

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

INTERIM FINANCIAL STATEMENTS

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JANUARY 31, 2024

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THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

COMBINED BALANCE SHEET

As of January 31, 2024

(With comparative totals for January 31, 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	January 2024	January 2023
ASSETS:									
Cash, cash equivalents, and investments	\$ 999,014,651	\$ 55,133,338	\$ 111,773,495	\$ 133,826,620	\$ 906,087,816	\$ 2,446,636	\$ 21,878,148	\$ 2,230,160,704	\$ 2,278,906,942 (A)
Due from other agencies	3,904,938	28,693,579	-	-	7,421,079	-	-	40,019,596	35,787,107
Due from other funds	32,024,759	-	-	-	439,053	-	-	32,463,812	28,370,605
Inventories	12,701,344	2,100,060	-	-	-	24,598	-	14,826,002	16,273,899
Fixed assets	-	-	-	-	-	-	-	-	954
Prepays and Other assets	57,390,034	10,626,110	134,126	-	2,300,807	491	-	70,451,568	29,823,090 (B)
TOTAL ASSETS	\$ 1,105,035,726	\$ 96,553,087	\$ 111,907,621	\$ 133,826,620	\$ 916,248,755	\$ 2,471,725	\$ 21,878,148	\$ 2,387,921,682	\$ 2,389,162,597
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND EQUITY:									
LIABILITIES:									
Accounts payable and accrued expenditures/expenses	\$ 31,326,358	\$ 10,646,575	\$ 533,514	\$ 1,555,428	\$ 10,796,956	\$ 2,339,191	\$ 629,738	\$ 57,827,760	\$ 34,460,859 (C)
Salaries, benefits, and payroll taxes payable	66,955,010	10,292,300	-	-	-	-	-	77,247,310	70,043,054
Deferred summer pay	48,314,324	-	-	-	-	-	-	48,314,324	45,563,697
Payroll deductions and withholdings payable	28,420,319	-	-	-	-	-	-	28,420,319	28,098,792
Due to other agencies	22,799,962	-	-	-	3,099	-	-	22,803,061	19,182,820
Due to other funds	-	13,867,596	-	-	18,596,216	-	-	32,463,812	28,370,605
Unearned revenue	506,762,353	24,062	18,456,448	-	147,000,759	-	-	672,243,622	548,410,995 (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	382,217	-	21,484,811	11,281,092	-	-	33,162,373	26,016,993
TOTAL LIABILITIES	932,304,912	35,212,750	18,989,962	23,040,239	187,678,122	2,339,191	629,738	1,200,194,914	986,022,815
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	-	-	-	-	-	-	21,248,410	21,248,410	20,432,208
Net position-unrestricted	-	-	-	-	-	132,534	-	132,534	115,379
Fund balances:									
Nonspendable	19,809,235	2,100,060	-	-	-	-	-	21,909,295	21,945,352
Restricted-Other	14,462,311	58,567,039	92,917,659	17,959,172	400,575,419	-	-	584,481,600	756,237,712 (F)
Restricted-Capital Encumbrances	-	-	-	92,827,209	320,619,429	-	-	413,446,638	433,030,821 (F)
Committed	54,327,295	-	-	-	-	-	-	54,327,295	54,327,295
Assigned/Unassigned	84,131,973	673,238	-	-	-	-	-	84,805,211	111,459,081 (G)
TOTAL FUND EQUITY	172,730,814	61,340,337	92,917,659	110,786,381	721,194,848	132,534	21,248,410	1,180,350,983	1,397,548,802
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND EQUITY	\$ 1,105,035,726	\$ 96,553,087	\$ 111,907,621	\$ 133,826,620	\$ 916,248,755	\$ 2,471,725	\$ 21,878,148	\$ 2,387,921,682	\$ 2,389,162,597

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

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

ALL GOVERNMENTAL FUND TYPES

For the Seven Months Ended January 31, 2024

(With comparative amounts for the seven months ended January 31, 2023)

	GOVERNMENTAL FUND TYPES					TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	GENERAL OBLIGATION BOND	OTHER CAPITAL FUNDS	(Memorandum Only)	
						January 2024	January 2023
REVENUES:							
Local sources:							
Ad valorem taxes	\$ 775,282,816	\$ -	\$ 29,843,454	\$ -	\$ 236,105,020	\$ 1,041,231,290	\$ 861,301,631 (H)
Food sales	-	2,158,849	-	-	-	2,158,849	3,865,072
Interest income and other	56,814,348	4,551,589	2,938,168	2,760,386	21,990,370	89,054,861	62,380,688 (I)
Total local sources	832,097,164	6,710,438	32,781,622	2,760,386	258,095,390	1,132,445,000	927,547,391
State sources:							
Florida education finance program	403,950,057	-	-	-	-	403,950,057	416,182,109
Other	187,505,278	6,538,532	-	-	17,407,511	211,451,321	240,234,408 (J)
Total state sources	591,455,335	6,538,532	-	-	17,407,511	615,401,378	656,416,517
Federal sources:							
Food service	-	54,257,828	-	-	-	54,257,828	55,457,161
Other	7,544,861	214,605,828	-	-	234,765	222,385,454	210,484,167
Total federal sources	7,544,861	268,863,656	-	-	234,765	276,643,282	265,941,328
TOTAL REVENUES	1,431,097,360	282,112,626	32,781,622	2,760,386	275,737,666	2,024,489,660	1,849,905,236
EXPENDITURES:							
Current Operating:							
Instructional services	961,115,875	141,597,283	-	-	-	1,102,713,158	1,021,215,924 (K)
Student and instructional support services	137,221,172	45,712,794	-	-	-	182,933,966	163,781,875
Student transportation services	54,197,552	2,425,511	-	-	-	56,623,063	55,408,447
Operation and maintenance of plant	178,213,477	1,335,511	-	-	-	179,548,988	160,272,616
School administration	90,226,722	471,652	-	-	-	90,698,374	82,538,937
Food service	4,405	68,753,514	-	-	-	68,757,919	62,701,620
Instruction related technology	24,581,215	4,613,947	-	-	-	29,195,162	27,654,037
General administration	80,064,547	7,509,658	-	-	-	87,574,205	82,749,403
Total current operating	1,525,624,965	272,419,870	-	-	-	1,798,044,835	1,656,322,859
Debt Service:							
Principal reduction	529,123	-	12,728,008	-	304,034	13,561,165	14,440,102
Interest and other charges	278,668	-	50,818,723	-	5,912,715	57,010,106	55,223,028
Total debt service	807,791	-	63,546,731	-	6,216,749	70,571,271	69,663,130
Capital Outlay	12,486,890	15,004,151	-	66,564,916	114,833,431	208,889,388	111,375,162 (L)
TOTAL EXPENDITURES	1,538,919,646	287,424,021	63,546,731	66,564,916	121,050,180	2,077,505,494	1,837,361,151
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(107,822,286)	(5,311,395)	(30,765,109)	(63,804,530)	154,687,486	(53,015,834)	12,544,085
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	-	23,062	-	-	480,537	503,599	4,833,736
Operating transfers in	89,361,129	29,315	45,476,465	-	-	134,866,909	131,242,218
Operating transfers out	(350,140)	-	-	-	(134,516,769)	(134,866,909)	(131,242,218)
TOTAL OTHER FINANCING SOURCES (USES)	89,640,867	52,377	45,476,465	-	(129,855,051)	5,314,658	20,824,341
EXCESS REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(18,181,419)	(5,259,018)	14,711,356	(63,804,530)	24,832,435	(47,701,176)	33,368,426
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	\$ 172,730,814	\$ 61,340,337	\$ 92,917,659	\$ 110,786,381	\$ 721,194,848	\$ 1,158,970,039	\$ 1,377,000,261

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES

GENERAL FUND

For the Seven Months Ended January 31, 2024

(With comparative amounts for the seven months ended January 31, 2023)

	BUDGET	REVENUES YEAR-TO-DATE	BALANCE REMAINING	REVENUES Y-T-D AS % OF BUDGET	REVENUES AS OF JANUARY 2023
REVENUES:					
Local sources:					
Ad valorem taxes - current year	\$ 1,429,840,905	\$ 774,544,819	\$ 655,296,086	54%	\$ 624,651,443
Ad valorem taxes - prior years	-	737,997	(737,997)	OVER 100%	(34,000)
Investment income	7,500,000	13,478,596	(5,978,596)	OVER 100%	7,139,666 (M)
Student fees	8,416,082	4,361,050	4,055,032	52%	3,807,376
Preschool program fees	2,375,938	1,306,491	1,069,447	55%	1,131,309
School-age child care fees	16,023,641	9,217,515	6,806,126	58%	8,897,575
Other schools, courses, and classes fees	2,708,689	1,419,217	1,289,472	52%	1,508,134
Gifts, grants, bequests	-	6,678	(6,678)	OVER 100%	1,433
Receipt of federal indirect cost rate	19,781,781	8,142,898	11,638,883	41%	12,629,209 (N)
Rental income	1,953,863	932,338	1,021,525	48%	750,694
E-rate rebate	3,086,000	691,720	2,394,280	22%	654,017 (O)
Miscellaneous local	25,063,941	17,257,502	7,806,439	69%	11,941,933 (P)
Other	-	343	(343)	OVER 100%	2,197,243 (Q)
Total local sources	1,516,750,840	832,097,164	684,653,676	55%	675,276,032
State sources:					
Florida education finance program	735,248,398	403,950,057	331,298,341	55%	416,182,109
Class size reduction	248,740,478	134,742,717	113,997,761	54%	146,743,488
Voluntary prekindergarten program	3,993,348	1,954,387	2,038,961	49%	1,659,094
Workforce development	82,681,472	44,788,553	37,892,919	54%	43,875,156
Adult w/Disabilities	800,000	433,360	366,640	54%	437,120
State license tax	308,368	236,305	72,063	77%	238,607 (R)
Racing commission	446,500	111,625	334,875	25%	111,625 (S)
Other	4,964,625	5,238,331	(273,706)	OVER 100%	1,641,518 (T)
Total state sources	1,077,183,189	591,455,335	485,727,854	55%	623,049,866
Federal sources:					
Medicaid	11,010,000	6,422,497	4,587,503	58%	7,874,999
ROTC	2,798,731	1,116,079	1,682,652	40%	1,321,167 (U)
Other	-	6,285	(6,285)	OVER 100%	10,700
Total federal sources	13,808,731	7,544,861	6,263,870	55%	9,206,866
Other financing sources:					
Transfer from capital projects funds	164,964,239	89,361,129	75,603,110	54%	79,309,993
Insurance loss recoveries	629,878	629,878	-	100%	- (V)
Total other financing sources	165,594,117	89,991,007	75,603,110	54%	82,154,406
TOTAL REVENUES & OTHER FINANCING SOURCES	\$ 2,773,336,877	\$ 1,521,088,367	\$ 1,252,248,510	55%	\$ 1,389,687,170

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES

GENERAL FUND

For the Seven Months Ended January 31, 2024

(With comparative amounts for the seven months ended January 31, 2023)

	BUDGET	EXPENDITURES YEAR-TO-DATE	BALANCE AVAILABLE	EXPENDITURES Y-T-D AS % OF BUDGET	EXPENDITURES AS OF JANUARY 2023
EXPENDITURES:					
Instructional services	\$ 1,750,007,019	\$ 952,061,937	\$ 797,945,082	54%	\$ 891,359,832
Student support services	157,127,391	97,126,798	60,000,593	62%	84,213,076
Instructional media	30,024,854	13,410,316	16,614,538	45%	12,786,744 (W)
Instruction & curriculum development	34,407,507	22,427,361	11,980,146	65%	17,542,071
Instruction & staff training	6,895,841	4,256,697	2,639,144	62%	3,695,383
Technology-Instructional	32,701,097	21,421,138	11,279,959	66%	17,931,412
Board of education	14,027,273	12,236,542	1,790,731	87%	11,620,295 (X)
General administration	11,695,725	7,685,839	4,009,886	66%	6,757,398
School administration	155,223,033	90,226,722	64,996,311	58%	81,560,379
Facilities acquisition & construction	15,170,000	12,486,890	2,683,110	82%	8,257,805 (Y)
Fiscal services	12,608,134	6,767,216	5,840,918	54%	6,320,759
Food services	-	4,405	(4,405)	OVER 100%	311,878
Central services	76,695,026	53,374,950	23,320,076	70%	43,784,970 (Z)
Technology-Administrative	6,857,796	3,160,077	3,697,719	46%	3,034,509
Transportation services	99,849,984	54,197,552	45,652,432	54%	53,221,422
Operation of plant	249,889,011	132,646,571	117,242,440	53%	113,012,136
Maintenance of plant	85,904,921	45,566,906	40,338,015	53%	44,657,130
Community services	13,088,877	9,053,938	4,034,939	69%	9,240,253 (AA)
Debt Service	4,510,000	807,791	3,702,209	18%	- (AB)
TOTAL EXPENDITURES	2,756,683,489	1,538,919,646	1,217,763,843	56%	1,409,307,452
Other financing uses:					
Transfer to special revenue funds	40,000	29,315	10,685	73%	42,825 (AC)
Transfer to debt service funds	320,825	320,825	-	100%	320,825 (AD)
Total other financing uses	360,825	350,140	10,685	97%	363,650
TOTAL EXPENDITURES & OTHER FINANCING USES	\$ 2,757,044,314	\$ 1,539,269,786	\$ 1,217,774,528	56%	\$ 1,409,671,102

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**SCHEDULE OF FUND BALANCE UTILIZATION****GENERAL FUND****For the Seven Months Ended January 31, 2024****(With comparative amounts for the seven months ended January 31, 2023)**

	<u>JANUARY 2024</u>	<u>JANUARY 2023</u>
BEGINNING FUND BALANCE	\$ 190,912,233	\$ 218,147,630
Plus:		
Revenues and other financing sources	1,521,088,367	1,389,687,170
Less:		
Expenditures and other financing uses	<u>1,539,269,786</u>	<u>1,409,671,102</u>
EXCESS OF REVENUES & OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(18,181,419)</u>	<u>(19,983,932)</u>
ENDING FUND BALANCE:		
Nonspendable	19,809,235	17,620,240
Restricted	14,462,311	15,540,776
Committed	54,327,295	54,327,295
Assigned/Unassigned	84,131,973	110,675,387
TOTAL ENDING FUND BALANCE	<u>\$ 172,730,814</u>	<u>\$ 198,163,698</u>
Assigned/Unassigned fund balance as a percentage of projected General Fund revenues excluding charter school revenues	<u>3.95%</u>	<u>5.66%</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

SCHEDULE OF EXPLANATION FOR COMBINED BALANCE SHEET

For the Seven Months Ended January 31, 2024

ASSETS

- (A) Cash, cash equivalents, and investments decreased by \$48.7 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 \$40.6 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 \$23.4 million due to the accrual of expenditures for January 2024.
- (D) Unearned revenue increased by \$123.8 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 \$171.8 million and Restricted-Capital Encumbrances decreased by \$19.6 million as the District continues to complete approved projects.
- (G) Assigned/Unassigned decreased by \$26.7 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 Seven Months Ended January 31, 2024

REVENUES

LOCAL SOURCES

(H) Ad valorem taxes

The increase of \$179.9 million as of January 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 \$26.7 million is primarily due to additional revenues from interest, increases in the fair value of investments and federal indirect cost rate collection for grants and food service.

STATE SOURCES

(J) Other

The decrease of \$28.8 million is primarily due to not receiving School Recognition funds as of January and a decrease in class size reduction funding as compared to last year.

EXPENDITURES

(K) Instructional services

The increase of \$81.5 million is primarily due to increase in FEFP and Non-FEFP yearly distribution to charter schools.

(L) Capital outlay

The increase of \$97.5 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 Seven Months Ended January 31, 2024

ESTIMATED REVENUES

LOCAL SOURCES

(M) Investment income

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

(N) 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%.

(O) E-rate rebate

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

(P) Miscellaneous local

Miscellaneous local sources of revenue is higher through January as compared to the prior year due to the initial payment of the JUUL Settlement proceeds.

(Q) Other local sources

Other local source of revenue is lower through January as compared to prior year.

STATE SOURCES

(R) State license tax

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

(S) Racing Commission

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

(T) Other state sources

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

FEDERAL SOURCES

(U) ROTC

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

OTHER FINANCING SOURCES

(V) 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 Seven Months Ended January 31, 2024

EXPENDITURES

(W) Instructional media

Expenditures for instructional media are higher as compared to the prior year primarily due to additional software and equipment maintenance.

(X) 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.

(Y) Facilities acquisition & construction

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

(Z) Central services

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

(AA) Community services

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

(AB) Debt Service

The Tax Anticipation Notes will be paid in June 2024.

(AC) Transfer to special revenue funds

Transfers to special revenue funds are lower as compared to the prior year as of January 2024.

(AD) Transfer to debt service funds

Interest payment for Certificates of Participation Series 2016B.