

**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 & Title

Judith M. Marte, Deputy Superintendent, Finance & Operations

Signature

Judith M. Marte, Deputy Superintendent, Finance & Operations

Electronic Signature

Form \$4189 Revised 4/24

HH/VSW

Approved in

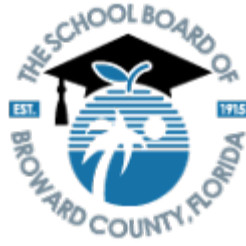
Open Board

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.

Description	Amount
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)
Projected Capital Reserve Balance	<u>\$ 51,654,093</u>

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

ESTIMATED REVENUES	PREVIOUS BUDGET	INCREASE/ (DECREASE)	REVISED BUDGET
LOCAL SOURCES			
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
Total Local Sources	\$ 520,679,481	\$ -	\$ 520,679,481
STATE SOURCES			
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
Total State Sources	\$ 49,511,365	\$ -	\$ 49,511,365
BEGINNING FUND BALANCE	870,953,324	-	870,953,324
TOTAL ESTIMATED REVENUES, OTHER FINANCING SOURCES, & BEGINNING FUND	\$ 1,441,144,170	\$ -	\$ 1,441,144,170
TOTAL ESTIMATED REVENUES, OTHER FINANCING SOURCES, BEGINNING FUND BALANCE AND DEFERRED REVENUE	\$ 1,441,144,170	\$ -	\$ 1,441,144,170

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

APPROPRIATIONS	PREVIOUS BUDGET	INCREASE/ (DECREASE)	REVISED BUDGET
CAPITAL OUTLAY			
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)
Total Capital Outlay	\$ 1,068,946,400	\$ -	\$ 1,068,946,400
CHARTER SCHOOL LOCAL CAPITAL IMPROVEMENT			
To Charter School	\$ 5,895,872	\$ -	\$ 5,895,872
Total Charter School Local Capital Improvement	\$ 5,895,872	\$ -	\$ 5,895,872
OTHER FINANCING USES			
To General Fund	\$ 167,266,819	\$ -	\$ 167,266,819
To Debt Service Fund	199,035,079	-	199,035,079
Total Other Financing Uses	\$ 366,301,898	\$ -	\$ 366,301,898
TOTAL APPROPRIATIONS & OTHER FINANCING SOURCES	\$ 1,441,144,170	\$ -	\$ 1,441,144,170

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

<u>CHANGES IN APPROPRIATIONS</u>	<u>INCREASE/ (DECREASE)</u>
(1) Remodeling and Renovation	\$ (3,650,000)
<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)
(1) Software	\$ 3,650,000
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)
FY24 Beginning Balance				\$ 117,816,000

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)
Capital Reserve Balance				\$ 55,341,393

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)
Subtotal JJ Items Impact				\$ (37,300)

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

Projected Capital Reserve Balance	\$ 51,654,093
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