

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

INTERIM FINANCIAL STATEMENTS

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SEPTEMBER 30, 2017

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THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

COMBINED BALANCE SHEET

As of September 30, 2017

(With comparative totals for September 30, 2016)

	GOVERNMENTAL FUND TYPES					PROPRIETARY	FIDUCIARY	TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	GENERAL OBLIGATION BOND	OTHER CAPITAL FUNDS	INTERNAL	AGENCY	(Memorandum Only)	
						SERVICE	FUNDS	September 2017	September 2016
ASSETS:									
Cash, cash equivalents and investments	\$ 273,858,228	\$ 42,224,936	\$ 28,537,117	\$ 99,777,078	\$ 189,976,227	\$ 320,523	\$ 16,656,930	\$ 651,351,039	\$ 664,478,544 (A)
Due from other agencies	182,853,324	26,424,681	2,368,653	-	54,358,349	-	-	266,005,007	266,637,264
Due from other funds	31,478,473	-	-	-	-	-	-	31,478,473	25,322,406
Inventories	7,089,782	4,768,197	-	-	-	42,457	-	11,900,436	9,221,602
Fixed assets	-	-	-	-	-	3,860	-	3,860	9,246
Prepays and Other assets	13,247,742	191,058	8,393	132,135	146,667	264	-	13,726,259	12,857,601
TOTAL ASSETS	\$ 508,527,549	\$ 73,608,872	\$ 30,914,163	\$ 99,909,213	\$ 244,481,243	\$ 367,104	\$ 16,656,930	\$ 974,465,074	\$ 978,526,663
LIABILITIES AND FUND EQUITY:									
LIABILITIES:									
Accounts payable and accrued expenditures/expenses	\$ 21,651,041	\$ 3,773,540	\$ 18,921,131	\$ 1,548,310	\$ 1,896,999	\$ 171,766	\$ 16,656,930	\$ 64,619,717	\$ 60,598,247
Salaries, benefits and payroll taxes payable	43,803,506	-	-	-	-	-	-	43,803,506	70,760,058 (B)
Deferred summer pay	10,999,400	-	-	-	-	-	-	10,999,400	9,808,597
Payroll deductions and withholdings payable	29,809,045	-	-	-	-	-	-	29,809,045	21,904,329
Due to other agencies	14,368,153	-	-	-	-	-	-	14,368,153	13,172,379
Due to other funds	-	15,746,364	-	-	15,732,109	-	-	31,478,473	25,322,406
Deferred revenue	68,699,896	837,571	-	-	878,000	-	-	70,415,467	62,787,231
Liability for compensated absences	6,889,978	93,178	-	-	-	-	-	6,983,156	6,989,489
Estimated liability for self-insured risks	(14,803,511)	-	-	-	-	-	-	(14,803,511)	3,420,717
Notes payable	125,000,000	-	-	-	-	-	-	125,000,000	125,000,000
Retainages payable	20,959	-	-	2,950	2,464,355	-	-	2,488,264	3,088,160
TOTAL LIABILITIES	306,438,467	20,450,653	18,921,131	1,551,260	20,971,463	171,766	16,656,930	385,161,670	402,851,613
FUND EQUITY:									
Net assets-invested in capital assets	-	-	-	-	-	9,504	-	9,504	9,247
Net assets-unrestricted	-	-	-	-	-	185,834	-	185,834	229,129
Fund balances:									
Nonspendable	21,186,414	4,768,197	-	-	-	-	-	25,954,611	23,118,007
Restricted-Other	21,632,819	44,813,797	11,993,032	67,120,377	242,107,210	-	-	387,667,235	378,871,664
Restricted-Capital Encumbrances	-	-	-	31,237,576	(18,597,430)	-	-	12,640,146	31,869,622
Committed	54,327,295	-	-	-	-	-	-	54,327,295	54,327,295
Assigned/Unassigned	104,942,554	3,576,225	-	-	-	-	-	108,518,779	87,250,086 (C)
TOTAL FUND EQUITY	202,089,082	53,158,219	11,993,032	98,357,953	223,509,780	195,338	-	589,303,404	575,675,050
TOTAL LIABILITIES AND FUND EQUITY	\$ 508,527,549	\$ 73,608,872	\$ 30,914,163	\$ 99,909,213	\$ 244,481,243	\$ 367,104	\$ 16,656,930	\$ 974,465,074	\$ 978,526,663

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, 2017

(With comparative amounts for the three months ended September 30, 2016)

	GOVERNMENTAL FUND TYPES					TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	GENERAL OBLIGATION BOND	OTHER CAPITAL FUNDS	(Memorandum Only)	
						September 2017	September 2016
REVENUES:							
Local sources:							
Ad valorem taxes	\$ 180,319,872	\$ -	\$ 2,370,372	\$ -	\$ 54,338,883	\$ 237,029,127	\$ 239,099,624
Food sales	-	1,189,149	-	-	-	1,189,149	2,475,962
Interest income and other	10,623,909	1,666,374	(393,736)	236,661	339,087	12,472,295	14,149,359
Total local sources	<u>190,943,781</u>	<u>2,855,523</u>	<u>1,976,636</u>	<u>236,661</u>	<u>54,677,970</u>	<u>250,690,571</u>	<u>255,724,945</u>
State sources:							
Florida education finance program	144,357,639	-	-	-	-	144,357,639	142,578,993
Other	78,026,471	556,176	-	-	1,933,288	80,515,935	82,713,948
Total state sources	<u>222,384,110</u>	<u>556,176</u>	<u>-</u>	<u>-</u>	<u>1,933,288</u>	<u>224,873,574</u>	<u>225,292,941</u>
Federal sources:							
Food service	-	12,116,740	-	-	-	12,116,740	15,428,586
Other	556,023	33,911,162	-	-	-	34,467,185	26,150,689
Total federal sources	<u>556,023</u>	<u>46,027,902</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,583,925</u>	<u>41,579,275</u>
TOTAL REVENUES	<u>413,883,914</u>	<u>49,439,601</u>	<u>1,976,636</u>	<u>236,661</u>	<u>56,611,258</u>	<u>522,148,070</u>	<u>522,597,161</u>
EXPENDITURES:							
Current Operating:							
Instructional services	261,357,782	23,673,291	-	-	-	285,031,073	292,573,772
Student and instructional support services	29,966,464	9,889,096	-	-	-	39,855,560	41,232,596
Student transportation services	16,128,024	132,093	-	-	-	16,260,117	16,505,701
Operation and maintenance of plant	50,915,067	888,134	-	-	-	51,803,201	54,994,340
School administration	31,421,912	437,699	-	-	-	31,859,611	31,937,834
Food service	-	13,098,103	-	-	-	13,098,103	20,802,195
Instruction related technology	6,512,576	-	-	-	-	6,512,576	6,398,315
General administration	22,705,596	1,718,738	-	-	-	24,424,334	24,577,019
Total current operating	<u>419,007,421</u>	<u>49,837,154</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>468,844,575</u>	<u>489,021,772</u>
Debt Service:							
Principal reduction	-	-	3,949,813	-	-	3,949,813	2,622,848
Interest and other charges	-	-	1,785,328	-	-	1,785,328	1,374,992
Capital Outlay	-	-	-	8,398,894	28,207,542	36,606,436	19,247,643 (D)
TOTAL EXPENDITURES	<u>419,007,421</u>	<u>49,837,154</u>	<u>5,735,141</u>	<u>8,398,894</u>	<u>28,207,542</u>	<u>511,186,152</u>	<u>512,267,255</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(5,123,507)</u>	<u>(397,553)</u>	<u>(3,758,505)</u>	<u>(8,162,233)</u>	<u>28,403,716</u>	<u>10,961,918</u>	<u>10,329,906</u>
OTHER FINANCING SOURCES (USES):							
Proceeds of loans	-	-	-	-	-	-	975,000
Proceeds of bonds sold	-	-	-	-	-	-	-
Proceeds of capital leases	-	-	-	-	3,830,686	3,830,686	-
Proceeds from sale capital assets	-	-	-	-	3,357,344	3,357,344	404,279
Operating transfers in	17,187,346	-	5,724,824	-	-	22,912,170	20,935,566
Operating transfers out	-	(216,470)	-	-	(22,695,700)	(22,912,170)	(20,935,566)
TOTAL OTHER FINANCING SOURCES (USES)	<u>17,187,346</u>	<u>(216,470)</u>	<u>5,724,824</u>	<u>-</u>	<u>(15,507,670)</u>	<u>7,188,030</u>	<u>1,379,279</u>
EXCESS REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>12,063,839</u>	<u>(614,023)</u>	<u>1,966,319</u>	<u>(8,162,233)</u>	<u>12,896,046</u>	<u>18,149,948</u>	<u>11,709,185</u>
FUND BALANCES, BEGINNING OF PERIOD	<u>190,025,243</u>	<u>53,772,242</u>	<u>10,026,713</u>	<u>106,520,186</u>	<u>210,613,734</u>	<u>570,958,118</u>	<u>563,727,489</u>
FUND BALANCES, END OF PERIOD	<u>\$ 202,089,082</u>	<u>\$ 53,158,219</u>	<u>\$ 11,993,032</u>	<u>\$ 98,357,953</u>	<u>\$ 223,509,780</u>	<u>\$ 589,108,066</u>	<u>\$ 575,436,674</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES

GENERAL FUND

For The Three Months Ended September 30, 2017

(With comparative amounts for the three months ended September 30, 2016)

	<u>BUDGET</u>	<u>REVENUES YEAR-TO-DATE</u>	<u>BALANCE REMAINING</u>	<u>REVENUES Y-T-D AS % OF BUDGET</u>	<u>REVENUES AS OF SEPTEMBER 2016</u>
REVENUES:					
Local sources:					
Ad valorem taxes - current year	\$ 923,835,821	\$ 180,319,872	\$ 743,515,949	20%	\$ 184,102,584
Ad valorem taxes - prior years *	-	-	-	-	647,842
Interest on investments	3,250,000	655,854	2,594,146	20%	431,578
After school supervision	19,000,000	2,027,586	16,972,414	11%	3,481,437
Course fees	10,380,000	1,824,691	8,555,309	18%	1,853,200
Gifts, grants, bequests	-	13,384	(13,384)	OVER 100%	(E) -
Receipt of federal indirect cost rate	8,700,000	1,675,565	7,024,435	19%	1,229,369
Rental income	1,500,000	340,294	1,159,706	23%	433,196
E-rate rebate	3,150,000	882,796	2,267,204	28%	626,629
Other	13,850,000	3,203,739	10,646,261	23%	2,618,233
Total local sources	<u>983,665,821</u>	<u>190,943,781</u>	<u>792,722,040</u>	19%	<u>195,424,068</u>
State sources:					
Florida education finance program	740,295,586	144,357,639	595,937,947	19%	142,578,993
Workforce development	73,370,726	14,307,292	59,063,434	20%	14,240,185
Adult w/Disabilities	800,000	156,000	644,000	20%	160,800
Discretionary lottery funds	4,706,348	917,738	3,788,610	20%	-
Class size reduction	311,071,277	60,658,899	250,412,378	19%	62,099,791
State license tax	300,000	42,337	257,663	14%	41,732
Racing commission	446,500	-	446,500	-	-
School recognition/merit schools	9,167,183	1,787,601	7,379,582	20%	2,461,552
Other	2,479,564	156,604	2,322,960	6%	304,352 (F)
Total state sources	<u>1,142,637,184</u>	<u>222,384,110</u>	<u>920,253,074</u>	19%	<u>221,887,405</u>
Federal sources:					
Federal impact					
ROTC	2,000,000	164,510	1,835,490	8%	128,449 (G)
Other	17,700,000	391,513	17,308,487	2%	175,158 (H)
Total federal sources	<u>19,700,000</u>	<u>556,023</u>	<u>19,143,977</u>	3%	<u>303,607</u>
Other financing sources:					
Transfer from special revenue funds	800,000	216,470	583,530	27%	272,652 (I)
Transfer from capital projects funds	87,030,135	16,970,876	70,059,259	19%	16,787,165
Proceeds of bonds sold	-	-	-	-	975,000
Total other financing sources	<u>87,830,135</u>	<u>17,187,346</u>	<u>70,642,789</u>	20%	<u>18,034,817</u>
TOTAL REVENUES & OTHER FINANCING SOURCES	<u>\$ 2,233,833,140</u>	<u>\$ 431,071,260</u>	<u>\$ 1,802,761,880</u>	19%	<u>\$ 435,649,897</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES

GENERAL FUND

For The Three Months Ended September 30, 2017

(With comparative amounts for the three months ended September 30, 2016)

	BUDGET	EXPENDITURES YEAR-TO-DATE	BALANCE AVAILABLE	EXPENDITURES Y-T-D AS % OF BUDGET	EXPENDITURES AS OF SEPTEMBER 2016
EXPENDITURES:					
Instructional services	\$ 1,462,008,760	\$ 257,952,810	\$ 1,204,055,950	18%	\$ 271,975,713
Pupil personnel services	115,790,215	20,314,283	95,475,932	18%	19,888,692
Instructional media	22,155,900	4,121,696	18,034,204	19%	4,246,447
Instruction & curriculum development	23,354,018	4,600,923	18,753,095	20%	6,285,633
Instruction & staff training	5,017,660	929,562	4,088,098	19%	843,339
Technology-Instructional	24,524,741	5,860,374	18,664,367	24%	5,722,984
Board of education	4,666,642	1,086,717	3,579,925	23%	1,207,091
General administration	6,549,767	1,479,318	5,070,449	23%	1,486,291
School administration	135,695,196	31,421,912	104,273,284	23%	31,826,559
Fiscal services	9,312,300	2,511,037	6,801,263	27%	2,252,148
Central services	59,948,200	17,628,524	42,319,676	29%	18,507,181
Technology-Administrative	5,347,087	652,202	4,694,885	12%	675,331
Transportation services	87,396,636	16,128,024	71,268,612	18%	16,459,325
Operation services	182,088,004	36,941,090	145,146,914	20%	39,791,060
Maintenance services	65,094,920	13,973,977	51,120,943	21%	15,189,064
Community services	20,975,991	3,404,972	17,571,019	16%	4,019,136
Debt Service	1,480,417	-	1,480,417	(100)%	114,950 (J)
TOTAL EXPENDITURES	2,231,406,454	419,007,421	1,812,399,033	19%	440,490,944
Other financing uses:					
Transfer to general fund	-	-	-	-	-
Transfer to special revenue funds	40,000	-	40,000	-	- (K)
Transfer to debt service funds	2,561,888	-	2,561,888	-	- (L)
Total other financing uses	2,601,888	-	2,601,888	-	-
TOTAL EXPENDITURES & OTHER FINANCING USES	\$ 2,234,008,342	\$ 419,007,421	\$ 1,815,000,921	19%	\$ 440,490,944

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF FUND BALANCE UTILIZATION

GENERAL FUND

For The Three Months Ended September 30, 2017

(With comparative amounts for the three months ended September 30, 2016)

	<u>SEPTEMBER 2017</u>	<u>SEPTEMBER 2016</u>
BEGINNING FUND BALANCE	\$ 190,025,243	\$ 179,183,128
Plus:		
Revenues and other financing sources	431,071,260	435,649,897
Less:		
Expenditures and other financing uses	<u>419,007,421</u>	<u>440,490,944</u>
 EXCESS OF REVENUES & OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	 <u>12,063,839</u>	 <u>(4,841,047)</u>
 ENDING FUND BALANCE:		
Nonspendable	21,186,414	20,958,831
Restricted	21,632,819	15,900,689
Committed	54,327,295	54,327,295
Assigned/Unassigned	104,942,554	83,155,266
TOTAL ENDING FUND BALANCE	<u>\$ 202,089,082</u>	<u>\$ 174,342,081</u>
 Assigned/Unassigned fund balance as a percentage of projected General Fund revenues	 <u>4.89%</u>	 <u>3.98%</u>
 Assigned/Unassigned fund balance as a percentage of projected General Fund revenues excluding charter school revenues	 <u>5.74%</u>	 <u>4.71%</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA
SCHEDULE OF EXPLANATION FOR COMBINED BALANCE SHEET
For The Three Months Ended September 30, 2017

TOTAL ASSETS

- (A) Cash, cash equivalents and investments decreased by \$13.1 million as the District continues to complete approved projects funded by the accumulated capital reserves of the General Obligation Bond and other Capital Outlay resources.

TOTAL LIABILITIES

- (B) Salaries, benefits and payroll taxes payable decreased by \$27.0 million as compared to prior fiscal year due to the timing of 2015-2016 approved teachers salary increases that were implemented in fiscal year 2017.

TOTAL FUND EQUITY

- (C) Assigned/Unassigned fund balance increased by \$21.3 million due to encumbrances.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

**SCHEDULE OF EXPLANATION FOR COMBINED REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
For The Three Months Ended September 30, 2017**

EXPENDITURES

(D) Capital Outlay

The increase of \$17.4 million is due to the purchase of buses, other motor vehicles and computer/technology equipment as a result of the capital leases.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPLANATION FOR BUDGET vs ACTUAL

GENERAL FUND

For The Three Months Ended September 30, 2017

ESTIMATED REVENUES

LOCAL SOURCES

(E) Gifts, Grants and Bequests

The increase is due to the receipt of donation for the Coordinated Student Health Services Department. Budget is adjusted for this line item as the revenue is received.

STATE SOURCES

(F) Other state sources (VPK and other miscellaneous sources)

The budgeted revenues are anticipated to be collected by the end of the year.

FEDERAL SOURCES

(G) ROTC

The budgeted revenues are anticipated to be collected by the end of the year.

(H) Other federal sources (Medicaid)

The budgeted revenues are anticipated to be collected by the end of the year.

OTHER FINANCING SOURCES

(I) Transfer from Special Revenue Funds

Transfers are recorded as the After Care fees are collected. Revenues collected through September 2017 were lower as compared to last year.

EXPENDITURES

(J) Debt Service

The Tax Anticipation Notes will be paid in June 2018.

(K) Transfer to Special Revenue Funds

The budgeted appropriation will be transferred by the end of the year.

(L) Transfer to Debt Service Funds

The budgeted appropriation will be transferred by the end of the year.