

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

2024-06-18

Regular School Board Meeting

**CATEGORY:** FF. Financial Management**DEPARTMENT:** Capital Budget

Status: ORIGINAL

Agenda Item Number: FF-1.

Consent or Open Item: Open

Special Order: NO

Time for Special Order:

**TITLE:****Capital Fund Amendment #3 as of May 31, 2024****REQUESTED ACTION:****Approve Capital Fund Amendment #3 changes in revenue and appropriations.****RATIONALE:**

For the Requested Actions, Background/History, Alignment to the 2027 Goals and Guardrails, Measurable Outcome(s)/Return on Investment, Financial Impact, and Rationale, please see the Executive Summary.

**EXHIBITS:**

Executive Summary

Capital Budget Amendment #3

**FINANCIAL IMPACT:**

The financial impact of this item is \$3,650,000 from the Capital Reserve.

**STRATEGIC PLAN ALIGNMENT:****Student Focus Outcomes**

N/A

**OR Business Operations****BOARD ACTION:**

(For Official School Board Records Only)

**APPROVED****SOURCE OF ADDITIONAL INFORMATION**

Name: Judith M. Marte

Phone: 754-321-2611

Name: Erum Motiwala

Phone: 754-321-1990

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

Senior Leader &amp; Title

Judith M. Marte, Deputy Superintendent, Finance &amp; Operations

Signature

Judith M. Marte, Deputy Superintendent, Finance &amp; Operations

Electronic Signature

Form \$4189 Revised 4/24

HH/VSW

Approved in

Open Board

Meeting On:

June 18, 2024

By:

  
School Board Chair



**For more information, please contact:**

Name: Judith M. Marte  
Title: Deputy Superintendent,  
Finance & Operations  
Phone: 754-321-2611

## **EXECUTIVE SUMMARY**

### **Recommendation to Approve 2023-24 Capital Fund Amendment #3 As of May 31, 2024**

**Board Meeting Date: June 18, 2024**

#### **Requested Action**

Approve Capital Fund Amendment #3 changes in revenue and appropriations.

**District-zone impact:** District-wide.

#### **Impact if the Board Voted Yes or No**

##### **If the Board votes “Yes”**

From Capital Reserves, staff would:

- Fund implementation costs for SAP ARIBA and SAP SuccessFactors enterprise resource planning software from Capital.

##### **If the Board votes “No”**

- Capital will not fund SAP ARIBA and SAP SuccessFactors enterprise resource planning software. The cost will remain in the General Fund and may impact the fund balance.

#### **Background/History**

On October 17, 2023, the Board approved the contracts for SAP Ariba (OO-4) and SAP SuccessFactors (OO-5). This item moves the allowable implementation costs to Capital. The fiscal year 2023-24 implementation costs are \$3,650,000. These items should have indicated that the funds were coming from the Capital budget to allow the General Fund to sustain funding for District IT software/hardware needs not eligible for Capital funding.

#### **Alignment to 2027 Goals and Guardrails**

Guardrail 4: Accountability - This item is presented to the School Board to comply with statutory requirements per Fla. Admin. Code R. 6A-1.007.

#### **Measurable Outcome(s)/Return on Investment**

Realignment of cost to Capital will improve the District's General Fund balance position.

#### **Financial Impact**

The financial impact of this item is \$3,650,000 from the Capital Reserve.

**Recommendation to Approve 2023-24 Capital Fund Amendment #3**  
**As of May 31, 2024**  
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**Projected Capital Reserve Balance**

The projected Capital Reserve balance will be \$51.7 million.

<b>Description</b>	<b>Amount</b>
Capital Reserve Balance (through 5/21/24 RSBM)	\$ 55,341,393
Capital Reserve Increase/(Decrease)	
JJ Items (6/18/24 RSBM)	(37,300)
FF-1 (6/18/24 RSBM)	(3,650,000)
<b>Projected Capital Reserve Balance</b>	<b><u>\$ 51,654,093</u></b>

**2023-24 Capital Fund Amendment Exhibits**

- **Exhibit A** Capital Fund Estimated Revenues
- **Exhibit B** Capital Fund Appropriations
- **Exhibit C** Capital Reserve Activity

**Additional allocations into the SMART Program require the Board's approval** and all future amounts are subject to change based on economic conditions and the results of annual legislative action.

**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**  
**2023-24 Capital Fund Amendment #3**  
**As of May 31, 2024**

Exhibit A

<b>ESTIMATED REVENUES</b>	<b>PREVIOUS BUDGET</b>	<b>INCREASE/ (DECREASE)</b>	<b>REVISED BUDGET</b>
<b>LOCAL SOURCES</b>			
District Local Capital Improvement Tax (Capital Millage)	\$ 435,396,135	\$ -	\$ 435,396,135
Impact Fees / Mitigation Fees	10,000,000	-	10,000,000
Miscellaneous Sources	20,371,622	-	20,371,622
Insurance Loss Recoveries	5,099,160	-	5,099,160
Equipment Lease Financing (Buses & White Fleet Vehicles)	49,812,564	-	49,812,564
<b>Total Local Sources</b>	<b>\$ 520,679,481</b>	<b>\$ -</b>	<b>\$ 520,679,481</b>
<b>STATE SOURCES</b>			
CO&DS (Capital Outlay and Debt Service / Motor Vehicle License Revenue)	\$ 9,000,000	\$ -	\$ 9,000,000
Charter School Capital Outlay (PECO flow-thru)	29,502,580	-	29,502,580
FY24 Security Grant (School Hardening)	3,633,000	-	3,633,000
Previous Years Security Grants (School Hardening)	5,063,071	-	5,063,071
FY18 Senate Bill 7026 (MSD Funding)	2,312,714	-	2,312,714
<b>Total State Sources</b>	<b>\$ 49,511,365</b>	<b>\$ -</b>	<b>\$ 49,511,365</b>
<b>BEGINNING FUND BALANCE</b>	<b>870,953,324</b>	<b>-</b>	<b>870,953,324</b>
<b>TOTAL ESTIMATED REVENUES, OTHER FINANCING SOURCES, &amp; BEGINNING FUND</b>	<b>\$ 1,441,144,170</b>	<b>\$ -</b>	<b>\$ 1,441,144,170</b>
<b>TOTAL ESTIMATED REVENUES, OTHER FINANCING SOURCES, BEGINNING FUND BALANCE AND DEFERRED REVENUE</b>	<b>\$ 1,441,144,170</b>	<b>\$ -</b>	<b>\$ 1,441,144,170</b>

**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**  
**2023-24 Capital Fund Amendment #3**  
**As of May 31, 2024**

<b>APPROPRIATIONS</b>	<b>PREVIOUS BUDGET</b>	<b>INCREASE/ (DECREASE)</b>	<b>REVISED BUDGET</b>
<b>CAPITAL OUTLAY</b>			
Buildings & Fixed Equipment	\$ 98,595,127	\$ -	\$ 98,595,127
Furniture, Fixtures & Equip	57,110,383	-	57,110,383
Motor Vehicles	43,785,666	-	43,785,666
Improvements other than Bldgs	10,498,189	-	10,498,189
Remodeling & Renovation	858,957,035	(3,650,000)	855,307,035 (1)
Software		3,650,000	3,650,000 (1)
<b>Total Capital Outlay</b>	<b>\$ 1,068,946,400</b>	<b>\$ -</b>	<b>\$ 1,068,946,400</b>
<b>CHARTER SCHOOL LOCAL CAPITAL IMPROVEMENT</b>			
To Charter School	\$ 5,895,872	\$ -	\$ 5,895,872
<b>Total Charter School Local Capital Improvement</b>	<b>\$ 5,895,872</b>	<b>\$ -</b>	<b>\$ 5,895,872</b>
<b>OTHER FINANCING USES</b>			
To General Fund	\$ 167,266,819	\$ -	\$ 167,266,819
To Debt Service Fund	199,035,079	-	199,035,079
<b>Total Other Financing Uses</b>	<b>\$ 366,301,898</b>	<b>\$ -</b>	<b>\$ 366,301,898</b>
<b>TOTAL APPROPRIATIONS &amp; OTHER FINANCING SOURCES</b>	<b>\$ 1,441,144,170</b>	<b>\$ -</b>	<b>\$ 1,441,144,170</b>

**THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA**  
**2023-24 Capital Fund Amendment #3**  
**As of May 31, 2024**  
**Explanation Summary**

<b><u>CHANGES IN APPROPRIATIONS</u></b>	<b><u>INCREASE/ (DECREASE)</u></b>
<b>(1) Remodeling and Renovation</b>	<b>\$ (3,650,000)</b>
<i>Additional details on the unallocated reserve are included in Exhibit C</i>	
<u>Capital Reserve Financial impact:</u>	
Transfer for Enterprise Resource Planning software implementation.	(3,650,000)
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<b>(1) Software</b>	<b>\$ 3,650,000</b>
Fiscal year 2024 Implementation costs for SAP Ariba (Bid AGR24-180) and SAP SuccessFactors (Bid AGR24-231).	\$ 3,650,000

**Capital Funds Reserve Status Report  
for June 18, 2024 Regular School Board Meeting**

Exhibit C

Date	Item	Location	Description	Reserve Activity
7/1/2023			FY24 Beginning Balance (from Adopted DEFP 9/5/23 )	\$ 120,316,000
9/5/2023	1	District wide	Amendment for Turf Fields	(2,500,000)
<b>FY24 Beginning Balance</b>				<b>\$ 117,816,000</b>

**Previously Approved FY24 Board Items with Budget Impacts**

9/12/2023	JJ-18	James S. Rickards Middle	Approve GMP Amendment 1 to the Construction Manager at Risk Agreement with CORE Construction Services of Florida, LLC., and approve additional funding in the amount of \$22,185,372 - James S. Rickards MS, Oakland Park, Project No. P.002775, District 3.	(22,185,372)
10/17/2023	JJ-13	McArthur High	Approve the Construction Agreement with James B. Pirtle Construction Company, Inc., in the amount of \$30,556,227 for the construction of the SMART Program Renovations - P.001954, and New Classroom Addition - P.002892, at McArthur High School, RFP FY24-052, District 1.	(16,635,327)
11/8/2023	JJ-13	Mary M. Bethune Elementary	Approve the Third Amendment to the Professional Services Agreement with RGD & Associates, Inc and approve the additional funding request of \$1,466,000 for the planning and design of a new 8,500 sq. ft administration building and subsequent demolition of the existing administration building at Mary M. Bethune Elementary School, Project No. P.002984, District 1.	(1,466,000)
1/23/2024	FF-1	Districtwide	Capital Budget Amendment #1 SMART Program Needs	(28,486,180)
1/23/2024	FF-1	Districtwide	Capital Budget Amendment #1 ADA Projects	(2,341,731)
1/23/2024	FF-1	Districtwide	Capital Budget Amendment #1 SMART Projects Closeouts	2,248,230
1/23/2024	FF-1	Districtwide	Capital Budget Amendment #1 DEFP Project Closeouts	3,610,489
1/23/2024	FF-1	Districtwide	Capital Budget Amendment #1 Insurance Recovery	4,140,000
1/23/2024	JJ-7	Central Park Elementary	Approve Change Order #6 in the amount of \$11,423 and no days added to the contract duration and approve additional funding in the amount of \$4,539 for Central Park Elementary School, Project No. P.001757, District 6.	(4,539)
2/21/2024	JJ-1	Lauderhill Paul Turner Elementary	Approve deductive Change Order #1 in the amount of (\$168,554.56) and no days added to the contract duration for Lauderhill Paul Turner Elementary School, Project No. P.002066, District 5.	168,555
2/21/2024	JJ-4	Boyd H. Anderson High	Approve Change Order #3 and additional funding in the amount of \$33,071 for Boyd H. Anderson High School, Project No. P.001846, District 5.	(33,071)
2/21/2024	JJ-5	South Broward High	Approve Change Order #8 and additional funding request in the amount of \$15,159 and no days added to the contract duration for South Broward High School, Project No. P.001838, District 1.	(15,159)

**Capital Funds Reserve Status Report  
for June 18, 2024 Regular School Board Meeting**

Exhibit C

Date	Item	Location	Description	Reserve Activity
2/21/2024	JJ-7	Coral Springs High	Approve Change Order #10 and additional funding request in the amount of \$6,968 and no days added to the contract duration for Coral Springs High School, Project No. P.001765, District 4.	(6,968)
2/21/2024	JJ-10	Plantation High	Approve the Construction Agreement with H.A. Contracting Corp., valued at \$22,860,000 and requiring \$734,280 of additional funding, for the construction of the SMART Program Renovations at Plantation High School, Project No. P.001916, RFP FY24-071, District 5.	(734,280)
3/12/2024	JJ-8	Blanche Ely High	Approve additional funding in the amount of \$3,650,000, and approve additional scope of work including bus loop renovation and new covered walkways.	(3,650,000)
3/12/2024	JJ-9	Western High	Approve the additional funding request of \$187,628 for Western High School Culinary Lab, Project No. P.001967.	(187,628)
4/16/2024	JJ-3	Banyan Elementary	Approve this Change Order #3 and additional funding request in the amount of \$69,869.	(69,869)
4/16/2024	JJ-5	Boyd H. Anderson High	Approve this Change Order #4 and additional funding request in the amount of \$5,191.96.	(5,192)
4/16/2024	JJ-15	Collins Elementary	Approve the additional funding request of \$42,013 for Collins Elementary School.	(42,013)
4/16/2024	JJ-9	Eagle Point Elementary	Approve this Change Order #10 in the amount of \$553,893.82, approve additional funding in the amount of \$424,774 and 511 days added to the contract duration.	(424,774)
4/16/2024	JJ-16	Sandpiper Elementary	Approve the additional funding request of \$6,705 for Sandpiper Elementary School.	(6,705)
4/16/2024	JJ-8	Westchester Elementary	Approve this Change Order #7 and additional funding request in the amount of \$69,651.	(69,651)
5/21/2024	JJ-14	Falcon Cove Middle	Approve the Fourth Amendment to the Professional Services Agreement with Zyscovich, LLC, and approve the additional funding request of \$134,000.	(134,000)
5/21/2024	JJ-18	Cypress Bay High	Approve the Sixth Amendment to the Professional Services Agreement with Zyscovich, LLC, and approve the additional funding request of \$92,000.	(92,000)
5/21/2024	JJ-19	Nova Blanche Forman Elementary	Approve the additional funding request of \$160,000 for the Traffic Circulation Improvement Project at Nova Blanche Forman Elementary School.	(160,000)
5/21/2024	JJ-20	Plantation Middle	Approve the additional funding request of \$990,000 to complete the fire sprinkler scope of work at Plantation Middle School.	(990,000)
5/21/2024	JJ-21	South Plantation High	Approve the additional funding request of \$175,465.81 for South Plantation High School.	(175,466)
5/21/2024	JJ-22	Westchester Elementary	Approve the additional funding request of \$15,000 for Westchester Elementary School.	(15,000)
5/21/2024	FF-1	Districtwide	Capital Budget Amendment #2 Revenue from interest and investment gains	20,216,622
5/21/2024	FF-1	Districtwide	Capital Budget Amendment #2 Revenue from Insurance Cost Recovery	959,160
5/21/2024	FF-1	Districtwide	Capital Budget Amendment #2 Project Closeout	742,898

**Capital Funds Reserve Status Report  
for June 18, 2024 Regular School Board Meeting**

Exhibit C

Date	Item	Location	Description	Reserve Activity
5/21/2024	FF-1	Districtwide	Capital Budget Amendment #2 PPO Capital Projects transferred from ARP HVAC	(10,500,000)
5/21/2024	FF-1	Districtwide	Capital Budget Amendment #2 School Furniture, Fixture and Equipment	(1,500,000)
5/21/2024	FF-1	Districtwide	Capital Budget Amendment #2 Charter School Local Capital Improvement	(334,521)
5/21/2024	FF-1	Districtwide	Capital Budget Amendment #2 General Fund Transfer for Physical Plant Operations (PPO) flood response	(3,000,000)
5/21/2024	FF-1	Districtwide	Capital Budget Amendment #2 Weapon Detection System	(1,295,115)
<b>Capital Reserve Balance</b>				<b>\$ 55,341,393</b>

**6/18/24 Board Items with Budget Impacts**

6/18/2024	JJ-12	Oakridge ES	Additional Funding	(12,300)
6/18/2024	JJ-13	Taravella HS	Additional Funding	(25,000)
<b>Subtotal JJ Items Impact</b>				<b>\$ (37,300)</b>

6/18/2024	FF-1	Districtwide	Capital Budget Amendment #3 SAP ARIBA and SAP SuccessFactors	(3,650,000)
<b>Subtotal FF Item Impact</b>				<b>\$ (3,650,000)</b>

<b>Projected Capital Reserve Balance</b>	<b>\$ 51,654,093</b>
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