

**FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT
CITRUS COUNTY DISTRICT SCHOOL BOARD
FIDUCIARY FUNDS [PRIVATE-PURPOSE TRUST FUNDS
AND AGENCY FUNDS (INTERNAL ACCOUNTS)]
CITRUS COUNTY, FLORIDA**

JUNE 30, 2017

**FINANCIAL STATEMENTS
AND
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CITRUS COUNTY DISTRICT SCHOOL BOARD
FIDUCIARY FUNDS [PRIVATE-PURPOSE TRUST FUNDS
AND AGENCY FUNDS (INTERNAL ACCOUNTS)]**

CITRUS COUNTY, FLORIDA

JUNE 30, 2017

TABLE OF CONTENTS

Independent Auditors' Report	1-2
Statement of Fiduciary Net Assets	3
Statement of Changes in Fiduciary Net Position	4
Note to Financial Statements	5-6
Supplementary Information:	
Schedule of Assets Held for Others	
High Schools:	
Citrus High School	7
Crystal River High School.....	8
Lecanto High School	9
Middle Schools:	
Citrus Springs Middle School	10
Crystal River Middle School	11
Inverness Middle School	12
Lecanto Middle School	13
Elementary Schools:	
Central Ridge Elementary School	14
Citrus Springs Elementary School.....	15
Crystal River Primary School.....	16
Floral City Elementary School	17
Forest Ridge Elementary School	18
Hernando Elementary School.....	19
Homosassa Elementary School	20
Inverness Primary School.....	21
Lecanto Primary School	22
Pleasant Grove Elementary School	23
Rock Crusher Elementary School	24
Crest School	25
Marine Science Station	26
Renaissance Center	27
Withlacoochee Technical College	28

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CITRUS COUNTY, FLORIDA

JUNE 30, 2017

**TABLE OF CONTENTS
(Concluded)**

Other Reports

Independent 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>.....	29-30
Schedule of Findings and Other Matters.....	31
District's Response Letter.....	32

INDEPENDENT AUDITORS' REPORT

Citrus County District School Board
Citrus County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of Citrus County District School Board's (the District) [Private-Purpose Trust Funds (Statement of Fiduciary Net Position) and Agency Funds (Statement of Assets and Liabilities) (Internal Accounts)] as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's Fiduciary Funds as listed in the table of contents.

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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the 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.

Certified Public Accountants

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MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

INDEPENDENT AUDITORS' REPORT
(Concluded)

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial net position of the Fiduciary Funds of the District, as of June 30, 2017, and the respective changes in the financial net position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 of the Note to Financial Statements, the accompanying financial statements include only the fiduciary net position of the Fiduciary Funds. The financial statements do not include other financial activities of the District and, accordingly, do not purport to, and do not present the fiduciary net position, or changes therein, of the District in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's Fiduciary Funds. The information listed in the table of contents as supplementary information, consisting of the Schedules of Changes in Assets and Liabilities, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the District's Fiduciary Funds and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the District's Fiduciary Funds or to the District's Fiduciary Fund's themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedules of Changes in Assets and Liabilities are fairly stated in all material respects in relation to the District's Fiduciary Funds as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2017, on our consideration of the District's internal control over financial reporting and on 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 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 District's internal control over financial reporting and compliance.



October 31, 2017
Ocala, Florida

FIDUCIARY FUNDS
JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA

	ASSETS		STATEMENT OF ASSETS AND LIABILITIES	STATEMENT OF FIDUCIARY NET POSITION
			Agency Funds	Private- Purpose Trust Fund
Assets				
Cash and Cash Equivalents		\$	2,362,150	\$ 128,718
Accounts Receivable, Net			136,707	0
Inventory			3,549	0
Total Assets			2,502,406	128,718
LIABILITIES				
Liabilities				
Accounts Payable			7,215	0
Assets Held for Others			2,495,191	0
Total Liabilities			2,502,406	0
Net Position		\$	0	\$ 128,718

See accompanying note.

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA

	ASSETS
	Private-Purpose Trust Fund
Additions	<hr/>
Contributions:	
Individuals and Organizations	\$ 88,237
Transfer from WTC's Internal Accounts	96,193
Total Additions	<hr/> 184,430
 Deductions	
Scholarships Awarded	(46,407)
Transfer to School District	(225,039)
Total Deductions	<hr/> (271,446)
 Change in Net Position	 (87,016)
 Net Position, July 1, 2016	 <hr/> 215,734
 Net Position, June 30, 2017	 <hr/> <hr/> \$ 128,718

See accompanying note.

**NOTE TO FINANCIAL STATEMENTS
CITRUS COUNTY DISTRICT SCHOOL BOARD FIDUCIARY FUNDS
CITRUS COUNTY, FLORIDA**

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Student Activity Funds – Fiduciary Funds [Private-Purpose Trust Funds and Agency Funds (Internal Accounts)] of Citrus County District School Board (the District) have been prepared to conform to generally accepted accounting principles, as applied to governmental units. The Governmental Accounting Standards Board is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Pursuant to Florida Statutes, Section 1001.51(11)(f), the Superintendent of Schools is responsible for keeping records and accounts of all financial transactions in the manner prescribed by the State Board of Education. The following is a summary of the more significant of these policies:

Reporting Entity

The accompanying financial statements include the effects of activity relating exclusively to the Fiduciary Funds [Private-Purpose Trust Funds and Agency Funds (Internal Accounts)] of the schools within the District. The financial statements do not include other financial activities of the District. Therefore, the accompanying financial statements do not purport to, and do not, present the net position, or changes therein, of the District in accordance with accounting principles generally accepted in the United States of America.

The Fiduciary Funds are also included in the financial reporting entity of the District.

Within the Fiduciary Funds, the District reports the following fiduciary fund types:

- *Private-Purpose Trust Fund*—to account for various endowments, the earnings of which are held in trust for scholarships to students from Withlacoochee Technical College. In the current year the scholarship funds from Citrus High School were transferred to the District.
- *Agency Funds*—to account for resources of the schools' internal funds, which are used to administer monies, collected at the District's schools in connection with student, athletic, class, and club activities. The fund is made up of all of the internal account activity of the District's twenty-three elementary, middle, and high schools, as well as other internal accounts for special schools and programs, and are unbudgeted public funds under the control and supervision of the District, with individual school principals having day-to-day responsibility over their respective schools, as required by the Red Book.

The collection and disbursement of internal accounts is performed in accordance with Florida Statutes, School Board rules, and the Financial and Program Cost Accounting and Reporting for Florida Schools manual, published by the Florida Department of Education.

The District accounts for student activity funds in an agency fund because the fund is custodial in nature and does not measure the results of operations.

Measurement Focus and Basis of Accounting

The accompanying financial statements are presented on the accrual basis of accounting.

NOTE TO FINANCIAL STATEMENTS
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA
(Concluded)

Note 1 - Summary of Significant Accounting Policies (Concluded)

Cash and Cash Equivalents

Cash deposits and certificates of deposits are held by banks qualified as public depositories under Florida law. All deposits and certificates of deposits are insured by federal depository insurance and/or collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes; thus, all bank balances of the Student Activity Funds of the District are fully-insured or collateralized.

Accounts Receivable

The majority of the accounts receivables are recorded for tuition/fees and facility use that are earned and unpaid as of year-end. An allowance for uncollectible accounts was recorded for Withlacoochee Technical College receivables in the amount of \$14,675.

Inventory

Inventory consists of various school supplies and is reported at cost under the first-in first-out method.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Actual results could differ from those estimates.

SUPPLEMENTARY INFORMATION

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Citrus High School						
	Cash		Transfer			Cash
	Balances	Additions	Deductions	In	(Out)	Balances
	July 1, 2016					June 30, 2017
Athletics	\$ 68,999	\$ 246,141	\$ (249,310)	\$ 58,888	\$ (64,943)	\$ 59,775
Music	274	753	(1,033)	200	0	194
Classes	8,928	48,748	(51,894)	3,462	(14)	9,230
Clubs	46,703	140,321	(124,808)	8,430	(7,859)	62,787
Departments	6,941	4,208	(3,356)	0	(347)	7,446
Trusts	38,269	25,296	(39,173)	980	(2,597)	22,775
General	31,226	24,252	(40,240)	3,954	(1,087)	18,105
Total Cash	\$ 201,340	\$ 489,719	\$ (509,814)	\$ 75,914	\$ (76,847)	180,312
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						180,312
Private Purpose Trust Fund	215,734	8,373	(225,039)	932	0	0
Total Assets Held for Others						\$ 180,312

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Crystal River High School

	Cash Balances July 1, 2016	Additions	Deductions	Transfer		Cash Balances June 30, 2017
				In	(Out)	
Athletics	\$ 79,778	\$ 239,868	\$ (199,607)	\$ 43,163	\$ (47,020)	\$ 116,182
Music	2,854	14,097	(13,396)	385	0	3,940
Classes	55,182	113,913	(89,864)	1,643	(11,553)	69,321
Clubs	37,862	48,787	(46,708)	17,579	(13,012)	44,508
Departments	9,108	10,563	(8,774)	161	(813)	10,245
Trusts	13,239	38,998	(31,092)	6,488	(3,040)	24,593
General	23,473	50,836	(56,770)	6,120	(101)	23,558
Total Cash	\$ 221,496	\$ 517,062	\$ (446,211)	\$ 75,539	\$ (75,539)	292,347
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	(4,140)	(6,132)	4,140	0	0	(6,132)
Assets Held for Others						\$ 286,215

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Lecanto High School

	Cash		Deductions	Transfer		Cash
	Balances	Additions		In	(Out)	Balances
	July 1, 2016					June 30, 2017
Athletics	\$ 71,743	\$ 268,660	\$ (249,857)	\$ 49,958	\$ (45,601)	\$ 94,903
Music	7,442	61,217	(65,740)	0	(2,265)	654
Classes	14,928	14,354	(15,796)	1,767	(2,012)	13,241
Clubs	42,754	114,564	(105,366)	6,829	(11,655)	47,126
Departments	16,709	20,893	(32,315)	7,771	0	13,058
Trusts	13,705	33,185	(27,179)	5,418	(20)	25,109
General	23,382	54,408	(20,912)	0	(10,190)	46,688
Total Cash	<u>\$ 190,663</u>	<u>\$ 567,281</u>	<u>\$ (517,165)</u>	<u>\$ 71,743</u>	<u>\$ (71,743)</u>	240,779
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						<u>\$ 240,779</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Citrus Springs Middle School

	Cash		Deductions	Transfer		Cash
	Balances	Additions		In	(Out)	Balances
	July 1, 2016					June 30, 2017
Athletics	\$ 10,846	\$ 22,858	\$ (22,375)	\$ 12,527	\$ (12,277)	\$ 11,579
Music	106	5,396	(5,590)	219	0	131
Classes	1,862	1,060	(835)	0	0	2,087
Clubs	1,730	2,396	(2,116)	0	(30)	1,980
Departments	14,965	13,073	(12,288)	0	(897)	14,853
Trusts	6,379	24,827	(22,234)	250	0	9,222
General	18,049	24,120	(26,728)	927	(719)	15,649
Total Cash	<u>\$ 53,937</u>	<u>\$ 93,730</u>	<u>\$ (92,166)</u>	<u>\$ 13,923</u>	<u>\$ (13,923)</u>	55,501
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						<u>\$ 55,501</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Crystal River Middle School

	Cash			Transfer		Cash
	Balances July 1, 2016	Additions	Deductions	In	(Out)	Balances June 30, 2017
Athletics	\$ 26,230	\$ 23,906	\$ (24,555)	\$ 1,723	\$ (1,520)	\$ 25,784
Music	2,051	2,232	(1,141)	0	0	3,142
Classes	14,909	9,552	(9,515)	1,665	0	16,611
Clubs	12,147	12,220	(11,553)	832	(12)	13,634
Departments	14,000	839	(4,812)	4,792	0	14,819
Trusts	11,154	17,222	(15,746)	0	0	12,630
General	39,454	39,883	(29,632)	1,808	(9,288)	42,225
Total Cash	<u>\$ 119,945</u>	<u>\$ 105,854</u>	<u>\$ (96,954)</u>	<u>\$ 10,820</u>	<u>\$ (10,820)</u>	128,845
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	<u>0</u>
Assets Held for Others						<u>\$ 128,845</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Inverness Middle School

	Cash		Deductions	Transfer		Cash
	Balances	Additions		In	(Out)	Balances
	July 1, 2016					June 30, 2017
Athletics	\$ 28,231	\$ 29,579	\$ (28,602)	\$ 1,644	\$ (922)	\$ 29,930
Music	1,646	11,174	(8,246)	828	0	5,402
Classes	4,270	25,288	(24,821)	1,284	0	6,021
Clubs	25,252	47,907	(42,621)	3,756	(2,022)	32,272
Departments	8,106	7,167	(11,525)	508	(1,490)	2,766
Trusts	6,275	11,942	(9,786)	318	(1,222)	7,527
General	28,724	20,157	(30,348)	1,313	(3,995)	15,851
Total Cash	\$ 102,504	\$ 153,214	\$ (155,949)	\$ 9,651	\$ (9,651)	99,769
Accounts Receivable	0	336	0	0	0	336
Inventory	0	0	0	0	0	0
Accounts Payable	0	(694)	0	0	0	(694)
Assets Held for Others						\$ 99,411

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Lecanto Middle School

	Cash Balances July 1, 2016	Additions	Deductions	Transfer		Cash Balances June 30, 2017
				In	(Out)	
Athletics	\$ 29,968	\$ 36,225	\$ (39,981)	\$ 10,928	\$ (14,438)	\$ 22,702
Music	4,547	28,011	(31,033)	3,074	(2,917)	1,682
Classes	6,113	25,229	(26,178)	421	(291)	5,294
Clubs	16,901	46,612	(46,896)	8,868	(6,636)	18,849
Departments	3,931	10,760	(8,422)	700	(484)	6,485
Trusts	4,806	10,577	(11,271)	616	(169)	4,559
General	11,514	17,875	(18,467)	1,110	(782)	11,250
Total Cash	<u>\$ 77,780</u>	<u>\$ 175,289</u>	<u>\$ (182,248)</u>	<u>\$ 25,717</u>	<u>\$ (25,717)</u>	70,821
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	<u>0</u>
Assets Held for Others						<u>\$ 70,821</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Central Ridge Elementary School

	Cash			Transfer		Cash
	Balances	Additions	Deductions	In	(Out)	Balances
July 1, 2016	June 30, 2017					
Classes	\$ 2,354	\$ 936	\$ (1,450)	\$ 769	\$ (806)	\$ 1,803
Clubs	6,326	7,070	(7,020)	0	0	6,376
Departments	2,800	971	(1,816)	922	0	2,877
Trusts	7,993	7,039	(6,515)	0	(265)	8,252
General	19,147	11,742	(8,426)	2,708	(4,273)	20,898
Total Cash	<u>\$ 38,620</u>	<u>\$ 27,758</u>	<u>\$ (25,227)</u>	<u>\$ 4,399</u>	<u>\$ (5,344)</u>	40,206
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						<u>\$ 40,206</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Citrus Springs Elementary School

	Cash Balances July 1, 2016	Additions	Deductions	Transfer		Cash Balances June 30, 2017
				In	(Out)	
Music	\$ 1,110	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,110
Classes	611	17,684	(15,946)	37	(2,385)	1
Clubs	3,007	8,073	(7,346)	0	0	3,734
Departments	2,746	5,102	(5,624)	100	0	2,324
Trusts	5,709	85	(1,487)	930	(37)	5,200
General	18,104	15,592	(10,641)	2,239	(885)	24,409
Total Cash	\$ 31,287	\$ 46,536	\$ (41,044)	\$ 3,306	\$ (3,307)	36,778
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						\$ 36,778

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Crystal River Primary School

	Cash Balances July 1, 2016	Additions	Deductions	Transfer		Cash Balances June 30, 2017
				In	(Out)	
Music	\$ 91	\$ 60	\$ 0	\$ 0	\$ 0	\$ 151
Classes	3,763	1,097	(684)	301	(474)	4,003
Clubs	570	1,616	(1,307)	125	0	1,004
Departments	1,906	1,164	(368)	0	0	2,702
Trusts	3,820	4,981	(4,459)	0	(305)	4,037
General	32,588	19,338	(19,900)	508	(155)	32,379
Total Cash	\$ 42,738	\$ 28,256	\$ (26,718)	\$ 934	\$ (934)	44,276
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	(243)	0	0	0	(243)
Assets Held for Others						\$ 44,033

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Floral City Elementary School

	Cash		Transfer			Cash
	Balances	Additions	Deductions	In	(Out)	Balances
	July 1, 2016					June 30, 2017
Classes	\$ 6,616	\$ 5,555	\$ (6,564)	\$ 1,637	\$ (42)	\$ 7,202
Clubs	274	795	(579)	65	0	555
Departments	1,534	250	(628)	0	(610)	546
Trusts	1,479	1,120	(995)	0	0	1,604
General	9,563	10,646	(8,035)	812	(1,862)	11,124
Total Cash	\$ 19,466	\$ 18,366	\$ (16,801)	\$ 2,514	\$ (2,514)	21,031
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						\$ 21,031

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Forest Ridge Elementary School

	Cash		Transfer		Cash	
	Balances July 1, 2016	Additions	Deductions	In	(Out)	Balances June 30, 2017
Music	\$ 498	\$ 990	\$ (662)	\$ 0	\$ 0	\$ 826
Classes	7,237	24,941	(25,361)	445	(382)	6,880
Clubs	1,830	845	(1,649)	1,774	0	2,800
Departments	2,632	0	(10)	1,175	0	3,797
Trusts	14,181	2,886	(2,509)	286	(898)	13,946
General	48,145	20,930	(26,364)	4,260	(6,660)	40,311
Total Cash	<u>\$ 74,523</u>	<u>\$ 50,592</u>	<u>\$ (56,555)</u>	<u>\$ 7,940</u>	<u>\$ (7,940)</u>	68,560
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						<u>\$ 68,560</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Hernando Elementary School

	Cash Balances July 1, 2016	Additions	Deductions	Transfer		Cash Balances June 30, 2017
				In	(Out)	
Classes	\$ 868	\$ 8,950	\$ (9,196)	\$ 188	\$ (212)	\$ 598
Clubs	8,075	5,055	(4,817)	418	0	8,731
Departments	2,145	698	(587)	20	0	2,276
Trusts	12,190	100	(3,235)	0	0	9,055
General	35,686	9,633	(19,381)	36	(450)	25,524
Total Cash	\$ 58,964	\$ 24,436	\$ (37,216)	\$ 662	\$ (662)	46,184
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						\$ 46,184

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Homosassa Elementary School

	Cash		Transfer			Cash
	Balances July 1, 2016	Additions	Deductions	In	(Out)	Balances June 30, 2017
Music	\$ 438	\$ 785	\$ (674)	\$ 0	\$ 0	\$ 549
Classes	1,494	2,176	(3,076)	635	(104)	1,125
Clubs	6,602	2,795	(185)	0	(4,002)	5,210
Departments	2,782	1,236	(413)	0	0	3,605
Trusts	16,384	8,508	(10,472)	2,451	(500)	16,371
General	10,646	16,455	(16,007)	6,225	(4,705)	12,614
Total Cash	<u>\$ 38,346</u>	<u>\$ 31,955</u>	<u>\$ (30,827)</u>	<u>\$ 9,311</u>	<u>\$ (9,311)</u>	39,474
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						<u>\$ 39,474</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Inverness Primary School

	Cash		Transfer			Cash
	Balances	Additions	Deductions	In	(Out)	Balances
	July 1, 2016					June 30, 2017
Music	\$ 11	\$ 691	\$ (631)	\$ 23	\$ 0	\$ 94
Classes	7,033	31,416	(30,900)	868	(931)	7,486
Clubs	361	1,534	(1,363)	0	0	532
Departments	2,083	63	(3,075)	2,954	0	2,025
Trusts	5,624	2,123	(2,141)	385	0	5,991
General	33,233	35,507	(29,997)	3,622	(6,921)	35,444
Total Cash	\$ 48,345	\$ 71,334	\$ (68,107)	\$ 7,852	\$ (7,852)	51,572
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						\$ 51,572

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Lecanto Primary School

	Cash		Deductions	Transfer		Cash
	Balances	Additions		In	(Out)	Balances
	July 1, 2016					June 30, 2017
Music	\$ 199	\$ 15	\$ (130)	\$ 0	\$ 0	\$ 84
Classes	322	10,542	(10,060)	0	(98)	706
Clubs	4,777	6,010	(4,974)	0	0	5,813
Departments	2,749	748	(618)	0	0	2,879
Trusts	2,023	1,591	(1,778)	431	0	2,267
General	6,859	10,557	(11,827)	72	(405)	5,256
Total Cash	<u>\$ 16,929</u>	<u>\$ 29,463</u>	<u>\$ (29,387)</u>	<u>\$ 503</u>	<u>\$ (503)</u>	17,005
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						<u>\$ 17,005</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Pleasant Grove Elementary School

	Cash Balances July 1, 2016	Additions	Deductions	Transfer		Cash Balances June 30, 2017
				In	(Out)	
Classes	\$ 6,830	\$ 35,543	\$ (35,791)	\$ 654	\$ (190)	\$ 7,046
Clubs	8,286	9,675	(8,057)	410	0	10,314
Departments	13,084	5,560	(7,299)	0	0	11,345
Trusts	25,170	6,743	(9,571)	33	(3,335)	19,040
General	16,096	12,682	(16,059)	3,589	(1,161)	15,147
Total Cash	<u>\$ 69,466</u>	<u>\$ 70,203</u>	<u>\$ (76,777)</u>	<u>\$ 4,686</u>	<u>\$ (4,686)</u>	62,892
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	(3,513)	(146)	3,513	0	0	<u>(146)</u>
Assets Held for Others						<u>\$ 62,746</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Rock Crusher Elementary School

	Cash		Transfer			Cash
	Balances					Balances
	July 1, 2016	Additions	Deductions	In	(Out)	June 30, 2017
Music	\$ 1,569	\$ 2,369	\$ (2,180)	\$ 0	\$ 0	\$ 1,758
Classes	14,947	26,893	(27,603)	0	(4,468)	9,769
Clubs	2,581	2,100	(2,073)	289	(990)	1,907
Departments	5,281	1,484	(1,829)	0	(2,165)	2,771
Trusts	7,213	1,856	(828)	0	(4,695)	3,546
General	58,269	15,963	(16,779)	12,609	(580)	69,482
Total Cash	<u>\$ 89,860</u>	<u>\$ 50,665</u>	<u>\$ (51,292)</u>	<u>\$ 12,898</u>	<u>\$ (12,898)</u>	89,233
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						<u>\$ 89,233</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Crest School

	Cash		Deductions	Transfer		Cash
	Balances	Additions		In	(Out)	Balances
	July 1, 2016					June 30, 2017
Classes	\$ 2,162	\$ 1,290	\$ (1,119)	\$ 0	\$ 0	\$ 2,333
Clubs	2,159	1,206	(1,665)	166	0	1,866
Trusts	11,823	9,984	(1,336)	0	(166)	20,305
General	5,599	15,020	(14,741)	6	(6)	5,878
Total Cash	<u>\$ 21,743</u>	<u>\$ 27,500</u>	<u>\$ (18,861)</u>	<u>\$ 172</u>	<u>\$ (172)</u>	30,382
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						<u>\$ 30,382</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Marine Science Station

	Cash		Deductions	Transfer		Cash
	Balances July 1, 2016	Additions		In	(Out)	Balances June 30, 2017
Classes	\$ 56,003	\$ 34,445	\$ (76,133)	\$ 12,600	\$ 0	\$ 26,915
Clubs	172	0	(66)	0	0	106
Trusts	4,631	15,711	(3,095)	0	(12,600)	4,647
General	3,680	34,579	(27,212)	0	0	11,047
Total Cash	<u>\$ 64,486</u>	<u>\$ 84,735</u>	<u>\$ (106,506)</u>	<u>\$ 12,600</u>	<u>\$ (12,600)</u>	42,715
Accounts Receivable	9,240	9,240	(9,240)	0	0	9,240
Inventory	0	0	0	0	0	0
Accounts Payable	(7,313)	0	7,313	0	0	0
Assets Held for Others						<u>\$ 51,955</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Renaissance Center

	Cash Balances July 1, 2016	Additions	Deductions	Transfer		Cash Balances June 30, 2017
				In	(Out)	
Classes	\$ 193	\$ 0	\$ (193)	\$ 0	\$ 0	\$ 0
Clubs	63	0	(63)	0	0	0
Trusts	275	0	(275)	0	0	0
General	3,656	0	(3,656)	0	0	0
Total Cash	<u>\$ 4,187</u>	<u>\$ 0</u>	<u>\$ (4,187)</u>	<u>\$ 0</u>	<u>\$ 0</u>	0
Accounts Receivable	0	0	0	0	0	0
Inventory	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0
Assets Held for Others						<u>\$ 0</u>

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2017
CITRUS COUNTY DISTRICT SCHOOL BOARD
CITRUS COUNTY, FLORIDA**

Withlacoochee Technical College

	Cash Balances July 1, 2016	Additions	Deductions	Transfer		Cash Balances June 30, 2017
				In	(Out)	
Classes	\$ 72,827	\$ 969,348	\$ (1,012,129)	\$ 1,572	\$ (4,388)	\$ 27,230
Clubs	18,791	16,679	(16,921)	4,270	(814)	22,005
Trusts	79,681	238,119	(192,433)	0	(2,118)	123,249
General	488,979	614,995	(574,468)	2,019	(541)	530,984
Total Cash	<u>\$ 660,278</u>	<u>\$ 1,839,141</u>	<u>\$ (1,795,951)</u>	<u>\$ 7,861</u>	<u>\$ (7,861)</u>	703,468
Accounts Receivable	99,741	86,390	(44,325)	0	0	141,806
Allowance	0	(14,675)	0	0	0	(14,675)
Inventory	1,128	3,549	(1,128)	0	0	3,549
Accounts Payable	(65,916)	0	65,916	0	0	<u>0</u>
Assets Held for Others						<u>834,148</u>
Private Purpose Trust Fund	96,193	78,932	(46,407)	0	0	<u>128,718</u>
Total Assets Held for Others						<u>\$ 962,866</u>

OTHER REPORTS

**INDEPENDENT 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***

Citrus County District School Board
Citrus County, Florida

We have audited, in accordance with the 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 financial statements of the [Private-Purpose Trust Funds (Statement of Fiduciary Net Position) and Agency Funds (Statement of Assets and Liabilities) (Internal Accounts)] of the Citrus County School Board District (the District) as of and for the year ended June 30, 2017, and the related note to the financial statements, which collectively comprise the Fiduciary Funds of the District and have issued our report thereon dated October 31, 2017.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Districts' 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 statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and other matters that we consider to be a significant deficiency as 2013-001.

Certified Public Accountants

P.O. Box 141270 • 222 N.E. 1st Street • Gainesville, Florida 32614-1270 • (352) 378-2461 • FAX (352) 378-2505
Laurel Ridge Professional Center • 2347 S.E. 17th Street • Ocala, Florida 34471 • (352) 732-3872 • FAX (352) 732-0542
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MEMBERS OF AMERICAN AND FLORIDA INSTITUTES OF CERTIFIED PUBLIC ACCOUNTANTS
MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

Citrus County District School Board
Citrus County, Florida

**INDEPENDENT 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*
(*Concluded*)**

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from 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*.

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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Durvis, Gray and Company, LLP

October 31, 2017
Ocala, Florida

**SCHEDULE OF FINDINGS AND OTHER MATTERS
CITRUS COUNTY DISTRICT SCHOOL BOARD
FOR THE YEAR ENDED JUNE 30, 2017**

Significant Deficiencies

2013-001 *Finding-Lack of Segregation of Duties*

Because of a limited number of personnel, school employees who maintain accounting records also handle cash collections, cosign checks, and reconcile bank statement balances to the accounting records. Consequently, the possibility exists that unintentional or intentional errors or irregularities could exist and not be promptly detected.

Recommendation

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. We noted that some principals are reviewing bank reconciliations in order to help compensate for the lack of segregation of duties. We continue to encourage all principals to perform this review process. We further encourage the principals to require that the bank statements be routed to them unopened and that they examine the cancelled checks (or check copies) for alterations or unusual payees.

Other Matters

In addition to the significant deficiencies described above, our audit procedures disclosed the following immaterial instances of noncompliance at various schools, which are hereafter presented for your consideration. For schools that are not specifically identified, our audit procedures did not disclose other conditions that we feel should be brought to your attention.

Chapter 8, Section III of the Florida Department of Education's "Red Book" provides standards, practices, and procedures for Districts to govern internal accounts. Our audit procedures included the review of cash receipts and disbursements. We noted several instances of noncompliance with these standards, practices, and procedures as they related to the transactions of cash receipts and disbursements at the following schools:

- Crystal River Middle School
- Crystal River High School
- Marine Science Station
- Lecanto Middle School
- Lecanto High School
- Floral City Elementary School
- Inverness Middle School
- Forest Ridge Primary School
- Rock Crusher Elementary School
- Pleasant Grove Elementary
- Citrus Springs Elementary

We recommend that the District's management continue to monitor and train accounting staff at the Schools to ensure compliance with the Red Book's standards.



SANDRA "SAM" HIMMEL – SUPERINTENDENT OF SCHOOLS

*"Where Learning is the Expectation
And Caring is a Commitment"*

THOMAS KENNEDY
DISTRICT 1

VIRGINIA BRYANT
DISTRICT 2

DOUGLAS A. DODD
DISTRICT 3

SANDRA COUNTS
DISTRICT 4

LINDA B. POWERS
DISTRICT 5

October 31, 2017

Purvis, Gray & Company, L.L.P.
Attn: Helen Y. Painter
2347 SE 17th Street
Ocala, Florida 34471
Re: Citrus County Schools' Internal Account Audit

Dear Ms. Painter:

Regarding the above-referenced Audit, the District's Response is as follows:

Significant Deficiencies

2013-001 - Lack of Segregation of Accounting Duties

District's Response – The District acknowledges that due to staffing levels, duties cannot always be adequately separated. The District provides a compensating control of review to help mitigate any control issues. The District will encourage Principals to require that the bank statements be routed to them unopened and that they examine the cancelled checks (or check copies) for alteration or unusual payees.

OTHER MATTERS – Immaterial instances

District's Response – The District will continue to reiterate standards, practices and procedures based on the Florida Department of Education's "Red Book" at annual trainings and through monthly e-mails to Bookkeepers.

Respectfully,

Tammy Wilson
Director of Finance