

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

INTERIM FINANCIAL STATEMENTS

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NOVEMBER 30, 2019

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THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

COMBINED BALANCE SHEET

As of November 30, 2019

(With comparative totals for November 30, 2018)

	GOVERNMENTAL FUND TYPES					PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	GENERAL OBLIGATION BOND	OTHER CAPITAL FUNDS	INTERNAL SERVICE	AGENCY FUNDS	(Memorandum Only)	
								November 2019	November 2018
ASSETS:									
Cash, cash equivalents and investments	\$ 155,947,823	\$ 33,356,152	\$ 55,583,491	\$ 157,519,173	\$ 266,720,092	\$ 400,203	\$ 19,030,932	\$ 688,557,866	\$ 541,864,296 (A)
Due from other agencies	307,930,221	40,893,978	6,169,751	-	111,121,697	-	-	466,115,647	371,124,515 (B)
Due from other funds	58,589,592	-	-	-	-	-	-	58,589,592	53,400,323
Inventories	7,117,324	1,503,889	-	-	-	41,790	-	8,663,003	8,115,514
Fixed assets	-	-	-	-	-	9,346	-	9,346	10,106
Prepays and Other assets	11,921,279	130,925	15	167,775	10,124	-	-	12,230,118	12,847,661
TOTAL ASSETS	\$ 541,506,239	\$ 75,884,944	\$ 61,753,257	\$ 157,686,948	\$ 377,851,913	\$ 451,339	\$ 19,030,932	\$ 1,234,165,572	\$ 987,362,415
LIABILITIES AND FUND EQUITY:									
LIABILITIES:									
Accounts payable and accrued expenditures/expenses	\$ 24,641,999	\$ 4,815,012	\$ 37,602,187	\$ 156,238	\$ 229,321	\$ 161,378	\$ 19,030,932	\$ 86,637,067	\$ 69,029,223
Salaries, benefits and payroll taxes payable	36,749,812	-	-	-	-	-	-	36,749,812	35,840,305
Deferred summer pay	36,524,494	-	-	-	-	-	-	36,524,494	32,802,291
Payroll deductions and withholdings payable	27,227,376	-	-	-	-	-	-	27,227,376	26,575,994
Due to other agencies	20,459,362	-	-	-	-	-	-	20,459,362	18,387,383
Due to other funds	-	22,439,095	-	-	36,150,497	-	-	58,589,592	53,400,322
Deferred revenue	44,349,050	1,469,881	-	-	22,099,843	-	-	67,918,774	53,284,377
Liability for compensated absences	7,961,073	102,505	-	-	-	-	-	8,063,578	7,189,223
Estimated liability for self-insured risks	3,062,000	-	-	-	-	-	-	3,062,000	2,957,123
Notes payable	157,480,000	-	-	-	-	-	-	157,480,000	125,000,000 (C)
Retainages payable	57,643	-	-	5,035,370	2,101,981	-	-	7,194,994	3,544,591
TOTAL LIABILITIES	358,512,809	28,826,493	37,602,187	5,191,608	60,581,642	161,378	19,030,932	509,907,049	428,010,832
FUND EQUITY:									
Net assets-invested in capital assets	-	-	-	-	-	9,345	-	9,345	10,106
Net assets-unrestricted	-	-	-	-	-	280,616	-	280,616	406,112
Fund balances:									
Nonspendable	37,233,741	1,503,889	-	-	-	-	-	38,737,630	22,571,934
Restricted-Other	9,512,324	45,554,562	24,151,070	-	199,331,419	-	-	278,549,375	250,656,211 (D)
Restricted-Capital Encumbrances	-	-	-	152,495,340	117,938,852	-	-	270,434,192	148,169,125 (D)
Committed	54,327,295	-	-	-	-	-	-	54,327,295	54,327,295
Assigned/Unassigned	81,920,070	-	-	-	-	-	-	81,920,070	83,210,800
TOTAL FUND EQUITY	182,993,430	47,058,451	24,151,070	152,495,340	317,270,271	289,961	-	724,258,523	559,351,583
TOTAL LIABILITIES AND FUND EQUITY	\$ 541,506,239	\$ 75,884,944	\$ 61,753,257	\$ 157,686,948	\$ 377,851,913	\$ 451,339	\$ 19,030,932	\$ 1,234,165,572	\$ 987,362,415

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, 2019

(With comparative amounts for the five months ended November 30, 2018)

	GOVERNMENTAL FUND TYPES					TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	GENERAL OBLIGATION BOND	OTHER CAPITAL FUNDS	(Memorandum Only)	
						November 2019	November 2018
REVENUES:							
Local sources:							
Ad valorem taxes	\$ 411,285,930	\$ -	\$ 8,356,001	\$ -	\$ 120,152,086	\$ 539,794,017	\$ 498,863,871 (E)
Food sales	-	6,061,509	-	-	-	6,061,509	6,018,075
Interest income and other	32,040,253	2,560,391	177,943	2,414,271	2,426,973	39,619,831	38,094,917
Total local sources	443,326,183	8,621,900	8,533,944	2,414,271	122,579,059	585,475,357	542,976,863
State sources:							
Florida education finance program	300,269,748	-	-	-	-	300,269,748	295,645,531
Other	152,400,749	2,959,559	-	-	13,028,977	168,389,285	174,666,226
Total state sources	452,670,497	2,959,559	-	-	13,028,977	468,659,033	470,311,757
Federal sources:							
Food service	-	38,150,914	-	-	-	38,150,914	37,093,510
Other	10,077,284	71,882,321	-	-	1,328,902	83,288,507	84,115,421
Total federal sources	10,077,284	110,033,235	-	-	1,328,902	121,439,421	121,208,931
TOTAL REVENUES	906,073,964	121,614,694	8,533,944	2,414,271	136,936,938	1,175,573,811	1,134,497,551
EXPENDITURES:							
Current Operating:							
Instructional services	597,855,532	47,341,613	-	-	-	645,197,145	631,726,601
Student and instructional support services	72,808,841	24,551,115	-	-	-	97,359,956	93,421,572
Student transportation services	38,442,712	453,867	-	-	-	38,896,579	36,724,187
Operation and maintenance of plant	104,263,024	144,453	-	-	-	104,407,477	102,737,171
School administration	59,893,153	540,644	-	-	-	60,433,797	59,874,512
Food service	-	44,954,660	-	-	-	44,954,660	46,456,084
Instruction related technology	13,678,607	-	-	-	-	13,678,607	12,654,422
General administration	41,081,733	3,854,732	-	-	-	44,936,465	43,145,406
Total current operating	928,023,602	121,841,084	-	-	-	1,049,864,686	1,026,739,955
Debt Service:							
Principal reduction	-	-	5,173,188	-	-	5,173,188	5,709,434
Interest and other charges	-	-	788,959	-	-	788,959	2,876,640
Capital Outlay	2,667,521	13,951	-	36,056,266	28,751,654	67,489,392	45,599,594 (F)
TOTAL EXPENDITURES	930,691,123	121,855,035	5,962,147	36,056,266	28,751,654	1,123,316,225	1,080,925,623
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(24,617,159)	(240,341)	2,571,797	(33,641,995)	108,185,284	52,257,586	53,571,928
OTHER FINANCING SOURCES (USES):							
Proceeds of capital leases	-	-	-	-	-	-	27,491
Proceeds from sale capital assets	-	-	-	-	107,504	107,504	1,372,911
Operating transfers in	46,413,188	-	5,884,969	-	-	52,298,157	50,297,510
Operating transfers out	-	-	-	-	(52,298,157)	(52,298,157)	(50,297,510)
TOTAL OTHER FINANCING SOURCES (USES)	46,413,188	-	5,884,969	-	(52,190,653)	107,504	1,400,402
EXCESS REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	21,796,029	(240,341)	8,456,766	(33,641,995)	55,994,631	52,365,090	54,972,330
FUND BALANCES, BEGINNING OF PERIOD	161,197,401	47,298,792	15,694,304	186,137,335	261,275,640	671,603,472	503,963,035
FUND BALANCES, END OF PERIOD	\$ 182,993,430	\$ 47,058,451	\$ 24,151,070	\$ 152,495,340	\$ 317,270,271	\$ 723,968,562	\$ 558,935,365

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES

GENERAL FUND

For the Five Months Ended November 30, 2019

(With comparative amounts for the five months ended November 30, 2018)

	<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 2018</u>
REVENUES:					
Local sources:					
Ad valorem taxes - current year	\$ 1,070,390,857	\$ 410,923,050	\$ 659,467,807	38%	\$ 370,813,249
Ad valorem taxes - prior years	-	362,880	(362,880)	OVER 100%	621,436
Interest on investments	11,000,000	3,547,998	7,452,002	32%	2,273,862
After school supervision	21,000,000	10,098,197	10,901,803	48%	8,689,024
Course fees	11,026,008	3,772,010	7,253,998	34%	3,391,068
Gifts, grants, bequests	-	13,239	(13,239)	OVER 100%	13,239 (G)
Receipt of federal indirect cost rate	12,600,000	4,374,649	8,225,351	35%	4,444,817
Rental income	1,500,000	781,099	718,901	52%	604,163 (H)
E-rate rebate	2,500,000	861,021	1,638,979	34%	1,833,021
Other	17,632,000	8,592,040	9,039,960	49%	6,173,384 (I)
Total local sources	1,147,648,865	443,326,183	704,322,682	39%	398,857,263
State sources:					
Florida education finance program	767,685,777	300,269,748	467,416,029	39%	295,645,531
Workforce development	77,642,799	29,807,070	47,835,729	38%	29,569,767
Adult w/Disabilities	800,000	307,120	492,880	38%	317,200
Discretionary lottery funds	939,800	360,789	579,011	38%	196,220
Class size reduction	302,023,964	115,947,000	186,076,964	38%	121,883,484
State license tax	300,000	106,985	193,015	36%	60,973
Racing commission	446,500	-	446,500	-	-
School recognition/merit schools	12,365,000	4,746,924	7,618,076	38%	5,506,409
Other	3,500,000	1,124,861	2,375,139	32%	952,258
Total state sources	1,165,703,840	452,670,497	713,033,343	39%	454,131,842
Federal sources:					
Federal impact					
ROTC	2,300,000	709,993	1,590,007	31%	800,775
Other	22,450,000	9,367,291	13,082,709	42%	9,781,102
Total federal sources	24,750,000	10,077,284	14,672,716	41%	10,581,877
Other financing sources:					
Transfer from special revenue funds	1,200,000	-	1,200,000	-	155,945
Transfer from capital projects funds	120,899,161	46,413,188	74,485,973	38%	41,806,742
Total other financing sources	122,099,161	46,413,188	75,685,973	38%	41,962,687
TOTAL REVENUES & OTHER FINANCING SOURCES	\$ 2,460,201,866	\$ 952,487,152	\$ 1,507,714,714	39%	\$ 905,533,669

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES

GENERAL FUND

For the Five Months Ended November 30, 2019

(With comparative amounts for the five months ended November 30, 2018)

	<u>BUDGET</u>	<u>EXPENDITURES YEAR-TO-DATE</u>	<u>BALANCE AVAILABLE</u>	<u>EXPENDITURES Y-T-D AS % OF BUDGET</u>	<u>EXPENDITURES AS OF NOVEMBER 2018</u>
EXPENDITURES:					
Instructional services	\$ 1,598,205,700	\$ 588,556,260	\$ 1,009,649,440	37%	\$ 574,421,579
Pupil personnel services	133,627,319	49,649,271	83,978,048	37%	46,270,145
Instructional media	21,669,585	9,032,652	12,636,933	42%	9,410,449
Instruction & curriculum development	27,751,138	11,463,955	16,287,183	41%	10,974,200
Instruction & staff training	8,774,772	2,662,963	6,111,809	30%	2,599,645
Technology-Instructional	24,911,779	11,045,148	13,866,631	44%	10,904,431
Board of education	5,275,208	2,506,174	2,769,034	48%	2,130,756 (J)
General administration	9,149,715	3,318,807	5,830,908	36%	3,424,881
School administration	142,612,402	59,893,153	82,719,249	42%	59,278,603
Facilities acquisition & construction	10,122,864	2,667,521	7,455,343	26%	- (K)
Fiscal services	11,156,088	4,545,620	6,610,468	41%	4,011,510
Central services	72,674,807	30,711,132	41,963,675	42%	29,658,781
Technology-Administrative	4,328,104	2,633,459	1,694,645	61%	1,749,991 (L)
Transportation services	86,269,855	38,442,712	47,827,143	45%	36,453,228
Operation services	210,023,647	75,643,394	134,380,253	36%	74,817,629
Maintenance services	65,946,135	28,619,630	37,326,505	43%	27,883,083
Community services	15,912,452	9,299,272	6,613,180	58%	9,008,553 (M)
Debt Service	1,480,417	-	1,480,417	(100)%	- (N)
TOTAL EXPENDITURES	2,449,891,987	930,691,123	1,519,200,864	38%	902,997,464
Other financing uses:					
Transfer to special revenue funds	4,399,147	-	4,399,147	-	- (O)
Total other financing uses	4,399,147	-	4,399,147	-	-
TOTAL EXPENDITURES & OTHER FINANCING USES	\$ 2,454,291,134	\$ 930,691,123	\$ 1,523,600,011	38%	\$ 902,997,464

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF FUND BALANCE UTILIZATION

GENERAL FUND

For the Five Months Ended November 30, 2019

(With comparative amounts for the five months ended November 30, 2018)

	<u>NOVEMBER 2019</u>	<u>NOVEMBER 2018</u>
BEGINNING FUND BALANCE	\$ 161,197,401	\$ 160,568,339
Plus:		
Revenues and other financing sources	952,487,152	905,533,669
Less:		
Expenditures and other financing uses	<u>930,691,123</u>	<u>902,997,464</u>
 EXCESS OF REVENUES & OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	 <u>21,796,029</u>	 <u>2,536,205</u>
 ENDING FUND BALANCE:		
Nonspendable	37,233,741	22,376,169
Restricted	9,512,324	8,490,466
Committed	54,327,295	54,327,295
Assigned/Unassigned	81,920,070	77,910,613
TOTAL ENDING FUND BALANCE	<u>\$ 182,993,430</u>	<u>\$ 163,104,544</u>
 Assigned/Unassigned fund balance as a percentage of projected General Fund revenues	 <u>3.50%</u>	 <u>3.61%</u>
 Assigned/Unassigned fund balance as a percentage of projected General Fund revenues excluding charter school revenues	 <u>4.13%</u>	 <u>4.23%</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPLANATION FOR COMBINED BALANCE SHEET

For the Five Months Ended November 30, 2019

ASSETS

- (A) Cash, cash equivalents and investments increased by \$146.7 million primarily due to the issuance of General Obligation Bond Series 2019 in February 2019. The increase is also due to an increase in property tax values and additional revenues generated from the Secure the Next Generation 1/2 mill referendum as the property tax revenues are proportionately recognized during the year.
- (B) Due from other agencies increased by \$95 million due to the timing difference in recognizing revenues for General Fund, Grants, and Food Service.

LIABILITIES

- (C) Notes payable increased by \$32.5 million as the par amount for the Tax Anticipation Notes ("TANS") increased in the current fiscal year from \$125 million to \$157.5 million to ensure appropriate funding for continuity of hiring school resource officers and District school security staff; recruiting and retaining of highly qualified District teachers, etc., until funding from the 1/2 mill operational levy (approved by the referendum on August 28, 2018) is received by the District at the end of November 2019 (Board Agenda Item AA-1 for TAN Series 2019 approved on 6/25/19).

FUND EQUITY

- (D) Restricted-Other fund balance increased by \$27.9 million and Restricted-Capital Encumbrances increased by \$122.3 million due to the issuance of General Obligation Bond Series 2019 and an increase in Capital 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 Five Months Ended November 30, 2019**

REVENUES

LOCAL SOURCES

(E) Ad valorem taxes

The increase of \$40.9 million is due to an increase in property tax values and additional revenues generated from the Secure the Next Generation 1/2 mill referendum. The property tax revenues are proportionately recognized during the year.

EXPENDITURES

(F) Capital outlay

The increase of \$21.9 million in capital outlay expenditures is primarily due to remodeling and renovations.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

**SCHEDULE OF EXPLANATION FOR BUDGET vs ACTUAL
GENERAL FUND**

For the Five Months Ended November 30, 2019

ESTIMATED REVENUES

LOCAL SOURCES

(G) Gifts, grants and bequests

Funds were received as a donation from the Butler Foundation for Deerfield Beach High School.

(H) Rental income

The collection of rental income is higher than the estimated revenue.

(I) Other local sources

The increase is due to the premium resulting from the issuance of Tax Anticipation Notes ("TANS").

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

**SCHEDULE OF EXPLANATION FOR BUDGET vs ACTUAL
GENERAL FUND**

For the Five Months Ended November 30, 2019

EXPENDITURES

(J) Board of education

The expenditures are higher than the prior fiscal year due to the increase in legal costs and fees.

(K) Facilities acquisition & construction

The increase in expenditures is primarily due to remodeling and renovations.

(L) Technology-Administrative

The increase in expenditures is due to the SAP Expansion for Payroll Process Improvement (Board Item EE-16 approved on 6/25/19).

(M) Community services

The increase is due to the before and after care program and student activities.

(N) Debt Service

The Tax Anticipation Notes will be paid in June 2020.

(O) Transfer to special revenue funds

There are no transfers to special revenue funds as of November 2019.