

***THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA***

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**INTERIM FINANCIAL STATEMENTS**

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**DECEMBER 31, 2017**

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**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**

**COMBINED BALANCE SHEET**

As of December 31, 2017

(With comparative totals for December 31, 2016)

	GOVERNMENTAL FUND TYPES					PROPRIETARY	FIDUCIARY	TOTALS	
	GENERAL	SPECIAL	DEBT	GENERAL	OTHER	INTERNAL	AGENCY	(Memorandum Only)	
						REVENUE	SERVICE	OBLIGATION BOND	CAPITAL FUNDS
<b>ASSETS:</b>									
Cash, cash equivalents and investments	\$ 783,724,375	\$ 59,864,042	\$ 69,263,698	\$ 89,230,973	\$ 368,933,306	\$ 229,439	\$ 16,666,744	\$ 1,387,912,577	\$ 1,401,028,551 (A)
Due from other agencies	242,358	27,054,691	-	-	76,081	-	-	27,373,130	36,834,379
Due from other funds	55,862,257	-	-	-	-	-	-	55,862,257	46,420,395
Inventories	7,242,924	5,618,447	-	-	-	42,457	-	12,903,828	8,080,947
Fixed assets	-	-	-	-	-	3,860	-	3,860	-
Prepays and Other assets	9,432,504	148,430	18,260	103,139	80,927	183	-	9,783,443	9,458,900
<b>TOTAL ASSETS</b>	<b>\$ 856,504,418</b>	<b>\$ 92,685,610</b>	<b>\$ 69,281,958</b>	<b>\$ 89,334,112</b>	<b>\$ 369,090,314</b>	<b>\$ 275,939</b>	<b>\$ 16,666,744</b>	<b>\$ 1,493,839,095</b>	<b>\$ 1,501,823,172</b>
<b>LIABILITIES AND FUND EQUITY:</b>									
<b>LIABILITIES:</b>									
Accounts payable and accrued expenditures/expenses	\$ 20,084,451	\$ 4,465,579	\$ 52,387,356	\$ 375,851	\$ 1,642,639	\$ 3,612	\$ 16,666,744	\$ 95,626,232	\$ 97,754,008
Salaries, benefits and payroll taxes payable	33,644,662	-	-	-	-	-	-	33,644,662	47,585,845
Deferred summer pay	44,423,050	-	-	-	-	-	-	44,423,050	40,635,903
Payroll deductions and withholdings payable	25,568,547	-	-	-	-	-	-	25,568,547	24,278,736
Due to other agencies	17,597,082	-	-	-	-	-	-	17,597,082	15,315,264
Due to other funds	-	18,624,693	-	-	37,237,564	-	-	55,862,257	46,420,395
Deferred revenue	381,263,843	1,869,077	4,428,009	-	102,437,596	-	-	489,998,525	479,517,598
Liability for compensated absences	6,889,978	93,178	-	-	-	-	-	6,983,156	6,989,489
Estimated liability for self-insured risks	9,085,730	-	-	-	-	-	-	9,085,730	9,078,571
Notes payable	125,000,000	-	-	-	-	-	-	125,000,000	125,000,000
Retainages payable	20,959	6,129	-	38,393	2,412,646	-	-	2,478,127	2,721,828
<b>TOTAL LIABILITIES</b>	<b>663,578,302</b>	<b>25,058,656</b>	<b>56,815,365</b>	<b>414,244</b>	<b>143,730,445</b>	<b>3,612</b>	<b>16,666,744</b>	<b>906,267,368</b>	<b>895,297,637</b>
<b>FUND EQUITY:</b>									
Net assets-invested in capital assets	-	-	-	-	-	6,047	-	6,047	-
Net assets-unrestricted	-	-	-	-	-	266,280	-	266,280	141,625
Fund balances:									
Nonspendable	21,339,556	5,618,447	-	-	-	-	-	26,958,003	21,069,253
Restricted-Other	21,632,819	47,001,144	12,466,593	47,738,280	200,816,056	-	-	329,654,892	368,942,373 (B)
Restricted-Capital Encumbrances	-	-	-	41,181,588	24,543,813	-	-	65,725,401	58,510,481 (B)
Committed	54,327,295	-	-	-	-	-	-	54,327,295	54,327,295
Assigned/Unassigned	95,626,446	15,007,363	-	-	-	-	-	110,633,809	103,534,508
<b>TOTAL FUND EQUITY</b>	<b>192,926,116</b>	<b>67,626,954</b>	<b>12,466,593</b>	<b>88,919,868</b>	<b>225,359,869</b>	<b>272,327</b>	<b>-</b>	<b>587,571,727</b>	<b>606,525,535</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 856,504,418</b>	<b>\$ 92,685,610</b>	<b>\$ 69,281,958</b>	<b>\$ 89,334,112</b>	<b>\$ 369,090,314</b>	<b>\$ 275,939</b>	<b>\$ 16,666,744</b>	<b>\$ 1,493,839,095</b>	<b>\$ 1,501,823,172</b>

**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**

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

**ALL GOVERNMENTAL FUND TYPES**

For The Six Months Ended December 31, 2017

(With comparative amounts for the six months ended December 31, 2016)

	GOVERNMENTAL FUND TYPES					TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	GENERAL OBLIGATION BOND	OTHER CAPITAL FUNDS	(Memorandum Only)	
						December 2017	December 2016
<b>REVENUES:</b>							
<b>Local sources:</b>							
Ad valorem taxes	\$ 446,639,323	\$ -	\$ 5,872,434	\$ -	\$ 134,684,551	\$ 587,196,308	\$ 583,161,453
Food sales	-	4,888,984	-	-	-	4,888,984	6,883,601 (C)
Interest income and other	28,450,396	3,487,476	(266,942)	593,884	12,335,663	44,600,477	40,739,052
Total local sources	<u>475,089,719</u>	<u>8,376,460</u>	<u>5,605,492</u>	<u>593,884</u>	<u>147,020,214</u>	<u>636,685,769</u>	<u>630,784,106</u>
<b>State sources:</b>							
Florida education finance program	341,123,517	-	-	-	-	341,123,517	318,192,392
Other	192,809,344	1,278,508	-	-	8,836,741	202,924,593	195,628,469
Total state sources	<u>533,932,861</u>	<u>1,278,508</u>	<u>-</u>	<u>-</u>	<u>8,836,741</u>	<u>544,048,110</u>	<u>513,820,861</u>
<b>Federal sources:</b>							
Food service	-	43,715,850	-	-	-	43,715,850	39,287,311
Other	1,609,461	88,146,527	-	-	-	89,755,988	81,721,131
Total federal sources	<u>1,609,461</u>	<u>131,862,377</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>133,471,838</u>	<u>121,008,442</u>
<b>TOTAL REVENUES</b>	<u>1,010,632,041</u>	<u>141,517,345</u>	<u>5,605,492</u>	<u>593,884</u>	<u>155,856,955</u>	<u>1,314,205,717</u>	<u>1,265,613,409</u>
<b>EXPENDITURES:</b>							
Current Operating:							
Instructional services	692,514,323	59,439,412	-	-	-	751,953,735	706,959,748 (D)
Student and instructional support services	79,020,208	26,499,306	-	-	-	105,519,514	97,315,116
Student transportation services	41,545,379	290,615	-	-	-	41,835,994	40,004,014
Operation and maintenance of plant	114,255,006	7,311,464	-	-	-	121,566,470	112,944,747
School administration	67,723,763	644,712	-	-	-	68,368,475	66,126,094
Food service	-	46,004,949	-	-	-	46,004,949	49,975,739
Instruction related technology	14,855,847	-	-	-	-	14,855,847	12,853,390
General administration	43,168,464	4,618,707	-	-	-	47,787,171	45,555,464
Total current operating	<u>1,053,082,990</u>	<u>144,809,165</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,197,892,155</u>	<u>1,131,734,312</u>
Debt Service:							
Principal reduction	-	-	6,351,824	-	-	6,351,824	5,599,588
Interest and other charges	-	-	38,265,525	-	-	38,265,525	40,033,535
Capital Outlay	-	-	-	18,194,202	48,363,624	66,557,826	47,024,060 (E)
<b>TOTAL EXPENDITURES</b>	<u>1,053,082,990</u>	<u>144,809,165</u>	<u>44,617,349</u>	<u>18,194,202</u>	<u>48,363,624</u>	<u>1,309,067,330</u>	<u>1,224,391,495</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(42,450,949)</u>	<u>(3,291,820)</u>	<u>(39,011,857)</u>	<u>(17,600,318)</u>	<u>107,493,331</u>	<u>5,138,387</u>	<u>41,221,914</u>
<b>OTHER FINANCING SOURCES (USES):</b>							
Proceeds of bonds sold	-	-	-	-	-	-	975,000
Proceeds of capital leases	-	-	-	-	4,874,840	4,874,840	-
Proceeds from sale capital assets	-	-	-	-	6,328,055	6,328,055	459,507
Operating transfers in	45,351,822	18,000,000	41,455,187	-	-	104,807,009	81,334,754
Operating transfers out	-	(853,468)	(3,450)	-	(103,950,091)	(104,807,009)	(81,334,754)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>45,351,822</u>	<u>17,146,532</u>	<u>41,451,737</u>	<u>-</u>	<u>(92,747,196)</u>	<u>11,202,895</u>	<u>1,434,507</u>
<b>EXCESS REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<u>2,900,873</u>	<u>13,854,712</u>	<u>2,439,880</u>	<u>(17,600,318)</u>	<u>14,746,135</u>	<u>16,341,282</u>	<u>42,656,421</u>
<b>FUND BALANCES, BEGINNING OF PERIOD</b>	<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>
<b>FUND BALANCES, END OF PERIOD</b>	<u>\$ 192,926,116</u>	<u>\$ 67,626,954</u>	<u>\$ 12,466,593</u>	<u>\$ 88,919,868</u>	<u>\$ 225,359,869</u>	<u>\$ 587,299,400</u>	<u>\$ 606,383,910</u>

**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**

**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES**

**GENERAL FUND**

**For The Six Months Ended December 31, 2017**

(With comparative amounts for the six months ended December 31, 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 DECEMBER 2016</u>
<b>REVENUES:</b>					
<b>Local sources:</b>					
Ad valorem taxes - current year	\$ 923,835,821	\$ 446,639,323	\$ 477,196,498	48%	\$ 439,647,961
Ad valorem taxes - prior years *	-	-	-	-	1,158,355
Interest on investments	3,250,000	1,018,553	2,231,447	31%	1,106,215
After school supervision	19,000,000	8,848,788	10,151,212	47%	8,479,392
Course fees	10,380,000	4,097,777	6,282,223	39%	4,333,714
Gifts, grants, bequests	-	13,853	(13,853)	OVER 100%	(F)
Receipt of federal indirect cost rate	8,700,000	5,075,135	3,624,865	58%	3,948,972
Rental income	1,500,000	733,088	766,912	49%	785,763
E-rate rebate	3,150,000	1,746,945	1,403,055	55%	1,616,629
Other	13,950,000	6,916,257	7,033,743	50%	5,164,493
Total local sources	<u>983,765,821</u>	<u>475,089,719</u>	<u>508,676,102</u>	48%	<u>466,241,494</u>
<b>State sources:</b>					
Florida education finance program	706,259,870	341,123,517	365,136,353	48%	318,192,392
Workforce development	73,370,726	35,438,061	37,932,665	48%	32,766,594
Adult w/Disabilities	800,000	386,400	413,600	48%	370,000
Discretionary lottery funds	501,777	242,358	259,419	48%	-
Class size reduction	307,794,997	148,664,984	159,130,013	48%	142,508,156
State license tax	300,000	149,592	150,408	50%	171,948
Racing commission	446,500	-	446,500	-	-
School recognition/merit schools	13,887,539	6,707,681	7,179,858	48%	5,664,018
Other	2,479,564	1,220,268	1,259,296	49%	1,112,813
Total state sources	<u>1,105,840,973</u>	<u>533,932,861</u>	<u>571,908,112</u>	48%	<u>500,785,921</u>
<b>Federal sources:</b>					
Federal impact					
ROTC	2,000,000	728,289	1,271,711	36%	722,939
Other	17,700,000	881,172	16,818,828	5%	5,623,220 (G)
Total federal sources	<u>19,700,000</u>	<u>1,609,461</u>	<u>18,090,539</u>	8%	<u>6,346,159</u>
<b>Other financing sources:</b>					
Transfer from general fund	-	-	-	-	-
Transfer from special revenue funds	800,000	853,468	(53,468)	OVER 100%	585,678 (H)
Transfer from capital projects funds	92,129,098	44,498,354	47,630,744	48%	38,627,184
Proceeds of bonds sold	-	-	-	-	975,000
Total other financing sources	<u>92,929,098</u>	<u>45,351,822</u>	<u>47,577,276</u>	49%	<u>40,187,862</u>
<b>TOTAL REVENUES &amp; OTHER FINANCING SOURCES</b>	<u>\$ 2,202,235,892</u>	<u>\$ 1,055,983,863</u>	<u>\$ 1,146,252,029</u>	48%	<u>\$ 1,013,561,436</u>

**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**

**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES**

**GENERAL FUND**

**For The Six Months Ended December 31, 2017**

(With comparative amounts for the six months ended December 31, 2016)

	<b>BUDGET</b>	<b>EXPENDITURES YEAR-TO-DATE</b>	<b>BALANCE AVAILABLE</b>	<b>EXPENDITURES Y-T-D AS % OF BUDGET</b>	<b>EXPENDITURES AS OF DECEMBER 2016</b>
<b>EXPENDITURES:</b>					
Instructional services	\$ 1,448,331,777	\$ 683,153,606	\$ 765,178,171	47%	\$ 644,984,909
Pupil personnel services	116,648,140	54,049,061	62,599,079	46%	50,886,507
Instructional media	22,533,138	10,337,607	12,195,531	46%	10,019,576
Instruction & curriculum development	23,561,481	11,581,337	11,980,144	49%	11,530,483
Instruction & staff training	5,062,660	3,052,203	2,010,457	60%	2,061,721
Technology-Instructional	24,524,741	12,240,414	12,284,327	50%	11,570,111
Board of education	4,666,642	2,664,880	2,001,762	57%	2,223,461
General administration	6,597,767	2,863,885	3,733,882	43%	2,814,096
School administration	135,695,196	67,723,763	67,971,433	50%	65,697,073
Fiscal services	9,312,300	4,430,195	4,882,105	48%	4,384,361
Central services	60,023,710	33,209,504	26,814,206	55%	32,564,143
Technology-Administrative	11,688,887	2,615,433	9,073,454	22%	1,283,279 (I)
Transportation services	87,299,031	41,545,379	45,753,652	48%	39,781,476
Operation services	182,088,004	87,317,163	94,770,841	48%	83,592,282
Maintenance services	66,094,920	26,937,843	39,157,077	41%	29,325,086
Community services	21,258,991	9,360,717	11,898,274	44%	9,292,716
Debt Service	1,480,417	-	1,480,417	(100)%	114,950 (J)
<b>TOTAL EXPENDITURES</b>	<b>2,226,867,802</b>	<b>1,053,082,990</b>	<b>1,173,784,812</b>	<b>47%</b>	<b>1,002,126,230</b>
<b>Other financing uses:</b>					
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	-	-
<b>TOTAL EXPENDITURES &amp; OTHER FINANCING USES</b>	<b>\$ 2,229,469,690</b>	<b>\$ 1,053,082,990</b>	<b>\$ 1,176,386,700</b>	<b>47%</b>	<b>\$ 1,002,126,230</b>

**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**

**SCHEDULE OF FUND BALANCE UTILIZATION**

**GENERAL FUND**

**For The Six Months Ended December 31, 2017**

(With comparative amounts for the six months ended December 31, 2016)

	<u>DECEMBER 2017</u>	<u>DECEMBER 2016</u>
<b>BEGINNING FUND BALANCE</b>	\$ 190,025,243	\$ 179,183,128
Plus:		
Revenues and other financing sources	1,055,983,863	1,013,561,436
Less:		
Expenditures and other financing uses	<u>1,053,082,990</u>	<u>1,002,126,230</u>
 <b>EXCESS OF REVENUES &amp; OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	 <u>2,900,873</u>	 <u>11,435,206</u>
 <b>ENDING FUND BALANCE:</b>		
Nonspendable	21,339,556	20,958,831
Restricted	21,632,819	15,900,689
Committed	54,327,295	54,327,295
Assigned/Unassigned	95,626,446	99,431,519
<b>TOTAL ENDING FUND BALANCE</b>	<u>\$ 192,926,116</u>	<u>\$ 190,618,334</u>
 <b>Assigned/Unassigned fund balance as a percentage of projected General Fund revenues</b>	 <u>4.53%</u>	 <u>4.81%</u>
 <b>Assigned/Unassigned fund balance as a percentage of projected General Fund revenues excluding charter school revenues</b>	 <u>5.34%</u>	 <u>5.70%</u>

**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**  
**SCHEDULE OF EXPLANATION FOR COMBINED BALANCE SHEET**  
**For The Six Months Ended December 31, 2017**

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**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 FUND EQUITY**

- (B) Restricted-Other fund balance decreased by \$39.3 million and Restricted-Capital Encumbrances increased by \$7.2 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**

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### **SCHEDULE OF EXPLANATION FOR COMBINED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES For The Six Months Ended December 31, 2017**

#### **REVENUES**

##### **LOCAL SOURCES**

###### **(C) Food Sales**

The Hurricane Irma emergency event resulted in the decrease in local source revenue by 29%. 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.

#### **EXPENDITURES**

###### **(D) Instructional Services**

The increase of \$45.0 million is due to the 2016-2017 approved teachers salary increases that were implemented in June 2017 as well as increases in materials and supplies expenditures.

###### **(E) Capital Outlay**

The \$19.5 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 Six Months Ended December 31, 2017**

**ESTIMATED REVENUES**

**LOCAL SOURCES**

**(F) 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**

**(G) 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**

**(H) Transfer from Special Revenue Funds**

Transfers are recorded as the After Care fees are collected. More revenue has been collected through December 2017 than anticipated.

**EXPENDITURES**

**(I) Technology-Administrative**

The expenditures as compared to last year increased due to the SAP upgrade and ARIBA projects.

**(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.