

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

INTERIM FINANCIAL STATEMENTS

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FEBRUARY 29, 2024

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THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

COMBINED BALANCE SHEET

As of February 29, 2024

(With comparative totals for February 28, 2023)

	GOVERNMENTAL FUND TYPES					PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	TOTALS (Memorandum Only)	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	GENERAL OBLIGATION BOND	OTHER CAPITAL FUNDS	INTERNAL SERVICE	CUSTODIAL FUND	February 2024	February 2023
ASSETS:									
Cash, cash equivalents, and investments	\$ 920,840,691	\$ 50,192,215	\$ 113,028,954	\$ 107,305,594	\$ 897,389,568	\$ 453,049	\$ 21,675,227	\$ 2,110,885,298	\$ 2,196,012,111 (A)
Due from other agencies	3,497,120	31,501,897	-	-	7,422,084	-	-	42,421,101	33,776,402
Due from other funds	36,907,834	-	-	-	103,032	-	-	37,010,866	30,904,867
Inventories	12,585,700	2,529,350	-	-	-	24,598	-	15,139,648	16,156,637
Fixed assets	-	-	-	-	-	-	-	-	954
Prepays and Other assets	55,189,596	12,346,587	145,521	-	2,535,379	516	-	70,217,599	28,772,958 (B)
TOTAL ASSETS	\$ 1,029,020,941	\$ 96,570,049	\$ 113,174,475	\$ 107,305,594	\$ 907,450,063	\$ 478,163	\$ 21,675,227	\$ 2,275,674,512	\$ 2,305,623,929
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND EQUITY:									
LIABILITIES:									
Accounts payable and accrued expenditures/expenses	\$ 41,358,822	\$ 8,841,253	\$ 533,515	\$ 112,308	\$ 4,326,797	\$ 308,570	\$ 629,599	\$ 56,110,864	\$ 34,128,863 (C)
Salaries, benefits, and payroll taxes payable	65,677,152	11,970,000	-	-	-	-	-	77,647,152	68,439,277
Deferred summer pay	56,735,769	-	-	-	-	-	-	56,735,769	53,293,986
Payroll deductions and withholdings payable	32,380,905	-	-	-	-	-	-	32,380,905	30,658,871
Due to other agencies	23,832,919	-	-	-	3,099	-	-	23,836,018	19,718,814
Due to other funds	-	14,667,795	-	-	22,343,071	-	-	37,010,866	30,904,867
Unearned revenue	413,783,606	79,586	15,067,082	-	120,186,143	-	-	549,116,417	452,538,096 (D)
Estimated liability for self-insured risks	30,262,333	-	-	-	-	-	-	30,262,333	29,070,000
Notes payable	197,450,000	-	-	-	-	-	-	197,450,000	156,805,000 (E)
Retainages payable	14,253	422,071	-	21,352,065	11,355,933	-	-	33,144,322	25,795,246
TOTAL LIABILITIES	861,495,759	35,980,705	15,600,597	21,464,373	158,215,043	308,570	629,599	1,093,694,646	901,353,020
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue	-	-	-	-	7,375,785	-	-	7,375,785	5,590,980
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	7,375,785	-	-	7,375,785	5,590,980
FUND EQUITY:									
Net position-invested in capital assets	-	-	-	-	-	-	-	-	954
Net position-restricted for individuals, organizations, and governments	-	-	-	-	-	-	21,045,628	21,045,628	20,299,835
Net position-unrestricted	-	-	-	-	-	169,593	-	169,593	128,713
Fund balances:									
Nonspendable	17,662,762	2,529,350	-	-	-	-	-	20,192,112	20,199,259
Restricted-Other	14,462,311	57,386,756	97,573,878	(1,695,578)	394,918,256	-	-	562,645,623	753,725,955 (F)
Restricted-Capital Encumbrances	-	-	-	87,536,799	346,940,979	-	-	434,477,778	438,326,961 (F)
Committed	54,327,295	-	-	-	-	-	-	54,327,295	54,327,295
Assigned/Unassigned	81,072,814	673,238	-	-	-	-	-	81,746,052	111,670,957 (G)
TOTAL FUND EQUITY	167,525,182	60,589,344	97,573,878	85,841,221	741,859,235	169,593	21,045,628	1,174,604,081	1,398,679,929
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND EQUITY	\$ 1,029,020,941	\$ 96,570,049	\$ 113,174,475	\$ 107,305,594	\$ 907,450,063	\$ 478,163	\$ 21,675,227	\$ 2,275,674,512	\$ 2,305,623,929

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

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

ALL GOVERNMENTAL FUND TYPES

For the Eight Months Ended February 29, 2024

(With comparative amounts for the eight months ended February 28, 2023)

	GOVERNMENTAL FUND TYPES					TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	GENERAL OBLIGATION BOND	OTHER CAPITAL FUNDS	(Memorandum Only)	
						February 2024	February 2023
REVENUES:							
Local sources:							
Ad valorem taxes	\$ 901,584,778	\$ -	\$ 34,704,048	\$ -	\$ 274,564,463	\$ 1,210,853,289	\$ 993,649,643 (H)
Food sales	-	2,577,696	-	-	-	2,577,696	4,763,622
Interest income and other	62,339,160	4,977,323	2,741,392	2,252,057	22,320,852	94,630,784	60,419,019 (I)
Total local sources	963,923,938	7,555,019	37,445,440	2,252,057	296,885,315	1,308,061,769	1,058,832,284
State sources:							
Florida education finance program	468,872,491	-	-	-	-	468,872,491	479,298,774
Other	217,692,694	7,140,919	-	-	19,831,729	244,665,342	277,093,427 (J)
Total state sources	686,565,185	7,140,919	-	-	19,831,729	713,537,833	756,392,201
Federal sources:							
Food service	-	66,239,103	-	-	-	66,239,103	66,514,196
Other	8,735,382	251,244,974	-	-	234,765	260,215,121	239,159,158 (K)
Total federal sources	8,735,382	317,484,077	-	-	234,765	326,454,224	305,673,354
TOTAL REVENUES	1,659,224,505	332,180,015	37,445,440	2,252,057	316,951,809	2,348,053,826	2,120,897,839
EXPENDITURES:							
Current Operating:							
Instructional services	1,113,693,287	170,185,999	-	-	-	1,283,879,286	1,183,540,518 (L)
Student and instructional support services	164,246,188	49,172,084	-	-	-	213,418,272	186,726,503 (M)
Student transportation services	65,372,570	2,472,046	-	-	-	67,844,616	65,061,453
Operation and maintenance of plant	207,455,383	1,355,053	-	-	-	208,810,436	179,646,136 (N)
School administration	103,913,397	576,630	-	-	-	104,490,027	94,946,589
Food service	8,089	81,834,319	-	-	-	81,842,408	74,275,419
Instruction related technology	28,045,383	4,621,887	-	-	-	32,667,270	30,584,436
General administration	88,653,752	8,651,519	-	-	-	97,305,271	84,177,360
Total current operating	1,771,388,049	318,869,537	-	-	-	2,090,257,586	1,898,958,414
Debt Service:							
Principal reduction	529,123	-	14,187,798	-	351,282	15,068,203	15,939,770
Interest and other charges	278,668	-	50,926,204	-	17,542	51,222,414	55,372,853
Total debt service	807,791	-	65,114,002	-	368,824	66,290,617	71,312,623
Capital Outlay	14,622,925	19,375,599	-	91,001,747	125,136,633	250,136,904	136,840,965 (O)
TOTAL EXPENDITURES	1,786,818,765	338,245,136	65,114,002	91,001,747	125,505,457	2,406,685,107	2,107,112,002
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(127,594,260)	(6,065,121)	(27,668,562)	(88,749,690)	191,446,352	(58,631,281)	13,785,837
OTHER FINANCING SOURCES (USES):							
Proceeds of finance agreements	-	-	-	-	-	-	2,844,413
Proceeds of loss recovery	629,878	-	-	-	4,181,181	4,811,059	13,146,192
Proceeds from sale of capital assets	-	25,795	-	-	512,072	537,867	4,842,150
Operating transfers in	103,927,471	29,315	47,036,137	-	-	150,992,923	144,994,496
Operating transfers out	(350,140)	-	-	-	(150,642,783)	(150,992,923)	(144,994,496)
TOTAL OTHER FINANCING SOURCES (USES)	104,207,209	55,110	47,036,137	-	(145,949,530)	5,348,926	20,832,755
EXCESS REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(23,387,051)	(6,010,011)	19,367,575	(88,749,690)	45,496,822	(53,282,355)	34,618,592
FUND BALANCES, BEGINNING OF PERIOD	190,912,233	66,599,355	78,206,303	174,590,911	696,362,413	1,206,671,215	1,343,631,835
FUND BALANCES, END OF PERIOD	\$ 167,525,182	\$ 60,589,344	\$ 97,573,878	\$ 85,841,221	\$ 741,859,235	\$ 1,153,388,860	\$ 1,378,250,427

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES

GENERAL FUND

For the Eight Months Ended February 29, 2024

(With comparative amounts for the eight months ended February 28, 2023)

	BUDGET	REVENUES YEAR-TO-DATE	BALANCE REMAINING	REVENUES Y-T-D AS % OF BUDGET	REVENUES AS OF FEBRUARY 2023
REVENUES:					
Local sources:					
Ad valorem taxes - current year	\$ 1,429,840,905	\$ 900,799,770	\$ 529,041,135	63%	\$ 720,681,313
Ad valorem taxes - prior years	-	785,008	(785,008)	OVER 100%	(55,582)
Investment income	7,500,000	13,355,471	(5,855,471)	OVER 100%	3,223,847 (P)
Student fees	8,416,082	5,159,593	3,256,489	61%	4,503,261
Preschool program fees	2,375,938	1,693,307	682,631	71%	1,300,951
School-age child care fees	16,023,641	11,055,251	4,968,390	69%	10,420,133
Other schools, courses, and classes fees	2,708,689	1,737,281	971,408	64%	1,771,655
Gifts, grants, bequests	-	6,678	(6,678)	OVER 100%	1,433
Receipt of federal indirect cost rate	19,781,781	9,450,310	10,331,471	48%	13,573,311 (Q)
Rental income	1,953,863	1,082,577	871,286	55%	833,919
E-rate rebate	3,086,000	1,403,440	1,682,560	45%	654,017 (R)
Miscellaneous local	25,063,941	17,394,878	7,669,063	69%	13,504,750
Other	-	374	(374)	OVER 100%	(209,446) (S)
Total local sources	1,516,750,840	963,923,938	552,826,902	64%	770,203,562
State sources:					
Florida education finance program	735,248,398	468,872,491	266,375,907	64%	479,298,774
Class size reduction	248,740,478	156,706,501	92,033,977	63%	169,302,882
Voluntary prekindergarten program	3,993,348	2,280,361	1,712,987	57%	1,954,449
Workforce development	82,681,472	52,089,328	30,592,144	63%	50,620,239
Adult w/Disabilities	800,000	504,000	296,000	63%	504,320
State license tax	308,368	251,928	56,440	82%	260,080 (T)
Racing commission	446,500	223,250	223,250	50%	223,250 (U)
Other	4,964,625	5,637,326	(672,701)	OVER 100%	1,644,296 (V)
Total state sources	1,077,183,189	686,565,185	390,618,004	64%	717,839,016
Federal sources:					
Medicaid	11,010,000	7,339,995	3,670,005	67%	9,000,001
ROTC	2,798,731	1,389,102	1,409,629	50%	1,561,953 (W)
Other	-	6,285	(6,285)	OVER 100%	10,700
Total federal sources	13,808,731	8,735,382	5,073,349	63%	10,572,654
Other financing sources:					
Transfer from capital projects funds	164,964,239	103,927,471	61,036,768	63%	91,502,599
Insurance loss recoveries	629,878	629,878	-	100%	- (X)
Total other financing sources	165,594,117	104,557,349	61,036,768	63%	94,347,012
TOTAL REVENUES & OTHER FINANCING SOURCES	\$ 2,773,336,877	\$ 1,763,781,854	\$ 1,009,555,023	64%	\$ 1,592,962,244

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES

GENERAL FUND

For the Eight Months Ended February 29, 2024

(With comparative amounts for the eight months ended February 28, 2023)

	BUDGET	EXPENDITURES YEAR-TO-DATE	BALANCE AVAILABLE	EXPENDITURES Y-T-D AS % OF BUDGET	EXPENDITURES AS OF FEBRUARY 2023
EXPENDITURES:					
Instructional services	\$ 1,750,007,019	\$ 1,103,031,654	\$ 646,975,365	63%	\$ 1,032,076,026
Student support services	157,127,391	115,402,841	41,724,550	73%	96,690,303
Instructional media	30,024,854	19,353,646	10,671,208	64%	14,619,931
Instruction & curriculum development	34,407,507	24,996,863	9,410,644	73%	20,129,627
Instruction & staff training	6,895,841	4,492,838	2,403,003	65%	4,070,017
Technology-Instructional	32,701,097	24,563,263	8,137,834	75%	20,596,013
Board of education	14,027,273	12,711,448	1,315,825	91%	11,927,557 (Y)
General administration	11,695,725	8,691,526	3,004,199	74%	7,518,227
School administration	155,223,033	103,913,397	51,309,636	67%	93,875,364
Facilities acquisition & construction	15,170,000	14,622,925	547,075	96%	8,608,732 (Z)
Fiscal services	12,608,134	7,739,396	4,868,738	61%	7,163,240
Food services	-	8,089	(8,089)	OVER 100%	366,757
Central services	76,695,026	59,511,382	17,183,644	78%	42,662,050 (AA)
Technology-Administrative	6,857,796	3,482,120	3,375,676	51%	3,273,327 (AB)
Transportation services	99,849,984	65,372,570	34,477,414	65%	62,823,431
Operation of plant	249,889,011	155,765,923	94,123,088	62%	126,034,235
Maintenance of plant	85,904,921	51,689,460	34,215,461	60%	50,816,482
Community services	13,088,877	10,661,633	2,427,244	81%	10,790,166 (AC)
Debt Service	4,510,000	807,791	3,702,209	18%	- (AD)
TOTAL EXPENDITURES	2,756,683,489	1,786,818,765	969,864,724	65%	1,614,041,485
Other financing uses:					
Transfer to special revenue funds	40,000	29,315	10,685	73%	42,825
Transfer to debt service funds	320,825	320,825	-	100%	320,825 (AE)
Total other financing uses	360,825	350,140	10,685	97%	363,650
TOTAL EXPENDITURES & OTHER FINANCING USES	\$ 2,757,044,314	\$ 1,787,168,905	\$ 969,875,409	65%	\$ 1,614,405,135

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**SCHEDULE OF FUND BALANCE UTILIZATION****GENERAL FUND****For the Eight Months Ended February 29, 2024****(With comparative amounts for the eight months ended February 28, 2023)**

	<u>FEBRUARY 2024</u>	<u>FEBRUARY 2023</u>
BEGINNING FUND BALANCE	\$ 190,912,233	\$ 218,147,630
Plus:		
Revenues and other financing sources	1,763,781,854	1,592,962,244
Less:		
Expenditures and other financing uses	<u>1,787,168,905</u>	<u>1,614,405,135</u>
EXCESS OF REVENUES & OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(23,387,051)</u>	<u>(21,442,891)</u>
ENDING FUND BALANCE:		
Nonspendable	17,662,762	15,949,405
Restricted	14,462,311	15,540,776
Committed	54,327,295	54,327,295
Assigned/Unassigned	81,072,814	110,887,263
TOTAL ENDING FUND BALANCE	<u><u>\$ 167,525,182</u></u>	<u><u>\$ 196,704,739</u></u>
Assigned/Unassigned fund balance as a percentage of projected General Fund revenues excluding charter school revenues	<u><u>3.81%</u></u>	<u><u>5.67%</u></u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPLANATION FOR COMBINED BALANCE SHEET

For the Eight Months Ended February 29, 2024

ASSETS

- (A) Cash, cash equivalents, and investments decreased by \$85.1 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.
- (B) Prepaids and Other assets increased by \$41.4 million due to additional prepaid and other receivables recorded for claims exceeding revenues in the health insurance fund.

LIABILITIES

- (C) Accounts payable and accrued expenditures/expenses increased by \$22.0 million due to the accrual of expenditures for February 2024.
- (D) Unearned revenue increased by \$96.6 million due to the timing difference in recognizing revenues for General Fund, Food Service Fund, Debt Service Funds and Capital Funds.
- (E) Notes Payable increased by \$40.7 million due to the Tax Anticipation Notes (TAN), Series 2023 issued at par amount \$197.5 million (issued at \$200.2 million net premium of \$2.7 million) compared to the prior year TAN amount of \$156.8 million (issued at \$160.1 million net premium of \$3.3 million).

FUND EQUITY

- (F) Restricted-Other decreased by \$191.1 million and Restricted-Capital Encumbrances decreased by \$3.8 million as the District continues to complete approved projects.
- (G) Assigned/Unassigned decreased by \$29.9 million as the ending fund balance for fiscal year 2023 decreased as a result of last year's substantial four percent raises and an increased payment for school resource officer contracts with Broward Sheriff's Office and other municipalities.

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 Eight Months Ended February 29, 2024

REVENUES

LOCAL SOURCES

(H) Ad valorem taxes

The increase of \$217.2 million as of February is due to increases in property tax values as well as voters approved increase of referendum funding from a half-mill to one-mill effective July 1, 2023.

(I) Interest income and other

The increase of \$34.2 million is primarily due to additional revenues from interest and increases in the fair value of investments.

STATE SOURCES

(J) Other

The decrease of \$32.4 million is primarily due to not receiving School Recognition funds as of February and a decrease in class size reduction funding as compared to last year.

FEDERAL SOURCES

(K) Other federal sources

The increase of \$21.1 million is primarily due to increase in ESSER and ARP funding.

EXPENDITURES

(L) Instructional services

The increase of \$100.3 million is primarily due to increase in FEFP and Non-FEFP yearly distribution to charter schools and an increase in salaries.

(M) Student and instructional support services

Expenditures for student and instructional support services are higher as compared to the prior year as of February 2024 primarily due to increase in salaries and referendum supplements.

(N) Operation and maintenance of plant

Expenditures for operation and maintenance of plant are higher as compared to the prior year as of February 2024 primarily due to increase in salaries, referendum supplements, and energy services.

(O) Capital outlay

The increase of \$113.3 million in capital outlay expenditures is primarily due to increases in remodeling and renovations in the current year.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPLANATION FOR BUDGET vs ACTUAL

GENERAL FUND

For the Eight Months Ended February 29, 2024

ESTIMATED REVENUES

LOCAL SOURCES

(P) Investment income

Investment income increased as compared to prior year due to the net increase in the fair value of investments.

(Q) Receipt of federal indirect cost rate

The estimated federal indirect cost revenue is lower as compared to prior year primarily as a result of the rate being lower in the current year 4.72% compared to last year of 7.06%.

(R) E-rate rebate

E-rate rebate revenue is higher through February as compared to prior year.

(S) Other local sources

Other local source of revenue is higher through February as compared to prior year.

STATE SOURCES

(T) State license tax

State license tax revenue is lower through February as compared to prior year.

(U) Racing Commission

The estimated revenue is anticipated to be received by the end of the school year.

(V) Other state sources

Other state sources of revenue (Pipeline Grant, Civic Endorsement for teachers, other miscellaneous revenues from State) is higher through February as compared to the prior year.

FEDERAL SOURCES

(W) ROTC

The estimated revenue is anticipated to be received by the end of the school year.

OTHER FINANCING SOURCES

(X) Insurance loss recoveries

Insurance loss recoveries revenue received for April 2023 flood.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPLANATION FOR BUDGET vs ACTUAL

GENERAL FUND

For the Eight Months Ended February 29, 2024

EXPENDITURES

(Y) Board of education

Board of education expenditures are higher as compared to the prior year primarily as a result of an increase in Value Adjustment Board payment.

(Z) Facilities acquisition & construction

Facilities acquisition & construction expenditures are higher as the District continues to complete approved projects.

(AA) Central services

Expenditures for central services are higher as compared to the prior year as of February 2024 primarily due to increase in salaries, referendum supplements, and insurance premiums.

(AB) Technology-Administrative

Expenditures for technology-administrative are higher as compared to the prior year as of February 2024.

(AC) Community services

Expenditures for after care services are lower as compared to the prior year as of February 2024.

(AD) Debt Service

The Tax Anticipation Notes will be paid in June 2024.

(AE) Transfer to debt service funds

Interest payment for Certificates of Participation Series 2016B.