1,190,528	
Net difference between projected and actual earnings on FRS pension plan investments		4,283,018
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	207,476	613,473
District FRS contributions subsequent to the measurement date	3,165,764	
Total	\$ 6,457,367	\$ 5,321,898

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The deferred outflows of resources related to pensions, totaling \$3,164,764, resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30	Amount
2017	\$ (645,712)
2018	(645,712)
2019	(645,712)
2020	(645,712)
2021	425,042
Thereafter	127,513

Actuarial Assumptions. The total pension liability in the July 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary Increases	3.25 percent, average, including inflation
Investment rate of return	7.65 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the Generational RP-2000 with Projection Scale BB.

The actuarial assumptions used in the July 1, 2015, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

The long-term expected rate of return on pension plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

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Asset Class	Target Allocation (A)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.00%	3.20%	3.10%	1.70%
Fixed income	18.00%	4.80%	4.70%	4.70%
Global equity	53.00%	8.50%	7.20%	17.70%
Real Estate (Property)	10.00%	6.80%	6.20%	12.00%
Private Equity	6.00%	11.90%	8.20%	30.00%
Strategic investments	12.00%	6.70%	6.10%	11.40%
Total	100.00%			
Assumed inflation - Mean		2.60%		1.90%

Note: (A) As outlined in the Plan's investment policy

Discount Rate. The discount rate used to measure the total pension liability was 7.65 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the District's Proportionate Share of the Net Position Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.65 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.65 percent) or 1 percentage-point higher (8.65 percent) than the current rate:

	1% Decrease (6.65%)	Current Discount Rate (7.65%)	1% Increase (8.65%)
District's proportionate share of the net pension liability	\$ 33,469,161,224	\$ 17,936,842	\$ (5,814,434)

Pension Plan Fiduciary Net Position. Detailed information about the Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the Pension Plan. At June 30, 2016, the District reported a payable of \$376,133.53 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2016.

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HIS Pension Plan

Plan Description. The HIS Pension Plan (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided. For the fiscal year ended June 30, 2016, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions. The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2016, the contribution rate was 1.66 percent of payroll pursuant to section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding 3 years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The District's contributions to the HIS Plan totaled \$933,839 for the fiscal year ended June 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2016, the District reported a net pension liability of \$18,566,598 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The District's proportionate share of the net pension liability was based on the District's 2014-15 fiscal year contributions relative to the total 2014-15 fiscal year contributions of all participating members. At June 30, 2015, the District's proportionate share was .182057079 percent, which was a decrease of .003303592 from its proportionate share measured as of June 30, 2014.

For the fiscal year ended June 30, 2016, the District recognized pension expense of \$1,361,150. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$	\$
Change of assumptions	1,460,735	
Net difference between projected and actual earnings on FRS pension plan investments	10,051	
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	100,196	256,399
District FRS contributions subsequent to the measurement date	933,839	
Total	<u>\$ 2,504,821</u>	<u>\$ 256,399</u>

The deferred outflows of resources totaling \$933,839, was related to pensions resulting from District contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2017	\$ 212,921
2018	212,921
2019	212,921
2020	212,921
2021	210,408
Thereafter	252,490

Actuarial Assumptions. The total pension liability in the July 1, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary Increases	3.25 percent, average, including inflation
Municipal Bond Rate	3.80 percent

Mortality rates were based on the Generational RP-2000 with Projected Scale BB.

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

Discount Rate. The discount rate used to measure the total pension liability was 3.80 percent. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

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 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
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Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 3.80 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.80 percent) or 1 percentage point higher (4.80 percent) than the current rate:

	Decrease (2.80%)	Discount Rate (3.80%)	Increase (4.80%)
District's proportionate share of the net pension liability	\$ 21,156,185	\$ 18,566,958	\$ 16,407,932

Pension Plan Fiduciary Net Position. Detailed information about the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Comprehensive Annual Financial Report.

Payables to the Pension Plan. At June 30, 2016, the District reported a payable of \$101,629.03 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2016.

2. FRS – Defined Contribution Pension Plan

The SBA administers the defined contribution plan officially titled the FRS Investment Plan (Investment Plan). The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. District employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04 percent of payroll and by forfeited benefits of plan members. Allocations to the investment member's accounts during the 2015-16 fiscal year were as follows:

Class	Percent of Gross Compensation
FRS, Regular	6.30
FRS, Elected County Officers	11.34

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For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5-year period, the employee will regain control over their account. If the employee does not return within the 5-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2016, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The District's Investment Plan pension expense totaled \$524,496.24 for the fiscal year ended June 30, 2016.

At June 30, 2016, the District reported a payable of \$73,470.54 for the outstanding amount of contributions to the Investment Plan required for the fiscal year ended June 30, 2016.

F. Other Postemployment Benefit Obligations

Plan Description. The Other Postemployment Benefits Plan (OPEB Plan) is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, employees who retire from the District are eligible to participate in the District's 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 OPEB 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 OPEB Plan on average than those of active employees. The District does not offer any explicit subsidies for retiree coverage. Retirees are assumed to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. The OPEB Plan does not issue a stand-alone report, and is not included in the report of a public employee retirement system or other entity.

Funding Policy. Plan contribution requirements of the District and OPEB Plan members are established and may be amended through recommendations of the Insurance Committee and action from the Board. The District has not advance-funded or established a funding methodology for the annual OPEB costs or

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the net OPEB obligation, and the OPEB Plan is financed on a pay-as-you-go basis. For the 2015-16 fiscal year, 52 retirees received other postemployment benefits. The District provided required contributions of \$377,579 toward the annual OPEB cost.

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 GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The ARC represents a level of funding that if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the District's annual OPEB cost for the fiscal year, the amount actually contributed to the OPEB Plan, and changes in the District's net OPEB obligation:

Description	Amount
Normal Cost (service cost for one year)	\$ 650,699
Amortization of Unfunded Actuarial Accrued Liability	489,612
Annual Required Contribution	1,140,311
Interest on Net OPEB Obligation	151,352
Adjustment to Annual Required Contribution	(191,102)
Annual OPEB Cost (Expense)	1,100,561
Contribution Toward the OPEB Cost	(377,579)
Increase in Net OPEB Obligation	722,982
Net OPEB Obligation, Beginning of Year	4,586,439
Net OPEB Obligation, End of Year	\$ 5,309,421

The District’s annual OPEB cost, the percentage of annual OPEB cost contributed to the OPEB Plan, and the net OPEB obligation as of June 30, 2016, and the two preceding fiscal years, were as follows:

Fiscal Year	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2013-14	1,003,352	38.31%	3,924,387
2014-15	1,056,152	37.31%	4,586,439
2015-16	1,100,561	34.31%	5,309,421

Funded Status and Funding Progress. As of October 1, 2014, the most recent valuation date, the actuarial accrued liability for benefits was \$11,192,120, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$11,192,120 and a funded ratio of 0 percent. The covered payroll (annual payroll

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of active participating employees) was \$38,416,049, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 29.1 percent.

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

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive OPEB Plan provisions, as understood by the employer and participating members, and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and participating members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The District's OPEB actuarial valuation as of October 1, 2014, used the entry age normal cost actuarial method to estimate the unfunded actuarial liability as of June 30, 2016, and the District's 2015-16 fiscal year annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 3.3 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 3.3 percent per year, projected salary increases of 4 to 8.375 percent, and an annual healthcare cost trend rate of 7.5 percent initially beginning October 1, 2015, declining to an ultimate rate of 5.53 percent beginning October 2020. The investment rate of return and projected salary increase rate include a general price inflation of 2.5 percent. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis over a 30 year period. The remaining amortization period at June 30, 2016, was 23 years.

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G. Construction and Other Significant Commitments

Construction Contracts. Encumbrances include the following major construction contract commitments at fiscal year-end:

Project	Contract Amount	Completed to Date	Balance Committed
New Yulee Elementary School			
Architect	2,355,844.05	1,866,184.95	489,659.10
Contractor	22,923,000.00	1,027,404.07	21,895,595.93
Direct Purchases	339,560.39	339,560.39	
Total	\$ 25,618,404.44	\$3,233,149.41	\$ 22,385,255.03
Hilliard Elementary - Mechanical Retrofit			
Architect	65,000.00	52,000.00	13,000.00
Contractor	1,610,000.00	1,248,559.47	361,440.53
Direct Purchases	282,406.21	282,406.21	
Total	\$ 1,957,406.21	\$1,582,965.68	\$ 374,440.53

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 following is a schedule of encumbrances at June 30, 2016:

Major Funds				
General	Capital Projects - Local Capital Improvement	Capital Projects - Other	Nonmajor Governmental Funds	Total Governmental Funds
\$ 416,642	\$ 22,006,790	\$ 7,461,489	\$ 608,782	\$ 30,493,703

H. 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 Nassau County District School Board is a member of the North East Florida Educational Consortium (NEFEC) under which several district school boards have established a combined limited self-insurance program for property protection, general liability, automobile liability, workers' compensation, money and securities, employee fidelity and faithful performance, boiler and machinery, and other coverage deemed necessary by the members of NEFEC. Section 1001.42(12)(k), Florida Statutes, provides the authority for the District to enter into such a risk management program. NEFEC is self-sustaining through member assessments (premiums), and purchases coverage through commercial companies for claims in excess of specified amounts. The Board of Directors

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for NEFEC is composed of superintendents of all participating districts. The Putnam County District School Board serves as fiscal agent for NEFEC.

Employee group health, hospitalizations, and life insurance coverage are being provided through purchased commercial insurance with minimum deductibles for each line of coverage.

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

I. Long-Term Liabilities

1. Qualified Zone Academy Bonds Payable

The District entered into a financing agreement dated October 1, 2003, under the Qualified Zone Academy Bonds (QZAB) Program. The QZAB Program provides no interest cost financing to purchase certain goods and services for schools located in eligible District areas (zones). The District received financing of \$1,428,581 from a local bank on October 8, 2003. Interest on the debt is “paid” by the United States Government through the issuance of Federal income tax credits to the holder of the QZAB debt (the bank). The rate of return to the bank was established by the United States Government at the time of the sale. Repayment of the original \$1,428,581 financing proceeds is due in full on October 8, 2017. In connection with the financing, the District entered into a forward delivery agreement requiring annual deposits to a sinking fund of \$81,224.25 for 14 consecutive years beginning October 8, 2004. The forward delivery agreement provides a guaranteed investment return whereby the required deposits, along with the accrued interest, will be sufficient to repay the debt at maturity. The invested assets accumulated pursuant to the forward delivery agreement are held under a custodial agreement until the debt matures. The financing proceeds were designated for the following equipment and improvements: wireless communication system at one school; energy management systems at seven schools; heating, ventilation, and air conditioning upgrades at one school; and reroofing of various buildings at two schools.

2. Bonds Payable

Bonds payable at June 30, 2016, are as follows:

Bond Type	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To
State School Bonds:			
Series 20145B, Refunding	549,000.00	5.0	2020
Series 2009A, Refunding	45,000.00	5.0	2019
District Revenue Bonds:			
Series 2012	2,029,259.44	3.18	2031
Total Bonds Payable	<u>\$ 2,623,259.44</u>		

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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 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.

➤ District Revenue Bonds

These bonds are authorized by Chapter 80-550, Laws of Florida, which provides that the bonds be secured from the pari-mutuel tax proceeds distributed annually to Nassau County from the State's Pari-mutuel Tax Collection Trust Fund pursuant to Chapter 550, Florida Statutes (effective July 1, 2000, tax proceeds were distributed pursuant to Section 212.20(6)(d)7.a., Florida Statutes (2001), now Section 212.20(6)(d)6.a., Florida Statutes (2011)). The annual distribution is remitted by the Florida Department of Financial Services to the District. As required by the bond resolution, the District has established the sinking fund and reserve account and has accumulated and maintained adequate resources in the sinking fund and reserve account.

The District has pledged a total of \$2,910,482.35 of sales tax revenues in connection with the District Revenue Bonds, Series 2012. During the 2015-16 fiscal year, the District recognized pari-mutuel revenues totaling \$223,250.00 and expended \$171,152.82 (77percent) of these revenues for debt service directly collateralized by these revenues. The pledged sales tax revenues are committed until final maturity of the debt on July 1, 2031. Approximately 77 percent of this revenue stream has been pledged in connection with debt service on the revenue bonds.

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

Annual requirements to amortize all bonded debt outstanding as of June 30, 2016 are as follows:

Fiscal Year Ending June 30	Total	Principal	Interest
State School Bonds:			
2017	\$ 281,770.00	\$ 253,000.00	\$ 28,770.00
2018	277,120.00	261,000.00	16,120.00
2019	52,070.00	49,000.00	3,070.00
2020	31,620.00	31,000.00	620.00
Total State School Bonds	642,580.00	594,000.00	48,580.00
District Revenue Bonds:			
2017	171,152.82	107,458.88	63,693.94
2018	171,152.82	110,903.24	60,249.58
2019	171,152.82	114,457.99	56,694.83
2020	171,152.82	117,983.98	53,168.84
2021	171,152.82	121,908.40	49,244.42
2022-2026	855,764.10	670,615.25	185,148.85
2027-2031	856,439.57	785,931.70	70,507.87
Total District Revenue Bonds	2,567,967.77	2,029,259.44	538,708.33
Total	\$ 3,210,547.77	\$ 2,623,259.44	\$ 587,288.33

3. Changes In Long-Term Liabilities

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

Description	Beginning Balance	Additions	Deductions	Ending Balance	Due In One Year
GOVERNMENTAL ACTIVITIES					
Qualified Zone Academy Bonds Payable	\$ 1,428,581.00	\$ -	\$ -	\$ 1,428,581.00	\$ -
Bonds Payable	2,957,274.71		334,015.27	2,623,259.44	360,458.88
Compensated Absences Payable (1)	3,231,867.75	20,042.86	39,522.74	3,212,387.87	795,851.27
Other Postemployment Benefits Payable	4,586,439.00	1,100,561.00	377,579.00	5,309,421.00	
Net Pension Liability	26,089,951.00	22,590,863.00	12,177,014.00	36,503,800.00	
Total Governmental Activities	\$ 38,294,113.46	\$ 23,711,466.86	\$ 12,928,131.01	\$ 49,077,449.31	\$ 1,156,310.15

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

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2016**

J. Fund Balance Reporting

The following is a schedule of fund balances by category at June 30, 2016:

	Major Funds				Total Governmental Funds
	General	Capital Projects - Local Capital Improvement	Capital Projects - Other	Nonmajor Governmental Funds	
Fund Balances					
Nonspendable:					
Inventories	\$ 1,028,210.20	\$ -	\$ -	\$ 68,623.13	\$ 1,096,833.33
Restricted:					
State Req. Carryover	1,069,443.43				1,069,443.43
Food Service				2,360,189.96	2,360,189.96
Debt Service				1,266,264.99	1,266,264.99
Capital Projects		25,690,483.62	14,640,707.54	184,295.19	40,515,486.35
Other Purposes	1,236,042.26				1,236,042.26
Assigned:					
Health Insurance	981,974.80				981,974.80
Special Education Program	610,033.47				610,033.47
Wellness Programs	89,566.25				89,566.25
Local Programs and Other Purposes	819,127.99				819,127.99
Unassigned	6,116,307.10				6,116,307.10
Total Fund Balances	\$ 11,950,705.50	\$ 25,690,483.62	\$ 14,640,707.54	\$ 3,879,373.27	\$ 56,161,269.93

In addition to committed and assigned fund balance categories discussed in the **Fund Balance Policies** note disclosure, fund balances may be classified as follows:

- **Nonspendable Fund Balance.** Nonspendable fund balance is the net current financial resources that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Generally, not in spendable form means that an item is not expected to be converted to cash.
- **Restricted Fund Balance.** Restricted fund balance is the portion of fund balance on which constraints have been placed by creditors, grantors, contributors, laws or regulations of other governments, constitutional provisions, or enabling legislation. Restricted fund balance places the most binding level of constraint on the use of fund balance.
- **Unassigned Fund Balance.** The unassigned fund balance is the portion of fund balance that is the residual classification for the General Fund. This balance represents amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned for specific purposes.

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2016**

K. Interfund Receivables And Payables

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

Funds	Interfund	
	Receivables	Payables
Major:		
General	\$ 217,964.12	\$
Capital Projects:		
Public Education Capital Outlay		16,457.10
Special Revenue:		
Other		<u>201,507.02</u>
Total	<u>\$ 217,964.12</u>	<u>\$ 217,964.12</u>

Interfund balances generally arise due to expenditure being adjusted between funds. The interfund amounts represent temporary loans from one fund to another, and are expected to be repaid within a year.

L. Revenues and Expenditures/Expenses

1. Schedule of State Revenue Sources

The following is a schedule of the District’s State revenue sources for the 2015-16 fiscal year:

Source	Amount
Florida Education Finance Program	\$25,969,716.00
Categorical Educational Program - Class Size Reduction	12,152,818.00
School Recognition	835,023.00
Workforce Development Program	604,669.00
Motor Vehicle License Tax (Capital Outlay and Debt Service)	387,583.58
Public Education Capital Outlay	249,191.00
Mobile Home License Tax	23,290.01
Food Service Supplement	52,749.00
Miscellaneous	<u>595,405.58</u>
Total	<u>\$40,870,445.17</u>

Accounting policies relating to certain State revenue sources are described in note I.G.2.

**DISTRICT SCHOOL BOARD OF NASSAU COUNTY
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2016**

2. Property Taxes

The following is a summary of millages and taxes levied on the 2015 tax roll for the 2015-16 fiscal year:

	Millages	Taxes Levied
<u>GENERAL FUND</u>		
Nonvoted School Tax:		
Required Local Effort	5.005	\$ 35,476,096.00
Basic Discretionary Local Effort	0.748	5,301,921.00
<u>CAPITAL PROJECTS FUNDS</u>		
Nonvoted Tax:		
Local Capital Improvements	1.400	9,923,384.00
Total	7.153	\$ 50,701,401.00

M. Interfund Transfers

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

Funds	Interfund	
	Transfers In	Transfers Out
Major:		
General	\$ 2,334,142.36	\$
Capital Projects:		
Local Capital Improvements		2,266,311.69
Other Capital		149,054.92
Nonmajor Governmental	81,224.25	
Total	\$ 2,415,366.61	\$ 2,415,366.61

Interfund transfers represent permanent transfers of money between funds. The transfers out of the Capital Projects – Local Capital Improvement fund were to reimburse property insurance expenditures, costs associated with renovation and repair of existing school plants and lease payments on portables to the General Fund and to provide QZAB sinking fund payments to a nonmajor governmental fund. The transfer out of the Capital Projects – Other Fund was to reimburse the General Fund for lease payments on portables.

OTHER REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF FUNDING PROGRESS –
OTHER POST-EMPLOYMENT BENEFITS PLAN**

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) (1) (B)	Unfunded AAL (UAAL) (B-A)	Funded Ratio (A/B) (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll [(B-A)/C]
October 1, 2010	0	14,284,847	14,284,847	0.0%	34,139,349	41.8%
October 1, 2012	0	9,758,651	9,758,651	0.0%	36,866,124	26.5%
October 1, 2014	0	11,192,120	11,192,120	0.0%	38,416,049	29.1%

Note: (1) The District’s OPEB actuarial valuation used the entry age normal cost method to estimate the actuarial accrued liability.

**SCHEDULE OF THE DISTRICT’S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY –
FLORIDA RETIREMENT SYSTEM PENSION PLAN**

	2014	2014	2013
District's proportion of the FRS net pension liability (asset)	0.138869376%	0.143543691%	0.141777871%
District's proportionate share of the FRS net pension liability (asset)	\$ 17,936,842	\$ 8,758,276	\$ 24,406,282
District's covered-employee payroll	\$ 48,512,488	\$ 48,611,205	\$ 47,515,631
District's proportionate share of the FRS net pension liability (asset) as a percentage of its covered-employee payroll	36.97%	18.02%	51.36%
FRS Plan fiduciary net position as a percentage of the total pension liability	92.00%	96.09%	88.54%

Note: (1) The amounts presented for each fiscal year were determined as of June 30.

**SCHEDULE OF DISTRICT CONTRIBUTIONS –
FLORIDA RETIREMENT SYSTEM PENSION PLAN**

	2016	2015	2014	2013
Contractually required FRS contribution	\$ 3,165,764	\$ 3,385,753	\$ 3,144,216	\$ 1,907,903
FRS contributions in relation to the contractually required contribution	(3,165,764)	(3,385,753)	(3,144,216)	(1,907,903)
FRS contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 49,274,901	\$ 48,512,488	\$ 48,611,205	\$ 47,515,631
FRS contributions as a percentage of covered-employee payroll	6.42%	6.98%	6.47%	4.02%

Note: (1) The amounts presented for each fiscal year were determined as of June 30.

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY –
HEALTH INSURANCE SUBSIDY PENSION PLAN**

	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the HIS net pension liability (asset)	0.182057079%	0.185360671%	0.183767199%
District's proportionate share of the HIS net pension liability (asset)	\$ 18,566,958	\$ 17,331,675	\$ 15,999,351
District's covered-employee payroll	\$ 48,512,488	\$ 48,611,205	\$ 47,515,631
District's proportionate share of the HIS net pension liability (asset) as a percentage of its covered-employee payroll	0.38%	35.65%	33.67%
HIS Plan fiduciary net position as a percentage of the total pension liability	0.50%	0.99%	1.78%

Note: (1) The amounts presented for each fiscal year were determined as of June 30.

**SCHEDULE OF DISTRICT CONTRIBUTIONS –
HEALTH INSURANCE SUBSIDY PENSION PLAN**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually required HIS contribution	\$ 933,839	\$ 695,935	\$ 634,983	\$ 601,975
HIS contributions in relation to the contractually required contribution	<u>(933,839)</u>	<u>(695,935)</u>	<u>(634,983)</u>	<u>(601,975)</u>
HIS contribution deficiency (excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
District's covered-employee payroll	\$ 49,274,901	\$ 48,512,488	\$ 48,611,205	\$ 47,515,631
HIS contributions as a percentage of covered-employee payroll	1.90%	1.43%	1.31%	1.27%

Note: (1) The amounts presented for each fiscal year were determined as of June 30.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

I. BUDGETARY BASIS OF ACCOUNTING

The Board follows procedures established by State statutes and State Board of Education (SBE) 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 Board meeting prior to 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.

II. SCHEDULE OF NET PENSION LIABILITY AND SCHEDULE OF CONTRIBUTIONS – FLORIDA RETIREMENT SYSTEM DEFINED BENEFIT PENSION PLAN

Changes of Benefit Terms. None

Changes of Assumptions. None

III. SCHEDULE OF NET PENSION LIABILITY AND SCHEDULE OF CONTRIBUTIONS – HEALTH INSURANCE SUBSIDY DEFINED BENEFIT PENSION PLAN

Changes of Benefit Terms. None

Changes of Assumptions. As of June 30, 2015 the following assumptions were changed:

- The municipal rate used to determine total pension liability decreased from 4.29% to 3.80%

IV. SCHEDULE OF FUNDING PROGRESS – OTHER POSTEMPLOYMENT BENEFITS

The October 1, 2014, unfunded actuarial accrued liability of \$11,192,120 was slightly higher than the July 1, 2012, liability of \$9,758,651 as a result of population changes and assumptions as discussed below:

- The number of retirees currently receiving postemployment health benefits through the District core plan increased from 51 in the October 1, 2012, valuation to 52 in the October 1, 2014, valuation, increasing the cost and liability. At the same time, the number of active employees eligible for future postemployment benefits increased from 943 in the October 2, 2012, valuation to 993 in the October 1, 2014, valuation, increasing the cost and liability.
- The total cost of coverage increased modestly from \$783 per employee per month (as expected for year beginning October 2, 2012) to \$838 per employee per month for year beginning October 1, 2014. This is lower than the projected \$918 per employee per month, slowing down increasing the cost and liability.
- Revisions were made in the assumed trend of Medical and prescription cost increases. In the October 1, 2012, valuation, it was assumed the trends costs and premiums would be 7.5 percent for the year beginning October 1, 2015, decreasing 0.5 percent each year thereafter to the ultimate value of 5 percent. The beginning rate of 7.5 percent remains unchanged. The trend rates used are based on the forecasting model built and published (December 2007, and updated 7/31/2014) in *Modeling Long Term Health Care Cost Trends* sponsored by the Society of Actuaries and authored by Prof. Thomas E. Getzen. Under this model, assumed trend rates for costs and premiums declined over a 26-year period from 7.5 percent assumed for the year beginning October 1, 2015 to the ultimate level of 4.24 percent. This change had an increasing effect on the costs and liabilities.

- A reflection on the provisions found in the Affordable Car Act shows that an assumption is made that the District will need to pay the Excise Tax on High-Cost Employer Health Plans on the District health care plans at the rate of 5.51 percent (in addition to the 6.25 percent medical inflation assumption for a total of 11.76 percent) in 2018. Furthermore, absent any plan changes, this will also result in 0.42 percent annual increases in the cost of coverage beginning with the plan year 2019. These are similar estimates previously made, this change had very little effect on the costs and liabilities.

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
		Original	Final		
REVENUES					
Federal Direct	3100	58,800.00	58,800.00	59,381.12	581.12
Federal Through State and Local	3200	5,900.00	5,900.00	486,056.78	480,156.78
State Sources	3300	39,350,878.05	39,980,031.79	40,013,373.10	33,341.31
<i>Local Sources:</i>					
Property Taxes Levied, Tax Redemptions and Excess Fees for Operational Purposes	3411, 3421, 3423	40,778,017.00	40,778,017.00	40,962,165.13	184,148.13
Other Local Revenue		379,021.25	669,886.51	1,987,238.66	1,317,352.15
Total Local Sources	3400	41,157,038.25	41,447,903.51	42,949,403.79	1,501,500.28
Total Revenues		80,572,616.30	81,492,635.30	83,508,214.79	2,015,579.49
EXPENDITURES					
<i>Current:</i>					
Instruction	5000	51,128,609.07	52,666,471.41	49,304,718.73	3,361,752.68
Student Support Services	6100	3,247,951.10	3,566,390.95	3,372,666.07	193,724.88
Instructional Media Services	6200	1,330,675.69	1,407,981.52	1,309,445.38	98,536.14
Instruction and Curriculum Development Services	6300	1,290,243.24	1,451,421.91	1,256,684.78	194,737.13
Instructional Staff Training Services	6400	1,254,255.41	1,507,652.12	1,350,909.18	156,742.94
Instruction-Related Technology	6500	1,416,517.89	1,307,726.14	1,237,475.94	70,250.20
Board	7100	612,043.77	612,676.98	431,006.72	181,670.26
General Administration	7200	1,245,086.33	1,083,455.95	902,156.52	181,299.43
School Administration	7300	5,467,890.23	5,839,171.15	5,445,901.02	393,270.13
Facilities Acquisition and Construction	7410	430,604.71	438,412.35	261,266.34	177,146.01
Fiscal Services	7500	568,435.77	619,417.01	610,424.48	8,992.53
Food Services	7600	29,206.01	78,877.70	76,890.70	1,987.00
Central Services	7700	591,050.52	628,950.09	576,347.84	52,602.25
Student Transportation Services	7800	4,651,633.63	4,942,361.90	4,339,293.13	603,068.77
Operation of Plant	7900	8,381,751.22	8,789,097.28	8,258,498.33	530,598.95
Maintenance of Plant	8100	3,448,558.25	3,466,476.66	3,041,051.49	425,425.17
Administrative Technology Services	8200	1,028,496.76	1,088,844.60	971,402.20	117,442.40
Community Services	9100	863,718.12	529,423.82	286,641.19	242,782.63
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420	54,062.80	70,009.53	69,283.16	726.37
Other Capital Outlay	9300	300,953.13	401,984.23	300,984.94	100,999.29
Total Expenditures		87,341,743.65	90,496,803.30	83,403,048.14	7,093,755.16
Excess (Deficiency) of Revenues Over (Under) Expenditures		(6,769,127.35)	(9,004,168.00)	105,166.65	9,109,334.65
OTHER FINANCING SOURCES (USES)					
Sale of Capital Assets	3730			8,021.01	8,021.01
Loss Recoveries	3740			19,129.42	19,129.42
Transfers In	3600	3,100,384.00	3,100,384.00	2,334,142.36	(766,241.64)
Transfers Out	9700			0.00	0.00
Total Other Financing Sources (Uses)		3,100,384.00	3,100,384.00	2,361,292.79	(739,091.21)
Net Change in Fund Balances		(3,668,743.35)	(5,903,784.00)	2,466,459.44	8,370,243.44
Fund Balances, July 1, 2015	2800	9,484,246.06	9,484,246.06	9,484,246.06	0.00
Adjustments to Fund Balances	2891			0.00	0.00
Fund Balances, June 30, 2016	2700	5,815,502.71	3,580,462.06	11,950,705.50	8,370,243.44

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
LISTING OF PAGES NOT APPLICABLE AND NOT SHOWN IN REPORT
For the Fiscal Year Ended June 30, 2016

PAGE TITLE	EXHIBIT TITLE	PAGE NUMBER
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL RESERVED FOR SPECIAL REVENUE FUNDS - FOOD SERVICES - NOT MAJOR	E-2a	22
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL RESERVED FOR SPECIAL REVENUE FUNDS - OTHER FEDERAL PROGRAMS - NOT MAJOR	E-2b	23
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL RESERVED FOR SPECIAL REVENUE FUNDS - FEDERAL ECONOMIC STIMULUS PROGRAMS - NOT MAJOR	E-2c	24
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL RESERVED FOR SPECIAL REVENUE FUNDS - MISCELLANEOUS - NOT MAJOR	E-2d	25

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016

	Account Number	Special Revenue Funds			
		Food Services 410	Other Federal Programs 420	Federal Economic Stimulus Programs 430	Total Nonmajor Special Revenue Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
ASSETS					
Cash and Cash Equivalents	1110	2,350,284.62	0.00	0.00	2,350,284.62
Investments	1160	0.00	0.00	0.00	0.00
Due From Other Agencies	1220	62,742.35	222,012.70	0.00	284,755.05
Inventory	1150	68,623.13	0.00	0.00	68,623.13
Prepaid Items	1230	0.00	0.00	0.00	0.00
Long-Term Investments	1460	0.00	0.00	0.00	0.00
Total Assets		2,481,650.10	222,012.70	0.00	2,703,662.80
DEFERRED OUTFLOWS OF RESOURCES					
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	0.00	0.00	0.00	0.00
Total Deferred Outflows of Resources		0.00	0.00	0.00	0.00
Total Assets and Deferred Outflows of Resources		2,481,650.10	222,012.70	0.00	2,703,662.80
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Cash Overdraft	2125	0.00	0.00	0.00	0.00
Accrued Salaries and Benefits	2110	0.00	0.00	0.00	0.00
Payroll Deductions and Withholdings	2170	0.00	0.00	0.00	0.00
Accounts Payable	2120	937.01	14,641.65	0.00	15,578.66
Due to Budgetary Funds	2161	0.00	201,507.02	0.00	201,507.02
Unearned Revenues	2410	51,900.00	5,864.03	0.00	57,764.03
Unavailable Revenues	2410	0.00	0.00	0.00	0.00
Total Liabilities		52,837.01	222,012.70	0.00	274,849.71
DEFERRED INFLOWS OF RESOURCES					
Accumulated Increase in Fair Value of Hedging Derivatives	2610	0.00	0.00	0.00	0.00
Deferred Revenues	2630	0.00	0.00	0.00	0.00
Total Deferred Inflows of Resources		0.00	0.00	0.00	0.00
FUND BALANCES					
<i>Nonspendable:</i>					
Inventory	2711	68,623.13	0.00	0.00	68,623.13
<i>Total Nonspendable Fund Balances</i>	2710	68,623.13	0.00	0.00	68,623.13
<i>Restricted for:</i>					
Food Service	2729	2,360,189.96	0.00	0.00	2,360,189.96
Restricted for _____	2729	0.00	0.00	0.00	0.00
<i>Total Restricted Fund Balances</i>	2720	2,360,189.96	0.00	0.00	2,360,189.96
<i>Total Committed Fund Balances</i>	2730	0.00	0.00	0.00	0.00
<i>Total Assigned Fund Balances</i>	2740	0.00	0.00	0.00	0.00
<i>Total Unassigned Fund Balances</i>	2750	0.00	0.00	0.00	0.00
Total Fund Balances	2700	2,428,813.09	0.00	0.00	2,428,813.09
Total Liabilities, Deferred Inflows of Resources and Fund Balances		2,481,650.10	222,012.70	0.00	2,703,662.80

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

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016

	Account Number	Debt Service Funds			
		SBE/COBI Bonds 210	Special Act Bonds 220	Other Debt Service 290	Total Nonmajor Debt Service Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
ASSETS					
Cash and Cash Equivalents	1110	14,496.95	32,678.99	0.00	47,175.94
Investments	1160	0.00	0.00	0.00	0.00
Cash with Fiscal/Service Agents	1114	0.00	0.00	1,219,089.05	1,219,089.05
Inventory	1150	0.00	0.00	0.00	0.00
Prepaid Items	1230	0.00	0.00	0.00	0.00
Long-Term Investments	1460	0.00	0.00	0.00	0.00
Total Assets		14,496.95	32,678.99	1,219,089.05	1,266,264.99
DEFERRED OUTFLOWS OF RESOURCES					
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	0.00	0.00	0.00	0.00
Total Deferred Outflows of Resources		0.00	0.00	0.00	0.00
Total Assets and Deferred Outflows of Resources		14,496.95	32,678.99	1,219,089.05	1,266,264.99
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Cash Overdraft	2125	0.00	0.00	0.00	0.00
Unavailable Revenues	2410	0.00	0.00	0.00	0.00
Total Liabilities		0.00	0.00	0.00	0.00
DEFERRED INFLOWS OF RESOURCES					
Accumulated Increase in Fair Value of Hedging Derivatives	2610	0.00	0.00	0.00	0.00
Deferred Revenues	2630	0.00	0.00	0.00	0.00
Total Deferred Inflows of Resources		0.00	0.00	0.00	0.00
FUND BALANCES					
<i>Total Nonspendable Fund Balances</i>	2710	0.00	0.00	0.00	0.00
<i>Restricted for:</i>					
Debt Service	2725	14,496.95	32,678.99	1,219,089.05	1,266,264.99
<i>Total Restricted Fund Balances</i>	2720	14,496.95	32,678.99	1,219,089.05	1,266,264.99
<i>Total Committed Fund Balances</i>	2730	0.00	0.00	0.00	0.00
<i>Total Assigned Fund Balances</i>	2740	0.00	0.00	0.00	0.00
<i>Total Unassigned Fund Balances</i>	2750	0.00	0.00	0.00	0.00
Total Fund Balances	2700	14,496.95	32,678.99	1,219,089.05	1,266,264.99
Total Liabilities, Deferred Inflows of Resources and Fund Balances		14,496.95	32,678.99	1,219,089.05	1,266,264.99

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

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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016

	Account Number	Capital Projects Funds		
		Public Education Capital Outlay (PECO) 340	Capital Outlay and Debt Service 360	Total Nonmajor Capital Projects Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
ASSETS				
Cash and Cash Equivalents	1110	0.00	118,561.29	118,561.29
Investments	1160	0.00	0.00	0.00
Due From Other Agencies	1220	82,191.00	2,609.97	84,800.97
Total Assets		82,191.00	121,171.26	203,362.26
DEFERRED OUTFLOWS OF RESOURCES				
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	0.00	0.00	0.00
Total Deferred Outflows of Resources		0.00	0.00	0.00
Total Assets and Deferred Outflows of Resources		82,191.00	121,171.26	203,362.26
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	2125	0.00	0.00	0.00
Due to Budgetary Funds	2161	16,457.10	0.00	16,457.10
Unavailable Revenues	2410	0.00	0.00	0.00
Total Liabilities		16,457.10	0.00	16,457.10
DEFERRED INFLOWS OF RESOURCES				
Accumulated Increase in Fair Value of Hedging Derivatives	2610	0.00	0.00	0.00
Deferred Revenues	2630	0.00	2,609.97	2,609.97
Total Deferred Inflows of Resources		0.00	2,609.97	2,609.97
FUND BALANCES				
<i>Total Nonspendable Fund Balances</i>	2710	0.00	0.00	0.00
<i>Restricted for:</i>				
Capital Projects	2726	65,733.90	118,561.29	184,295.19
<i>Total Restricted Fund Balances</i>	2720	65,733.90	118,561.29	184,295.19
<i>Total Committed Fund Balances</i>	2730	0.00	0.00	0.00
<i>Total Assigned Fund Balances</i>	2740	0.00	0.00	0.00
<i>Total Unassigned Fund Balances</i>	2750	0.00	0.00	0.00
Total Fund Balances	2700	65,733.90	118,561.29	184,295.19
Total Liabilities, Deferred Inflows of Resources and Fund Balances		82,191.00	121,171.26	203,362.26

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

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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016

	Account Number	Permanent Fund 000	Total Nonmajor Governmental Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
ASSETS			
Cash and Cash Equivalents	1110	0.00	2,516,021.85
Investments	1160	0.00	0.00
Due From Other Agencies	1220	0.00	369,556.02
Cash with Fiscal/Service Agents	1114	0.00	1,219,089.05
Inventory	1150	0.00	68,623.13
Prepaid Items	1230	0.00	0.00
Long-Term Investments	1460	0.00	0.00
Total Assets		0.00	4,173,290.05
DEFERRED OUTFLOWS OF RESOURCES			
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	0.00	0.00
Total Deferred Outflows of Resources		0.00	0.00
Total Assets and Deferred Outflows of Resources		0.00	4,173,290.05
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Cash Overdraft	2125	0.00	0.00
Accounts Payable	2120	0.00	15,578.66
Due to Budgetary Funds	2161	0.00	217,964.12
Unearned Revenues	2410	0.00	57,764.03
Unavailable Revenues	2410	0.00	0.00
Total Liabilities		0.00	291,306.81
DEFERRED INFLOWS OF RESOURCES			
Accumulated Increase in Fair Value of Hedging Derivatives	2610	0.00	0.00
Deferred Revenues	2630	0.00	2,609.97
Total Deferred Inflows of Resources		0.00	2,609.97
FUND BALANCES			
<i>Nonspendable:</i>			
Inventory	2711	0.00	68,623.13
<i>Total Nonspendable Fund Balances</i>	2710	0.00	68,623.13
<i>Restricted for:</i>			
Debt Service	2725	0.00	1,266,264.99
Capital Projects	2726	0.00	184,295.19
Food Service	2729	0.00	2,360,189.96
<i>Total Restricted Fund Balances</i>	2720	0.00	3,810,750.14
<i>Total Committed Fund Balances</i>	2730	0.00	0.00
<i>Total Assigned Fund Balances</i>	2740	0.00	0.00
<i>Total Unassigned Fund Balances</i>	2750	0.00	0.00
Total Fund Balances	2700	0.00	3,879,373.27
Total Liabilities, Deferred Inflows of Resources and Fund Balances		0.00	4,173,290.05

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

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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2016

	Account Number	Special Revenue Funds			
		Food Services 410	Other Federal Programs 420	Federal Economic Stimulus Programs 430	Total Nonmajor Special Revenue Funds
REVENUES					
Federal Direct	3100	0.00	574,391.68	0.00	574,391.68
Federal Through State and Local	3200	3,695,237.08	5,526,515.63	25,225.42	9,246,978.13
State Sources	3300	52,749.00	0.00	0.00	52,749.00
<i>Local Sources:</i>					
Charges for Service - Food Service	345X	1,882,424.02	0.00	0.00	1,882,424.02
Other Local Revenue		47,490.24	2,360.73	0.00	49,850.97
Total Local Sources	3400	1,929,914.26	2,360.73	0.00	1,932,274.99
Total Revenues		5,677,900.34	6,103,268.04	25,225.42	11,806,393.80
EXPENDITURES					
<i>Current:</i>					
Instruction	5000	0.00	2,825,748.24	0.00	2,825,748.24
Student Support Services	6100	0.00	682,473.04	0.00	682,473.04
Instructional Media Services	6200	0.00	0.00	0.00	0.00
Instruction and Curriculum Development Services	6300	0.00	1,443,315.35	0.00	1,443,315.35
Instructional Staff Training Services	6400	0.00	805,369.50	0.00	805,369.50
Instruction-Related Technology	6500	0.00	0.00	25,225.42	25,225.42
Board	7100	0.00	0.00	0.00	0.00
General Administration	7200	0.00	216,988.58	0.00	216,988.58
Food Services	7600	5,096,401.87	0.00	0.00	5,096,401.87
Central Services	7700	0.00	2,093.32	0.00	2,093.32
Student Transportation Services	7800	0.00	82,624.04	0.00	82,624.04
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420	254,273.42	0.00	0.00	254,273.42
Other Capital Outlay	9300	141,282.46	44,655.97	0.00	185,938.43
Total Expenditures		5,491,957.75	6,103,268.04	25,225.42	11,620,451.21
Excess (Deficiency) of Revenues Over (Under) Expenditures		185,942.59	0.00	0.00	185,942.59
OTHER FINANCING SOURCES (USES)					
Sale of Capital Assets	3730	6,370.43	0.00	0.00	6,370.43
Transfers In	3600	0.00	0.00	0.00	0.00
Transfers Out	9700	0.00	0.00	0.00	0.00
Total Other Financing Sources (Uses)		6,370.43	0.00	0.00	6,370.43
Net Change in Fund Balances		192,313.02	0.00	0.00	192,313.02
Fund Balances, July 1, 2015	2800	2,236,500.07	0.00	0.00	2,236,500.07
Adjustments to Fund Balances	2891	0.00	0.00	0.00	0.00
Fund Balances, June 30, 2016	2700	2,428,813.09	0.00	0.00	2,428,813.09

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

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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2016

	Account Number	Debt Service Funds			
		SBE/COBI Bonds 210	Special Act Bonds 220	Other Debt Service 290	Total Nonmajor Debt Service Funds
REVENUES					
Federal Direct	3100	0.00	0.00	0.00	0.00
Federal Through State and Local	3200	0.00	0.00	0.00	0.00
State Sources	3300	264,417.25	172,500.00	0.00	436,917.25
<i>Local Sources:</i>					
Other Local Revenue		0.00	10.39	38,874.10	38,884.49
Total Local Sources	3400	0.00	10.39	38,874.10	38,884.49
Total Revenues		264,417.25	172,510.39	38,874.10	475,801.74
EXPENDITURES					
<i>Debt Service: (Function 9200)</i>					
Redemption of Principal	710	230,000.00	100,945.89	0.00	330,945.89
Interest	720	43,294.05	70,206.93	0.00	113,500.98
Dues and Fees	730	82.06	0.00	0.00	82.06
Miscellaneous	790	0.00	0.00	0.00	0.00
Total Expenditures		273,376.11	171,152.82	0.00	444,528.93
Excess (Deficiency) of Revenues Over (Under) Expenditures		(8,958.86)	1,357.57	38,874.10	31,272.81
OTHER FINANCING SOURCES (USES)					
Transfers In	3600	0.00	0.00	81,224.25	81,224.25
Transfers Out	9700	0.00	0.00	0.00	0.00
Total Other Financing Sources (Uses)		0.00	0.00	81,224.25	81,224.25
Net Change in Fund Balances		(8,958.86)	1,357.57	120,098.35	112,497.06
Fund Balances, July 1, 2015	2800	23,455.81	31,321.42	1,098,990.70	1,153,767.93
Adjustments to Fund Balances	2891	0.00	0.00	0.00	0.00
Fund Balances, June 30, 2016	2700	14,496.95	32,678.99	1,219,089.05	1,266,264.99

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

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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2016

	Account Number	Capital Projects Funds		
		Public Education Capital Outlay (PECO) 340	Capital Outlay and Debt Service 360	Total Nonmajor Capital Projects Funds
REVENUES				
Federal Direct	3100	0.00	0.00	0.00
Federal Through State and Local	3200	0.00	0.00	0.00
State Sources	3300	249,191.00	118,214.82	367,405.82
<i>Local Sources:</i>				
Impact Fees	3496	0.00	0.00	0.00
Other Local Revenue		0.00	1.41	1.41
Total Local Sources	3400	0.00	1.41	1.41
Total Revenues		249,191.00	118,216.23	367,407.23
EXPENDITURES				
<i>Capital Outlay:</i>				
Facilities Acquisition and Construction	7420	14,282.29	0.00	14,282.29
Other Capital Outlay	9300	0.00	0.00	0.00
Total Expenditures		207,496.36	0.00	207,496.36
Excess (Deficiency) of Revenues Over (Under) Expenditures		41,694.64	118,216.23	159,910.87
OTHER FINANCING SOURCES (USES)				
Total Other Financing Sources (Uses)		0.00	0.00	0.00
Net Change in Fund Balances		41,694.64	118,216.23	159,910.87
Fund Balances, July 1, 2015	2800	24,039.26	345.06	24,384.32
Adjustments to Fund Balances	2891	0.00	0.00	0.00
Fund Balances, June 30, 2016	2700	65,733.90	118,561.29	184,295.19

The notes to financial statements are an integral part of this statement.
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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2016

	Account Number	Permanent Funds 000	Total Nonmajor Governmental Funds
REVENUES			
Federal Direct	3100	0.00	574,391.68
Federal Through State and Local	3200	0.00	9,246,978.13
State Sources	3300	0.00	857,072.07
<i>Local Sources:</i>			
Charges for Service - Food Service	345X	0.00	1,882,424.02
Impact Fees	3496	0.00	0.00
Other Local Revenue		0.00	88,736.87
Total Local Sources	3400	0.00	1,971,160.89
Total Revenues		0.00	12,649,602.77
EXPENDITURES			
<i>Current:</i>			
Instruction	5000	0.00	2,825,748.24
Student Support Services	6100	0.00	682,473.04
Instructional Media Services	6200	0.00	0.00
Instruction and Curriculum Development Services	6300	0.00	1,443,315.35
Instructional Staff Training Services	6400	0.00	805,369.50
Instruction-Related Technology	6500	0.00	25,225.42
Board	7100	0.00	0.00
General Administration	7200	0.00	216,988.58
Food Services	7600	0.00	5,096,401.87
Central Services	7700	0.00	2,093.32
Student Transportation Services	7800	0.00	82,624.04
<i>Debt Service: (Function 9200)</i>			
Redemption of Principal	710	0.00	330,945.89
Interest	720	0.00	113,500.98
Dues and Fees	730	0.00	82.06
Miscellaneous	790	0.00	0.00
<i>Capital Outlay:</i>			
Facilities Acquisition and Construction	7420	0.00	268,555.71
Other Capital Outlay	9300	0.00	185,938.43
Total Expenditures		0.00	12,272,476.50
Excess (Deficiency) of Revenues Over (Under) Expenditures		0.00	377,126.27
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	3730	0.00	6,370.43
Transfers In	3600	0.00	81,224.25
Transfers Out	9700	0.00	0.00
Total Other Financing Sources (Uses)		0.00	87,594.68
Net Change in Fund Balances		0.00	464,720.95
Fund Balances, July 1, 2015	2800	0.00	3,414,652.32
Adjustments to Fund Balances	2891	0.00	0.00
Fund Balances, June 30, 2016	2700	0.00	3,879,373.27

The notes to financial statements are an integral part of this statement.
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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - FOOD SERVICE
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
		Original	Final		
REVENUES					
Federal Direct	3100				0.00
Federal Through State and Local	3200	3,705,000.00	3,705,000.00	3,695,237.08	(9,762.92)
State Sources	3300	59,000.00	59,000.00	52,749.00	(6,251.00)
<i>Local Sources:</i>					
Charges for Service - Food Service	345X	1,960,000.00	1,970,000.00	1,882,424.02	(87,575.98)
Other Local Revenue		60,500.00	50,500.00	47,490.24	(3,009.76)
Total Local Sources	3400	2,020,500.00	2,020,500.00	1,929,914.26	(90,585.74)
Total Revenues		5,784,500.00	5,784,500.00	5,677,900.34	(106,599.66)
EXPENDITURES					
<i>Current:</i>					
Instruction	5000				0.00
Fiscal Services	7500				0.00
Food Services	7600	5,616,000.00	5,783,265.05	5,096,401.87	686,863.18
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420	252,277.21	256,468.06	254,273.42	2,194.64
Other Capital Outlay	9300	184,740.12	209,405.72	141,282.46	68,123.26
Total Expenditures		6,053,017.33	6,249,138.83	5,491,957.75	757,181.08
Excess (Deficiency) of Revenues Over (Under) Expenditures		(268,517.33)	(464,638.83)	185,942.59	650,581.42
OTHER FINANCING SOURCES (USES)					
Sale of Capital Assets	3730			6,370.43	6,370.43
Total Other Financing Sources (Uses)		0.00	0.00	6,370.43	6,370.43
Net Change in Fund Balances		(268,517.33)	(464,638.83)	192,313.02	656,951.85
Fund Balances, July 1, 2015	2800	2,236,500.07	2,236,500.07	2,236,500.07	0.00
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	1,967,982.74	1,771,861.24	2,428,813.09	656,951.85

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
		Original	Final		
REVENUES					
Federal Direct	3100	1,035,438.69	1,035,438.69	574,391.68	(461,047.01)
Federal Through State and Local	3200	6,250,529.06	7,427,832.96	5,526,515.63	(1,901,317.33)
State Sources	3300				0.00
<i>Local Sources:</i>					
Other Local Revenue		0.00	0.00	2,360.73	2,360.73
Total Local Sources	3400	0.00	0.00	2,360.73	2,360.73
Total Revenues		7,285,967.75	8,463,271.65	6,103,268.04	(2,360,003.61)
EXPENDITURES					
<i>Current:</i>					
Instruction	5000	3,175,761.60	3,720,933.03	2,825,748.24	895,184.79
Student Support Services	6100	1,088,075.74	1,107,245.76	682,473.04	424,772.72
Instructional Media Services	6200				0.00
Instruction and Curriculum Development Services	6300	1,854,131.77	1,826,380.90	1,443,315.35	383,065.55
Instructional Staff Training Services	6400	502,715.60	1,087,158.64	805,369.50	281,789.14
General Administration	7200	504,858.50	486,697.91	216,988.58	269,709.33
Central Services	7700	6,058.00	4,956.00	2,093.32	2,862.68
Student Transportation Services	7800	92,804.00	107,745.18	82,624.04	25,121.14
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420				0.00
Other Capital Outlay	9300	61,562.54	122,154.23	44,655.97	77,498.26
Total Expenditures		7,285,967.75	8,463,271.65	6,103,268.04	2,360,003.61
Excess (Deficiency) of Revenues Over (Under) Expenditures		0.00	0.00	0.00	0.00
Net Change in Fund Balances		0.00	0.00	0.00	0.00
Fund Balances, July 1, 2015	2800				0.00
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	0.00	0.00	0.00	0.00

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - RACE TO THE TOP
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
		Original	Final		
REVENUES					
Federal Direct	3100				0.00
Federal Through State and Local	3200	35,332.45	25,225.42	25,225.42	0.00
State Sources	3300				0.00
Total Local Sources	3400	0.00	0.00	0.00	0.00
Total Revenues		35,332.45	25,225.42	25,225.42	0.00
EXPENDITURES					
<i>Current:</i>					
Instruction	5000				0.00
Student Support Services	6100				0.00
Instructional Media Services	6200				0.00
Instruction and Curriculum Development Services	6300				0.00
Instructional Staff Training Services	6400	35,332.45	25,225.42	25,225.42	0.00
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420				0.00
Other Capital Outlay	9300				0.00
Total Expenditures		35,332.45	25,225.42	25,225.42	0.00
Excess (Deficiency) of Revenues Over (Under) Expenditures		0.00	0.00	0.00	0.00
OTHER FINANCING SOURCES (USES)					
Sale of Capital Assets	3730				0.00
Total Other Financing Sources (Uses)		0.00	0.00	0.00	0.00
Net Change in Fund Balances		0.00	0.00	0.00	0.00
Fund Balances, July 1, 2015	2800				0.00
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	0.00	0.00	0.00	0.00

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUND - SBE/COBI BONDS
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive
		Original	Final		
REVENUES					
Federal Direct	3100				0.00
Federal Through State and Local	3200				0.00
State Sources	3300	274,300.00	274,300.00	264,417.25	(9,882.75)
<i>Local Sources:</i>					
Total Local Sources	3400	0.00	0.00	0.00	0.00
Total Revenues		274,300.00	274,300.00	264,417.25	(9,882.75)
EXPENDITURES					
<i>Debt Service: (Function 9200)</i>					
Redemption of Principal	710	230,000.00	230,000.00	230,000.00	0.00
Interest	720	43,300.00	43,300.00	43,294.05	5.95
Dues and Fees	730	1,000.00	1,000.00	82.06	917.94
Miscellaneous	790				0.00
Total Expenditures		274,300.00	274,300.00	273,376.11	923.89
Excess (Deficiency) of Revenues Over (Under) Expenditures		0.00	0.00	(8,958.86)	(8,958.86)
Net Change in Fund Balances		0.00	0.00	(8,958.86)	(8,958.86)
Fund Balances, July 1, 2015	2800	23,455.81	23,455.81	23,455.81	0.00
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	23,455.81	23,455.81	14,496.95	(8,958.86)

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUND - SPECIAL ACT BONDS
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive
		Original	Final		
REVENUES					
Federal Direct	3100				0.00
Federal Through State and Local	3200				0.00
State Sources	3300	172,500.00	172,500.00	172,500.00	0.00
<i>Local Sources:</i>					
Other Local Revenue				10.39	10.39
Total Local Sources	3400	0.00	0.00	10.39	10.39
Total Revenues		172,500.00	172,500.00	172,510.39	10.39
EXPENDITURES					
<i>Debt Service: (Function 9200)</i>					
Redemption of Principal	710	104,000.00	104,000.00	100,945.89	3,054.11
Interest	720	67,210.00	67,210.00	70,206.93	(2,996.93)
Dues and Fees	730	1,000.00	1,000.00		1,000.00
Miscellaneous	790				0.00
Total Expenditures		172,210.00	172,210.00	171,152.82	1,057.18
Excess (Deficiency) of Revenues Over (Under) Expenditures		290.00	290.00	1,357.57	1,067.57
Net Change in Fund Balances		290.00	290.00	1,357.57	1,067.57
Fund Balances, July 1, 2015	2800	31,231.42	31,321.42	31,321.42	0.00
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	31,521.42	31,611.42	32,678.99	1,067.57

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUND - OTHER DEBT SERVICE
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive
		Original	Final		
REVENUES					
Federal Direct	3100				0.00
Federal Through State and Local	3200				0.00
State Sources	3300				0.00
<i>Local Sources:</i>					
Other Local Revenue				38,874.10	38,874.10
Total Local Sources	3400	0.00	0.00	38,874.10	38,874.10
Total Revenues		0.00	0.00	38,874.10	38,874.10
EXPENDITURES					
<i>Debt Service: (Function 9200)</i>					
Redemption of Principal	710				0.00
Interest	720				0.00
Dues and Fees	730				0.00
Miscellaneous	790				0.00
Total Expenditures		0.00	0.00	0.00	0.00
Excess (Deficiency) of Revenues Over (Under) Expenditures		0.00	0.00	38,874.10	38,874.10
OTHER FINANCING SOURCES (USES)					
Transfers In	3600	81,225.00	81,225.00	81,224.25	(0.75)
Transfers Out	9700				0.00
Total Other Financing Sources (Uses)		81,225.00	81,225.00	81,224.25	(0.75)
Net Change in Fund Balances		81,225.00	81,225.00	120,098.35	38,873.35
Fund Balances, July 1, 2015	2800	1,098,990.70	1,098,990.70	1,098,990.70	0.00
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	1,180,215.70	1,180,215.70	1,219,089.05	38,873.35

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND - PUBLIC EDUCATION CAPITAL OUTLAY
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive
		Original	Final		
REVENUES					
Federal Direct	3100				0.00
Federal Through State and Local	3200				0.00
State Sources	3300	249,191.00	249,191.00	249,191.00	0.00
<i>Local Sources:</i>					
Property Taxes Levied, Tax Redemptions and Excess Fees for Operational Purposes	3411, 3421, 3423				0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Debt Service	3412, 3421, 3423				0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Capital Projects	3413, 3421, 3423				0.00
Impact Fees	3496				0.00
Other Local Revenue					0.00
Total Local Sources	3400	0.00	0.00	0.00	0.00
Total Revenues		249,191.00	249,191.00	249,191.00	0.00
EXPENDITURES					
<i>Current:</i>					
Facilities Acquisition and Construction	7410	273,230.26	265,912.26	193,214.07	72,698.19
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420		7,318.00	14,282.29	(6,964.29)
Other Capital Outlay	9300				0.00
Total Expenditures		273,230.26	273,230.26	207,496.36	65,733.90
Excess (Deficiency) of Revenues Over (Under) Expenditures		(24,039.26)	(24,039.26)	41,694.64	65,733.90
OTHER FINANCING SOURCES (USES)					
Transfers In	3600				0.00
Transfers Out	9700				0.00
Total Other Financing Sources (Uses)		0.00	0.00	0.00	0.00
Net Change in Fund Balances		(24,039.26)	(24,039.26)	41,694.64	65,733.90
Fund Balances, July 1, 2015	2800	24,039.26	24,039.26	24,039.26	0.00
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	0.00	0.00	65,733.90	65,733.90

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND - CAPITAL OUTLAY AND DEBT SERVICE PROGRAM
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive
		Original	Final		
REVENUES					
Federal Direct	3100				0.00
Federal Through State and Local	3200				0.00
State Sources	3300	93,930.00	93,930.00	118,214.82	24,284.82
<i>Local Sources:</i>					
Property Taxes Levied, Tax Redemptions and Excess Fees for Operational Purposes	3411, 3421, 3423				0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Debt Service	3412, 3421, 3423				0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Capital Projects	3413, 3421, 3423				0.00
Impact Fees	3496				0.00
Other Local Revenue				1.41	1.41
Total Local Sources	3400	0.00	0.00	1.41	1.41
Total Revenues		93,930.00	93,930.00	118,216.23	24,286.23
EXPENDITURES					
<i>Current:</i>					
Facilities Acquisition and Construction	7410				0.00
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420	66,168.00	94,275.94		94,275.94
Other Capital Outlay	9300				0.00
Total Expenditures		66,168.00	94,275.94	0.00	94,275.94
Excess (Deficiency) of Revenues Over (Under) Expenditures		27,762.00	(345.94)	118,216.23	118,562.17
OTHER FINANCING SOURCES (USES)					
Transfers In	3600				0.00
Transfers Out	9700				0.00
Total Other Financing Sources (Uses)		0.00	0.00	0.00	0.00
Net Change in Fund Balances		27,762.00	(345.94)	118,216.23	118,562.17
Fund Balances, July 1, 2015	2800	345.06	345.06	345.06	0.00
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	28,107.06	(0.88)	118,561.29	118,562.17

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND - NONVOTED CAPITAL IMPROVEMENT
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
		Original	Final		
REVENUES					
Federal Direct	3100				0.00
Federal Through State and Local	3200				0.00
State Sources	3300				0.00
<i>Local Sources:</i>					
Property Taxes Levied, Tax Redemptions and Excess Fees for Operational Purposes	3411, 3421, 3423	9,923,383.00	9,923,383.00	9,967,773.89	44,390.89
Property Taxes Levied, Tax Redemptions and Excess Fees for Debt Service	3412, 3421, 3423				0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Capital Projects	3413, 3421, 3423				0.00
Impact Fees	3496				0.00
Other Local Revenue			1,199,158.00	1,288,396.00	89,238.00
Total Local Sources	3400	9,923,383.00	11,122,541.00	11,256,169.89	133,628.89
Total Revenues		9,923,383.00	11,122,541.00	11,256,169.89	133,628.89
EXPENDITURES					
<i>Current:</i>					
Facilities Acquisition and Construction	7410	1,459,144.74	1,546,147.74	421,609.40	1,124,538.34
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420	29,573,796.32	30,630,607.53	8,062,976.12	22,567,631.41
Other Capital Outlay	9300	3,922,834.43	3,978,178.22	2,772,927.12	1,205,251.10
Total Expenditures		34,955,775.49	36,154,933.49	11,257,512.64	24,897,420.85
Excess (Deficiency) of Revenues Over (Under) Expenditures		(25,032,392.49)	(25,032,392.49)	(1,342.75)	25,031,049.74
OTHER FINANCING SOURCES (USES)					
Transfers In	3600				0.00
Transfers Out	9700	(3,022,809.00)	(3,022,809.00)	(2,266,311.69)	756,497.31
Total Other Financing Sources (Uses)		(3,022,809.00)	(3,022,809.00)	(2,266,311.69)	756,497.31
Net Change in Fund Balances		(28,055,201.49)	(28,055,201.49)	(2,267,654.44)	25,787,547.05
Fund Balances, July 1, 2015	2800	28,055,201.49	28,055,201.49	27,958,138.06	(97,063.43)
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	0.00	0.00	25,690,483.62	25,690,483.62

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND - OTHER CAPITAL PROJECTS
For the Fiscal Year Ended June 30, 2016

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
		Original	Final		
REVENUES					
Federal Direct	3100				0.00
Federal Through State and Local	3200				0.00
State Sources	3300				0.00
<i>Local Sources:</i>					
Property Taxes Levied, Tax Redemptions and Excess Fees for Operational Purposes	3411, 3421, 3423				0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Debt Service	3412, 3421, 3423				0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Capital Projects	3413, 3421, 3423				0.00
Impact Fees	3496	1,600,000.00	1,600,000.00	2,942,954.23	1,342,954.23
Other Local Revenue				28,756.02	28,756.02
Total Local Sources	3400	1,600,000.00	1,600,000.00	2,971,710.25	1,371,710.25
Total Revenues		1,600,000.00	1,600,000.00	2,971,710.25	1,371,710.25
EXPENDITURES					
<i>Current:</i>					
Facilities Acquisition and Construction	7410		18,886.48	33,207.68	(14,321.20)
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420	6,601,302.22	8,162,888.25	612,959.15	7,549,929.10
Other Capital Outlay	9300		1,389.68	2,289.68	(900.00)
Total Expenditures		6,601,302.22	8,183,164.41	648,456.51	7,534,707.90
Excess (Deficiency) of Revenues Over (Under) Expenditures		(5,001,302.22)	(6,583,164.41)	2,323,253.74	8,906,418.15
OTHER FINANCING SOURCES (USES)					
Sale of Capital Assets	3730		1,600,000.00	1,600,000.00	0.00
Transfers In	3600				0.00
Transfers Out	9700	(158,800.00)	(158,800.00)	(149,054.92)	9,745.08
Total Other Financing Sources (Uses)		(158,800.00)	1,441,200.00	1,450,945.08	9,745.08
Net Change in Fund Balances		(5,160,102.22)	(5,141,964.41)	3,774,198.82	8,916,163.23
Fund Balances, July 1, 2015	2800	10,866,508.72	10,866,508.72	10,866,508.72	0.00
Adjustments to Fund Balances	2891				0.00
Fund Balances, June 30, 2016	2700	5,706,406.50	5,724,544.31	14,640,707.54	8,916,163.23

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
LISTING OF PAGES NOT APPLICABLE AND NOT SHOWN IN REPORT
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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
June 30, 2016

	Account Number	Pension Trust Fund Name 87X	Pension Trust Fund Name 87X	Pension Trust Fund Name 87X	Total Pension Trust Funds
ASSETS					
Cash and Cash Equivalents	1110	0.00	0.00	0.00	0.00
Investments	1160	0.00	0.00	0.00	0.00
Accounts Receivable, Net	1131	0.00	0.00	0.00	0.00
Pension Contributions Receivable	1132	0.00	0.00	0.00	0.00
Interest Receivable on Investments	1170	0.00	0.00	0.00	0.00
Due From Budgetary Funds	1141	0.00	0.00	0.00	0.00
Due From Other Agencies	1220	0.00	0.00	0.00	0.00
Inventory	1150				
Total Assets		0.00	0.00	0.00	0.00
DEFERRED OUTFLOWS OF RESOURCES					
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	0.00	0.00	0.00	0.00
Pension	1940	0.00	0.00	0.00	0.00
Other Postemployment Benefits	1950	0.00	0.00	0.00	0.00
Total Deferred Outflows of Resources		0.00	0.00	0.00	0.00
LIABILITIES					
Cash Overdraft	2125	0.00	0.00	0.00	0.00
Accrued Salaries and Benefits	2110	0.00	0.00	0.00	0.00
Payroll Deductions and Withholdings	2170	0.00	0.00	0.00	0.00
Accounts Payable	2120	0.00	0.00	0.00	0.00
Internal Accounts Payable	2290	0.00	0.00	0.00	0.00
Due to Other Agencies	2230	0.00	0.00	0.00	0.00
Due to Budgetary Funds	2161	0.00	0.00	0.00	0.00
Total Liabilities		0.00	0.00	0.00	0.00
DEFERRED INFLOWS OF RESOURCES					
Accumulated Increase in Fair Value of Hedging Derivatives	2610	0.00	0.00	0.00	0.00
Pension	2640	0.00	0.00	0.00	0.00
Other Postemployment Benefits	2650	0.00	0.00	0.00	0.00
Total Deferred Inflows of Resources		0.00	0.00	0.00	0.00
NET POSITION					
Held in Trust for Pension Benefits	2785	0.00	0.00	0.00	0.00
Held in Trust for Other Purposes	2785	0.00	0.00	0.00	0.00
Total Net Position		0.00	0.00	0.00	0.00

The notes to financial statements are an integral part of this statement.
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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING STATEMENT OF CHANGES IN NET POSITION
PENSION TRUST FUNDS
For the Fiscal Year Ended June 30, 2016

	Account Number	Pension Trust Fund Name 87X	Pension Trust Fund Name 87X	Pension Trust Fund Name 87X	Total Pension Trust Funds
ADDITIONS					
<i>Contributions:</i>					
Employer		0.00	0.00	0.00	0.00
Plan Members		0.00	0.00	0.00	0.00
Gifts, Grants and Bequests	3440	0.00	0.00	0.00	0.00
<i>Investment Income:</i>					
Interest on Investments	3431	0.00	0.00	0.00	0.00
Gain on Sale of Investments	3432	0.00	0.00	0.00	0.00
Net Increase (Decrease) in the Fair Value of Investments	3433	0.00	0.00	0.00	0.00
Total Investment Income		0.00	0.00	0.00	0.00
Less Investment Expense		0.00	0.00	0.00	0.00
Net Investment Income		0.00	0.00	0.00	0.00
Total Additions		0.00	0.00	0.00	0.00
DEDUCTIONS					
Salaries	100	0.00	0.00	0.00	0.00
Employee Benefits	200	0.00	0.00	0.00	0.00
Purchased Services	300	0.00	0.00	0.00	0.00
Other	700	0.00	0.00	0.00	0.00
Refunds of Contributions		0.00	0.00	0.00	0.00
Administrative Expenses		0.00	0.00	0.00	0.00
Total Deductions		0.00	0.00	0.00	0.00
Change In Net Position		0.00	0.00	0.00	0.00
Net Position Held In Trust, July 1, 2015	2885	0.00	0.00	0.00	0.00
Adjustments to Net Position	2896	0.00	0.00	0.00	0.00
Net Position Held in Trust for Pension Benefits and Other Purposes, June 30, 2016	2785	0.00	0.00	0.00	0.00

The notes to financial statements are an integral part of this statement.
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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
June 30, 2016

	Account Number	School Internal Funds 891	Total Agency Funds
ASSETS			
Cash and Cash Equivalents	1110	1,190,285.00	1,190,285.00
Investments	1160	0.00	0.00
Accounts Receivable, Net	1131	0.00	0.00
Pension Contributions Receivable	1132		
Interest Receivable on Investments	1170	0.00	0.00
Due From Budgetary Funds	1141	0.00	0.00
Due From Other Agencies	1220	0.00	0.00
Inventory	1150	0.00	0.00
Total Assets		1,190,285.00	1,190,285.00
DEFERRED OUTFLOWS OF RESOURCES			
Accumulated Decrease in Fair Value of Hedging Derivatives	1910		
Pension	1940		
Other Postemployment Benefits	1950		
Total Deferred Outflows of Resources			
LIABILITIES			
Cash Overdraft	2125	0.00	0.00
Accrued Salaries and Benefits	2110	0.00	0.00
Payroll Deductions and Withholdings	2170	0.00	0.00
Accounts Payable	2120	0.00	0.00
Internal Accounts Payable	2290	2,880,932.00	2,880,932.00
Due to Other Agencies	2230		
Due to Budgetary Funds	2161	0.00	0.00
Total Liabilities		2,880,932.00	2,880,932.00
DEFERRED INFLOWS OF RESOURCES			
Accumulated Increase in Fair Value of Hedging Derivatives	2610		
Pension	2640		
Other Postemployment Benefits	2650		
Total Deferred Inflows of Resources			

The notes to financial statements are an integral part of this statement.
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DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
SCHOOL INTERNAL FUNDS 891
June 30, 2016

	Account Number	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
ASSETS					
Cash and Cash Equivalents	1110	1,156,171.00	2,913,682.00	2,879,568.00	1,190,285.00
Investments	1160	0.00	0.00	0.00	0.00
Accounts Receivable, Net	1131	0.00	0.00	0.00	0.00
Pension Contributions Receivable	1132				
Interest Receivable on Investments	1170	0.00	0.00	0.00	0.00
Due From Budgetary Funds	1141	0.00	0.00	0.00	0.00
Due From Other Agencies	1220	0.00	0.00	0.00	0.00
Inventory	1150	0.00	0.00	0.00	0.00
Total Assets		1,156,171.00	2,913,682.00	2,879,568.00	1,190,285.00
DEFERRED OUTFLOWS OF RESOURCES					
Accumulated Decrease in Fair Value of Hedging Derivatives	1910				
Pension	1940				
Other Postemployment Benefits	1950				
Total Deferred Outflows of Resources					
LIABILITIES					
Cash Overdraft	2125	0.00	0.00	0.00	0.00
Accrued Salaries and Benefits	2110	0.00	0.00	0.00	0.00
Payroll Deductions and Withholdings	2170	0.00	0.00	0.00	0.00
Accounts Payable	2120	0.00	0.00	0.00	0.00
Internal Accounts Payable	2290	1,156,171.00	2,913,682.00	2,879,568.00	1,190,285.00
Due to Other Agencies	2230				
Due to Budgetary Funds	2161	0.00	0.00	0.00	0.00
Total Liabilities		1,156,171.00	2,913,682.00	2,879,568.00	1,190,285.00
DEFERRED INFLOWS OF RESOURCES					
Accumulated Increase in Fair Value of Hedging Derivatives	2610				
Pension	2640				
Other Postemployment Benefits	2650				
Total Deferred Inflows of Resources					

The notes to financial statements are an integral part of this statement.
ESE 145

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
LISTING OF PAGES NOT APPLICABLE AND NOT SHOWN IN REPORT
For the Fiscal Year Ended June 30, 2016

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COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED) Agency Fund Name	I-8c	53

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)
TOTAL AGENCY FUNDS
June 30, 2016

	Account Number	Total Agency Funds Balances July 1, 2015	Total Agency Funds Additions	Total Agency Funds Deductions	Total Agency Funds Balances June 30, 2016
ASSETS					
Cash and Cash Equivalents	1110	1,156,171.00	2,913,682.00	2,879,568.00	1,190,285.00
Investments	1160	0.00	0.00	0.00	0.00
Accounts Receivable, Net	1131	0.00	0.00	0.00	0.00
Pension Contributions Receivable	1132				
Interest Receivable on Investments	1170	0.00	0.00	0.00	0.00
Due From Budgetary Funds	1141	0.00	0.00	0.00	0.00
Due From Other Agencies	1220	0.00	0.00	0.00	0.00
Inventory	1150	0.00	0.00	0.00	0.00
Total Assets		1,156,171.00	2,913,682.00	2,879,568.00	1,190,285.00
DEFERRED OUTFLOWS OF RESOURCES					
Accumulated Decrease in Fair Value of Hedging Derivatives	1910				
Pension	1940				
Other Postemployment Benefits	1950				
Total Deferred Outflows of Resources					
LIABILITIES					
Cash Overdraft	2125	0.00	0.00	0.00	0.00
Accrued Salaries and Benefits	2110	0.00	0.00	0.00	0.00
Payroll Deductions and Withholdings	2170	0.00	0.00	0.00	0.00
Accounts Payable	2120	0.00	0.00	0.00	0.00
Internal Accounts Payable	2290	1,156,171.00	2,913,682.00	2,879,568.00	1,190,285.00
Due to Other Agencies	2230				
Due to Budgetary Funds	2161	0.00	0.00	0.00	0.00
Total Liabilities		1,156,171.00	2,913,682.00	2,879,568.00	1,190,285.00
DEFERRED INFLOWS OF RESOURCES					
Accumulated Increase in Fair Value of Hedging Derivatives	2610				
Pension	2640				
Other Postemployment Benefits	2650				
Total Deferred Inflows of Resources					

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

DISTRICT SCHOOL BOARD OF NASSAU COUNTY
LISTING OF PAGES NOT APPLICABLE AND NOT SHOWN IN REPORT
For the Fiscal Year Ended June 30, 2016

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