

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

May 8, 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: March 2012 Financial Summaries

Attached you will find the financial package for month ending March 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 slightly behind target for the current year. This decrease is driven by lower than plan transfers in for maintenance, renovations, and repairs. However, state and local sources remain on plan for the year. The decrease in revenues as compared to prior year continues to be driven by reduced FEFP funding, as well as the lower transfers in from other funds.

Overall expenses in the General Fund remain lower than plan. This decrease in expense is also reflected in the comparison to prior year expenses. The decrease is partially offset by increases in areas such as pupil personnel services and instructional media expenses. The increase in these areas continue to be a result of lost funding from ARRA programs in special revenue. 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

Overall revenues in Capital Projects are down when compared to plan and prior year. The decrease as compared to prior year is result of Certificates of Participation bond issue during fiscal year 2010-2011 but, not in fiscal year 2011-2012. Expenses for Capital Projects are also down as compared to prior year, as well as the current 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 me at any time.

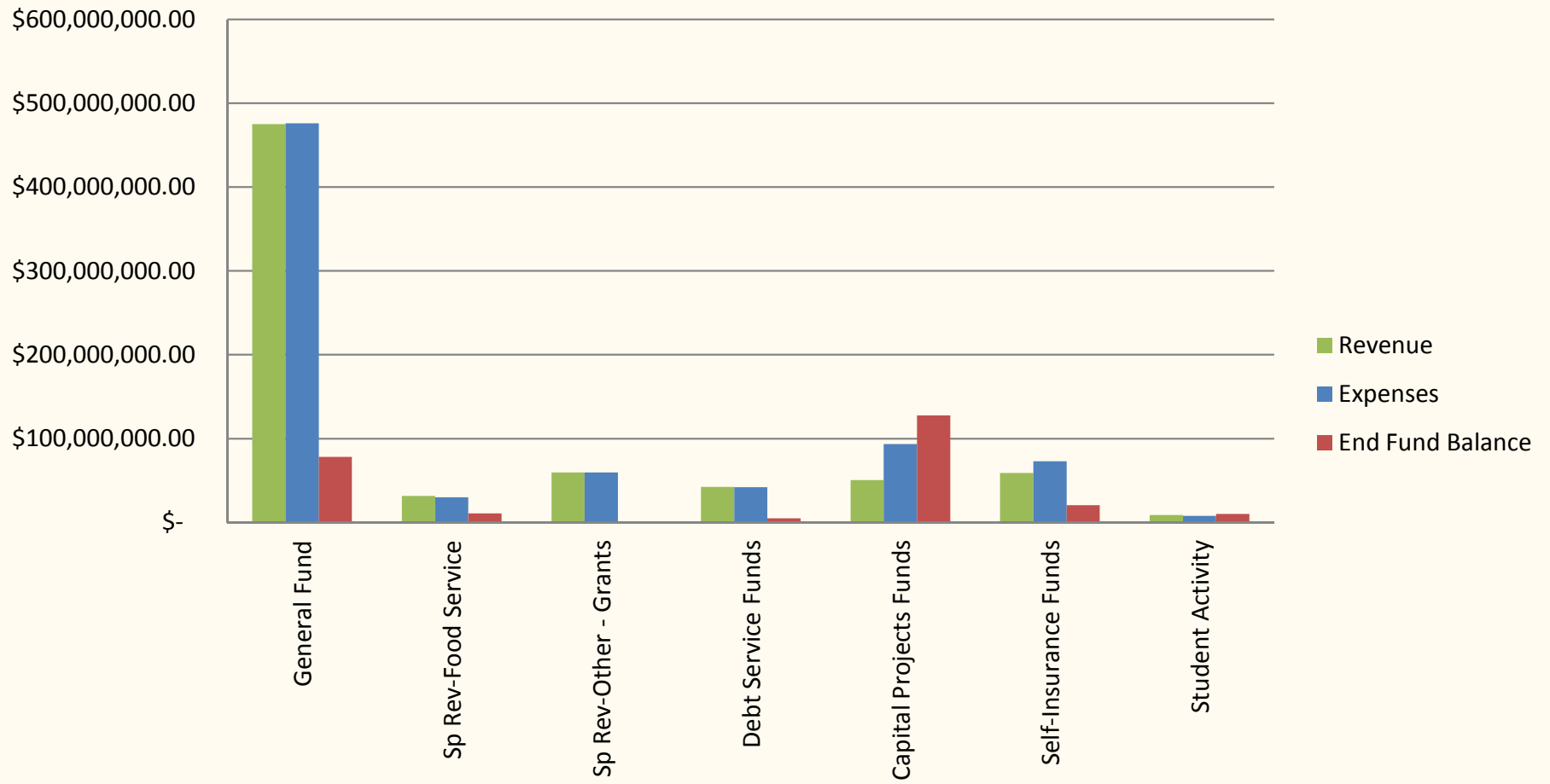
Thank you.

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

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

Fund	Beginning Balance	2011-2012 Revenues	2011-2012 Expenditures	2011-2012 Income/(Loss)	Ending Balance
General Fund	\$ 79,399,544	\$ 475,132,947	\$ (476,263,381)	\$ (1,130,434)	\$ 78,269,110
Special Revenue Funds:					
Food Service	9,185,552	31,789,519	(30,086,953)	1,702,566	10,888,118
Other - Grants	209,797	59,762,357	(59,762,357)	0	209,797
Total Special Revenue	9,395,349	91,551,876	(89,849,310)	1,702,566	11,097,915
Debt Service Funds	4,520,032	42,525,841	(42,152,649)	373,191	4,893,223
Capital Projects Funds	170,724,913	50,507,645	(93,399,723)	(42,892,078)	127,832,835
Internal Service Funds (Self-Insurance)	34,559,717	59,123,067	(73,139,303)	(14,016,236)	20,543,481
Fiduciary - Trust Funds (Student Activity)	9,344,143	8,842,831	(7,910,249)	932,582	10,276,725
Grand Totals	\$ 307,943,698	\$ 727,684,207	\$ (782,714,616)	\$ (55,030,409)	\$ 252,913,289

Monthly Financial Report Summary



Polk County School Board
Combined Balance Sheet - All Fund Types and Account Groups
For Month Ending March 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	\$ 3,722,777	\$ 43,385,964	\$ 1,238,729	\$ 11,377,689	\$ 1,259,785	\$ 8,123,184			\$ 69,108,128
Investments	23,022,562	40,322,719	4,995,425	171,091,615	39,349,562	10,396,943			289,178,826
Taxes Receivable	20,130,456			4,930,952					25,061,408
Accounts Receivable	289,488	165,466		535,475	3,792	475,402			1,469,622
Budgetary Funds	19,503,321	3,938							19,507,258
Due from Other Agencies	84,729	3,339,757		1,646,600		201			5,071,287
Inventory	4,777,795	1,024,929							5,802,723
Prepaid Expenses	200,165	6,192		(13)	25,000				231,344
Fixed Assets:									
Land							95,605,054		95,605,054
Improvements Other Than Builc							43,921,733		43,921,733
Buildings and Fixed Equipment	19,912,726	7,003,142		661,944,378		170,877	1,906,396,317		2,595,427,440
Accumulated Depreciation	(19,912,726)	(7,003,142)		(661,944,378)		(170,877)	(608,682,597)		(1,297,713,720)
Furniture, Fixtures and Equipm	22,929,517	20,374,623		41,690,412	4,506	2,700,829	87,736,362		175,436,248
Accumulated Depreciation	(22,929,517)	(20,374,623)		(41,690,412)	(4,506)	(2,700,829)	(18,238)		(87,718,124)
Motor Vehicles	30,984,193	658,458		33,414,647		18,509	65,115,363		130,191,170
Accumulated Depreciation	(30,984,193)	(658,458)		(33,414,647)		(18,509)	(19,778)		(65,095,585)
Construction In Progress							112,950,791		112,950,791
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	9,068,991	9,106,399		6,860,845	5,000	44,391	25,085,626		50,171,252
Accumulated Ammortization	(9,068,991)	(9,106,399)		(6,860,845)	(5,000)	(44,391)			(25,085,626)
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	\$ 71,731,292	\$ 88,248,965	\$ 6,234,154	\$ 189,582,318	\$ 40,638,139	\$ 18,995,730	\$ 1,728,110,344	\$ 487,053,770	\$ 2,630,594,711

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

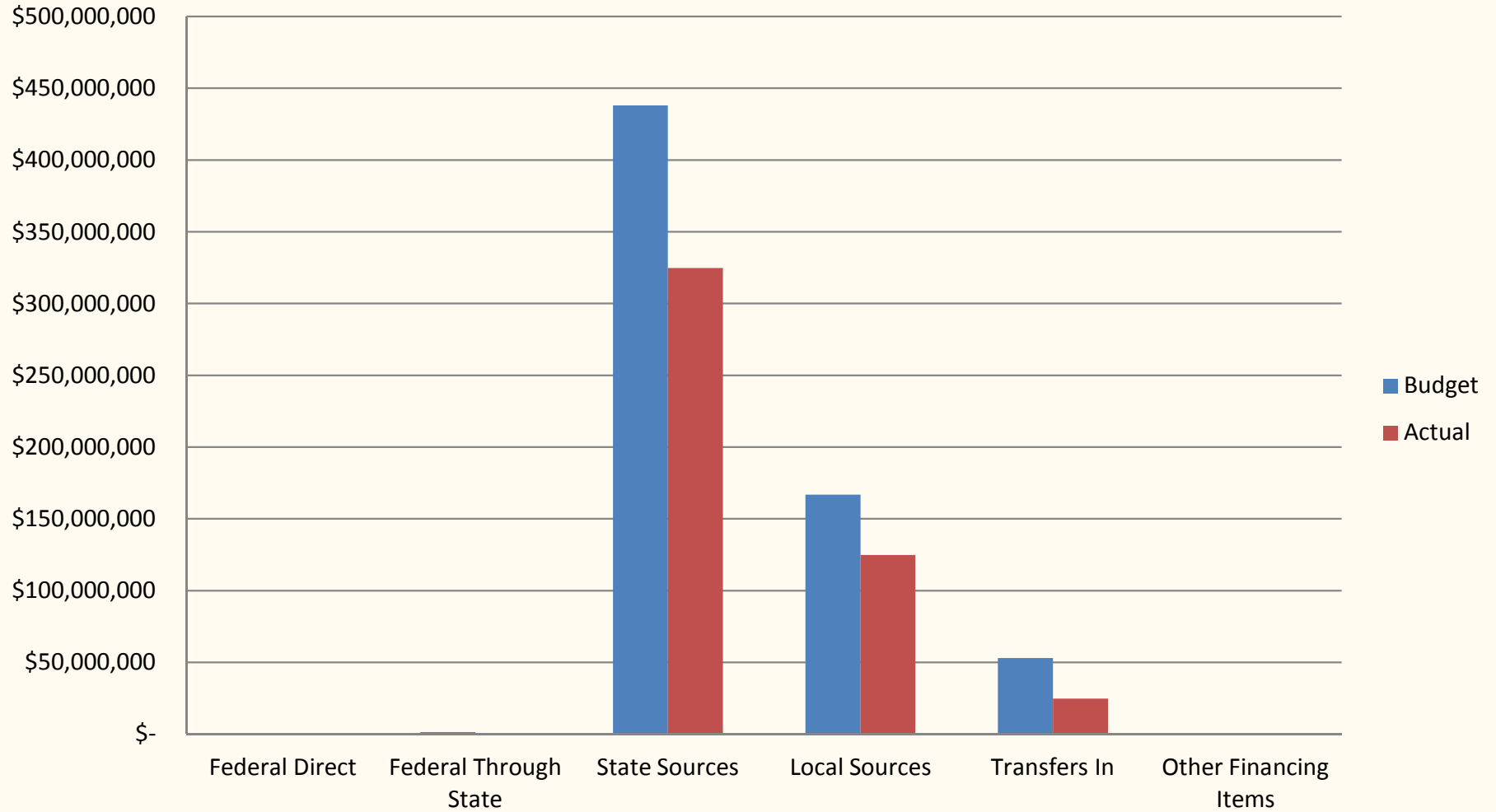
Account	Governmental Fund Types				Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Totals
	General	Special Revenue	Debt Service	Capital Projects	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
Liabilities and Fund Equity									
Liabilities:									
Salaries and Wages Payable	\$ 26,818,249	\$ 2,029							\$ 26,820,278
Payroll Deductions and Withholdings	2,095,433	(12)				0			2,095,422
Accounts Payable	5,274,910	1,070,600		278,774	9,528,833	213,906			16,367,023
Construction Contracts-Retainage Payable									
Due to Other Agencies	14,968,417	16,098				704			14,985,220
Due to Other Funds-Budgetary	(95,032,854)	75,812,675	1,340,931	51,896,632	(23,011,998)	8,501,874			19,507,258
Deferred Revenue	39,334,824	249,281		9,574,081					49,158,186
Sales Tax Payable	456	378				2,521			3,355
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	(6,537,818)	77,151,049	1,340,931	61,749,486	20,094,657	8,719,005	-	487,053,770	649,571,080
Fund Equity									
Contributed Capital									
Investment in General Fixed Assets							1,728,110,344		1,728,110,344
Current Year Surplus/Deficit	(1,130,434)	1,702,566	373,191	(42,892,078)	20,543,481	932,582			(20,470,692)
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	78,269,110	11,097,915	4,893,224	127,832,832	20,543,481	10,276,724	1,728,110,344	-	1,981,023,631
Total Liabilities and Fund equity	\$ 71,731,292	\$ 88,248,965	\$ 6,234,154	\$ 189,582,318	\$ 40,638,139	\$ 18,995,730	\$ 1,728,110,344	\$ 487,053,770	\$ 2,630,594,711

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

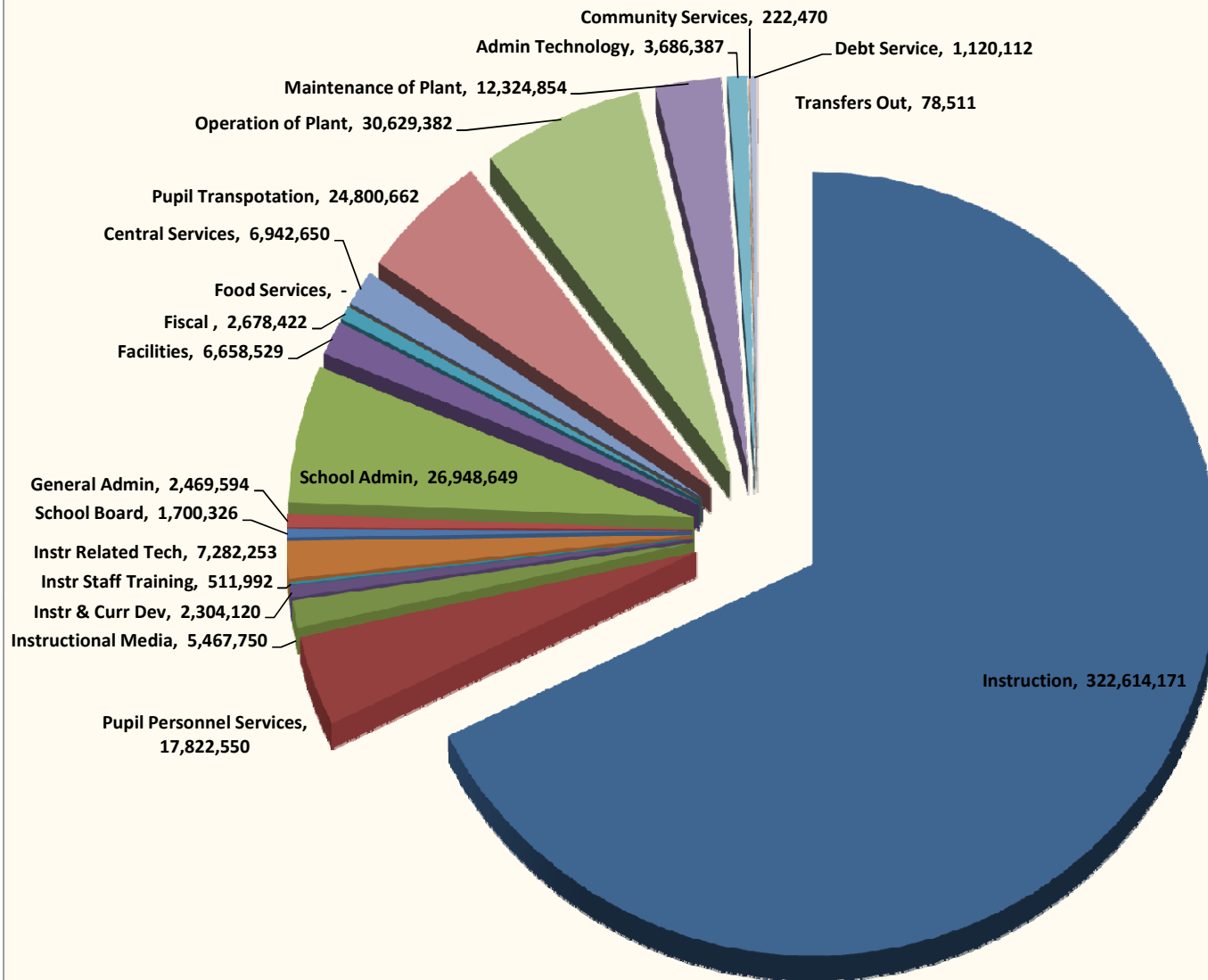
	2011-2012 Budget	March 2012	Variance	%	March 2011	Change	% Change
Revenues							
Federal Direct	\$ 775,000	\$ 598,694	\$ (176,306)	-22.75%	\$ 595,027	\$ 3,667	0.62%
Federal Through State	1,500,000	171,229	(1,328,771)	-88.58%	416,874	(245,645)	-58.93%
State Sources	438,064,084	324,759,147	(113,304,937)	-25.86%	332,551,570	(7,792,423)	-2.34%
Local Sources	166,919,534	124,730,857	(42,188,678)	-25.27%	137,716,909	(12,986,053)	-9.43%
Transfers In	53,049,188	24,692,951	(28,356,238)	-53.45%	32,544,443	(7,851,493)	-24.13%
Other Financing Items	-	180,070	180,070		8,077	171,993	2129.48%
Total Revenues	660,307,807	475,132,947	(185,174,859)	-28.04%	503,832,900	(28,699,953)	-5.70%
Expenses							
Instruction	451,666,767	322,614,171	(129,052,596)	-28.57%	329,772,562	(7,158,391)	-2.17%
Pupil Personnel Services	21,586,312	17,822,550	(3,763,762)	-17.44%	8,087,478	9,735,071	120.37%
Instructional Media	6,991,347	5,467,750	(1,523,597)	-21.79%	2,954,094	2,513,656	85.09%
Instr & Curr Dev	2,716,850	2,304,120	(412,731)	-15.19%	2,369,357	(65,238)	-2.75%
Instr Staff Training	1,110,947	511,992	(598,955)	-53.91%	640,052	(128,061)	-20.01%
Instr Related Tech	10,896,824	7,282,253	(3,614,571)	-33.17%	3,908,554	3,373,699	86.32%
School Board	2,375,747	1,700,326	(675,422)	-28.43%	1,726,344	(26,018)	-1.51%
General Admin	3,192,786	2,469,594	(723,192)	-22.65%	2,725,543	(255,949)	-9.39%
School Admin	38,804,436	26,948,649	(11,855,787)	-30.55%	29,522,777	(2,574,128)	-8.72%
Facilities	16,385,457	6,658,529	(9,726,929)	-59.36%	5,683,929	974,600	17.15%
Fiscal	3,074,612	2,678,422	(396,190)	-12.89%	2,555,713	122,709	4.80%
Food Services	(1)	-	1	-100.00%	-	-	
Central Services	12,887,778	6,942,650	(5,945,128)	-46.13%	14,677,195	(7,734,545)	-52.70%
Pupil Transportation	38,561,940	24,800,662	(13,761,278)	-35.69%	29,813,804	(5,013,142)	-16.81%
Operation of Plant	46,509,227	30,629,382	(15,879,846)	-34.14%	35,495,117	(4,865,735)	-13.71%
Maintenance of Plant	23,308,639	12,324,854	(10,983,785)	-47.12%	15,339,994	(3,015,141)	-19.66%
Admin Technology	5,343,685	3,686,387	(1,657,299)	-31.01%	4,017,732	(331,345)	-8.25%
Community Services	409,688	222,470	(187,218)	-45.70%	270,507	(48,037)	-17.76%
Debt Service	1,404,587	1,120,112	(284,476)	-20.25%	1,100,424	19,687	1.79%
Transfers Out	-	78,511	78,511		105,249	(26,738)	-25.40%
Total Expenses	687,227,630	476,263,381	(210,964,249)	-30.70%	490,766,427	(14,503,046)	-2.96%
Excess (Deficit) of Revenues	(26,919,823)	(1,130,434)	25,789,389	-95.80%	13,066,474	(14,196,907)	108.65%
Beginning Fund Balance	79,399,544	79,399,544	-	0.00%	68,818,030	10,581,514	15.38%
Ending Fund Balance	\$ 52,479,721	\$ 78,269,110	\$ 25,789,389	49.14%	\$ 81,884,504	\$ (3,615,393)	-4.42%

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



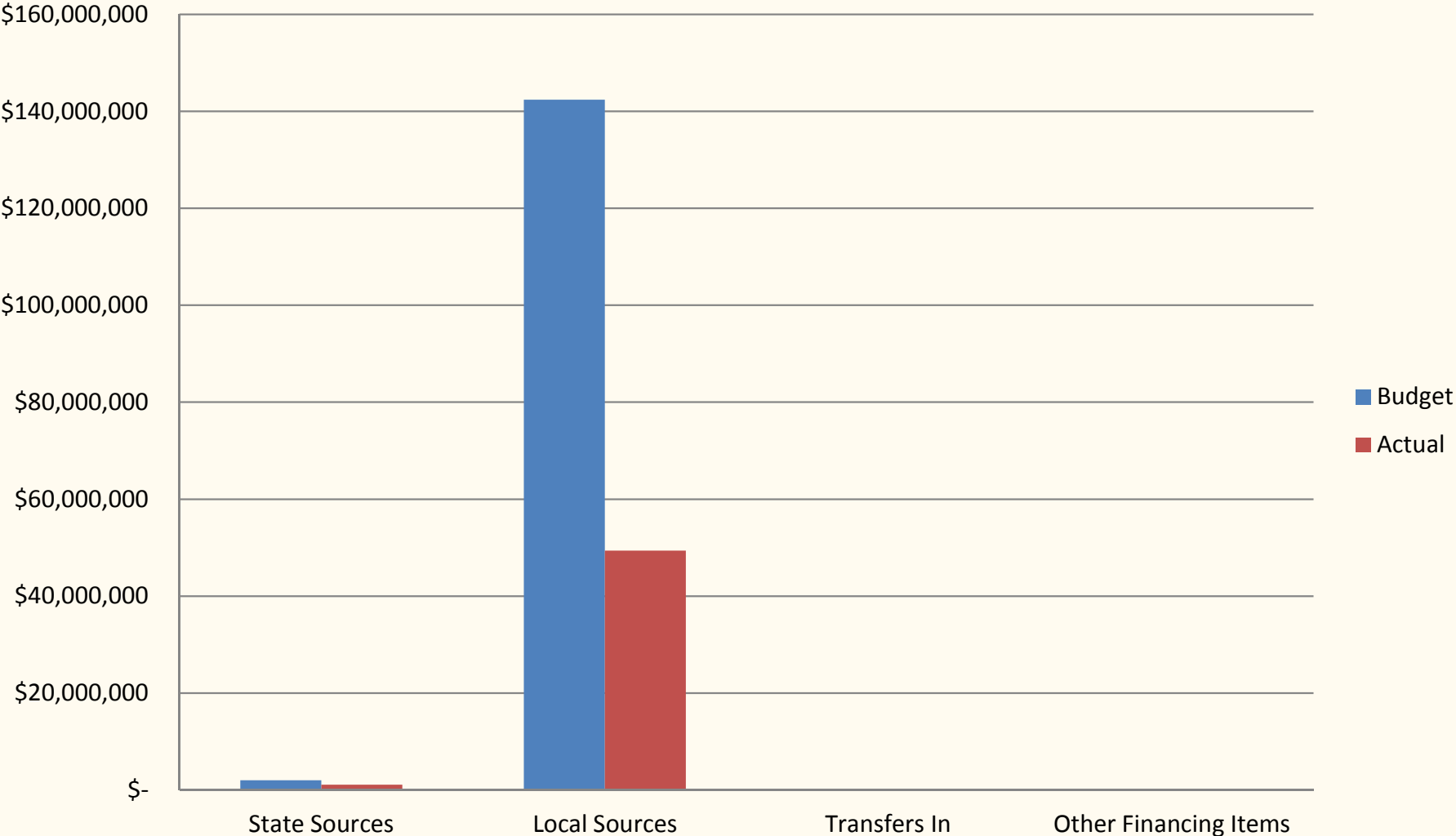
Expenditures by Function - General Fund



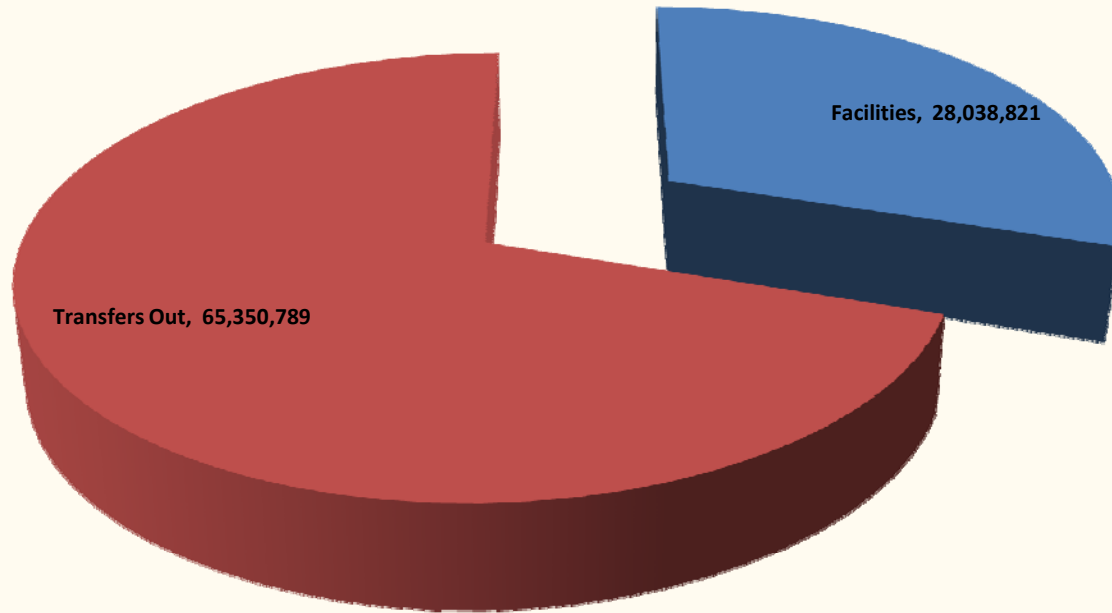
Polk County School Board
Capital Projects Fund 2011/2012 Compared to 2010/2011

	2011-2012 Budget	March 2012	Variance	%	March 2011	Change	% Change
Revenues							
State Sources	\$ 2,007,181	\$ 1,090,424	\$ (916,757)	-45.67%	\$ 9,182,704	\$ (8,092,280)	-88.13%
Local Sources	142,401,579	49,381,421	(93,020,158)	-65.32%	49,765,099	(383,678)	-0.77%
Transfers In	35,800	35,800	-	0.00%		35,800	
Other Financing Items	-	-	-		21,111,963	(21,111,963)	-100.00%
Total Revenues	144,444,560	50,507,645	(93,936,915)	-65.03%	80,059,766	(29,552,121)	-36.91%
Expenses							
School Admin	-	10,113	10,113		-	10,113	
Facilities	168,923,576	28,038,821	(140,884,755)	-83.40%	65,206,071	(37,167,250)	-57.00%
Transfers Out	97,824,146	65,350,789	(32,473,357)	-33.20%	67,798,055	(2,447,266)	-3.61%
Total Expenses	266,747,722	93,399,723	(173,347,999)	-64.99%	133,004,126	(39,604,403)	-29.78%
Excess (Deficit) of Revenues	(122,303,162)	(42,892,078)	79,411,084	-64.93%	(52,944,360)	10,052,282	18.99%
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	\$ 55,448,737	\$ 127,832,835	\$ 72,384,098	130.54%	\$ 182,483,664	\$ (54,650,829)	-29.95%

Capital Projects Revenue - Budget vs Actual



Capital Projects Expenses by Function



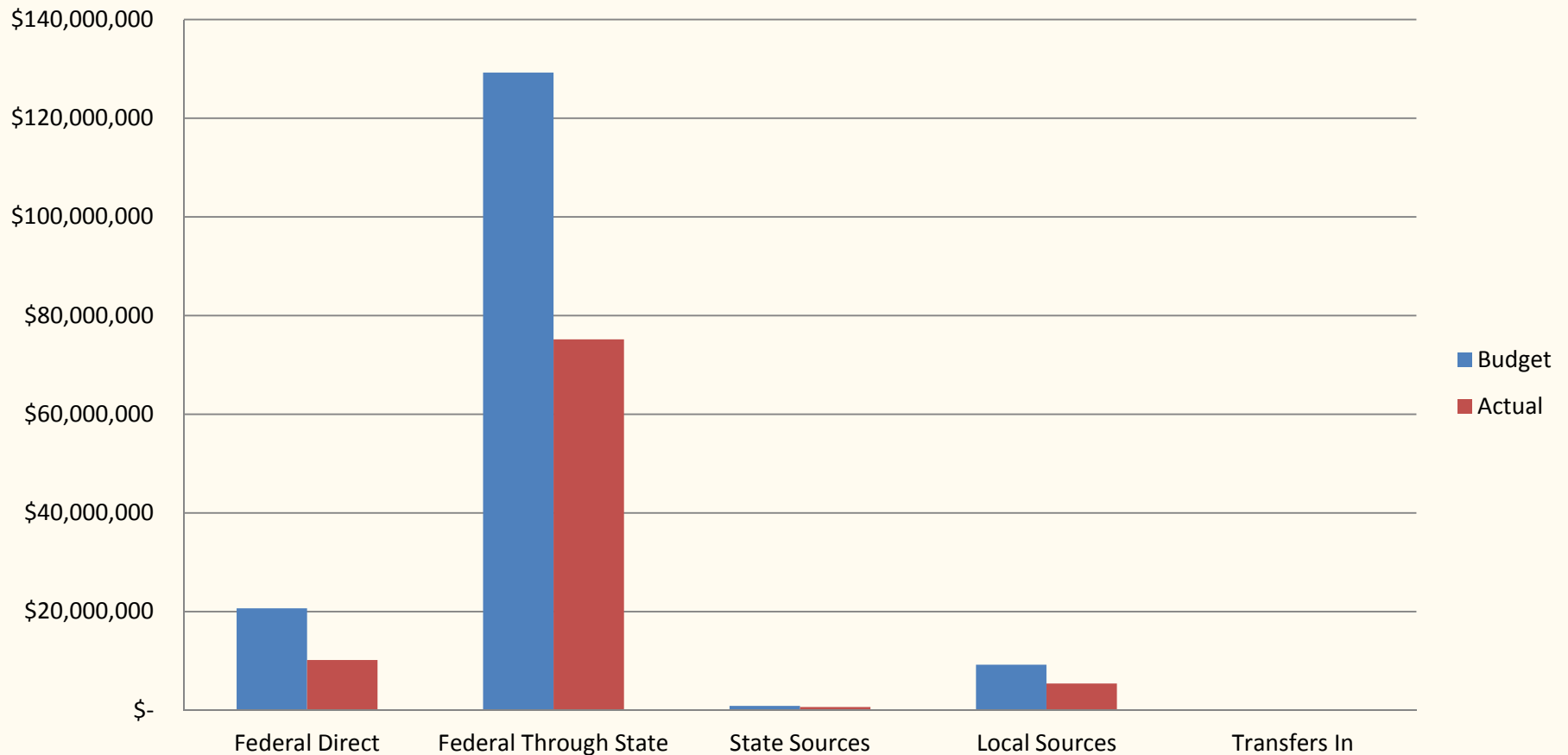
Polk County School Board
Special Revenue Fund 2011/2012 Compared to 2010/2011

	2011-2012 Budget	March 2012	Variance	%	March 2011	Change	% Change
Revenues							
Federal Direct	\$ 20,680,990	\$ 10,174,585	\$ (10,506,404)	-50.80%	\$ 8,734,222	\$ 1,440,364	16.49%
Federal Through State	129,263,301	75,187,246	(54,076,056)	-41.83%	130,091,000	(54,903,755)	-42.20%
State Sources	874,478	679,455	(195,023)	-22.30%	697,567	(18,112)	-2.60%
Local Sources	9,213,661	5,432,079	(3,781,582)	-41.04%	6,533,633	(1,101,554)	-16.86%
Transfers In	-	78,511	78,511		105,249	(26,738)	-25.40%
Total Revenues	160,032,430	91,551,876	(68,480,554)	-42.79%	146,161,671	(54,609,795)	-37.36%
Expenses							
Instruction	54,104,843	29,127,883	(24,976,960)	-46.16%	62,362,710	(33,234,827)	-53.29%
Pupil Personnel Services	9,474,595	4,675,076	(4,799,518)	-50.66%	16,960,092	(12,285,016)	-72.43%
Instructional Media	1,012,293	605,150	(407,143)	-40.22%	5,743,073	(5,137,922)	-89.46%
Instr & Curr Dev	16,819,260	9,343,903	(7,475,357)	-44.45%	9,432,491	(88,588)	-0.94%
Instr Staff Training	18,230,740	8,896,180	(9,334,560)	-51.20%	12,013,976	(3,117,796)	-25.95%
Instr Related Tech	11,308	9,770	(1,538)	-13.60%	-	9,770	
General Admin	3,971,819	1,418,291	(2,553,528)	-64.29%	2,319,639	(901,349)	-38.86%
School Admin	171,205	91,795	(79,409)	-46.38%	188,038	(96,243)	-51.18%
Facilities	170,393	48,451	(121,941)	-71.56%	194,543	(146,091)	-75.09%
Fiscal	182,412	87,250	(95,162)	-52.17%	64,929	22,320	34.38%
Food Services	46,080,572	30,168,118	(15,912,455)	-34.53%	33,808,143	(3,640,026)	-10.77%
Central Services	4,341,012	1,178,757	(3,162,255)	-72.85%	962,198	216,559	22.51%
Pupil Transportation	2,642,011	1,615,009	(1,027,003)	-38.87%	69,348	1,545,660	2228.84%
Operation of Plant	164,195	70,637	(93,557)	-56.98%	126,994	(56,357)	-44.38%
Maintenance of Plant	80,309	40,350	(39,959)	-49.76%	43,534	(3,184)	-7.31%
Admin Technology	303,821	130,164	(173,657)	-57.16%	-	130,164	
Community Services	3,212,067	2,342,526	(869,541)	-27.07%	2,325,369	17,157	0.74%
Total Expenses	160,972,854	89,849,310	(71,123,543)	-44.18%	146,615,079	(56,765,769)	-38.72%
Excess (Deficit) of Revenues	(940,424)	1,702,566	2,642,990	-281.04%	(453,408)	2,155,974	475.50%
Beginning Fund Balance	9,395,349	9,395,349			8,715,882	679,467	7.80%
Ending Fund Balance	\$ 8,454,925	\$ 11,097,915	\$ 2,642,990	31.26%	\$ 8,262,474	\$ 2,835,440	34.32%

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

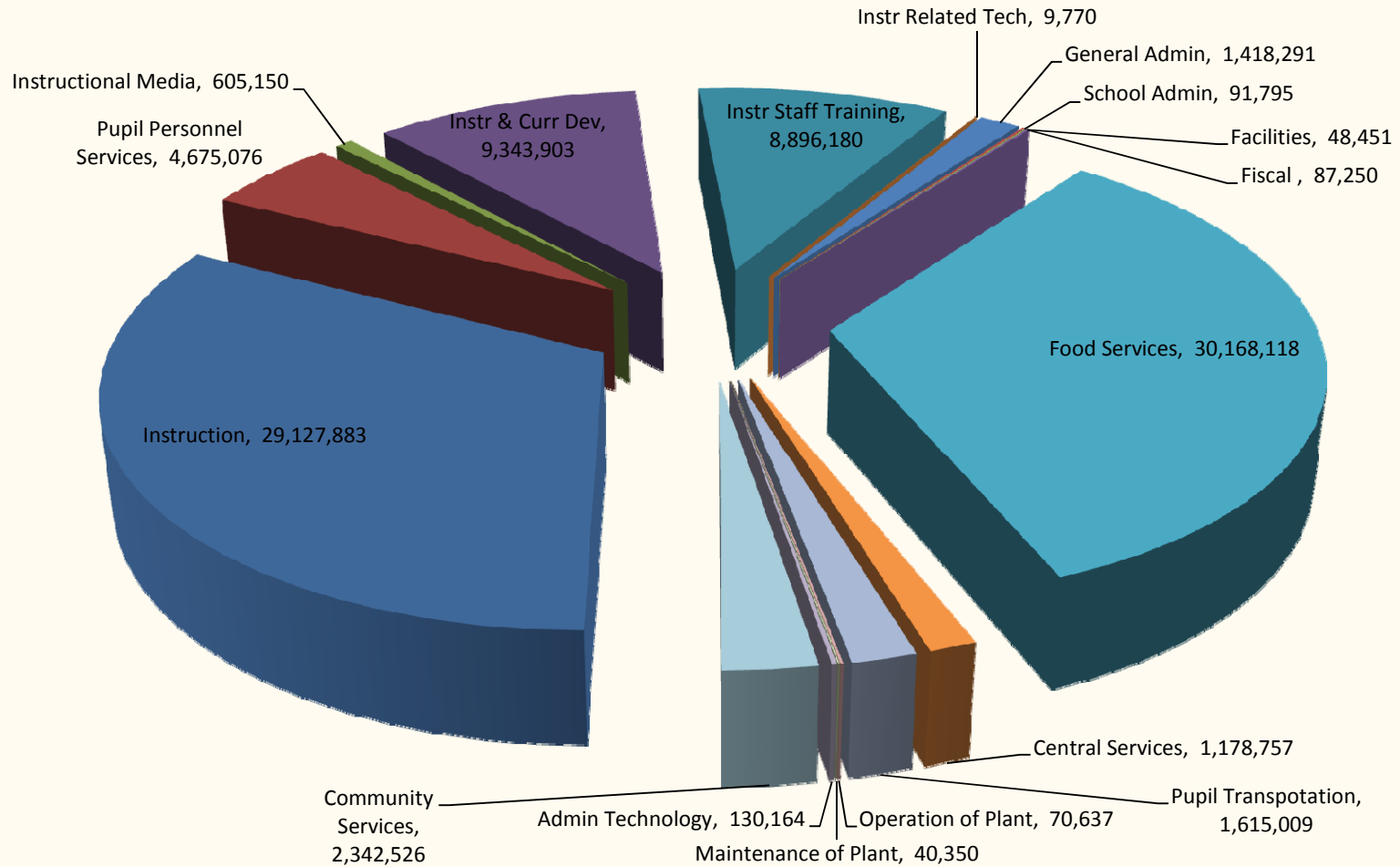
Special Revenue - Budget vs Actual

(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	March 2012	Variance	%	March 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	-	56,219	56,219		46,753	9,466	20.25%
Transfers In	46,593,857	41,898,723	(4,695,134)	-10.08%	36,637,571	5,261,152	14.36%
Other Financing Items	-	-	-		1,016,037	(1,016,037)	-100.00%
Total Revenues	50,654,443	42,525,841	(8,128,603)	-16.05%	37,700,361	4,825,479	12.80%
Expenses							
Debt Service	48,937,137	42,152,649	(6,784,487)	-13.86%	37,465,123	4,687,526	12.51%
Total Expenses	48,937,137	42,152,649	(6,784,487)	-13.86%	37,465,123	4,687,526	12.51%
Excess (Deficit) of Revenues	1,717,306	373,191	(1,344,115)	-78.27%	235,238	137,953	-58.64%
Beginning Fund Balance	4,520,032	4,520,032	-	0.00%	3,788,067	731,965	19.32%
Ending Fund Balance	\$ 6,237,338	\$ 4,893,223	\$ (1,344,115)	-21.55%	\$ 4,023,305	\$ 869,918	21.62%

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 March 31, 2012

Description	Worker's Compensation	General Liability / Fleet Liability	Errors & Omissions /Boiler & Machinery	Group Insurance	Totals
Operating Revenues					
Premium Revenue	\$ 2,531,904	\$ 1,147,500	\$ -	\$ 52,397,816	\$ 56,077,220
Other Operating Revenues	-	-	-	-	-
Total Operating Revenues	2,531,904	1,147,500	-	52,397,816	56,077,220
Operating Expenses (Function 9900)					
Purchased Services	1,571,933	300,509	-	4,363,082	6,235,525
Energy Services	-	-	-	68	68
Other Expenses	4,786,445	1,109,439	-	59,795,962	65,691,846
Total Operating Expense	6,358,378	1,409,948	-	64,159,112	71,927,438
Operating Income (Loss)	(3,826,475)	(262,448)	-	(11,761,296)	(15,850,218)
Nonoperating Revenues					
Interest	63,087	4,479	1,562	18,393	87,522
Miscellaneous	830,209	-	-	2,128,116	2,958,325
Total Nonoperating Revenues	893,296	4,479	1,562	2,146,509	3,045,847
Nonoperating Expenses (Function 9900)					
Loss On Disposition of Assets	-	-	-	-	-
Total Nonoperating Expenses	-	-	-	-	-
Income(Loss) Before Operating Transfers	(2,933,178)	(257,969)	1,562	(9,614,787)	(12,804,371)
Operating Transfers Out (Function 9700):					
Operating Transfers Out	62,943	72,714	-	1,076,207	1,211,864
Total Operating Transfers Out	62,943	72,714	-	1,076,207	1,211,864
Net Income (Loss)	(2,996,121)	(330,683)	1,562	(10,690,994)	(14,016,236)
Retained Earnings - Beginning of Year	14,659,046	2,579,830	1,947,689	15,373,152	34,559,717
Adjustments to Retained Earnings	(2,996,121)	(330,683)	1,562	(10,690,994)	(14,016,236)
Retained Earnings - End of Year	\$ 11,662,925	\$ 2,249,147	\$ 1,949,251	\$ 4,682,158	\$ 20,543,481