

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

**June 30, 2014
(With Independent Auditor's Report Thereon)**

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

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Independent Auditor's Report

Indian River District School Board
Indian River County, Florida:

We have audited the accompanying statement of fiduciary net position of the School Board of Indian River County, Florida Internal Accounts (the "Internal Accounts") as of June 30, 2014, and the related notes, which collectively comprise the Internal Accounts' basic financial statement as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement 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 the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement 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, 2014, 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 position of the Internal Accounts. The financial statement does not include other financial activities of the District School Board and, accordingly, does not purport to, and does not present the fiduciary net position of the District School Board in accordance 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 position. 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 our report dated September 29, 2014 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.

Maize Hoffman McLean P.C.

September 29, 2014
Clearwater, Florida

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

Statement of Fiduciary Net Position

June 30, 2014

	<u>2014</u>
Assets	
Cash and cash equivalents	\$ 1,392,300
Inventory	59,711
Accounts receivable	<u>6,922</u>
Total assets	<u>1,458,933</u>
Liabilities	
Accounts payable	54,901
Assets held for others	<u>1,404,032</u>
Total liabilities	<u>1,458,933</u>
Net position	<u><u>\$ -</u></u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Notes to Financial Statement

June 30, 2014

(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 position 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 position 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 Cash Equivalents

Cash and cash equivalents consists of:

Deposits with financial institutions	\$ 806,128
Invested with State Board of Administration	<u>586,172</u>
	<u>\$ 1,392,300</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
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Notes to Financial Statement - Continued

(2) Cash and Cash 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, 2014.

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, 2014 of AAAm.

SUPPLEMENTAL INFORMATION

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Sebastian River High School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Athletics	\$ 50,514	290,805	298,996	21,578	13,842	50,059
Music	7,561	15,934	18,302	-	-	5,193
Classes	24,881	82,993	109,762	20,055	19,381	(1,214)
Clubs	(12,876)	61,753	25,397	24,280	13,751	34,009
Departments	20,165	34,514	29,584	355	2,187	23,263
Trusts	31,727	33,922	38,778	12,170	4,516	34,525
General	66,805	99,613	78,773	1,047	25,808	62,884
Total cash	\$ 188,777	619,534	599,592	79,485	79,485	208,719
Inventory						5,734
Accounts receivable						6,267
Accounts payable						(11,876)
Assets held for others						\$ 208,844

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Vero Beach High School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Athletics	\$ 36,852	387,839	339,400	132,765	77,142	140,914
Music	59,053	238,287	247,669	8,737	34,170	24,238
Classes	46,839	197,970	167,469	23,800	16,025	85,115
Clubs	130,335	161,832	156,455	13,900	93,609	56,003
Departments	32,438	224,292	232,151	41,480	2,520	63,539
Trusts	11,253	12,010	13,183	6,948	947	16,081
General	28,202	44,351	29,233	9,899	13,116	40,103
Total cash	\$ 344,972	1,266,581	1,185,560	237,529	237,529	425,993
Inventory						7,700
Accounts receivable						-
Accounts payable						(37,619)
Assets held for others						\$ 396,074

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Gifford Middle School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Athletics	\$ 25,653	76,295	66,604	3,955	9,775	29,524
Music	3,143	4,627	3,954	37	16	3,837
Classes	4,031	23,843	26,333	10,475	2,274	9,742
Clubs	5,161	195	324	-	4,757	275
Departments	2,870	5,751	5,831	-	256	2,534
Trusts	8,920	2,040	1,208	6,116	4,032	11,836
General	41,749	11,928	24,450	2,356	1,829	29,754
Total cash	\$ 91,527	124,679	128,704	22,939	22,939	87,502
Inventory						2,811
Accounts receivable						50
Accounts payable						(4,180)
Assets held for others						\$ 86,183

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Oslo Middle School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Athletics	\$ 8,925	19,964	22,325	-	960	5,604
Music	15,776	18,748	34,169	1,192	1,257	290
Classes	2,390	26,041	23,644	967	813	4,941
Clubs	1,129	2,964	3,693	-	5	395
Departments	4,079	4,509	4,107	110	-	4,591
Trusts	3,878	1,924	3,338	539	38	2,965
General	5,444	13,602	16,036	375	110	3,275
Total cash	\$ 41,621	87,752	107,312	3,183	3,183	22,061
Inventory						-
Accounts receivable						-
Accounts payable						(165)
Assets held for others						\$ 21,896

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Sebastian River Middle School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Athletics	\$ 7,241	29,528	21,538	-	-	15,231
Music	2,945	25,336	22,753	-	-	5,528
Classes	81	3,968	2,334	224	-	1,939
Clubs	10,861	15,191	14,079	-	6,152	5,821
Departments	1,584	3,460	3,897	2,441	678	2,910
Trusts	16,501	30,825	37,024	3,279	1,144	12,437
General	31,491	14,446	15,369	2,030	-	32,598
Total cash	\$ 70,704	122,754	116,994	7,974	7,974	76,464
Inventory						11,484
Accounts receivable						306
Accounts payable						(1,061)
Assets held for others						\$ 87,193

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Storm Grove Middle School

	Cash		Cash	Transfers		Balances
	Balances	Cash		In	Out	
	June 30, 2013	Receipts	Disbursements			June 30, 2014
Athletics	\$ 37,923	30,996	30,449	256	6,610	32,116
Music	4,021	17,175	20,112	-	-	1,084
Classes	2,068	42,809	40,311	6,730	1,588	9,708
Clubs	1,878	15,884	11,354	-	484	5,924
Departments	2,666	5,936	5,555	243	2,076	1,214
Trusts	965	6,612	7,161	1,617	504	1,529
General	23,330	32,190	31,638	4,234	1,818	26,298
Total cash	\$ 72,851	151,602	146,580	13,080	13,080	77,873
Inventory						11,597
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 89,470

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Beachland Elementary School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Music	\$ -	-	321	353	-	32
Classes	957	31,177	33,187	1,981	-	928
Clubs	20	28,768	28,399	1,689	843	1,235
Departments	2,400	4,093	4,206	3,196	-	5,483
Trusts	14,709	15,675	13,692	-	5,422	11,270
General	14,551	71,590	68,980	4,390	5,344	16,207
Total cash	\$ 32,637	151,303	148,785	11,609	11,609	35,155
Inventory						442
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 35,597

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Citrus Elementary School

	Cash	Cash	Cash	Transfers		Balances
	Balances			Receipts	Disbursements	
	June 30, 2013					
Athletics	\$ 23	-	-	-	-	23
Classes	4,331	25,714	25,300	1,728	1,822	4,651
Clubs	620	8,876	7,868	-	927	701
Departments	3,182	3,030	4,253	450	-	2,409
Trusts	6,876	4,497	4,182	477	674	6,994
General	7,080	17,533	17,538	877	109	7,843
Total cash	<u>\$ 22,112</u>	<u>59,650</u>	<u>59,141</u>	<u>3,532</u>	<u>3,532</u>	22,621
Inventory						-
Accounts receivable						-
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 22,621</u>

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Dodgertown Elementary School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Music	\$ 112	-	-	-	-	112
Classes	304	11,790	9,567	12	1,199	1,340
Clubs	-	-	-	57	-	57
Departments	810	2,779	2,791	751	-	1,549
Trusts	8,862	11,698	16,284	280	1,038	3,518
General	7,453	12,602	13,272	2,978	1,841	7,920
Total cash	\$ 17,541	38,869	41,914	4,078	4,078	14,496
Inventory						1,175
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 15,671

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Fellsmere Elementary School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Classes	\$ 11,469	43,136	43,779	-	135	10,691
Clubs	460	-	-	-	-	460
Departments	1,750	6,097	6,129	-	-	1,718
Trusts	12,107	6,250	11,735	-	19	6,603
General	5,516	5,692	6,376	154	-	4,986
Total cash	\$ 31,302	61,175	68,019	154	154	24,458
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 24,458

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

Schedule of Assets Held for Others

June 30, 2014

Glendale Elementary School

	Cash	Cash	Cash	Transfers		Balances
	Balances			Receipts	Disbursements	
	June 30, 2013					
Music	\$ 75	-	-	-	-	75
Classes	479	32,575	30,585	76	409	2,136
Clubs	320	-	31	-	-	289
Departments	3,238	9,764	7,880	-	-	5,122
Trusts	1,451	1,790	1,886	585	788	1,152
General	27,400	8,080	7,538	1,197	661	28,478
Total cash	\$ 32,963	52,209	47,920	1,858	1,858	37,252
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 37,252

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

Schedule of Assets Held for Others

June 30, 2014

Highlands Elementary School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Music	\$ 65	-	-	-	-	65
Classes	3,182	24,918	24,311	-	1,846	1,943
Clubs	2,452	121	1,228	320	-	1,665
Departments	1,050	2,427	2,242	-	-	1,235
Trusts	1,356	4,805	4,143	500	365	2,153
General	4,437	5,592	6,915	1,391	-	4,505
Total cash	\$ 12,542	37,863	38,839	2,211	2,211	11,566
Inventory						1,930
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 13,496

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Liberty Magnet Elementary School

	Cash		Cash	Transfers		Balances
	Balances	Cash		In	Out	
	June 30, 2013	Receipts	Disbursements			June 30, 2014
Athletics	\$ 130	-	-	-	130	-
Music	952	17,455	16,857	758	-	2,308
Classes	1,383	60,662	58,490	5,246	5,361	3,440
Clubs	3,501	14,883	15,381	1,720	4,450	273
Departments	8,912	19,800	18,642	4,213	1,286	12,997
Trusts	8,404	8,360	6,491	51	717	9,607
General	8,512	10,932	9,205	15	59	10,195
Total cash	\$ 31,794	132,092	125,066	12,003	12,003	38,820
Inventory						75
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 38,895

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Osceola Magnet Elementary School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Athletics	\$ 249	439	42	5	651	-
Music	897	2,756	2,403	-	6	1,244
Classes	7,059	53,862	55,663	7,086	8,933	3,411
Departments	6,634	12,620	9,128	1,509	202	11,433
Trusts	9,304	38,051	34,400	922	797	13,080
General	53,446	15,263	16,158	1,110	43	53,618
Total cash	\$ 77,589	122,991	117,794	10,632	10,632	82,786
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 82,786

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Pelican Island Elementary School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Music	\$ 220	517	469	-	-	268
Classes	924	16,846	15,482	-	643	1,645
Clubs	168	-	-	-	-	168
Departments	2,887	4,345	3,592	372	2,388	1,624
Trusts	4,873	3,283	2,392	4,857	1,862	8,759
General	7,780	17,603	14,209	4,521	4,857	10,838
Total cash	\$ 16,852	42,594	36,144	9,750	9,750	23,302
Inventory						7,103
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 30,405

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Rosewood Magnet School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Athletics	\$ 7	-	-	-	7	-
Music	-	50	-	-	-	50
Classes	5,982	57,861	56,873	2,136	3,423	5,683
Clubs	223	657	-	1,293	-	2,173
Departments	8,723	13,516	14,764	-	-	7,475
Trusts	9,360	45,199	43,794	24	1,648	9,141
General	12,671	12,929	17,226	1,625	-	9,999
Total cash	\$ 36,966	130,212	132,657	5,078	5,078	34,521
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 34,521

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Sebastian Elementary School

	Cash		Cash	Transfers		Balances
	Balances	Cash		Disbursements	In	
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Music	\$ -	896	675	-	-	221
Classes	1,308	25,455	24,086	-	1,558	1,119
Clubs	496	23,327	23,506	4,997	-	5,314
Departments	146	5,978	4,305	-	1,696	123
Trusts	18,365	6,889	6,656	850	9,562	9,886
General	9,897	7,015	8,535	6,969	-	15,346
Total cash	\$ 30,212	69,560	67,763	12,816	12,816	32,009
Inventory						410
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 32,419

**THE SCHOOL BOARD OF INDIAN RIVER COUNTY, FLORIDA
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Schedule of Assets Held for Others

June 30, 2014

Treasure Coast Elementary School

	Cash		Cash	Transfers		Balances
	Balances	Cash		In	Out	
	June 30, 2013	Receipts	Disbursements			June 30, 2014
Music	\$ 124	495	644	25	-	-
Classes	989	54,446	51,330	313	1,803	2,615
Clubs	-	576	502	273	-	347
Departments	3,576	12,216	12,272	-	-	3,520
Trusts	3,534	8,760	9,791	251	932	1,822
General	4,492	8,326	4,759	1,938	65	9,932
Total cash	\$ 12,715	84,819	79,298	2,800	2,800	18,236
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 18,236

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

Schedule of Assets Held for Others

June 30, 2014

Vero Beach Elementary School

	Cash	Cash	Cash	Transfers		Balances
	Balances			Receipts	Disbursements	
	June 30, 2013					
Classes	\$ 2,028	24,126	23,351	-	659	2,144
Clubs	278	880	895	-	-	263
Departments	3,207	5,092	5,761	547	1,478	1,607
Trusts	11,744	6,646	6,164	2,692	2,744	12,174
General	<u>9,418</u>	<u>20,404</u>	<u>20,047</u>	<u>2,027</u>	<u>385</u>	<u>11,417</u>
Total cash	<u>\$ 26,675</u>	<u>57,148</u>	<u>56,218</u>	<u>5,266</u>	<u>5,266</u>	27,605
Inventory						1,368
Accounts receivable						299
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 29,272</u>

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

Schedule of Assets Held for Others

June 30, 2014

Adult and Community Education						
	Cash Balances June 30, 2013	Cash Receipts	Cash Disbursements	Transfers		Balances June 30, 2014
				In	Out	
Clubs	\$ 23,216	18,689	32,591	-	9,314	-
General	4,240	57,206	39,041	9,314	-	31,719
Total cash	\$ 27,456	75,895	71,632	9,314	9,314	31,719
Inventory						7,882
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 39,601

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

Schedule of Assets Held for Others

June 30, 2014

Alternative Education						
	Cash	Cash	Cash	Transfers		Balances
	Balances	Receipts	Disbursements	In	Out	June 30, 2014
	June 30, 2013	Receipts	Disbursements	In	Out	June 30, 2014
Classes	\$ 4,257	7,474	6,339	-	-	5,392
Trusts	1,030	-	-	93	344	779
General	189	63	63	344	93	440
Total cash	<u>\$ 5,476</u>	<u>7,537</u>	<u>6,402</u>	<u>437</u>	<u>437</u>	6,611
Inventory						-
Accounts receivable						-
Accounts payable						<u>-</u>
Assets held for others						<u>\$ 6,611</u>

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

Schedule of Assets Held for Others

June 30, 2014

Wabasso School

	Cash		Cash Disbursements	Transfers		Balances June 30, 2014
	Balances June 30, 2013	Cash Receipts		In	Out	
Clubs	\$ 23,807	-	939	-	-	22,868
Trusts	14,340	2,800	4,132	2,488	1,155	14,341
General	11,364	367	4,305	-	1,333	6,093
Total cash	\$ 49,511	3,167	9,376	2,488	2,488	43,302
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 43,302

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

Schedule of Assets Held for Others

June 30, 2014

County Office

	Cash		Cash Disbursements	Transfers		Balances June 30, 2014
	Balances June 30, 2013	Cash Receipts		In	Out	
Class account	\$ 487	-	-	-	-	487
Departments	-	120	96	2,941	-	2,965
Trusts	5,097	554	467	-	-	5,184
General	4,052	557	1,075	-	2,941	593
Total cash	\$ 9,636	1,231	1,638	2,941	2,941	9,229
Inventory						-
Accounts receivable						-
Accounts payable						-
Assets held for others						\$ 9,229

**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***



**Independent Auditor’s 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, 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, the statement of fiduciary net position of the School Board of Indian River County, Florida Internal Accounts (the “Internal Accounts”) as of June 30, 2014, and have issued our report thereon dated September 29, 2014. Our report on the financial statement included a paragraph explaining that the financial statement includes only the fiduciary net position of the Internal Accounts and does not include other fiduciary net position 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 of the financial statement, we considered the Internal Accounts’ internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. 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 a certain deficiency in internal control, described in the accompanying schedule of findings as item 2014-001 that we consider to be a significant deficiency.

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. The response was not subjected to the auditing procedures applied in the audit of the financial statement 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 Hoffman Mc Cann P.C.

September 29, 2014
Clearwater, Florida

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

Schedule of Findings

For the Year Ended June 30, 2014

Significant Deficiencies

2014-001 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.