

José F. Montes de Oca, Chief Auditor  
Office of Management and Compliance Audits

**SUBJECT:           COMPREHENSIVE ANNUAL FINANCIAL REPORT, AUDITOR'S  
COMMUNICATION OF AUDITS RESULTS AND MANAGEMENT  
LETTER FOR FISCAL YEAR ENDED JUNE 30, 2012 AND AUDIT  
OF EDUCATIONAL FACILITIES IMPACT FEE FUND, SPECIAL  
PURPOSE FINANCIAL STATEMENTS, JUNE 30, 2012**

**COMMITTEE:       INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS**

**LINK TO STRATEGIC  
FRAMEWORK:       FINANCIAL EFFICIENCY/STABILITY**

In these audited financial statements the external auditor, McGladrey LLP, concluded that, in their opinion, "...the basic financial statements...present fairly, in all material respects, the respective financial position...of The School Board as of June 30, 2012, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States." This language constitutes an unqualified opinion, which is the highest opinion that can be bestowed upon financial statements.

In conjunction with the yearly audit of the school system financial statements, McGladrey issued its Management Letter which contains five findings and corresponding recommendations. Three of these findings are related to internal controls over IT functions and one identifies a transfer to the health self-insurance fund that was made to eliminate its accumulated deficit. The District administration has provided responses with corrective actions that will be or have been taken to address the findings.

The Educational Facilities Impact Fee Fund, Special Purpose Financial Statements were audited by C Borders-Byrd, CPA LLC. The auditors concluded that the special purpose financial statements present fairly in all material respects the financial position of the Educational Facilities Impact Fee Fund, which also constitute an unqualified opinion. No findings were reported.

Total revenues for the Educational Facilities Impact Fee Fund, Special Purpose financial Statements for fiscal year 2012 were \$8.3 million, a considerable increase from fiscal year 2011. The ending fund balance for the year ended June 30, 2012 was \$2.3 million, a substantial increase from the prior fiscal year.

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The School Board Audit and Budget Advisory Committee reviewed these reports at its December 4, 2012, meeting and recommended transmitting them to the School Board.

Copies of these reports were distributed and placed on file in the Office of the Recording Secretary to the School Board and in the Citizen Information Center. Additional copies will be provided upon request.

- RECOMMENDED:**
- 1) That The School Board of Miami-Dade County, Florida, receive and file the Comprehensive Annual Financial Report, Auditor's Communication of Audit Results and Management Letter for Fiscal Year Ended June 30, 2012.
  - 2) That The School Board of Miami-Dade County, Florida, receive and file the Audit of Educational Facilities Impact Fee Fund, Special Purpose Financial Statements, June 30, 2012.

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