

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

INTERIM FINANCIAL STATEMENTS

TABLE OF CONTENTS

NOVEMBER 30, 2017

	<u>PAGE</u>
COMBINED BALANCE SHEET - ALL FUND TYPES	1
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES	2
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - GENERAL FUND	3
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - GENERAL FUND	4
SCHEDULE OF FUND BALANCE UTILIZATION - GENERAL FUND	5
SCHEDULE OF EXPLANATION FOR COMBINED BALANCE SHEET	6
SCHEDULE OF EXPLANATION FOR COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES	7
SCHEDULE OF EXPLANATION FOR BUDGET vs ACTUAL - GENERAL FUND	8

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

COMBINED BALANCE SHEET

As of November 30, 2017

(With comparative totals for November 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	November 2017	November 2016
ASSETS:									
Cash, cash equivalents and investments	\$ 233,386,474	\$ 47,560,718	\$ 30,044,459	\$ 92,159,360	\$ 199,383,434	\$ 894,933	\$ 16,706,936	\$ 620,136,314	\$ 631,974,260 (A)
Due from other agencies	224,739,142	39,215,255	2,931,511	-	68,598,543	-	-	335,484,451	332,085,751
Due from other funds	45,472,239	-	-	-	-	-	-	45,472,239	37,714,558
Inventories	7,548,632	3,665,335	-	-	-	42,457	-	11,256,424	8,673,532
Fixed assets	-	-	-	-	-	3,860	-	3,860	-
Prepays and Other assets	10,281,896	134,224	2,736	69,473	44,476	74	-	10,532,879	10,500,485
TOTAL ASSETS	\$ 521,428,383	\$ 90,575,532	\$ 32,978,706	\$ 92,228,833	\$ 268,026,453	\$ 941,324	\$ 16,706,936	\$ 1,022,886,167	\$ 1,020,948,586
LIABILITIES AND FUND EQUITY:									
LIABILITIES:									
Accounts payable and accrued expenditures/expenses	\$ 10,189,905	\$ 3,220,022	\$ 18,625,010	\$ 238,935	\$ 1,297,795	\$ 713,954	\$ 16,706,936	\$ 50,992,557	\$ 54,018,649
Salaries, benefits and payroll taxes payable	60,380,958	-	-	-	-	-	-	60,380,958	67,634,027
Deferred summer pay	30,280,362	-	-	-	-	-	-	30,280,362	27,556,923
Payroll deductions and withholdings payable	26,995,744	-	-	-	-	-	-	26,995,744	23,579,649
Due to other agencies	13,361,527	-	-	-	-	-	-	13,361,527	11,919,450
Due to other funds	-	18,422,866	-	-	27,049,373	-	-	45,472,239	37,714,558
Deferred revenue	48,735,502	1,252,755	-	-	2,185,536	-	-	52,173,793	53,443,977
Liability for compensated absences	6,889,978	93,178	-	-	-	-	-	6,983,156	6,989,489
Estimated liability for self-insured risks	8,640,326	-	-	-	-	-	-	8,640,326	10,334,134
Notes payable	125,000,000	-	-	-	-	-	-	125,000,000	125,000,000
Retainages payable	20,959	6,129	-	26,376	2,501,321	-	-	2,554,785	2,876,526
TOTAL LIABILITIES	330,495,261	22,994,950	18,625,010	265,311	33,034,025	713,954	16,706,936	422,835,447	421,067,382
FUND EQUITY:									
Net assets-invested in capital assets	-	-	-	-	-	9,504	-	9,504	-
Net assets-unrestricted	-	-	-	-	-	217,866	-	217,866	118,572
Fund balances:									
Nonspendable	21,645,264	3,665,335	-	-	-	-	-	25,310,599	21,754,641
Restricted-Other	21,632,819	48,461,205	14,353,696	55,777,382	206,187,473	-	-	346,412,575	376,317,294 (B)
Restricted-Capital Encumbrances	-	-	-	36,186,140	28,804,955	-	-	64,991,095	59,859,803 (B)
Committed	54,327,295	-	-	-	-	-	-	54,327,295	54,327,295
Assigned/Unassigned	93,327,744	15,454,042	-	-	-	-	-	108,781,786	87,503,599
TOTAL FUND EQUITY	190,933,122	67,580,582	14,353,696	91,963,522	234,992,428	227,370	-	600,050,720	599,881,204
TOTAL LIABILITIES AND FUND EQUITY	\$ 521,428,383	\$ 90,575,532	\$ 32,978,706	\$ 92,228,833	\$ 268,026,453	\$ 941,324	\$ 16,706,936	\$ 1,022,886,167	\$ 1,020,948,586

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

ALL GOVERNMENTAL FUND TYPES

For The Five Months Ended November 30, 2017

(With comparative amounts for the five months ended November 30, 2016)

	GOVERNMENTAL FUND TYPES					TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	GENERAL OBLIGATION BOND	OTHER CAPITAL FUNDS	(Memorandum Only)	
						November 2017	November 2016
REVENUES:							
Local sources:							
Ad valorem taxes	\$ 350,250,762	\$ -	\$ 4,605,008	\$ -	\$ 105,618,616	\$ 460,474,386	\$ 450,494,404
Food sales	-	3,718,696	-	-	-	3,718,696	5,476,288 (C)
Interest income and other	21,211,487	3,147,801	(265,896)	501,041	5,496,060	30,090,493	27,991,139
Total local sources	371,462,249	6,866,497	4,339,112	501,041	111,114,676	494,283,575	483,961,831
State sources:							
Florida education finance program	280,423,968	-	-	-	-	280,423,968	268,736,575
Other	152,126,366	627,301	-	-	6,113,736	158,867,403	158,667,512
Total state sources	432,550,334	627,301	-	-	6,113,736	439,291,371	427,404,087
Federal sources:							
Food service	-	35,252,917	-	-	-	35,252,917	31,405,751
Other	1,417,915	69,518,095	-	-	-	70,936,010	57,581,864 (D)
Total federal sources	1,417,915	104,771,012	-	-	-	106,188,927	88,987,615
TOTAL REVENUES	805,430,498	112,264,810	4,339,112	501,041	117,228,412	1,039,763,873	1,000,353,533
EXPENDITURES:							
Current Operating:							
Instructional services	543,011,044	48,100,059	-	-	-	591,111,103	577,882,714
Student and instructional support services	62,098,508	19,908,331	-	-	-	82,006,839	77,747,939
Student transportation services	34,085,383	251,132	-	-	-	34,336,515	31,720,840
Operation and maintenance of plant	94,279,678	7,038,469	-	-	-	101,318,147	94,239,813
School administration	55,815,653	587,466	-	-	-	56,403,119	54,428,948
Food service	-	36,258,066	-	-	-	36,258,066	39,972,522 (E)
Instruction related technology	12,616,498	-	-	-	-	12,616,498	10,686,319
General administration	36,093,339	3,802,477	-	-	-	39,895,816	38,008,810
Total current operating	838,000,103	115,946,000	-	-	-	953,946,103	924,687,905
Debt Service:							
Principal reduction	-	-	6,298,762	-	-	6,298,762	4,932,487
Interest and other charges	-	-	2,961,184	-	-	2,961,184	2,874,696
Capital Outlay	-	-	-	15,057,705	40,723,342	55,781,047	33,228,719 (F)
TOTAL EXPENDITURES	838,000,103	115,946,000	9,259,946	15,057,705	40,723,342	1,018,987,096	965,723,807
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(32,569,605)	(3,681,190)	(4,920,834)	(14,556,664)	76,505,070	20,776,777	34,629,726
OTHER FINANCING SOURCES (USES):							
Proceeds of bonds sold	-	-	-	-	-	-	975,000
Proceeds of capital leases	-	-	-	-	4,680,066	4,680,066	-
Proceeds from sale capital assets	-	-	-	-	3,408,389	3,408,389	430,417
Operating transfers in	33,477,484	18,000,000	9,251,267	-	-	60,728,751	39,845,708
Operating transfers out	-	(510,470)	(3,450)	-	(60,214,831)	(60,728,751)	(39,845,708)
TOTAL OTHER FINANCING SOURCES (USES)	33,477,484	17,489,530	9,247,817	-	(52,126,376)	8,088,455	1,405,417
EXCESS REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	907,879	13,808,340	4,326,983	(14,556,664)	24,378,694	28,865,232	36,035,143
FUND BALANCES, BEGINNING OF PERIOD	190,025,243	53,772,242	10,026,713	106,520,186	210,613,734	570,958,118	563,727,489
FUND BALANCES, END OF PERIOD	\$ 190,933,122	\$ 67,580,582	\$ 14,353,696	\$ 91,963,522	\$ 234,992,428	\$ 599,823,350	\$ 599,762,632

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES

GENERAL FUND

For The Five Months Ended November 30, 2017

(With comparative amounts for the five months ended November 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 NOVEMBER 2016</u>
REVENUES:					
Local sources:					
Ad valorem taxes - current year	\$ 923,835,821	\$ 350,250,762	\$ 573,585,059	38%	\$ 347,001,313
Ad valorem taxes - prior years *	-	-	-	-	1,086,377
Interest on investments	3,250,000	679,996	2,570,004	21%	436,369
After school supervision	19,000,000	6,217,719	12,782,281	33%	6,765,545
Course fees	10,380,000	3,179,494	7,200,506	31%	3,475,118
Gifts, grants, bequests	-	13,853	(13,853)	OVER 100%	- (G)
Receipt of federal indirect cost rate	8,700,000	4,052,847	4,647,153	47%	2,977,092
Rental income	1,500,000	677,429	822,571	45%	648,367
E-rate rebate	3,150,000	882,796	2,267,204	28%	1,286,629
Other	13,950,000	5,507,353	8,442,647	39%	4,160,617
Total local sources	<u>983,765,821</u>	<u>371,462,249</u>	<u>612,303,572</u>	38%	<u>367,837,427</u>
State sources:					
Florida education finance program	740,295,586	280,423,968	459,871,618	38%	268,736,575
Workforce development	73,370,726	27,792,831	45,577,895	38%	26,840,269
Adult w/Disabilities	800,000	303,040	496,960	38%	303,080
Discretionary lottery funds	4,706,348	1,782,765	2,923,583	38%	-
Class size reduction	311,071,277	117,833,800	193,237,477	38%	117,047,293
State license tax	300,000	77,328	222,672	26%	72,347
Racing commission	446,500	-	446,500	-	-
School recognition/merit schools	9,167,183	3,472,529	5,694,654	38%	4,639,596
Other	2,479,564	864,073	1,615,491	35%	889,731
Total state sources	<u>1,142,637,184</u>	<u>432,550,334</u>	<u>710,086,850</u>	38%	<u>418,528,891</u>
Federal sources:					
Federal impact					
ROTC	2,000,000	553,272	1,446,728	28%	538,770
Other	17,700,000	864,643	16,835,357	5%	575,043 (H)
Total federal sources	<u>19,700,000</u>	<u>1,417,915</u>	<u>18,282,085</u>	7%	<u>1,113,813</u>
Other financing sources:					
Transfer from special revenue funds	800,000	510,469	289,531	64%	526,756 (I)
Transfer from capital projects funds	87,030,135	32,967,015	54,063,120	38%	31,640,883
Proceeds of bonds sold	-	-	-	-	975,000
Total other financing sources	<u>87,830,135</u>	<u>33,477,484</u>	<u>54,352,651</u>	38%	<u>33,142,639</u>
TOTAL REVENUES & OTHER FINANCING SOURCES	<u>\$ 2,233,933,140</u>	<u>\$ 838,907,982</u>	<u>\$ 1,395,025,158</u>	38%	<u>\$ 820,622,770</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES

GENERAL FUND

For The Five Months Ended November 30, 2017

(With comparative amounts for the five months ended November 30, 2016)

	BUDGET	EXPENDITURES YEAR-TO-DATE	BALANCE AVAILABLE	EXPENDITURES Y-T-D AS % OF BUDGET	EXPENDITURES AS OF NOVEMBER 2016
EXPENDITURES:					
Instructional services	\$ 1,462,008,760	\$ 535,581,790	\$ 926,426,970	37%	\$ 531,341,934
Pupil personnel services	115,790,215	42,131,065	73,659,150	36%	40,479,619
Instructional media	22,155,900	8,424,118	13,731,782	38%	8,094,911
Instruction & curriculum development	23,354,018	9,212,617	14,141,401	39%	9,960,331
Instruction & staff training	5,017,660	2,330,708	2,686,952	46%	1,575,062
Technology-Instructional	24,524,741	10,224,388	14,300,353	42%	9,610,460
Board of education	4,666,642	2,162,481	2,504,161	46%	1,895,906
General administration	6,549,767	2,427,786	4,121,981	37%	2,352,738
School administration	135,695,196	55,815,653	79,879,543	41%	54,221,154
Fiscal services	9,312,300	3,761,323	5,550,977	40%	3,683,677
Central services	59,948,200	27,741,749	32,206,451	46%	27,384,579
Technology-Administrative	5,347,087	2,392,110	2,954,977	45%	1,075,859
Transportation services	87,396,636	34,085,383	53,311,253	39%	31,622,872
Operation services	182,088,004	71,455,577	110,632,427	39%	69,257,410
Maintenance services	65,094,920	22,824,101	42,270,819	35%	24,960,106
Community services	20,975,991	7,429,254	13,546,737	35%	7,548,773
Debt Service	1,480,417	-	1,480,417	(100)%	114,950 (J)
TOTAL EXPENDITURES	2,231,406,454	838,000,103	1,393,406,351	38%	825,180,341
Other financing uses:					
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	\$ 838,000,103	\$ 1,396,008,239	38%	\$ 825,180,341

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF FUND BALANCE UTILIZATION

GENERAL FUND

For The Five Months Ended November 30, 2017

(With comparative amounts for the five months ended November 30, 2016)

	<u>NOVEMBER 2017</u>	<u>NOVEMBER 2016</u>
BEGINNING FUND BALANCE	\$ 190,025,243	\$ 179,183,128
Plus:		
Revenues and other financing sources	838,907,982	820,622,770
Less:		
Expenditures and other financing uses	<u>838,000,103</u>	<u>825,180,341</u>
 EXCESS OF REVENUES & OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	 <u>907,879</u>	 <u>(4,557,571)</u>
 ENDING FUND BALANCE:		
Nonspendable	21,645,264	20,958,831
Restricted	21,632,819	15,900,689
Committed	54,327,295	54,327,295
Assigned/Unassigned	93,327,744	83,438,742
TOTAL ENDING FUND BALANCE	<u>\$ 190,933,122</u>	<u>\$ 174,625,557</u>
 Assigned/Unassigned fund balance as a percentage of projected General Fund revenues	 <u>4.35%</u>	 <u>4.00%</u>
 Assigned/Unassigned fund balance as a percentage of projected General Fund revenues excluding charter school revenues	 <u>5.10%</u>	 <u>4.72%</u>

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

TOTAL ASSETS

- (A) Cash, cash equivalents and investments decreased by \$11.8 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 FUND EQUITY

- (B) Restricted-Other fund balance decreased by \$29.9 million and Restricted-Capital Encumbrances increased by \$5.1 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.

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 Five Months Ended November 30, 2017

REVENUES

LOCAL SOURCES

(C) Food Sales

The Hurricane Irma emergency event resulted in the decrease in local source revenue by 32%. The Food and Nutrition Services department, on behalf of the District, requested an emergency waiver to provide free meals to all students of Broward County Public Schools during the hurricane recovery period. The United States Department of Agriculture authorized a twenty-day (20) period to provide free meals and free meal reimbursement to all students of Broward County Public Schools. The decrease in local sources resulted from reduced and paying students not required to pay their portion of the meal price.

FEDERAL SOURCES

(D) Other Federal Sources

The increase of \$13.3 million is primarily due to the following: \$7 million of the \$8 million Leap Ahead Grant awarded in fiscal year 2017 was spent through December 2017; \$4 million of the Title I Part A grant - Literacy Initiative contract approved in May 2017 was spent in fiscal year 2018.

EXPENDITURES

(E) Food service

The reduction in expenditures of \$3.7 million over the same period last year are the result of a decrease in food cost, including the decrease of ala carte sales. Utility decrease is based on District allocation.

(F) Capital Outlay

The \$22.6 million increase in capital outlay expenditures is primarily due to the buses and technology equipment ordered in FY 2017 but not delivered, invoiced and paid until FY 2018. These purchases are included in the current capital outlay budget as carryover funding from capital equipment leases secured during FY 2017.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPLANATION FOR BUDGET vs ACTUAL

GENERAL FUND

For The Five Months Ended November 30, 2017

ESTIMATED REVENUES

LOCAL SOURCES

(G) Gifts, grants and bequests

The increase is due to the receipt of donation for the Coordinated Student Health Services Department and Butler Foundation.

FEDERAL SOURCES

(H) Other federal sources (Medicaid)

Medicaid revenues will be received in the later part of the year. The budgeted revenues are anticipated to be received 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. More revenue has been collected through November 2017 than anticipated.

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.