

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2014



The School Board of Broward County, Florida

Fort Lauderdale, Florida

www.browardschools.com

COMPREHENSIVE

ANNUAL FINANCIAL REPORT OF

The School Board of Broward County, Florida

For the Fiscal Year Ended June 30, 2014

Issued by:

**Robert W. Runcie, Superintendent of Schools
I. Benjamin Leong, CPA, Chief Financial Officer**

Prepared by:

**Scott Krutchik, CPA, Director of
Accounting and Financial Reporting**

**600 Southeast Third Avenue
Fort Lauderdale, Florida 33301**

Broward County Public Schools



***Educating Today's Students
To Succeed In Tomorrow's World***

**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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Broward County Public Schools

Introductory Section

Broward County Public Schools



***Educating Today's Students
To Succeed In Tomorrow's World***



THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

600 SOUTHEAST THIRD AVENUE • FORT LAUDERDALE, FLORIDA 33301 • TEL 754-321-2600 • FAX 754-321-2701

ROBERT W. RUNCIE
Superintendent of Schools

SCHOOL BOARD

DONNA P. KORN, *Chair*
DR. ROSALIND OSGOOD, *Vice Chair*

ROBIN BARTLEMAN
HEATHER P. BRINKWORTH
ABBY M. FREEDMAN
PATRICIA GOOD
LAURIE RICH LEVINSON
ANN MURRAY
NORA RUPERT

November 25, 2014



Robert W. Runcie
Superintendent of Schools

Members of the School Board and Citizens of Broward County:

We are pleased to present the Comprehensive Annual Financial Report ("CAFR") of The School Board of Broward County, Florida, (the "District" or "Broward County Public Schools") for the fiscal year ended June 30, 2014. These financial statements are presented to conform to the Generally Accepted Accounting Principles (GAAP) in the United States as applied to governmental units. The Florida Statutes require that the District publish, within six months of the close of each fiscal year, a complete set of audited financial statements. The U.S. Securities and Exchange Commission (SEC) also requires a legal undertaking on the part of governmental debt issuers to provide annual audited financial information. The CAFR is published to fulfill these requirements. In addition to meeting legal requirements, this report is intended to provide informative and relevant financial information for the residents of Broward County, School Board Members (the "Board"), investors, creditors, and other concerned readers. We believe that the

information, as presented, is accurate in all material aspects; that it is designed to present fairly the financial position and changes in the financial position of the District; and that all disclosures necessary to enable the reader to gain an adequate understanding of the District's financial condition have been included. The responsibility for the preparation of the accompanying financial statements and other information contained in this CAFR rests with the District's management.

The District's management is responsible for the establishment and maintenance of a comprehensive internal control framework to ensure compliance with applicable laws and District policies. The District's internal control framework also ensures that financial transactions are properly recorded and documented to provide reliable information for the preparation of the District's financial statements in accordance with GAAP. Since the cost of internal controls should not outweigh their benefits, the District's internal control framework has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement.

State statutes allow an outside independent audit of school districts by a firm of certified public accountants in lieu of an audit by the State of Florida Auditor General, under certain conditions. The accounting firm of McGladrey, LLP was selected by the Board to perform the audit function. In keeping with the minority business enterprise program established by the Board, McGladrey, LLP was assisted by Sharpton, Brunson & Company, P.A., and Harvey, Covington & Thomas, LLC, Certified Public Accountants. The independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion on the District's financial statements for the year ended June 30, 2014. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statement in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditor's report.

PROFILE OF THE GOVERNMENT



The District is the sixth largest school district in the United States – and second largest in Florida, encompassing all of Broward County, Florida (“Broward County”). AdvancEd (formerly Southern Association of Colleges and Schools (“SACS”) is the accreditation agency for Broward County Public Schools, the nation’s second largest fully accredited K-12 school district. Broward County became the first school district to become district-wide accredited school system in 2006 and then the first to achieve this feat a second time in 2011. The General Fund, the primary operating fund of the District, had an annual operating budget of approximately \$2.1 billion for the fiscal year ended June 30, 2014. This budget served 262,563 pre-kindergarten through 12th grade students at 324 schools.

The District has taxing authority and provides elementary, secondary, vocational education services and technical colleges to the residents of Broward County. Besides the various educational programs offered to K-12 students, pre-kindergarten services include: programs for babies whose teen parents are progressing toward achieving high school diplomas; programs for special education infants and toddlers below the age of three; pre-kindergarten programs for three and four-year-old disabled students; and programs for eligible low-income, at-risk students.

In addition to services provided for children, the District offers programs for adults to learn the necessary skills in order to enter the workforce or increase opportunities for advancement in current positions. Also, students from foreign countries have the opportunity to learn communication skills through our “English for Speakers of Other Languages” (“ESOL”) programs, and all citizens can take fee-supported courses to increase personal development in various subjects such as nursing, automotive technology, culinary arts, and finance.

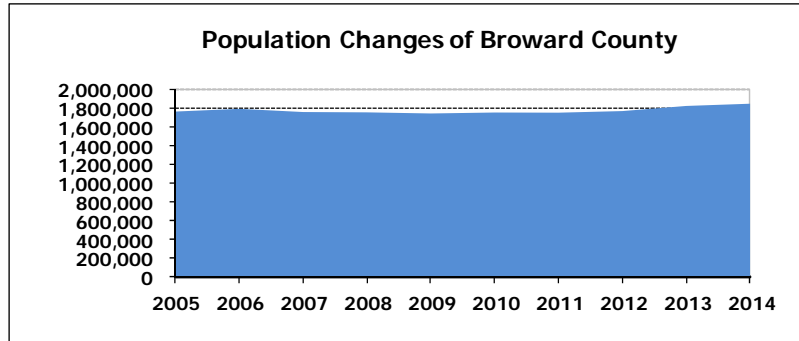
The District was created by the state constitution and is part of the state system of public education operated under the general direction and control of the State Board of Education. Established in 1915, the District is governed by nine elected members. The appointed Superintendent of Schools serves as executive officer of the District. As of November 25, 2014, the Board members were: Donna P. Korn, Chair; Dr. Rosalind Osgood, Vice Chair; Robin Bartleman, Heather P. Brinkworth, Abby M. Freedman, Patricia Good, Laurie Rich Levinson, Ann Murray, and Nora Rupert. The CAFR includes all funds of the District, the Broward School Board Leasing Corporation, as well as the Broward Education Foundation and charter schools, which are reported discretely as component units, thus all combined comprise the reporting entity.

In accordance with the Florida Statutes, the District has formally established budgetary accounting control for its operating funds. Budgetary control is maintained at the function/object level by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Purchase orders which result in an overrun of budget balances are not released until additional appropriations are made available through transfer from other accounts by the Board.

FACTORS AFFECTING FINANCIAL CONDITION

Local Economy

Located on the southeastern coast of Florida, Broward County has an area of approximately 1,200 square miles. It is bordered to the north by Palm Beach County and to the south by Miami-Dade County. Broward County ranks second in population in the state, with a 2014 estimated population of 1.85 million. Among the largest private sector employers in Broward County are: Memorial Healthcare System, Broward Health, Nova Southeastern University, and AutoNation.



Recent trends, excluding charter schools, indicate that District operated elementary (pre-kindergarten through fifth grade) enrollment will increase over the next five years by 3,173 students, middle school enrollment to increase by 68 students, and high school enrollment to increase by 1,898 students.

As of June 30, 2014, 23% of the District's school facilities were over 40 years old. The District's Capital Improvement Program identifies and addresses the maintenance needs of these aging school facilities.

Long-Term Financial Planning



While maintaining schools and centers, the District has worked to provide enough capacity to reduce class sizes and meet anticipated student enrollment.

The property tax revenue increased from the previous year, but is still below historical values before the Great Recession. The state legislature cut the capital tax rate from \$2 per thousand of taxable values to \$1.50. It has become necessary for the District to focus capital outlay resources on preventative maintenance, remodeling and renovation of existing facilities, and meeting health, safety and accessibility requirements. The District dealt with the cutbacks through long-range financial planning and project cancelations enabling a buildup of long-term reserves to

withstand the economic downturn.

Even though the property values are still much lower today than they were seven years ago, the economy is showing positive signs of recovering. The recent and projected increases in capital millage will help the District catch-up with a portion of the deferred maintenance and invest in classroom technology equipment and school buses.

Florida Statute 1013.35 requires the District to prepare and adopt a District Educational Facilities Plan (DEFP) before adopting the annual capital outlay budget. The purpose of the DEFP is to keep the School Board and the public fully informed as to whether the District is using sound policies and practices that meet the essential needs of students and that warrant public confidence in District operations.

The five year capital plan provides the School board and the public a detailed and financially feasible capital outlay plan that appropriates \$1.4 billion in estimated capital revenues and other financing sources over the next five-year period ending June 30, 2019. For the 2014-15 school year, the District is making a strategic investment in several critical non-facility areas. This DEFP includes \$41.3 million for critical projects and District initiatives including:



- Investing in Quality Instruction
 - Digital 5
 - Personalized learning
 - Computer refresh
 - Wireless upgrade
- Investing in Schools
 - Replace musical instruments and equipment
 - Middle school athletics
 - Safety and security upgrades
- Continued Operations Improvements
 - Replacement of school buses and maintenance vehicles
 - Refresh of network infrastructure

The DEFP also highlights the active construction projects. Many of these projects are being implemented by the program management firm that the District has contracted to oversee a portion of the construction program. The District also recently conducted an independent needs assessment of all schools and facilities. The needs assessment provided an objective status of the physical and educational adequacy of our schools and administrative sites. This information forms the basis of current and future capital planning efforts. The most critical priorities are identified by the needs assessment and will address the following:

- Safety and security
- Repairs and renovations
- Technology and technology infrastructure

General Obligation Bond Referendum



By an overwhelming support of over 70.0% of the voters, a \$800 million General Obligation Bond (GOB) referendum was approved on the November 4, 2014 ballot. Proceeds from the bond issue will be used to modernize and improve the safety of outdated educational facilities and upgrade instructional technology. This approval of the GOB will allow the District to enhance

student's learning environments by focusing on improvements in safety, music, art, athletics, renovations and technology to achieve its long term goals. The District is in the process of amending the DEFP for the inclusion of the GOB.

Relevant Financial Policies

Presented below is an explanation of financial information, management of financial resources and obligations, and control techniques applicable to financial resources and obligations.

Financial Information. The MD&A (starting on page 7) summarizes the Statement of Net Position and the Statement of Activities and reviews the activity for the year. The actual statements (in detail) are presented on pages 19 through 21. These government-wide statements are intended to present the District in a more corporate style and provide a view of the “big picture.”

Additionally, the Fund Financial Statements (starting on page 24) are designed to address by category the major governmental funds, as well as proprietary and fiduciary funds. An explanation of these complementary presentations can be found in the MD&A (starting on page 7) and in the notes (see Note 1 on page 37).

Accounting Systems. In developing and evaluating the District’s accounting control framework, consideration is given to the adequacy of internal accounting controls. Accounting controls are comprised of the plan of organization, procedures and records that are concerned with the safeguarding of assets, and the reliability of financial records. Consequently, accounting controls are designed to provide reasonable assurance that:

- Transactions are executed in accordance with management’s general or specific authorization.
- Transactions are recorded as necessary (1) to permit preparation of financial statements in conformity with generally accepted accounting principles in the United States of America or any other criteria, such as finance-related legal and contractual compliance requirements applicable to such statements, and (2) to maintain accountability of assets.
- Access to assets is permitted only in accordance with management’s authorization.
- The recorded accountability for assets is compared with the existing assets at reasonable intervals and appropriate action is taken with respect to any differences.

All internal control evaluations occur within the above framework. We believe the District’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Fund Balance Policy. Board Policy 3111 – Fund Balance provides for a minimum general fund balance of 3% of the total annual operating expenditures. It mandates monthly reporting to the Board an estimate of the fund balance amount by dollar amount and percentage. It also provides for alerts to the Superintendent and the School Board if the fund balance falls below 3.5%.

Budget Policy. The Board follows procedures established by State Statute and State Board of Education rules in establishing annual budgets for governmental funds. Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and State Board of Education rules.



Cash Management Policies and Practices. The District's investment policy authorizes investments with the State Board Administration (SBA), interest-bearing time deposits, savings accounts and U. S. Treasury and Agency securities. All public deposits are held in qualified public depositories. As of June 30, 2014, the District did not maintain a balance with the SBA. Cash management and investment activities are discussed in greater detail in the notes to the financial statements.

Awards and Acknowledgements

Broward County Public Schools (BCPS) Financial Division was the 2008 Council of the Great City Schools (CGCS) Award Winner for Excellence in Financial Management. Our District is the first district in the nation to receive this prestigious award. The CGCS Award for Excellence in Financial Management focuses on policies, procedures and outcomes across a broad range of financial areas. A rigorous Best of Financial Management Policies Peer Review process assesses our District's financial management practices; and Key Performance Indicators are used as an evaluative research and objective analytical baseline to demonstrate the efficient and effective use of financial resources.

This award represents a significant achievement by the School District, Board of Education, Superintendent and administrative staff that support the highest standards in financial accountability and controls that are needed to safeguard and protect the financial integrity of the District. Their efforts reflect an extraordinary dedication to excellence in financial management and demonstrate outstanding stewardship of taxpayer dollars with the ultimate beneficiaries being the children of Broward County Public Schools.

To receive this award, the District achieved 95 percent or 2,309 of a possible 2,430 points by complying with all 95 mandatory practices and a minimum of 41 of 53 recommended practices in the following nine categories: 1) Treasury, 2) General Financial Management, 3) Internal Controls, 4) Capital Asset Management, 5) Budget, Strategic Planning & Management, 6) Debt Management, 7) Internal and External Financial Auditing, 8) Risk Management and 9) Purchasing.

The Association of School Business Officials (ASBO) International awarded a Certificate of Excellence in Financial Reporting to the District for its CAFR for the fiscal year ended June 30, 2013. This was the thirty-first consecutive year that the District has received this prestigious award. In order to be awarded a Certificate of Excellence, a governmental unit must publish an easily readable and efficiently organized CAFR, the contents of which conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Excellence is valid for a period of one year only. For the fiscal year ended June 30, 2013, and the eighteenth consecutive year, ASBO also awarded the District the Meritorious Budget Award for excellence in the preparation and issuance of its annual budget.

Additionally, the Government Finance Officers Association of the United States and Canada (GFOA) awarded the District the Certificate of Achievement for Excellence in Financial Reporting and the Distinguished Budget Presentation Award, both for the eighteenth consecutive year. The Certificate of Achievement for Excellence in Financial Reporting award certifies that the CAFR substantially conformed to the accounting and reporting standards adopted by GFOA for the fiscal year ended June 30, 2013.

We believe our current comprehensive annual financial report continues to conform to the standards established for both the Certificate of Excellence Program and the Certificate of Achievement Program. Accordingly, we are submitting the CAFR for fiscal year ended June 30, 2014, to both ASBO and GFOA to be considered for these prestigious awards once again.

The preparation of this CAFR could not have been accomplished without the efficient and dedicated services of the entire staff of the Office of the Chief Financial Officer, the Audit Committee, the Office of the Chief Auditor, as well as other departments that provided assistance

The School Board of Broward County, Florida
November 25, 2014

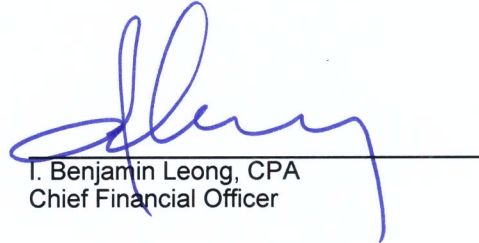
throughout the preparation of this report. In addition, we appreciate the thoroughness with which our auditors, McGladrey, LLP, performed their audit function.

Finally, we would like to thank the Board for their leadership and support in planning and conducting the financial operations of the District.

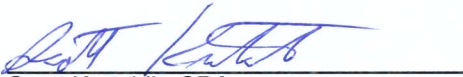
Respectfully submitted,



Robert W. Runcie
Superintendent of Schools



I. Benjamin Leong, CPA
Chief Financial Officer



Scott Krutchik, CPA
Director of Accounting & Financial Reporting

Principal Officials – Elected

School Board Members As of November 25, 2014

- Donna P. Korn, **Chair**, Member, At-Large, Countywide
Present term expires November 2018
- Dr. Rosalind Osgood, **Vice Chair**, Member, District 5
Present term expires November 2016
- Robin Bartleman, Member, At-Large, Countywide
Present term expires November 2016
- Heather P. Brinkworth, Member, District 3
Present term expires November 2016
- Abby M. Freedman, Member, District 4
Present term expires November 2018
- Patricia Good, Member, District 2
Present term expires November 2016
- Laurie Rich Levinson, Member, District 6
Present term expires November 2018
- Ann Murray, Member, District 1
Present term expires November 2018
- Nora Rupert, Member, District 7
Present term expires November 2018

**The School Board of Broward County, Florida
Principal Officials – Elected
School Board Members
As of November 25, 2014**



Donna P. Korn
Chair, At-Large, Countywide



Dr. Rosalind Osgood
Vice Chair, District 5



Robin Bartleman
At-Large, Countywide



Heather P. Brinkworth
District 3



Abby M. Freedman
District 4



Patricia Good
District 2



Laurie Rich Levinson
District 6



Ann Murray
District 1



Nora Rupert
District 7

**Other Principal Officials
As of November 25, 2014**

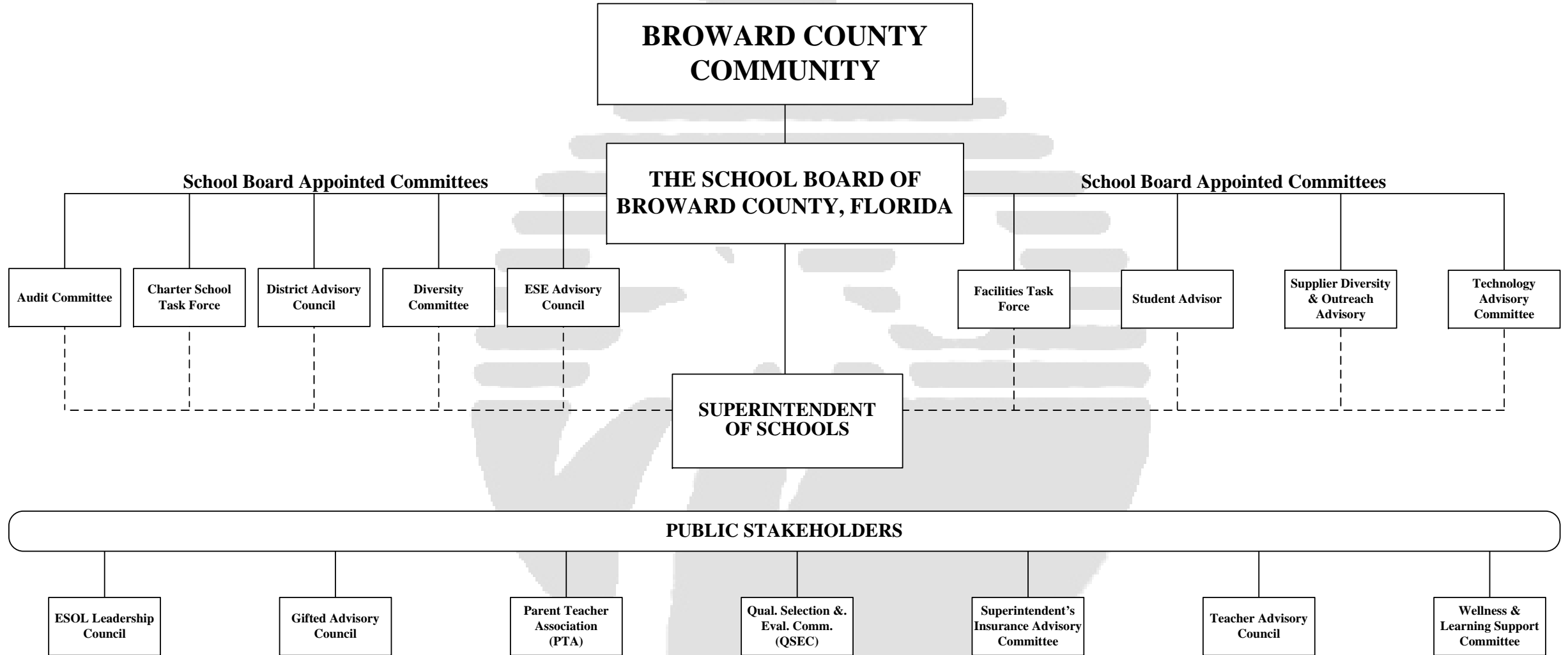
Robert W. Runcie	Superintendent of Schools
Jeffrey S. Moquin	Chief of Staff
Brian Kingsley (Acting)	Chief Academic Officer
Dr. Desmond Blackburn	Chief School Performance & Accountability Officer
Leslie Brown	Chief Portfolio Services Officer
Dr. Elisa Calabrese	Chief Talent Development Officer
Amanda Bailey	Chief Human Resources Officer
Tracy Clark	Chief Public Information Officer
I. Benjamin Leong, CPA	Chief Financial Officer
Derek Messier	Chief Facilities Officer
Patrick Reilly, CPA	Chief Auditor
Maurice Woods	Chief Strategy & Operations Officer
J. Paul Carland, II, Esq.	General Counsel

Broward County Public Schools

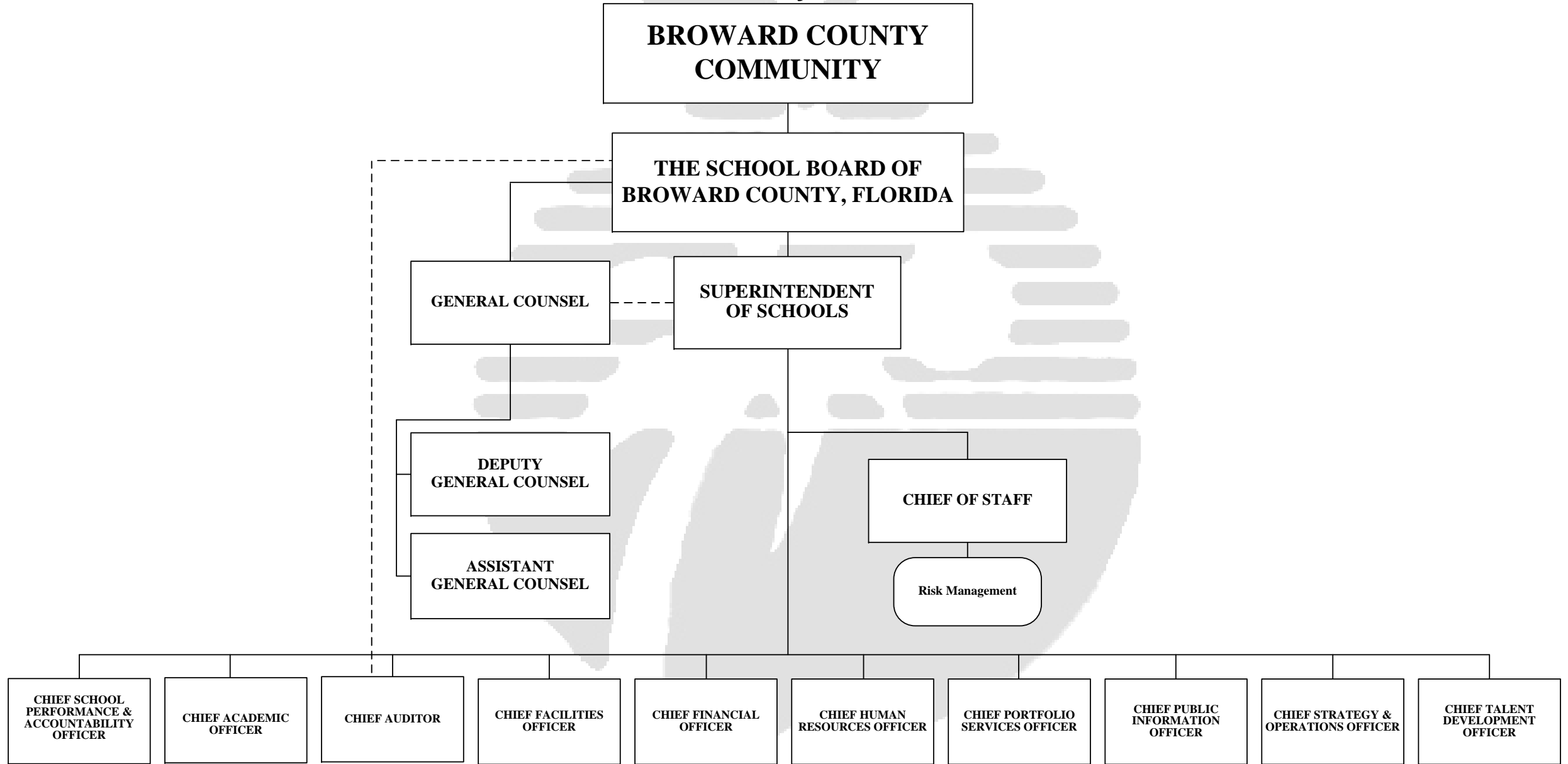


***Educating Today's Students
To Succeed In Tomorrow's World***

The School Board of Broward County, Florida Organization Chart As of July 1, 2014



The School Board of Broward County, Florida Organization Chart As of July 1, 2014



Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

The School Board of Broward County, Florida

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2013*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



Terrie S. Simmons, RSBA, CSBO
President

John D. Musso, CAE, RSBA
Executive Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**The School Board
of Broward County, Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

A handwritten signature in black ink, reading "Jeffrey R. Emer".

Executive Director/CEO

Broward County Public Schools



***Educating Today's Students
To Succeed In Tomorrow's World***



Broward County Public Schools

**Financial
Section**

Broward County Public Schools



***Educating Today's Students
To Succeed in Tomorrow's World***



Independent Auditor's Report

Chairperson and Members of
The School Board of Broward County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of The School Board of Broward County, Florida (the District), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units indicated above, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of The School Board of Broward County, Florida, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *management's discussion and analysis, budgetary comparison schedules, and schedules of funding progress*, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual non-major fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements and schedules is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit, and the reports of the other auditors, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued, under separate cover, our report dated November 25, 2014 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Fort Lauderdale, Florida
November 25, 2014

Required Supplemental Information (Part A)

Required supplemental information is comprised of unaudited information that accompanies the audited basic financial statements. Part A deals with management's discussion and analysis.

Broward County Public Schools



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Management's Discussion and Analysis ("MD&A")

The purpose of MD&A is to provide users of the basic financial statements with a narrative introduction, overview, and analysis of those statements.

Broward County Public Schools



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THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

As management of The School Board of Broward County, Florida (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2014. The narrative is designed to assist the reader in focusing on significant financial issues, provide an overview of the District's financial activity, identify changes in the District's financial position, and identify individual fund issues or concerns. As with other sections of this financial report, the information contained within this narrative should be considered only a part of a greater whole. The reader of this statement should take time to read and evaluate all sections of this report, including the footnotes and other required supplemental information.

FINANCIAL HIGHLIGHTS

Government-Wide Financial Statements

- The District's financial status, as reflected in **total net position**, decreased by \$26.8 million, or 2.0%, from \$1.34 billion to \$1.32 billion when compared to the prior year. The decrease in total net position reflects primarily decreases in current and other assets of \$37.1 million, and a decrease in capital assets of \$69.4 million, offset by a decrease in liabilities of \$64.2 million.
- **Total revenues** increased by \$123.6 million, or 5.3%, from \$2.33 billion to \$2.46 billion when compared to the prior year. The increase was principally the result of an increase in ad valorem taxes of \$43.5 million (including General and Capital Funds) due to an increase in the total assessed property values, and an increase in other general revenues of \$68.2 million due to an increase in Florida Education Finance Program (FEFP).
- The District had \$2.48 billion in **expenses** related to programs, an increase of \$109.2 million, or 4.6%, from the prior year due to salary increases and an increase in the Florida Retirement System contribution rate.
- The District's **debt** (Bonds Payable, Certificates of Participation and Capital Leases) decreased by \$64.7 million, or 3.5%, to \$1.76 billion from \$1.83 billion in the prior year. The decrease was due to scheduled debt repayments. See Notes 9 through 12 of the Notes to the Basic Financial Statements for more information.

Governmental Funds Financial Statements

- The overall **General Fund balance** (the primary operating fund) increased \$61.9 million, or 74.7%, to \$144.8 million from \$82.9 million in the prior year (see Exhibit 4, page 28). The increase is primarily due to the transfer of the self-insurance funds into the General Fund from the Internal Service Funds. In accordance with Section 1003.03, Florida Statutes, public schools are required to meet class size. The District's schools are calculated on a class by class basis, however, Charter schools are calculated by the average at the school level.

OVERVIEW OF THE FINANCIAL STATEMENTS

The District's Comprehensive Annual Financial Report (CAFR) includes a series of basic financial statements and accompanying notes, with the primary focus being on the District as a whole. The Statement of Net Position and the Statement of Activities are government-wide financial statements that provide both short-term and long-term information about the District's overall financial status. The governmental fund financial statements report the District's operations in more detail by providing information as to how services are financed in the short-term, as well as the remaining available resources for future spending. Additionally, the governmental fund financial statements focus on major funds rather than fund types. The proprietary fund statements offer short-term and long-term financial information about the activities the District operates like businesses, such as printing services. The remaining statements, the Fiduciary Funds Statements, provide financial information for those activities in which the District acts solely as a trustee or agent for the benefit of others. The accompanying notes provide essential information that may not be readily available on the face of the basic financial statements. Consequently, these notes form an integral part of the basic financial statements.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Government-wide financial statements incorporate governmental and business-type activities, as well as its non-fiduciary component units. They contain various adjustment, elimination and reclassification entries, such as the recording of depreciation, the recognition of other revenues, and the recognition of long-term liabilities. The government-wide financial statements are designed to provide the readers with a view of the District as a whole. While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2014?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities, and use the economic resources measurement focus and the accrual basis of accounting similar to the accounting used by most private-sector companies, matching the financial impact of long-term financial decisions to the period in which the expense or revenue is more properly attributed. In short, the financial impact of long-term decisions is promptly recorded as the transaction occurs, as opposed to recording it when paid. A good example of this is the recording of compensated absences, such as vacation and sick leave. In the fund financial statements, vacation and sick leave are expensed when used, not when accrued, with the unused hours accumulating over time. Consequently, the reader of the CAFR would never see the potential financial impact the accumulated leave would have on the District's financial health. In the government-wide financial statements, vacation and sick leave are expensed when accrued, allowing the reader to see the full financial impact.

The Statement of Net Position combines and/or consolidates the governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations. Statement of Net Position also provides information about the nature and amounts of investment of resources and obligations to creditors.

The Statement of Activities provides information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation and sick leave).

The difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, as reported in the Statement of Net Position, is one way to measure the District's financial health or financial position. A reader can think of the District's net position as the difference between what the District owns (assets) and what the District owes (liabilities). Over time, the increase or decrease in the District's net position, as reported in the Statement of Activities, is another indicator of whether its financial health is improving or deteriorating. The difference between revenues and expenses is the District's operating results. However, the District's goal is to provide services to our students, not to generate profits as commercial entities do. To fully assess the financial health of any government entity, the reader must also consider other non-financial factors such as the quality of education provided, the safety of the schools, fluctuations in the local economy, state-mandated program administrative changes, and the physical condition of the District's capital assets.

FUND FINANCIAL STATEMENTS

Fund financial statements are generally presented on a modified accrual basis, using the current financial resources measurement focus, and report expenditures rather than expenses as used in the government-wide financial statements. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the General Fund, the American Recovery and Reinvestment Act (ARRA) Fund, the Certificates of Participation Series (COPs) Debt Service Fund, the ARRA Debt Service Fund, the Local Millage Capital Improvement Fund, the Other Capital Improvement Fund, and the ARRA Economic Stimulus Capital Projects Fund. Data from the other eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Governmental Funds. Most of the District's activities are reported in governmental funds which describe how money flows into and out of those funds and the balances remaining at year-end that are available for spending in future periods. These funds are reported using an accounting method called "modified accrual accounting," which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and services. Governmental fund information helps determine what financial resources will be available in the near future to support educational programs. The relationship (or difference) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds. Based on the nature of the activities, proprietary funds are used to report the activities in the District's Internal Service Funds. Internal Service Funds are used to record the financing of goods or services provided by one department to another on a cost reimbursement basis.

Proprietary funds are reported in the same way as government-wide financial statements. The Internal Service Funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Proprietary funds are included in the governmental activities in the government-wide financial statements.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting used for Fiduciary funds is much like that used for Proprietary funds. The District's Fiduciary fund consists of an Agency fund used to account for student activity funds.

Notes to the Basic Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

ANALYSIS OF THE OVERALL FINANCIAL POSITION AND RESULTS OF OPERATIONS

The analysis below focuses on the Net Position (Table 1) and Changes in Net Position (Table 2) of the District's governmental activities.

Government-Wide Financial Analysis. The District's net position were \$1.32 billion at June 30, 2014, representing a \$26.8 million, or 2.0%, decrease from June 30, 2013. By far, the largest portion of the District's net position (97.2%) reflects its net investment in capital assets (i.e., land, buildings, furniture and equipment). Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The second largest portion of the District's net position represents resources that are subject to external restrictions on how they may be used. Of the \$180.3 million in restricted net position, \$131.4 million are restricted for capital projects. The District will use these resources to complete construction in progress and perform property maintenance. Unrestricted net position were a deficit of \$143.6 million at June 30, 2014. The

Table 1

	Summary Statement of Net Position (in thousands)		
	As of June 30,		Increase (Decrease)
	2014	2013	
Current and other assets	\$ 738,159	\$ 775,236	\$ (37,077)
Capital assets	2,994,146	3,063,573	(69,427)
Total assets	<u>3,732,305</u>	<u>3,838,809</u>	<u>(106,504)</u>
Deferred Outflows of Resources	<u>57,283</u>	<u>41,293</u>	<u>15,990</u>
Current and other liabilities	442,432	427,377	15,055
Long-term liabilities	2,029,397	2,108,621	(79,224)
Total liabilities	<u>2,471,829</u>	<u>2,535,998</u>	<u>(64,169)</u>
Deferred Inflows of Resources	<u>452</u>	<u>-</u>	<u>452</u>
Net position:			
Net Investment in Capital Assets	1,280,610	1,304,750	(24,140)
Restricted	180,344	187,820	(7,476)
Unrestricted	(143,647)	(148,466)	4,819
Total net position	<u>\$ 1,317,307</u>	<u>\$ 1,344,104</u>	<u>\$ (26,797)</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

deficit in the Statement of Net Position should not be viewed as an indication of financial difficulties. The District would only experience actual deficit if it had to pay all of its long-term liabilities today at once.

As shown in Table 2, governmental activities decreased the District's net position by \$26.8 million from the prior year. Key highlights are as follows:

Table 2

Summary Statement of Changes in Net Position (in thousands)			
For the Fiscal Years Ended June 30,			
	2014	2013	Increase (Decrease)
Revenues:			
Program revenues:			
Charges for services	\$ 47,998	46,897	\$ 1,101
Operating grants and contributions	84,318	79,369	4,949
Capital grants and contributions	27,518	21,687	5,831
Total program revenues	<u>159,834</u>	<u>147,953</u>	<u>11,881</u>
General revenues:			
Ad valorem taxes	1,018,330	974,827	43,503
Other general revenues (including FEFP)	1,278,400	1,210,193	68,207
Total general revenues	<u>2,296,730</u>	<u>2,185,020</u>	<u>111,710</u>
Total revenues	<u>2,456,564</u>	<u>2,332,973</u>	<u>123,591</u>
Functions/Program Expenses:			
Instructional services	1,524,589	1,436,331	88,258
Instructional support services	223,511	211,569	11,942
Operation and maintenance of plant	229,247	231,624	(2,377)
School administration	131,084	126,801	4,283
Food services	98,713	96,243	2,470
Facilities acquisition and construction	44,541	32,894	11,647
General administration	75,592	73,474	2,118
Pupil transportation services	85,853	88,793	(2,940)
Interest expense	70,231	76,437	(6,206)
Total expenses	<u>2,483,361</u>	<u>2,374,166</u>	<u>109,195</u>
Change in net position	<u>\$ (26,797)</u>	<u>\$ (41,193)</u>	<u>\$ 14,396</u>
Ending net position	<u>\$ 1,317,307</u>	<u>\$ 1,344,104</u>	<u>\$ (26,797)</u>

- Total program revenues increased \$11.9 million primarily due to increase in Food Service revenue and an increase in Charter School Capital Outlay revenue.

- Ad valorem taxes (property taxes) increased by \$43.5 million (including General and Capital Funds) due to an increase in the total assessed property values.

- Other general revenues increased \$68.2 million primarily as a result an increase in FEFP.

- Total expenses increased \$109.2 million, or 4.6% due to the salary increases and an increase in the Florida Retirement System contribution rate.

Financial Analysis of the Government's Funds. As was noted earlier, the District uses funds to help control and manage money for particular purposes. Looking at the funds aids in determining if the District is being accountable for the resources taxpayers and others provide, and may also give more insight into the District's overall financial health. In particular, the combination of assigned and unassigned fund balance may serve

as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Governmental Funds. As of June 30, 2014, the District's governmental funds reported a combined fund balance of \$415.4 million, an increase of \$14.6 million, or 3.6% from the prior year. The increase is primarily due to an increase of \$61.9 million in the General Fund balance, an increase of \$12.0 million in the Capital Improvement Section 1011.71 (Local Millage) Fund balance, an increase of \$7.5 million in the Food Service Fund balance, and an increase of \$1.4 million in the Capital Outlay and Debt Service Fund balance. The District's governmental fund balance increase was offset by a decrease of \$6.6 million in the COP Series Debt Service Fund balance, a decrease of \$4.6 million in the Public Education Capital Outlay Fund balance, a decrease of \$54.9 million in the Other Capital Improvement Fund balance, and a decrease of \$2.1 million in the ARRA Economic Stimulus Capital Project Fund balance.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

General Fund. The fund balance for the General Fund increased \$61.9 million from the prior year. The increase is primarily due to the transfer of funds set aside for self-insured claims from the self-insurance funds into the General Fund from the Internal Service Funds.

Major Capital Projects Funds. The fund balance of the Major Capital Projects funds decreased by \$44.9 million primarily due to the District's continuing to complete previous years' approved long term projects funded by the prior year's accumulated capital reserves.

Major Debt Service Funds. The fund balance of the Major Debt Service funds decreased by \$6.6 million primarily as a result of the refinancing and scheduled debt payments (see Note 10 of the Notes to the Basic Financial Statements for more information).

Table 3

Summary Schedule of Revenues, Expenditures and Changes in Fund Balance of General Fund Budget and Actual (Budgetary Basis) (in thousands)				
	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
Ad valorem taxes	\$ 815,402	\$ 815,402	\$ 814,054	\$ (1,348)
Other	45,922	75,703	75,703	-
Total local sources	861,324	891,105	889,757	(1,348)
State sources:				
Florida Education Finance Program	635,944	626,171	626,111	(60)
Other	395,926	387,675	386,665	(1,010)
Total state sources	1,031,870	1,013,846	1,012,776	(1,070)
Federal sources	11,970	12,060	13,471	1,411
Total revenues	1,905,164	1,917,011	1,916,004	(1,007)
Other financing sources	134,104	134,339	127,022	(7,317)
Total amounts available for appropriations	2,039,268	2,051,350	2,043,026	(8,324)
Expenditures:				
Instructional services	1,295,266	1,308,983	1,308,983	-
Instructional support services	158,096	169,373	169,373	-
Pupil transportation services	86,373	82,130	82,130	-
Operation and maintenance of plant	224,966	226,988	226,988	-
School administration	125,970	127,456	127,456	-
General administration	71,467	71,676	71,676	-
Interest	132	144	144	-
Total expenditures	1,962,270	1,986,750	1,986,750	-
Other financing uses	7,746	8,163	8,163	-
Total charges against appropriations	1,970,016	1,994,913	1,994,913	-
Net change in fund balances	\$ 69,252	\$ 56,437	\$ 48,113	\$ (8,324)
Appropriated beginning fund balances:	\$ -	\$ (56,437)		
Adjustments to conform with GAAP:				
Elimination of encumbrances			13,789	
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (GAAP Basis)				
Fund balances, beginning of year			82,878	
Fund balances, end of year			\$ 144,780	

General Fund Budgetary Highlights.

Over the course of the year, the District revises its budget to deal with unexpected changes in revenues and expenditures. The District's original and final budget amounts compared with actual amounts are provided in Table 3.

The final budget as compared to the original budget for revenue and other financing sources increased primarily due to health insurance savings offset by a decrease in FEFP for McKay scholarships.

During the year, final appropriations increased \$24.9 million from original appropriations primarily due to the increase in salaries and related benefits given in FY 2014 and additional compensation for high school teachers in accordance with the high school schedule arbitration settlement agreement between the School Board and the Broward Teachers Union.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. As shown in Table 4, at June 30, 2014, the District had \$3.0 billion invested in a broad range of capital assets. This amount represents a net decrease (including additions, deletions and depreciation) of \$69.4 million from last year. The District has been concentrating on indoor air quality remediation, Americans with

Table 4

Capital Assets at Year-End (in thousands)			
	2014	2013	Increase (Decrease)
Land	\$ 236,046	\$ 236,207	\$ (161)
Land improvements	456,348	448,038	8,310
Construction in progress	25,874	63,854	(37,980)
Broadcast license intangible	3,600	3,600	-
Buildings and fixed equipment	3,600,031	3,548,612	51,419
Furniture, fixtures and equipment	402,442	418,348	(15,906)
Assets under capital leases	48,283	30,925	17,358
Audio visual	695	852	(157)
Computer software	55,596	55,257	339
Motor vehicles	93,065	96,019	(2,954)
Less: accumulated depreciation	(1,927,834)	(1,838,139)	(89,695)
Total capital assets, net	\$ 2,994,146	\$ 3,063,573	\$ (69,427)

Disabilities Act compliance and safety projects. The District is focused on keeping vital components of school buildings running, such as air conditioning and roofing systems while keeping the schools safe and accessible. There was \$32.6 million committed towards various construction contracts. See Note 22 of the Note to the Basic Financial Statements for more information.

critical non-facility areas. The District Educational Facilities Plan (DEFP) includes \$41.3 million for critical projects and District initiatives. A \$800 million General Obligation Bond (GOB) referendum was approved by voters on the November 4, 2014 ballot. Proceeds from the bond issue will be used to modernize and improve the safety of outdated educational facilities and upgrade instructional technology. The District is in the process of amending the DEFP for the inclusion of the GOB. See Note 6 of the Notes to the Basic Financial Statements for more information.

Debt Administration. As shown in Table 5, below, at the end of this year the District had \$1.76 billion in debt outstanding compared to \$1.83 billion last year, a decrease of \$64.7 million, or 3.5%, from the prior year. The decrease was a result of net reductions of \$70.8 million in COPs and \$7.9 million in Capital Outlay Bond Issues (COBI). This was offset by net issuance of \$14.0 in capital leases. See Notes 9 through 12 of the Notes to the Basic Financial Statements for more information.

Table 5

Debt Outstanding at Year-End (in thousands)			
	2014	2013	Increase (Decrease)
Capital outlay bond issues	\$ 33,185	\$ 41,120	\$ (7,935)
Certificates of participation	1,700,010	1,770,838	(70,828)
Capital leases	29,513	15,463	14,050
Total	\$ 1,762,708	\$ 1,827,421	\$ (64,713)

As of June 30, 2014, the District's COPs were rated A1 stable by Moody's Investors Service, A stable by Standard and Poor's Corporation and A plus stable by Fitch Investor Service, respectively, among the highest ratings held by a Florida School District.

Other obligations include accrued vacation pay and sick leave. See Note 14 of the Notes to the Basic Financial Statements for more information.

ECONOMIC FACTORS

The State of Florida, by constitution, does not have a state personal income tax and therefore the state operates primarily using sales, gasoline and corporate income taxes. State funds to school districts are provided primarily by legislative appropriations from the state's general revenue funds under the Florida Education Finance Program (FEFP). The level of tourism in the state heavily influences the amount collected. Any change in the anticipated amount of revenues collected by the state would directly impact the revenue allocation to the District.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

REQUESTS FOR INFORMATION

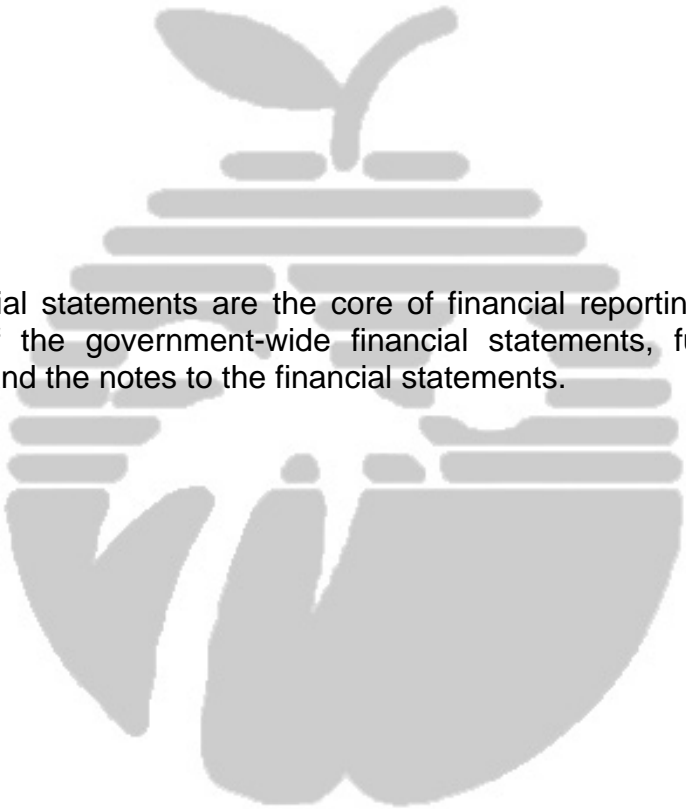
The District's financial statements are designed to present users (participants, investors, creditors, and regulatory agencies) with a general overview of the District's finances and to demonstrate the District's accountability. Questions concerning any of the information provided in this report should be addressed to the Director of the Accounting and Financial Reporting Department, The School Board of Broward County, Florida, 600 Southeast Third Avenue, Fort Lauderdale, FL 33301.

Broward County Public Schools



***Educating Today's Students
To Succeed In Tomorrow's World***

Basic Financial Statements



Basic financial statements are the core of financial reporting. They are made up of the government-wide financial statements, fund financial statements and the notes to the financial statements.

Broward County Public Schools



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Government-Wide Financial Statements ("GWFS")

Government-wide financial statements are aimed at presenting a broad overview of a government's finances using the economic resources measurement focus and the accrual basis of accounting.

Broward County Public Schools



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STATEMENT OF NET POSITION
AS OF JUNE 30, 2014
(in thousands)

	TOTAL GOVERNMENTAL ACTIVITIES	COMPONENT UNITS
ASSETS:		
Current assets:		
Cash, cash equivalents and investments	\$ 556,839	\$ 34,313
Due from other governmental agencies	48,064	2,701
Due from other schools	-	4,732
Accrued interest receivable	1,008	-
Inventories	10,525	1,152
Prepays and other assets	16,701	9,577
Total current assets	633,137	52,475
Non-current assets:		
Restricted cash, cash equivalents and investments	105,022	-
Capital assets:		
Non-depreciable	395,628	-
Depreciable, net	2,598,518	64,428
Total non-current assets	3,099,168	64,428
Total assets	3,732,305	116,903
Deferred Outflow of Resources		
Deferred outflow of resources	57,283	11
Total deferred outflow of resources	57,283	11
LIABILITIES:		
Current liabilities:		
Accounts payable and accrued expenses	132,153	4,372
Accrued payroll taxes and withholding	14,832	8,170
Matured debt and interest payable	112,095	536
Due to other governmental agencies	8,995	393
Due to other schools	-	3,143
Retainage payable	8,268	-
Unearned revenue	964	419
Obligations under capital leases	7,221	708
Liability for compensated absences	20,851	101
Debt, net of premiums and discounts	80,498	-
Estimated liability for self-insurance risks	51,088	-
Other liabilities	5,467	1,120
Total current liabilities	442,432	18,962
Non-current liabilities:		
Obligations under capital leases	22,292	49,620
Liability for compensated absences	140,075	35
Debt, net of premiums and discounts	1,707,128	-
Estimated liability for self-insurance risks	37,289	-
Other post-employment benefits obligations	64,422	-
Other liabilities	16,401	3,033
Derivatives swap liability (GASB 53)	41,790	-
Total non-current liabilities	2,029,397	52,688
Total liabilities	2,471,829	71,650
Deferred Inflow of Resources		
Deferred gain on refunding debt	452	-
Total deferred inflows of resources	452	-
NET POSITION:		
Net investment in capital assets	1,280,610	12,872
Restricted for:		
State required carryover programs	1,292	-
Debt service	4,280	-
Capital projects	131,394	1,923
Food service & other purposes	43,378	-
Scholarships	-	4,865
Unrestricted (deficit)	(143,647)	25,604
Total net position	\$ 1,317,307	\$ 45,264

The accompanying notes to the basic financial statements are an integral part of this Statement

**STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(in thousands)**

	EXPENSES	PROGRAM REVENUES	
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS
PROGRAM EXPENSES AND REVENUES:			
PRIMARY GOVERNMENT:			
Instructional services	\$ 1,524,589	\$ 27,282	\$ -
Instructional support services	223,511	-	-
Pupil transportation services	85,853	1,138	-
Operation and maintenance of plant	229,247	-	-
School administration	131,084	-	-
General administration	75,592	-	-
Food services	98,713	19,578	84,318
Facilities acquisition & construction capitalized	44,541	-	-
Interest expense	70,231	-	-
Total governmental activities	<u>\$ 2,483,361</u>	<u>\$ 47,998</u>	<u>\$ 84,318</u>
COMPONENT UNITS:			
Component units	\$ 232,636	\$ 10,343	\$ 23,513
Total component units	<u>\$ 232,636</u>	<u>\$ 10,343</u>	<u>\$ 23,513</u>

GENERAL REVENUES:

- Ad valorem taxes levied for:
 - General purposes
 - Debt service
 - Capital outlays
- Grants and contributions not restricted to specific programs:
 - Florida education finance program
 - Other
- Other federal sources
- Other state sources
- Other local sources
- Unrestricted investment earnings
- Total general revenues

Change in net position

Total net position, beginning of year

Total net position, end of year

The accompanying notes to the basic financial statements are an integral part of this Statement.

PROGRAM REVENUES CAPITAL GRANTS AND CONTRIBUTIONS	NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION	
	TOTAL PRIMARY GOVERNMENT	COMPONENT UNITS
\$ -	\$ (1,497,307)	\$ -
-	(223,511)	-
-	(84,715)	-
-	(229,247)	-
-	(131,084)	-
-	(75,592)	-
-	5,183	-
17,777	(26,764)	-
9,741	(60,490)	-
<u>\$ 27,518</u>	<u>(2,323,527)</u>	<u>-</u>

\$ 11,268	\$ -	\$ (187,512)
<u>\$ 11,268</u>	<u>\$ -</u>	<u>\$ (187,512)</u>

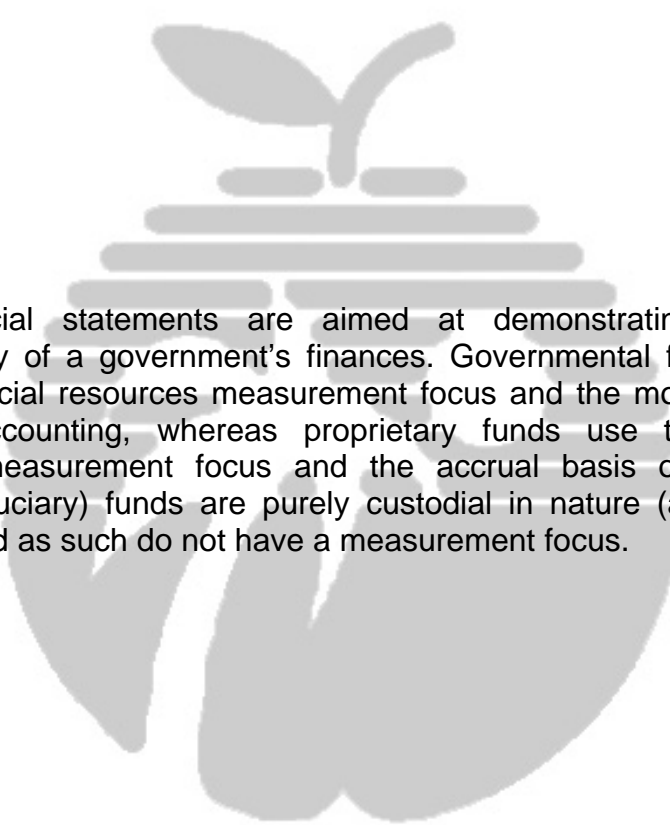
\$ 814,054	\$ -
22	-
204,254	-
-	-
626,111	-
-	145,724
192,642	1,318
388,984	40,016
68,145	7,599
2,518	332
<u>2,296,730</u>	<u>194,989</u>
(26,797)	7,477
<u>1,344,104</u>	<u>37,787</u>
<u>\$ 1,317,307</u>	<u>\$ 45,264</u>

Broward County Public Schools



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Fund Financial Statements ("FFS")



Fund financial statements are aimed at demonstrating the fiscal accountability of a government's finances. Governmental funds use the current financial resources measurement focus and the modified accrual basis of accounting, whereas proprietary funds use the economic resources measurement focus and the accrual basis of accounting. Agency (Fiduciary) funds are purely custodial in nature (assets equals liabilities) and as such do not have a measurement focus.

**BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2014
(in thousands)**

	GENERAL FUND	ARRA ECONOMIC STIMULUS SPECIAL REVENUE FUND	COP SERIES DEBT SERVICE FUND	ARRA ECONOMIC STIMULUS DEBT SERVICE FUND
ASSETS:				
Equity in pooled cash and investments	\$ 272,858	\$ -	\$ 256	\$ 236
Cash and investments with trustees	-	-	102,012	8,571
Total cash, cash equivalents and investments	<u>272,858</u>	<u>-</u>	<u>102,268</u>	<u>8,807</u>
Due from other governmental agencies	23,029	609	-	-
Due from other funds	10,986	-	-	-
Accrued interest receivable	625	-	-	-
Inventories	8,128	-	-	-
Prepays and other assets	15,890	-	-	-
Total assets	<u>\$ 331,516</u>	<u>\$ 609</u>	<u>\$ 102,268</u>	<u>\$ 8,807</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued expenditures	\$ 117,617	\$ 99	\$ 15	\$ -
Accrued payroll taxes and withholdings	14,832	-	-	-
Due to other governmental agencies	8,995	-	-	-
Due to other funds	-	510	4,000	-
Unearned revenue	-	-	-	-
Retainage payable	-	-	-	-
Matured debt and interest payable	-	-	103,482	8,572
Liability for compensated absences	9,006	-	-	-
Estimated liability for self-insurance risks	36,286	-	-	-
Total liabilities	<u>186,736</u>	<u>609</u>	<u>107,497</u>	<u>8,572</u>
Fund balances:				
Nonspendable	8,128	-	-	-
Restricted	1,292	-	-	235
Committed	55,019	-	-	-
Assigned	30,177	-	-	-
Unassigned	50,164	-	(5,229)	-
Total fund balance	<u>144,780</u>	<u>-</u>	<u>(5,229)</u>	<u>235</u>
Total liabilities and fund balance	<u>\$ 331,516</u>	<u>\$ 609</u>	<u>\$ 102,268</u>	<u>\$ 8,807</u>

The accompanying notes to the basic financial statements are an integral part of this Statement.

LOCAL MILLAGE CAPITAL IMPROVEMENT FUND	ARRA ECONOMIC STIMULUS CAPITAL PROJECT FUND	OTHER CAPITAL IMPROVEMENT FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 79,781	\$ 5,240	\$ 42,154	\$ 54,763	\$ 455,288
-	15,585	80,334	-	206,502
79,781	20,825	122,488	54,763	661,790
4,557	-	2,426	17,443	48,064
4,000	-	-	-	14,986
150	19	105	109	1,008
-	-	-	2,375	10,503
-	-	763	48	16,701
<u>\$ 88,488</u>	<u>\$ 20,844</u>	<u>\$ 125,782</u>	<u>\$ 74,738</u>	<u>\$ 753,052</u>
\$ 416	\$ 304	\$ 6,883	\$ 6,803	\$ 132,137
-	-	-	-	14,832
-	-	-	-	8,995
-	-	-	10,476	14,986
-	-	-	964	964
1,228	2,551	4,081	408	8,268
-	-	-	1	112,055
-	-	-	124	9,130
-	-	-	-	36,286
<u>1,644</u>	<u>2,855</u>	<u>10,964</u>	<u>18,776</u>	<u>337,653</u>
-	-	-	2,375	10,503
86,844	17,989	114,818	50,693	271,871
-	-	-	-	55,019
-	-	-	2,894	33,071
-	-	-	-	44,935
<u>86,844</u>	<u>17,989</u>	<u>114,818</u>	<u>55,962</u>	<u>415,399</u>
<u>\$ 88,488</u>	<u>\$ 20,844</u>	<u>\$ 125,782</u>	<u>\$ 74,738</u>	<u>\$ 753,052</u>

Broward County Public Schools



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**RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET TO THE
STATEMENT OF NET POSITION
AS OF JUNE 30, 2014
(in thousands)**

Total fund balances - governmental funds \$ 415,399

Amounts reported for governmental activities in the Statement of Net Position is different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds. These assets consist of:

Land	\$	236,046	
Land improvements- nondepreciable		130,108	
Land improvements, net of accumulated depreciation		210,533	
Broadcast license intangible		3,600	
Buildings and fixed equipment, net of accumulated depreciation		2,298,330	
Furniture, fixtures and equipment, net of accumulated depreciation		33,826	
Assets under capital lease, net of accumulated depreciation		25,905	
Audio/visual, net of accumulated depreciation		213	
Computer software, net of accumulated depreciation		19,780	
Motor vehicles, net of accumulated depreciation		9,930	
Construction in progress		25,874	
			2,994,145

Deferred losses on refunding is not a use of current financial resources and therefore are not reported in the funds. 15,493

Accumulated decrease in fair value of hedging derivatives is not a use of current financial resources and therefore are not reported in the funds. 41,790

Internal service funds are used by the District to charge the costs of services, such as printing services, to individual funds. The assets and liabilities of the internal service funds are included in the Statement of Net position. 78

Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, and deferred inflow of resources are reported in the Statement of Net Position.

Balances at June 30, 2014 are:

Accrued interest on long-term debt		(40)	
Certificates of participation		(1,700,010)	
Debt premiums and discounts, net		(54,431)	
Bonds payable		(33,185)	
Capital leases payable		(29,513)	
Compensated absences		(151,796)	
Other post-employment benefits (OPEB)		(64,422)	
Long term claims		(52,091)	
Deferred gain on refunding of debt		(452)	
Derivative swap liabilities		(41,790)	
Other liabilities		(21,868)	
Total long-term liabilities			(2,149,598)

Total net position of governmental activities \$ 1,317,307

The accompanying notes to the basic financial statements are an integral part of this Statement.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

(in thousands)

	GENERAL FUND	ARRA ECONOMIC STIMULUS SPECIAL REVENUE FUND	COP SERIES DEBT SERVICE FUND	ARRA ECONOMIC STIMULUS DEBT SERVICE FUND
REVENUES:				
Local sources:				
Ad valorem taxes	\$ 814,054	\$ -	\$ -	\$ -
Food sales	-	-	-	-
Interest on investments	1,287	-	294	-
Other	74,416	-	-	-
Total local sources	889,757	-	294	-
State sources:				
Florida education finance program	626,111	-	-	-
Discretionary lottery funds	2,662	-	-	-
Categorical programs and other	384,003	-	-	-
Total state sources	1,012,776	-	-	-
Federal sources:				
Food service	-	-	-	-
Grants and other	13,471	5,586	-	-
Total federal sources	13,471	5,586	-	-
Total revenues	1,916,004	5,586	294	-
EXPENDITURES:				
Current operating:				
Instructional services	1,302,872	486	-	-
Instructional support services	168,223	2,845	-	-
Pupil transportation services	81,671	-	-	-
Operation and maintenance of plant	221,440	-	-	-
School administration	127,315	-	-	-
General administration	71,296	2,255	-	-
Food services	-	-	-	-
Total current operating	1,972,817	5,586	-	-
Debt service:				
Principal retirement	-	-	72,853	4,540
Interest charges and other	144	-	85,444	8,062
Bond Issuance Cost	-	-	336	-
Total debt service	144	-	158,633	12,602
Capital outlay				
Total expenditures	1,972,961	5,586	158,633	12,602
Excess (deficiency) of revenues over (under) expenditures	(56,957)	-	(158,339)	(12,602)
OTHER FINANCING SOURCES (USES):				
Certificates of participation	-	-	114,140	-
Capital lease	-	-	-	-
Sale of capital assets	-	-	-	-
Other loss recoveries	-	-	-	-
Payments to refunded bond escrow agent	-	-	(113,825)	-
Transfers in	127,022	-	151,401	12,602
Transfers out	(8,163)	-	-	-
Total other financing sources (uses)	118,859	-	151,716	12,602
Net change in fund balances	61,902	-	(6,623)	-
Fund balances, beginning of year	82,878	-	1,394	235
Fund balances, end of year	\$ 144,780	\$ -	\$ (5,229)	\$ 235

The accompanying notes to the basic financial statements are an integral part of this Statement.

Exhibit 4 (concluded)

LOCAL MILLAGE CAPITAL IMPROVEMENT FUND	ARRA ECONOMIC STIMULUS CAPITAL PROJECT FUND	OTHER CAPITAL IMPROVEMENT FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 204,254	\$ -	\$ -	\$ 22	\$ 1,018,330
-	-	-	19,578	19,578
540	33	209	155	2,518
5,790	-	8,779	5,315	94,300
<u>210,584</u>	<u>33</u>	<u>8,988</u>	<u>25,070</u>	<u>1,134,726</u>
-	-	-	-	626,111
-	-	-	-	2,662
-	-	16,180	15,013	415,196
-	-	16,180	15,013	1,043,969
-	-	-	75,853	75,853
-	-	-	180,692	199,749
-	-	-	256,545	275,602
<u>210,584</u>	<u>33</u>	<u>25,168</u>	<u>296,628</u>	<u>2,454,297</u>
-	-	-	133,340	1,436,698
-	-	-	39,347	210,415
-	-	-	1,499	83,170
-	-	-	569	222,009
-	-	-	224	127,539
-	-	-	5,108	78,659
-	-	-	96,920	96,920
-	-	-	277,007	2,255,410
-	-	-	7,935	85,328
-	18	3	2,103	95,774
-	-	-	-	336
-	18	3	10,038	181,438
11,540	2,062	69,001	31	82,634
11,540	2,080	69,004	287,076	2,519,482
199,044	(2,047)	(43,836)	9,552	(65,185)
-	-	-	-	114,140
-	-	20,300	-	20,300
147	-	333	-	480
50	-	59	-	109
-	-	-	-	(113,825)
-	-	2,763	40	293,828
(187,216)	(12)	(34,521)	(5,337)	(235,249)
<u>(187,019)</u>	<u>(12)</u>	<u>(11,066)</u>	<u>(5,297)</u>	<u>79,783</u>
12,025	(2,059)	(54,902)	4,255	14,598
74,819	20,048	169,720	51,707	400,801
<u>\$ 86,844</u>	<u>\$ 17,989</u>	<u>\$ 114,818</u>	<u>\$ 55,962</u>	<u>\$ 415,399</u>

Broward County Public Schools



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**RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(in thousands)**

Total net change in fund balances - governmental funds	\$ 14,598
Amounts reported for governmental activities in the Statement of Activities is different because:	
Governmental funds report capitalizable and non-capitalizable capital outlays as expenditures. However, in the Statement of Activities, the cost of those capitalizable assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capitalized capital outlays (\$57,658) were less than depreciation (\$126,575) and deleted assets (\$509) in the current period.	(69,426)
The issuance of long-term debt provides a source of current financial resources to governmental funds. However, issuing debt increases long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of debt premiums, discounts, deferral amounts on refunding when debt is first issued, but these amounts are deferred and amortized in the Statement of Activities.	
Debt proceeds, net	(20,279)
The repayment of long-term debt principal amount is reported as an expenditure in the governmental funds but reduces the liability in the Statement of Net Position.	
Principal payments	85,328
Internal service funds are used by the District to charge the costs of services, such as printing services to individual funds. The change in operating income of internal service funds is reported within the governmental activities.	3
In the Statement of Activities, certain operating expenses - compensated absences (vacation and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amount actually paid) and for new retirees, the amount expected to be paid out for terminal sick leave over the next year.	
Net change in post-employment benefits obligation	(10,214)
Net change in compensated absences	5,001
Net change in other liabilities	532
Net change in long-term claims	1,800
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due, except matured interest payable which is accrued in the debt service funds.	
Net change in accrued interest on long-term debt	13
Change in debt related deferrals including deferred amounts and premiums/discounts are recognized as paid or received in the governmental funds but must be capitalized and amortized in the government-wide presentation. This amount represents the net amount between current year's additions and amortization of prior year's amounts.	(34,153)
Change in net position of governmental activities	<u>\$ (26,797)</u>

The accompanying notes to the basic financial statements are an integral part of this Statement.

**STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 AS OF JUNE 30, 2014
 (in thousands)**

	INTERNAL SERVICE FUNDS
ASSETS:	
Current assets:	
Equity in pooled cash and investments	\$ 71
Inventories	22
Total current assets	<u>93</u>
Noncurrent assets:	
Furniture and equipment (net of accumulated depreciation)	1
Total assets	<u>94</u>
LIABILITIES:	
Current liabilities:	
Accounts payable and accrued expenses	16
Total liabilities	<u>16</u>
NET POSITION:	
Net investment in capital assets	1
Unrestricted	77
Total net position	<u>\$ 78</u>

The accompanying notes to the basic financial statements are an integral part of this Statement.

**STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(in thousands)**

	<u>INTERNAL SERVICE FUNDS</u>
OPERATING REVENUES:	
Charges for services	\$ 57,255
Total operating revenues	<u>57,255</u>
OPERATING EXPENSES:	
Personnel services	54,572
Depreciation	78
Other	2,679
Total operating expenses	<u>57,329</u>
Operating loss	(74)
NON-OPERATING REVENUE:	
Interest and other	<u>77</u>
Net income (loss) before transfers	3
Special item - change in fund type	53,891
Transfers out	<u>(58,579)</u>
Change in net position	(4,685)
Total net position, beginning of year	<u>4,763</u>
Total net position, end of year	<u>\$ 78</u>

The accompanying notes to the basic financial statements are an integral part of this Statement.

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(in thousands)

	INTERNAL SERVICE FUNDS
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from governmental customers	\$ 70,719
Cash payments for goods and services	(35,217)
Cash payments to employees	(54,577)
Net cash provided (used) by operating activities	<u>(19,075)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Transfers (to) from other funds	(58,579)
Net cash provided (used) by noncapital financing activities	<u>(58,579)</u>
Net increase (decrease) in cash and cash equivalents	(77,654)
CASH AND CASH EQUIVALENTS:	
Beginning of year	77,725
End of year	<u>\$ 71</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	
Operating income (loss)	\$ (74)
Adjustments to reconcile operating income (loss) to net cash used by operating activities:	
Depreciation	78
Change in assets and liabilities:	
Decrease in interest receivable	55
Decrease in inventory, prepaids & other assets	13,409
Decrease in accounts payable and accrued expenditures	(4,218)
Decrease in estimated liability for self-insured risks	(28,325)
Net cash provided (used) by operating activities	<u>\$ (19,075)</u>

The accompanying notes to the basic financial statements are an integral part of this Statement.

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AS OF JUNE 30, 2014
(in thousands)**

	<u>AGENCY FUND</u>
ASSETS:	
Equity in pooled cash and investments	\$ 5,099
Cash and cash equivalents	9,449
Total assets	<u>\$ 14,548</u>
LIABILITIES:	
Accounts payable	\$ 650
Due to student organizations and other agencies	13,898
Total liabilities	<u>\$ 14,548</u>

The accompanying notes to the basic financial statements are an integral part of this Statement.

Broward County Public Schools



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THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The School Board of Broward County, Florida (the "District") has direct responsibility for operation, control and supervision of schools in Broward County and is considered a primary government for financial reporting purposes. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The general operating authority of the District and the Superintendent is contained in chapters 1000 through 1013, Florida Statutes. Pursuant to Section 1010.01, Florida Statutes, the Superintendent of Schools is responsible for keeping records and accounts of all financial transactions in the manner prescribed by the State Board of Education. The District's significant accounting policies are described below.

A. FINANCIAL REPORTING ENTITY

The District was created by the State Constitution and is part of the state system of public education operated under the general direction and control of the State Board of Education. Established in 1915, the District is governed by nine elected board members (the "Board"). The appointed Superintendent of Schools is the executive officer of the District. The District has taxing authority and provides elementary, secondary and vocational education services to the residents of Broward County, Florida ("Broward County").

Criteria for determining if other entities are potential component units that should be reported within the District's basic financial statements are identified and described in the GASB Codification of Governmental Accounting and Financial Reporting Standards, Sections 2100 and 2600. The application of these criteria provides for identification of any entities for which the District is financially accountable and other organizations that the nature and significance of their relationship with the Board are such that exclusion would cause the District's basic financial statements to be misleading or incomplete.

Based on the application of these criteria, District management has determined that the component units reportable with the accompanying basic financial statements are the Broward School Board Leasing Corporation (the "Corporation"), the Broward Education Foundation (the "Foundation") and ninety-one charter schools.

Blended Component Units - The Corporation was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in Note 12 of the Notes to the Financial Statements. Due to the substantive economic relationship between the District and the Corporation, the financial activities of the Corporation are included in the accompanying basic financial statements. Separate financial statements for the Corporation are not published.

Discretely Presented Component Units - The Foundation, a non-profit direct-support organization of the District, is included as a discretely presented component unit in the accompanying basic financial statements. The purpose of the Foundation is exclusively educational and charitable, namely, to receive, hold, invest and administer property and to make expenditures for the benefit of the District. In addition, the Foundation is fiscally dependent on the District to provide financial support for its ongoing operating expenses. An audit of the Foundation financial statements was conducted by an independent certified public accountant and is on file at the District's administrative sites.

Additionally, in accordance with Section 1002.33, Florida Statutes, district school boards are authorized to approve charter ("Charter") school applications. Charter schools are public schools operating under a performance contract with the local school district and are fiscally dependent on the District for a majority of their funding. Revenues such as Florida Education Finance Program ("FEFP"), State Categoryals and other State and Federal revenue sources are received by the District on behalf of the Charter schools and then remitted to them. As such, Charter schools are funded on the same basis and are subject to the

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

same financial reporting requirements as the District. Additionally, all students enrolled in Charter schools are included in the District's total enrollment. To date, the District has approved the establishment of one hundred twenty-one Charter schools, of which, ninety-five were operating sites in fiscal year 2014. All of the Charter schools are considered component units of the District or another legal entity. For financial reporting purposes, eighty-five of the Charter schools are included in the basic financial statements of the District as discretely presented component units. Audits of the Charter school's financial statements for the fiscal year ended June 30, 2014 were conducted by independent certified public accountants and are on file at the District administrative office. The audited financial information for Broward Charter School of Science & Technology, iGeneration Empowerment Academy, Kathleen C. Wright Leadership Academy, New Generation Preparatory High, Obama Academy for Boys, and Red Shoe Charter School for Girls were not reported to the District as of the date of publication of the CAFR.

The component unit beginning net position does not agree to prior year ending net position on the Statement of Net Position because availability of financial information for individual charter schools varies from year to year.

The accompanying basic financial statements include the operations of the District, the Corporation, the Foundation and the eighty-five Charter schools. For financial reporting purposes, the operations of Charter schools within multiple locations operating under a single contract with the District are presented on a consolidated basis. Therefore, the operations of the Somerset Academy and Somerset Neighborhood have been consolidated. The District is independent of and is not financially accountable for any other local governmental units or civic entities other than those mentioned above. The Foundation and Charter Schools are presented in the government-wide presentation.

B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

Government-Wide Financial Statements – The Government-Wide Financial Statements are prepared under the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the District gives or receives value without directly receiving or giving value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The Statement of Net Position and the Statement of Activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the government in its entirety, except for those that are fiduciary, and distinguish between the District's governmental and business-type activities. Governmental activities, which normally are supported by taxes and inter-governmental revenues, are reported separately from business-type activities, which are generally supported by fees charged. The District currently does not have any business-type activities.

The Statement of Net Position includes all assets and deferred outflows and liabilities and deferred inflows of the District. The Statement of Activities presents a comparison between the direct expenses and program revenues of the District. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function.

Amounts reported as program revenues include 1) charges to students for tuition fees, rentals, materials, supplies, or services provided, 2) operating grants and contributions, and 3) capital grants and

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

contributions. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

The District eliminates from the Statement of Net Position and the Statement of Activities most interfund receivables and payables and transfers between funds as well as the transactions associated with its Internal Service Funds to minimize the effect of double counting. However, direct expenses are not eliminated from the various functional categories.

Fund Financial Statements – Governmental fund financial statements are prepared using the current financial resource measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred. The principal exceptions to this general rule are interest and principal on long-term debt, compensated absences, self-insured claims and other postemployment benefits (OPEB), which are recognized when due, unless funds have been set aside in the debt service funds for repayments. Allocations of cost, such as depreciation, are not recognized in governmental funds.

Revenues can be classified into two kinds of transactions: (a) exchange and exchange-like transactions, in which each party receives and gives up essentially equal value and (b) non-exchange transactions, in which a government gives (or receives) value without directly receiving (or giving) equal value in exchange.

Revenue resulting from exchange transactions is recorded on the modified accrual basis when the exchange takes place.

Revenues resulting from non-exchange transactions are further classified into (a) derived tax revenues, (b) imposed non-exchange revenues, (c) government-mandated non-exchange transactions, and (d) voluntary non-exchange transactions. Derived tax revenues (e.g., sales taxes) are recorded when the transaction occurs. Imposed non-exchange transactions (e.g., property taxes) are recorded when the use of the resource is required or first permitted by time requirement (e.g., property taxes, the period for which they are levied). Government-mandated and voluntary non-exchange transactions (e.g., Federal mandates, grants and donations) are recorded when all eligibility requirements have been met.

When applying the “susceptible to accrual” concept under the modified accrual basis, revenues are recognized when they become measurable and available. Measurable means the amount of the transaction can be determined. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The District considers all revenues except grant revenues to be available if they are collected within 60 days of the end of the current fiscal period. Grant revenues are considered available if collected within six months of the end of the current fiscal period.

Agency (Fiduciary) funds, accounted on the accrual basis, are purely custodial in nature (assets equal liabilities) and as such do not have a measurement focus.

The Proprietary Fund Financial Statements are prepared under the economic resources measurement focus and the accrual basis of accounting.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service funds are for graphics and printing, maintenance services and facility construction management provided to other funds. Operating expenses for the internal service funds include salaries, employee benefits, purchased services, supplies, materials, administrative expenses,

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The fund statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category – governmental, proprietary and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds rather than reporting funds by type. Each major fund is reported in a separate column. The American Recovery and Reinvestment Act (ARRA) funds did not meet the minimum criteria for major fund determination during fiscal year 2014. However, it will continue to be presented as a major fund because management believes it is particularly important for financial statement users for the purpose of consistency. Non-major funds are aggregated and reported in a single column. Currently, the District does not have any funds classified as enterprise funds. The District reports the following major funds:

GENERAL FUND

The General Fund is the primary operating fund of the District. The general fund is used to account for all financial resources not required to be accounted for in another fund, and for certain revenues from the state that are legally restricted to be expended for specific current operating purposes.

AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) SPECIAL REVENUE FUND

ARRA Economic Stimulus includes State Fiscal Stabilization Funds and Stimulus Grants Funds. These funds are used to save and create jobs; improve student achievement through school improvement and reform; ensure transparency and accountability and report publicly on the use of funds; and invest one-time ARRA fund thoughtfully to minimize the funding cliff.

DEBT SERVICE FUND – CERTIFICATE OF PARTICIPATION SERIES

This fund is used to account for the accumulation of resources for the payment of debt principal, interest and related costs on the long-term certificates of participation (COP).

AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) DEBT SERVICE FUND

This fund is used to account for the accumulation of resources for the payment of debt principal, interest and related costs on the ARRA Economic Stimulus Capital Project Funds.

CAPITAL PROJECTS FUNDS – LOCAL MILLAGE CAPITAL IMPROVEMENT (Local Property Tax)

This fund is used to account for financial resources received from millage to be used for maintenance and other educational capital needs, including new construction, renovation and remodeling projects.

CAPITAL PROJECTS FUNDS – OTHER CAPITAL IMPROVEMENT FUNDS

Other Capital Improvement Funds are the Certificates of Participation Series, Classrooms First, and Impact Fees Funds. These funds are used as revenue for planned improvements of property and equipment that meet the specific restrictions of those funding sources and are authorized by statute.

AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) ECONOMIC STIMULUS CAPITAL PROJECTS FUNDS

ARRA Economic Stimulus Capital Projects Funds include Qualified School Construction and Build America Bonds. These funds are used for capital expenditures related to construction, renovation and remodeling projects and are authorized by federal law.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The District also reports the following additional fund types:

PROPRIETARY FUNDS – INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department to another on a cost reimbursement basis. These funds are used to account for printing and other services provided to other District funds. Proprietary funds are included in the governmental activities in the government-wide financial statements.

FIDUCIARY FUND – AGENCY FUND

This fund is used to account for resources of the schools' Internal Fund, which is used to administer monies collected at the schools in connection with school, student athletics, classes and club activities.

C. DEPOSITS AND INVESTMENTS

The District maintains an accounting system in which substantially all general District cash, investments, and accrued interest are recorded and maintained in a separate group of accounts. All such cash and investments are reflected as "Equity in Pooled Cash and Investments" in each fund in the accompanying financial statements. Investment income is allocated based on the weighted average balances of each fund's Equity in Pooled Cash and Investments.

Cash includes amounts in demand and time accounts as well as cash on hand. For purposes of the statement of cash flows, cash and cash equivalents also include highly liquid investments with an original maturity of 90 days or less at time of purchase.

The District's investment in the Florida Education Investment Trust Fund (FEITF), which the FEITF indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, as of June 30, 2014, is similar to money market funds in which shares are owned in the fund rather than the underlying investments. These amounts are reported at amortized cost which approximates fair value.

Investments are stated at fair value. Funds are invested in various instruments allowed by the District's investment policy and by Florida Statutes, including money market funds and bank certificates of deposit.

D. INVENTORIES AND PREPAIDS

Inventories consist of expendable supplies held for consumption in the course of the District's operations. Inventories are stated at cost, as determined on a first-in, first-out basis or a moving weighted average cost basis. U.S.D.A. commodities received from the federal government are recorded at the unit rate established by the federal government. This inventory is accounted for under the consumption method, and as such, is recorded as expenditure when used.

Prepaid expenses are recognized when the goods or services are received but not consumed at year-end. The expenditure is recorded when the asset is used.

E. CAPITAL ASSETS

Capital assets, which the District defines as land, buildings and fixed equipment, improvements other than buildings, furniture and equipment, audio/visual equipment, computer software, and motor vehicles with a cost of \$1,000 or greater and an initial useful life of more than 1 year, are reported in the government-wide financial statements. Such assets are recorded at historical cost or at estimated historical cost if the actual historical cost is not available. Donated capital assets are recorded at estimated fair value at the date of donation. Land, Land Improvements, Construction in Progress and

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Broadcast License Intangible are not depreciated. Other capital assets used in operations are depreciated using the straight-line method over their estimated useful lives in the government-wide financial statements.

The estimated useful lives are as follows:

Improvements other than buildings	15 to 35 years
Buildings and fixed equipment	7 to 50 years
Furniture, fixtures and equipment	5 to 20 years
Audio visual	5 years
Computer software	5 years
Motor vehicles	10 to 15 years

Depreciation expense on school buses has been allocated to the pupil transportation function on the government-wide Statement of Activities. All other depreciation expense has been ratably allocated to the various expense functions based on an analysis of the use of each room in the District and its relative square footage.

Capital assets owned by the Proprietary Funds, principally equipment, are stated at cost. Straight-line depreciation has been provided over the estimated useful lives of these assets, which range from three to five years.

When capital assets are sold or retired, the related cost and accumulated depreciation are removed from the accounts and the resulting gain or loss is reflected in the results of operations in the government-wide statements.

The District is required annually to evaluate prominent events or changes in circumstances affecting capital assets to determine whether impairment of a capital asset has occurred. Such events or changes in circumstances that may be indicative of impairment include evidence of physical damage, enactment or approval of laws or regulations or other changes in environmental factors, technological changes or evidence of obsolescence, changes in manner or duration of use of a capital asset, and construction stoppage. A capital asset is considered impaired when its service utility has declined significantly and unexpectedly. Based on this criteria, there were no impairments recognized in fiscal year 2014.

F. REVENUE

State Revenue Sources - Revenues from state sources for current operations are primarily from the FEFP, administered by the Florida Department of Education ("FDOE"), under the provisions of Section 1011.62, Florida Statutes. The District files reports on full time equivalent ("FTE") student membership with the FDOE. The FDOE accumulates information from these reports and calculates the allocation of FEFP funds to the District. After review and verification of FTE reports and supporting documentation, the FDOE may adjust subsequent fiscal period allocations of FEFP funding for prior year errors disclosed by its review. Normally, such adjustments are treated as reductions of revenue in the year the reduction is made.

The District receives revenue from the state to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for these programs be expended only for the program for which the money is provided and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same categorical educational programs. These funds are described as "restricted for categorical carryover programs" in the Statement of Net Position and the Governmental Funds Balance Sheet. The revenues for FEFP and categorical programs are recognized in the period in which the funds are available for use.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Property Taxes – In the fund financial statements, property tax revenue is recognized when levied for, and available, which is when received, except at year end when revenue is accrued for taxes collected by the Broward County Revenue Collector as of fiscal year end, but remitted to the District within 60 days subsequent to fiscal year end. Any delinquent taxes expected to be collected in the subsequent fiscal year are accrued for and reported as unavailable revenue at year-end. Delinquent taxes collected in subsequent periods are recognized as revenue during the fiscal year in which they are received. In the government-wide financial statements, property tax revenue is recognized when levied for, net of allowance for estimated uncollectible amounts. Accordingly, uncollected, but earned, property tax revenue, net of uncollectible amounts, represent a reconciling item between the fund and government-wide presentation.

Federal Revenues Sources – The District receives Federal awards for the enhancement of various educational programs. Federal awards are generally awarded based on applications submitted to, and approved by, various granting agencies. For Federal awards for which a claim to these grant proceeds is based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred.

G. UNEARNED/UNAVAILABLE REVENUE

Resources that do not meet revenue recognition requirements (not earned) are recorded as unearned revenue in the government-wide and the fund financial statements. In addition, amounts related to government fund receivables that are measurable, but not available are recorded as unavailable revenue in the governmental fund financial statements.

H. LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Debt premiums and discounts and deferral amounts on refunding are deferred and amortized over the life of the bonds using the effective interest method, or the straight-line method if it does not differ materially from the effective interest method. Debt payable is reported net of the applicable debt premium or discount. Debt issuance costs are expensed when incurred.

In the fund financial statements, governmental fund types recognized debt premiums and discounts and prepaid insurance costs during the current period. The face amount of the debt issues is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Debt issuance costs, whether or not withheld from the actual debt proceeds received and principal payments, are reported as debt service expenditures.

I. COMPENSATED ABSENCES

Compensated absences are salary related payments to employees for accumulated vacation and sick leave. These amounts also include the related employer's share of Social Security and Medicare and retirement contributions. They are recorded as expenditures when used or are accrued as a payable to employees who are entitled to cash payment in lieu of taking leave. District employees may accumulate unused sick leave without limitation and unused vacation up to a specified amount depending on their date of hire. Vacation leave is payable to employees upon termination or retirement at the current rate of pay on the date of termination or retirement. Sick leave is payable to employees upon retirement at the rate of pay in effect at the time the leave is earned. The number of days payable is subject to limitations as set forth in District policies.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The current portion represents the estimated terminal sick-leave amount that is due to, and has not been paid out to, employees who have retired on or prior to June 30, 2014.

The non-current portion (the amount estimated to be used in subsequent fiscal years) is maintained separately and represents a reconciling item between the fund financial statements and government-wide financial statements.

J. SELF INSURANCE

The District is self-insured for portions of its general and automobile liability insurance, workers' compensation, and health insurance. The estimated liability for self-insured risks represents an estimate of the amount to be paid on insurance claims reported and on insurance claims incurred but not reported (see note 19 of the Notes to the Basic Financial Statements).

K. FUND BALANCE

Fund balance is the difference between fund assets and liabilities on the governmental fund financial statements that are based on the modified accrual basis of accounting. GASB Statement No. 54 ("GASB 54"), "Fund Balance Reporting and Governmental Fund Type Definitions," provides for two major fund balance classifications: nonspendable and spendable. Nonspendable fund balance includes amounts that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of nonspendable fund balance include inventory, prepaid items and the principal (corpus) of a permanent fund. The District has classified inventory as nonspendable.

GASB 54 provides for four categories of the spendable fund balance classification based on the level of constraint placed on the use of those resources.

- Restricted fund balance includes resources constrained to a specific purpose by their external providers such as grantors and contributors, or laws and regulations or enabling legislation.
- Committed fund balance includes resources constrained to a specific purpose by the District's highest level of decision-making authority, the School Board. This formal action is completed through a Board resolution. These items cannot be used for any other purpose unless the Board takes action to remove or change the constraint through the same formal action of a Board resolution.
- Assigned fund balance represents amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Under the provisions of Section 1001.51, Florida Statutes, Duties and Responsibilities of District School Superintendent, the superintendent is delegated certain financial authority. The District's management can assign fund balance based on Board direction.
- Unassigned fund balance in the general fund includes the remaining fund balance, or net resources, available for any purpose. A negative unassigned fund balance may be reported in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

L. NET POSITION

In the statement of net position, assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources, equals net position on the government-wide and proprietary fund financial statements that are based on the accrual basis of accounting.

M. MANAGEMENT'S USE OF ESTIMATES

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

N. DEFERRED OUTFLOW/INFLOWS OF RESOURCES

In addition to assets, the financial position has a separate section for deferred outflows of resources. The separate financial statement element, deferred outflow of resources, represents a consumption of net position that applies to future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflow of resources represents an acquisition of net position that applies to future period(s) and will not be recognized as inflow of resources (revenue) until that time. A deferred charge on refunding results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or new refunding debt. Deferred outflows of resources include both deferred losses on refunding and the accumulated decrease in the fair value of the hedging derivative.

O. IMPACT OF NEW ACCOUNTING PRONOUNCEMENTS

In March 2012, the GASB issued Statement No. 65, "Items Previously Reported as Assets and Liabilities" ("GASB 65"). This statement provides additional guidance for the items listed in GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". This statement addresses the calculation of a deferred outflow or inflow for the refunding of debt, requires that debt issuance costs be expensed in the period in which that debt was issued, and requires that revenue recorded in the governmental funds that is not available be classified as Unavailable Revenue (a deferred inflow). This statement is effective for periods beginning after December 15, 2012. As a result, the financial impact was not significant to the District and was expensed in the current fiscal year.

In April 2013, the GASB issued Statement No. 70, "Accounting and Financial Reporting for Nonexchange Financial Guarantees" ("GASB 70"). This statement requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. This statement is effective for periods beginning after June 15, 2013. The adoption of GASB 70 does not have any impact on the District's financial position or results of operations.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

2. BUDGETARY POLICIES

A. Budgetary Information

The Board follows procedures established by State Statute and State Board of Education rules in establishing annual budgets for governmental funds as described below:

- (1) Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and State Board of Education rules.
- (2) The major functional level is the legal level of budgetary control. Budgeted amounts may be amended by resolution at any Board meeting prior to the due date for the annual financial report. General Fund budgetary disclosure in the accompanying required supplemental information (Part B) reflects the final budget including all amendments approved for the fiscal year through September 16, 2014.
- (3) Project length budgets, such as in the Capital Projects Funds, are determined and then are fully appropriated in their entirety in the year the project is approved. For the beginning of the following year, any unexpended appropriations for a project from the prior year are re-appropriated. This process is repeated from year to year until the project is completed.
- (4) Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward, if applicable, to the following year for the General Fund and are closed after a three month period.

B. Excess of expenditures over appropriations

For the year ended June 30, 2014, expenditures exceeded appropriations in the COPS Series Debt Service Fund for \$5.5 million.

3. DEPOSITS AND INVESTMENTS

Board policy number 3110, a comprehensive investment policy pursuant to Section 218.415, Florida Statutes that establishes permitted investments, asset allocation limits and issuer limits, credit ratings requirements and maturity limits to protect the District's cash and investment assets. The policy's main objectives are geared to maintain the safety of Principal, Liquidity and Return on Investment.

Cash and Cash Equivalents:

As of June 30, 2014, the carrying amount of the District's bank deposit account was \$66.8 million. Banks qualified as public depositories under the Florida Security for Public Deposits Act as required by Chapter 280, Florida Statutes, hold all deposits.

Cash Equivalents consist of amounts placed with Bank of America and Florida Education Investment Trust Fund (FEITF). All money market funds are comprised of U.S. Treasury and U.S. Government Obligations that are backed by the full faith and credit of the U.S. Government.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Cash and investments at June 30, 2014 are shown below (in thousands):

	Governmental Funds	Internal Service Funds	Total Government -Wide	Agency Fund
Federal Treasury Bonds & Notes	\$ 153,237	\$ 28	\$ 153,265	\$ 1,877
Government Sponsored Entity Securities	138,402	26	138,428	1,693
Municipal Bonds	3,066	1	3,067	34
Corporate Notes and Paper	56,514	12	56,526	634
Commercial Paper	15,010	3	15,013	169
Funds Held by Trustee:				
Commercial Paper	200,824	-	200,824	-
Government Sponsored Entity Securities-Discout Notes	1,460	-	1,460	-
Funds Held in Trust by State	845	-	845	-
Florida Education Investment Trust	4,973	1	4,974	56
Total Investments	574,331	71	574,402	4,463
Total Money Market Accounts	30,760	-	30,760	-
Total Deposits	56,699	-	56,699	10,085
Total cash, cash equivalents and investments	<u>\$ 661,790</u>	<u>\$ 71</u>	<u>\$ 661,861</u>	<u>\$ 14,548</u>

Credit Risk:

The District has adopted an investment policy that authorized the District to participate in the State Board Administration Investment Pool (SBA). The policy also authorizes the District to invest in interest-bearing time deposits or savings accounts, direct obligations of the United States Treasury, Federal Agencies, and money market funds with the highest credit quality rating from nationally recognized statistical rating organizations and registered with the Securities and Exchange Commission; State and/or local government taxable and/or tax exempt debt, general obligation and/or revenue bonds, rated at least "Aa" by Moody's and "AA" by Standard & Poor's for long term debt, or rated at least "MIG-2" by Moody's and "SP-2" by Standard & Poor's for short-term debt; and bankers acceptances issued by a domestic bank or a federally chartered domestic office of a foreign bank, which are eligible for purchase by the Federal Reserve System, at the time of purchase, the short term paper is rated, at a minimum, "P-1" by Moody's Investors Services and "A-1" by Standard & Poor's. Additionally, the bank shall not be listed with any recognized credit watch information service.

The Policy also authorizes the District to invest in commercial paper of any United States company that is rated, at the time of purchase, "Prime-1" by Moody's and "A-1" by Standard & Poor's (prime commercial paper). Additionally, the company shall not be listed with any recognized credit watch information service. Corporate notes issued by corporations organized and operating within the United States or by depository institutions licensed by the United States that have a long term debt rating, at the time of purchase, at a minimum "Aa" by Moody's and a minimum long term debt rating of "AA" by Standard & Poor's.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

As of June 30, 2014, the District's investment securities had the following ratings as shown in the chart below (dollars in thousands):

Investments	Fair Market Value	S&P Rating
Short term portfolio:		
SBA: Debt Service Accounts	\$ 845	NA
Florida Education Investment Trust Fund	5,030	AAAm
Corporate Notes	15,229	A
Corporate Notes	24,323	AA
Commercial Paper	216,006	A-1
Discount Note	1,460	AAA
Government Sponsored Entity Securities	127,282	AA
Treasury Bonds and Notes	85,693	AA
Long term portfolio:		
Corporate Notes	17,608	AA
Government Sponsored Entity Securities	6,560	AA
Government Sponsored Entity Securities	6,279	AAA
Treasury Bonds and Notes	63,401	AA
Treasury Bonds and Notes	6,048	AAA
Municipal Bonds	3,101	AA
Total Investments	<u>\$ 578,865</u>	

Interest Rate Risk:

The District manages its exposure to interest rate risk in fair value by forecasting cash outflows and inflows. To the extent possible, an attempt will be made to match investment maturities with known cash needs and anticipated cash flow requirements. Investments of current operating funds shall have maturities of no longer than twenty-four (24) months. According to the District's policy, securities may be purchased at a premium or traded for other securities to improve yield, maturity or credit risk.

Investments of bond reserves, construction funds, and other non-operating funds ("core funds") shall have a term appropriate to the need for funds and in accordance with debt covenants, but in no event shall exceed five (5) years.

The District's money market account is tied to Federal Funds. The following table shows the District's short term portfolio weighted average maturity at June 30, 2014 (dollars in thousands):

Investments	Fair Market Value	Maturity		Weighted Average Maturity
		Less than 1 Year	2 Years	
SBA: Debt Service Accounts	\$ 845	\$ 845	-	1
Florida Education Investment Trust Fund	5,030	5,030	-	1
Corporate Notes	39,552	39,552	-	238
Commercial Paper	216,006	216,006	-	80
Discount Note	1,460	1,460	-	143
Government Sponsored Entity Securities	127,282	127,282	-	117
Treasury Bonds and Notes	85,693	85,693	-	232
Total	<u>\$ 475,868</u>	<u>\$ 475,868</u>	<u>-</u>	

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The following table shows the District's long term portfolio effective duration at June 30, 2014:

<u>Investments</u>	<u>Effective Duration in Years</u>
Corporate Notes	1.098
Commercial Paper	0.219
Federal Agency Coupon Securities	0.459
Federal Agency Discounted Notes	0.390
Treasury Bonds and Notes	1.229
<u>Municipal Bonds</u>	<u>1.798</u>
Average effective duration	0.879

The Long Term Portfolio uses the Effective Duration.

Concentration of Credit Risk:

The District's Investment policy has established asset allocation and issuer limits on the following investments, which are designed to reduce concentration of credit risk of the District's Investment Portfolio.

The Florida Government Surplus Fund Trust Fund ("SBA"):

A maximum of 100% of available funds may be invested by the District's Treasurer (the "Treasurer") in the SBA. Funds deposited with the SBA are invested in the pooled investment account, an external investment pool administered by the State of Florida and operated in a manner consistent with the Security and Exchange Commission's Rule 2a7 of the Investment Company Act of 1940.

U.S. Government Securities:

The Treasurer may invest in negotiable direct obligations, or obligations the principal and interest of which are unconditionally guaranteed by the United States Government. A maximum of 100% of available funds may be invested in these securities; the maximum length to maturity is 5 years from the date of purchase. These securities include but are not limited to:

Cash Management Bills, Treasury Securities - State and Local Government Series ("SLGS"), Treasury Bills, Treasury Notes, Treasury Bonds, Treasury Strips.

U.S. Government Agencies:

The Treasurer may invest in bonds, debentures, notes or callables issued or guaranteed by the United States Government Agencies, provided such obligations are backed by the full faith and credit of the United States Government. A maximum of 50% of available funds may be invested in U.S. government agencies. A maximum of 25% of available funds may be invested in individual U.S. government agencies. The maximum length to maturity is 5 years from the date of purchase.

Federal Agency (U.S. Government sponsored agencies):

The Treasurer may invest in bonds, debentures, notes or callables issued or guaranteed by the United States Government sponsored Agencies (Federal Instrumentalities), which are non-full faith. A maximum of 80% of available funds may be invested in Federal Instrumentalities. A maximum of 40% may be invested in any one issuer. The maximum length to maturity for an investment is 5 years from the date of purchase.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Interest Bearing Time Deposit or Savings Account:

Funds can be invested in non-negotiable interest bearing time certificates of deposit or savings accounts in banks organized under the laws of this state and/or in National Banks organized by the laws of the United States and doing business and situated in the State of Florida, provided that any such deposits are secured by the Florida Security for Public Deposits Act, Chapter 280, Florida Statutes. A maximum of 25% of available funds may be invested in non-negotiable interest bearing time certificates of deposit. A maximum of 15% of available funds may be deposited with any one issuer. The maximum maturity on any certificate is 1 year from the date of purchase.

Corporate Notes:

The Treasurer may invest in Corporate Notes issued by corporations organized and operating within the United States or by depository institutions licensed by the United States that have a long term debt rating, at the time of purchase, at a minimum "Aa" by Moody's and a minimum long term debt rating of "AA" by Standard's & Poor's. A maximum of 15% of available funds may be invested in corporate notes. Only 5% invested with one issuer. The length of maturity shall be 3 years from the date of purchase.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The following table shows the composition of the District's investments at June 30, 2014 (dollars in thousands).

Investments	Fair Market Value	Percentage of Portfolio
Short term investments:		
State Board of Administration:		
Debt Service Accounts	\$ 845	.15%
Florida Education Investment Trust	5,030	.87%
Corporate Notes:		
International Business Machine	5,010	.87%
General Electric	10,099	1.75%
JP Morgan Chase	10,177	1.76%
New York Life	4,078	.70%
Blackrock, Inc.	5,051	.87%
Shell International	5,137	.89%
Commercial Paper:		
BNP Paribas Finance, Inc.	4,843	.84%
HSBC Securities	2,797	.48%
Wells Fargo	2,797	.48%
Toyota Motor Credit Corp.	2,398	.41%
Bank of Tokyo Mitsubishi LTD	2,347	.41%
US Bank NA	200,288	34.60%
Fortis Funding Inc.	536	.09%
Discount Notes:		
Federal Home Discount Note	1,460	.25%
Government Sponsored Entity Securities:		
Federal Home Loan Bank	80,284	13.87%
Federal Home Loan Mortgage Corporation	40,572	7.01%
Federal Farm Credit Bank	6,426	1.11%
Treasury Bonds and Notes	85,693	14.80%
Long term investments:		
Corporate Notes:		
The Coca Cola Company	534	.09%
International Business Machine	2,944	.51%
Toyota Motor Credit Corp.	1,186	.20%
Exxon Mobile Corp	1,502	.26%
General Electric	3,676	.64%
Berkshire Hathaway Fin	1,352	.23%
Wal-Mart Stores Global Notes	1,242	.21%
Apple Incorporated	3,513	.61%
Chevron Corp Notes	81	.01%
Citigroup Global Market	1,578	.27%
Government Sponsored Entity Securities:		
Federal Home Loan Bank	6,053	1.05%
Federal Home Loan Mortgage Corporation	1,164	.20%
Federal National Mortgage Association	5,622	.97%
Treasury Bonds and Notes	69,449	12.00%
Municipal Bonds	3,101	.54%
Total investments	<u>\$ 578,865</u>	<u>100.00%</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Custodial Risk:

Pursuant to Florida Statute 218.415 (10), securities, with the exception of certificates of deposit, are held with a third party custodian; and all securities purchased by, and all collateral obtained by the District is properly designated as an asset of the District. The securities are held in an account separate and apart from the assets of the financial institution.

As of June 30, 2014, the District's investment portfolio was held by Wells Fargo Securities, LLC, a third party custodian, as required by the School Board's investment policy.

4. DUE TO/FROM OTHER GOVERNMENTAL AGENCIES AND UNEARNED REVENUE

Due To/From Other Governmental Agencies:

At June 30, 2014, the District's due to/from other governmental agencies balances are as follows (in thousands):

	General Fund	ARRA Economic Stimulus Funds	Local Millage Capital Improvement Funds	Other Capital Improvement Funds	Other Governmental Funds	Total
Due from other governments:						
Federal Government:						
Miscellaneous Federal	\$ 3,208	\$ 609	\$ -	\$ -	\$ 15,781	\$ 19,598
State Government:						
Food Reimbursement	-	-	-	-	1,661	1,661
Local Government:						
Taxes Receivable	19,803	-	4,557	-	-	24,360
Miscellaneous Local	18	-	-	2,426	1	2,445
Total due from other governmental agencies	<u>\$ 23,029</u>	<u>\$ 609</u>	<u>\$ 4,557</u>	<u>\$ 2,426</u>	<u>\$ 17,443</u>	<u>\$ 48,064</u>
Due to other governments:						
Florida Retirement System Contribution	\$ 8,935	\$ -	\$ -	\$ -	\$ -	\$ 8,935
Miscellaneous	60	-	-	-	-	60
Total due to other governmental agencies	<u>\$ 8,995</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,995</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Unearned Revenue:

Governmental funds and government-wide activities defer revenue recognition in connection with resources that have been received, but not yet earned. At June 30, 2014, the various components of unearned revenue reported in the government-wide statements and the governmental funds were as follows (in thousands):

	Unearned Revenue Government- Wide	Unearned Revenue Governmental Funds
Grant draw downs prior to meeting all eligibility requirements	\$ 964	\$ 964
	<u>\$ 964</u>	<u>\$ 964</u>

5. AD VALOREM TAXES

The District is authorized by Florida Statutes to levy property taxes for District operations, capital improvements and debt service. Property taxes consist of ad valorem taxes on real and personal property within the District. Property taxes are assessed by the Broward County Property Appraiser and are collected by the Broward County Revenue Collector who remits them to the District. The Board adopted the 2013 tax levy on September 17, 2013.

Property values are assessed as of January 1 of each year, and levied on November 1, at which time taxes become an enforceable lien on property. Such levy serves to finance expenditures of the following fiscal year. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to four percent for early payment.

On April 1 of the year following the year of assessment, taxes become delinquent and Florida Statutes provide for enforcement of collection of personal property taxes by seizure of the property to satisfy unpaid taxes and for enforcement of collection of real property taxes by the sale of interest-bearing certificates to satisfy unpaid taxes. The District recognizes revenue during the fiscal year following the year of assessment. Accordingly, substantially all of the taxes assessed on January 1, 2013 have been recognized during the fiscal year ended June 30, 2014.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The following is a summary of millages and taxes levied on the final 2013 tax rolls for the fiscal year 2014 (dollars in thousands):

	<u>Taxes</u>			
	<u>Millages</u>	<u>Levied</u>	<u>Collected</u>	<u>Uncollected</u>
<u>General Funds</u>				
Non-voted School Tax:				
Required Local Effort	5.232	\$ 743,154	\$ 712,216	\$ 1,179
Discretionary Local Effort	0.748	106,262	101,838	169
	<u>5.980</u>	<u>\$ 849,416</u>	<u>\$ 814,054</u>	<u>\$ 1,348</u>
<u>Capital Project Funds</u>				
Non-voted School Tax:				
Capital Improvements	1.500	\$ 213,064	\$ 204,254	\$ 288
	<u>1.500</u>	<u>\$ 213,064</u>	<u>\$ 204,254</u>	<u>\$ 288</u>
<u>Debt Service Funds</u>				
Voted Tax:				
Debt Service	0.000	\$ -	\$ 22	\$ -
	<u>0.000</u>	<u>\$ -</u>	<u>\$ 22</u>	<u>\$ -</u>

The State Constitution limits the non-voted levying of taxes by the District to 10 mills (\$10.00 per thousand of assessed valuation). State law prescribes the upper limit of non-voted taxes to be levied on an annual basis, with the fiscal year 2014, limit being 7.48 mills, which includes up to 1.50 mills for the Capital Projects Funds. The voter approved levy for debt service is limited to 6.0 mills; for fiscal year 2014, no taxes for debt service were levied.

The total assessed value for calendar year 2013, on which the fiscal 2014 levy was based, was approximately \$142.0 billion, which is subject to change based upon appeals to the Broward County Value Adjustment Board.

The Broward County Revenue Collector is not required by law to make an accounting to the District of the difference between taxes levied and taxes collected. The State required the District to budget at a 96.0% collection rate. The actual property taxes collected or accrued for fiscal year 2014 were 95.8% of the taxes levied.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

6. CAPITAL ASSETS

A summary of changes in capital assets is as follows (in thousands):

	Balance 06/30/2013	Additions	Deletions	Transfers	Balance 06/30/2014
Primary Government:					
Capital assets not being depreciated:					
Land	\$ 236,207	\$ -	\$ (161)	\$ -	\$ 236,046
Land improvements	129,545	2	-	561	130,108
Construction in progress	63,854	18,283	(348)	(55,915)	25,874
Broadcast license intangible	3,600	-	-	-	3,600
Total capital assets not being depreciated	433,206	18,285	(509)	(55,354)	395,628
Other capital assets:					
Land improvements	318,493	307	(378)	7,818	326,240
Buildings and fixed equipment	3,548,612	3,883	-	47,536	3,600,031
Furniture, fixtures and equipment	417,950	11,242	(32,051)	4,826	401,967
Assets under capital leases	30,925	22,184	-	(4,826)	48,283
Audio visual	852	19	(176)	-	695
Computer software	55,257	1,198	(859)	-	55,596
Motor vehicles:					
Buses	69,239	48	(3,352)	-	65,935
Other	26,780	492	(142)	-	27,130
Total other capital assets at historical cost	4,468,108	39,373	(36,958)	55,354	4,525,877
Less accumulated depreciation for:					
Land improvements	(101,305)	(14,780)	378	-	(115,707)
Buildings and fixed equipment	(1,223,692)	(78,009)	-	-	(1,301,701)
Furniture, fixtures and equipment	(376,979)	(18,485)	32,051	(4,728)	(368,141)
Assets under capital leases	(20,763)	(6,343)	-	4,728	(22,378)
Audio visual	(519)	(139)	176	-	(482)
Computer software	(31,169)	(5,506)	859	-	(35,816)
Motor vehicles:					
Buses	(60,671)	(2,082)	3,352	-	(59,401)
Other	(22,645)	(1,231)	142	-	(23,734)
Total accumulated depreciation*	(1,837,743)	(126,575)	36,958	-	(1,927,360)
Total other capital assets, net	2,630,365	(87,202)	-	55,354	2,598,517
Total primary government, net	3,063,571	(68,917)	(509)	-	2,994,145
Internal service fund:					
Machinery and equipment	398	77	-	-	475
Accumulated depreciation*	(396)	(78)	-	-	(474)
Total Internal service fund, net	2	(1)	-	-	1
Total capital assets, net	\$ 3,063,573	\$ (68,918)	\$ (509)	\$ -	\$ 2,994,146

*Depreciation expense was recorded in the following governmental functions:

Instructional Services	\$ 93,070
Instructional support services	13,010
Pupil transportation services	2,505
Operation and maintenance of plant	6,959
School administration	3,287
General Administration	1,921
Food services	5,901
Total depreciation expense	\$ 126,653

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

7. INTERFUND TRANSACTIONS AND SPECIAL ITEM

Interfund Transfers. A summary of interfund transfers for the fiscal year ended June 30, 2014 is as follows (in thousands):

	Transfers In				Total
	General Fund	Major Debt Service Funds	Major Capital Funds	Other Governmental Funds	
Transfers Out:					
General Fund	\$ -	\$ 5,360	\$ 2,763	\$ 40	\$ 8,163
Local Millage Capital Improvement Funds	47,424	139,792	-	-	187,216
ARRA Economic Stimulus Capital Project Funds	-	12	-	-	12
Other Capital Improvement Funds	15,682	18,839	-	-	34,521
Other Governmental Funds	5,337	-	-	-	5,337
Internal Service Funds	58,579	-	-	-	58,579
Total Primary Government	<u>\$ 127,022</u>	<u>\$ 164,003</u>	<u>\$ 2,763</u>	<u>\$ 40</u>	<u>\$ 293,828</u>

The transfers in to the General Fund primarily relate to the funding of maintenance and repairs of existing school facilities pursuant to Chapter 1013 of the Florida Statutes. The transfers in also represent reimbursement of property and casualty insurance premiums pursuant to Chapter 1011.71 of the Florida Statutes. The transfers in to the Debt Service Funds relate to the funding of principal and interest payments on the District's outstanding debt issues.

Special Item. Effective July 1, 2013, the District elected to change the fund in which self-insured risks are recorded from the use of an internal service fund to reporting the activities through the general fund. As part of this change, the liability for self-insured risks amount in the internal service fund was adjusted from full accrual accounting to modified accrual accounting. This resulted in a reduction in the liability of \$53,891 to eliminate the non-current liability portion which generated a greater net position which was subsequently transferred out to the general fund as part of the transfer to close out the self-insurance internal service fund in the amount of \$58,579.

Interfund Receivables and Payables. Individual fund receivable and payable balances as reported in the Governmental Funds Balance Sheet at June 30, 2014 are as follows (in thousands):

	Payable Fund			Total
	ARRA Economic Stimulus	Major Debt Service Funds	Other Governmental Funds	
Receivable Fund:				
General Fund	\$ 510	\$ -	\$ 10,476	\$ 10,986
Local Millage Capital Improvement Funds	-	4,000	-	4,000
Total	<u>\$ 510</u>	<u>\$ 4,000</u>	<u>\$ 10,476</u>	<u>\$ 14,986</u>

Interfund receivables and payables relate to temporary funding of negative cash balances.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

8. TAX ANTICIPATION NOTES

On October 24, 2013, the District issued Tax Anticipation Notes ("TANS"), Series 2013. The \$125.0 million note proceeds were used to pay fiscal year 2014 operating expenditures prior to the receipt of ad valorem taxes. Interest costs incurred on the life of this issue for the year ended June 30, 2014 were \$1.7 million, with the effective yield of 0.10%. There was no arbitrage rebate due on the TANS, Series 2013. The notes came due January 30, 2014.

Short-term debt activity for the year ended June 30, 2014 was as follows (in thousands):

	Beginning Balance July 1, 2013	Issued	Redeemed	Ending Balance June 30, 2014
Tax Anticipation Notes	\$ -	\$ 125,000	\$ 125,000	\$ -

9. CAPITAL LEASES

Property acquired under capital leases, which is stated at acquisition cost, is included in the government-wide financial statements. At June 30, 2014, the various components of property acquired under capital leases reported in the government-wide statements were as follows (in thousands):

	Amount
Furniture, fixtures and equipment	\$ 17,644
Buses	30,639
Subtotal	48,283
Less: Accumulated Depreciation	(22,378)
Total Net Book Value	\$ 25,905

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The following is a summary of changes in capital leases for the fiscal year ended June 30, 2014 (in thousands):

	Interest Rate	Final Maturity Date	June 30, 2013	Increases	Decreases	June 30, 2014
Computer equipment	3.27%	06/30/2014	\$ 333	\$ -	\$ (333)	\$ -
Computer equipment	3.27%	06/30/2014	695	-	(695)	-
Buses/Equipment	4.13%	11/01/2014	5,352	-	(3,532)	1,820
Buses	4.06%	12/18/2016	4,051	-	(1,100)	2,951
School Buses	1.81%	05/10/2021	5,032	-	(590)	4,442
Technology equipment	1.27%	02/27/2018		10,000	-	10,000
Buses/Hard Drive	1.95%	02/27/2022		10,300	-	10,300
Total capital leases			\$ 15,463	\$ 20,300	\$ (6,250)	\$ 29,513
Less: portion due within one year						(7,221)
Total capital leases due in more than one year						\$ 22,292

The following is a summary of the future minimum lease payments under capital leases together with the present value of minimum lease payments as of June 30, 2014 (in thousands):

Fiscal Year	Amount
2015	\$ 7,758
2016	5,900
2017	5,273
2018	4,647
2019	2,075
2020-2021	5,546
Total minimum lease payments	31,199
Less:	
Amount representing interest	(1,686)
Present value of minimum lease payments	\$ 29,513

The amount representing interest was calculated using annual rates ranging from 1.27% to 4.13%.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

10. LONG-TERM DEBT

The following is a summary of changes in long-term debt for the fiscal year ended June 30, 2014 (in thousands):

	Interest Rate	Final Maturity Date	June 30, 2013	Increases	Decreases	June 30, 2014	Amounts Due Within One Year
Bonds payable:							
Capital outlay bond issues:							
Series 2005A	3.00-5.00%	01/01/2017	\$ 15,415	\$ -	(3,455)	\$ 11,960	\$ 3,865
Series 2005B	3.50-5.00%	01/01/2020	2,375	-	(325)	2,050	465
Series 2006A	3.50-5.00%	01/01/2026	175	-	(5)	170	10
Series 2008A	3.25-5.00%	01/01/2028	4,405	-	(80)	4,325	160
Series 2009A- New Money	2.00-5.00%	01/01/2029	1,045	-	(40)	1,005	40
Series 2009A- Refunding	2.00-5.00%	01/01/2019	1,735	-	(260)	1,475	265
Series 2010A- Refunding	4.00-5.00%	01/01/2022	6,420	-	(505)	5,915	550
Series 2011A- Refunding	3.00-5.00%	01/01/2023	9,550	-	(3,265)	6,285	1,090
Total capital outlay bond issues			41,120	-	(7,935)	33,185	6,445
Certificates of participation:							
Series 2004A	2.00-5.25%	07/01/2017	30,815	-	(7,170)	23,645	7,480
Series 2004B	5.00-5.25%	07/01/2017	53,615	-	(12,415)	41,200	13,035
Series 2004C	2.50-5.25%	07/01/2016	22,795	-	(7,275)	15,520	7,510
Series 2004D	Variable	07/01/2029	113,825	-	(113,825)	-	-
Series 2004 QZAB	(i)	12/22/2020	425	-	(53)	372	53
Series 2005A	3.00-5.00%	07/01/2030	147,050	-	(7,785)	139,265	8,065
Series 2006A	4.00-5.25%	07/01/2028	185,185	-	(8,990)	176,195	9,420
Series 2006B	Variable	07/01/2031	65,000	-	-	65,000	-
Series 2007A	3.50-5.00%	07/01/2032	224,345	-	(9,195)	215,150	9,645
Series 2008A	3.15-5.25%	07/01/2033	255,565	-	(7,970)	247,595	8,305
Series 2009A T-E	5.00-5.25%	07/01/2027	20,140	-	-	20,140	-
Series 2009A BAB	7.40%	07/01/2034	63,910	-	-	63,910	-
Series 2009A QSCB	(ii)	07/01/2024	49,913	-	(4,540)	45,373	4,540
Series 2010A QSCB	6.45%	07/01/2027	51,645	-	-	51,645	-
Series 2011A	2.00-5.00%	07/01/2024	171,425	-	-	171,425	-
Series 2012A	4.00-5.00%	07/01/2028	270,650	-	(5,750)	264,900	6,000
Series 2012B	2.258%	07/01/2021	44,535	-	-	44,535	-
Series 2014A	Variable	07/01/2029	-	114,140	-	114,140	-
Total certificates of participation			1,770,838	114,140	(184,968)	1,700,010	74,053
Total bonds and certificates of participation payable			\$ 1,811,958	\$ 114,140	\$ (192,903)	1,733,195	
Add: net premium/discount						54,431	
Less: amounts due within one year						(80,498)	
Add: interest rate swap – fair value (GASB 53)						41,790	
Total debt, net of premiums and discounts						\$ 1,748,918	\$ 80,498

- (i) Interest on the Series 2004 QZAB is paid by the Federal government in the form of an annual tax credit to the bank or other financial institution that holds the QZAB. Annual payments of \$53,062 will be made for sixteen consecutive years, being deposited in an escrow account held by a fiscal agent, which when coupled with interest earnings and net appreciation in market value will be sufficient to pay off the principal balance of the QZAB, in full, at maturity on December 22, 2020.
- (ii) Series 2009A-QSCBs (Qualified School Construction Bonds) are issued with principal only repaid by the District (no interest) and the investor receives a tax credit in lieu of interest payment. Annual payments of \$4,540,000 will be made for eleven consecutive years, being deposited in an escrow account held by a fiscal agent. The Series 2009A-QSCB will mature on July 1, 2024.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The Capital Outlay Bond Issues (COBI) are retired by the State for the District. The bonds mature serially and are secured by a pledge of the District's share of revenue from the sale of license plates. The State Board of Administration determines the sinking fund requirements for these bonds annually. The sinking fund, maintained in the COBI Debt Service Fund, at June 30, 2014 was \$0.8 million.

On February 27, 2014, the District issued the Certificate of Participation, Series 2014A for \$114.1 million to currently refund the Certificates of Participation, Series 2004D, through a competitive sale process. In the current financial market, the most cost effective variable rate mode is to place the Series 2014A with a bank where the variable rate is set based on an index. This interest rate conversion locked in a rate spread, eliminating certain risks associated with variable rate obligations and reducing the District's debt service costs.

The Certificates of Participation are liquidated through the COP-Series Debt Service Fund from the proceeds of the capital millage levied by the District. See Note 12 of the Notes to the Basic Financial Statements for further discussion of the Certificates.

The Tax Reform Act of 1986 requires local units of government to rebate to the federal government the income (in excess of interest costs) received from investing proceeds on substantially all tax-exempt debt issued subsequent to August 1986. Such rebate of cumulative arbitrage earnings must be paid every five years until such time as the proceeds have been expended. For the fiscal year ended June 30, 2014, the District has no accrued liability for rebatable arbitrage.

Annual requirements to amortize all bond issues outstanding as of June 30, 2014 are as follows (in thousands):

Year Ending June 30,	Capital Outlay Bond Issue			Certificates of Participation		
	Principal	Interest	Total	Principal	Interest	Total
2015	\$ 6,445	\$ 1,605	\$ 8,050	\$ 74,233	\$ 82,199	\$ 156,432
2016	6,155	1,283	7,438	79,288	78,771	158,059
2017	6,225	975	7,200	82,618	75,005	157,623
2018	2,405	664	3,069	89,343	71,264	160,607
2019	2,050	544	2,594	93,138	67,706	160,844
2020-2024	7,645	1,362	9,007	518,322	276,728	795,050
2025-2029	2,260	279	2,539	538,743	144,031	682,774
2030-2034	-	-	-	224,325	29,425	253,750
Total	\$ 33,185	\$ 6,712	\$ 39,897	\$ 1,700,010	\$ 825,129	\$ 2,525,139

Other Liabilities

The District and Broward Teachers Union reached an agreement on November 26, 2013 to provide for hourly compensation for high school teachers who taught a sixth period during the 2012-2013 school year. It also provided for hourly compensation through October 31, 2013 for high school teachers who were teaching a sixth period in the 2013-2014 school year. This agreement will pay the teachers over a five years period beginning in the 2013-2014 school year. The remaining balance of \$21.9 million is to be paid over the remaining four years.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

11. DEFEASED DEBT

On February 27, 2014, the District issued the Certificate of Participation, Series 2014A for \$114.1 million to currently refund the Certificates of Participation, Series 2004D. The net proceeds of \$113.8 million (par amount less \$315 thousand in cost of issuance) were deposited into an irrevocable escrow and used to redeem the refunded certificates. As a result, the \$113.8 million of the refunded certificates are considered to be in-substance defeased and the liability for these certificates has been removed from the Statement of Net Position. The deferred gain on the refunding debt was \$452 thousand.

12. OBLIGATION UNDER LEASE PURCHASE AGREEMENT-CERTIFICATES OF PARTICIPATION

The District entered into a Lease Purchase Agreement with the Corporation on June 15, 1989 and a Master Lease Purchase Agreement on July 1, 1990 (the "lease agreements") to finance the acquisition or construction of certain facilities, vehicles and equipment for District operations. On March 16, 2004, June 18, 2004, May 18, 2005, June 6, 2006, March 30, 2007, June 19, 2008, June 17, 2009, July 23, 2010, May 20, 2011, April 5, 2012, September 27, 2012 and February 27, 2014 the Corporation issued refunding and new money Certificates, Series 2004A (refunding), Series 2004B (refunding), Series 2004C, Series 2005A, Series 2006A, Series 2006B, Series 2007A, Series 2008A, Series 2009A-Tax Exempt, Series 2009A-BAB, Series 2009A-QSCB, Series 2010A-QSCB, Series 2011A (refunding), Series 2012A (refunding), Series 2012B (refunding), and Series 2014A (refunding) in the amounts of \$69.9 million, \$71.9 million, \$110.5 million, \$198.1 million, \$202.1 million, \$65.0 million, \$272.6 million, \$270.6 million, \$20.1 million, \$63.9 million, \$49.9 million, \$51.6 million, \$175.5 million, \$270.7 million, \$44.5 million, and \$114.1 million, respectively, to third parties, evidencing undivided proportionate interest in basic lease payments to be made by the District, as lessee, pursuant to the lease agreements. Interest rates ranged from 2.0% to 7.4%.

On February 27, 2014, the District issued the Certificate of Participation, Series 2014A for \$114.1 million to currently refund the Certificates of Participation, Series 2004D, through a competitive sale process. In the current financial market, the most cost effective variable rate mode is to place the Series 2014A with a bank where the variable rate is set based on an index. This interest rate conversion locked in a rate spread, eliminating certain risks associated with variable rate obligations and reducing the District's debt service costs.

On September 27, 2012, the District issued the Certificates of Participation, Series 2012B for \$44.5 million to refund the Certificates of Participation, Series 2005, through a negotiated private sale. This refunding was completed in order to convert from the 2005B Certificates variable interest rate mode to a fixed interest rate of 2.258%. This allowed the District to eliminate the risk of future interest rate increases and guarantee a fixed interest rate to a maturity at historically low interest rates.

In April 2012, the Corporation issued Certificate Series 2012A in the amount of \$270.7 million. The Series 2012A was issued to refund the outstanding Certificates of Participation pertaining to Series 2001A, Series 2001B and portions of Series 2003A and Series 2004C.

In May 2011, the Corporation issued Certificate Series 2011A in the amount of \$175.5 million. The Series 2011A was issued to refund a portion of the outstanding Certificates of Participation pertaining to Series 1997B, Series 2001A and Series 2001B.

In July 2010, the Corporation issued Certificate Series 2010A-QSCB (Qualified School Construction Bonds) in the amount of \$51.6 million. The Series 2010A-QSCB was issued to finance the cost of acquisition, construction, installation and equipping educational facilities. This is a taxable obligation with the District receiving a direct subsidy rebate of a portion of the interest cost from the U.S. Treasury.

The American Recovery and Reinvestment Act (ARRA) of 2009, signed into law on February 17, 2009, created two new categories of direct subsidy debt for school districts: The Qualified School Construction

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Bonds (QSCBs) and the Build America Bonds (BABs). Neither the QSCBs nor the BABs represent incremental Federal funding, both must be repaid by the District.

In June 2009, the Corporation issued Certificate Series 2009A-Tax Exempt in the amount of \$20.1 million. The Series 2009A-TE was issued to finance the cost of acquisition, construction, installation and equipping educational facilities. The Series 2009A-TE is a conventional Fixed Rate issue with interest ranging from 5.0% to 5.25%.

In June 2009, the Corporation issued Certificate Series 2009A-BAB (Build America Bond) in the amount of \$63.9 million. The Series 2009A-BAB was issued to finance the cost of acquisition, construction, installation and equipping educational facilities. The Series 2009A-BAB Certificates are taxable debt instruments, whereby the District receives a direct rebate payment from the Federal Government equal to 35% of the interest cost. The Series 2009A-BAB is a conventional Fixed Rate issue with an interest rate of 7.4%.

In June 2009, the Corporation issued Certificate Series 2009A-QSCB (Qualified School Construction Bonds) in the amount of \$49.9 million. The Series 2009A-QSCB was issued to finance the cost of acquisition, construction, installation and equipping educational facilities. The Series 2009A-QSCB Certificates are non-interest obligations, and are issued as "principal only" (i.e. the principal is repaid by the District).

In June 2008, the Corporation issued Certificate Series 2008A in the amount of \$270.6 million. The Series 2008A was issued to finance the cost of acquisition, construction, installation and equipping educational facilities. The Series 2008A is a conventional Fixed Rate issue with interest ranging from 3.15% to 5.25%.

In March 2007, the Corporation issued Certificate Series 2007A in the amount of \$272.6 million. The Series 2007A was issued to finance the cost of acquisition, construction, installation and equipping educational facilities. The Series 2007A is a conventional Fixed Rate issue with interest ranging from 3.5% to 5.0%.

In June 2006, the Corporation issued Certificates Series 2006A and 2006B in the amounts of \$202.1 million and \$65 million, respectively. Both Series were issued to finance the cost of acquisition, construction, installation and equipping educational facilities. The Series 2006A is a Conventional Fixed Rate issue with the interest rates ranging from 4.0% to 5.25%. The Series 2006B is a Variable Rate issue. Interest is calculated at a variable rate on a weekly basis and payable weekly.

In May 2005, the Corporation issued Certificates Series 2005A in the amount of \$198.1 million. The Series 2005A was issued to finance the cost of acquisition, construction, installation and equipping educational facilities. The Series 2005A is a Conventional Fixed Rate issue with the interest rates ranging from 3.0% to 5.0%.

On December 22, 2004, the District sold Series 2004-QZAB for \$1.0 million of which \$848,000 in principal will be repaid pursuant to the Trust Agreement.

The Corporation leases the facilities, vehicles and equipment to the District under the lease agreements, which are automatically renewable through varying dates (see summary below), unless earlier terminated following the occurrence of an event of default or a non-appropriation of funds to make lease payments, all as described and defined in the leases. Failure to appropriate funds to pay lease payments under any lease will, and an event of default under any lease may, result in the termination of all leases, including the 2004 QZAB, 2004A, 2004B, 2004C, 2005A, 2006A, 2006B, 2007A, 2008A, 2009A-Tax Exempt, 2009A BAB, 2009A QSCB, 2010A QSCB, 2011A, 2012A, 2012B, and 2014A. The remedies on default include the immediate surrender and delivery of possession of all facilities, vehicles and certain equipment (excludes certain computer equipment) financed under all leases to the Trustee in the condition, state of repair and appearance required under the leases. Upon such surrender, the Trustee will sell or lease such facilities, vehicles and certain equipment in such manner and to such person as it determines appropriate. The proceeds of any sale or lease will be applied first to the payment in full of the Certificates and then to the payment of the District's obligations under the reimbursement agreement and finally to the payment of the District.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

A summary of the lease terms are presented as follows:

<u>Certificates</u>	<u>Lease Term</u>
Series 2004A-Refunding	June 30, 2017 as to the Facilities
Series 2004B-Refunding	June 30, 2017 as to the Facilities
Series 2004C	June 30, 2016 as to the Facilities
Series 2004 QZAB	December 22, 2020 as to the Facilities
Series 2005A	June 30, 2030 as to the Facilities
Series 2006A	June 30, 2028 as to the Facilities
Series 2006B	June 30, 2031 as to the Facilities
Series 2007A	June 30, 2032 as to the Facilities
Series 2008A	June 30, 2033 as to the Facilities
Series 2009A-Tax Exempt	July 01, 2027 as to the Facilities
Series 2009A-BAB	July 01, 2034 as to the Facilities
Series 2009A-QSCB	July 01, 2024 as to the Facilities
Series 2010A-QSCB	July 01, 2027 as to the Facilities
Series 2011A-Refunding	July 01, 2024 as to the Facilities
Series 2012A-Refunding	July 01, 2028 as to the Facilities
Series 2012B-Refunding	July 01, 2021 as to the Facilities
Series 2014A-Refunding	July 01, 2029 as to the Facilities

The Series 2004A, 2004B, 2004C, 2005A, 2006A, 2006B and 2008A Certificates are insured by Financial Security Assurance, Inc. The Series 2007A and Series 2009A-Tax Exempt are insured by Municipal Bond Investors Financial Guaranty Insurance Company. The Series 2009A-BAB Certificates and the Series 2009A-QSCB Certificates are not guaranteed under the financial guaranty insurance policy. The Series 2010A-QSCB Certificates are not insured by any municipal bond insurance policy. The Series 2011A Certificates are insured by Assured Guaranty. There is no insurance for the Series 2012A, 2012B, and 2014A issues.

The Certificates are not separate legal obligations of the District, but represent undivided interests in the basic lease payments to be made from appropriated funds budgeted annually by the Board for such purposes from current or other funds authorized by law and regulations of the Department of Education. However, neither the District, the State of Florida, nor any political subdivision thereof, shall be obligated to pay, except from appropriated funds, any sums due under the leases from any source of taxation. The full faith and credit of the District is not pledged for payment of such sums due hereunder and such sums do not constitute an indebtedness of the District within the meaning of any constitutional or statutory provision or limitation.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The remaining obligation, as of June 30, 2014, through maturity to the holders of the Certificates, is as follows (in thousands):

Year Ending June 30,	Series 2004A	Series 2004B	Series 2004C	Series 2004 QZAB	Series 2005A	Series 2006A
2015	\$ 8,721	\$ 15,198	\$ 8,325	\$ 53	\$ 14,933	\$ 18,120
2016	8,724	15,204	8,430	53	14,932	18,120
2017	8,725	15,198	-	53	9,729	18,120
2018	-	-	-	53	5,897	18,120
2019	-	-	-	53	5,897	18,116
2020-2024	-	-	-	107	61,924	90,598
2025-2029	-	-	-	-	83,543	65,265
2030-2034	-	-	-	-	16,705	-
Subtotal	26,170	45,600	16,755	372	213,560	246,459
Less: Interest	(2,525)	(4,400)	(1,235)	-	(74,295)	(70,264)
Total Principal	\$ 23,645	\$ 41,200	\$ 15,520	\$ 372	\$ 139,265	\$ 176,195

Year Ending June 30,	Series 2006B	Series 2007A	Series 2008A	Series 2009A T-E	Series 2009A BAB	Series 2009A QSCB
2015	\$ 3,250	\$ 20,110	\$ 20,403	\$ 1,034	\$ 4,729	\$ 4,540
2016	3,250	20,117	20,404	1,034	4,729	4,540
2017	3,250	20,113	20,405	1,034	4,729	4,540
2018	3,250	17,659	20,401	1,034	4,729	4,540
2019	3,250	17,660	20,401	1,034	4,729	4,540
2020-2024	16,250	88,297	102,021	5,166	23,647	22,673
2025-2029	41,539	88,286	102,014	22,284	38,232	-
2030-2034	42,322	52,973	81,619	-	60,131	-
Subtotal	116,361	325,215	387,668	32,620	145,655	45,373
Less: Interest	(51,361)	(110,065)	(140,073)	(12,480)	(81,745)	-
Total Principal	\$ 65,000	\$ 215,150	\$ 247,595	\$ 20,140	\$ 63,910	\$ 45,373

Year Ending June30,	Series 2010A QSCB	Series 2011A	Series 2012A	Series 2012B	Series 2014A	Total
2015	\$ 3,332	\$ 8,511	\$ 18,947	\$ 1,006	\$ 5,220	\$ 156,432
2016	3,332	8,511	20,492	1,006	5,181	158,059
2017	3,332	8,511	28,782	6,076	5,026	157,623
2018	8,497	32,546	28,804	10,051	5,026	160,607
2019	8,497	32,538	28,799	10,304	5,026	160,844
2020-2024	42,483	139,681	122,900	21,390	57,913	795,050
2025-2029	25,490	-	129,552	-	86,569	682,774
2030-2034	-	-	-	-	-	253,750
Subtotal	94,963	230,298	378,276	49,833	169,961	2,525,139
Less: Interest	(43,318)	(58,873)	(113,376)	(5,298)	(55,821)	(825,129)
Total Principal	\$ 51,645	\$ 171,425	\$ 264,900	\$ 44,535	\$ 114,140	\$ 1,700,010

The Corporation entered into trust agreements with the Trustee pursuant to which the Certificates will be executed, delivered and paid under the terms of which (together with the leases) the facilities, vehicles and equipment will be acquired and/or constructed. Trust funds have been established with the Trustee to facilitate payments in accordance with the lease purchase agreement and the trust agreements securing payment of the Certificates.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

13. INTEREST RATE SWAPS

The District is a party to two interest rate swap agreements recorded in the financial statements. All derivatives are to be reported in the Statement of Net Position at fair value, and all hedges must be tested for effectiveness to qualify for hedge accounting. Depending on the test results, the change in fair value is either reported in the Statement of Net Position, or in the Statement of Activities.

The District engaged an independent party to perform the valuation and required tests on these two swaps, and both swaps qualify for hedge accounting. Therefore, the change in fair value of the interest rate swaps for the period ended June 30, 2014 is reported within the statement of net position. At the end of the year the statement of net position represents a derivative swap liability of \$41.8 million, offset by a corresponding deferred outflow account in the Statement of Net Position in accordance with GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". The option for cancelling these swaps is only available to the District and not to the Counterparty. The fair values of the interest rate swaps are estimated using the zero-coupon method. This method calculates the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swaps. Following are disclosures of key aspects of these agreements:

A. Certificates of Participation, Series 2006B

Objective of the Interest Rate Swap – The District entered into a variable to fixed rate swap agreement for its Certificates of Participation, Series 2006B dated June 6, 2006. The objective was to achieve lower borrowing costs as compared to issuing regular fixed rate bonds at the time, by synthetically fixing interest rates on the subject certificates.

Terms – The Swap, with a notional amount of \$65.0 million, became effective on June 6, 2006. Under the terms of the swap agreement, the District will pay the Counterparty a fixed annual interest rate of 4.13%. The District will receive from the Counterparty a variable payment based on two floating rate structures: 1) from July 1, 2006 through June 30, 2009, the interest rate is based on the SIFMA Index; 2) from July 1, 2009 through June 30, 2031, the interest rate is based on 70% of the London Interbank Offered Rate (LIBOR). The swap agreement terminates on June 30, 2031.

Fair Value – The swap had a negative fair value of \$18.3 million as of June 30, 2014, as compared to a negative fair value of \$17.8 million in the prior year.

Swap Payments and Associated Debt – Using rates as of June 30, 2014, debt service requirements of the variable-rate debt and net swap payments, assuming current interest rates remain the same for their term, were as follows. As rates vary, variable rate bond interest payments and net swap payments will vary.

(dollars in thousands)				
Year Ending June 30,	Series 2006B	Interest Rate		
	Principal	Interest (1)	Swaps, Net (2)	Total
2015	\$ -	\$ 559	\$ 2,613	\$ 3,172
2016	-	559	2,613	3,172
2017	-	559	2,613	3,172
2018	-	559	2,613	3,172
2019	-	559	2,613	3,172
2020-2024	-	2,795	13,065	15,860
2025-2029	25,650	2,733	12,775	41,158
2030-2031	39,350	511	2,390	42,251
Total	<u>\$ 65,000</u>	<u>\$ 8,834</u>	<u>\$ 41,295</u>	<u>\$ 115,129</u>

(1) Assumes variable interest rate of 0.86% (actual rate on 6/30/14).

(2) Assumes fixed swap rate (payment) of 4.13% and variable swap rate (receipt) of 0.11%.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Credit Risk – As of June 30, 2014, the District was not exposed to credit risk because the swap had a negative fair value. However, should interest rates change and the fair value of the swap becomes positive, the District would be exposed to credit risk in the amount of the derivative's fair value. The swap agreement contains a collateral agreement with the Counterparty. To mitigate the potential for credit risk, if a Counterparty's credit rating from either Standard & Poor's (S & P) and/or Moody's Investors Services is "A+"/A1, respectively or lower, and the fair value of the swap reaches certain threshold amounts, the swap requires collateralization of the fair value of the swap by the Counterparty with U. S. Government Securities. Collateral would be posted with a third party custodian.

Swap Counterparty Data as of June 30, 2014 (dollars in thousands)

Counterparty	Swap Notional Amount	Credit Rating		Swap Fair Value
		Moody's	S&P	
JP Morgan Chase Bank, N.A.	\$ 65,000	Aa3	A+	\$ (18,344)

Basis Risk – Basis risk is the risk that the interest rate paid by the District on underlying variable rate bonds to bondholders differs from the variable swap rate received from the applicable Counterparty. The swap exposes the District to basis risk since the District receives a variable rate based on Securities Industry and Financial Markets Association (SIFMA) formally known as Bond Market Association (BMA) to offset the variable rate the District pays on its bonds. The District is exposed to basis risk should the floating rate that it receives on a swap be less than the variable rate the District pays on the bonds. Depending on the magnitude and duration of any basis risk shortfall, the expected cost savings from the swap may not be realized.

Termination Risk – The District has the option to terminate the swap prior to its expiration date for any reason. The Counterparty may terminate the swap if the District fails to perform under the terms of the contract. If the swap is terminated, the Series 2006B certificates would no longer carry a synthetic fixed interest rate, and would be subject to the interest rate risk associated with variable rate debt. Also, if at the time of termination, the swap has a negative fair value, the District would be liable to the Counterparty for payment equal to the swap's fair value.

B. Certificates of Participation, Series 2014A

Objective of the Interest Rate Swap – The District entered into a variable to fixed rate swap agreement for its Certificates of Participation, Series 2014A (refunded the Certificates of Participation, Series 2004D dated June 30, 2004). The objective was to lower borrowing costs as compared to issuing regular fixed rate bonds at the time, by synthetically fixing interest rates on the subject certificates

Terms – The Swap, with a notional amount of \$113.8 million, became effective on June 30, 2004. Under the terms of the swap agreement, the District will pay the Counterparty a fixed annual interest rate of 3.85%. The District will receive from the Counterparty a variable payment based on 67% of the LIBOR. The District will also pay the interest rate resulting from the 2014A variable rate certificates. The swap agreement terminates on July 1, 2029.

Fair Value – The swap had a negative fair value of \$23.4 million as of June 30, 2014, as compared to a negative fair value of \$23.4 million in the prior year.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Swap Payments and Associated Debt – Using rates as of June 30, 2014, debt service requirements of the variable-rate debt and net swap payments, assuming current interest rates remain the same for their term, were as follows. As rates vary, variable rate bond interest payments and net swap payments will vary.

(dollars in thousands)

Year Ending June 30,	Series 2014A Principal	Interest Rate		Total
		Interest (1)	Swaps, Net (2)	
2015	\$ -	\$ 728	\$ 4,268	\$ 4,996
2016	-	728	4,268	4,996
2017	-	728	4,268	4,996
2018	-	728	4,268	4,996
2019	-	728	4,268	4,996
2020-2024	47,925	3,134	18,361	69,420
2025-2029	65,900	1,300	7,614	74,814
Total	\$ 113,825	\$ 8,074	\$ 47,315	\$ 169,214

(1) Assumes variable interest rate of 0.64% (actual rate on 6/30/2014).

(2) Assumes fixed swap rate (payment) of 3.85% and variable swap rate (receipt) of 0.10%.

Credit Risk – As of June 30, 2014, the District was not exposed to credit risk because the swap had a negative fair value. However, should interest rates change and the fair value of the swap become positive, the District would be exposed to credit risk in the amount of the derivative's fair value. The swap agreement contains a collateral agreement with the Counterparty. To mitigate the potential for credit risk, if a Counterparty's credit rating from either Standard & Poor's (S & P) and Moody's Investors Services is "A+"/A1, respectively or lower, and the fair value of the swap reaches certain threshold amounts, the swap requires collateralization of the fair value of the swap by the Counterparty with U. S. Government Securities. Collateral would be posted with a third party custodian.

Swap Counterparty Data as of June 30, 2014
(dollars in thousands)

Counterparty	Swap Notional Amount	Credit Rating		Swap Fair Value
		Moody's	S&P	
Citibank, N.A., New York	\$ 113,825	A2	A	\$ (23,445)

Basis Risk – Basis risk is the risk that the interest rate paid by the District on underlying variable rate bonds to bondholders differs from the variable swap rate received from the applicable counterparty. The swap exposes the District to basis risk since the District receives a percentage of LIBOR to offset the variable rate the District pays on its bonds. The District is exposed to basis risk should the floating rate that it receives on a swap be less than the variable rate the District pays on the bonds. Depending on the magnitude and duration of any basis risk shortfall, the expected cost savings from the swap may not be realized.

Termination Risk – The District has the option to terminate the swap prior to its expiration date for any reason. The Counterparty may terminate the swap if the District fails to perform under the terms of the contract. If the swap is terminated, the Series 2014A certificates would no longer carry a synthetic fixed interest rate, and would be subject to the interest rate risk associated with variable rate debt. Also, if at the time of termination, the swap has a negative fair value, the District would be liable to the Counterparty for payment equal to the swap's fair value.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

14. COMPENSATED ABSENCES

District employees are granted a specific number of vacation days and sick leave with pay as services are rendered. Certain employees are paid for portions of sick leave accrued but not used in a fiscal year. Administrative, supervisory and non-instructional professional employees are paid for unused vacation (up to a maximum of 60 days) upon termination. All other eligible employees are paid for unused vacation (up to a maximum of 50 days) upon termination.

All employees are eligible to receive portions of accumulated unused sick pay upon retirement. Such portions are determined based upon the employee's length of service. Prior to July 1, 2004, Florida Statutes and Board policy limited retirement sick leave payments to no more than 25% of the sick leave accumulated on or after July 1, 2001, up to a maximum payment of 60 days. Beginning July 1, 2004, this limitation was eliminated.

At June 30, 2014, the estimated current liability for accumulated sick leave including retirement and social security contributions was \$9.0 million and \$0.1 million in the General Fund and Special Revenue Funds, respectively. The balance of compensated absences payable from future resources was \$26.6 million for accumulated vacation leave and \$125.2 million for accumulated sick leave and are only reflected in the governmental activities in the government-wide presentation. The net change between the prior year balance and the current year balance of the non-current portion was recorded in the government-wide statements as a current year expense.

The following is a summary of changes in the liability for compensated absences for the fiscal year ended June 30, 2014 (in thousands):

Balance - June 30, 2013		\$ 165,324
Additions		76,608
Reductions		(81,006)
Balance - June 30, 2014		<u>160,926</u>
Less:		
Amount due within one year		
Current portion (modified accrual basis)	\$ 9,130	
Non-current portion		151,796
Other amount due within one year	<u>11,721</u>	
Total due in more than one year		<u>\$ 140,075</u>
Total amount due within one year (full accrual basis)	<u>\$ 20,851</u>	

15. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The District administers a single employer defined benefit plan in accordance with the Governmental Accounting Standard Board Statement No. 45 ("GASB 45"), "Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions", for certain postemployment benefits including continued coverage for the retirees and dependents in the Medical/Prescription Plans as well as participation in the Employer-sponsored Dental group plan. In addition, retirees are eligible to continue the Employer-sponsored term life insurance policy provided by the District. GASB 45's basic concept is to recognize the cost of an employee's OPEB during the period of service. As defined in the statement, a significant expense recognizing the past and future costs of providing OPEB benefits is required to be recorded annually. For fiscal year 2014, the funded status of the plan is determined using an actuarial roll-forward supplement based on the results of a full actuarial valuation previously performed as of January 1, 2013. The actuarially determined liability for the District was \$163,250,195 on January 1, 2013, being amortized over the remaining period of 25 years. The General Fund typically has been used in prior years to liquidate the long-term liabilities associated with the net pension obligation or other postemployment benefit obligations.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Plan Description. The Other Postemployment Benefits Plan (Plan) operates as a single employer defined benefit plan. The benefits of the plan conform to Florida Statutes, which are the legal authority for the plan. The authority for establishing and amending the plan funding policy and benefits rests with the Board. Eligible retirees may choose among the same Medical Plan options available for active employees of the Employer. Prescription drug coverage is automatically extended to retirees and their dependents who continue coverage under any one of the Medical Plan options. Covered retirees and their dependents are subject to all the same medical, prescription and life insurance benefits and rules for coverage as are active employees. Retirees and their dependents are permitted to remain covered under the District's respective medical plans as long as they pay the premium for the plan and coverage elected. This conforms to the requirement for Florida governmental employers' provision of the Section 112.081, Florida Statutes. The premiums charged are based on a blending of the experience among younger active employees and older retired employees. Since the older retirees actually have higher costs, that means that the District is actually subsidizing the cost of the retiree coverage because it pays all or a significant portion of that premium on behalf of the active employees, providing an implicit rate subsidy. Additionally, certain retirees receive insurance coverage at a lower (explicitly subsidized) premium rate under the District's Retirement Assistance Program. The District, therefore, has assumed an obligation to pay for that implicit subsidy for the covered lifetime of the current retirees and their dependents, as well for the covered lifetime of the current employees after they retire in the future. The District does not prepare a standalone financial report for the Plan, and the Plan is not included in the report of a Public Entity Retirement System or another entity.

Funding Policy. The District plans to fund this postemployment benefit on a pay-as-you-go basis. For fiscal year 2013-14, approximately 1,272 retirees received post-employment benefits, and 63 retirees receive life insurance postemployment benefits. The District provided required employer contributions toward the annual OPEB cost in the amount of \$7,176,461.

Annual OPEB Cost and Net OPEB Obligations. The OPEB cost is calculated based on the Annual Required Contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB 45. The following is a summary of changes for the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's net OPEB obligation for the fiscal year ended June 30, 2014 (in thousands):

		<u>FY 2014</u>
Annual Required Contribution (ARC)		
Normal Cost	\$ 9,705	
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	<u>7,956</u>	
ARC		\$ 17,661
Interest on net OPEB Obligation		1,897
Adjustment to ARC		<u>(2,168)</u>
Annual OPEB cost (expense)		17,390
Less: Contributions made		<u>(7,176)</u>
Net OPEB Obligation Increase		10,214
Net OPEB Obligation, Beginning of Year		<u>54,208</u>
Net OPEB Obligation, End of Year		<u>\$ 64,422</u>

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the fiscal year ended June 30, 2014, and the two preceding years were as follows (in thousands):

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Amount Contributed</u>	<u>Percent of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
06/30/2012	\$ 16,568	\$ 8,183	49.39%	\$ 45,393
06/30/2013	\$ 16,637	\$ 7,822	47.02%	\$ 54,208
06/30/2014	\$ 17,390	\$ 7,176	41.27%	\$ 64,422

Funded Status and Funding Progress. The funded status of the plan as of June 30, 2014, was as follows (in thousands):

Actuarial Accrued Liability (a)	\$ 163,250
Actuarial Value of Assets (b)	-
Unfunded Actuarial Accrued Liability (a-b)	\$ <u>163,250</u>
Funded Ratio (b)/ (a)	0.0%
Covered Payroll (Active Plan Members) (c)	\$ 1,053,105
Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll ((a)-(b))/ (c)	15.50%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projection of benefits for financial reporting purposes are based on the substantive plan provisions, as understood by the employer and participating members, and include the type of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and participating members. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

Significant methods and assumptions were as follows:

Actuarial Valuation Date	January 1, 2013
Actuarial Cost Method	Entry Age Normal Cost
Amortization Method	Level Percent of Payroll
Remaining Amortization Period	24 Years, Closed
Asset Valuation Method	Plan Not Funded
Investment Return Discount Rate *	3.5%
Assumed Rate of Payroll Growth *	3.5%
Healthcare Inflation Rate	Increase of 9% for First Year, Reduced by 5% Until Ultimate Rate of 4.36% is reached

* Includes a price inflation assumption of 3 percent.

16. RETIREMENT PLANS

Plan Description: All regular employees of the District are covered by the Florida Retirement System, a State-administered cost-sharing multiple-employer defined benefit retirement plan ("Plan"). Plan provisions are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and Florida Retirement System Rules, Chapter 60S, Florida Administrative Code, wherein Plan eligibility, contributions, and benefits are defined and described in detail. Essentially, all regular employees of participating employers are eligible and must enroll as members of the Plan. Benefits vest at specified ages or number of years of service depending upon the employee's classification. The Plan also includes an early retirement provision but imposes a penalty for each year a member retires before the specified retirement age. The Plan provides retirement, disability, and death benefits, and annual cost-of-living adjustments, as well as supplements for certain employees to cover social security benefits lost by virtue of retirement system membership. The Plan's financial statements and required supplemental information are included in the comprehensive annual financial report of the State of Florida which may be obtained by contacting the Florida State Comptroller's Office in Tallahassee, Florida. Also, an annual report on the Plan which includes its financial statements, required supplemental information, actuarial report, and other relevant information may be obtained by contacting the Florida Department of Management Services, Division of Retirement, P.O. Box 9000, Tallahassee, Florida, 32315-9000.

The contribution rates for Plan members are established, and may be amended, by the State of Florida. For the fiscal year ended June 30, 2014, contribution rates were as follows:

Class or Plan	Contribution Rates	
	Employee	Employer ^(A)
Florida Retirement System, Regular	3.00%	6.95%
Florida Retirement System, County Elected Officers	3.00%	33.03%
Florida Retirement System, Senior Management Service	3.00%	18.31%
Florida Retirement System, Special Risk	3.00%	19.06%
Teachers' Retirement System, Plan E	6.25%	11.44%
State & County Officers and Employees' Retirement System, Plan A	6.00%	11.19%
State & County Officers and Employees' Retirement System, Plan B	4.00%	9.19%
Deferred Retirement Option Program	-	12.84%

Note: (A) Rates include the post-employment health insurance supplement of 1.20% and the administrative/educational fee of 0.03%.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The District's required contributions are reported in accordance with GASB Statement No. 27, "Accounting for Pensions by State and Local Governmental Employers." The District's contributions to the Plan (including employee contributions) for the fiscal years ending June 30, 2014, June 30, 2013 and June 30, 2012 totaled \$123.5 million, \$93.1 million and \$87.9 million respectively, which were equal to the required contributions for each fiscal year.

17. RETIREMENT INCENTIVE PROGRAMS

In addition to the retirement benefits described in Note 16, the District has authorized an early retirement incentive to provide financial assistance for the purchase of health and life insurance to our retirees.

For those eligible employees who qualify for the retirement incentive programs, the Employer's Retirement Assistance Program (RAP) Incentives, listed below are brief descriptions and eligibility criteria of this Plan.

RAP effective July 1, 2008 through October 15, 2008:

- Are retired under the RAP.
- Effective upon retirement, the District will provide paid employee health insurance (HMO or Consumer Driven Plan premium) until the employee is Medicare eligible.
- Were insured under the Employer's group life insurance program on the last day before the insured's retirement.
- Are one of the following:
 - Full-time bargaining unit members who are at least age 55 and on Step 20 or higher on the teachers' salary schedule in the FRS and who have at least ten (10) years of service in the District.
 - Full-time bargaining unit members who are at least age 55 and on Step 20 or above in the TRS and who have at least ten (10) years of service in the District.

A summary of the total expenditures for the fiscal year ended June 30, 2014 is as follows (dollars in thousands):

	Number of Participants	Health Insurance*	Life Insurance	Total
RAP	32	\$ 296	\$ 4	\$ 300
Total	32	\$ 296	\$ 4	\$ 300

*Net of Florida Retirement System subsidy if applicable

The District will subsidize health and life insurance premiums for those qualified employees on an annual basis. The subsidies continue until age 65. Premium costs in excess of the subsidy are borne by the participants. The District's expenditures are recognized in the fiscal year in which they are paid, and are not funded in advance on an actuarially determined basis. As of June 30, 2014, 32 employees participated in the District's retirement incentive program.

Effective July 1, 1998, employees who have vested under the Plan may elect to participate in the State of Florida's Deferred Retirement Option Program (DROP). Under DROP provisions, a participant will have its monthly retirement benefit paid directly into DROP where it will earn tax deferred interest at a rate established by the State, compounded monthly, for up to 60 months, except for teachers who may be granted extensions of 36 months upon the Superintendent's approval. The participant may continue to work for the District until

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

its pre-selected termination date or the end of the DROP period. At termination, the participant will receive a lump sum payment of its accumulated DROP benefits, and, thereafter, it will receive its monthly Plan benefit. As of June 30, 2014, there were 1,506 District employees participating in the DROP incentive program.

18. FICA ALTERNATIVE

The District has established the FICA Alternative Retirement Plan (the "FICA Plan"), a defined contribution retirement plan, for certain temporary employees not covered under the Plan. Under provision of the Internal Revenue Code (IRC) section 3121(b)(7)(F), public employers could place employees not covered under existing employer pension plans into an alternative retirement plan in place of social security. The FICA Plan was established under IRC section 401(a) and requires a mandatory pre-tax contribution of 7.5% in lieu of social security. The FICA Plan is noncontributory for the District and eliminates the required match of social security contributions. Approximately 6,285 temporary employees are currently participating in the FICA Plan. For the period ended June 30, 2014, \$2.6 million was contributed by participating employees based on gross wages of \$34.5 million. A third party administrator administers the FICA Plan with administrative fees being paid for by the District.

19. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and students; and natural disasters. Worker's compensation, automobile liability, general liability and health insurance coverage are being provided on a self-insurance basis up to specified limits. The District purchases commercial insurance for certain risks in excess of the self-insurance coverage and for other risks of loss. The District has contracted with an insurance administrator to administer these self-insurance programs, including the processing, investigating and payment of claims.

The District is self-insured for portions of its health insurance, general and automobile liability insurance, and workers' compensation. Claim activity (expenditures for general and automobile liability, workers' compensation and health insurance) is recorded in the general fund as payments become due each period. The estimated liability for self-insured risks represents an estimate of the amount to be paid on insurance claims reported and on insurance claims incurred but not reported. For the governmental funds, in the fund financial statements, the liability for self-insured risks is considered long-term and therefore, is not a fund liability (except for any amounts due and payable at year end) and represents a reconciling item between the fund level and government-wide presentations. Settled claims resulting from risks described above have not exceeded commercial coverage for the past three years.

The claims liability for workers compensation, automobile liability and general liability are based on an actuarial evaluation performed by an independent actuary as of June 30, 2014 using a margin for a 50% confidence level. With the 50% confidence level, the actuary is estimating the margin necessary so that there is a 50% likelihood that the funding level will be sufficient to cover the actual liabilities. The employee health insurance liability is based on an independent actuary of estimated claims that have been incurred but not reported. The total claims liability of \$88.4 million at June 30, 2014 includes estimated losses for all reported claims and for claims incurred but not reported.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

A summary of changes in the estimated liability for self-insured risks is as follows (in thousands):

	<u>2014</u>	<u>2013</u>
Balance, beginning of year	\$ 82,216	\$ 57,688
Additions:		
Estimated future claims	202,737	136,686
Reductions:		
Claims payments	(196,576)	(112,158)
	<u>88,377</u>	<u>\$ 82,216</u>
less: portion due within one year	<u>(51,088)</u>	
Total due in more than one year	<u>\$ 37,289</u>	

20. FUND BALANCE REPORTING

The District's fund balance is reported with the following hierarchy:

Nonspendable:

The District has \$10.5 million in inventory classified as nonspendable.

Spendable:

Restricted for State Categorical Programs, Debt Service, Capital Projects, and Food Service:

Florida Statutes require certain revenues to be designated for the purposes of state categorical programs, debt service, capital projects, and food service. The restricted fund balance totaling \$271.9 million represents \$1.3 million in State categorical programs, \$1.4 million in debt service, \$228.2 million in capital projects, and \$41.0 million in food service.

Committed for Self Insurance:

The School Board through resolution has committed \$54.3 million for future self-insured claims.

Committed for Student Enrichment Programs:

The School Board had classified \$0.7 million as the committed fund balance for the student enrichment programs.

Assigned for School Operations:

The District's management has assigned spendable fund balances for school operations of \$33.1 million.

Unassigned:

The District's General Fund unassigned fund balance is \$50.2 million and (\$5.2) for COPS Series Debt Service Fund.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The following table shows the District's fund balance classification at June 30, 2014 (in thousands):

	Major Funds							Total Governmental Funds
	General Fund	COPS Series Debt Service Fund	ARRA Economic Stimulus Debt Service Fund	Local Millage Capital Improvement Fund	ARRA Economic Stimulus Capital Project Fund	Other Capital Improvement Fund	Other Governmental Funds	
Fund Balances:								
Nonspendable:								
Inventories:								
General Fund	\$ 8,128	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	8,128
Special Revenue – Food Service	-	-	-	-	-	-	2,375	2,375
Restricted:								
State Required								
Carryover Programs	1,292	-	-	-	-	-	-	1,292
Debt Service	-	-	235	-	-	-	1,122	1,357
Capital Projects	-	-	-	86,844	17,989	114,818	8,568	228,219
Special Revenue – Food Service	-	-	-	-	-	-	41,003	41,003
Committed:								
Student Enrichment Programs								
	691	-	-	-	-	-	-	691
Self-Insurance	54,328	-	-	-	-	-	-	54,328
Assigned:								
School Operations:								
Encumbrances	13,579	-	-	-	-	-	-	13,579
Insurance and OPEB	16,598	-	-	-	-	-	-	16,598
Special Revenue – Miscellaneous	-	-	-	-	-	-	2,894	2,894
Unassigned:	50,164	(5,229)	-	-	-	-	-	44,935
Total Fund Balance:	\$ 144,780	\$ (5,229)	\$ 235	\$ 86,844	\$ 17,989	\$ 114,818	\$ 55,962	415,399

The total of the assigned and unassigned amounts will be used to calculate fund balance as a percentage of revenues under the provisions of Section 1011.051, Florida Statutes. At the end of the fiscal year, the total amount of the assigned and unassigned General Fund balance was \$80.3 million or 4.2 percent of the General Fund's total revenues, and 4.8 percent of the General Fund's total revenues excluding Charter school revenues.

21. NET POSITION

The government-wide statement of net position reports all financial and capital resources of the District, as well as its liabilities. The difference between assets and deferred outflows and liabilities and deferred inflows are reported as net position. Net position is displayed in three components:

- Net investment in capital assets: Capital assets, net of accumulated depreciation and reduced by the outstanding balance of debt that is attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position: Net position where constraints on their use are: (1) externally imposed by creditors, grantors, contributors, laws, or regulations of other governments, or (2) imposed by law through constitutional provisions or enabling legislation.
- Unrestricted net position (deficit): All other assets and liabilities not part of the above categories. This amount represents the accumulated results of all past years' operations. The deficit in net position of governmental activities is due to long-term liabilities, including compensated absences.

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

NOTES TO THE BASIC FINANCIAL STATEMENTS, Continued

The composition of net investment in capital assets as of June 30, 2014 is shown in the table below (in thousands):

Total capital assets, net of accumulated depreciation		\$	2,994,146
less:			
Total debt outstanding, net of unspent proceeds	\$	(1,705,268)	
Retainage payable		<u>(8,268)</u>	
Total related debt			<u>(1,713,536)</u>
Total net investment in capital assets		\$	<u>1,280,610</u>

22. COMMITMENTS AND CONTINGENCIES

At June 30, 2014, the District had purchase orders outstanding for goods and/or services related to future expenditures for the 2013-14 school year totaling \$13.8 million in the General Fund (\$13.6 million was within assigned fund balance and \$0.2 million was restricted for State Categorical Programs), \$3.0 million in the Special Revenue Funds and \$37.4 million in the Capital Projects Funds, of which \$32.6 million was for various construction contracts. The accompanying financial statements do not give effect to these purchase orders.

The District has various agreements with other governmental agencies that may require the District to contribute additional financial resources, as anticipated by such agreements. Such liabilities are accrued at the time they become known to the District.

The District receives funding from the State of Florida under the FEFP and is based in part on a computation of the number of students attending different types of instruction (FTE Computation). The accuracy of data compiled by individual schools supporting the FTE Computation is subject to audit by the State and, if found to be in error, could result in refunds to the State or in decreases to future funding allocations. Additionally, the District participates in a number of federal, state and local grants, which are subject to financial, and compliance audits. It is the opinion of management that the amount of revenue, if any, which may be remitted back to the State due to errors in the FTE computation or the amount of grant expenditures, which may be disallowed by grantor agencies, would not be material to the financial position of the District.

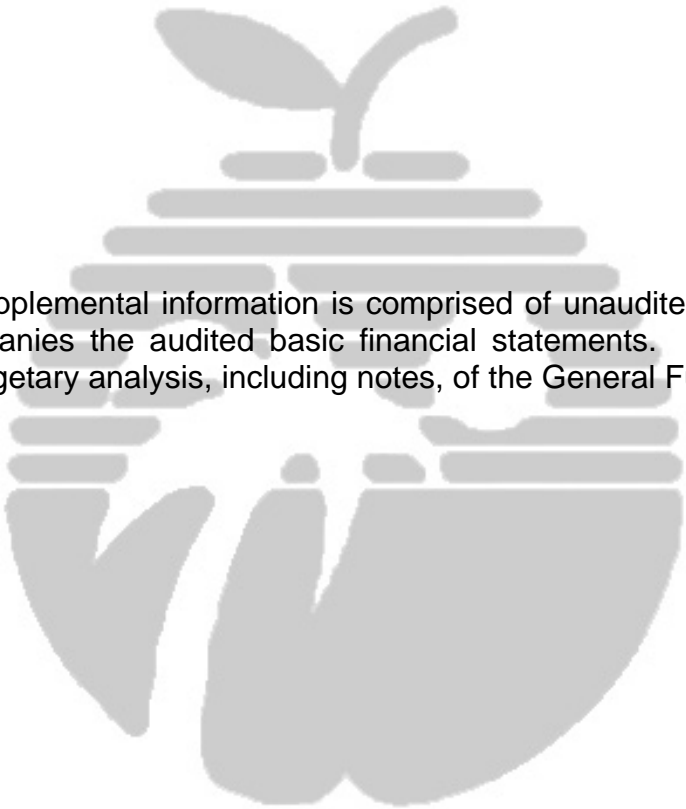
The District is a defendant in numerous lawsuits as of June 30, 2014. In the opinion of management, the District's estimated aggregate liability with respect to probable losses has been provided for in the estimated liability for insurance risks and pending claims in the accompanying financial statements, after giving consideration to the District's related insurance coverage, as well as the Florida statutory limitations of governmental liability on uninsured risks. It is the opinion of management in consultation with its legal counsel, that the final settlements of these matters will not have a material adverse effect on the financial condition, changes in financial position, cash flows or changes in fund balance of the affected funds.

23. SUBSEQUENT EVENTS

On October 29, 2014, the District issued \$125.0 million Tax Anticipation Notes, Series 2014, pursuant to Section 1011.13, Florida Statutes, to provide interim funds for the payment of operating expenses of the District for the fiscal year commencing July 1, 2014 and ending June 30, 2015, in anticipation of the receipt of the ad valorem taxes. The Notes and the interest thereon will be special, limited obligations of the District, payable from and secured by a pledge of the ad valorem taxes levied and collected for the benefit of the District for operating purposes. The Notes are not subject to redemption prior to maturity.

A \$800 million General Obligation Bond referendum was approved by the voters on the November 4, 2014 ballot.

Required Supplemental Information (Part B)



Required supplemental information is comprised of unaudited information that accompanies the audited basic financial statements. Part B deals with the budgetary analysis, including notes, of the General Fund.

Broward County Public Schools



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Major Fund Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budgetary Basis)

The Comparative Schedule of Revenue, Expenditures and Changes in Fund Balance – Budgetary and Actual provide additional information relating to the General Fund and the ARRA Economic Stimulus Funds presented in the “Basic Financial Statements” in order to demonstrate legal budgetary compliance.

GENERAL FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
SOURCES/INFLOWS:				
Revenues:				
Local sources:				
Ad valorem taxes	\$ 815,402	\$ 815,402	\$ 814,054	\$ (1,348)
Interest on investments	750	1,287	1,287	-
Other	45,172	74,416	74,416	-
Total local sources	861,324	891,105	889,757	(1,348)
State sources:				
Florida education finance program	635,944	626,171	626,111	(60)
Discretionary lottery funds	-	2,662	2,662	-
Categorical programs and other	395,926	385,013	384,003	(1,010)
Total state sources	1,031,870	1,013,846	1,012,776	(1,070)
Federal sources:				
Grants and other	11,970	12,060	13,471	1,411
Total federal sources	11,970	12,060	13,471	1,411
Total revenues	1,905,164	1,917,011	1,916,004	(1,007)
Other financing sources				
Transfers in	134,104	134,339	127,022	(7,317)
Total other financing sources	134,104	134,339	127,022	(7,317)
Total amounts available for appropriations	2,039,268	2,051,350	2,043,026	(8,324)
USES/OUTFLOWS:				
Expenditures:				
Current operating:				
Instructional services	1,295,266	1,308,983	1,308,983	-
Instructional support services	158,096	169,373	169,373	-
Pupil transportation services	86,373	82,130	82,130	-
Operation and maintenance of plant	224,966	226,988	226,988	-
School administration	125,970	127,456	127,456	-
General administration	71,467	71,676	71,676	-
Total current operating	1,962,138	1,986,606	1,986,606	-
Debt service:				
Interest charges and other	132	144	144	-
Total debt service	132	144	144	-
Total expenditures	1,962,270	1,986,750	1,986,750	-
Other financing uses:				
Transfers out	7,746	8,163	8,163	-
Total charges against appropriations	1,970,016	1,994,913	1,994,913	-
Net change in fund balances	\$ 69,252	\$ 56,437	48,113	\$ (8,324)
Appropriated beginning fund balances	\$ -	\$ -		
Adjustment to conform with GAAP:				
Elimination of encumbrances			13,789	
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (GAAP Basis)			61,902	
Fund balances, beginning of year			82,878	
Fund balances, end of year			\$ 144,780	

The accompanying notes are an integral part of this schedule.

**MAJOR SPECIAL REVENUE FUND - ARRA ECONOMIC STIMULUS
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Federal sources:				
Other	\$ 18,736	\$ 20,326	\$ 5,586	\$ (14,740)
Total revenues	<u>18,736</u>	<u>20,326</u>	<u>5,586</u>	<u>(14,740)</u>
EXPENDITURES:				
Current operating:				
Instructional services	11,127	11,172	486	10,686
Instructional support services	4,087	4,743	2,875	1,868
School administration	1,193	1,274	-	1,274
General administration	2,329	3,137	2,255	882
Total current operating	<u>18,736</u>	<u>20,326</u>	<u>5,616</u>	<u>14,710</u>
Total expenditures	<u>18,736</u>	<u>20,326</u>	<u>5,616</u>	<u>14,710</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	(30)	<u>\$ (30)</u>
Appropriated beginning fund balances	<u>\$ -</u>	<u>\$ -</u>		
Adjustment to conform with GAAP:				
Elimination of encumbrances			<u>30</u>	
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (GAAP basis)			-	
Fund balances, beginning of year			<u>-</u>	
Fund balances, end of year			<u>\$ -</u>	

**NOTES TO THE BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

I. BUDGET

Budget Information. GASB 34 requires governments to include as required supplementary information (RSI), budgetary comparison schedules for the general fund and each major special revenue fund that has a legally adopted budget.

Budgets are legally adopted annually for the General Fund and the major Special Revenue Fund. Unencumbered appropriations lapse at year-end for the General Fund and encumbered appropriations are carried forward, if applicable, to the following year and closed after a three-month period. Management may not amend the budget without the specific approval of the School Board. Accordingly, no expenditure may be authorized and no obligation incurred in excess of the current budgetary appropriation without Board authorization. The budgetary basis of accounting is the modified accrual basis plus encumbrances authorized for the fiscal year.

The budget revenues and expenditures shown in the accompanying schedule reflect all amendments to the original budget through September 16, 2014, the date the final amendments were approved by the Board.

II. EXPLANATION OF DIFFERENCES BETWEEN BUDGETARY INFLOWS AND OUTFLOWS AND GAAP REVENUES AND EXPENDITURES

The following table presents a reconciliation of the differences between the budgetary and GAAP basis of accounting for the General Fund (in thousands):

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule	\$ 2,043,026
Transfers from other funds, other loss recoveries and sale of capital assets are inflows of budgetary resources but are not revenues for financial reporting purposes	<u>(127,022)</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	<u>\$ 1,916,004</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "Total charges against appropriations" from the budgetary comparison schedule	\$ 1,994,913
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(8,163)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds (budgetary basis)	<u>1,986,750</u>
Encumbrances for goods and services is reported in the year the purchase order, contract or commitment for expenditures is initiated; but reported in the year received or delivered for financial reporting purposes	<u>(13,789)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balance (GAAP)	<u>\$ 1,972,961</u>

The following table presents a reconciliation of the differences between the budgetary and GAAP basis of accounting for the major Special Revenue Funds (in thousands):

Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balance – major Special Revenue Funds (budgetary basis)	<u>\$ 5,616</u>
Encumbrances for goods and services is reported in the year the purchase order, contract or commitment for expenditures is initiated; but reported in the year received or delivered for financial reporting purposes	<u>(30)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balance (GAAP)	<u>\$ 5,586</u>

**OTHER POST EMPLOYMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

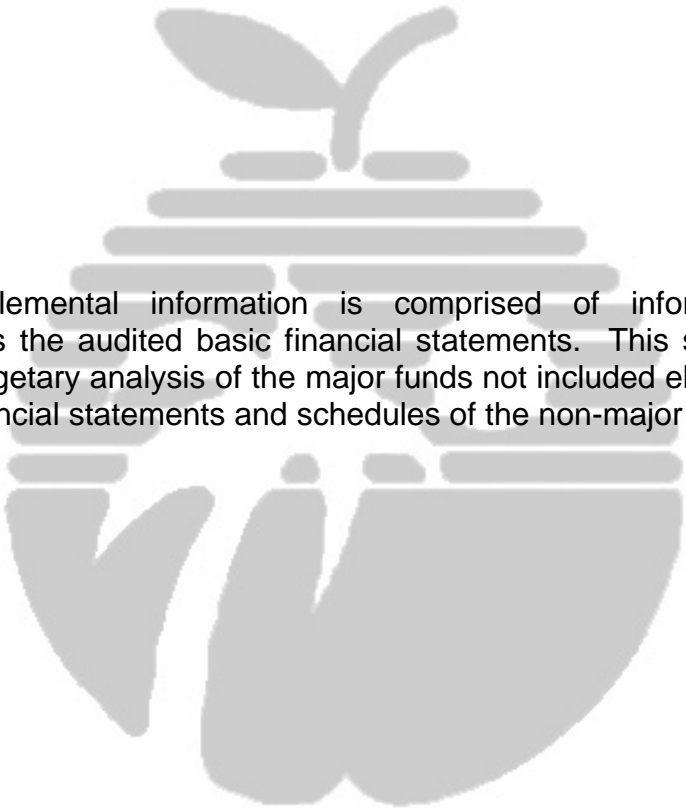
Actuarial Valuation Date (a)	Actuarial Value of Assets (b)	Actuarial Accrued Liability (AAL) (c)	Unfunded AAL (UAAL) (c-b)	Funded Ratio (b/c)	Covered Payroll (d)	UAAL as a % of Covered Payroll ((c-b) / d)
01/01/2009	\$ 0	\$ 162,964	\$ 162,964	0.0%	\$ 1,249,245	13.04%
01/01/2011	\$ 0	\$ 156,129	\$ 156,129	0.0%	\$ 1,187,368	13.15%
01/01/2013	\$ 0	\$ 163,250	\$ 163,250	0.0%	\$ 1,053,105	15.50%

Broward County Public Schools



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Other Supplemental Information



Other supplemental information is comprised of information that accompanies the audited basic financial statements. This section deals with the budgetary analysis of the major funds not included elsewhere and the fund financial statements and schedules of the non-major funds.

Broward County Public Schools



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Other Major Fund Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budgetary Basis) and Combining, Individual Non-Major Fund Statements and Schedules

The budgetary analysis schedules of the major funds not required to be included as supplemental information are included here with their respective funds.

Combining financial statements and schedules provide a more detailed view of the non-major funds summarized in the “Basic Financial Statements” presented in the preceding subsections.

**NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (in thousands)
AS OF JUNE 30, 2014**

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
ASSETS:				
Equity in pooled cash and investments	\$ 44,680	\$ 1,121	\$ 8,962	\$ 54,763
Due from other governmental agencies	17,442	1	-	17,443
Accrued interest receivable	92	1	16	109
Inventories	2,375	-	-	2,375
Other assets	48	-	-	48
Total assets	<u>\$ 64,637</u>	<u>\$ 1,123</u>	<u>\$ 8,978</u>	<u>\$ 74,738</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued expenditures	\$ 6,801	\$ -	\$ 2	\$ 6,803
Due to other funds	10,476	-	-	10,476
Unearned revenue	964	-	-	964
Retainage payable	-	-	408	408
Matured debt and interest payable	-	1	-	1
Liability for compensated absences	124	-	-	124
Total liabilities	<u>18,365</u>	<u>1</u>	<u>410</u>	<u>18,776</u>
Fund balances:				
Nonspendable	2,375	-	-	2,375
Restricted	41,003	1,122	8,568	50,693
Debt Service Funds	-	1,122	-	1,122
Capital Projects Funds	-	-	8,568	8,568
Special Revenue Funds	41,003	-	-	41,003
Assigned	2,894	-	-	2,894
Capital Projects Funds	-	-	-	-
Special Revenue Funds	2,894	-	-	2,894
Total fund balance	<u>46,272</u>	<u>1,122</u>	<u>8,568</u>	<u>55,962</u>
Total liabilities and fund balance	<u>\$ 64,637</u>	<u>\$ 1,123</u>	<u>\$ 8,978</u>	<u>\$ 74,738</u>

**NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
REVENUES:				
Local sources:				
Ad valorem taxes	\$ -	\$ 22	\$ -	\$ 22
Food sales	19,578	-	-	19,578
Interest on investments	131	1	23	155
Other	5,306	4	5	5,315
Total local sources	<u>25,015</u>	<u>27</u>	<u>28</u>	<u>25,070</u>
State sources:				
Categorical programs and other	3,845	9,741	1,427	15,013
Total state sources	<u>3,845</u>	<u>9,741</u>	<u>1,427</u>	<u>15,013</u>
Federal sources:				
Food service	75,853	-	-	75,853
Grants and other	180,692	-	-	180,692
Total federal sources	<u>256,545</u>	<u>-</u>	<u>-</u>	<u>256,545</u>
Total revenues	<u>285,405</u>	<u>9,768</u>	<u>1,455</u>	<u>296,628</u>
EXPENDITURES:				
Current operating:				
Instructional services	133,340	-	-	133,340
Instructional support services	39,347	-	-	39,347
Pupil transportation services	1,499	-	-	1,499
Operation and maintenance of plant	569	-	-	569
School administration	224	-	-	224
General administration	5,108	-	-	5,108
Food services	96,920	-	-	96,920
Total current operating	<u>277,007</u>	<u>-</u>	<u>-</u>	<u>277,007</u>
Debt service:				
Principal retirement	-	7,935	-	7,935
Interest charges and other	-	2,097	6	2,103
Total debt service	<u>-</u>	<u>10,032</u>	<u>6</u>	<u>10,038</u>
Capital outlay				
	<u>-</u>	<u>-</u>	<u>31</u>	<u>31</u>
Total expenditures	<u>277,007</u>	<u>10,032</u>	<u>37</u>	<u>287,076</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,398</u>	<u>(264)</u>	<u>1,418</u>	<u>9,552</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	40	-	-	40
Transfers out	(736)	-	(4,601)	(5,337)
Total other financing sources (uses)	<u>(696)</u>	<u>-</u>	<u>(4,601)</u>	<u>(5,297)</u>
Net change in fund balances	<u>7,702</u>	<u>(264)</u>	<u>(3,183)</u>	<u>4,255</u>
Fund balances, beginning of year	<u>38,570</u>	<u>1,386</u>	<u>11,751</u>	<u>51,707</u>
Fund balances, end of year	<u>\$ 46,272</u>	<u>\$ 1,122</u>	<u>\$ 8,568</u>	<u>\$ 55,962</u>

Broward County Public Schools



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Non-Major Special Revenue Funds



The non-major Special Revenue Funds are used to account for funds from specific revenue sources (excluding those for major capital projects) that are legally restricted or committed to expenditures for specific purposes.

Food Services – This fund is used to account for Federal, State and local funds received and used for the operation of the Food Service Program.

Contracted Programs – This fund is used to account for Federal, State and local funds received and used to operate various grant programs administered by the School Board.

Other Special Revenue – This fund is used to account for the after school child care program which provides tuition waivers for families who have demonstrated financial need. This fund is also used to account for miscellaneous revenues and expenditures related to various District wide events and certain departmental activities.

NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (in thousands)
AS OF JUNE 30, 2014

	FOOD SERVICES	CONTRACTED PROGRAMS	OTHER SPECIAL REVENUE	TOTAL
ASSETS:				
Equity in pooled cash and investments	\$ 41,325	\$ 425	\$ 2,930	\$ 44,680
Due from other governmental agencies	1,661	15,781	-	17,442
Accrued interest receivable	86	-	6	92
Inventories	2,375	-	-	2,375
Other assets	42	1	5	48
Total assets	\$ 45,489	\$ 16,207	\$ 2,941	\$ 64,637
LIABILITIES AND FUND BALANCES:				
LIABILITIES:				
Accounts payable and accrued expenditures	\$ 2,001	\$ 4,767	\$ 33	\$ 6,801
Due to other funds	-	10,476	-	10,476
Unearned revenue	-	964	-	964
Liability for compensated absences	124	-	-	124
Total liabilities	2,125	16,207	33	18,365
FUND BALANCES:				
Nonspendable	2,375	-	-	2,375
Restricted	40,989	-	14	41,003
Assigned	-	-	2,894	2,894
Total fund balances	43,364	-	2,908	46,272
Total liabilities and fund balances	\$ 45,489	\$ 16,207	\$ 2,941	\$ 64,637

**NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	FOOD SERVICES	CONTRACTED PROGRAMS	OTHER SPECIAL REVENUE	TOTAL
REVENUES:				
Local sources:				
Food sales	\$ 19,578	\$ -	\$ -	\$ 19,578
Interest on investments	122	-	9	131
Other	397	3,538	1,371	5,306
Total local sources	<u>20,097</u>	<u>3,538</u>	<u>1,380</u>	<u>25,015</u>
State sources:				
Other	1,357	2,488	-	3,845
Federal sources:				
Food service	75,853	-	-	75,853
USDA	6,595	-	-	6,595
Other	513	173,584	-	174,097
Total federal sources	<u>82,961</u>	<u>173,584</u>	<u>-</u>	<u>256,545</u>
Total revenues	<u>104,415</u>	<u>179,610</u>	<u>1,380</u>	<u>285,405</u>
EXPENDITURES:				
Current operating:				
Instructional services	-	132,910	430	133,340
Instructional support services	-	39,347	-	39,347
Pupil transportation services	-	1,492	7	1,499
Operation and maintenance of plant	-	569	-	569
School administration	-	224	-	224
General administration	-	5,108	-	5,108
Food service	96,920	-	-	96,920
Total current operating	<u>96,920</u>	<u>179,650</u>	<u>437</u>	<u>277,007</u>
Total expenditures	<u>96,920</u>	<u>179,650</u>	<u>437</u>	<u>277,007</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,495</u>	<u>(40)</u>	<u>943</u>	<u>8,398</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	40	-	40
Transfers out	-	-	(736)	(736)
Total other financing sources (uses)	<u>-</u>	<u>40</u>	<u>(736)</u>	<u>(696)</u>
Net change in fund balances	7,495	-	207	7,702
Fund balances, beginning of year	<u>35,869</u>	<u>-</u>	<u>2,701</u>	<u>38,570</u>
Fund balances, end of year	<u>\$ 43,364</u>	<u>\$ -</u>	<u>\$ 2,908</u>	<u>\$ 46,272</u>

**NON-MAJOR SPECIAL REVENUE FUND - FOOD SERVICES
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Local sources:				
Food sales	\$ 21,193	\$ 19,578	\$ 19,578	\$ -
Interest on investments	206	122	122	-
Other	584	397	397	-
Total local sources	<u>21,983</u>	<u>20,097</u>	<u>20,097</u>	<u>-</u>
State sources:				
Other	<u>1,320</u>	<u>1,357</u>	<u>1,357</u>	<u>-</u>
Federal sources:				
Federal reimbursement	79,457	75,853	75,853	-
USDA	6,555	6,595	6,595	-
Other	1,521	513	513	-
Total federal sources	<u>87,533</u>	<u>82,961</u>	<u>82,961</u>	<u>-</u>
Total revenues	<u>110,836</u>	<u>104,415</u>	<u>104,415</u>	<u>-</u>
EXPENDITURES:				
Salaries	28,514	24,798	24,798	-
Employee benefits	13,887	13,454	13,454	-
Purchased services	5,646	5,870	5,870	-
Energy services	2,496	2,042	2,042	-
Materials and supplies	54,024	49,334	49,334	-
Capital outlay	3,337	2,800	2,800	-
Other expenditures	2,932	1,582	1,582	-
Total expenditures	<u>110,836</u>	<u>99,880</u>	<u>99,880</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures (budgetary basis)	<u>-</u>	<u>4,535</u>	<u>4,535</u>	<u>-</u>
Excess (Deficiency) of revenues and other sources over (under) expenditures and other uses (budgetary basis)	<u>\$ -</u>	<u>\$ 4,535</u>	<u>4,535</u>	<u>\$ -</u>
Appropriated beginning fund balances	<u>\$ -</u>	<u>\$ -</u>		
Adjustment to conform with GAAP:				
Elimination of encumbrances			<u>2,960</u>	
Excess(deficiency) of revenues over (under) expenditures (GAAP basis)			<u>7,495</u>	
Fund balances (deficits), beginning of year			<u>35,869</u>	
Fund balances, end of year			<u>\$ 43,364</u>	

NON-MAJOR SPECIAL REVENUE FUND - CONTRACTED PROGRAMS
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Local sources:				
Other	\$ 2,599	\$ 3,819	\$ 3,538	\$ (281)
State sources:				
Other	1,433	3,113	2,488	(625)
Federal sources:				
Other	173,061	197,327	173,584	(23,743)
Total revenues	<u>177,093</u>	<u>204,259</u>	<u>179,610</u>	<u>(24,649)</u>
EXPENDITURES:				
Current operating:				
Instructional services	127,839	147,622	135,285	12,337
Instructional support services	41,687	46,636	41,555	5,081
Pupil transportation services	1,230	1,493	1,493	-
Operation and maintenance of plant	58	928	594	334
School administration	213	310	224	86
General administration	6,066	6,551	5,108	1,443
Food services	-	-	-	-
Total current operating	<u>177,093</u>	<u>203,540</u>	<u>184,259</u>	<u>19,281</u>
Capital outlay	<u>-</u>	<u>759</u>	<u>-</u>	<u>759</u>
Total expenditures	<u>177,093</u>	<u>204,299</u>	<u>184,259</u>	<u>20,040</u>
Excess (deficiency) of revenues over (under) expenditures	-	(40)	(4,649)	(4,609)
OTHER FINANCING SOURCES (USES):				
Transfers in	-	40	40	-
Total other financing sources (uses)	<u>-</u>	<u>40</u>	<u>40</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (budgetary basis)	<u>\$ -</u>	<u>\$ -</u>	(4,609)	<u>\$ (4,609)</u>
Appropriated beginning fund balances	<u>\$ -</u>	<u>\$ -</u>		
Adjustment to conform with GAAP:				
Elimination of encumbrances			4,609	
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (GAAP basis)			-	
Fund balances, beginning of year			-	
Fund balances, end of year			<u>\$ -</u>	

**NON-MAJOR SPECIAL REVENUE FUND - OTHER SPECIAL REVENUE
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Local sources:				
Interest on investments	\$ 5	\$ 9	\$ 9	\$ -
Other	1,158	1,371	1,371	-
Total revenues	<u>1,163</u>	<u>1,380</u>	<u>1,380</u>	<u>-</u>
EXPENDITURES:				
Salaries	7	1	1	-
Purchased services	181	217	217	-
Materials and supplies	257	216	216	-
Capital outlay	55	20	20	-
Other expenditures	4	3	3	-
Total expenditures	<u>504</u>	<u>457</u>	<u>457</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	(500)	(736)	(736)	-
Total other financing uses	<u>(500)</u>	<u>(736)</u>	<u>(736)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (budgetary basis)	<u>\$ 159</u>	<u>\$ 187</u>	187	<u>\$ -</u>
Appropriated beginning fund balances	<u>\$ -</u>	<u>\$ -</u>		
Adjustment to conform with GAAP:				
Elimination of encumbrances			<u>20</u>	
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (GAAP Basis)			207	
Fund balances, beginning of year			<u>2,701</u>	
Fund balances, end of year			<u>\$ 2,908</u>	

Major Debt Service Fund Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budgetary Basis) and Non-Major Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources and the payment of general long-term debt principal and interest. The non-major Debt Service Funds are:

Capital Outlay Bond Issue – Used to account for the payment of current year's principal and interest obligations on COBI Bonds.

District Bonds – Used to account for the payment of current year's principal and interest requirements on General Obligation Bonds.

**NON-MAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET (in thousands)
AS OF JUNE 30, 2014**

	COBI BONDS	DISTRICT BONDS	TOTAL
ASSETS:			
Equity in pooled cash and investments	\$ 845	\$ 276	\$ 1,121
Due from other governmental agencies	-	1	1
Accrued interest receivable	-	1	1
Total assets	\$ 845	\$ 278	\$ 1,123
LIABILITIES AND FUND BALANCES:			
LIABILITIES:			
Matured debt and interest payable	\$ -	\$ 1	\$ 1
Total liabilities	\$ -	\$ 1	\$ 1
FUND BALANCES:			
Restricted	\$ 845	\$ 277	\$ 1,122
Total fund balances	845	277	1,122
Total liabilities and fund balances	\$ 845	\$ 278	\$ 1,123

NON-MAJOR DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>COBI BONDS</u>	<u>DISTRICT BONDS</u>	<u>TOTAL</u>
REVENUES:			
Local sources:			
Ad valorem taxes	\$ -	\$ 22	\$ 22
Interest on investments	-	1	1
Other	-	4	4
Total local sources	<u>-</u>	<u>27</u>	<u>27</u>
State sources:			
Other	9,741	-	9,741
Total state sources	<u>9,741</u>	<u>-</u>	<u>9,741</u>
Total revenues	<u>9,741</u>	<u>27</u>	<u>9,768</u>
EXPENDITURES:			
Principal retirement	7,935	-	7,935
Interest charges and other	<u>2,097</u>	<u>-</u>	<u>2,097</u>
Total expenditures	<u>10,032</u>	<u>-</u>	<u>10,032</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(291)</u>	<u>27</u>	<u>(264)</u>
Net change in fund balances	(291)	27	(264)
Fund balances, beginning of year	<u>1,136</u>	<u>250</u>	<u>1,386</u>
Fund balances, end of year	<u>\$ 845</u>	<u>\$ 277</u>	<u>\$ 1,122</u>

**MAJOR DEBT SERVICE FUNDS - COP SERIES
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Local sources:				
Interest on investments	\$ -	\$ 294	\$ 294	\$ -
Total revenues	<u>-</u>	<u>294</u>	<u>294</u>	<u>-</u>
EXPENDITURES:				
Principal retirement	71,754	72,853	72,853	-
Interest charges and other	79,914	79,656	85,444	(5,788)
Bond Issuance Cost	-	336	336	-
Total expenditures	<u>151,668</u>	<u>152,845</u>	<u>158,633</u>	<u>(5,788)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(151,668)</u>	<u>(152,551)</u>	<u>(158,339)</u>	<u>(5,788)</u>
OTHER FINANCING SOURCES:				
Certificates of participation	-	114,140	114,140	-
Payments to refunded bond escrow agent	-	(113,825)	(113,825)	-
Transfers in	151,668	151,401	151,401	-
Total other financing sources	<u>151,668</u>	<u>151,716</u>	<u>151,716</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ (835)</u>	<u>(6,623)</u>	<u>\$ (5,788)</u>
Appropriated beginning fund balances	<u>\$ -</u>	<u>\$ 835</u>		
Fund balances, beginning of year			<u>1,394</u>	
Fund balances, end of year			<u>\$ (5,229)</u>	

**MAJOR DEBT SERVICE FUNDS - ARRA ECONOMIC STIMULUS
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
Principal retirement	4,540	4,540	4,540	-
Interest charges and other	8,061	8,062	8,062	-
Total expenditures	12,601	12,602	12,602	-
Excess (deficiency) of revenues over (under) expenditures	(12,601)	(12,602)	(12,602)	-
OTHER FINANCING SOURCES:				
Transfers in	12,601	12,602	12,602	-
Total other financing sources	12,601	12,602	12,602	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	\$ -	\$ -	-	\$ -
Appropriated beginning fund balances	\$ -	\$ -		
Fund balances, beginning of year			235	
Fund balances, end of year			\$ 235	

**NON-MAJOR DEBT SERVICE FUNDS - COBI DEBT SERVICE
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Withheld for COBI bonds	\$ 10,244	\$ 9,741	\$ 9,741	\$ -
Total revenues	<u>10,244</u>	<u>9,741</u>	<u>9,741</u>	<u>-</u>
EXPENDITURES:				
Principal retirement	7,500	7,935	7,935	-
Interest charges and other	2,744	2,097	2,097	-
Total expenditures	<u>10,244</u>	<u>10,032</u>	<u>10,032</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(291)</u>	<u>(291)</u>	<u>-</u>
Excess (Deficiency) of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ (291)</u>	<u>(291)</u>	<u>\$ -</u>
Appropriated beginning fund balances	<u>\$ -</u>	<u>\$ 291</u>		
Fund balances, beginning of year			<u>1,136</u>	
Fund balances, end of year			<u>\$ 845</u>	

**NON-MAJOR DEBT SERVICE FUNDS - DISTRICT BONDS AND SECTION 237.161 LOANS
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Local sources:				
Ad valorem taxes	\$ -	\$ 22	\$ 22	\$ -
Interest on investments	-	1	1	-
Other	-	4	4	-
Total revenues	<u>-</u>	<u>27</u>	<u>27</u>	<u>-</u>
EXPENDITURES:				
Interest charges and other	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 27</u>	27	<u>\$ -</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ 27</u>	27	<u>\$ -</u>
Appropriated beginning fund balances	<u>\$ -</u>	<u>\$ -</u>		
Fund balances, beginning of year			<u>250</u>	
Fund balances, end of year			<u>\$ 277</u>	

Broward County Public Schools



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Major Capital Projects Fund Comparative Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budgetary Basis) and Non-Major Capital Projects Funds

Capital Projects Funds are used to account for the accumulation of resources and the payment of acquisition/construction of major facilities and equipment. The non-major Capital Projects Funds are:

Capital Outlay and Debt Service – Used to account for State approved projects financed with bonds sold by the State Board of Education on behalf of School districts.

Capital Outlay Bond Issue – Used to account for major construction projects on the Project Priority List financed by CO&DS revenues.

Public Education Capital Funds – Used to account for funds generated through the levy of the gross receipts tax on utilities and are used to accomplish fixed capital outlay projects of the School District.

**NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET (in thousands)
AS OF JUNE 30, 2014**

	CAPITAL OUTLAY AND DEBT SERVICE	CAPITAL OUTLAY BOND ISSUE	PUBLIC EDUCATION CAPITAL FUND	TOTAL
ASSETS:				
Equity in pooled cash and investments	\$ 6,289	\$ 2,271	\$ 402	\$ 8,962
Accrued interest receivable	11	5	-	16
Total assets	\$ 6,300	\$ 2,276	\$ 402	\$ 8,978
LIABILITIES AND FUND BALANCES:				
LIABILITIES:				
Accounts payable and accrued expenditures	\$ -	\$ 2	\$ -	\$ 2
Retainages payable	10	187	211	408
Total liabilities	10	189	211	410
FUND BALANCES:				
Restricted	6,290	2,087	191	8,568
Total fund balances	6,290	2,087	191	8,568
Total liabilities and fund balances	\$ 6,300	\$ 2,276	\$ 402	\$ 8,978

**NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	CAPITAL OUTLAY AND DEBT SERVICE	CAPITAL OUTLAY BOND ISSUE	PUBLIC EDUCATION CAPITAL OUTLAY FUND	TOTAL
REVENUES:				
Local sources:				
Interest on investments	\$ 18	\$ 5	\$ -	\$ 23
Other	5	-	-	5
Total local sources	<u>23</u>	<u>5</u>	<u>-</u>	<u>28</u>
State sources:				
Other	1,427	-	-	1,427
Total state sources	<u>1,427</u>	<u>-</u>	<u>-</u>	<u>1,427</u>
Total revenues	<u>1,450</u>	<u>5</u>	<u>-</u>	<u>1,455</u>
EXPENDITURES:				
Interest charges and other	6	-	-	6
Capital outlay	18	12	1	31
Total expenditures	<u>24</u>	<u>12</u>	<u>1</u>	<u>37</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,426</u>	<u>(7)</u>	<u>(1)</u>	<u>1,418</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	-	-	(4,601)	(4,601)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(4,601)</u>	<u>(4,601)</u>
Net change in fund balances	<u>1,426</u>	<u>(7)</u>	<u>(4,602)</u>	<u>(3,183)</u>
Fund balances, beginning of year	<u>4,864</u>	<u>2,094</u>	<u>4,793</u>	<u>11,751</u>
Fund balances, end of year	<u>\$ 6,290</u>	<u>\$ 2,087</u>	<u>\$ 191</u>	<u>\$ 8,568</u>

**MAJOR CAPITAL PROJECTS FUNDS - LOCAL MILLAGE CAPITAL IMPROVEMENT
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES:				
Local sources:				
Ad valorem taxes	\$ 204,542	\$ 204,254	\$ 204,254	\$ -
Interest on investments	-	-	540	540
Other	-	5,788	5,790	2
Total local sources	204,542	210,042	210,584	542
Federal sources:				
Other	4,367	-	-	-
Total revenues	208,909	210,042	210,584	542
EXPENDITURES:				
Capital outlay	80,394	90,848	19,935	70,913
Total expenditures	80,394	90,848	19,935	70,913
Excess (deficiency) of revenues over (under) expenditures	128,515	119,194	190,649	71,455
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	147	147	-
Other loss recoveries	-	50	50	-
Transfers out	(203,333)	(194,210)	(187,216)	6,994
Total other financing sources (uses)	(203,333)	(194,013)	(187,019)	6,994
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (budgetary basis)	\$ (74,818)	\$ (74,819)	3,630	\$ 78,449
Appropriated beginning fund balances	\$ 74,818	\$ 74,819		
Adjustments to conform with GAAP:				
Elimination of encumbrances			8,395	
Excess (deficiency) of revenues over (under) expenditures (GAAP basis)			12,025	
Fund balances, beginning of year			74,819	
Fund balances, end of year			\$ 86,844	

**MAJOR CAPITAL PROJECTS FUNDS - ARRA ECONOMIC STIMULUS
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Local sources:				
Interest on investments	\$ -	\$ 33	\$ 33	\$ -
Other	-	-	-	-
Total local sources	<u>-</u>	<u>33</u>	<u>33</u>	<u>-</u>
Total revenues	<u>-</u>	<u>33</u>	<u>33</u>	<u>-</u>
EXPENDITURES:				
Debt service:				
Interest charges and other	-	18	18	-
Total debt service	<u>-</u>	<u>18</u>	<u>18</u>	<u>-</u>
Capital outlay	<u>20,048</u>	<u>20,069</u>	<u>5,727</u>	<u>14,342</u>
Total expenditures	<u>20,048</u>	<u>20,087</u>	<u>5,745</u>	<u>14,342</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(20,048)</u>	<u>(20,054)</u>	<u>(5,712)</u>	<u>14,342</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(12)	(12)	-
Total other financing sources (uses)	<u>-</u>	<u>(12)</u>	<u>(12)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (budgetary basis)	<u>\$ (20,048)</u>	<u>\$ (20,066)</u>	(5,724)	<u>\$ 14,342</u>
Appropriated beginning fund balances	<u>\$ 20,048</u>	<u>\$ 20,066</u>		
Adjustment to conform with GAAP:				
Elimination of encumbrances			<u>3,665</u>	
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (GAAP basis)			(2,059)	
Fund balances, beginning of year			<u>20,048</u>	
Fund balances, end of year			<u>\$ 17,989</u>	

**MAJOR CAPITAL PROJECTS FUNDS - OTHER CAPITAL IMPROVEMENT
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Local sources:				
Interest on investments	\$ 250	\$ -	\$ 209	\$ 209
Other	7,155	8,996	8,779	(217)
Total local sources	<u>7,405</u>	<u>8,996</u>	<u>8,988</u>	<u>(8)</u>
State sources:				
Effort Index Grants	-	-	-	-
Other	16,000	16,180	16,180	-
Total state sources	<u>16,000</u>	<u>16,180</u>	<u>16,180</u>	<u>-</u>
Total revenues	<u>23,405</u>	<u>25,176</u>	<u>25,168</u>	<u>(8)</u>
EXPENDITURES:				
Debt service:				
Interest charges and other	1	3	3	-
Total debt service	<u>1</u>	<u>3</u>	<u>3</u>	<u>-</u>
Capital outlay	<u>189,811</u>	<u>183,826</u>	<u>94,325</u>	<u>89,501</u>
Total expenditures	<u>189,812</u>	<u>183,829</u>	<u>94,328</u>	<u>89,501</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(166,407)</u>	<u>(158,653)</u>	<u>(69,160)</u>	<u>89,493</u>
OTHER FINANCING SOURCES (USES):				
Capital lease	20,300	20,300	20,300	-
Sale of capital assets	-	333	333	-
Other loss recoveries	-	59	59	-
Transfers in	2,387	2,763	2,763	-
Transfers out	-	(34,521)	(34,521)	-
Total other financing sources (uses)	<u>(3,313)</u>	<u>(11,066)</u>	<u>(11,066)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (budgetary basis)	<u>\$ (169,720)</u>	<u>\$ (169,719)</u>	<u>(80,226)</u>	<u>\$ 89,493</u>
Appropriated beginning fund balances	<u>\$ 169,720</u>	<u>\$ 169,719</u>		
Adjustment to conform with GAAP:				
Elimination of encumbrances			<u>25,324</u>	
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (GAAP basis)			<u>(54,902)</u>	
Fund balances, beginning of year			<u>169,720</u>	
Fund balances, end of year			<u>\$ 114,818</u>	

**NON-MAJOR CAPITAL PROJECTS FUNDS - CAPITAL OUTLAY AND DEBT SERVICE
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	BUDGET		ACTUAL	VARIANCE Positive (Negative)
	ORIGINAL	FINAL		
REVENUES:				
Local sources:				
Interest on investments	\$ -	\$ 18	\$ 18	\$ -
Other	-	5	5	-
Total local sources	-	23	23	-
State sources:				
Other	1,166	1,427	1,427	-
Total state sources	1,166	1,427	1,427	-
Total revenues	1,166	1,450	1,450	-
EXPENDITURES:				
Interest charges and other	-	6	6	-
Capital outlay	-	6,308	34	6,274
Total expenditures	6,030	6,314	40	6,274
Excess (deficiency) of revenues over (under) expenditures (budgetary basis)	\$ (4,864)	\$ (4,864)	1,410	\$ 6,274
Appropriated beginning fund balances	\$ 4,864	\$ 4,864		
Adjustments to conform with GAAP:				
Elimination of encumbrances			16	
Excess (deficiency) of revenues over (under) expenditures (GAAP basis)			1,426	
Fund balances, beginning of year			4,864	
Fund balances, end of year			\$ 6,290	

**NON-MAJOR CAPITAL PROJECTS FUNDS - CAPITAL OUTLAY BOND ISSUES
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE Positive (Negative)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
Local sources:				
Interest on investments	\$ -	\$ 6	\$ 5	\$ (1)
Total revenues	<u>-</u>	<u>6</u>	<u>5</u>	<u>(1)</u>
EXPENDITURES:				
Capital outlay	<u>2,094</u>	<u>2,100</u>	<u>56</u>	<u>2,044</u>
Total expenditures	<u>2,094</u>	<u>2,100</u>	<u>56</u>	<u>2,044</u>
Excess (deficiency) of revenues over (under) expenditures (budgetary basis)	<u>\$ (2,094)</u>	<u>\$ (2,094)</u>	<u>(51)</u>	<u>\$ 2,043</u>
Excess (deficiency) of revenues and other sources over (under) expenditures (budgetary basis)	<u>\$ (2,094)</u>	<u>\$ (2,094)</u>	<u>(51)</u>	<u>\$ 2,043</u>
Appropriated beginning fund balances	<u>\$ 2,094</u>	<u>\$ 2,094</u>		
Adjustment to conform with GAAP:				
Elimination of encumbrances			<u>44</u>	
Excess (deficiency) of revenues and other sources over (under) expenditures (GAAP basis)			<u>(7)</u>	
Fund balances, beginning of year			<u>2,094</u>	
Fund balances, end of year			<u>\$ 2,087</u>	

**NON-MAJOR CAPITAL PROJECTS FUNDS - PUBLIC EDUCATION CAPITAL OUTLAY
COMPARATIVE SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (in thousands)
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE Positive (Negative)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
Capital outlay	192	192	4	188
Total expenditures	192	192	4	188
Excess (deficiency) of revenues over (under) expenditures (budgetary basis)	(192)	(192)	(4)	188
OTHER FINANCING USES:				
Transfers out	(4,601)	(4,601)	(4,601)	-
Total other financing uses	(4,601)	(4,601)	(4,601)	-
Excess (Deficiency) of revenues over (under) expenditures and other uses (budgetary basis)	\$ (4,793)	\$ (4,793)	(4,605)	\$ 188
Appropriated beginning fund balances	\$ 4,793	\$ 4,793		
Adjustments to conform with GAAP:				
Elimination of encumbrances			3	
Excess (deficiency) of revenues over (under) expenditures (GAAP basis)			(4,602)	
Fund balances, beginning of year			4,793	
Fund balances, end of year			\$ 191	

Broward County Public Schools



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Internal Service Funds

Internal Service Funds are used to account for the financing of services provided by one department to another on a cost reimbursement basis.

Self-Insurance Fund – Used to account for the cost of workers' compensation, automobile and general liability, health insurance and funding OPEB liability. The District utilizes the services of a risk management and claims adjustment firm to facilitate the processing of claims. In addition, the District has purchased specific excess insurance for large claims. The District transferred the self-insurance funds into the General Fund from the Internal Service Funds in FY2014.

Other Services – Used to account for the cost and services of the printing department and facility project management, which are charged to other departments and schools on a cost reimbursement basis.

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION (in thousands)
AS OF JUNE 30, 2014**

	<u>SELF- INSURANCE</u>	<u>OTHER SERVICES</u>	<u>TOTAL</u>
ASSETS:			
Current assets:			
Equity in pooled cash and investments	\$ -	\$ 71	\$ 71
Inventories	-	22	22
Total current assets	<u>-</u>	<u>93</u>	<u>93</u>
Noncurrent assets:			
Machinery and equipment (net of accumulated depreciation)	-	1	1
Total assets	<u>\$ -</u>	<u>\$ 94</u>	<u>\$ 94</u>
LIABILITIES:			
Current liabilities:			
Accounts payable and accrued expenses	\$ -	\$ 16	\$ 16
Total liabilities	<u>-</u>	<u>16</u>	<u>16</u>
NET POSITION:			
Net investment in capital assets	-	1	1
Unrestricted	-	77	77
Total net position	<u>\$ -</u>	<u>\$ 78</u>	<u>\$ 78</u>

**INTERNAL SERVICE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET POSITION (in thousands)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>SELF- INSURANCE</u>	<u>OTHER SERVICES</u>	<u>TOTAL</u>
OPERATING REVENUES:			
Charges for services	\$ -	\$ 57,255	\$ 57,255
Total operating revenues	<u>-</u>	<u>57,255</u>	<u>57,255</u>
OPERATING EXPENSES:			
Personnel services	-	54,572	54,572
Depreciation	-	78	78
Other	-	2,679	2,679
Total operating expenses	<u>-</u>	<u>57,329</u>	<u>57,329</u>
Operating income (loss)	-	(74)	(74)
NON-OPERATING REVENUE:			
Interest and other	-	77	77
Net income (loss) before transfers	-	3	3
Special item - change in fund type	53,891	-	53,891
Transfers out	(58,579)	-	(58,579)
Change in net position	(4,688)	3	(4,685)
Total net position, beginning of year	<u>4,688</u>	<u>75</u>	<u>4,763</u>
Total net position, end of year	<u>\$ -</u>	<u>\$ 78</u>	<u>\$ 78</u>

INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	SELF- INSURANCE	OTHER SERVICES	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from governmental customers	\$ 13,464	\$ 57,255	\$ 70,719
Cash payments for goods and services	(32,547)	(2,670)	(35,217)
Cash payments to employees	-	(54,577)	(54,577)
Net cash provided (used) by operating activities	<u>(19,083)</u>	<u>8</u>	<u>(19,075)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers (to) from other funds	<u>(58,579)</u>	-	<u>(58,579)</u>
Net cash provided (used) by noncapital financing activities	<u>(58,579)</u>	-	<u>(58,579)</u>
Net change in cash and cash equivalents	(77,662)	8	(77,654)
CASH AND CASH EQUIVALENTS:			
Beginning of year	<u>77,662</u>	<u>63</u>	<u>77,725</u>
End of year	<u>\$ -</u>	<u>\$ 71</u>	<u>\$ 71</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ -	\$ (74)	\$ (74)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	-	78	78
Change in assets and liabilities:			
(Increase) decrease in interest receivable	55	-	55
(Increase) decrease in inventory, prepaids & other assets	13,409	-	13,409
Increase (decrease) in accounts payable and accrued expenditures	(4,222)	4	(4,218)
Increase (decrease) in estimated liability for self-insured risks	<u>(28,325)</u>	<u>-</u>	<u>(28,325)</u>
Net cash provided (used) by operating activities	<u>\$ (19,083)</u>	<u>\$ 8</u>	<u>\$ (19,075)</u>

Agency Fund

An Agency Fund is used to account for the custody of funds for individual school activities. The District holds the assets in this fund in a fiduciary capacity.

Agency Fund – Used to account for the custody of funds for school activities.

**AGENCY FUND
STATEMENT OF ASSETS AND LIABILITIES (in thousands)
AS OF JUNE 30, 2014**

	AGENCY FUND
ASSETS:	
Equity in pooled cash and investments	\$ 5,099
Cash and cash equivalents	9,449
Total assets	\$ 14,548
LIABILITIES:	
Accounts payable	\$ 650
Due to student organizations and other agencies	13,898
Total liabilities	\$ 14,548

AGENCY FUND

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

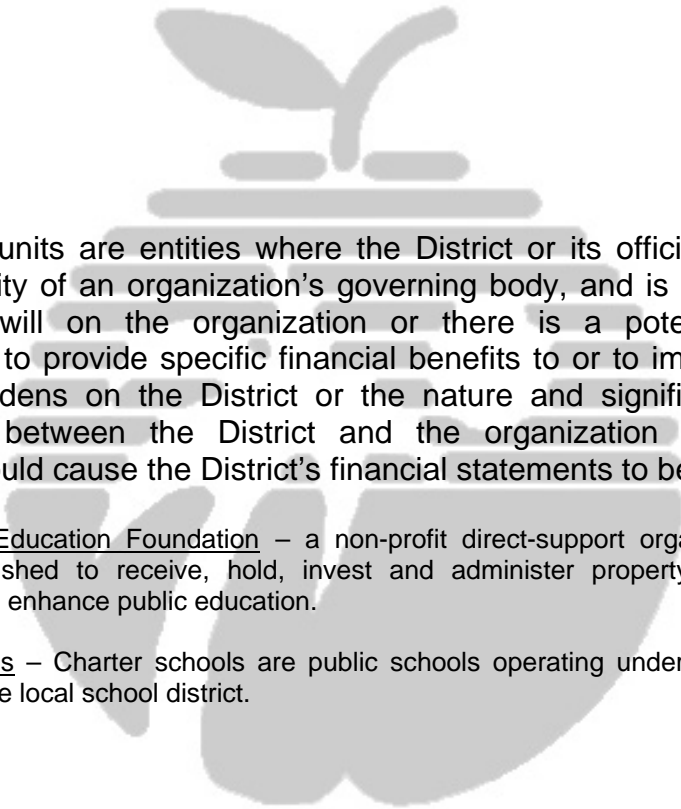
	AGENCY FUND			
	2013	Increases	Decreases	2014
ASSETS:				
Equity in pooled cash and investments	\$ 5,018	\$ 5,099	\$ (5,018)	\$ 5,099
Cash and cash equivalents	8,738	75,636	(74,925)	9,449
Other assets	41	-	(41)	-
Total assets	\$ 13,797	\$ 80,735	\$ (79,984)	\$ 14,548
LIABILITIES:				
Accounts payable	\$ 550	\$ 649	\$ (549)	\$ 650
Due to student organizations and other agencies	13,247	80,086	(79,435)	13,898
Total liabilities	\$ 13,797	\$ 80,735	\$ (79,984)	\$ 14,548

Broward County Public Schools



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Component Units



Component units are entities where the District or its officials appoint a voting majority of an organization's governing body, and is either able to impose its will on the organization or there is a potential for the organization to provide specific financial benefits to or to impose specific financial burdens on the District or the nature and significance of the relationship between the District and the organization is such that exclusion would cause the District's financial statements to be incomplete.

The Broward Education Foundation – a non-profit direct-support organization of the District, established to receive, hold, invest and administer property and to make expenditures to enhance public education.

Charter Schools – Charter schools are public schools operating under a performance contract with the local school district.

COMBINING STATEMENT OF NET POSITION

COMPONENT UNITS (in thousands)

AS OF JUNE 30, 2014

	Academics Solutions High School	Alpha International Academy	Atlantic Montessori Charter School	Ben Gamla Charter	Ben Gamla Charter High School
ASSETS:					
Current assets:					
Cash, cash equivalents and investments	\$ 64	\$ 12	\$ 9	\$ 413	\$ 13
Due from other governmental agencies	12	-	-	-	-
Due from other schools	-	-	-	165	50
Inventories	-	-	-	-	-
Prepays	-	-	-	159	4
Other assets	11	18	16	25	-
Total Current Assets	<u>87</u>	<u>30</u>	<u>25</u>	<u>762</u>	<u>67</u>
Non-current assets:					
Capital assets:					
Depreciable, net	109	9	17	514	284
Total non-current assets	<u>109</u>	<u>9</u>	<u>17</u>	<u>514</u>	<u>284</u>
Total assets	<u>196</u>	<u>39</u>	<u>42</u>	<u>1,276</u>	<u>351</u>
Accumulated decrease in fair value of hedging derivatives	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued expenses	34	14	7	10	-
Accrued payroll, taxes and withholding	44	-	22	190	8
Due to other governmental agencies	-	-	-	-	-
Due to other schools	-	-	-	476	85
Unearned revenue	75	-	-	-	-
Matured debt and interest payable	-	-	-	-	-
Obligations under capital leases	-	6	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total current liabilities	<u>153</u>	<u>20</u>	<u>29</u>	<u>676</u>	<u>93</u>
Non-current liabilities:					
Obligations under capital leases	-	-	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	-	13	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>13</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>153</u>	<u>20</u>	<u>42</u>	<u>676</u>	<u>93</u>
NET POSITION:					
Net investment in capital assets	109	3	17	202	249
Restricted for:					
Capital projects	-	-	-	103	-
Scholarships	-	-	-	-	-
Unrestricted (deficit)	(66)	16	(17)	295	9
Total net position	<u>\$ 43</u>	<u>\$ 19</u>	<u>\$ -</u>	<u>\$ 600</u>	<u>\$ 258</u>

* The audited financial information was not reported to the District as of the date of publication of the CAFR.

Ben Gamla Charter School Hallandale	Ben Gamla North	Ben Gamla South	Broward Charter School of Science & Technology *	Broward Community Charter School	Broward Community Charter School West	Central Charter School
\$ 34	\$ 23	\$ 116	\$ -	\$ 44	\$ 32	\$ 363
-	-	-	-	2	78	192
-	46	229	-	-	-	177
-	-	-	-	-	-	-
1	8	79	-	1	57	14
-	-	62	-	2	65	4
<u>35</u>	<u>77</u>	<u>486</u>	<u>-</u>	<u>49</u>	<u>232</u>	<u>750</u>
1	52	202	-	-	-	1,366
1	52	202	-	-	-	1,366
<u>36</u>	<u>129</u>	<u>688</u>	<u>-</u>	<u>49</u>	<u>232</u>	<u>2,116</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	8	-	2	33	725
8	19	104	-	23	73	-
-	-	-	-	-	17	-
14	32	90	-	-	-	-
-	2	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	91	109	62
<u>22</u>	<u>53</u>	<u>202</u>	<u>-</u>	<u>116</u>	<u>232</u>	<u>787</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	67
<u>22</u>	<u>53</u>	<u>202</u>	<u>-</u>	<u>116</u>	<u>232</u>	<u>854</u>
-	67	403	-	-	-	1,236
-	-	-	-	1	57	-
-	-	-	-	-	-	-
14	9	83	-	(68)	(57)	26
<u>\$ 14</u>	<u>\$ 76</u>	<u>\$ 486</u>	<u>\$ -</u>	<u>\$ (67)</u>	<u>\$ -</u>	<u>\$ 1,262</u>

**COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS (in thousands)
AS OF JUNE 30, 2014**

	Champion Academy of Distinction Davie	Champion Academy of Distinction Hollywood	Charter School of Excellence	Charter School of Excellence Davie	Charter School of Excellence Davie 2
ASSETS:					
Current assets:					
Cash, cash equivalents and investments	\$ 18	\$ 6	\$ 186	\$ 21	\$ 28
Due from other governmental agencies	-	47	-	4	83
Due from other schools	-	-	-	-	-
Inventories	-	-	-	-	-
Prepays	-	3	-	-	-
Other assets	1	11	74	8	-
Total Current Assets	19	67	260	33	111
Non-current assets:					
Capital assets:					
Depreciable, net	84	201	514	219	123
Total non-current assets	84	201	514	219	123
Total assets	103	268	774	252	234
Accumulated decrease in fair value of hedging derivatives	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued expenses	25	14	25	109	85
Accrued payroll, taxes and withholding	5	20	67	27	24
Due to other governmental agencies	-	-	281	-	-
Due to other schools	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Matured debt and interest payable	-	-	-	-	-
Obligations under capital leases	-	-	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	148	-	-	-
Total current liabilities	30	182	373	136	109
Non-current liabilities:					
Obligations under capital leases	-	-	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total non-current liabilities	-	-	-	-	-
Total liabilities	30	182	373	136	109
NET POSITION:					
Net investment in capital assets	84	201	514	219	123
Restricted for:					
Capital projects	-	-	-	-	-
Scholarships	-	-	-	-	-
Unrestricted (deficit)	(11)	(115)	(113)	(103)	2
Total net position	\$ 73	\$ 86	\$ 401	\$ 116	\$ 125

Charter School of Excellence Ft Laud	Charter School of Excellence Riverland	Charter School of Excellence Riverland 2	Charter School of Excellence Tamarac 1	Charter School of Excellence Tamarac 2	Discovery Middle Charter	Dolphin Park High
\$ 5	\$ 15	\$ 25	\$ 56	\$ 49	\$ 142	\$ 600
92	-	-	124	16	-	96
-	-	-	-	-	-	-
-	-	-	-	-	24	-
-	8	-	25	1	33	-
97	23	25	205	66	199	696
1	32	15	189	197	-	-
1	32	15	189	197	-	-
98	55	40	394	263	199	696
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	1	20	13	16	7	316
4	4	28	35	44	29	-
-	43	37	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	83	-	-	-
4	48	85	131	60	36	316
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	96	-	-	-
-	-	-	96	-	-	-
4	48	85	227	60	36	316
1	31	15	10	197	24	-
-	-	-	-	-	-	184
-	-	-	-	-	-	-
93	(24)	(60)	157	6	139	196
\$ 94	\$ 7	\$ (45)	\$ 167	\$ 203	\$ 163	\$ 380

**COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS (in thousands)
AS OF JUNE 30, 2014**

	<u>Eagles' Nest Elementary</u>	<u>Eagles' Nest Middle</u>	<u>Everest Charter School</u>	<u>Excelsior Charter of Broward</u>	<u>Flagler High</u>
ASSETS:					
Current assets:					
Cash, cash equivalents and investments	\$ 46	\$ 49	\$ 6	\$ 102	\$ 279
Due from other governmental agencies	23	3	-	-	41
Due from other schools	-	-	-	-	-
Inventories	-	-	-	-	-
Prepays	-	-	7	24	-
Other assets	62	1	-	1	-
Total Current Assets	<u>131</u>	<u>53</u>	<u>13</u>	<u>127</u>	<u>320</u>
Non-current assets:					
Capital assets:					
Depreciable, net	-	-	39	114	122
Total non-current assets	<u>-</u>	<u>-</u>	<u>39</u>	<u>114</u>	<u>122</u>
Total assets	<u>131</u>	<u>53</u>	<u>52</u>	<u>241</u>	<u>442</u>
Accumulated decrease in fair value of hedging derivatives	-	-	-	-	-
Total deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued expenses	43	28	15	80	332
Accrued payroll, taxes and withholding	-	-	11	84	-
Due to other governmental agencies	-	-	-	-	-
Due to other schools	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Matured debt and interest payable	-	-	-	-	-
Obligations under capital leases	-	-	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total current liabilities	<u>43</u>	<u>28</u>	<u>26</u>	<u>164</u>	<u>332</u>
Non-current liabilities:					
Obligations under capital leases	-	-	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	-	24	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>24</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>43</u>	<u>28</u>	<u>50</u>	<u>164</u>	<u>332</u>
NET POSITION:					
Net investment in capital assets	-	-	15	115	122
Restricted for:					
Capital projects	-	-	-	-	-
Scholarships	-	-	-	-	-
Unrestricted (deficit)	88	25	(13)	(38)	(12)
Total net position	<u>\$ 88</u>	<u>\$ 25</u>	<u>\$ 2</u>	<u>\$ 77</u>	<u>\$ 110</u>

Florida Virtual Academy	Franklin Academy A	Franklin Academy B	Franklin Academy E	Franklin Academy F	Henry McNeal Turner Learning Academy	Hollywood Academy of Arts & Science Elem
\$ 90	\$ 351	\$ 12	\$ 126	\$ 31	\$ -	\$ 1,082
-	231	7	19	-	-	70
-	489	342	101	186	-	175
-	-	-	-	-	-	-
-	7	-	-	-	-	9
-	44	-	160	-	9	58
90	1,122	361	406	217	9	1,394
-	609	-	1,093	-	-	12,176
-	609	-	1,093	-	-	12,176
90	1,731	361	1,499	217	9	13,570
-	-	-	-	-	-	-
-	-	-	-	-	-	-
81	110	-	77	30	8	47
-	404	-	387	-	-	376
3	-	-	-	-	-	5
-	-	490	-	101	-	-
6	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	153
-	-	-	-	-	-	16
-	-	-	-	-	-	-
90	514	490	464	131	8	597
-	-	-	-	-	-	13,621
-	-	-	-	-	-	5
-	-	-	-	-	-	-
-	-	-	-	-	-	13,626
90	514	490	464	131	8	14,223
-	609	-	1,093	-	-	(1,597)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	608	(129)	(58)	86	1	944
\$ -	\$ 1,217	\$ (129)	\$ 1,035	\$ 86	\$ 1	\$ (653)

**COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS (in thousands)
AS OF JUNE 30, 2014**

	Hollywood Academy of Arts & Science Middle	iGeneration Empowerment Academy *	Imagine at Broward	Imagine at Broward Middle	Imagine at North Lauderdale Elem
ASSETS:					
Current assets:					
Cash, cash equivalents and investments	\$ 467	\$ -	\$ 775	\$ 276	\$ 411
Due from other governmental agencies	32	-	71	22	189
Due from other schools	-	-	119	1	-
Inventories	-	-	-	-	-
Prepays	4	-	5	9	24
Other assets	4	-	50	-	8
Total Current Assets	<u>507</u>	<u>-</u>	<u>1,020</u>	<u>308</u>	<u>632</u>
Non-current assets:					
Capital assets:					
Depreciable, net	4,693	-	149	106	267
Total non-current assets	<u>4,693</u>	<u>-</u>	<u>149</u>	<u>106</u>	<u>267</u>
Total assets	<u>5,200</u>	<u>-</u>	<u>1,169</u>	<u>414</u>	<u>899</u>
Accumulated decrease in fair value of hedging derivatives	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued expenses	13	-	25	5	25
Accrued payroll, taxes and withholding	69	-	529	90	223
Due to other governmental agencies	-	-	-	-	-
Due to other schools	168	-	5	53	72
Unearned revenue	-	-	-	-	-
Matured debt and interest payable	-	-	-	-	312
Obligations under capital leases	65	-	-	-	-
Liability for compensated absences	5	-	-	-	-
Other liabilities	-	-	-	-	106
Total current liabilities	<u>320</u>	<u>-</u>	<u>559</u>	<u>148</u>	<u>738</u>
Non-current liabilities:					
Obligations under capital leases	5,563	-	-	-	-
Liability for compensated absences	2	-	-	-	-
Other liabilities	-	-	-	-	203
Total non-current liabilities	<u>5,565</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>203</u>
Total liabilities	<u>5,885</u>	<u>-</u>	<u>559</u>	<u>148</u>	<u>941</u>
NET POSITION:					
Net investment in capital assets	(935)	-	148	106	267
Restricted for:					
Capital projects	-	-	-	-	-
Scholarships	-	-	-	-	-
Unrestricted (deficit)	250	-	462	160	(309)
Total net position	<u>\$ (685)</u>	<u>\$ -</u>	<u>\$ 610</u>	<u>\$ 266</u>	<u>\$ (42)</u>

* The audited financial information was not reported to the District as of the date of publication of the CAFR.

Imagine at Weston	Imagine Middle School West	Imagine Schools Plantation Campus	International School of Broward	Kathleen C Wright Leadership Academy *	Kidz Choice Charter	Lauderhill High
\$ 653	\$ 43	\$ 386	\$ 29	\$ -	\$ 44	\$ 763
-	-	-	48	-	-	206
279	80	1	-	-	-	-
-	-	-	-	-	-	-
150	5	14	4	-	1	-
71	8	10	-	-	-	-
<u>1,153</u>	<u>136</u>	<u>411</u>	<u>81</u>	<u>-</u>	<u>45</u>	<u>969</u>
328	70	54	120	-	120	50
<u>328</u>	<u>70</u>	<u>54</u>	<u>120</u>	<u>-</u>	<u>120</u>	<u>50</u>
<u>1,481</u>	<u>206</u>	<u>465</u>	<u>201</u>	<u>-</u>	<u>165</u>	<u>1,019</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
17	9	43	65	-	-	308
583	70	180	107	-	33	-
-	-	-	-	-	-	-
33	57	-	-	-	-	-
11	-	15	-	-	-	-
224	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
71	-	-	-	-	-	-
<u>939</u>	<u>136</u>	<u>238</u>	<u>172</u>	<u>-</u>	<u>33</u>	<u>308</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
272	-	-	47	-	-	-
<u>272</u>	<u>-</u>	<u>-</u>	<u>47</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,211</u>	<u>136</u>	<u>238</u>	<u>219</u>	<u>-</u>	<u>33</u>	<u>308</u>
328	70	54	73	-	120	51
33	-	-	-	-	-	479
-	-	-	-	-	-	-
(91)	-	173	(91)	-	12	181
<u>\$ 270</u>	<u>\$ 70</u>	<u>\$ 227</u>	<u>\$ (18)</u>	<u>\$ -</u>	<u>\$ 132</u>	<u>\$ 711</u>

**COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS (in thousands)
AS OF JUNE 30, 2014**

	Mavericks High of Central Broward	Mavericks High of North Broward	Melrose High	New Generation Preparatory High *	North Broward Academy of Excellence Elem
ASSETS:					
Current assets:					
Cash, cash equivalents and investments	\$ 165	\$ 132	\$ 150	\$ -	\$ 148
Due from other governmental agencies	72	33	25	-	68
Due from other schools	-	42	-	-	183
Inventories	-	-	-	-	-
Prepays	26	141	-	-	15
Other assets	3	2	-	-	43
Total Current Assets	<u>266</u>	<u>350</u>	<u>175</u>	<u>-</u>	<u>457</u>
Non-current assets:					
Capital assets:					
Depreciable, net	218	417	122	-	6,560
Total non-current assets	<u>218</u>	<u>417</u>	<u>122</u>	<u>-</u>	<u>6,560</u>
Total assets	<u>484</u>	<u>767</u>	<u>297</u>	<u>-</u>	<u>7,017</u>
Accumulated decrease in fair value of hedging derivatives					
	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued expenses	33	49	189	-	115
Accrued payroll, taxes and withholding	48	44	-	-	295
Due to other governmental agencies	-	-	-	-	-
Due to other schools	42	-	-	-	-
Unearned revenue	-	-	-	-	-
Matured debt and interest payable	-	-	-	-	-
Obligations under capital leases	-	-	-	-	108
Liability for compensated absences	-	-	-	-	14
Other liabilities	123	123	-	-	-
Total current liabilities	<u>246</u>	<u>216</u>	<u>189</u>	<u>-</u>	<u>532</u>
Non-current liabilities:					
Obligations under capital leases	-	-	-	-	6,600
Liability for compensated absences	-	-	-	-	5
Other liabilities	-	120	-	-	-
Total non-current liabilities	<u>-</u>	<u>120</u>	<u>-</u>	<u>-</u>	<u>6,605</u>
Total liabilities	<u>246</u>	<u>336</u>	<u>189</u>	<u>-</u>	<u>7,137</u>
NET POSITION:					
Net investment in capital assets	218	417	122	-	(149)
Restricted for:					
Capital projects	-	-	-	-	-
Scholarships	-	-	-	-	-
Unrestricted (deficit)	20	14	(14)	-	29
Total net position	<u>\$ 238</u>	<u>\$ 431</u>	<u>\$ 108</u>	<u>\$ -</u>	<u>\$ (120)</u>

* The audited financial information was not reported to the District as of the date of publication of the CAFR.

North Broward Academy of Excellence Middle	North University High	Obama Academy for Boys *	Paragon Academy of Technology	Pathways Academy K-8 Center	Pivot Charter School	Red Shoe Charter School for Girls *
\$ 931	\$ 388	\$ -	\$ 194	\$ 11	\$ 76	\$ -
38	26	-	7	-	29	-
82	-	-	-	-	-	-
-	-	-	-	-	-	-
2	-	-	13	7	65	-
12	-	-	-	114	300	-
<u>1,065</u>	<u>414</u>	<u>-</u>	<u>214</u>	<u>132</u>	<u>470</u>	<u>-</u>
3,016	-	-	1	60	1,128	-
<u>3,016</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>60</u>	<u>1,128</u>	<u>-</u>
<u>4,081</u>	<u>414</u>	<u>-</u>	<u>215</u>	<u>192</u>	<u>1,598</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
28	307	-	3	88	2	-
41	-	-	46	117	30	-
-	-	-	-	-	-	-
119	-	-	-	-	352	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
51	-	-	-	-	-	-
4	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>243</u>	<u>307</u>	<u>-</u>	<u>49</u>	<u>205</u>	<u>384</u>	<u>-</u>
3,106	-	-	-	-	-	-
1	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>3,107</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,350</u>	<u>307</u>	<u>-</u>	<u>49</u>	<u>205</u>	<u>384</u>	<u>-</u>
(141)	-	-	1	60	1,128	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
872	107	-	165	(73)	86	-
<u>\$ 731</u>	<u>\$ 107</u>	<u>\$ -</u>	<u>\$ 166</u>	<u>\$ (13)</u>	<u>\$ 1,214</u>	<u>\$ -</u>

**COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS (in thousands)
AS OF JUNE 30, 2014**

	Renaissance Charter School Cooper City	Renaissance Charter School Coral Springs	Renaissance Charter School Plantation	Renaissance Charter School University	Rise Academy School of Science & Technology
ASSETS:					
Current assets:					
Cash, cash equivalents and investments	\$ 554	\$ 1,814	\$ 619	\$ 760	\$ 7
Due from other governmental agencies	81	102	68	369	-
Due from other schools	-	3	-	-	-
Inventories	-	-	-	-	-
Prepays	8	15	7	7	-
Other assets	41	27	72	44	19
Total Current Assets	<u>684</u>	<u>1,961</u>	<u>766</u>	<u>1,180</u>	<u>26</u>
Non-current assets:					
Capital assets:					
Depreciable, net	586	18,042	449	766	-
Total non-current assets	<u>586</u>	<u>18,042</u>	<u>449</u>	<u>766</u>	<u>-</u>
Total assets	<u>1,270</u>	<u>20,003</u>	<u>1,215</u>	<u>1,946</u>	<u>26</u>
Accumulated decrease in fair value of hedging derivatives					
	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued expenses	28	49	34	30	114
Accrued payroll, taxes and withholding	336	415	206	374	66
Due to other governmental agencies	-	-	-	-	-
Due to other schools	-	162	-	-	-
Unearned revenue	-	3	-	-	-
Matured debt and interest payable	-	-	-	-	-
Obligations under capital leases	-	325	-	-	-
Liability for compensated absences	14	23	14	11	-
Other liabilities	-	-	-	-	-
Total current liabilities	<u>378</u>	<u>977</u>	<u>254</u>	<u>415</u>	<u>180</u>
Non-current liabilities:					
Obligations under capital leases	-	20,730	-	-	-
Liability for compensated absences	5	8	5	4	-
Other liabilities	-	-	-	-	-
Total non-current liabilities	<u>5</u>	<u>20,738</u>	<u>5</u>	<u>4</u>	<u>-</u>
Total liabilities	<u>383</u>	<u>21,715</u>	<u>259</u>	<u>419</u>	<u>180</u>
NET POSITION:					
Net investment in capital assets	586	(3,014)	449	766	-
Restricted for:					
Capital projects	-	-	-	-	-
Scholarships	-	-	-	-	-
Unrestricted (deficit)	301	1,302	507	761	(154)
Total net position	<u>\$ 887</u>	<u>\$ (1,712)</u>	<u>\$ 956</u>	<u>\$ 1,527</u>	<u>\$ (154)</u>

** Includes Somerset Academy Neighborhood

Rise Academy School of Science & Technology 1 Tamarac	Somerset Academy Conservatory High	Somerset Academy Davie	Somerset Academy East Preparatory	Somerset Academy Elem**	Somerset Academy High	Somerset Academy Hollywood
\$ 248	\$ 1,006	\$ 957	\$ 1,218	\$ 2,350	\$ 1,561	\$ 36
-	-	-	-	-	-	36
-	-	-	139	300	23	-
-	1	27	68	368	195	8
65	-	-	-	-	-	2
<u>313</u>	<u>1,007</u>	<u>984</u>	<u>1,425</u>	<u>3,018</u>	<u>1,779</u>	<u>82</u>
-	18	40	147	1,398	3,322	106
-	18	40	147	1,398	3,322	106
<u>313</u>	<u>1,025</u>	<u>1,024</u>	<u>1,572</u>	<u>4,416</u>	<u>5,101</u>	<u>188</u>
-	-	-	-	-	11	-
-	-	-	-	-	11	-
22	-	-	-	34	37	-
81	19	35	69	458	285	6
-	-	-	-	-	-	-
-	68	-	-	-	300	-
292	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	98	-
<u>395</u>	<u>87</u>	<u>35</u>	<u>69</u>	<u>492</u>	<u>720</u>	<u>6</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	1,781	127
<u>395</u>	<u>87</u>	<u>35</u>	<u>69</u>	<u>492</u>	<u>2,501</u>	<u>133</u>
-	18	40	287	1,698	1,154	-
-	-	-	-	404	364	-
-	-	-	-	-	-	-
(82)	920	949	1,216	1,822	1,093	55
<u>\$ (82)</u>	<u>\$ 938</u>	<u>\$ 989</u>	<u>\$ 1,503</u>	<u>\$ 3,924</u>	<u>\$ 2,611</u>	<u>\$ 55</u>

COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS (in thousands)
AS OF JUNE 30, 2014

	Somerset Academy Hollywood Middle	Somerset Academy Middle	Somerset Academy Miramar	Somerset Academy Miramar High	Somerset Academy Miramar Middle
ASSETS:					
Current assets:					
Cash, cash equivalents and investments	\$ 10	\$ 866	\$ 2,903	\$ 196	\$ 971
Due from other governmental agencies	-	-	-	-	-
Due from other schools	-	45	1,419	-	-
Inventories	-	-	-	-	-
Prepays	1	265	157	33	105
Other assets	-	-	-	29	14
Total Current Assets	11	1,176	4,479	258	1,090
Non-current assets:					
Capital assets:					
Depreciable, net	13	705	439	411	188
Total non-current assets	13	705	439	411	188
Total assets	24	1,881	4,918	669	1,278
Accumulated decrease in fair value of hedging derivatives	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued expenses	-	31	-	-	-
Accrued payroll, taxes and withholding	5	182	163	49	119
Due to other governmental agencies	-	-	-	-	-
Due to other schools	13	-	-	355	-
Unearned revenue	-	-	-	-	-
Matured debt and interest payable	-	-	-	-	-
Obligations under capital leases	-	-	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	-	-	106	-
Total current liabilities	18	213	163	510	119
Non-current liabilities:					
Obligations under capital leases	-	-	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	-	-	47	-
Total non-current liabilities	-	-	-	47	-
Total liabilities	18	213	163	557	119
NET POSITION:					
Net investment in capital assets	1	705	1,858	29	188
Restricted for:					
Capital projects	-	292	-	-	-
Scholarships	-	-	-	-	-
Unrestricted (deficit)	5	671	2,897	83	971
Total net position	\$ 6	\$ 1,668	\$ 4,755	\$ 112	\$ 1,159

Somerset Academy North Lauderdale	Somerset Academy Pompano	Somerset Academy Pompano Middle	Somerset Miramar South	Somerset Pines Academy	Somerset Preparatory High Broward Campus	Somerset Preparatory Middle
\$ 1,209	\$ 105	\$ 34	\$ 452	\$ 764	\$ 273	\$ 428
-	-	7	-	-	-	-
-	-	-	-	56	-	-
-	-	-	-	-	-	-
54	13	1	1	69	72	31
49	20	-	-	-	-	-
<u>1,312</u>	<u>138</u>	<u>42</u>	<u>453</u>	<u>889</u>	<u>345</u>	<u>459</u>
557	146	25	5	365	198	231
<u>557</u>	<u>146</u>	<u>25</u>	<u>5</u>	<u>365</u>	<u>198</u>	<u>231</u>
<u>1,869</u>	<u>284</u>	<u>67</u>	<u>458</u>	<u>1,254</u>	<u>543</u>	<u>690</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
208	55	5	24	160	32	63
-	-	-	-	-	-	-
-	56	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>208</u>	<u>111</u>	<u>5</u>	<u>24</u>	<u>160</u>	<u>32</u>	<u>63</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>208</u>	<u>111</u>	<u>5</u>	<u>24</u>	<u>160</u>	<u>32</u>	<u>63</u>
607	110	25	5	421	198	231
-	-	-	6	-	-	-
-	-	-	-	-	-	-
1,054	63	37	423	673	313	396
<u>\$ 1,661</u>	<u>\$ 173</u>	<u>\$ 62</u>	<u>\$ 434</u>	<u>\$ 1,094</u>	<u>\$ 511</u>	<u>\$ 627</u>

**COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS (in thousands)
AS OF JUNE 30, 2014**

	Somerset Village Academy	Somerset Village Academy Middle	South Broward Montessori	SunEd High School	Sunshine Elementary
ASSETS:					
Current assets:					
Cash, cash equivalents and investments	\$ 862	\$ 271	\$ -	\$ 520	\$ 355
Due from other governmental agencies	-	-	32	-	-
Due from other schools	-	-	-	-	-
Inventories	-	-	21	-	-
Prepays	25	12	-	-	48
Other assets	28	-	8	414	-
Total Current Assets	<u>915</u>	<u>283</u>	<u>61</u>	<u>934</u>	<u>403</u>
Non-current assets:					
Capital assets:					
Depreciable, net	214	130	58	66	16
Total non-current assets	<u>214</u>	<u>130</u>	<u>58</u>	<u>66</u>	<u>16</u>
Total assets	<u>1,129</u>	<u>413</u>	<u>119</u>	<u>1,000</u>	<u>419</u>
Accumulated decrease in fair value of hedging derivatives	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
LIABILITIES:					
Current liabilities:					
Accounts payable and accrued expenses	-	-	12	17	7
Accrued payroll, taxes and withholding	68	28	-	-	93
Due to other governmental agencies	-	-	-	-	7
Due to other schools	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Matured debt and interest payable	-	-	-	-	-
Obligations under capital leases	-	-	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total current liabilities	<u>68</u>	<u>28</u>	<u>12</u>	<u>17</u>	<u>107</u>
Non-current liabilities:					
Obligations under capital leases	-	-	-	-	-
Liability for compensated absences	-	-	-	-	-
Other liabilities	-	-	236	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>236</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>68</u>	<u>28</u>	<u>248</u>	<u>17</u>	<u>107</u>
NET POSITION:					
Net investment in capital assets	214	130	58	66	16
Restricted for:					
Capital projects	-	-	-	-	-
Scholarships	-	-	-	-	-
Unrestricted (deficit)	847	255	(187)	917	296
Total net position	<u>\$ 1,061</u>	<u>\$ 385</u>	<u>\$ (129)</u>	<u>\$ 983</u>	<u>\$ 312</u>

* The audited financial information was not reported to the District as of the date of publication of the CAFR.

Exhibit H1 (concluded)

West Broward Academy at Excelsior	Broward Education Foundation	Total Non- Major Component Units
\$ 70	\$ 2,404	\$ 34,313
-	-	2,701
-	-	4,732
-	1,131	1,152
1	4,865	7,339
-	82	2,238
<u>71</u>	<u>8,482</u>	<u>52,475</u>
26	-	64,428
<u>26</u>	<u>-</u>	<u>64,428</u>
<u>97</u>	<u>8,482</u>	<u>116,903</u>
-	-	11
-	-	11
10	308	4,372
21	-	8,170
-	-	393
-	-	3,143
15	-	419
-	-	536
-	-	708
-	-	101
-	-	1,120
<u>46</u>	<u>308</u>	<u>18,962</u>
-	-	49,620
-	-	35
-	-	3,033
-	-	52,688
<u>46</u>	<u>308</u>	<u>71,650</u>
26	-	12,872
-	-	1,923
-	4,865	4,865
25	3,309	25,604
<u>\$ 51</u>	<u>\$ 8,174</u>	<u>\$ 45,264</u>

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Academics Solutions High School	Alpha International Academy	Atlantic Montessori Charter School	Ben Gamla Charter	Ben Gamla Charter High School
EXPENSES:					
Instructional services	\$ 503	\$ 134	\$ 483	\$ 2,235	\$ 529
Instructional support services	-	12	1	2	10
Pupil transportation services	19	14	2	-	10
Operation and maintenance of plant	115	13	45	1,338	64
School administration	236	103	323	679	288
General administration	158	37	35	239	52
Food services	-	28	22	173	26
Scholarships and programs	-	-	-	-	-
Facilities acquisition and construction	80	91	119	5	-
Depreciation - unallocated ⁽¹⁾	-	2	2	-	-
Total expenses	1,111	434	1,032	4,671	979
PROGRAM REVENUES:					
Charges for services	-	6	26	333	6
Operating grants and contributions	-	54	-	174	24
Capital grants and contributions	-	-	-	285	74
Total program revenues	-	60	26	792	104
Net program expense	(1,111)	(374)	(1,006)	(3,879)	(875)
GENERAL REVENUES:					
Grants and contributions not restricted to specific programs	-	376	-	3,780	705
Other federal sources	-	-	-	-	-
Other state sources	1,078	-	896	-	-
Other local sources	76	1	123	159	7
Unrestricted investment earnings	-	-	-	-	-
Total general revenues	1,154	377	1,019	3,939	712
Change in net position	43	3	13	60	(163)
Total net position (deficit), beginning of year	-	16	(13)	540	421
Total net position (deficit), end of year	\$ 43	\$ 19	\$ -	\$ 600	\$ 258

⁽¹⁾ This amount excludes the depreciation that is included in the direct expenses of the various programs

* The audited financial information was not reported to the District as of the date of publication of the CAFR.

Ben Gamla Charter School Hallandale	Ben Gamla North	Ben Gamla South	Broward Charter School of Science & Technology *	Broward Community Charter School	Broward Community Charter School West	Central Charter School
\$ 99	\$ 202	\$ 1,488	\$ -	\$ 354	\$ 972	\$ 4,344
-	1	-	-	12	81	239
3	-	81	-	50	146	349
15	137	504	-	69	234	1,803
36	106	562	-	100	204	806
17	34	148	-	127	242	1,366
6	15	119	-	44	425	762
-	-	-	-	-	-	-
-	-	25	-	175	497	-
-	-	-	-	-	-	-
<u>176</u>	<u>495</u>	<u>2,927</u>	<u>-</u>	<u>931</u>	<u>2,801</u>	<u>9,669</u>
1	10	102	-	89	500	186
5	6	87	-	699	2,028	849
13	35	212	-	43	122	460
<u>19</u>	<u>51</u>	<u>401</u>	<u>-</u>	<u>831</u>	<u>2,650</u>	<u>1,495</u>
<u>(157)</u>	<u>(444)</u>	<u>(2,526)</u>	<u>-</u>	<u>(100)</u>	<u>(151)</u>	<u>(8,174)</u>
164	441	2,502	-	-	-	6,815
-	-	-	-	28	100	-
-	-	-	-	2	-	-
-	-	41	-	2	49	9
-	-	-	-	-	-	-
<u>164</u>	<u>441</u>	<u>2,543</u>	<u>-</u>	<u>32</u>	<u>149</u>	<u>6,824</u>
7	(3)	17	-	(68)	(2)	(1,350)
7	79	469	-	1	2	2,612
<u>\$ 14</u>	<u>\$ 76</u>	<u>\$ 486</u>	<u>\$ -</u>	<u>\$ (67)</u>	<u>\$ -</u>	<u>\$ 1,262</u>

COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Champion Academy of Distinction Davie	Champion Academy of Distinction Hollywood	Charter School of Excellence	Charter School of Excellence Davie	Charter School of Excellence Davie 2
EXPENSES:					
Instructional services	\$ 1,103	\$ 1,819	\$ 1,051	\$ 474	\$ 434
Instructional support services	-	-	20	11	12
Pupil transportation services	55	123	95	46	44
Operation and maintenance of plant	598	934	261	57	57
School administration	647	1,195	267	188	70
General administration	393	107	456	286	290
Food services	149	254	115	51	50
Scholarships and programs	-	-	-	-	-
Facilities acquisition and construction	14	29	132	69	58
Depreciation - unallocated (1)	150	27	-	-	-
Total expenses	3,109	4,488	2,397	1,182	1,015
PROGRAM REVENUES:					
Charges for services	5	11	91	55	28
Operating grants and contributions	308	121	104	39	39
Capital grants and contributions	124	-	113	55	57
Total program revenues	437	132	308	149	124
Net program expense	(2,672)	(4,356)	(2,089)	(1,033)	(891)
GENERAL REVENUES:					
Grants and contributions not restricted to specific programs	-	-	-	-	-
Other federal sources	-	-	-	-	-
Other state sources	2,000	3,891	-	862	900
Other local sources	546	559	1,880	66	56
Unrestricted investment earnings	-	-	1	-	-
Total general revenues	2,546	4,450	1,881	928	956
Change in net position	(126)	94	(208)	(105)	65
Total net position (deficit), beginning of year	199	(8)	609	221	60
Total net position (deficit), end of year	\$ 73	\$ 86	\$ 401	\$ 116	\$ 125

(1) This amount excludes the depreciation that is included in the direct expenses of the various programs

Charter School of Excellence Ft Laud	Charter School of Excellence Riverland	Charter School of Excellence Riverland 2	Charter School of Excellence Tamarac 1	Charter School of Excellence Tamarac 2	Discovery Middle Charter	Dolphin Park High
\$ 85	\$ 185	\$ 501	\$ 671	\$ 694	\$ 465	\$ 665
2	3	15	16	15	20	269
-	11	73	88	90	72	131
17	33	83	93	106	111	348
18	13	106	256	183	122	1,387
57	85	255	489	466	194	41
4	10	77	92	94	63	-
-	-	-	-	-	-	-
12	23	94	219	202	248	70
-	-	-	-	-	-	-
195	363	1,204	1,924	1,850	1,295	2,911
2	9	5	60	67	75	-
-	6	86	94	91	1,009	-
12	14	55	102	95	75	-
14	29	146	256	253	1,159	-
(181)	(334)	(1,058)	(1,668)	(1,597)	(136)	(2,911)
-	-	-	-	-	-	3,130
-	-	-	-	-	111	-
189	253	888	1,607	1,508	-	-
12	20	55	120	101	4	2
-	-	-	-	-	-	-
201	273	943	1,727	1,609	115	3,132
20	(61)	(115)	59	12	(21)	221
74	68	70	108	191	184	159
\$ 94	\$ 7	\$ (45)	\$ 167	\$ 203	\$ 163	\$ 380

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Eagles' Nest Elementary	Eagles' Nest Middle	Everest Charter School	Excelsior Charter of Broward	Flagler High
EXPENSES:					
Instructional services	\$ 343	\$ 263	\$ 195	\$ 790	\$ 498
Instructional support services	100	44	3	5	226
Pupil transportation services	55	39	-	-	87
Operation and maintenance of plant	83	33	43	76	310
School administration	237	43	16	130	618
General administration	76	45	42	263	37
Food services	20	10	11	64	-
Scholarships and programs	-	-	-	-	-
Facilities acquisition and construction	113	55	49	229	124
Depreciation - unallocated (1)	-	-	6	16	-
Total expenses	1,027	532	365	1,573	1,900
PROGRAM REVENUES:					
Charges for services	31	7	7	16	-
Operating grants and contributions	843	354	68	1	-
Capital grants and contributions	55	28	-	87	-
Total program revenues	929	389	75	104	-
Net program expense	(98)	(143)	(290)	(1,469)	(1,900)
GENERAL REVENUES:					
Grants and contributions not restricted to specific programs	-	-	8	-	1,473
Other federal sources	70	93	-	-	175
Other state sources	13	-	222	1,369	-
Other local sources	7	12	54	51	362
Unrestricted investment earnings	-	-	-	-	-
Total general revenues	90	105	284	1,420	2,010
Change in net position	(8)	(38)	(6)	(49)	110
Total net position (deficit), beginning of year	96	63	8	126	-
Total net position (deficit), end of year	\$ 88	\$ 25	\$ 2	\$ 77	\$ 110

(1) This amount excludes the depreciation that is included in the direct expenses of the various programs

Florida Virtual Academy	Franklin Academy A	Franklin Academy B	Franklin Academy E	Franklin Academy F	Henry McNeal Turner Learning Academy	Hollywood Academy of Arts & Science Elem
\$ 125	\$ 3,953	\$ 455	\$ 2,607	\$ 1,338	\$ 305	\$ 3,356
346	329	-	203	-	10	244
-	330	-	146	75	43	-
16	1,932	245	886	423	47	995
2	786	102	528	217	136	553
40	833	151	536	416	92	2,286
-	255	34	205	90	40	258
-	-	-	-	-	-	-
-	-	-	-	-	52	-
-	169	-	161	-	-	-
<u>529</u>	<u>8,587</u>	<u>987</u>	<u>5,272</u>	<u>2,559</u>	<u>725</u>	<u>7,692</u>
-	606	18	324	36	-	458
19	159	21	74	54	652	234
-	495	73	-	-	42	413
<u>19</u>	<u>1,260</u>	<u>112</u>	<u>398</u>	<u>90</u>	<u>694</u>	<u>1,105</u>
<u>(510)</u>	<u>(7,327)</u>	<u>(875)</u>	<u>(4,874)</u>	<u>(2,469)</u>	<u>(31)</u>	<u>(6,587)</u>
-	7,615	929	5,787	2,555	-	6,571
-	-	-	-	-	29	-
510	-	-	-	-	-	-
-	-	-	122	-	19	-
-	-	-	-	-	-	-
<u>510</u>	<u>7,615</u>	<u>929</u>	<u>5,909</u>	<u>2,555</u>	<u>48</u>	<u>6,571</u>
-	288	54	1,035	86	17	(16)
-	929	(183)	-	-	(16)	(637)
<u>\$ -</u>	<u>\$ 1,217</u>	<u>\$ (129)</u>	<u>\$ 1,035</u>	<u>\$ 86</u>	<u>\$ 1</u>	<u>\$ (653)</u>

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Hollywood Academy of Arts & Science Middle	iGeneration Empowerment Academy *	Imagine at Broward	Imagine at Broward Middle	Imagine at North Lauderdale Elem
EXPENSES:					
Instructional services	\$ 1,289	\$ -	\$ 2,322	\$ 659	\$ 1,832
Instructional support services	116	-	140	29	386
Pupil transportation services	-	-	-	-	88
Operation and maintenance of plant	437	-	1,530	425	819
School administration	192	-	1,093	263	855
General administration	895	-	18	3	62
Food services	100	-	292	71	275
Scholarships and programs	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-
Depreciation - unallocated (1)	-	-	-	-	-
Total expenses	<u>3,029</u>	<u>-</u>	<u>5,395</u>	<u>1,450</u>	<u>4,317</u>
PROGRAM REVENUES:					
Charges for services	34	-	486	67	51
Operating grants and contributions	147	-	548	149	1,089
Capital grants and contributions	206	-	-	-	136
Total program revenues	<u>387</u>	<u>-</u>	<u>1,034</u>	<u>216</u>	<u>1,276</u>
Net program expense	<u>(2,642)</u>	<u>-</u>	<u>(4,361)</u>	<u>(1,234)</u>	<u>(3,041)</u>
GENERAL REVENUES:					
Grants and contributions not restricted to specific programs	2,492	-	-	-	178
Other federal sources	-	-	25	-	-
Other state sources	-	-	4,232	1,167	3,028
Other local sources	7	-	171	79	66
Unrestricted investment earnings	-	-	-	-	-
Total general revenues	<u>2,499</u>	<u>-</u>	<u>4,428</u>	<u>1,246</u>	<u>3,272</u>
Change in net position	<u>(143)</u>	<u>-</u>	<u>67</u>	<u>12</u>	<u>231</u>
Total net position (deficit), beginning of year	<u>(542)</u>	<u>-</u>	<u>543</u>	<u>254</u>	<u>(273)</u>
Total net position (deficit), end of year	<u>\$ (685)</u>	<u>\$ -</u>	<u>\$ 610</u>	<u>\$ 266</u>	<u>\$ (42)</u>

(1) This amount excludes the depreciation that is included in the direct expenses of the various programs

* The audited financial information was not reported to the District as of the date of publication of the CAFR.

Imagine at Weston	Imagine Middle School West	Imagine Schools Plantation Campus	International School of Broward	Kathleen C Wright Leadership Academy *	Kidz Choice Charter	Lauderhill High
\$ 3,083	\$ 468	\$ 1,004	\$ 888	\$ -	\$ 237	\$ 698
147	29	96	38	-	6	215
148	13	-	3	-	-	125
2,023	335	307	42	-	26	270
1,060	204	556	232	-	215	1,555
55	11	21	367	-	71	48
187	16	5	75	-	4	-
-	-	-	-	-	-	-
-	-	-	194	-	89	140
-	-	-	31	-	8	-
<u>6,703</u>	<u>1,076</u>	<u>1,989</u>	<u>1,870</u>	<u>-</u>	<u>656</u>	<u>3,051</u>
848	61	157	154	-	3	-
457	61	4	35	-	-	-
-	2	-	163	-	38	-
<u>1,305</u>	<u>124</u>	<u>161</u>	<u>352</u>	<u>-</u>	<u>41</u>	<u>-</u>
<u>(5,398)</u>	<u>(952)</u>	<u>(1,828)</u>	<u>(1,518)</u>	<u>-</u>	<u>(615)</u>	<u>(3,051)</u>
-	30	-	1,667	-	-	3,412
267	-	-	-	-	-	-
5,224	856	1,844	-	-	612	-
-	58	138	24	-	8	-
-	-	-	-	-	-	-
<u>5,491</u>	<u>944</u>	<u>1,982</u>	<u>1,691</u>	<u>-</u>	<u>620</u>	<u>3,412</u>
93	(8)	154	173	-	5	361
177	78	73	(191)	-	127	350
<u>\$ 270</u>	<u>\$ 70</u>	<u>\$ 227</u>	<u>\$ (18)</u>	<u>\$ -</u>	<u>\$ 132</u>	<u>\$ 711</u>

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Mavericks High of Central Broward	Mavericks High of North Broward	Melrose High	New Generation Preparatory High *	North Broward Academy of Excellence Elem
EXPENSES:					
Instructional services	\$ 876	\$ 946	\$ 449	\$ -	\$ 2,720
Instructional support services	81	122	176	-	218
Pupil transportation services	129	117	46	-	-
Operation and maintenance of plant	906	892	288	-	1,043
School administration	-	-	545	-	397
General administration	417	700	30	-	1,128
Food services	-	-	-	-	280
Scholarships and programs	-	-	-	-	-
Facilities acquisition and construction	-	-	112	-	-
Depreciation - unallocated (1)	-	-	-	-	-
Total expenses	<u>2,409</u>	<u>2,777</u>	<u>1,646</u>	<u>-</u>	<u>5,786</u>
PROGRAM REVENUES:					
Charges for services	-	-	-	-	273
Operating grants and contributions	33	76	-	-	401
Capital grants and contributions	239	256	-	-	282
Total program revenues	<u>272</u>	<u>332</u>	<u>-</u>	<u>-</u>	<u>956</u>
Net program expense	<u>(2,137)</u>	<u>(2,445)</u>	<u>(1,646)</u>	<u>-</u>	<u>(4,830)</u>
GENERAL REVENUES:					
Grants and contributions not restricted to specific programs	2,308	2,464	1,579	-	4,389
Other federal sources	-	-	175	-	-
Other state sources	-	-	-	-	-
Other local sources	-	4	-	-	20
Unrestricted investment earnings	-	-	-	-	-
Total general revenues	<u>2,308</u>	<u>2,468</u>	<u>1,754</u>	<u>-</u>	<u>4,409</u>
Change in net position	171	23	108	-	(421)
Total net position (deficit), beginning of year	67	408	-	-	301
Total net position (deficit), end of year	<u>\$ 238</u>	<u>\$ 431</u>	<u>\$ 108</u>	<u>\$ -</u>	<u>\$ (120)</u>

(1) This amount excludes the depreciation that is included in the direct expenses of the various programs

* The audited financial information was not reported to the District as of the date of publication of the CAFR.

North Broward Academy of Excellence Middle	North University High	Obama Academy for Boys *	Paragon Academy of Technology	Pathways Academy K-8 Center	Pivot Charter School	Red Shoe Charter School for Girls *
\$ 830	\$ 651	\$ -	\$ 437	\$ 744	\$ 551	\$ -
90	256	-	45	30	-	-
-	163	-	67	115	95	-
505	449	-	59	390	60	-
136	1,047	-	66	429	257	-
443	45	-	61	74	471	-
107	-	-	85	223	-	-
-	-	-	-	-	-	-
-	2	-	126	-	231	-
-	-	-	-	-	166	-
<u>2,111</u>	<u>2,613</u>	<u>-</u>	<u>946</u>	<u>2,005</u>	<u>1,831</u>	<u>-</u>
-	-	-	3	-	-	-
227	-	-	168	268	-	-
165	-	-	63	-	113	-
<u>392</u>	<u>-</u>	<u>-</u>	<u>234</u>	<u>268</u>	<u>113</u>	<u>-</u>
<u>(1,719)</u>	<u>(2,613)</u>	<u>-</u>	<u>(712)</u>	<u>(1,737)</u>	<u>(1,718)</u>	<u>-</u>
1,977	2,642	-	-	-	1,183	-
-	-	-	-	-	-	-
-	-	-	798	1,707	-	-
8	3	-	10	16	1,749	-
-	-	-	-	-	-	-
<u>1,985</u>	<u>2,645</u>	<u>-</u>	<u>808</u>	<u>1,723</u>	<u>2,932</u>	<u>-</u>
266	32	-	96	(14)	1,214	-
465	75	-	70	1	-	-
<u>\$ 731</u>	<u>\$ 107</u>	<u>\$ -</u>	<u>\$ 166</u>	<u>\$ (13)</u>	<u>\$ 1,214</u>	<u>\$ -</u>

COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Renaissance Charter School Cooper City	Renaissance Charter School Coral Springs	Renaissance Charter School Plantation	Renaissance Charter School University	Rise Academy School of Science & Technology
EXPENSES:					
Instructional services	\$ 3,750	\$ 4,554	\$ 2,897	\$ 4,062	\$ 1,045
Instructional support services	401	324	212	200	58
Pupil transportation services	107	-	155	69	126
Operation and maintenance of plant	1,686	1,570	1,703	1,932	106
School administration	673	778	533	631	279
General administration	1,172	2,823	525	1,215	236
Food services	283	359	373	353	92
Scholarships and programs	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	364
Depreciation - unallocated (1)	-	-	-	-	-
Total expenses	8,072	10,408	6,398	8,462	2,306
PROGRAM REVENUES:					
Charges for services	410	481	267	360	14
Operating grants and contributions	190	357	435	586	2,000
Capital grants and contributions	465	599	382	515	-
Total program revenues	1,065	1,437	1,084	1,461	2,014
Net program expense	(7,007)	(8,971)	(5,314)	(7,001)	(292)
GENERAL REVENUES:					
Grants and contributions not restricted to specific programs	6,963	8,851	5,522	7,616	-
Other federal sources	-	-	-	-	182
Other state sources	-	-	-	-	-
Other local sources	15	43	40	15	25
Unrestricted investment earnings	-	-	-	-	-
Total general revenues	6,978	8,894	5,562	7,631	207
Change in net position	(29)	(77)	248	630	(85)
Total net position (deficit), beginning of year	916	(1,635)	708	897	(69)
Total net position (deficit), end of year	\$ 887	\$ (1,712)	\$ 956	\$ 1,527	\$ (154)

(1) This amount excludes the depreciation that is included in the direct expenses of the various programs

** Includes Somerset Academy Neighborhood

Rise Academy School of Science & Technology 1	Somerset Academy Conservatory High	Somerset Academy Davie	Somerset Academy East Preparatory	Somerset Academy Elem**	Somerset Academy High	Somerset Academy Hollywood
\$ 935	\$ 325	\$ 443	\$ 917	\$ 5,413	\$ 3,592	\$ 312
11	3	1	4	18	36	3
71	9	-	-	84	77	-
102	169	244	438	2,702	1,692	188
413	60	230	408	1,965	839	93
341	60	74	169	627	601	58
276	20	54	165	307	172	63
-	-	-	-	-	-	-
288	-	-	1	84	133	-
-	-	-	-	-	-	-
<u>2,437</u>	<u>646</u>	<u>1,046</u>	<u>2,102</u>	<u>11,200</u>	<u>7,142</u>	<u>717</u>
353	10	66	86	1,337	223	44
1,712	21	48	188	414	157	127
11	77	60	132	750	731	35
<u>2,076</u>	<u>108</u>	<u>174</u>	<u>406</u>	<u>2,501</u>	<u>1,111</u>	<u>206</u>
<u>(361)</u>	<u>(538)</u>	<u>(872)</u>	<u>(1,696)</u>	<u>(8,699)</u>	<u>(6,031)</u>	<u>(511)</u>
-	753	973	1,925	9,339	6,169	562
63	-	-	-	-	-	-
-	-	-	-	-	-	-
57	2	54	61	130	-	4
-	-	-	-	-	-	-
<u>120</u>	<u>755</u>	<u>1,027</u>	<u>1,986</u>	<u>9,469</u>	<u>6,169</u>	<u>566</u>
<u>(241)</u>	<u>217</u>	<u>155</u>	<u>290</u>	<u>770</u>	<u>138</u>	<u>55</u>
<u>159</u>	<u>721</u>	<u>834</u>	<u>1,213</u>	<u>3,154</u>	<u>2,473</u>	<u>-</u>
<u>\$ (82)</u>	<u>\$ 938</u>	<u>\$ 989</u>	<u>\$ 1,503</u>	<u>\$ 3,924</u>	<u>\$ 2,611</u>	<u>\$ 55</u>

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Somerset Academy Hollywood Middle	Somerset Academy Middle	Somerset Academy Miramar	Somerset Academy Miramar High	Somerset Academy Miramar Middle
EXPENSES:					
Instructional services	\$ 50	\$ 2,342	\$ 2,283	\$ 794	\$ 1,362
Instructional support services	-	26	9	7	4
Pupil transportation services	-	65	-	11	-
Operation and maintenance of plant	31	1,976	1,328	352	857
School administration	8	741	812	514	276
General administration	8	382	302	131	201
Food services	-	145	172	71	115
Scholarships and programs	-	-	-	-	-
Facilities acquisition and construction	-	69	76	-	34
Depreciation - unallocated (1)	-	-	-	-	-
Total expenses	<u>97</u>	<u>5,746</u>	<u>4,982</u>	<u>1,880</u>	<u>2,849</u>
PROGRAM REVENUES:					
Charges for services	-	58	620	244	35
Operating grants and contributions	3	138	328	90	254
Capital grants and contributions	8	481	329	154	234
Total program revenues	<u>11</u>	<u>677</u>	<u>1,277</u>	<u>488</u>	<u>523</u>
Net program expense	<u>(86)</u>	<u>(5,069)</u>	<u>(3,705)</u>	<u>(1,392)</u>	<u>(2,326)</u>
GENERAL REVENUES:					
Grants and contributions not restricted to specific programs	92	5,155	4,378	1,427	2,611
Other federal sources	-	-	-	-	-
Other state sources	-	-	-	-	-
Other local sources	-	-	41	21	-
Unrestricted investment earnings	-	-	-	-	-
Total general revenues	<u>92</u>	<u>5,155</u>	<u>4,419</u>	<u>1,448</u>	<u>2,611</u>
Change in net position	<u>6</u>	<u>86</u>	<u>714</u>	<u>56</u>	<u>285</u>
Total net position (deficit), beginning of year	<u>-</u>	<u>1,582</u>	<u>4,041</u>	<u>56</u>	<u>874</u>
Total net position (deficit), end of year	<u>\$ 6</u>	<u>\$ 1,668</u>	<u>\$ 4,755</u>	<u>\$ 112</u>	<u>\$ 1,159</u>

(1) This amount excludes the depreciation that is included in the direct expenses of the various programs

Somerset Academy North Lauderdale	Somerset Academy Pompano	Somerset Academy Pompano Middle	Somerset Miramar South	Somerset Pines Academy	Somerset Preparatory High Broward Campus	Somerset Preparatory Middle
\$ 3,081	\$ 595	\$ 56	\$ 222	\$ 1,750	\$ 571	\$ 1,006
5	2	1	-	1	1	9
-	-	-	-	-	-	15
1,133	278	33	52	763	262	463
767	219	11	44	514	209	364
353	85	9	40	226	90	153
397	92	13	20	143	98	96
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>5,736</u>	<u>1,271</u>	<u>123</u>	<u>378</u>	<u>3,397</u>	<u>1,231</u>	<u>2,106</u>
17	121	1	6	121	3	18
610	70	42	31	218	103	173
509	67	11	32	277	119	184
<u>1,136</u>	<u>258</u>	<u>54</u>	<u>69</u>	<u>616</u>	<u>225</u>	<u>375</u>
<u>(4,600)</u>	<u>(1,013)</u>	<u>(69)</u>	<u>(309)</u>	<u>(2,781)</u>	<u>(1,006)</u>	<u>(1,731)</u>
4,943	1,081	131	532	2,965	1,112	1,947
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	2	-	-	8	-	1
-	-	-	-	-	-	-
<u>4,943</u>	<u>1,083</u>	<u>131</u>	<u>532</u>	<u>2,973</u>	<u>1,112</u>	<u>1,948</u>
343	70	62	223	192	106	217
1,318	103	-	211	902	405	410
<u>\$ 1,661</u>	<u>\$ 173</u>	<u>\$ 62</u>	<u>\$ 434</u>	<u>\$ 1,094</u>	<u>\$ 511</u>	<u>\$ 627</u>

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS (in thousands)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Somerset Village Academy	Somerset Village Academy Middle	South Broward Montessori	SunEd High School	Sunshine Elementary
EXPENSES:					
Instructional services	\$ 1,174	\$ 674	\$ 218	\$ 628	\$ 945
Instructional support services	2	-	-	77	123
Pupil transportation services	-	-	2	113	66
Operation and maintenance of plant	530	228	30	436	174
School administration	448	109	-	725	145
General administration	142	66	180	74	163
Food services	164	72	-	-	157
Scholarships and programs	-	-	-	-	-
Facilities acquisition and construction	4	-	83	-	237
Depreciation - unallocated (1)	-	-	9	-	-
Total expenses	<u>2,464</u>	<u>1,149</u>	<u>522</u>	<u>2,053</u>	<u>2,010</u>
PROGRAM REVENUES:					
Charges for services	54	2	17	-	5
Operating grants and contributions	249	143	29	-	216
Capital grants and contributions	133	62	-	-	109
Total program revenues	<u>436</u>	<u>207</u>	<u>46</u>	<u>-</u>	<u>330</u>
Net program expense	<u>(2,028)</u>	<u>(942)</u>	<u>(476)</u>	<u>(2,053)</u>	<u>(1,680)</u>
GENERAL REVENUES:					
Grants and contributions not restricted to specific programs	1,939	783	366	-	-
Other federal sources	-	-	-	-	-
Other state sources	-	-	-	2,611	1,749
Other local sources	7	130	-	-	67
Unrestricted investment earnings	-	-	-	-	-
Total general revenues	<u>1,946</u>	<u>913</u>	<u>366</u>	<u>2,611</u>	<u>1,816</u>
Change in net position	<u>(82)</u>	<u>(29)</u>	<u>(110)</u>	<u>558</u>	<u>136</u>
Total net position (deficit), beginning of year	<u>1,143</u>	<u>414</u>	<u>(19)</u>	<u>425</u>	<u>176</u>
Total net position (deficit), end of year	<u>\$ 1,061</u>	<u>\$ 385</u>	<u>\$ (129)</u>	<u>\$ 983</u>	<u>\$ 312</u>

(1) This amount excludes the depreciation that is included in the direct expenses of the various programs

* The audited financial information was not reported to the District as of the date of publication of the CAFR.

Exhibit H2 (concluded)

West Broward Academy at Excelsior	Broward Education Foundation	Total Non- Major Component Units
\$ 221	\$ -	\$ 100,619
3	-	6,012
-	-	4,356
24	-	44,412
68	-	33,241
59	231	26,107
8	-	9,566
-	2,493	2,493
30	-	5,081
2	-	749
<u>415</u>	<u>2,724</u>	<u>232,636</u>
-	63	10,343
40	2,576	23,513
-	-	11,268
<u>40</u>	<u>2,639</u>	<u>45,124</u>
<u>(375)</u>	<u>(85)</u>	<u>(187,512)</u>
417	-	145,724
-	-	1,318
-	-	40,016
-	-	7,599
-	331	332
<u>417</u>	<u>331</u>	<u>194,989</u>
42	246	7,477
9	7,928	37,787
<u>\$ 51</u>	<u>\$ 8,174</u>	<u>\$ 45,264</u>

Broward County Public Schools



***Educating Today's Students
To Succeed In Tomorrow's World***



Broward County Public Schools

**Statistical
Section**

Broward County Public Schools



***Educating Today's Students
To Succeed In Tomorrow's World***

Statistical Tables

This section of the School Board of Broward County's Comprehensive Annual Financial Report (CAFR) is the chief source of information regarding the School Board's economic condition. It presents detailed information for understanding what the information in the financial statements, note disclosures and required supplemental information says about the School Board's overall financial position. All of the information presented in the statistical section is organized around five specific objectives.

Financial Trends (Table 1 – 4)

These schedules contain trend information to assist the reader in understanding how the School Board's financial position has changed over time.

Revenue Capacity (Table 5 – 10)

These schedules contain information to assist the reader in understanding and assessing the School Board's major revenue sources.

Debt Capacity (Table 11 – 15)

These schedules present information to assist the reader in understanding the School Board's current levels of outstanding debt and its ability to issue additional debt in the future.

Demographic & Economic Information (Table 16 - 19)

These schedules offer demographic and economic indicators to assist the reader in understanding the environment in which the School Board's financial activities take place.

Operating Information (Table 20 – 23)

These schedules contain service and infrastructure data to assist the reader in understanding how the information in the School Board's financial report relates to the service the School Board provides and the activities it performs.

TABLE 1 - NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS (accrual basis of accounting)
 (dollars in thousands)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
PRIMARY GOVERNMENT:										
NET POSITION:										
Invested in capital assets reported	\$ 1,292,131	\$ 1,375,410	\$ 1,429,092	\$ 1,467,281	\$ 1,528,246	\$ 1,469,885	\$ 1,459,470	\$ 1,354,057	\$ 1,304,750	\$ 1,280,610
Restricted for:										
State required carryover programs	8,817	9,613	18,179	12,934	2,882	5,104	4,660	6,521	2,787	1,292
Debt service	25,919	25,837	30,433	23,605	13,324	12,318	15,310	11,763	9,353	4,080
Capital projects	336,947	316,111	324,154	359,238	263,636	207,636	126,574	128,358	137,110	131,394
Special revenue	15,053	4,748	2,576	1,380	2,611	11,354	19,626	30,275	38,570	43,378
Unrestricted (deficits)	(5,896)	(11,752)	(54,951)	(40,486)	(90,842)	(108,596)	(76,872)	(145,677)	(148,466)	(143,647)
Total net position	<u>\$ 1,672,971</u>	<u>\$ 1,719,967</u>	<u>\$ 1,749,483</u>	<u>\$ 1,823,952</u>	<u>\$ 1,719,857</u>	<u>\$ 1,597,701</u>	<u>\$ 1,548,768</u>	<u>\$ 1,385,297</u>	<u>\$ 1,344,104</u>	<u>\$ 1,317,107</u>

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

(UNAUDITED)

TABLE 2 - CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (accrual basis of accounting)
(dollars in thousands)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
PRIMARY GOVERNMENT:										
PROGRAM EXPENSES:										
Instructional services	\$ 1,304,527	\$ 1,391,571	\$ 1,458,996	\$ 1,535,029	\$ 1,570,848	\$ 1,500,822	\$ 1,544,961	\$ 1,374,058	\$ 1,436,331	\$ 1,524,589
Instructional support services	228,344	251,724	262,062	269,177	274,977	254,985	236,635	219,525	211,569	223,511
Pupil transportation services	81,628	83,456	85,097	92,070	91,121	102,714	93,605	87,777	88,793	85,853
Operation and maintenance of plant	222,763	233,472	249,784	256,039	256,559	250,936	247,447	229,195	231,624	229,247
School administration	119,513	121,995	130,786	134,685	136,038	133,619	134,051	122,644	126,801	131,084
General administration	87,172	89,612	120,302	111,333	100,440	102,111	92,854	79,246	73,474	75,592
Food services	89,662	90,871	89,644	94,192	93,785	90,025	93,200	90,191	96,243	98,713
Interest expense	88,443	85,380	115,679	151,433	97,615	60,652	24,517	32,646	32,894	44,541
Facilities acquisition and construction	54,952	64,849	90,227	89,550	71,259	102,028	102,841	128,897	76,437	70,231
Total expenses	<u>2,277,004</u>	<u>2,412,930</u>	<u>2,602,577</u>	<u>2,733,508</u>	<u>2,692,642</u>	<u>2,597,892</u>	<u>2,570,111</u>	<u>2,364,179</u>	<u>2,374,166</u>	<u>2,483,361</u>
PROGRAM REVENUES:										
Charges for services										
Instructional services	18,220	18,822	20,103	20,470	20,576	21,038	21,169	23,201	24,833	27,282
Pupil transportation services	848	838	1,134	1,054	1,338	1,375	1,114	1,140	1,291	1,138
Food services	24,551	24,563	29,662	29,460	27,894	24,794	23,025	21,479	20,773	19,578
Total charges for services	<u>43,619</u>	<u>44,223</u>	<u>50,899</u>	<u>50,984</u>	<u>49,808</u>	<u>47,207</u>	<u>45,308</u>	<u>45,820</u>	<u>46,897</u>	<u>47,998</u>
Operating grants and contributions	85,086	81,455	85,858	90,974	93,765	67,242	73,666	74,915	79,369	84,318
Capital grants and contributions	20,546	47,959	31,620	128,579	47,632	32,883	27,270	28,657	21,687	27,518
Total program revenues	<u>149,251</u>	<u>173,637</u>	<u>168,377</u>	<u>270,537</u>	<u>191,205</u>	<u>147,332</u>	<u>146,244</u>	<u>149,392</u>	<u>147,953</u>	<u>159,834</u>
Total net program (expense) revenue	<u>\$(2,127,753)</u>	<u>\$(2,239,293)</u>	<u>\$(2,434,200)</u>	<u>\$(2,462,971)</u>	<u>\$(2,501,437)</u>	<u>\$(2,450,560)</u>	<u>\$(2,423,867)</u>	<u>\$(2,214,787)</u>	<u>\$(2,226,213)</u>	<u>\$(2,323,527)</u>
GENERAL REVENUES:										
Ad valorem taxes levied for:										
General purposes	\$ 663,239	\$ 743,610	\$ 864,254	\$ 926,121	\$ 961,492	\$ 906,798	\$ 831,155	\$ 757,984	\$ 778,692	\$ 814,054
Debt service	28,187	28,189	28,867	28,980	210	51	51	21	15	22
Capital outlays	215,966	254,586	304,126	338,057	297,268	229,963	200,622	192,258	196,120	204,254
Grants and contributions not restricted to specific programs:										
Florida education finance program	700,184	660,356	606,419	544,725	417,274	438,467	548,797	505,357	553,397	626,111
Other federal sources	181,255	202,916	171,201	193,891	183,247	348,546	381,178	205,162	195,655	192,642
Other state sources	259,990	313,298	377,712	422,331	407,314	367,078	374,624	372,518	386,985	388,984
Other local sources	34,008	43,123	40,210	28,290	93,412	28,913	34,035	13,002	71,410	68,145
Unrestricted investment earnings	26,250	40,211	70,927	55,045	37,125	8,588	4,472	5,014	2,746	2,518
Total general revenues	<u>2,109,079</u>	<u>2,286,289</u>	<u>2,463,716</u>	<u>2,537,440</u>	<u>2,397,342</u>	<u>2,328,404</u>	<u>2,374,934</u>	<u>2,051,316</u>	<u>2,185,020</u>	<u>2,296,730</u>
Change in net position	<u>\$(18,674)</u>	<u>\$ 46,996</u>	<u>\$ 29,516</u>	<u>\$ 74,469</u>	<u>\$(104,095)</u>	<u>\$(122,156)</u>	<u>\$(48,933)</u>	<u>\$(163,471)</u>	<u>\$(41,193)</u>	<u>\$(26,797)</u>

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

(UNAUDITED)

**TABLE 3 - FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (modified accrual basis of accounting)
(dollars in thousands)**

	<u>2005 *</u>	<u>2006 *</u>	<u>2007 *</u>	<u>2008 *</u>
GENERAL FUND:				
Nonspendable	\$ 12,183	\$ 10,657	\$ 14,895	\$ 18,392
Restricted	8,817	9,613	18,179	12,934
Committed	2,103	2,103	2,103	2,103
Assigned	15,120	4,024	7,478	14,119
Unassigned	81,165	90,419	56,213	68,351
Total General Fund	<u>\$ 119,388</u>	<u>\$ 116,816</u>	<u>\$ 98,868</u>	<u>\$ 115,899</u>
Total Change in General Fund Balance	<u>\$ (25,347)</u>	<u>\$ (2,572)</u>	<u>\$ (17,948)</u>	<u>\$ 17,031</u>
ALL OTHER GOVERNMENTAL FUNDS:⁽¹⁾				
Nonspendable	\$ 2,951	\$ 3,428	\$ 2,661	\$ 2,139
Restricted	860,529	913,480	906,141	964,778
Committed	-	-	-	-
Assigned	1,677	1,387	1,844	1,981
Unassigned	-	-	-	-
Total All Other Governmental Funds	<u>\$ 865,157</u>	<u>\$ 918,295</u>	<u>\$ 910,646</u>	<u>\$ 968,898</u>
Total Change in Other Gov Funds Balance	<u>\$ 7,773</u>	<u>\$ 53,138</u>	<u>\$ (7,649)</u>	<u>\$ 58,252</u>

(1) Includes Special Revenue, Debt Service and Capital Projects Funds.

* The District implemented GASB 54 for the fiscal year ended June 30, 2011.
The fund balances from the prior fiscal years were restated for comparison purposes.

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

Table 3 (concluded)

<u>2009 *</u>	<u>2010 *</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 19,401	\$ 11,105	\$ 10,571	\$ 10,015	\$ 9,775	\$ 8,128
2,882	5,104	4,660	6,521	2,787	1,292
2,103	2,103	2,103	1,690	1,020	55,019
2,365	2,510	25,497	9,274	10,117	30,177
58,206	48,628	57,000	49,646	59,179	50,164
<u>\$ 84,957</u>	<u>\$ 69,450</u>	<u>\$ 99,831</u>	<u>\$ 77,146</u>	<u>\$ 82,878</u>	<u>\$ 144,780</u>
<u>\$ (30,942)</u>	<u>\$ (15,507)</u>	<u>\$ 30,381</u>	<u>\$ (22,685)</u>	<u>\$ 5,732</u>	<u>\$ 61,902</u>
\$ 1,699	\$ 1,677	\$ 1,968	\$ 2,010	\$ 2,221	\$ 2,375
721,383	510,346	439,693	369,817	313,001	270,579
-	-	-	-	-	-
1,982	1,950	4,011	2,513	2,701	2,894
-	-	-	-	-	(5,229)
<u>\$ 725,064</u>	<u>\$ 513,973</u>	<u>\$ 445,672</u>	<u>\$ 374,340</u>	<u>\$ 317,923</u>	<u>\$ 270,619</u>
<u>\$ (243,834)</u>	<u>\$ (211,091)</u>	<u>\$ (68,301)</u>	<u>\$ (71,332)</u>	<u>\$ (56,417)</u>	<u>\$ (47,304)</u>

(UNAUDITED)

TABLE 4 - GENERAL GOVERNMENT SUMMARY OF REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION ⁽¹⁾ (modified accrual basis of accounting)
LAST TEN FISCAL YEARS
(dollars in thousands)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
REVENUES:				
Local sources:				
Ad valorem taxes	\$ 914,028	\$ 1,028,902	\$ 1,197,247	\$ 1,293,158
Food sales	24,551	24,563	29,663	29,461
Interest income	23,455	36,860	68,737	50,388
Other	62,852	68,526	64,613	69,389
Total local sources	<u>1,024,886</u>	<u>1,158,851</u>	<u>1,360,260</u>	<u>1,442,396</u>
State sources:				
Florida education finance program	768,967	730,797	679,652	616,014
Public education capital outlay	-	31,662	19,626	105,718
Classrooms for kids	8,688	4,386	-	-
Discretionary lottery funds	15,818	13,656	10,833	13,012
Categorical programs and other	221,142	274,891	342,176	397,823
Total state sources	<u>1,014,615</u>	<u>1,055,392</u>	<u>1,052,287</u>	<u>1,132,567</u>
Federal sources:				
Food service	45,885	42,638	45,381	51,096
Grants and other	183,564	200,218	188,273	185,369
Total federal sources	<u>229,449</u>	<u>242,856</u>	<u>233,654</u>	<u>236,465</u>
TOTAL REVENUES	<u>\$ 2,268,950</u>	<u>\$ 2,457,099</u>	<u>\$ 2,646,201</u>	<u>\$ 2,811,428</u>
EXPENDITURES:				
Current operating:				
Instructional services	\$ 1,223,377	\$ 1,284,930	\$ 1,364,798	\$ 1,427,580
Instructional support services	217,428	237,445	249,491	254,565
Pupil transportation services	78,026	80,005	83,540	89,126
Operation and maintenance of plant	216,215	225,552	242,697	247,274
School administration	116,383	118,487	127,287	130,432
General administration	104,260	98,451	124,842	116,385
Food services	86,447	84,848	83,855	87,492
Total current operating	<u>2,042,136</u>	<u>2,129,718</u>	<u>2,276,510</u>	<u>2,352,854</u>
Debt service:				
Principal retirement	72,280	97,361	102,083	106,839
Interest charges	61,142	71,273	96,128	107,318
Total debt service	<u>133,422</u>	<u>168,634</u>	<u>198,211</u>	<u>214,157</u>
Capital outlay:				
Facilities acquisition & construction-non capitaliz	59,772	65,918	96,361	142,072
Facilities acquisition & construction-capitalized	311,320	400,930	389,542	318,606
Total capital outlay	<u>371,092</u>	<u>466,848</u>	<u>485,903</u>	<u>460,678</u>
TOTAL EXPENDITURES	<u>\$ 2,546,650</u>	<u>\$ 2,765,200</u>	<u>\$ 2,960,624</u>	<u>\$ 3,027,689</u>
Excess of revenues over (under)				
Expenditures	<u>(277,700)</u>	<u>(308,101)</u>	<u>(314,423)</u>	<u>(216,261)</u>
Other financing sources (uses):				
Proceeds of bonds sold	-	460	40,757	4,875
Premium on refunding bonds	-	-	-	-
Proceeds of refunding bonds issued	-	-	-	-
Proceeds of certificates of participation	243,607	267,105	272,625	270,560
Premium (discount) on long-term debt issued	10,231	6,740	13,695	4,627
Capital leases	3,600	81,355	-	10,896
Proceeds from sale of capital assets	2,487	257	217	386
Proceeds of loss recovery	201	2,750	2,928	200
Payments to refunded bond escrow agents	-	-	(41,396)	-
Transfers in	140,951	167,598	230,279	260,734
Transfers out	(140,951)	(167,598)	(230,279)	(260,734)
Total other financing sources (uses)	<u>260,126</u>	<u>358,667</u>	<u>288,826</u>	<u>291,544</u>
Net change in fund balances	<u>\$ (17,574)</u>	<u>\$ 50,566</u>	<u>\$ (25,597)</u>	<u>\$ 75,283</u>
Debt service as a percentage of noncapital expenditures	5.97%	7.13%	7.71%	7.91%

(1) Includes General, Special Revenue, Debt Service and Capital Projects Funds

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

Table 4 (concluded)

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 1,258,970	\$ 1,129,024	\$ 1,016,239	\$ 961,867	\$ 978,812	\$ 1,018,330
27,896	24,794	23,025	21,477	20,771	19,578
33,697	6,992	4,274	2,838	2,615	2,518
67,662	59,439	66,600	56,770	74,550	94,300
<u>1,388,225</u>	<u>1,220,249</u>	<u>1,110,138</u>	<u>1,042,952</u>	<u>1,076,748</u>	<u>1,134,726</u>
486,418	502,051	611,112	577,416	553,397	626,111
25,570	10,894	5,000	-	6,688	-
-	-	-	-	-	-
6,608	749	1,003	870	-	2,662
389,270	326,109	334,929	322,957	410,011	415,196
<u>907,866</u>	<u>839,803</u>	<u>952,044</u>	<u>901,243</u>	<u>970,096</u>	<u>1,043,969</u>
55,767	62,534	65,604	67,416	71,623	75,853
196,824	352,119	387,888	211,264	202,062	199,749
<u>252,591</u>	<u>414,653</u>	<u>453,492</u>	<u>278,680</u>	<u>273,685</u>	<u>275,602</u>
<u>\$ 2,548,682</u>	<u>\$ 2,474,705</u>	<u>\$ 2,515,674</u>	<u>\$ 2,222,875</u>	<u>\$ 2,320,529</u>	<u>\$ 2,454,297</u>
\$ 1,455,381	\$ 1,396,303	\$ 1,440,371	\$ 1,281,602	\$ 1,326,327	\$ 1,436,698
258,476	239,841	221,500	205,933	199,026	210,415
88,616	97,486	89,432	85,530	85,256	83,170
247,376	242,354	238,992	221,986	224,168	222,009
131,907	129,519	129,971	118,847	122,935	127,539
107,400	99,396	102,259	79,904	76,312	78,659
86,656	83,625	89,138	85,985	93,059	96,920
<u>2,375,812</u>	<u>2,288,524</u>	<u>2,311,663</u>	<u>2,079,787</u>	<u>2,127,083</u>	<u>2,255,410</u>
89,484	79,303	79,553	77,611	77,807	85,328
103,359	101,653	98,668	93,968	92,340	96,110
<u>192,843</u>	<u>180,956</u>	<u>178,221</u>	<u>171,579</u>	<u>170,147</u>	<u>181,438</u>
71,189	60,652	24,517	32,646	32,892	44,521
408,389	189,031	96,646	37,355	49,455	38,113
<u>479,578</u>	<u>249,683</u>	<u>121,163</u>	<u>70,001</u>	<u>82,347</u>	<u>82,634</u>
<u>\$ 3,048,233</u>	<u>\$ 2,719,163</u>	<u>\$ 2,611,047</u>	<u>\$ 2,321,367</u>	<u>\$ 2,379,577</u>	<u>\$ 2,519,482</u>
<u>(499,551)</u>	<u>(244,458)</u>	<u>(95,373)</u>	<u>(98,492)</u>	<u>(59,048)</u>	<u>(65,185)</u>
-	4,217	-	-	-	-
-	-	1,124	1,367	-	-
-	-	6,995	12,265	-	-
133,963	-	227,155	270,650	44,535	114,140
(816)	-	8,924	29,027	-	-
16,972	8,902	-	-	5,032	20,300
3,211	626	2,001	2,679	414	480
198	7,116	2,289	94	2,842	109
-	(3,001)	(191,035)	(311,422)	(44,460)	(113,825)
353,096	251,564	251,274	234,336	238,439	293,828
(281,849)	(251,564)	(251,274)	(234,521)	(238,439)	(235,249)
<u>224,775</u>	<u>17,860</u>	<u>57,453</u>	<u>4,475</u>	<u>8,363</u>	<u>79,783</u>
<u>\$ (274,776)</u>	<u>\$ (226,598)</u>	<u>\$ (37,920)</u>	<u>\$ (94,017)</u>	<u>\$ (50,685)</u>	<u>\$ 14,598</u>
7.31%	7.15%	7.09%	7.51%	7.30%	7.31%

(UNAUDITED)

**TABLE 5 - ASSESSED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(dollars in thousands)**

FISCAL YEAR	ASSESSED VALUE ⁽¹⁾		EXEMPTIONS ⁽²⁾		NET ASSESSED TAXABLE PROPERTY VALUE	DIRECT TAX RATE
	REAL PROPERTY	PERSONAL PROPERTY	REAL PROPERTY	PERSONAL PROPERTY		
2005	\$ 152,761,535	\$ 7,736,460	\$ 44,300,477	\$ 107,407	\$ 116,090,111	8.2695
2006	182,205,008	7,858,592	56,377,574	113,389	133,572,637	8.0623
2007	228,312,740	8,133,702	77,337,384	83,781	159,025,277	7.8687
2008	255,456,494	7,983,385	86,564,782	104,821	176,770,276	7.6484
2009	239,733,615	7,993,405	70,349,768	160,322	177,216,930	7.4170
2010	202,144,709	7,955,487	50,824,776	189,290	159,086,130	7.4310
2011	171,869,596	7,732,226	40,219,956	187,099	139,194,767	7.6310
2012	169,479,765	7,421,889	41,083,095	196,897	135,621,662	7.4180
2013	168,965,812	7,367,500	39,660,644	201,407	136,471,261	7.4560
2014	178,153,457	7,645,682	42,807,958	948,264	142,042,917	7.4800

(1) The basis of assessed value is approximately 100% of actual value.

(2) Exemptions allowed by Florida Statutes, Chapter 196

SOURCE: Broward County Property Appraiser

(UNAUDITED)

**TABLE 6 - PROPERTY TAX RATES AND LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(dollars in thousands)**

FISCAL YEAR	THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA				BROWARD COUNTY COMMISSION	SPECIAL TAXING DISTRICTS ⁽¹⁾	TOTAL
	GENERAL FUND	CAPITAL PROJECTS	DEBT SERVICE	TOTAL			
2005	6.0140	2.0000	0.2555	8.2695	7.0230	0.6970	15.9895
2006	5.8410	2.0000	0.2213	8.0623	6.7830	0.6970	15.5423
2007	5.6790	2.0000	0.1897	7.8687	6.0660	0.6970	14.6317
2008	5.4770	2.0000	0.1714	7.6484	5.2868	0.6240	13.5592
2009	5.6670	1.7500	0.0000	7.4170	5.3150	0.6240	13.3560
2010	5.9310	1.5000	0.0000	7.4310	4.8890	0.6240	12.9440
2011	6.1310	1.5000	0.0000	7.6310	5.1020	0.6240	13.3570
2012	5.9180	1.5000	0.0000	7.4180	5.1860	0.4360	13.0400
2013	5.9560	1.5000	0.0000	7.4560	5.2580	0.4290	13.1430
2014	5.9800	1.5000	0.0000	7.4800	5.4400	0.4110	13.3310

Property Tax Levies

2005	\$ 698,166	\$ 232,180	\$ 29,661	\$ 960,007	\$ 815,301	\$ 80,915	\$ 1,856,223
2006	780,198	267,145	29,560	1,076,903	906,023	93,100	2,076,026
2007	903,105	318,051	30,167	1,251,323	964,647	110,841	2,326,811
2008	968,171	353,541	30,298	1,352,010	934,549	110,305	2,396,864
2009	1,004,289	310,130	-	1,314,419	941,819	110,583	2,366,821
2010	943,539	238,629	-	1,182,168	777,756	99,270	2,059,194
2011	853,403	208,789	-	1,062,192	710,172	86,858	1,859,222
2012	802,609	203,432	-	1,006,041	703,334	59,172	1,768,547
2013	812,822	204,706	-	1,017,528	717,566	58,546	1,793,640
2014	849,416	213,064	-	1,062,480	772,713	58,380	1,893,573

(1) Includes South Florida Water Management

SOURCE: Broward County Property Appraiser

(UNAUDITED)

Broward County Public Schools



***Educating Today's Students
To Succeed In Tomorrow's World***

TABLE 7 - PRINCIPAL TAXPAYERS - BROWARD COUNTY
CURRENT YEAR AND NINE YEARS AGO
 (dollars in thousands)

TAXPAYER	2014			2005		
	TAX LEVY ⁽¹⁾	RANK	PERCENT OF TOTAL AGGREGATE TAX LEVY	TAX LEVY ⁽¹⁾	RANK	PERCENT OF TOTAL AGGREGATE TAX LEVY
Florida Power & Light Co	\$ 39,638	1	1.23%	\$ 31,091	1	1.05%
Sunrise Mills Ltd Prtnr	8,640	2	0.27%	10,654	3	0.36%
Bellsouth Telecommunications Inc	7,355	3	0.23%	17,376	2	0.59%
Wal-Mart Stores East LP	7,287	4	0.23%	-	-	-
Diplomat Properties Ltd Prtnr	5,645	5	0.18%	6,624	4	0.22%
Publix Super Markets, Inc.	5,477	6	0.17%	3,413	6	0.12%
Gulfstream Park Racing	3,973	7	0.12%	-	-	-
Sunbeam Dev Corp	3,694	8	0.11%	-	-	-
Arium Resort LLC	3,670	9	0.11%	-	-	-
Sunbeam Properties Inc.	3,502	10	0.11%	3,367	7	0.11%
Wheelabrator	-	-	-	3,858	5	0.13%
Cocowalk Dev. Inc	-	-	-	2,982	8	0.10%
Palm Vacation Group	-	-	-	2,776	9	0.09%
Northwestern Mutual Life Ins. Co.	-	-	-	2,591	10	0.09%
Total principal taxpayers	<u>88,881</u>		<u>2.76%</u>	<u>84,732</u>		<u>2.86%</u>
All other taxpayers	<u>3,126,231</u>		<u>97.24%</u>	<u>2,867,761</u>		<u>97.14%</u>
Total aggregate tax levy	<u>\$ 3,215,112</u>		<u>100.00%</u>	<u>\$ 2,952,493</u>		<u>100.00%</u>

(1) Includes Tax Levy from all taxing jurisdictions within Broward County.

SOURCE: Broward County Revenue Collections Department

SOURCE: Broward County School Board

(UNAUDITED)

TABLE 8 - PROPERTY TAX LEVIES AND COLLECTIONS
ALL GOVERNMENTAL FUND TYPES
LAST TEN FISCAL YEARS
(dollars in thousands)

FISCAL YEAR	TOTAL TAX LEVY	LESS ADJUSTMENTS		NET TAX LEVY	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		DEDUCTIONS ⁽¹⁾	DISCOUNTS ⁽²⁾		AMOUNT	PERCENTAGE OF LEVY
2005	\$ 960,007	\$ 12,964	\$ 32,614	\$ 914,429	\$ 909,490	99.46%
2006	1,076,903	8,137	36,051	1,032,715	1,025,439	99.30%
2007	1,251,323	6,739	40,646	1,203,938	1,194,144	99.19%
2008	1,352,010	9,019	42,928	1,300,063	1,289,033	99.15%
2009	1,314,419	6,670	42,216	1,265,533	1,249,478	98.73%
2010	1,182,168	12,390	38,689	1,131,089	1,115,273	98.60%
2011	1,062,192	10,880	35,658	1,015,654	1,004,118	98.86%
2012	1,006,041	5,680	34,340	966,021	961,815	99.56%
2013	1,017,528	3,890	35,072	978,566	977,705	99.91%
2014	1,062,480	3,845	36,865	1,021,770	1,018,308	99.66%

(1) Deductions reflect adjustments by Value Adjustment Board

(2) Reflects discounts for early payment

SOURCE: The School Board of Broward County - Treasurer's Office

Table 8 (concluded)

COLLECTED IN SUBSEQUENT YEARS	TOTAL COLLECTIONS THRU JUNE 30, 2014	
	AMOUNT	PERCENTAGE OF LEVY
\$ 4,538	\$ 914,028	99.96%
3,463	1,028,902	99.63%
3,103	1,197,247	99.44%
4,125	1,293,158	99.47%
9,492	1,258,970	99.48%
13,751	1,129,024	99.82%
12,120	1,016,238	100.06%
52	961,867	99.57%
1,107	978,812	100.03%
22	1,018,330	99.66%

(UNAUDITED)

**TABLE 9 - EDUCATIONAL IMPACT FEE REVENUES
LAST SIX FISCAL YEARS
(dollars in thousands)**

<u>FISCAL YEAR</u>	<u>REVENUE</u>
2009	\$ 498
2010	2,240
2011	4,853
2012	3,996
2013	14,850
2014	6,326

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

(UNAUDITED)

TABLE 10 - ANTICIPATED LOCAL OPTION MILLAGE LEVY REQUIRED TO COVER COMBINED MAXIMUM ANNUAL BASIC LEASE PAYMENTS REPRESENTED BY THE OUTSTANDING CERTIFICATES OF PARTICIPATION (dollars in thousands)

	<u>2014</u>
¹ Net Taxable Assessed Valuation	\$ 142,042,917
Funds generated from Local Option Millage Levy assuming a levy of 1.50 mills	\$ 204,542
Local Option Millage Levy Legally Available to make Lease Payments assuming 75% of the 1.50 mills is Available	\$ 153,407
² Maximum Combined Annual Lease Payment represented by the Outstanding Certificates	\$ 157,678
³ Minimum Millage Required to Produce 1.00x coverage of Maximum Annual Basic Lease Payments represented by the Outstanding Certificates	1.156
³ Minimum Local Option Millage Levy Required under Applicable Law to Produce 1.00x Coverage of Maximum Annual Basic Lease Payments represented by the Outstanding Certificates	1.542

(1) SOURCE: Broward County Property Appraiser

(2) Net of U.S. Treasury direct subsidy rebate

(3) SOURCE: The School Board of Broward County - Treasury Department

(UNAUDITED)

**TABLE 11 - RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(dollars in thousands, except per capita amount)**

FISCAL YEAR	CAPITAL OUTLAY BONDS	GENERAL OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	CAPITAL LEASES	TOTAL	PERCENT OF ASSESSED TAXABLE PROPERTY VALUATION ⁽²⁾	PERCENT OF TOTAL OUTSTANDING DEBT TO PERSONAL INCOME ⁽¹⁾	PER CAPITA ⁽¹⁾
2005	\$ 92,019	\$ 81,210	\$ 1,269,392	\$ 26,902	\$ 1,469,523	1.27%	2.25%	\$ 832
2006	86,847	55,061	1,496,779	86,013	1,724,700	1.29%	2.45%	961
2007	81,787	28,241	1,733,918	62,743	1,906,689	1.20%	2.65%	1,084
2008	79,960	-	1,950,144	48,744	2,078,848	1.18%	2.82%	1,184
2009	73,039	-	2,022,542	39,204	2,134,785	1.20%	2.93%	1,224
2010	67,044	-	1,998,639	34,816	2,100,499	1.32%	2.91%	1,197
2011	66,030	-	1,983,094	23,740	2,072,864	1.49%	NA	1,182
2012	58,736	-	1,978,065	16,361	2,053,162	1.51%	NA	1,159
2013	43,984	-	1,888,062	15,463	1,947,509	1.43%	NA	1,091
2014	35,285	-	1,794,131	29,513	1,858,929	1.31%	NA	1,004

NA Not Available

(1) Refer to TABLE 16 for Personal Income and Per Capita

(2) Refer to TABLE 5 for Net Assessed Taxable Property Value

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

(UNAUDITED)

**TABLE 12 - RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS**

(dollars in thousands, except net bonded debt per capita and per pupil)

FISCAL YEAR	NET ASSESSED TAXABLE VALUE⁽¹⁾	TOTAL BONDED DEBT	LESS DEBT SERVICE FUNDS	NET BONDED DEBT⁽²⁾	RATIO OF NET BONDED DEBT TO TAXABLE VALUE	NET BONDED DEBT PER CAPITA⁽³⁾	NET BONDED DEBT PER PUPIL⁽³⁾
2005	\$116,090,111	\$ 92,019	\$ 6,879	\$ 85,140	0.07%	\$ 48	\$ 312
2006	133,572,637	86,847	8,046	78,801	0.06%	44	291
2007	159,025,277	81,787	8,046	73,741	0.05%	42	281
2008	176,770,276	79,960	8,046	71,914	0.04%	41	278
2009	177,216,930	73,039	8,046	64,993	0.04%	37	254
2010	159,086,130	67,044	8,046	58,998	0.04%	34	231
2011	139,194,767	66,030	1,742	64,288	0.05%	37	250
2012	135,621,662	58,736	1,604	57,132	0.04%	32	221
2013	136,471,261	43,984	1,386	42,598	0.03%	24	163
2014	142,042,917	35,285	1,123	34,162	0.02%	18	130

(1) SOURCE: Broward County Property Appraiser

(2) SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

(3) Refer to TABLE 16 for population and school enrollment data.

(UNAUDITED)

**TABLE 13 - COMPUTATION OF DIRECT AND OVERLAPPING DEBT
CURRENT YEAR AND NINE YEARS AGO
(dollars in thousands, except per capita amount)**

FINANCIAL PARAMETERS	JUNE 30, 2014	JUNE 30, 2005
Direct debt:		
General obligation bonds	\$ -	\$ 79,088
Certificates of Participation	1,700,010	1,237,558
Special obligation bonds ⁽¹⁾	33,185	92,105
Capital Leases	29,513	26,902
Premium/Discount (net)	54,431	33,870
Interest Rate Swap	41,790	-
TOTAL DIRECT DEBT	1,858,929	1,469,523
Overlapping debt: ⁽²⁾		
Broward County ⁽³⁾	301,730	492,140
TOTAL DIRECT AND OVERLAPPING DEBT	\$ 2,160,659	\$ 1,961,663

Population ⁽⁴⁾	1,850,613	1,765,855
Assessed property valuation ⁽⁵⁾	\$ 185,799,139	\$ 160,497,995
Net Assessed taxable property valuation ⁽⁵⁾	\$ 142,042,917	\$ 116,090,111

DEBT RATIOS

PERCENT OF ASSESSED PROPERTY VALUATION

Direct debt	1.00%	0.92%
Overlapping debt	0.16%	0.31%
Direct and overlapping debt	1.16%	1.23%

PERCENT OF ASSESSED TAXABLE PROPERTY VALUATION

Direct debt	1.31%	1.27%
Overlapping debt	0.21%	0.42%
Direct and overlapping debt	1.52%	1.69%

PER CAPITA

Direct debt	\$ 1,004	\$ 832
Overlapping debt	\$ 163	\$ 279
Direct and overlapping debt	\$ 1,167	\$ 1,111

(1) Special obligation debt is payable from motor vehicle and gross receipts taxes.

(2) Overlapping debt includes only general obligation debt secured by ad valorem taxes as of September 30, 2013.

(3) Because the county and the school district coincide, the percentage of overlap is 100%.

(4) SOURCE: Broward County Government, Planning Services Division

(5) SOURCE: Broward County Property Appraiser

Broward County Public Schools



***Educating Today's Students
To Succeed In Tomorrow's World***

TABLE 14 - LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

(dollars in thousands)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Limit on bond indebtedness	\$ 11,609,011	\$ 13,357,264	\$ 15,902,528	\$ 17,677,028
Total net debt applicable to limit	<u>163,147</u>	<u>132,934</u>	<u>98,993</u>	<u>69,499</u>
Legal debt margin on bonded debt	<u>\$ 11,445,864</u>	<u>\$ 13,224,330</u>	<u>\$ 15,803,535</u>	<u>\$ 17,607,529</u>
Total net debt applicable to limit as a percentage of debt limit	1.41%	1.00%	0.62%	0.39%

The Florida State Board of Education Administrative Rule 6A-1.037(2), establishes a limit on bonded indebtedness for school districts in Florida. The limit for each school district is computed using a stated percentage of the net assessed value of taxable property as of the most current year.
Rule repealed April 18, 2006.

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

Table 14 (concluded)

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 17,721,693	\$ 15,908,613	\$ 13,919,477	\$ 13,562,166	\$ 13,647,126	\$ 14,204,292
63,004	57,144	61,748	53,736	39,734	34,162
<u>\$ 17,658,689</u>	<u>\$ 15,851,469</u>	<u>\$ 13,857,729</u>	<u>\$ 13,508,430</u>	<u>\$ 13,607,392</u>	<u>\$ 14,170,130</u>
0.36%	0.36%	0.44%	0.40%	0.29%	0.24%

LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR

Net Assessed Taxable Property Value - January 2014	<u>\$ 142,042,917</u>
Limit on Bond Indebtedness, 10% of net assessed taxable property value	\$ 14,204,292
Total Bonded Debt	35,285
Less:	
Net Position in Debt Service Funds	<u>(1,123)</u>
TOTAL AMOUNT APPLICABLE TO DEBT LIMIT	<u>34,162</u>
LEGAL DEBT MARGIN ON BONDED DEBT	<u>\$ 14,170,130</u>

(UNAUDITED)

**TABLE 15 - RATIO OF ANNUAL DEBT SERVICE FOR GENERAL BONDED DEBT
TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
(dollars in thousands)**

FISCAL YEAR	PRINCIPAL⁽¹⁾	INTEREST⁽¹⁾	TOTAL DEBT SERVICE	TOTAL GENERAL EXPENDITURES	RATIO OF DEBT SERVICE TO GENERAL EXPENDITURES
2005	\$ 29,940	\$ 9,054	\$ 38,994	\$ 2,546,650	1.53%
2006	31,350	7,629	38,979	2,765,200	1.41%
2007	32,825	5,209	38,034	2,960,624	1.28%
2008	27,007	4,486	31,493	3,027,689	1.04%
2009	6,495	3,591	10,086	3,048,233	0.33%
2010	6,835	3,406	10,241	2,719,163	0.38%
2011	7,160	3,011	10,171	2,611,047	0.39%
2012	7,500	2,744	10,244	2,321,367	0.44%
2013	7,665	2,338	10,003	2,379,577	0.42%
2014	7,935	2,000	9,935	2,519,482	0.39%

(1) Excludes Certificates of Participation (COPs)

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

(UNAUDITED)

**TABLE 16 - DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	POPULATION⁽¹⁾	PER CAPITA INCOME⁽¹⁾	CIVILIAN LABOR FORCE⁽²⁾	UNEMPLOYMENT RATE⁽²⁾	PERSONAL INCOME⁽²⁾	FALL SCHOOL ENROLLMENT⁽³⁾
2005	1,765,855	\$ 34,560	949,061	3.50%	\$ 65,213,329	272,691
2006	1,793,998	37,403	963,022	3.10%	70,454,147	270,935
2007	1,759,591	39,743	1,002,106	3.40%	71,994,871	262,616
2008	1,756,087	41,169	1,010,017	5.20%	73,591,000	258,905
2009	1,744,590	41,974	1,008,628	9.50%	72,752,000	255,738
2010	1,754,893	41,185	986,391	10.10%	72,092,767	255,203
2011	1,753,162	NA	988,080	9.60%	NA	256,872
2012	1,771,099	NA	996,526	7.80%	NA	258,803
2013	1,784,715	NA	1,071,430	6.10%	NA	260,796
2014	1,850,613 *	NA	1,072,698 *	5.30%	NA	262,563

NA Not Available

* Population Estimates

(1) SOURCE: Broward County Government, Planning and Redevelopment Division

(2) SOURCE: Bureau of Labor Statistics, United States Department of Labor

(3) SOURCE: Broward School Board Benchmark Day Enrollment Count

(UNAUDITED)

**TABLE 17 - SCHEDULE OF DISTRICT STATISTICS
LAST TEN FISCAL YEARS**

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Student Enrollment: ⁽¹⁾				
Pre-K	4,881	4,321	3,876	4,042
K	18,178	18,086	17,039	16,471
Pre-1	-	-	-	-
1	19,707	19,039	18,571	18,010
2	19,482	19,205	17,918	18,022
3	20,979	20,757	18,926	18,603
4	19,804	18,580	18,916	17,785
5	18,632	19,985	17,967	18,486
6	20,057	18,668	19,011	17,603
7	20,202	19,781	18,069	18,627
8	20,096	19,790	18,875	17,513
9	21,802	21,676	20,778	20,240
10	19,329	19,236	18,887	18,394
11	16,709	17,336	17,264	16,974
12	14,918	15,403	15,704	15,770
Centers	4,354	3,936	4,715	5,243
Total District Schools	<u>259,130</u>	<u>255,799</u>	<u>246,516</u>	<u>241,783</u>
Charter Schools	13,561	15,136	16,100	17,122
Total	<u><u>272,691</u></u>	<u><u>270,935</u></u>	<u><u>262,616</u></u>	<u><u>258,905</u></u>
Average Class Size:				
Grades Pre-K - 3	18.98	18.05	-	-
Grades 4 - 8	21.77	20.95	-	-
Grades 9 - 12	24.82	24.29	-	-
Number of Schools:				
Elementary	137	138	138	138
Middle	41	41	41	42
High	30	31	32	32
Adult/Vocational	5	5	5	5
Centers	10	10	12	12
Charter	28	38	48	52
K-8				
Total	<u><u>251</u></u>	<u><u>263</u></u>	<u><u>276</u></u>	<u><u>281</u></u>

(1) SOURCE: Broward School Board 14th Day Memo

Table 17 (concluded)

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
4,002	4,244	4,465	4,345	4,282	4,323
15,814	15,772	16,035	15,741	15,788	15,664
-	-	-	-	-	-
17,244	16,468	16,603	16,389	16,209	16,763
17,467	17,062	16,296	16,488	16,138	16,207
18,524	18,262	17,690	17,011	17,081	17,066
17,643	17,509	17,331	16,484	15,865	15,946
17,671	17,422	17,389	17,139	16,194	15,722
18,154	17,315	16,952	16,713	16,420	15,744
17,577	18,238	17,418	16,890	16,936	16,470
18,112	17,399	17,999	17,287	17,116	16,921
19,320	18,488	17,486	18,176	17,764	17,581
18,167	17,941	18,211	17,331	18,256	17,735
16,785	17,345	16,872	17,227	16,662	17,219
15,968	16,460	16,947	16,187	16,668	15,961
4,592	4,676	5,904	5,906	6,138	5,633
<u>237,040</u>	<u>234,601</u>	<u>233,598</u>	<u>229,314</u>	<u>227,517</u>	<u>224,955</u>
<u>18,698</u>	<u>20,602</u>	<u>23,274</u>	<u>29,489</u>	<u>33,279</u>	<u>37,608</u>
<u>255,738</u>	<u>255,203</u>	<u>256,872</u>	<u>258,803</u>	<u>260,796</u>	<u>262,563</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
138	141	141	141	141	140
43	42	42	42	42	40
33	33	33	33	33	32
5	5	5	5	5	3
10	10	10	12	10	14
56	56	68	76	83	95
		1	1	1	
<u>285</u>	<u>287</u>	<u>300</u>	<u>310</u>	<u>315</u>	<u>324</u>

(UNAUDITED)

**TABLE 18 - COMPARATIVE ENROLLMENT TRENDS ⁽¹⁾
TEN LARGEST U.S. SCHOOL DISTRICTS
LAST TEN FISCAL YEARS**

SCHOOL DISTRICT	2004	2005	2006	2007
New York City, NY	1,023,674	1,023,674	1,014,058	999,150
Los Angeles, CA	747,009	741,367	727,319	707,627
Chicago, IL	434,419	426,812	420,982	413,694
Miami-Dade County, FL	371,785	368,933	362,070	353,790
Clark County, NV (Las Vegas)	270,529	283,221	294,131	303,448
Broward County, FL ⁽²⁾	271,339	272,691	270,935	262,616
Houston, TX	211,499	208,945	210,292	202,936
Hillsborough County, FL	181,900	189,469	193,757	193,517
State of Hawaii	183,609	183,185	182,818	180,728
Orange County, FL	NA	NA	NA	NA

NA Not Available

(1) Based on students enrolled in grades kindergarten through twelve during the fall with 1/2 day kindergarten students counted as 1/2 student.

SOURCE: American School & University Magazine Sept 2014 Issue

(2) SOURCE: Broward School Board Twentieth Day Membership Count

Table 18 (concluded)

2008	2009	2010	2011	2012	2013
1,035,406	1,029,459	1,038,741	1,043,886	1,041,437	1,036,053
693,680	687,534	670,746	667,273	662,140	655,494
407,510	421,430	407,157	405,644	409,530	403,461
348,128	345,525	345,804	347,366	350,227	354,236
309,051	312,761	307,059	314,059	321,655	311,429
258,905	255,738	255,203	256,872	258,803	260,796
199,534	200,225	202,773	204,245	201,594	202,586
193,180	192,007	193,265	194,525	197,001	200,287
179,897	179,478	180,196	179,601	181,213	183,251
174,142	172,257	173,259	176,008	179,989	183,021

(UNAUDITED)

**TABLE 19 - LARGEST EMPLOYERS IN BROWARD COUNTY
CURRENT YEAR AND NINE YEARS AGO**

<u>EMPLOYERS</u>	<u>2014</u>		
	<u>EMPLOYEES</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL COUNTY EMPLOYMENT</u>
School Board of Broward County	25,793	1	2.4%
Broward County Government	11,975	2	1.1%
Memorial Healthcare System	10,900	3	1.0%
Broward Health	8,227	4	0.8%
Nova Southeastern University	4,037	5	0.4%
AutoNation	3,376	6	0.3%
American Express	3,000	7	0.3%
The Answer Group	2,800	8	0.3%
Broward College	2,800	9	0.3%
City of Fort Lauderdale	2,456	10	0.2%
	<u>75,364</u>		<u>7.1%</u>

	<u>2005</u>		
	<u>EMPLOYEES</u>	<u>RANK</u>	<u>PRODUCTS/ SERVICE</u>
School Board of Broward County	30,485	1	Public Education
Memorial Healthcare System	8,500	2	Health Care
North Broward Hospital District	7,722	3	Health Care
Broward County Government	6,954	4	Government
American Express	6,000	5	Financial Services
Motorola	3,800	6	Communications Equipment
JM Family Enterprises	3,500	7	Automotive
Nova Southeastern University	2,529	8	Education
City of Fort Lauderdale	2,250	9	Government
City of Pembroke Pines	1,895	10	Government
	<u>73,635</u>		

**SOURCE: 2014 Greater Fort Lauderdale Alliance/Broward County
(Economic Sourcebook & Market Profile)**

SOURCE: 2005 School Board of Broward County CAFR - Statistical Section

(UNAUDITED)

**TABLE 20 - CLASSIFICATION OF FULL-TIME PERSONNEL
LAST TEN FISCAL YEARS**

FISCAL YEAR	INSTRUCTIONAL STAFF⁽¹⁾	TEACHER AIDES	PRINCIPALS & ASSISTANT PRINCIPALS	MANAGEMENT & SUPPORT STAFF⁽²⁾	TOTAL
2005	17,199	2,871	636	9,779	30,485
2006	17,253	2,629	648	9,620	30,150
2007	17,527	2,605	677	9,794	30,603
2008	17,178	2,631	654	9,714	30,177
2009	16,848	2,398	665	9,408	29,319
2010	15,490	2,207	651	8,934	27,282
2011	16,143	2,377	650	8,621	27,791
2012	14,432	2,343	644	8,092	25,511
2013	14,773	2,319	644	7,842	25,578
2014	14,821	2,431	646	7,895	25,793

(1) Includes Elementary and Secondary Teachers, Exceptional Student Teachers, Other Teachers, Guidance/Psychological, Librarians, Other Professional Instructional Staff.

(2) Includes Officials, Administrators and Managers (Instructional and Non-Instructional), Supervisors of Instructional, Technicians, Clerical/Secretarial Staff, Service Workers, Skilled Crafters, Laborers.

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

(UNAUDITED)

**TABLE 21 - TEACHERS' SALARIES
LAST TEN FISCAL YEARS**

<u>FISCAL YEAR</u>	<u>MINIMUM SALARY</u>	<u>MAXIMUM SALARY</u>	<u>AVERAGE SALARY</u>
2005	\$ 34,000	\$ 69,954	\$ 51,977
2006	35,000	73,000	54,000
2007	37,000	75,488	56,244
2008	38,500	78,000	58,250
2009	39,000	79,250	59,125
2010	39,000	79,250	59,125
2011	39,000	79,250	59,125
2012	39,000	79,250	59,125
2013	39,000	79,250	59,125
2014	39,000	79,250	59,125

SOURCE: The School Board of Broward County - Employee Relations Department

(UNAUDITED)

TABLE 22 - SCHEDULE OF OPERATING STATISTICS
LAST TEN FISCAL YEARS

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	INSTRUCTIONAL STAFF
2005	272,691	\$ 2,042,136,000	\$ 7,489	17,199
2006	270,935	2,129,718,000	7,861	17,253
2007	262,616	2,276,510,000	8,669	17,527
2008	258,905	2,352,854,000	9,088	17,178
2009	255,738	2,375,812,000	9,290	16,848
2010	255,203	2,288,524,000	8,967	15,490
2011	256,872	2,311,663,000	8,999	16,143
2012	258,803	2,079,787,000	8,036	14,432
2013	260,796	2,127,083,000	8,156	14,773
2014	262,563	2,255,410,000	8,590	14,821

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

(UNAUDITED)

TABLE 23 - CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Schools										
Elementary										
Permanent Buildings:										
Number	1,045	1,059	1,068	1,108	1,134	1,136	1,135	1,134	1,129	1,127
Square Feet	13,750,615	14,166,090	14,270,778	15,236,061	15,512,619	15,566,992	15,512,260	15,498,519	15,489,384	15,372,627
Portables:										
Number	688	693	664	636	583	579	579	579	577	566
Square Feet	593,475	595,131	567,399	546,631	500,487	496,475	496,475	496,475	494,671	485,439
Student stations	118,465	122,549	122,462	127,910	126,865	126,122	125,016	124,026	123,331	124,125
Enrollment	121,663	119,973	113,213	111,419	108,365	106,739	105,746	103,597	101,557	101,691
Middle										
Permanent Buildings:										
Number	368	375	379	385	383	385	387	384	383	375
Square Feet	7,084,243	7,404,206	7,482,753	7,567,767	7,549,176	7,524,411	7,599,063	7,589,355	7,592,960	7,453,381
Portables:										
Number	646	648	643	629	593	575	571	471	470	459
Square Feet	521,281	523,049	519,361	510,217	479,893	467,813	463,393	375,727	374,935	366,375
Student stations	71,634	75,016	72,824	73,708	73,075	71,636	71,353	70,115	69,348	69,526
Enrollment	60,355	58,239	55,955	53,743	53,843	52,952	52,432	50,890	50,472	49,135
High										
Permanent Buildings:										
Number	430	440	447	458	486	493	493	476	475	459
Square Feet	8,710,614	8,990,446	9,319,756	9,531,424	9,946,842	9,918,353	9,895,698	9,885,884	9,829,410	9,243,782
Portables:										
Number	560	557	574	599	589	588	587	585	572	573
Square Feet	451,170	450,474	483,424	503,083	480,429	479,789	478,997	477,413	466,051	467,063
Student stations	82,600	87,005	89,628	89,693	90,580	89,721	89,258	88,209	85,857	83,986
Enrollment	72,758	73,651	72,633	71,378	70,240	70,234	69,516	68,921	69,350	68,496
Other										
Permanent Buildings:										
Number	173	171	170	170	146	141	142	158	161	161
Square Feet	1,860,517	1,849,599	1,846,127	1,907,580	1,692,830	1,720,955	1,722,318	1,878,169	1,907,937	1,908,164
Portables:										
Number	92	110	118	131	136	152	154	106	106	106
Square Feet	72,444	90,060	99,339	104,572	112,264	122,960	124,984	86,168	86,168	86,168
Student stations	12,367	12,362	12,473	12,214	11,278	11,246	11,133	13,020	13,310	13,639
Enrollment	4,354	3,936	4,715	5,243	4,592	4,676	5,904	5,906	6,138	5,633
Administrative										
Permanent Buildings	85	86	90	92	102	103	91	75	76	76
Portables:	34	37	47	50	148	147	144	289	287	306
Square Feet	1,295,562	1,280,711	1,293,537	1,359,241	1,489,688	1,490,476	1,412,179	1,532,993	1,536,819	1,553,753

SOURCE: The School Board of Broward County - Accounting & Financial Reporting Department

(UNAUDITED)



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