

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

INTERIM FINANCIAL STATEMENTS

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SEPTEMBER 30, 2015

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THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA
COMBINED BALANCE SHEET
As of September 30, 2015

(With comparative totals for September 30, 2014)

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	TOTALS (Memorandum Only)	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	INTERNAL SERVICE	AGENCY FUNDS	September 2015	September 2014
ASSETS:								
Cash, cash equivalents and investments	\$ 114,022,301	\$ 40,180,338	\$ 11,940,007	\$ 369,529,101	\$ 232,920	\$ 15,274,281	\$ 551,178,948	\$ 362,127,082
Due from other agencies	180,041,349	31,026,454	2,188,832	46,765,699	-	-	260,022,334	260,517,590
Due from other funds	30,307,703	-	-	-	-	-	30,307,703	25,370,737
Inventories	6,796,012	3,710,325	-	-	21,638	-	10,527,975	11,040,232
Fixed assets	-	-	-	-	857	-	857	655
Other assets	13,597,572	98,484	-	71,173	150	-	13,767,379	12,764,354
TOTAL ASSETS	\$ 344,764,937	\$ 75,015,601	\$ 14,128,839	\$ 416,365,973	\$ 255,565	\$ 15,274,281	\$ 865,805,196	\$ 671,820,650 (A)
LIABILITIES AND FUND EQUITY:								
LIABILITIES:								
Accounts payable and accrued expenditures/expenses	\$ 16,190,721	\$ 6,521,197	\$ 10,180,556	\$ 4,084,658	\$ -	\$ 15,274,281	\$ 52,251,413	\$ 42,086,676
Salaries, benefits and payroll taxes payable	51,791,325	-	-	-	-	-	51,791,325	45,006,776
Deferred summer pay	9,171,974	-	-	-	-	-	9,171,974	13,264,116
Payroll deductions and withholdings payable	20,874,079	-	-	-	-	-	20,874,079	24,076,500
Due to other agencies	10,120,222	-	-	-	-	-	10,120,222	11,205,358
Due to other funds	-	18,856,043	-	11,451,660	-	-	30,307,703	25,370,737
Deferred revenue	51,105,065	-	-	486,306	-	-	51,591,371	47,679,540
Liability for compensated absences	7,657,253	97,505	-	-	-	-	7,754,758	9,129,263
Estimated liability for self-insured risks	12,037,455	-	-	-	-	-	12,037,455	7,461,774
Notes payable	1,250,000	-	-	-	-	-	1,250,000	-
Retainages payable	-	-	-	5,624,022	-	-	5,624,022	7,145,602
TOTAL LIABILITIES	180,198,094	25,474,745	10,180,556	21,646,646	-	15,274,281	252,774,322	232,426,342 (B)
FUND EQUITY:								
Net assets-invested in capital assets	-	-	-	-	857	-	857	655
Net assets-unrestricted	-	-	-	-	254,708	-	254,708	174,880
Fund balances:								
Nonspendable	20,360,809	3,710,325	-	-	-	-	24,071,134	11,018,594
Restricted	3,972,622	42,590,774	1,754,451	394,719,327	-	-	445,226,006	289,256,211
Committed	54,634,639	-	-	-	-	-	54,634,639	55,018,639
Assigned/Unassigned	85,598,773	3,239,757	-	-	-	-	88,843,530	83,925,329
TOTAL FUND EQUITY	164,566,843	49,540,856	3,948,283	394,719,327	255,565	-	613,030,874	439,394,308 (C)
TOTAL LIABILITIES AND FUND EQUITY	\$ 344,764,937	\$ 75,015,601	\$ 14,128,839	\$ 416,365,973	\$ 255,565	\$ 15,274,281	\$ 865,805,196	\$ 671,820,650

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
For The Three Months Ended September 30, 2015

(With comparative amounts for the three months ended September 30, 2014)

	GOVERNMENTAL FUND TYPES				TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	(Memorandum Only)	
					September 2015	September 2014
REVENUES:						
Local sources:						
Ad valorem taxes	\$ 175,815,585	\$ -	\$ 2,191,382	\$ 46,311,781	\$ 224,318,748	\$ 225,847,593
Food sales	-	2,180,306	-	-	2,180,306	2,901,130
Interest income and other	10,244,512	1,472,646	51,040	669,752	12,437,950	12,082,727
Total local sources	186,060,097	3,652,952	2,242,422	46,981,533	238,937,004	240,831,450
State sources:						
Florida education finance program	131,630,400	-	-	-	131,630,400	132,746,471
Other	75,838,210	872,441	-	2,390,826	79,101,477	87,976,933
Total state sources	207,468,610	872,441	-	2,390,826	210,731,877	220,723,404
Federal sources:						
Food service	-	12,047,764	-	-	12,047,764	13,521,202
Other	357,407	24,089,616	-	-	24,447,023	31,462,763
Total federal sources	357,407	36,137,380	-	-	36,494,787	44,983,965
TOTAL REVENUES	393,886,114	40,662,773	2,242,422	49,372,359	486,163,668	506,538,819
EXPENDITURES:						
Current Operating:						
Instructional services	257,482,847	16,616,880	-	-	274,099,727	282,465,409
Instructional support services	27,478,363	8,269,038	-	-	35,747,401	38,215,428
Pupil transportation services	12,848,039	84,908	-	-	12,932,947	15,560,972
Operation and maintenance of plant	52,489,531	14,015	-	-	52,503,546	55,586,478
School administration	28,498,634	869	-	-	28,499,503	31,097,030
Food service	-	15,292,761	-	-	15,292,761	17,811,851
Technology Services	5,651,252	-	-	-	5,651,252	5,526,526
General administration	20,122,572	948,099	-	-	21,070,671	22,417,711
Total current operating	404,571,238	41,226,570	-	-	445,797,808	468,681,405
Debt Service:						
Principal reduction	-	-	2,585,023	-	2,585,023	1,820,541
Interest and other charges	-	-	1,929,102	-	1,929,102	1,117,938
Capital Outlay	-	28,542	-	25,292,310	25,320,852	14,632,166
TOTAL EXPENDITURES	404,571,238	41,255,112	4,514,125	25,292,310	475,632,785	486,252,050
EXCESS OF REVENUES OVER (UNDER)						
EXPENDITURES	(10,685,124)	(592,339)	(2,271,703)	24,080,049	10,530,883	20,286,769
OTHER FINANCING SOURCES (USES):						
Proceeds of certificates of participation	-	-	65,205,000	-	65,205,000	-
Proceeds of capital leases	-	-	-	-	-	6,000,000
Proceeds from sale capital assets	-	-	-	559,589	559,589	66,273
Payments to refunded bond escrow agents	-	-	(65,000,000)	-	(65,000,000)	-
Operating transfers in	13,820,070	-	3,301,207	-	17,121,277	23,101,516
Operating transfers out	-	(14,070)	-	(17,107,207)	(17,121,277)	(23,101,516)
TOTAL OTHER FINANCING SOURCES (USES)	13,820,070	(14,070)	3,506,207	(16,547,618)	764,589	6,066,273
EXCESS REVENUES AND OTHER SOURCES OVER						
(UNDER) EXPENDITURES AND OTHER USES	3,134,946	(606,409)	1,234,504	7,532,431	11,295,472	26,353,042
FUND BALANCES, BEGINNING OF PERIOD	161,431,897	50,147,265	2,713,779	387,186,896	601,479,837	412,865,731
FUND BALANCES, END OF PERIOD	\$ 164,566,843	\$ 49,540,856	\$ 3,948,283	\$ 394,719,327	\$ 612,775,309	\$ 439,218,773

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES

GENERAL FUND

For The Three Months Ended September 30, 2015

(With comparative amounts for the three months ended September 30, 2014)

	BUDGET	REVENUES YEAR-TO-DATE	BALANCE REMAINING	REVENUES Y-T-D AS % OF BUDGET	REVENUES AS OF SEPTEMBER 2014
REVENUES:					
Local sources:					
Ad valorem taxes - current year	\$ 901,618,384	\$ 175,815,585	\$ 725,802,799	20%	\$ 180,301,561
Interest on investments	1,350,000	326,577	1,023,423	24%	167,887
After school supervision	15,900,000	2,449,031	13,450,969	15%	3,155,895
Course fees	10,544,567	1,726,159	8,818,408	16%	1,971,766
Receipt of federal indirect cost rate	8,400,000	956,990	7,443,010	11%	1,107,045
Rental income	1,500,000	330,813	1,169,187	22%	349,977
E-rate rebate	3,300,000	1,118,112	2,181,888	34%	1,052,561 (D)
Other	17,300,000	3,336,830	13,963,170	19%	3,210,472
Total local sources	959,912,951	186,060,097	773,852,854	19%	191,317,164
State sources:					
Florida education finance program	675,027,691	131,630,400	543,397,291	20%	132,746,471
Workforce development	70,923,617	13,830,105	57,093,512	19%	14,723,327
Adult w/Disabilities	-	-	-	-	161,339
Discretionary lottery funds	980,408	191,180	789,228	20%	547,713
Class size reduction	303,957,284	59,271,670	244,685,614	19%	61,959,838
State license tax	301,000	41,432	259,568	14%	40,860
Racing commission	446,500	-	446,500	-	-
School recognition/merit schools	12,111,086	2,361,662	9,749,424	20%	2,431,649
Other	2,623,565	142,161	2,481,404	5%	9,152 (E)
Total state sources	1,066,371,151	207,468,610	858,902,541	19%	212,620,349
Federal sources:					
ROTC	2,000,000	276,424	1,723,576	14%	179,048
Other	10,405,655	80,983	10,324,672	1%	3,770,697 (F)
Total federal sources	12,405,655	357,407	12,048,248	3%	3,949,745
Other financing sources:					
Transfer from special revenue funds	800,000	14,070	785,930	2%	260,180
Transfer from capital projects funds	70,800,000	13,806,000	56,994,000	20%	14,837,150
Total other financing sources	71,600,000	13,820,070	57,779,930	19%	15,097,330
TOTAL REVENUES & OTHER FINANCING SOURCES	\$ 2,110,289,757	\$ 407,706,184	\$ 1,702,583,573	19%	\$ 422,984,588

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES

GENERAL FUND

For The Three Months Ended September 30, 2015

(With comparative amounts for the three months ended September 30, 2014)

	BUDGET	EXPENDITURES YEAR-TO-DATE	BALANCE AVAILABLE	EXPENDITURES Y-T-D AS % OF BUDGET	EXPENDITURES AS OF SEPTEMBER 2014
EXPENDITURES:					
Instructional services	\$ 1,380,267,053	\$ 254,976,288	\$ 1,125,290,765	18%	\$ 262,317,248
Pupil personnel services	109,312,867	19,221,140	90,091,727	18%	20,210,632
Instructional media	21,894,233	3,868,955	18,025,278	18%	4,409,408
Instruction & curriculum development	18,802,788	3,775,164	15,027,624	20%	3,888,142
Instruction & staff training	4,636,441	613,104	4,023,337	13%	670,129
Technology-Instructional	21,860,403	5,042,541	16,817,862	23%	4,870,785
Board of education	4,566,948	926,645	3,640,303	20%	1,309,195
General administration	5,789,243	1,442,769	4,346,474	25%	1,508,462
School administration	130,041,997	28,498,634	101,543,363	22%	29,720,030
Fiscal services	8,386,953	2,092,662	6,294,291	25%	1,952,687
Central services	57,925,168	15,660,496	42,264,672	27%	16,811,127
Technology-Administrative	2,643,507	608,711	2,034,796	23%	655,627
Transportation services	81,102,027	12,848,039	68,253,988	16%	15,463,999
Operation services	174,332,710	38,607,332	135,725,378	22%	41,676,153
Maintenance services	62,581,103	13,882,199	48,698,904	22%	13,829,899
Community services	18,265,369	2,506,559	15,758,810	14%	3,467,400
Debt Service	125,838	-	125,838		-
TOTAL EXPENDITURES	2,102,534,648	404,571,238	1,697,963,410	19%	422,760,923
Other financing uses:					
Transfer to special revenue funds	40,000	-	40,000	-	-
Transfer to debt service funds	5,021,638	-	5,021,638		-
Total other financing uses	5,061,638	-	5,061,638	-	-
TOTAL EXPENDITURES & OTHER FINANCING USES	\$ 2,107,596,286	\$ 404,571,238	\$ 1,703,025,048	19%	\$ 422,760,923

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**SCHEDULE OF FUND BALANCE UTILIZATION****GENERAL FUND****For The Three Months Ended September 30, 2015****(With comparative amounts for the three months ended September 30, 2014)**

	<u>SEPTEMBER 2015</u>	<u>SEPTEMBER 2014</u>
BEGINNING FUND BALANCE	\$ 161,431,897	\$ 144,780,664
Plus:		
Revenues and other financing sources	407,706,184	422,984,588
Less:		
Expenditures and other financing uses	<u>404,571,238</u>	<u>422,760,923</u>
EXCESS OF REVENUES & OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>3,134,946</u>	<u>223,665</u>
ENDING FUND BALANCE:		
Nonspendable	20,360,809	7,577,043
Restricted	3,972,622	1,292,193
Committed	54,634,639	55,018,639
Assigned/Unassigned	<u>85,598,773</u>	<u>81,116,454</u>
TOTAL ENDING FUND BALANCE	<u><u>\$ 164,566,843</u></u>	<u><u>\$ 145,004,329</u></u>
Assigned/Unassigned fund balance as a percentage of projected General Fund revenues	<u><u>4.20%</u></u>	<u><u>4.10%</u></u>
Assigned/Unassigned fund balance as a percentage of projected General Fund revenues excluding charter school revenues	<u><u>4.85%</u></u>	<u><u>4.76%</u></u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPLANATION FOR COMBINED BALANCE SHEET

For The Three Months Ended September 30, 2015

Comparison of Combined Balance Sheet ended September 2015 to Combined Balance Sheet ended September 2014.

Criteria used: Actual balance that was greater or less than \$10 million of the September 2015 Combined Balance Sheet compared to the September 2014 Combined Balance Sheet.

TOTAL ASSETS

- (A) Total Assets increased approximately \$194.0 million of which \$189.0 million pertains to cash, cash equivalents and investments. \$160.0 million of the increase pertains to the General Obligation Bond (GOB) and Bond Premium proceeds (\$162 million originally received June 2015) which remain from the original issuance of the GOB.

TOTAL LIABILITIES

- (B) Total Liabilities increased approximately \$20.3 million of which \$10.2 million pertains to accounts payable and accrued expenditures/expenses. The \$10.2 million increase primarily pertains to \$5.0 million increase per debt service payable for matured bonds and \$2.9 million increase of payments payable for capital projects.

TOTAL FUND EQUITY

- (C) Total Fund Equity increased approximately \$173.6 million of which \$13.1 million pertains to nonspendable fund balance consisting of inventory and prepaid insurance. Prepaid insurance was included in assigned fund balance last year, however, GASB 54 stipulates that prepaid insurance is included in nonspendable fund balance.

Additionally, restricted fund balance increased approximately \$156.0 million. The increase in restricted fund balance is primarily due to \$147.8 million increase in capital project funds. \$160.0 million of the increase pertains to the General Obligation Bond (GOB) and Bond Premium proceeds (\$162 million originally received June 2015) which remain from the original issuance of the GOB.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPLANATION FOR BUDGET vs ACTUAL

GENERAL FUND

For The Three Months Ended September 30, 2015

Comparison of September 2015 General Fund budget to actual revenues and expenditures on pages 3 and 4 of the Interim Financial Statements as of September 2015.

Criteria used: Budgeted information that was greater or less than 10% compared to the actual revenues/expenditures reported on the monthly Interim Financial Statements.

ESTIMATED REVENUES

LOCAL SOURCES

(D) E-rate rebate

Due to the timing of revenue collection, revenue collected for FY2016 is for the first quarter and the budgeted revenues are anticipated to be collected for FY2016.

STATE SOURCES

(E) Voluntary Prekindergarten Program

Due to the timing of revenue collection, \$137 thousand revenue was collected through September 2015. The budgeted revenues are anticipated to be collected for FY2016. \$62 thousand was received and deposited in October 2015.

FEDERAL SOURCES

(F) Medicaid-Admission Claiming

Due to the timing of revenue collection, zero revenue was collected through September 2015. The budgeted revenues are anticipated to be collected for FY2016. \$2.1 million was submitted for payment subsequent to September 2015.