

SCHOOL BOARD OF POLK COUNTY

P.O. BOX 391
BARTOW, FLORIDA 33831

1915 SOUTH FLORAL AVENUE
BARTOW, FLORIDA 33830

(863) 534-0500 • SUNCOM 515-1321 • FAX (863) 534-0705

March 20, 2012

Board Members

CHAIRMAN
HAZEL SELLERS
DISTRICT 3

FRANK O'REILLY
DISTRICT 1

LORI CUNNINGHAM
DISTRICT 2

DICK MULLENAX
DISTRICT 4

KAY FIELDS
DISTRICT 5

DEBRA WRIGHT
DISTRICT 6

TIM HARRIS
DISTRICT 7

C. WESLEY BRIDGES II
School Board Attorney

Administration

SHERRIE B. NICKELL, Ed.D.
Superintendent

Mark A. Grey
Assistant Superintendent
Business Services
1915 South Floral Avenue
Bartow, FL 33830

(863) 534-0542
(FAX) 863-519-8115

To: School Board Members
Dr. Sherrie B. Nickell, Superintendent

From: Pennie L. Zuercher, Director of Financial Reporting
Via: Mark Grey, Assistant Superintendent, Business Services

Re: January 2012 Financial Summaries

Attached you will find the financial package for month ending January 31, 2012. Below you will find a brief summary by fund of the major events impacting the financial statements of the District. Variances and their drivers remain consistent as prior months.

General Fund

Overall revenues in the General Fund are on target for the current year, however, they remain down as compared to prior year. This decrease is driven by reduced FEFP funding, as well as lower transfers in from other funds.

Overall expenses in the General Fund are slightly down from plan. However, this could be a timing issue due to fewer operating days in November and December as compared to the average month within the fiscal year. In addition, overall expenses are down compare to prior year. The decrease is impacted by increases in areas such as pupil personnel services and instructional media expenses. These increase are a result of increased spending in salaries and other expenses formerly paid with funding from ARRA programs. The increase in instructional related technology is the due to the purchase of instructional computers through the use of local capital improvement funds transferred from Capital Projects.

Capital Projects

Local and State sources of revenue are down compared to prior year. Other financing items are down compared to prior year as a result of a Certificate of Participation bond issue in 2010/2011. Expenses for facilities are also down as compared to prior year offsetting the decrease in revenue.

Special Revenue

Federal through state sources of revenue are down due to timing of grant receipts and loss of ARRA funded programs. This is also reflected in the decrease in expenses for instruction, pupil personnel services, instructional media and instructional staff training.

If you have any questions, please, do not hesitate to contact us.

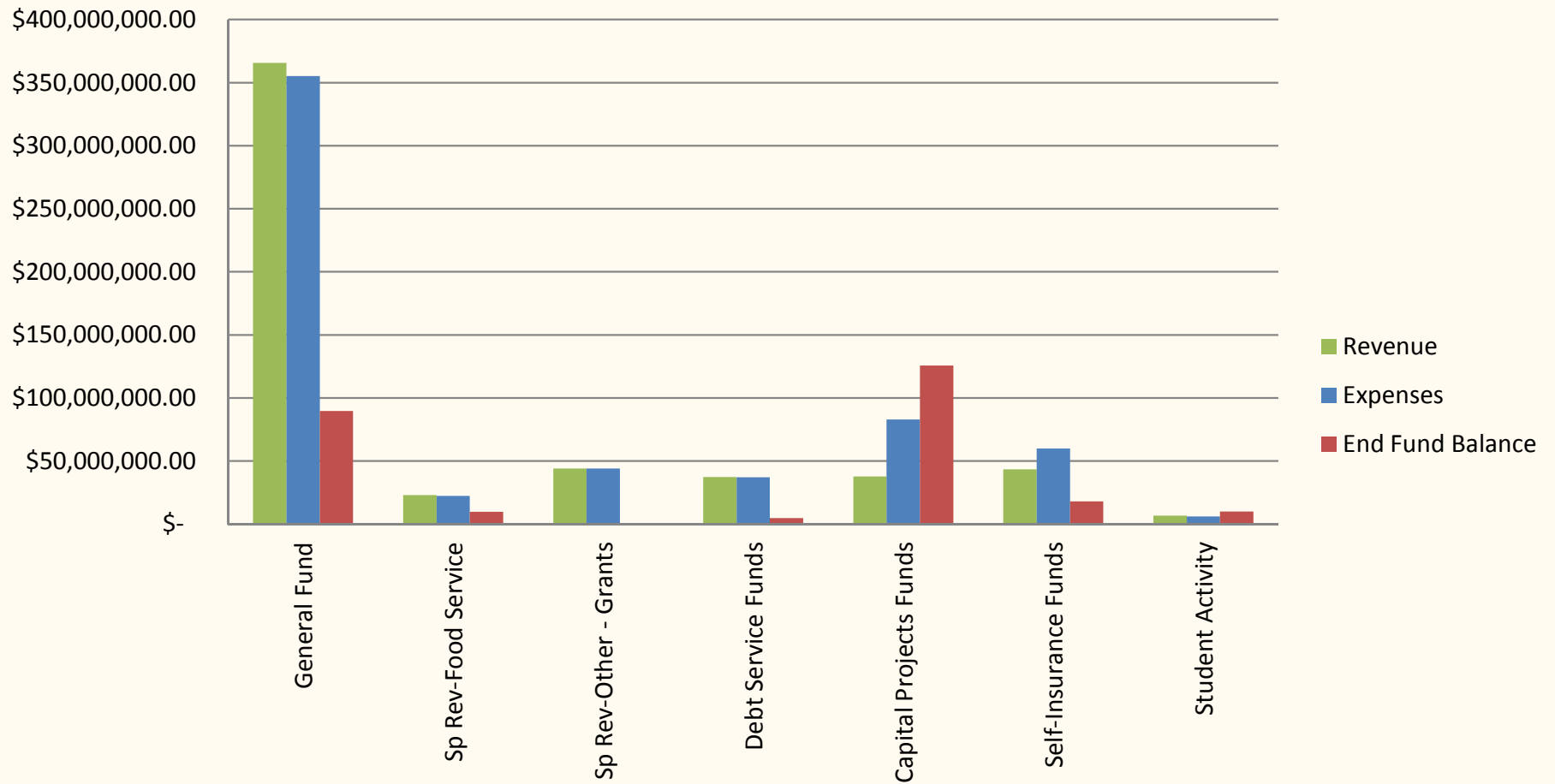
Thank you.

*Polk County Schools-
An equal opportunity
Institution for education
and employment*

Polk County School Board
Monthly Financial Report Summary
For Month Ending January 31, 2012

Fund	Beginning Balance	2011-2012 Revenues	2011-2012 Expenditures	2011-2012 Income/(Loss)	Ending Balance
General Fund	\$ 79,399,544	\$ 365,532,009	\$ (355,247,666)	\$ 10,284,342	\$ 89,683,886
Special Revenue Funds:					
Food Service	9,185,552	23,109,682	(22,427,074)	682,608	9,868,160
Other - Grants	209,797	44,042,006	(44,042,006)	0	209,797
Total Special Revenue	9,395,349	67,151,688	(66,469,080)	682,608	10,077,957
Debt Service Funds	4,520,032	37,389,738	(37,090,092)	299,646	4,819,678
Capital Projects Funds	170,724,913	37,843,290	(82,866,449)	(45,023,159)	125,701,754
Internal Service Funds (Self-Insurance)	34,559,717	43,393,634	(59,933,847)	(16,540,212)	18,019,505
Fiduciary - Trust Funds (Student Activity)	9,344,143	6,801,321	(6,154,715)	646,606	9,990,749
Grand Totals	\$ 307,943,698	\$ 558,111,680	\$ (607,761,849)	\$ (49,650,169)	\$ 258,293,529

Monthly Financial Report Summary



Polk County School Board
Combined Balance Sheet - All Fund Types and Account Groups
For Month Ending January 31, 2012

Account	Governmental Fund Types				Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Totals
	General	Special Revenue	Debt Service	Capital Projects	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
Assets:									
Cash	\$ 8,314,646	\$ 14,452,320	\$ 1,163,768	\$ 7,169,623	\$ 64,844	\$ 5,899,694			\$ 37,064,897
Investments	63,012,095	40,346,370	4,993,904	171,073,086	46,329,473	10,393,895			336,148,823
Taxes Receivable	28,810,909			7,041,292					35,852,200
Accounts Receivable	281,314	215,487		535,475	365,636	755,436			2,153,347
Budgetary Funds	19,507,258								19,507,258
Due from Other Agencies	98,081	11,645,029		2,646,600		201			14,389,911
Inventory	4,740,389	1,010,064							5,750,453
Prepaid Expenses	588,367	(1,404)			25,000				611,963
Fixed Assets:									
Land							95,605,054		95,605,054
Improvements Other Than Builc							43,078,748		43,078,748
Buildings and Fixed Equipment	20,007,533	6,997,411		660,406,624		198,601	1,904,975,362		2,592,585,530
Accumulated Depreciation	(20,007,533)	(6,997,411)		(660,406,624)		(198,601)	(608,682,597)		(1,296,292,765)
Furniture, Fixtures and Equipm	22,880,998	20,235,378		41,658,890	4,506	2,653,497	87,469,746		174,903,015
Accumulated Depreciation	(22,880,998)	(20,235,378)		(41,658,890)	(4,506)	(2,653,497)	(18,238)		(87,451,508)
Motor Vehicles	27,472,245	658,458		33,414,647		18,509	61,603,415		123,167,274
Accumulated Depreciation	(27,472,245)	(658,458)		(33,414,647)		(18,509)	(19,778)		(61,583,637)
Construction In Progress	656,845	35,433		19,084,941			111,676,432		131,453,650
Audio Visual Materials	12,203	5,891		810		807	19,711		39,421
Accumulated Depreciation	(12,203)	(5,891)		(810)		(807)			(19,711)
Computer Software	9,094,313	9,124,953		6,861,740	5,000	44,391	25,130,397		50,260,793
Accumulated Ammortization	(9,094,313)	(9,124,953)		(6,861,740)	(5,000)	(44,391)			(25,130,397)
Amt Available for Debt Svc Princ								4,015,635	4,015,635
Debt Service Principal								17,432,363	17,432,363
Compensated Absences								40,388,999	40,388,999
Leases/Certificates of Particip								425,216,773	425,216,773
Total Assets	\$ 126,009,904	\$ 67,703,299	\$ 6,157,672	\$ 207,551,017	\$ 46,784,954	\$ 17,049,225	\$ 1,720,838,251	\$ 487,053,770	\$ 2,679,148,092

Polk County School Board
Combined Balance Sheet - All Fund Types and Account Groups
For Month Ending January 31, 2012

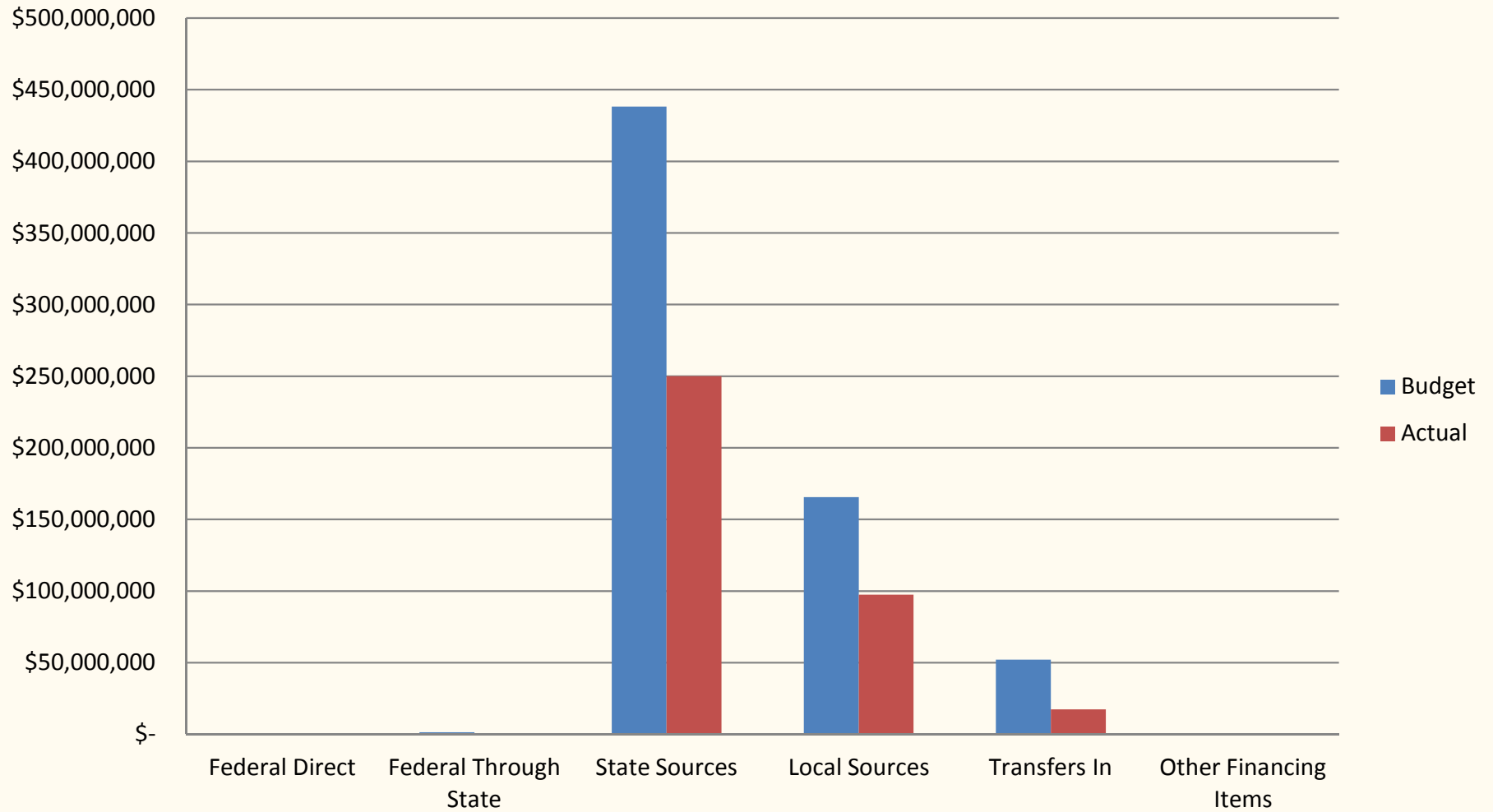
Account	Governmental Fund Types				Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Totals
	General	Special Revenue	Debt Service	Capital Projects	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
Liabilities and Fund Equity									
Liabilities:									
Salaries and Wages Payable	\$ 17,602,555	\$ 2,892							\$ 17,605,447
Payroll Deductions and Withholdings	2,353,922	10				0			2,353,932
Accounts Payable	6,624,407	1,879,815		116,614	6,899,232	237,098			15,757,167
Construction Contracts-Retainage Pyable				5,630,831					5,630,831
Due to Other Agencies	13,326,604	72,854				7,784			13,407,243
Due to Other Funds-Budgetary	(69,807,820)	52,637,741	1,337,993	40,239,570	(11,711,606)	6,811,380			19,507,258
Deferred Revenue	65,563,550	2,996,192		15,956,801					84,516,543
Sales Tax Payable	359	401				2,214			2,973
Notes Payable								5,412,771	5,412,771
Bonds Payable								193,390,000	193,390,000
Estimated Unpaid Claims					33,577,823				33,577,823
Liability for Compensated Absences								40,388,999	40,388,999
Certificates of Participation Payable								247,862,000	247,862,000
Total Liabilities	35,668,377	57,589,905	1,337,993	62,764,282	28,765,449	7,058,476	-	487,053,770	680,238,252
Fund Equity									
Contributed Capital									
Investment in General Fixed Assets							1,720,838,251		1,720,838,251
Current Year Surplus/Deficit	10,941,983	718,045	299,646	(25,938,174)	18,019,505	646,606			4,687,610
Fund Balances:									
Non-Spendable	7,664,408	1,332,438				443,893			9,440,739
Restricted	8,237,186	8,062,911	4,520,032	170,724,910		8,900,250			200,445,290
Assigned	10,449,055								10,449,055
Unassigned	53,048,894								53,048,894
Total Fund Equity	90,341,526	10,113,394	4,819,678	144,786,736	18,019,505	9,990,749	1,720,838,251	-	1,998,909,840
Total Liabilities and Fund equity	\$ 126,009,904	\$ 67,703,299	\$ 6,157,672	\$ 207,551,017	\$ 46,784,954	\$ 17,049,225	\$ 1,720,838,251	\$ 487,053,770	\$ 2,679,148,092

Polk County School Board
General Fund 2011/2012 Compared to 2010/2011

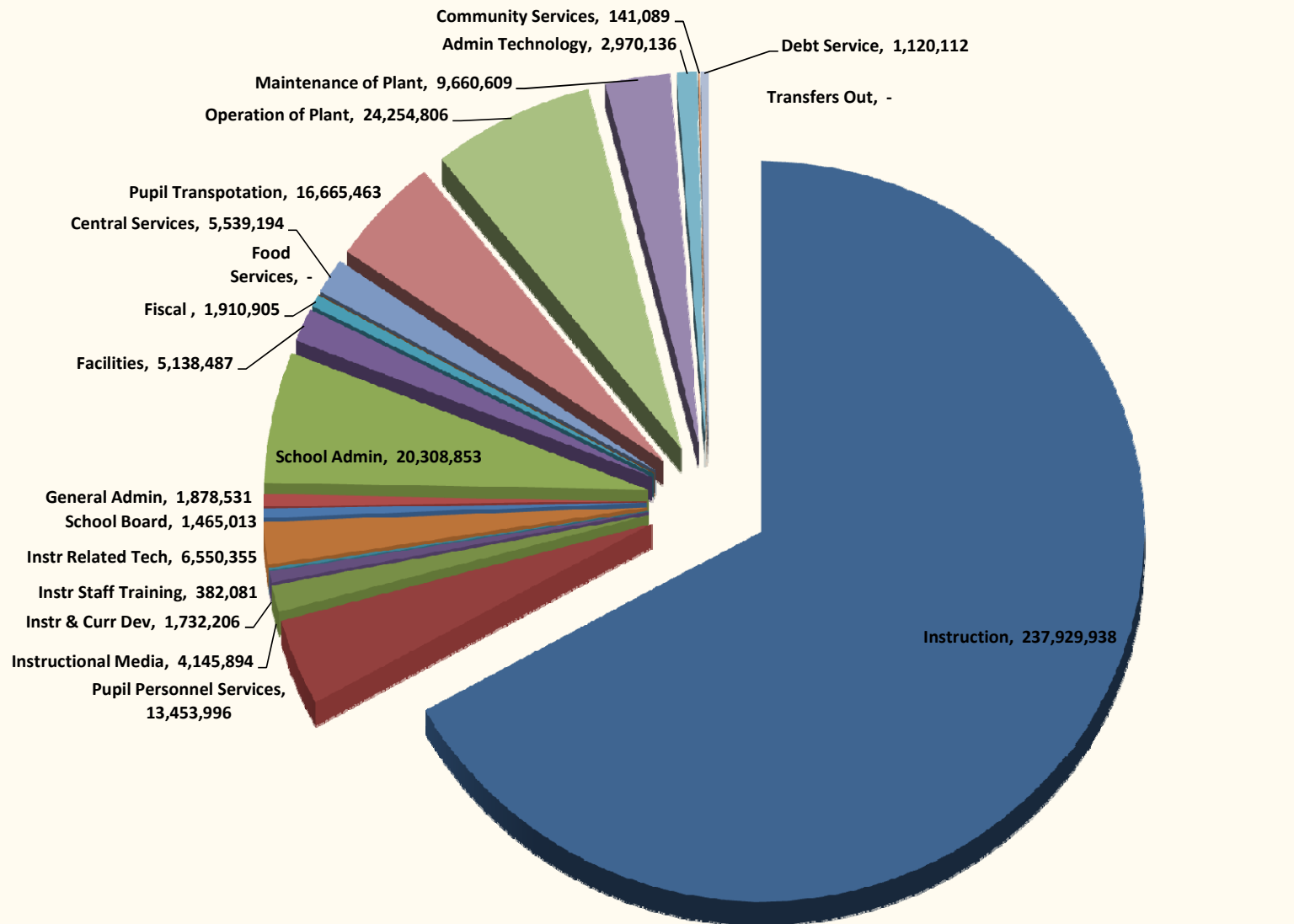
	2011-2012 Budget	January 2012	Variance	%	January 2011	Change	% Change
Revenues							
Federal Direct	\$ 775,000	\$ 434,743	\$ (340,257)	-43.90%	\$ 415,225	\$ 19,518	4.70%
Federal Through State	1,500,000	170,843	(1,329,157)	-88.61%	331,802	(160,960)	-48.51%
State Sources	438,147,399	249,959,183	(188,188,216)	-42.95%	257,295,438	(7,336,255)	-2.85%
Local Sources	165,656,549	97,470,684	(68,185,864)	-41.16%	107,549,349	(10,078,665)	-9.37%
Transfers In	52,182,240	17,496,556	(34,685,683)	-66.47%	22,454,579	(4,958,023)	-22.08%
Other Financing Items	-	-	-	-	6,070	(6,070)	-100.00%
Total Revenues	658,261,187	365,532,009	(292,729,178)	-44.47%	388,052,462	(22,520,454)	-5.80%
Expenses							
Instruction	452,327,216	237,929,938	(214,397,278)	-47.40%	253,575,799	(15,645,861)	-6.17%
Pupil Personnel Services	21,452,973	13,453,996	(7,998,977)	-37.29%	6,424,308	7,029,689	109.42%
Instructional Media	6,963,887	4,145,894	(2,817,993)	-40.47%	2,311,197	1,834,697	79.38%
Instr & Curr Dev	2,660,938	1,732,206	(928,732)	-34.90%	1,864,046	(131,840)	-7.07%
Instr Staff Training	1,010,906	382,081	(628,825)	-62.20%	481,835	(99,754)	-20.70%
Instr Related Tech	10,909,856	6,550,355	(4,359,502)	-39.96%	3,036,394	3,513,961	115.73%
School Board	2,372,796	1,465,013	(907,783)	-38.26%	1,493,937	(28,923)	-1.94%
General Admin	3,126,276	1,878,531	(1,247,746)	-39.91%	2,172,824	(294,293)	-13.54%
School Admin	38,514,054	20,308,853	(18,205,201)	-47.27%	22,942,464	(2,633,611)	-11.48%
Facilities	14,691,641	5,138,487	(9,553,155)	-65.02%	4,537,569	600,918	13.24%
Fiscal	2,989,727	1,910,905	(1,078,822)	-36.08%	1,777,648	133,257	7.50%
Food Services	-	-	-	-	-	-	-
Central Services	11,848,829	5,539,194	(6,309,634)	-53.25%	12,941,538	(7,402,343)	-57.20%
Pupil Transportation	38,657,597	16,665,463	(21,992,134)	-56.89%	18,478,937	(1,813,474)	-9.81%
Operation of Plant	46,404,786	24,254,806	(22,149,981)	-47.73%	27,742,321	(3,487,516)	-12.57%
Maintenance of Plant	23,177,392	9,660,609	(13,516,783)	-58.32%	12,030,786	(2,370,177)	-19.70%
Admin Technology	5,408,353	2,970,136	(2,438,217)	-45.08%	3,276,974	(306,838)	-9.36%
Community Services	409,388	141,089	(268,299)	-65.54%	240,681	(99,593)	-41.38%
Debt Service	1,404,587	1,120,112	(284,476)	-20.25%	1,100,424	19,687	1.79%
Transfers Out	-	-	-	-	69,747	(69,747)	-100.00%
Total Expenses	684,331,203	355,247,666	(329,083,537)	-48.09%	376,499,429	(21,251,763)	-5.64%
Excess (Deficit) of Revenues	(26,070,016)	10,284,342	36,354,359	-139.45%	11,553,033	(1,268,691)	10.98%
Beginning Fund Balance	79,399,544	79,399,544	-	0.00%	68,818,030	10,581,514	15.38%
Ending Fund Balance	\$ 53,329,528	\$ 89,683,886	\$ 36,354,359	68.17%	\$ 80,371,063	\$ 9,312,823	11.59%

NOTE: A RED Variance / Change notes a negative impact to the District; a BLACK Variance / Change notes a positive impact to the District.

General Fund Revenues - Budget vs Actual



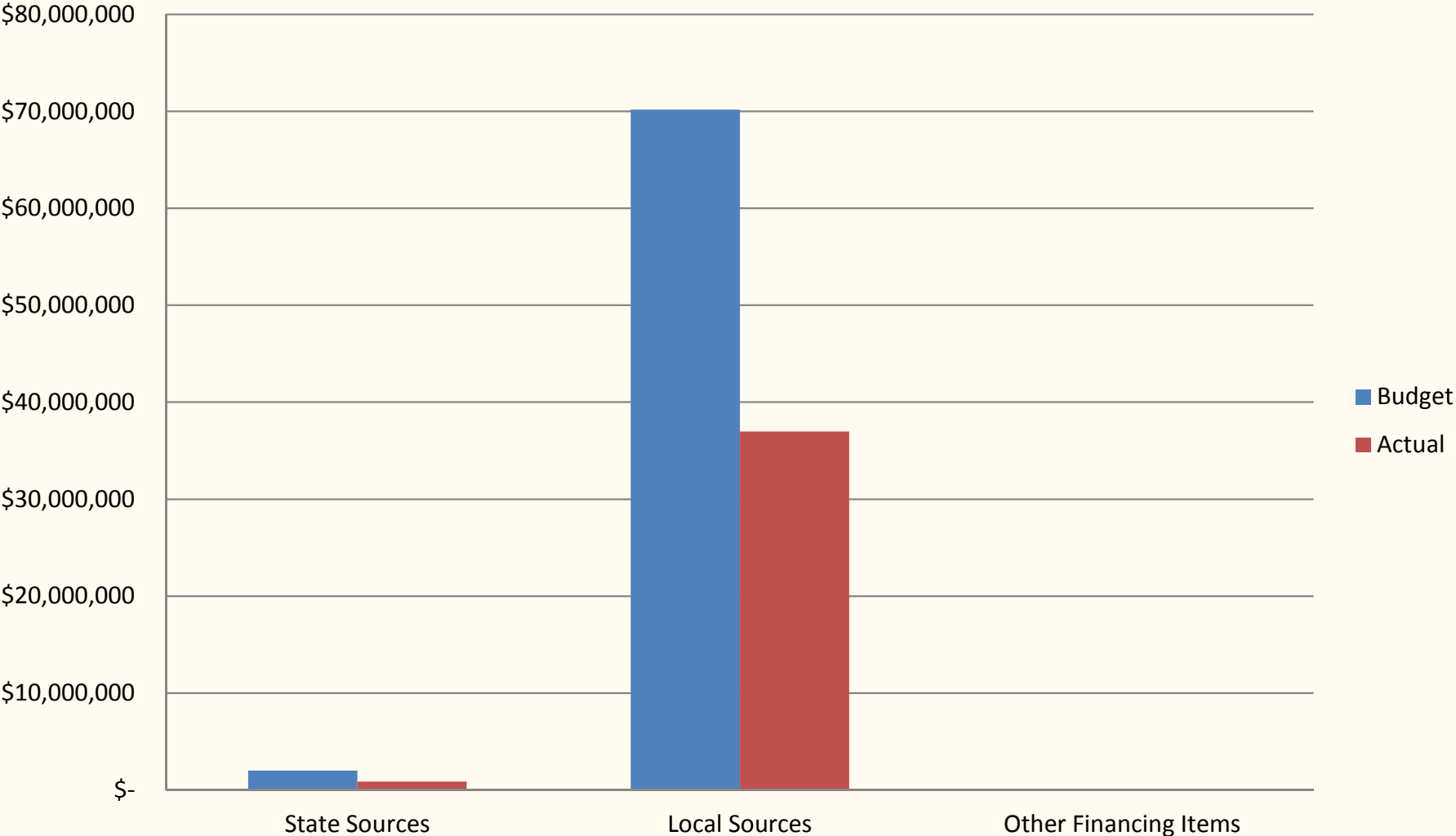
Expenditures by Function - General Fund



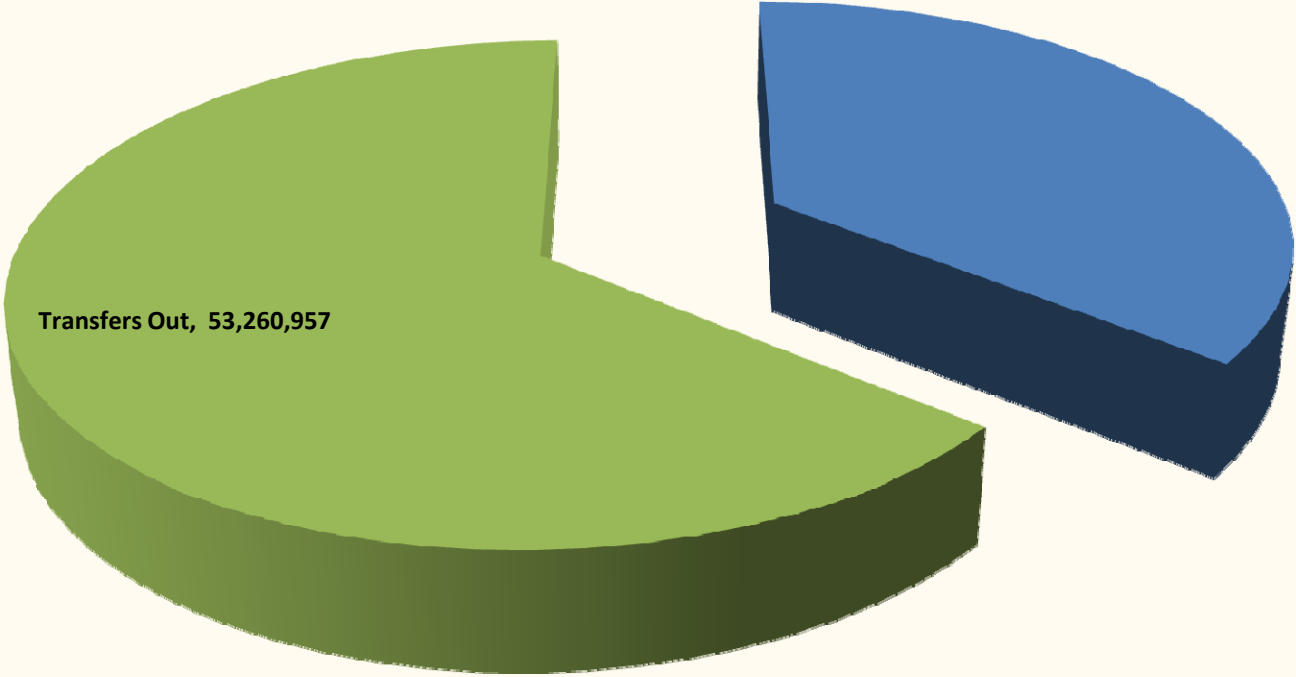
Polk County School Board
Capital Projects Fund 2011/2012 Compared to 2010/2011

	2011-2012 Budget	January 2012	Variance	%	January 2011	Change	% Change
Revenues							
State Sources	\$ 2,007,181	\$ 873,488	\$ (1,133,693)	-56.48%	\$ 4,711,180	\$ (3,837,692)	-81.46%
Local Sources	70,180,518	36,969,802	(33,210,716)	-47.32%	37,344,905	(375,103)	-1.00%
Other Financing Items	-	-	-		21,111,963	(21,111,963)	-100.00%
Total Revenues	72,187,699	37,843,290	(34,344,409)	-47.58%	63,168,048	(25,324,758)	-40.09%
Expenses							
Facilities	92,354,467	29,605,492	(62,748,975)	-67.94%	50,693,896	(21,088,404)	-41.60%
Central Services			-		-	-	
Transfers Out	97,020,006	53,260,957	(43,759,049)	-45.10%	57,054,177	(3,793,219)	-6.65%
Total Expenses	189,374,473	82,866,449	(106,508,024)	-56.24%	107,748,072	(24,881,623)	-23.09%
Excess (Deficit) of Revenues	(117,186,774)	(45,023,159)	72,163,615	-61.58%	(44,580,024)	(443,135)	-0.99%
Beginning Fund Balance	177,751,899	170,724,913	(7,026,986)	-3.95%	235,428,024	(64,703,111)	-27.48%
Ending Fund Balance	\$ 60,565,125	\$ 125,701,754	\$ 65,136,629	107.55%	\$ 190,848,000	\$ (65,146,246)	-34.14%

Capital Projects Revenue - Budget vs Actual



Capital Projects Expenses by Function



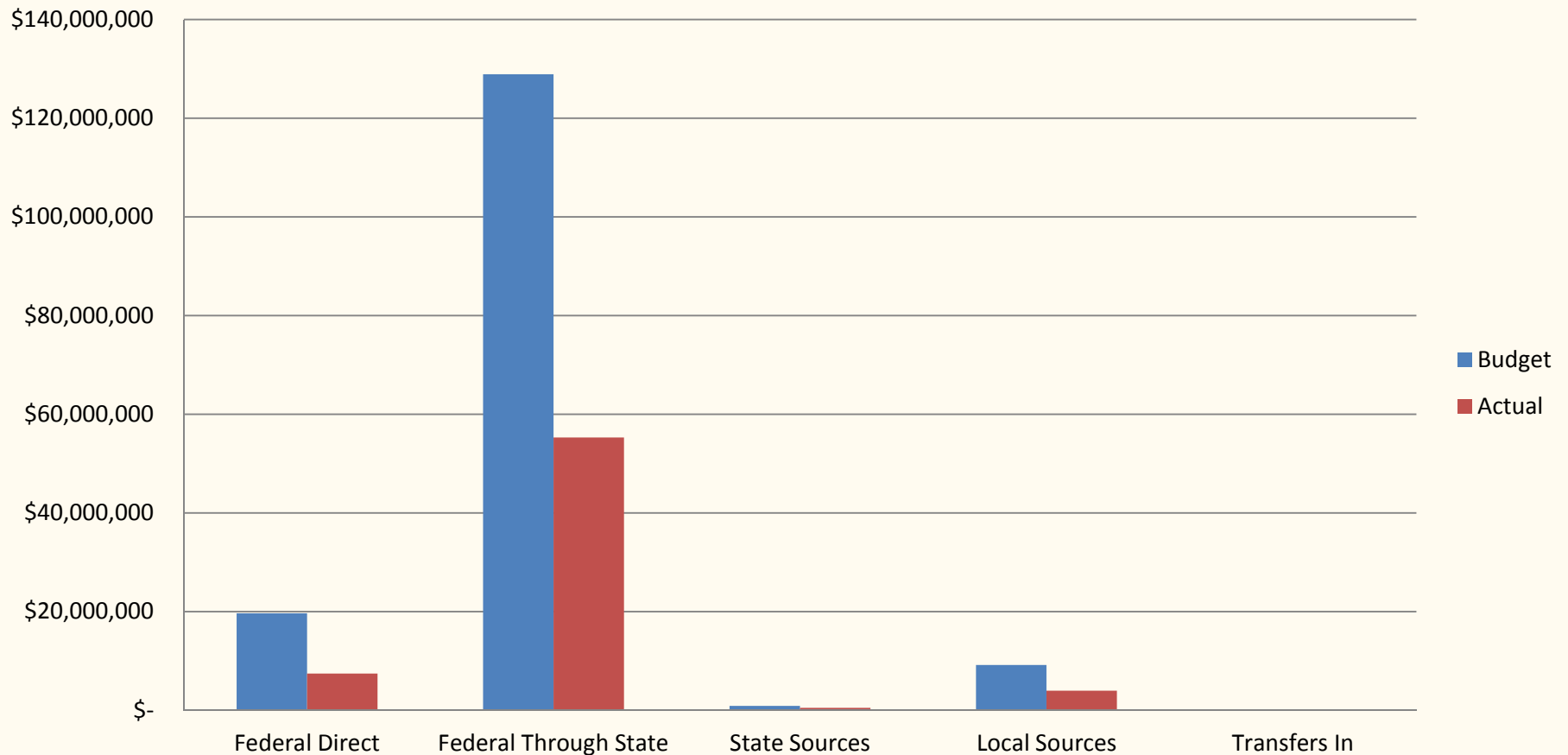
Polk County School Board
Special Revenue Fund 2011/2012 Compared to 2010/2011

	2011-2012 Budget	January 2012	Variance	%	January 2011	Change	% Change
Revenues							
Federal Direct	\$ 19,630,987	\$ 7,442,445	\$ (12,188,542)	-62.09%	\$ 6,740,316	\$ 702,129	10.42%
Federal Through State	128,896,138	55,283,452	(73,612,687)	-57.11%	90,762,072	(35,478,621)	-39.09%
State Sources	874,478	488,782	(385,696)	-44.11%	492,348	(3,566)	-0.72%
Local Sources	9,149,373	3,937,009	(5,212,364)	-56.97%	4,723,586	(786,576)	-16.65%
Transfers In	-	-	-	-	69,747	(69,747)	-100.00%
Total Revenues	158,550,976	67,151,688	(91,399,288)	-57.65%	102,788,069	(35,636,381)	-34.67%
Expenses							
Instruction	53,420,522	21,641,322	(31,779,199)	-59.49%	40,781,781	(19,140,459)	-46.93%
Pupil Personnel Services	9,535,307	3,560,427	(5,974,880)	-62.66%	12,820,191	(9,259,764)	-72.23%
Instructional Media	941,930	416,766	(525,164)	-55.75%	4,067,694	(3,650,928)	-89.75%
Instr & Curr Dev	16,855,359	7,182,998	(9,672,361)	-57.38%	7,214,869	(31,870)	-0.44%
Instr Staff Training	18,417,024	7,003,956	(11,413,068)	-61.97%	9,083,916	(2,079,960)	-22.90%
Instr Related Tech	840	840	-	0.00%	-	840	
General Admin	3,919,526	1,126,762	(2,792,764)	-71.25%	1,770,344	(643,582)	-36.35%
School Admin	173,983	72,108	(101,876)	-58.55%	179,509	(107,401)	-59.83%
Facilities	133,105	41,752	(91,353)	-68.63%	192,794	(151,042)	-78.34%
Fiscal	182,412	64,507	(117,905)	-64.64%	38,976	25,530	65.50%
Food Services	46,092,850	22,486,804	(23,606,046)	-51.21%	25,436,427	(2,949,623)	-11.60%
Central Services	4,325,262	936,249	(3,389,013)	-78.35%	696,121	240,128	34.50%
Pupil Transportation	2,677,772	104,513	(2,573,259)	-96.10%	49,494	55,019	111.16%
Operation of Plant	164,795	67,469	(97,325)	-59.06%	92,855	(25,386)	-27.34%
Maintenance of Plant	63,294	30,078	(33,216)	-52.48%	34,041	(3,963)	-11.64%
Admin Technology	273,821	105,766	(168,055)	-61.37%	-	105,766	
Community Services	2,313,598	1,626,762	(686,836)	-29.69%	1,618,441	8,321	0.51%
Total Expenses	159,491,400	66,469,080	(93,022,320)	-58.32%	104,077,453	(37,608,373)	-36.13%
Excess (Deficit) of Revenues	(940,424)	682,608	1,623,032	-172.59%	(1,289,384)	1,971,992	152.94%
Beginning Fund Balance	9,395,349	9,395,349			8,715,882	679,467	7.80%
Ending Fund Balance	\$ 8,454,925	\$ 10,077,957	\$ 1,623,032	19.20%	\$ 7,426,498	\$ 2,651,459	35.70%

NOTE: A RED Variance / Change notes a negative impact to the District; a BLACK Variance / Change notes a positive impact to the District.

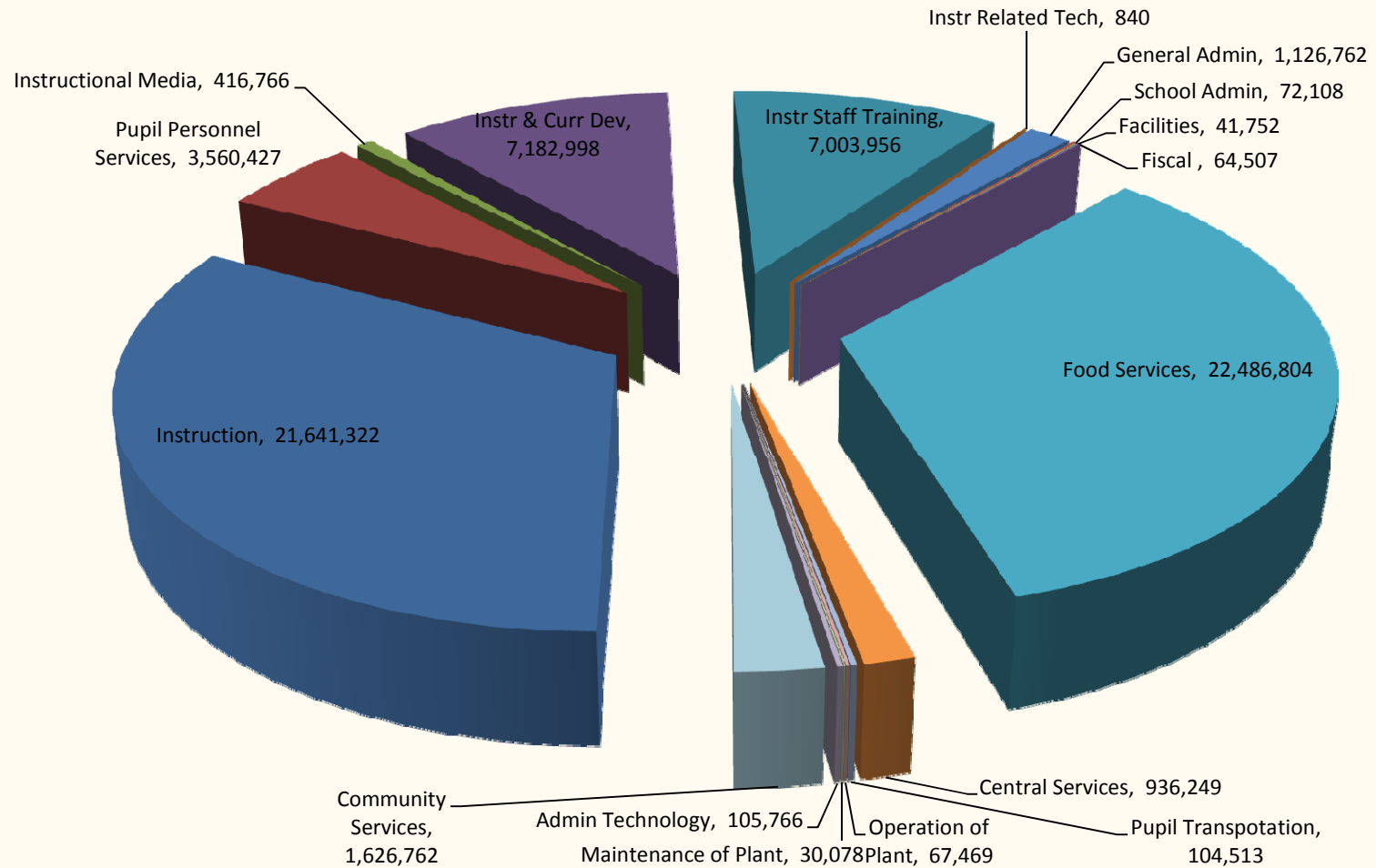
Special Revenue - Budget vs Actual

(Includes ARRA Funding)



Special Revenue Expenses by Function

(Includes ARRA Funding)



Polk County School Board
Debt Service Fund 2011/2012 Compared to 2010/2011

	2011-2012 Budget	January 2012	Variance	%	January 2011	Change	% Change
Revenues							
Federal Direct	\$ 1,141,797	\$ 570,899	\$ (570,899)	-50.00%	\$ -	\$ 570,899	
State Sources	2,918,789	-	(2,918,789)	-100.00%	-	-	
Local Sources	-	54,697	54,697		46,164	8,533	18.48%
Transfers In	46,593,857	36,764,142	(9,829,715)	-21.10%	35,544,419	1,219,722	3.43%
Other Financing Items	-	-	-		1,016,037	(1,016,037)	-100.00%
Total Revenues	50,654,443	37,389,738	(13,264,705)	-26.19%	36,606,620	783,118	2.14%
Expenses							
Debt Service	48,937,137	37,090,092	(11,847,045)	-24.21%	37,557,852	(467,760)	-1.25%
Total Expenses	48,937,137	37,090,092	(11,847,045)	-24.21%	37,557,852	(467,760)	-1.25%
Excess (Deficit) of Revenues	1,717,306	299,646	(1,417,660)	-82.55%	(951,232)	1,250,878	131.50%
Beginning Fund Balance	4,520,032	4,520,032	-	0.00%	3,788,067	731,965	19.32%
Ending Fund Balance	\$ 6,237,338	\$ 4,819,678	\$ (1,417,660)	-22.73%	\$ 2,836,835	\$ 1,982,843	69.90%

NOTE: A **RED** Variance / Change notes a negative impact to the District; a **BLACK** Variance / Change notes a positive impact to the District.

Polk County School Board
Combining state of Revenues, Expenses, and Changes in Retained Earnings - Internal Service Funds
For Month Ending January 31, 2012

Description	Worker's Compensation	General Liability / Fleet Liability	Errors & Omissions /Boiler & Machinery	Group Insurance	Totals
Operating Revenues					
Premium Revenue	\$ 1,872,107	\$ 892,500	\$ -	\$ 38,329,782	\$ 41,094,389
Other Operating Revenues	-	-	-	-	-
Total Operating Revenues	1,872,107	892,500	-	38,329,782	41,094,389
Operating Expenses (Function 9900)					
Purchased Services	1,343,253	237,612	-	3,407,302	4,988,167
Other Expenses	4,072,154	853,709	-	49,228,750	54,154,613
Total Operating Expense	5,415,408	1,091,320	-	52,636,051	59,142,779
Operating Income (Loss)	(3,543,301)	(198,820)	-	(14,306,270)	(18,048,391)
Nonoperating Revenues					
Interest	59,486	4,267	1,487	2,151	67,392
Miscellaneous	822,078	-	-	1,409,776	2,231,854
Total Nonoperating Revenues	881,564	4,267	1,487	1,411,927	2,299,246
Nonoperating Expenses (Function 9900)					
Loss On Disposition of Assets	-	-	-	-	-
Total Nonoperating Expenses	-	-	-	-	-
Income(Loss) Before Operating Transfers	(2,661,737)	(194,554)	1,487	(12,894,342)	(15,749,145)
Operating Transfers Out (Function 9700):					
Operating Transfers Out	47,740	57,153	-	686,174	791,067
Total Operating Transfers Out	47,740	57,153	-	686,174	791,067
Net Income (Loss)	(2,709,476)	(251,707)	1,487	(13,580,516)	(16,540,212)
Retained Earnings - Beginning of Year	14,659,046	2,579,830	1,947,689	15,373,152	34,559,717
Adjustments to Retained Earnings	(2,709,476)	(251,707)	1,487	(13,580,516)	(16,540,212)
Retained Earnings - End of Year	\$ 11,949,570	\$ 2,328,123	\$ 1,949,176	\$ 1,792,636	\$ 18,019,505