

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

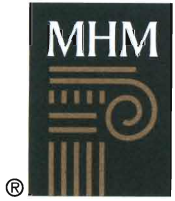
**June 30, 2013  
(With Independent Auditor's Report Thereon)**

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Table of Contents**

	<b><u>Page</u></b>
Independent Auditor's Report	1 - 2
Statement of Fiduciary Net Assets	3
Notes to Financial Statement	4 - 5
Supplemental Information:	
Schedule of Assets Held for Others:	
<u>High Schools</u>	
Sebastian River High School	6
Vero Beach High School	7
<u>Middle Schools</u>	
Gifford Middle School	8
Oslo Middle School	9
Sebastian River Middle School	10
Storm Grove Middle School	11
<u>Elementary Schools</u>	
Beachland Elementary School	12
Citrus Elementary School	13
Dodgertown Elementary School	14
Fellsmere Elementary School	15
Glendale Elementary School	16
Highlands Elementary School	17

Liberty Magnet Elementary School	18
Osceola Magnet Elementary School	19
Pelican Island Elementary School	20
Rosewood Magnet School	21
Sebastian Elementary School	22
Treasure Coast Elementary School	23
Vero Beach Elementary School	24
<u>Other Centers</u>	
Adult and Community Education	25
Alternative Education	26
Wabasso School	27
Transportation	28
County Office	29
ESE Department	30
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	31 - 32
Schedule of Findings	33



## Mayer Hoffman McCann P.C.

An Independent CPA Firm

### KRMT Tampa Bay Division

13577 Feather Sound Drive, Suite 400

Clearwater, FL 33762

Phone: 727.572.1400 ■ 813.879.1400

Fax: 727.571.1933

www.mhm-pc.com

## Independent Auditor's Report

Indian River District School Board  
Indian River County, Florida:

We have audited the accompanying statement of fiduciary net assets of the School Board of Indian River County, Florida Internal Accounts (the "Internal Accounts") as of June 30, 2013. This financial statement is the responsibility of the management of the Indian River District School Board (the "District"). Our responsibility is to express an opinion on this financial statement based on our audit.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position of the School Board of Indian River County, Florida Internal Accounts as of June 30, 2013, in conformity with accounting principles generally accepted in the United States of America.

## **Emphasis of a Matter**

As described in Note 1 of the Notes to Financial Statement, the accompanying financial statement includes only the fiduciary net assets of the Internal Accounts, which are included in the financial reporting entity of the District. The financial statement does not include other fiduciary net assets of the District, and accordingly, does not purport to, and does not, present the fiduciary net assets of the District in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the statement of fiduciary net assets. The supplemental information listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the financial statement of the Internal Accounts. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated September 23, 2013 on our consideration of the Internal Accounts' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board of Indian River County, Florida Internal Accounts' internal control over financial reporting and compliance.

*Maya Hoffman McCann P.C.*

September 23, 2013  
Clearwater, Florida

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Statement of Fiduciary Net Assets**

**June 30, 2013**

<b>Assets</b>	<b>2013</b>
Cash and equivalents	\$ 1,284,431
Inventory	41,945
Accounts receivable	<u>3,103</u>
Total assets	1,329,479
 <b>Liabilities</b>	
Accounts payable	\$ 12,947
Assets held for others	<u>1,316,532</u>
Total liabilities	<u>1,329,479</u>
Net assets	<u><u>\$ -</u></u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Notes to Financial Statement**

**June 30, 2013**

**(1) Summary of Significant Accounting Policies**

**(a) Basis of Presentation**

The accompanying financial statement includes the balances relating exclusively to the internal account activities of the public schools within the School Board of Indian River County, Florida school system. The financial statement does not include other fiduciary net assets of the Indian River District School Board (the "District"). Therefore, the accompanying financial statement does not purport to, and does not, present the fiduciary net assets of the District in conformity with accounting principles generally accepted in the United States of America.

The financial activities of the Internal Accounts are included, as agency funds, in the financial reporting entity of the District.

**(b) Basis of Accounting**

The accompanying financial statement is prepared on the accrual basis of accounting.

**(c) Inventory**

Inventory is reported at lower of cost or market under the first-in first-out method.

**(2) Cash and Equivalents**

Cash and equivalents consists of:

Deposits with financial institutions	\$ 719,232
Invested with State Board of Administration	<u>565,199</u>
	<u>\$ 1,284,431</u>

All deposits are placed in financial institutions that qualify as public depositories. Accordingly, all deposits are insured by Federal depository insurance and/or collateralized pursuant to Chapter 280, Florida Statutes.

The Internal Accounts are authorized to invest in the State Board of Administration (SBA) Investment Pool, where deposits are recorded at cost. Due to the nature of the Internal Account's SBA investment, it is considered a cash equivalent. The SBA is not covered by the FDIC.

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Notes to Financial Statement - Continued**

**(2) Cash and Equivalents - Continued**

The Schools invest surplus funds in an external investment pool, the Local Government Surplus Funds Trust Fund (the “State Pool”). The State Pool is administered by the Florida State Board of Administration (“SBA”), who provides regulatory oversight. The SBA reported that the State Pool was exposed to potential risks due to indirect exposure in the sub-prime mortgage financial market. Consequently, the SBA placed some restrictions on how participants could access portions of their surplus funds and ultimately restructured the State Pool into two separate pools (“Florida PRIME” and “Fund B”). The Schools had all of their investments in the Florida PRIME at June 30, 2013.

The Florida PRIME has adopted operating procedures consistent with the requirements for a 2a7-like fund. The Schools’ investment in the Florida PRIME is reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares.

The Schools’ investments in the State Pool expose them to credit risk. The Schools do not have a formal investment policy relating to this risk, which is hereafter described.

Credit Risk – The risk that an issuer or other counterparty to an investment will not fulfill its obligations.

The Florida PRIME is rated by Standard and Poors and has a rating at June 30, 2013 of AAAm.



**SUPPLEMENTAL INFORMATION**

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Sebastian River High School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Athletics	\$ 67,700	302,344	318,388	72,302	73,444	50,514
Music	1,520	13,868	7,827	-	-	7,561
Classes	19,826	61,391	71,459	17,877	2,754	24,881
Clubs	42,517	74,689	127,663	6,270	8,689	(12,876)
Departments	22,523	39,504	36,502	105	5,465	20,165
Trusts	20,716	40,062	35,430	8,696	2,317	31,727
General	25,251	110,242	56,107	8,719	21,300	66,805
Total cash	<u>\$ 200,053</u>	<u>642,100</u>	<u>653,376</u>	<u>113,969</u>	<u>113,969</u>	188,777
Inventory						8,166
Accounts receivable						887
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 197,830</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Vero Beach High School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Athletics	\$ 47,384	363,622	360,670	110,242	123,726	36,852
Music	71,548	180,490	194,531	4,793	3,247	59,053
Classes	53,126	163,684	168,324	13,227	14,874	46,839
Clubs	108,967	247,289	236,733	25,226	14,414	130,335
Departments	16,208	126,009	109,205	29,447	30,021	32,438
Trusts	12,722	9,397	11,429	950	387	11,253
General	10,977	38,331	23,890	5,412	2,628	28,202
<b>Total cash</b>	<b>\$ 320,932</b>	<b>1,128,822</b>	<b>1,104,782</b>	<b>189,297</b>	<b>189,297</b>	<b>344,972</b>
Inventory						865
Accounts receivable						-
Accounts payable						-
Assets held for others						<b>\$ 345,837</b>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Gifford Middle School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Athletics	\$ 20,735	52,696	47,878	1,492	1,392	25,653
Music	3,624	8,193	8,674	-	-	3,143
Classes	4,554	22,554	22,359	-	718	4,031
Clubs	6,103	7,729	8,280	-	391	5,161
Departments	2,835	5,293	5,111	(12)	135	2,870
Trusts	11,219	919	2,974	6	250	8,920
General	50,591	13,566	23,808	1,500	100	41,749
Total cash	<u>\$ 99,661</u>	<u>110,950</u>	<u>119,084</u>	<u>2,986</u>	<u>2,986</u>	91,527
Inventory						133
Accounts receivable						1,816
Accounts payable						<u>(8,244)</u>
Assets held for others						<u>\$ 85,232</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Oslo Middle School**

	<b>Cash</b>		<b>Cash</b>	<b>Transfers</b>		<b>Balances</b>
	<b>Balances</b>	<b>Cash</b>		<b>Disbursements</b>	<b>In</b>	
	<b>June 30, 2012</b>	<b>Receipts</b>				<b>June 30, 2013</b>
Athletics	\$ 6,361	21,787	19,288	2,317	2,252	8,925
Music	11,588	65,956	61,818	11,727	11,677	15,776
Classes	6,564	18,507	22,681	-	-	2,390
Clubs	742	2,065	1,678	-	-	1,129
Departments	5,101	4,788	5,810	-	-	4,079
Trusts	28,767	1,365	26,254	-	-	3,878
General	4,243	18,041	16,725	-	115	5,444
<b>Total cash</b>	<b>\$ 63,366</b>	<b>132,509</b>	<b>154,254</b>	<b>14,044</b>	<b>14,044</b>	<b>41,621</b>
Inventory						-
Accounts receivable						-
Accounts payable						(822)
Assets held for others						\$ 40,799

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Sebastian River Middle School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Athletics	\$ 3,471	25,840	22,070	-	-	7,241
Music	-	16,174	13,229	-	-	2,945
Classes	519	6,042	6,480	-	-	81
Clubs	7,074	24,082	20,295	-	-	10,861
Departments	2,146	3,288	3,850	-	-	1,584
Trusts	10,059	24,077	17,635	-	-	16,501
General	29,315	17,496	15,320	-	-	31,491
Total cash	<u>\$ 52,584</u>	<u>116,999</u>	<u>98,879</u>	<u>-</u>	<u>-</u>	70,704
Inventory						5,340
Accounts receivable						-
Accounts payable						<u>(262)</u>
Assets held for others						<u>\$ 75,782</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Storm Grove Middle School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Athletics	\$ 36,730	35,903	34,710	130	130	37,923
Music	4,144	30,371	30,494	-	-	4,021
Classes	346	35,200	33,131	1,566	1,913	2,068
Clubs	2,159	17,537	17,640	210	388	1,878
Departments	2,593	4,677	4,604	-	-	2,666
Trusts	742	3,772	3,549	-	-	965
General	15,344	31,111	23,650	539	14	23,330
Total cash	<u>\$ 62,058</u>	<u>158,571</u>	<u>147,778</u>	<u>2,445</u>	<u>2,445</u>	72,851
Inventory						8,845
Accounts receivable						-
Accounts payable						-
Assets held for others						<u>\$ 81,696</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Beachland Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Classes	\$ 1,647	7,749	8,398	2,287	2,328	957
Clubs	3,103	2,068	3,787	-	1,364	20
Departments	2,264	6,268	6,276	144	-	2,400
Trusts	25,480	14,578	25,064	1,068	1,353	14,709
General	17,321	76,648	80,964	4,248	2,702	14,551
Total cash	<u>\$ 49,815</u>	<u>107,311</u>	<u>124,489</u>	<u>7,747</u>	<u>7,747</u>	32,637
Inventory						-
Accounts receivable						355
Accounts payable						<u>(681)</u>
Assets held for others						<u>\$ 32,311</u>



**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Citrus Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Athletics	\$ 23	-	-	-	-	23
Classes	1,872	24,882	22,423	4,951	4,951	4,331
Clubs	2,349	15,005	16,880	146	-	620
Departments	2,425	3,808	3,051	-	-	3,182
Trusts	10,373	3,680	7,177	-	-	6,876
General	7,605	15,688	16,067	-	146	7,080
Total cash	<u>\$ 24,647</u>	<u>63,063</u>	<u>65,598</u>	<u>5,097</u>	<u>5,097</u>	22,112
Inventory						42
Accounts receivable						-
Accounts payable						-
Assets held for others						<u>\$ 22,154</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Dodgertown Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Music	\$ 112	-	-	-	-	112
Classes	433	11,205	11,731	803	406	304
Departments	246	3,225	2,727	66	-	810
Trusts	4,601	5,693	5,703	4,882	611	8,862
General	8,636	29,698	26,147	6,196	10,930	7,453
<b>Total cash</b>	<b>\$ 14,028</b>	<b>49,821</b>	<b>46,308</b>	<b>11,947</b>	<b>11,947</b>	<b>17,541</b>
Inventory						461
Accounts receivable						-
Accounts payable						-
Assets held for others						<b>\$ 18,002</b>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Fellsmere Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Classes	\$ 6,976	34,952	29,932	12,018	12,545	11,469
Clubs	460	-	-	-	-	460
Departments	806	4,946	4,571	569	-	1,750
Trusts	11,422	17,526	16,141	-	700	12,107
General	4,345	4,221	3,707	657	-	5,516
Total cash	<u>\$ 24,009</u>	<u>61,645</u>	<u>54,351</u>	<u>13,244</u>	<u>13,245</u>	31,302
Inventory						-
Accounts receivable						45
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 31,347</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Glendale Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Music	\$ 75	-	-	-	-	75
Classes	849	25,425	25,385	746	1,156	479
Clubs	320	-	-	-	-	320
Departments	3,029	9,204	8,995	-	-	3,238
Trusts	1,610	4,355	4,531	17	-	1,451
General	<u>26,127</u>	<u>10,078</u>	<u>9,198</u>	<u>677</u>	<u>284</u>	<u>27,400</u>
Total cash	<u>\$ 32,010</u>	<u>49,062</u>	<u>48,109</u>	<u>1,440</u>	<u>1,440</u>	32,963
Inventory						-
Accounts receivable						-
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 32,963</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Highlands Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Music	\$ 65	-	-	-	-	65
Classes	2,433	25,868	23,864	2,836	4,091	3,182
Clubs	1,867	983	398	-	-	2,452
Departments	144	2,956	2,050	-	-	1,050
Trusts	7,142	3,503	9,137	2	154	1,356
General	2,269	5,549	4,788	1,426	19	4,437
Total cash	<u>\$ 13,920</u>	<u>38,859</u>	<u>40,237</u>	<u>4,264</u>	<u>4,264</u>	12,542
Inventory						100
Accounts receivable						-
Accounts payable						-
Assets held for others						<u>\$ 12,642</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Liberty Magnet Elementary School**

	<b>Cash</b>		<b>Cash</b>	<b>Transfers</b>		<b>Balances</b>
	<b>Balances</b>	<b>Cash</b>		<b>Disbursements</b>	<b>In</b>	
	<b>June 30, 2012</b>	<b>Receipts</b>	<b>Disbursements</b>	<b>In</b>	<b>Out</b>	<b>June 30, 2013</b>
Athletics	\$ 85	100	55	-	-	130
Music	1,042	1,093	1,183	-	-	952
Classes	6,592	63,438	68,019	8,308	8,936	1,383
Clubs	3,346	22,004	22,080	3,485	3,254	3,501
Departments	2,440	18,485	13,696	5,152	3,469	8,912
Trusts	7,328	8,814	7,738	75	75	8,404
General	11,216	16,367	17,785	7,437	8,723	8,512
Total cash	<u>\$ 32,049</u>	<u>130,301</u>	<u>130,556</u>	<u>24,457</u>	<u>24,457</u>	31,794
Inventory						56
Accounts receivable						-
Accounts payable						-
Assets held for others						<u>\$ 31,850</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Osceola Magnet Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Athletics	\$ 171	250	117	-	55	249
Music	711	1,931	1,745	-	-	897
Classes	5,687	48,130	45,514	4,086	5,330	7,059
Clubs	-	1,449	1,651	202	-	-
Departments	2,696	8,585	4,706	59	-	6,634
Trusts	10,830	4,955	6,692	211	-	9,304
General	44,521	19,718	11,620	1,186	359	53,446
Total cash	<u>\$ 64,616</u>	<u>85,018</u>	<u>72,045</u>	<u>5,744</u>	<u>5,744</u>	77,589
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						<u>\$ 77,589</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Pelican Island Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Athletics	\$ 123	100	139	26	110	-
Music	18	704	502	-	-	220
Classes	2,303	18,387	19,786	1,054	1,034	924
Clubs	168	-	-	-	-	168
Departments	2,712	13,639	13,464	-	-	2,887
Trusts	7,618	7,178	9,918	1,300	1,305	4,873
General	10,001	9,124	11,414	2,115	2,046	7,780
Total cash	<u>\$ 22,943</u>	<u>49,132</u>	<u>55,223</u>	<u>4,495</u>	<u>4,495</u>	16,852
Inventory						6,757
Accounts receivable						-
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 23,609</u>



**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Rosewood Magnet School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Athletics	\$ 51	400	444	-	-	7
Music	-	50	50	-	-	-
Classes	5,922	53,164	53,109	39	34	5,982
Clubs	-	223	-	-	-	223
Departments	10,190	13,839	15,306	-	-	8,723
Trusts	11,609	43,910	45,863	13	309	9,360
General	19,334	11,595	18,549	291	-	12,671
<b>Total cash</b>	<b>\$ 47,106</b>	<b>123,181</b>	<b>133,321</b>	<b>343</b>	<b>343</b>	<b>36,966</b>
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						<b>\$ 36,966</b>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Sebastian Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Music	\$ 373	648	1,021	-	-	-
Classes	434	20,855	20,085	382	278	1,308
Clubs	591	2,373	2,468	-	-	496
Departments	931	6,839	7,789	1,169	1,004	146
Trusts	24,834	25,687	31,885	-	271	18,365
General	8,323	6,473	4,899	2,314	2,314	9,897
Total cash	<u>\$ 35,486</u>	<u>62,875</u>	<u>68,147</u>	<u>3,865</u>	<u>3,867</u>	30,212
Inventory						571
Accounts receivable						-
Accounts payable						<u>(321)</u>
Assets held for others						<u>\$ 30,462</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Treasure Coast Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Music	\$ 392	541	809	-	-	124
Classes	1,307	25,851	26,723	1,180	626	989
Departments	4,462	11,545	12,431	-	-	3,576
Trusts	3,412	14,512	14,173	20	237	3,534
General	2,758	6,860	4,789	3	340	4,492
Total cash	<u>\$ 12,331</u>	<u>59,309</u>	<u>58,925</u>	<u>1,203</u>	<u>1,203</u>	12,715
Inventory						-
Accounts receivable						-
Accounts payable						<u>(360)</u>
Assets held for others						<u>\$ 12,355</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Vero Beach Elementary School**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Classes	\$ 1,804	31,947	32,631	4,233	3,325	2,028
Clubs	278	-	-	-	-	278
Departments	1,562	8,504	6,975	116	-	3,207
Trusts	12,945	26,228	25,043	1,492	3,878	11,744
General	4,039	19,143	15,126	1,567	205	9,418
Total cash	<u>\$ 20,628</u>	<u>85,822</u>	<u>79,775</u>	<u>7,408</u>	<u>7,408</u>	26,675
Inventory						1,700
Accounts receivable						-
Accounts payable						<u>(2,257)</u>
Assets held for others						<u>\$ 26,118</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Adult and Community Education**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Clubs	\$ 32,184	50,037	59,005	-	-	23,216
Trusts	-	339	339	-	-	-
General	<u>3,726</u>	<u>16,705</u>	<u>16,191</u>	<u>291</u>	<u>291</u>	<u>4,240</u>
Total cash	<u>\$ 35,910</u>	<u>67,081</u>	<u>75,535</u>	<u>291</u>	<u>291</u>	27,456
Inventory						8,909
Accounts receivable						-
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 36,365</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

Alternative Education

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Classes	\$ 2,190	12,657	10,590	-	-	4,257
Trusts	1,030	-	-	-	-	1,030
General	<u>267</u>	<u>9</u>	<u>87</u>	<u>-</u>	<u>-</u>	<u>189</u>
Total cash	<u>\$ 3,487</u>	<u>12,666</u>	<u>10,677</u>	<u>-</u>	<u>-</u>	5,476
Inventory						-
Accounts receivable						-
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 5,476</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**Wabasso School**

	<b>Cash</b>	<b>Cash</b>	<b>Cash</b>	<b>Transfers</b>		<b>Balances</b>
	<b>Balances</b>			<b>Receipts</b>	<b>Disbursements</b>	
	<u>June 30, 2012</u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Clubs	\$ 24,977	-	1,170	-	-	23,807
Trusts	13,084	6,869	5,613	-	-	14,340
General	<u>9,938</u>	<u>3,185</u>	<u>1,759</u>	<u>-</u>	<u>-</u>	<u>11,364</u>
Total cash	<u>\$ 47,999</u>	<u>10,054</u>	<u>8,542</u>	<u>-</u>	<u>-</u>	49,511
Inventory						-
Accounts receivable						-
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 49,511</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

Transportation						
	<u>Cash Balances June 30, 2012</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Transfers</u>		<u>Balances June 30, 2013</u>
				<u>In</u>	<u>Out</u>	
General	\$ 246	-	246	-	-	-
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ -



**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**County Office**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Class account	\$ -	487	-	-	-	487
Trusts	1,158	4,603	664	-	-	5,097
General	<u>1,802</u>	<u>3,320</u>	<u>1,070</u>	<u>76</u>	<u>76</u>	<u>4,052</u>
Total cash	<u>\$ 2,960</u>	<u>8,410</u>	<u>1,734</u>	<u>76</u>	<u>76</u>	9,636
Inventory						-
Accounts receivable						-
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 9,636</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Assets Held for Others**

**June 30, 2013**

**ESE Department**

	<b>Cash Balances June 30, 2012</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Transfers</b>		<b>Balances June 30, 2013</b>
				<b>In</b>	<b>Out</b>	
Class account	\$ 331		331	-	-	-
Departments	2,448		2,448			-
Trusts	3,928		3,928	-	-	-
General	825		825			-
<b>Total cash</b>	<b>\$ 7,532</b>	<b>-</b>	<b>7,532</b>	<b>-</b>	<b>-</b>	<b>-</b>
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						<b>\$ -</b>

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND  
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT  
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH *GOVERNMENT AUDITING STANDARDS***



**Mayer Hoffman McCann P.C.**

An Independent CPA Firm

**KRMT Tampa Bay Division**

13577 Feather Sound Drive, Suite 400

Clearwater, FL 33762

Phone: 727.572.1400 ■ 813.879.1400

Fax: 727.571.1933

www.mhm-pc.com

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

Indian River District School Board  
Indian River County, Florida:

We have audited the statement of fiduciary net assets of the School Board of Indian River County, Florida Internal Accounts (the “Internal Accounts”) as of June 30, 2013, and have issued our report thereon dated September 23, 2013. Our report on the financial statement included a paragraph explaining that the financial statement includes only the fiduciary net assets of the Internal Accounts and does not include other fiduciary net assets of the Indian River District School Board (the “District”). We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings that we consider to be significant deficiencies.

### **Compliance and Other Matters**

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

### **Response to Findings**

The District's response to the finding identified in our audit is described in the accompanying Schedule of Findings. We did not audit the District's response, and accordingly, we express no opinion on it.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Maya Heffernan McCann P.C.*

September 23, 2013  
Clearwater, Florida

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA  
INTERNAL ACCOUNTS**

**Schedule of Findings**

**For the Year Ended June 30, 2013**

**Significant Deficiencies**

**13-1 Finding** – As noted in prior audits, we observed that some school employees who maintain accounting records also handle cash collections, cosign checks, and reconcile bank statement balances to the accounting records. Although nothing came to our attention that indicated there was misappropriation of funds, internal control over cash transactions would be strengthened if these duties were separated among employees. While we acknowledge that personnel may not always be available to permit such a separation of employee duties and responsibilities, we think it is important that you are made aware of this condition.

**District's Response** – The District recognizes how segregation of duties, internal controls, policy and oversight can safeguard the assets at our schools. We will continue to provide training and communication with principals and bookkeepers through meetings, correspondence and workshops in order to design and implement additional compensating controls for each of the schools / sites. Finance staff will continue to conduct ongoing monitoring of the effectiveness of control-related policies and procedures.