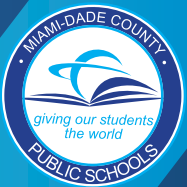


THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA



Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2020



**THE SCHOOL BOARD OF
MIAMI-DADE COUNTY, FLORIDA**



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2020**

**Prepared by:
Office of the Controller
Daisy Naya, C.P.A.
Controller**

**1450 Northeast Second Avenue
Miami, Florida 33132**



THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the fiscal year ended June 30, 2020

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THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

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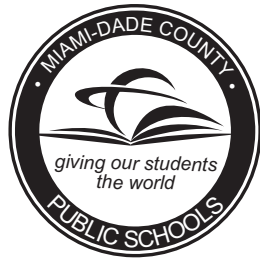
THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

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I. Introductory Section



The School Board of Miami-Dade County, Florida

1450 Northeast Second Avenue
Miami, Florida 33132



December 9, 2020

Members of the School Board and Citizens of Miami-Dade County:

The Comprehensive Annual Financial Report of The School Board of Miami-Dade County, Florida (the "School Board," the "District," "Miami-Dade County Public Schools" or "M-DCPS") for the fiscal year ended June 30, 2020 is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in sections. The financial section includes the Management's Discussion and Analysis (MD&A), immediately following the independent auditor's report, that provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

The District is the fourth largest school district in the nation. It is responsible for the operation, control, and supervision of all District schools and is considered a primary government for financial reporting purposes. This report includes all funds of the District and the Miami-Dade County School Board Foundation, Inc., which is reported as a blended component unit, comprising the reporting entity. The District provides a full range of educational services appropriate to students in early childhood, grade levels Pre-K through 12, and adult/vocational education programs. These include basic, regular and enriched academic education, special education for handicapped children, vocational education, and many individualized programs, such as special instruction for disadvantaged students and those with limited English proficiency. The District's mission, as a team, is to provide and support the highest quality education for our diverse community of children and adult learners.



Alberto M. Carvalho
Superintendent of Schools

"The 2019-2020 school year began with an emphasis on innovation, academic rigor, parental engagement, and increased operations efficiencies. During the spring of 2020, as COVID-19 swept across the world and our nation, Miami-Dade County Public Schools was tasked with reimagining public education. The global health pandemic may have turned living rooms into classrooms, but it didn't deter our world-class educators and administrators from providing quality education to all students."

ECONOMIC CONDITIONS AND OUTLOOK

Miami-Dade County is comprised of 34 municipalities, including the cities of Miami, Miami Beach, Hialeah, and Coral Gables, as well as unincorporated areas. This area covers over 2,000 square miles and is inhabited by over 2.7 million citizens. Miami-Dade County Public Schools remains the area's largest employer; employing 37,696 full and part-time employees. Full-time employees numbered approximately 33,211 during 2019-20, including 19,294 instructional professionals. The District's annual operating budget for fiscal year 2020-21 is in excess of \$3.5 billion to serve an estimated enrollment of 344,921 students. Student enrollment is expected to decline due to the COVID-19 pandemic, a decrease in the birth rate, the growing population of publicly funded voucher programs for private schools, stricter immigration policies, and the high cost of living.



The COVID-19 global pandemic has had a tremendous impact on the economy of Miami-Dade County. Our county relies heavily on international trade, tourism and hospitality, and retirement migration, and the activity related to these sectors has been severely curtailed as a result of the pandemic. The top two drivers of our economy are Miami International Airport and the Port of Miami, "PortMiami". Due to the pandemic, cruises were suspended and passenger air travel dropped by 90 percent. Tourist tax and sales tax collections have plummeted. The COVID-19 pandemic triggered the first recession ever caused by a contraction in the services sector.

According to a report from the University of Central Florida's Institute for Economic Forecasting, Florida's economy is expected to contract by 6% year over year in 2020. The Institute's report, as well as other sources, have set 2023 as the likely year when key components of the state's economy will have fully recovered. The Institute's report is forecasting annualized statewide unemployment rates of 8.2% for 2020, 5.5% for 2021 and 3.6% for 2022.

The housing market has continued to show resiliency in the state and national economy during the pandemic. Despite slowdowns in other areas, with the low interest rates, recent reports show rising sales of single family homes, condominiums, and townhouses. Nevertheless, mortgage delinquencies still have not come down to pre-pandemic levels.

It is expected that economic policy developments led by the federal government will continue to support the economy of Florida. However, the State anticipates that it will lose \$5 billion in revenues over the next 2 fiscal years. These revenue projections will have an impact on Florida's economy and the District. Although there was an upswing related to reopenings in May and June 2020, any rebound of economic activity will be constrained by the availability of an effective vaccine.

FINANCIAL INFORMATION

Long-Term Financial Planning The District continues its efforts to provide world class educational opportunities for the children of Miami-Dade County through innovation, sound fiscal management, and choices that align with the District's priorities and values.

General Obligation Bond Referendum A \$1.2 billion General Obligation Bond (GOB) referendum was approved by voters on the November 6, 2012 ballot. Proceeds from the bond issue will be used to modernize and construct schools throughout the District, including technology upgrades at all schools. The GOB program continues at an accelerated pace with over 500 projects at various stages of completion.



Miami-Dade Voters Approve Referendum to Raise Teachers' Salaries and Increase School Safety On November 6, 2018 the voters of Miami-Dade County approved the Secure Our Future referendum (#362) that will increase teacher compensation and improve school safety. The referendum approves a levy based on determined property value at approximately \$75 per \$100,000 of assessed value for up to four years. This levy will generate approximately \$232 million annually for the District. The average homeowner will pay \$0.39 a day, or \$12 a month. Better compensation for teachers is expected to translate into increased buying power providing a significant return on investment for the community and local business owners.

Internal Control Structure The internal control structure is subject to periodic evaluation by management and the internal audit staff. In accordance with Government Auditing Standards, the independent auditors have issued a report dated November 23, 2020 on their consideration of the District's internal control structure. The purpose of their report is to describe the scope of their testing of internal control and the results of that testing, and not to provide an opinion on internal control.



The administration is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled and recorded accurately to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by the administration.

The accompanying financial statements demonstrate that even under a period of changing operational conditions, the District continues to achieve a policy of sound financial management.

Budgetary Controls The District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Proprietary Fund, and the Fiduciary Funds, except the schools' Internal Fund, are included in the annual appropriated budget. Project-length financial plans are provided for the Capital Projects Funds, but budgets are adopted for only one year.





Budgetary control is maintained for individual accounts or groups of accounts within each school or department through the use of an encumbrance accounting system. The process uses a test for availability of funds which precludes any requisition for services, equipment, supplies or materials from becoming a purchase order, if the account would be overspent. Encumbrances are reappropriated as part of the following year's budget.

The District issues a publicly available annual Budget Plan for planning purposes and an Executive Summary for adoption by the School Board. In addition, in order to control salaries effectively, a centralized Position Authorization Control (PAC) system governs salary expenditures, whereby full-time employees are not paid unless they are fully processed and fill a slot in the PAC system that also identifies the account structure to charge.

Independent Audit State law permits an outside independent audit of school districts by a firm of certified public accountants in lieu of an audit performed by the State of Florida, Office of the Auditor General. The auditing firm RSM US LLP was selected by the School Board to perform the annual audit. In keeping with the minority firm utilization program established by the School Board, RSM US LLP was assisted by Anthony Brunson, PA.



As an additional oversight review and control, the School Board Audit and Budget Advisory Committee, which includes individuals from the private sector with extensive knowledge in accounting and municipal finance, monitors the independent audit process. This includes reviewing the scope of the audit and the progress of the audit. Furthermore, the Committee evaluates the financial statements, the auditors' report and the administration's response. The Committee also reviews all internal audit reports and administrative staff responses, placing an emphasis on timely implementation of the recommendations made by the auditors. The Committee meets regularly, at least six times per year, and operates independently of the administration. It oversees the overall audit function and issues an annual report to the School Board.

Relevant Financial Policies The intent of the School Board is to ensure that the District manages its budget and finance in a fiscally prudent and responsible manner by establishing financial policies for the Budget, Fund Balance and the maintenance of adequate reserves.



The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual, that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

MAJOR INITIATIVES

Modernizing Our Schools Since the passage of the General Obligation Bond in 2012, approximately 229 main projects and 627 accelerated projects have been completed, along with dozens more under construction, design or planning. Total work completed or under contract has surpassed \$850 million.

Distance Learning The shift from classrooms to virtual and online instruction happened almost overnight. Daily attendance rates during distance learning reached an impressive 93 percent, comparable to in-person attendance rates at the same time last year. The District distributed 119,000 devices, including more than 9,000 phones with Wi-Fi used as hotspots for connectivity.

Securing Opportunities for Academic Recovery (SOAR) The Office of Academics and Transformation has developed SOAR a strategic summer program to mitigate learning loss for the most fragile students.

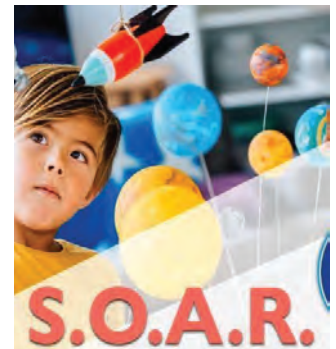
Meal Distributions Nearly four million meals were distributed since school closures. The District also partnered with individual donors, local organizations, and restaurateurs to provide thousands of additional meals to children and families. Since March 25, more than 50,000 hot meals have been delivered in the county's most fragile communities through the Family Meals On-the-Go program. More than \$1.1 million has been raised for this initiative.

Facilities Improvements & Maintenance The District's buildings have been "Closed for Instruction, but Open for Construction". Out of 66 ongoing projects, 30 of them have been expedited. Maintenance activities and sanitization continue at school sites across the District, with employees working in full force while following social distancing guidelines and utilizing personal protective equipment (PPE). Handwashing stations are in place at all construction sites, and public health guidelines are being followed.

Advocacy Efforts M-DCPS has taken aggressive and swift action researching and identifying supplemental funding to secure \$150.4 million in CARES Act relief funds and continues to seek further funding assistance to support District operations and mitigate costs related to COVID-19.

Class of 2020 M-DCPS made every effort to celebrate and honor our Class of 2020 graduates while adhering to public health guidelines. Virtual high school graduation ceremonies were live-streamed and aired on WLRN, as well as a robust social media and community-wide campaign during May, including a Senior Recognition Day on May 20, 2020, to recognize the outstanding accomplishments of our graduates.

Communication Efforts A COVID-19 dedicated website was developed and continuously updated with the latest information. The website included videos, flyers, information on school meal distribution events, distance learning updates, and much more in three languages. Various communication tools/resources were utilized such as automated messaging, social media, news releases, and digital communication to ensure students, parents, employees, and the community received the most up-to-date information.





Values Matter Miami Partnership To further encourage respect, tolerance, and empathy among students, Miami-Dade County Public Schools (M-DCPS) joined forces with the Miami Dolphins to expand Values Matter Miami, designed to teach and celebrate core values as a way to create kind and inclusive school communities. Initiatives included a district-wide student football cleat design competition and monthly student recognitions.

Expansion of Mental Health Services M-DCPS hired 35 additional licensed and certified mental health coordinators and trained thousands of educators, bus drivers, parents, and community members to ensure students have access to these services.

It's No Joke Campaign M-DCPS joined the Miami-Dade State Attorney's Office and the Florida Department of Juvenile Justice to raise awareness about the consequences of making statements of any kind that imply an intent to harm others, whether credible or intended as a hoax.



Universal Children's Savings Account Program To promote saving habits, M-DCPS partnered with Future Bound Miami to launch a program for kindergarteners in the City of Miami that establishes a free savings account for students.

Virtual Parent Academy The Parent Academy created a mobile application and expanded its offerings through a virtual campus, providing parents with additional resources and workshops to support their children.

Aspen Challenge The Challenge engages high school students in identifying real-world problems and leveraging their knowledge, passion, and creativity to develop innovative solutions to large-scale issues currently facing our society.

Ongoing Mentorship Programs In order to create trusting and long-lasting relationships between youth and police in our community, MDSPD School Resources Officers participated as mentors in the Big Brothers Big Sisters "Bigs in Blue" initiative and the 5000 Role Models of Excellence program.

PROGRAM HIGHLIGHTS



A-Rated School District M-DCPS is an "A"-rated school District. For three years in a row, there are zero "F" rated traditional schools and 99% of schools are rated A, B, or C.

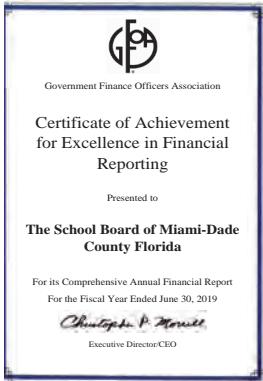
Historic Graduation Rate Improves The graduation rate (excluding charters) increased to 89.2 percent for the 2018-2019 academic year, the highest documented rate the school district has achieved.

Reducing Waste M-DCPS eliminated plastic straws in cafeterias, resulting in the removal of over 40 million plastic straws in the waste stream annually.



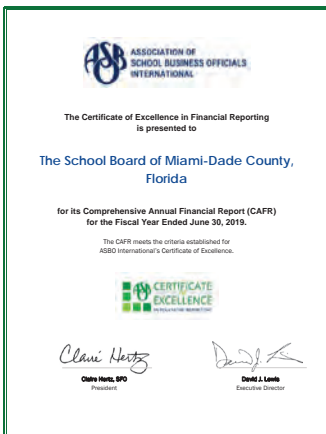
Financial Awards The Council of the Great City Schools recognized Miami-Dade County Public Schools (M-DCPS) for employing the highest standards in financial management, accountability and fiscal control.

It presented the Award for Excellence in Financial Management for its financial performance in safeguarding and protecting the financial integrity of the school system. M-DCPS met all of the mandatory and recommended management practices of the 136 practices in the nine areas of financial operations.



The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to The School Board of Miami-Dade County, Florida for the fiscal year ended June 30, 2019. This was the thirty-fifth consecutive year that the District has received this prestigious award.

The School Board of Miami-Dade County, Florida also received the Association of School Business Officials (ASBO) International Certificate of Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019. This is the thirty-sixth consecutive prestigious award that the District has received from ASBO.



These awards are for one year only and signify that the financial report conforms to generally accepted accounting principles, legal requirements and standards of reporting required by the organization granting the award.

We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate Programs' requirements, and we are submitting it to both GFOA and ASBO, to determine its eligibility to receive, once more, their respective prestigious awards.



The District is once again participating in the GFOA's Best Practices in School Budgeting Program for its annual adopted budget for fiscal year ending June 30, 2020. In order to qualify for the Distinguished Budget Presentation Award, the District's budget has to be proficient in several categories, including policy documentation, financial planning and organization. The award encourages and assists state and local governments in preparing budget documents of the very highest quality that reflect both the guidelines established by the National Advisory Council on State and Local Budgeting and the GFOA's best practices on budgeting.

Acknowledgment The preparation of this report could not have been accomplished without the services of the entire staff of Financial Services, particularly the Office of the Controller, and the support that other bureaus and offices provided.

We would like to thank the members of the School Board for their interest and support in planning and conducting the financial operations of the District. We also thank the citizens of Miami-Dade County, whose cooperation, support and assistance have contributed greatly to the operation of this innovative school system.

We look forward to the opportunity, with your guidance and support, of building a better, more effective and efficient school system that provides a learning environment that adapts to the ever changing needs of our students - the citizens of tomorrow.

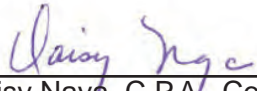
Respectfully submitted,



Alberto M. Carvalho, Superintendent of Schools



Ron Y. Steiger, Chief Financial Officer



Daisy Naya, C.P.A., Controller



THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

Principal Officials - Elected

Board Members



Ms. Perla Tabares Hantman
Chair
District 4



Dr. Steve Gallon III
Vice-Chair
District 1



Dr. Dorothy Bendross-Mindingall
District 2



Ms. Lucia Baez-Geller
District 3



Ms. Christi Fraga
District 5



Ms. Mari Tere Rojas
District 6



Dr. Lubby Navarro
District 7



Dr. Marta Pérez
District 8



Ms. Luisa Santos
District 9

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

Principal Officials - Elected

Board Members - Terms of Office

Dr. Steve Gallon III, Member from District No. 1

Present term began	November 2020
Present term expires	November 2024
Began as a Board Member	November 2016

Dr. Dorothy Bendross-Mindingall, Member from District No. 2

Present term began	November 2018
Present term expires	November 2022
Began as a Board Member	November 2010

Ms. Lucia Baez-Geller, Member from District No. 3

Present term began	November 2020
Present term expires	November 2024
Began as a Board Member	November 2020

Ms. Perla Tabares Hantman, Member from District No. 4

Present term began	November 2018
Present term expires	November 2022
Began as a Board Member	November 1996

Ms. Christi Fraga, Member from District No. 5

Present term began	November 2020
Present term expires	November 2024
Began as a Board Member	November 2020

Ms. Mari Tere Rojas, Member from District No. 6

Present term began	November 2018
Present term expires	November 2022
Began as a Board Member	November 2016

Dr. Lubby Navarro, Member from District No. 7

Present term began	November 2020
Present term expires	November 2024
Began as a Board Member	February 2015

Dr. Marta Pérez, Member from District No. 8

Present term began	November 2018
Present term expires	November 2022
Began as a Board Member	November 1998

Ms. Luisa Santos, Member from District No. 9

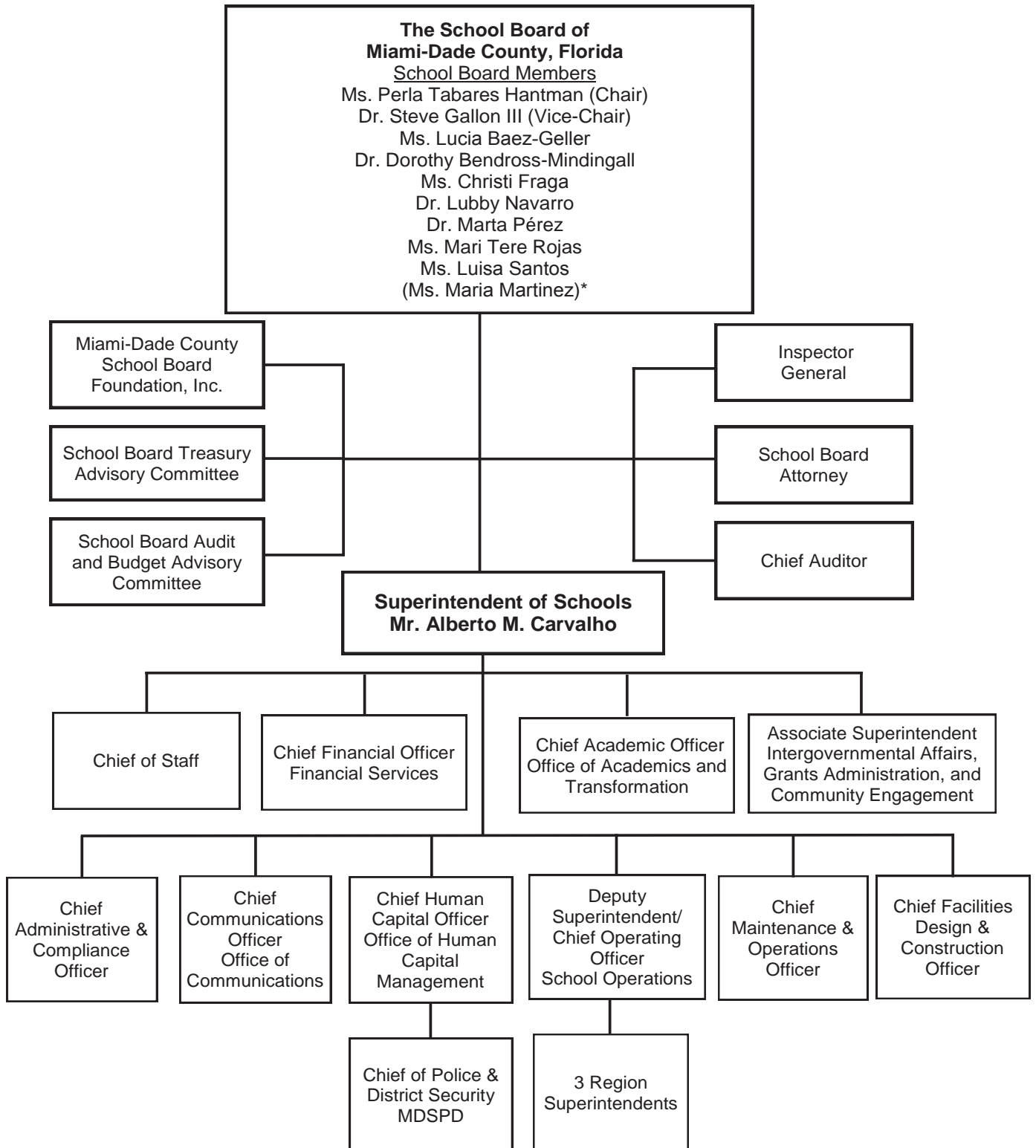
Present term began	November 2020
Present term expires	November 2024
Began as a Board Member	November 2020

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

Other Principal Officials - Appointed

Mr. Alberto M. Carvalho	Superintendent of Schools
Mr. Ron Y. Steiger	Chief Financial Officer, Financial Services
Mr. Jaime G. Torrens	Chief of Staff, Office of the Superintendent
Mrs. Valtena G. Brown	Deputy Superintendent/Chief Operating Officer, School Operations
Mr. Jose L. Dotres	Chief Human Capital Officer, Office of Human Capital Management
Ms. Tabitha G. Fazzino	Chief Administrative and Compliance Officer, Office of the Superintendent
Ms. Daisy Gonzalez-Diego	Chief Communications Officer, Office of Communications
Ms. Maria Izquierdo	Chief Academic Officer, Office of Academics and Transformation
Mr. Edwin Lopez	Chief of Police & District Security Miami-Dade Schools Police Department
Ms. Iraida R. Mendez-Cartaya	Associate Superintendent, Intergovernmental Affairs, Grants Administration, and Community Engagement
Mr. Carl Nicoleau	Chief Maintenance & Operations Officer
Mr. Raul F. Perez	Chief Facilities Design & Construction Officer

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DISTRICT ADMINISTRATIVE ORGANIZATION
SUPERINTENDENT'S DIRECT REPORTS**



* M-DCPS Student who sits on the board in an advisory capacity



Government Finance Officers Association

Certificate of Achievement
for Excellence in Financial
Reporting

Presented to

**The School Board of Miami-Dade
County Florida**

For its Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2019

Christopher P. Morill

Executive Director/CEO



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

**The School Board of Miami-Dade County,
Florida**

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director



The Council of the Great City Schools

presents this

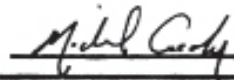
**CERTIFICATE OF RECOGNITION FOR EXCELLENCE
IN FINANCIAL MANAGEMENT**

to the

**Office of the Chief Financial Officer
Miami-Dade County Public Schools**

The Certificate of Recognition for Excellence in Financial Management is presented by the Council of the Great City Schools to the department which has been instrumental in the district's achieving the Award for Excellence in Financial Management. The Award for Excellence in Financial Management is the only national award that recognizes a school district for supporting the highest standards in financial accountability and controls that are needed to safeguard and protect the financial integrity of the district.

Executive Director



Date: January 18, 2012

II. Financial Section





RSM US LLP

Independent Auditor's Report

Honorable Chairperson and Board Members of
The School Board of Miami-Dade County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of The School Board of Miami-Dade County, Florida (the School Board), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School Board'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 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 from 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 entity'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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of The School Board of Miami-Dade County, Florida, as of June 30, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance 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, schedules of the proportionate share of net pension liability, schedule of changes in the net pension liability and related ratios, schedule of investment returns, schedules of contributions and schedule of changes in the total other post-employment benefits liability and related ratios*, 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 School Board's basic financial statements. The *introductory section, combining and individual fund financial statements and other supplementary information, 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 fund financial statements and other supplementary information* are the responsibility of management 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, the accompanying *combining and individual fund financial statements and other supplementary information* 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 23, 2020, on our consideration of the School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the School Board's 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 School Board's internal control over financial reporting and compliance.

RSM US LLP

Miami, Florida
November 23, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)



THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2020
(Unaudited)



The Management's Discussion and Analysis (MD&A) of The School Board of Miami-Dade County, Florida (the District), is intended to provide an overview of the District's financial position and changes in financial position for the fiscal year ended June 30, 2020.

Since the focus of the Management's Discussion and Analysis (MD&A) is on the current year activities, resulting changes and currently known facts, it should be read in conjunction with the District's financial statements, including the accompanying notes. Additionally, as a required part of the MD&A, comparative information for the current year and the prior year is presented for financial analysis to enhance the understanding of the District's financial performance.

Financial Highlights

At June 30, 2020, the General Fund had a total fund balance of \$246.8 million. This fund balance was comprised of \$9.6 million of non-spendable funds, \$12.1 million of restricted funds, \$59.0 million of assigned funds and \$166.1 million of unassigned funds.

General Fund fund balance increased by \$3.3 million or 1.4% from the previous year. The District experienced an increase in revenues with a commensurate increase in expenditures primarily due to property tax collections from the voter approved Secure Our Future Referendum, used to fund increases in teacher compensation and enhance the safety of our schools.

Special Revenue funds ended the year with a fund balance of \$14.8 million, a decrease of \$(18.3) million or (55.2)% from the previous year due to a decrease in revenues in the food service program as a result of the school site closures from March 16, 2020 through the end of the school year related to the COVID-19 global pandemic. During this period of school closures, the District's food service program distributed school breakfast and lunch meals under the Summer Food Service Program through a waiver from the United States Department of Agriculture (USDA), thereby mitigating what otherwise would have been a larger decrease in revenues.

Debt Service funds ended the year with a fund balance of \$133.8 million, an increase of \$11.0 million or 9.0% from the previous year primarily due to an increase in revenues from the fair market value of investments.

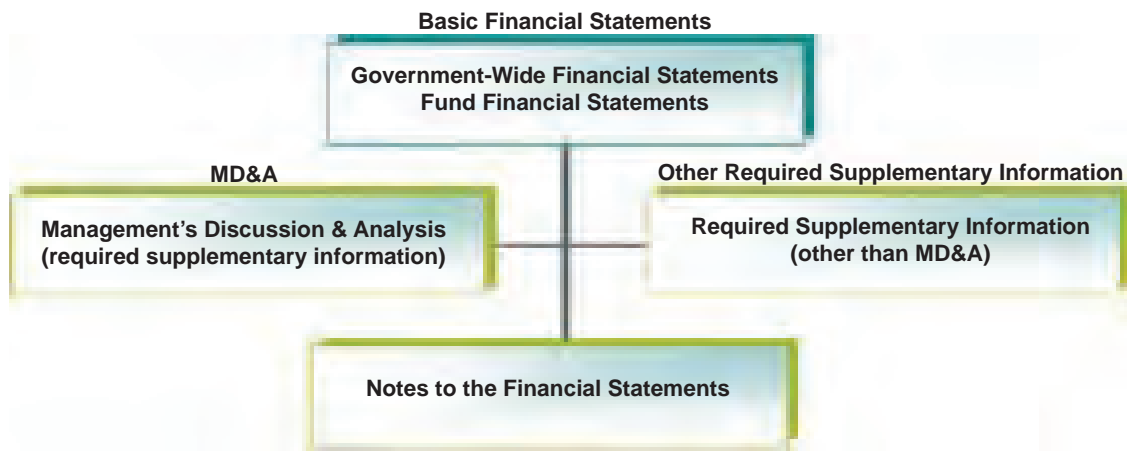
During the 2019-20 fiscal year, the District refunded several outstanding Certificates of Participation (COPs) bond series and School Board of Education (SBE) Capital Outlay Bonds that provided cash flow savings of \$15.7 million.

Capital Projects funds ended the year with a fund balance of \$482.2 million, a decrease of \$(37.9) million or (7.3)% from the previous year primarily due to the accelerated pace of the General Obligation Bond (GOB) program.

Moody's Investors Service maintained the District's rating of GOB and COP of "Aa2/stable" and "Aa3/stable", respectively, noting the District's management of its finances over the last six fiscal years, in both its fund balance and liquidity positions. Standard & Poor's (S&P) rating agency maintained the District's rating of "AA-/stable" for GOB and "A+/stable" for COP bonds based in part on good financial management practices and policies.

USING THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT

This Comprehensive Annual Financial Report is comprised of different sections. The following graphic is provided to facilitate the understanding of the format and its components:



OVERVIEW OF THE FINANCIAL STATEMENTS

The District's Comprehensive Annual Financial Report consists of a series of 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 position. The 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 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 of the District as it relates to the group health insurance program. 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 and required supplementary information (RSI) provide essential information that is not disclosed on the face of the financial statements. Consequently, the notes and RSI are an integral part of the basic financial statements.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities - Most of the activities of the District are reported in these statements, including instruction, instructional support services, operations and maintenance, school administration, general administration, pupil transportation, and food service. Additionally, all state and federal grants, as well as capital and debt financing activities are reported in these statements.

The Statement of Net Position and the Statement of Activities present a view of the District's financial operations as a whole, reflect all financial transactions and provide information helpful in determining whether the District's financial position has improved or deteriorated as a result of the current year's activities. Both of these statements are prepared using the accrual basis of accounting similar to that used by most private-sector companies. The Statement of Net Position includes assets plus deferred outflows of resources, and liabilities, less deferred inflows of resources, both short and long term.

The Statement of Activities reports all of the current year's revenues and expenses regardless of when cash is received or paid. The two government-wide statements report the District's Net Position and the changes that resulted from the District's operations. The relationship between revenues and expenses indicates the District's operating results. Over time, increases and decreases in the District's Net Position are an indicator of whether the District's financial position is improving or deteriorating. However, as a governmental entity, the District's activities are not geared towards generating profits as are the activities of commercial entities. Other factors, such as the safety of schools and quality of education, must be considered in order to reasonably assess the District's overall performance, particularly because of the limited resources available.

Fund Financial Statements

The District's fund financial statements provide a detailed short-term view of the District's operations, focusing on its most significant or "major" funds. Certain funds are required by law while others are created by legal agreements, such as bond covenants. The District establishes other funds to ensure and demonstrate compliance with finance-related legal requirements and prudent fiscal management. The District has three kinds of funds - governmental funds, a proprietary fund and fiduciary funds.

Governmental Funds - The accounting for most of the District's basic services is included in the governmental funds. The measurement focus and basis of accounting continue to be reported using the modified accrual basis of accounting, which measures inflows and outflows of current financial resources and the remaining balances at year-end that are available for spending. Furthermore, under this basis of accounting, changes in net spendable assets normally are recognized only to the extent that they are expected to have a near-term impact. Inflows of financial resources are recognized only if they are available to liquidate liabilities of the current period. Similarly, future outflows are typically recognized only if they represent a depletion of current financial resources. The District's major governmental funds are the General Fund, Other Federal Programs, General Obligation School Bonds Capital Projects Funds, and Capital Improvement-Local Optional Millage Levy (LOML) Funds. The differences in the amounts reported between the fund statements and the government-wide financial statements are explained in the reconciliations provided on Pages 25 and 28.

Proprietary Fund - The District maintains an Internal Service Fund as its only proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses the internal service fund to report the activities of the group health self-insurance program. Since these services predominantly benefit governmental rather than business-type functions, the internal service fund has been included within governmental activities in the government-wide financial statements. The District's proprietary fund activity is reported in the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows - Proprietary Funds on Pages 29 through 31.

Fiduciary Funds - The District is the trustee, or fiduciary, for resources held for the benefit of others, such as the student activities fund and the pension trust fund. The District's fiduciary activities are reported in the Statement of Fiduciary Net Position on Page 32 and the Statement of Changes in Fiduciary Net Position on Page 33. The resources accounted for in these funds are excluded from the government-wide financial statements because these funds are not available to finance the District's operations. Consequently, the District is responsible for ensuring that these resources are used only for their intended purposes.

Notes to the Financial Statements

The notes provide disclosures and additional information that are essential to a full understanding of the financial information presented in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report presents required supplementary information beginning on Page 90.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

The following table provides a comparative analysis of the District's Net Position for the fiscal years ended June 30, 2020 and 2019.

CONDENSED STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2020 and 2019
(\$ in millions)

Categories	2019/20	2018/19	Difference Increase (Decrease)	% Increase (Decrease)
Current and Other Assets	\$ 1,289.4	\$ 1,300.4	\$ (11.0)	(0.9) %
Capital Assets, Net	4,373.7	4,407.9	(34.2)	(0.8) %
Total Assets	\$ 5,663.1	\$ 5,708.3	\$ (45.2)	(0.8) %
Deferred Outflows of Resources				
Deferred Loss on Refundings	75.9	94.4	(18.5)	(19.6) %
Pensions	670.8	718.2	(47.4)	(6.6) %
OPEB	24.8	29.8	(5.0)	(16.8) %
Total Assets and Deferred Outflows of Resources	\$ 6,434.6	\$ 6,550.7	\$ (116.1)	(1.8) %
Current Liabilities	\$ 600.4	\$ 542.8	\$ 57.6	10.6 %
Long-term Liabilities	5,725.3	5,692.8	32.5	0.6 %
Total Liabilities	\$ 6,325.7	\$ 6,235.6	\$ 90.1	1.4 %
Deferred Inflows of Resources				
Pensions	197.0	238.0	(41.0)	(17.2) %
OPEB	54.2	25.1	29.1	115.9 %
Total Liabilities and Deferred Inflows of Resources	\$ 6,576.9	\$ 6,498.7	\$ 78.2	1.2 %
Net Position				
Net Investment in Capital Assets	\$ 1,320.7	\$ 1,307.0	\$ 13.7	1.0 %
Restricted	387.2	354.8	32.4	9.1 %
Unrestricted (deficit)	(1,850.2)	(1,609.8)	(240.4)	(14.9) %
Total Net Position (deficit)	\$ (142.3)	\$ 52.0	\$ (194.3)	(373.7) %

The District's total assets plus deferred outflows of resources were \$6.4 billion and total liabilities and deferred inflows of resources were \$6.6 billion at the end of the current fiscal year.

The District's net position (deficit) totaled \$(142.3) million at June 30, 2020. The largest portion of the District's net position, \$1.3 billion, reflects its investment in capital assets (land, buildings, furniture, fixtures & equipment), net of depreciation and less any outstanding debt used to construct or acquire those assets. Restricted net position in the amount of \$387.2 million is reported separately to show legal constraints, from debt covenants and enabling legislation. The \$(1.9) billion unrestricted deficit in net position reflects the shortfall the District would face in the event it would have to liquidate all of its non-capital liabilities, including insurance claims payable, compensated absences, pensions and other post-employment benefits, at June 30, 2020. Consequently, these long term considerations have a significant impact on the resulting net position. The net deficit of \$(142.3) million primarily results from an increase in the long term net pension liability of \$175.5 million as reported in the FRS actuarial for the District's proportionate share of pension liabilities that are administered by the Florida Retirement System. During fiscal year 2020-21, the District's FRS contribution rate has an unprecedented level of increase, which contributes to the reduction of the plan's net pension liability. Additionally, the liability for compensated absences increased by \$38.5 million as a result of increased teacher compensation from the Secure Our Future Referendum.

Statement of Activities

The following table summarizes the changes in the District's Net Position from its activities for the fiscal years ended June 30, 2020 and 2019.

CHANGES IN NET POSITION - GOVERNMENTAL ACTIVITIES For Fiscal Years Ended June 30, 2020 and 2019 (\$ in millions)

Revenues	2019/20	2018/19	Difference Increase (Decrease)	% Increase (Decrease)
Program Revenues:				
Charges for Services	\$ 36.1	\$ 48.5	\$ (12.4)	(25.6) %
Operating Grants & Contributions	951.7	998.4	(46.7)	(4.7) %
Capital Grants & Contributions	74.4	88.9	(14.5)	(16.3) %
Total Program Revenues	\$ 1,062.2	\$ 1,135.8	\$ (73.6)	(6.5) %
General Revenues:				
Ad Valorem Taxes	\$ 2,297.1	\$ 2,058.2	\$ 238.9	11.6 %
Grants & Contributions Not				
Restricted to Specific Programs	689.1	656.9	32.2	4.9 %
Investment Earnings	32.4	45.0	(12.6)	(28.0) %
Miscellaneous Revenues	39.2	44.5	(5.3)	(11.9) %
Total General Revenues	\$ 3,057.8	\$ 2,804.6	\$ 253.2	9.0 %
Total Revenues	\$ 4,120.0	\$ 3,940.4	\$ 179.6	4.6 %
Expenses				
Instructional Services	\$ 2,554.0	\$ 2,311.3	\$ 242.7	10.5 %
Instructional Support Services	346.0	324.9	21.1	6.5 %
Student Transportation	93.2	94.9	(1.7)	(1.8) %
Operations & Maintenance of Plant	428.5	389.1	39.4	10.1 %
Food Service	149.6	164.3	(14.7)	(8.9) %
School Administration	180.2	171.0	9.2	5.4 %
General Administration	24.4	14.0	10.4	74.3 %
Business/Central Services	72.6	70.0	2.6	3.7 %
Facilities Acquisition and Construction	115.1	54.0	61.1	113.1 %
Administrative Technology Services	1.9	2.1	(0.2)	(9.5) %
Interest on Long-Term Debt	136.4	146.2	(9.8)	(6.7) %
Community Services	30.1	32.5	(2.4)	(7.4) %
Unallocated Depreciation	182.3	171.3	11.0	6.4 %
Total Expenses	\$ 4,314.3	\$ 3,945.6	\$ 368.7	9.3 %
Increase (Decrease) in Net Position	\$ (194.3)	\$ (5.2)	\$ (189.1)	3636.5 %
Net Position, Beginning	\$ 52.0	\$ 57.2	\$ (5.2)	(9.1) %
Net Position (deficit), Ending	\$ (142.3)	\$ 52.0	\$ (194.3)	373.7 %

The District's Net Position decreased by \$(194.3) million from the prior year primarily due to higher expenses related to increases in the long term net pension liability of \$175.5 million as reported in the FRS actuarial for the District's proportionate share of FRS pension liabilities and in the long term compensated absences liability of \$38.5 million as a result of the higher teacher pay from the Secure Our Future Referendum. Furthermore, due to the COVID-19 pandemic, the District experienced revenue decreases.

During fiscal year 2020-21, the District will be receiving CARES act relief funds of approximately \$150.4 million, and actively continues to seek other sources of funding assistance.

Facilities Acquisition and Construction expenses for the current year include technology upgrades \$37.0 million, Charter School Capital Outlay reclassified to this category per FDOE \$37.0 million, Miami Palmetto Senior High Project \$20.0 million, critical systems lifecycle project \$13.0 million and safety to life project \$6.0 million.

Governmental Activities



The Statement of Activities reports gross expenses, offsetting program revenues and the resulting net expense (cost) by functions for the current year. The net cost of each of the District's functions represents the expenses that must be subsidized by general revenues, including tax dollars. As reflected in the Statement of Activities, total expenses for governmental activities excluding unallocated depreciation expense totaled \$4,132.0 million, of which \$1,062.2 million were financed by charges for services and other program revenues. The resulting net costs of \$3,069.8 million, excluding unallocated depreciation expense, were financed primarily by Florida Education Finance Program (FEFP) dollars and property taxes.

The table below, presents a comparative analysis of the cost and the net cost of each of the District's functions: School Level Services include Instruction, Student Services (counselors, psychologists, and visiting teachers), Transportation, Custodial and Maintenance (including utilities), School Administration and Community Services; Instructional Support Services include Curriculum Development and Staff Training; Business/Central Services include Accounting, Budget, Payroll, Accounts Payable, Cash and Debt Management, Purchasing, Personnel, Data Processing, Risk Management, and Warehousing; General Administration; and Facilities Acquisition & Construction.

NET COST OF GOVERNMENTAL ACTIVITIES For Fiscal Years Ended June 30, 2020 and 2019 (\$ in millions)

	2019/20	2018/19	Difference Increase (Decrease)	% Increase (Decrease)	
Total Cost of Services					
School Level Services	\$ 3,435.6	\$ 3,163.2	\$ 272.4	8.6	%
Instructional Support Services	346.0	324.9	21.1	6.5	%
Business/Central Services	210.9	218.2	(7.3)	(3.3)	%
General Administration	24.4	14.0	10.4	74.3	%
Facilities Acquisition & Construction	115.1	54.0	61.1	113.1	%
Total Cost of Services *	\$ 4,132.0	\$ 3,774.3	\$ 357.7	9.5	%
Net Cost of Services					
School Level Services	\$ 2,410.0	\$ 2,075.4	\$ 334.6	16.1	%
Instructional Support Services	346.0	324.9	21.1	6.5	%
Business/Central Services	209.5	216.7	(7.2)	(3.3)	%
General Administration	24.4	14.0	10.4	74.3	%
Facilities Acquisition & Construction	79.9	7.5	72.4	965.3	%
Net Cost of Services *	\$ 3,069.8	\$ 2,638.5	\$ 431.3	16.3	%

* Excluding unallocated depreciation expense

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Financial information is presented separately in the Balance Sheet, and in the Statement of Revenues, Expenditures, and Changes in Fund Balances for the District's major funds: General Fund, Other Federal Programs, General Obligation School Bonds Capital Projects Funds and Capital Improvement-Local Optional Millage Levy (LOML) Funds. Financial information for the non-major governmental funds is aggregated and presented in a single column. Individual fund data for each of the non-major governmental funds is presented in the combining statements beginning on Page 102.

GENERAL FUND

The General Fund is the primary operating fund for the District. Presented below is an overall analysis of the General Fund as compared to the prior year.

CHANGES IN GENERAL FUND ACTIVITY For Fiscal Years 2019/20 and 2018/19 (\$ in thousands)

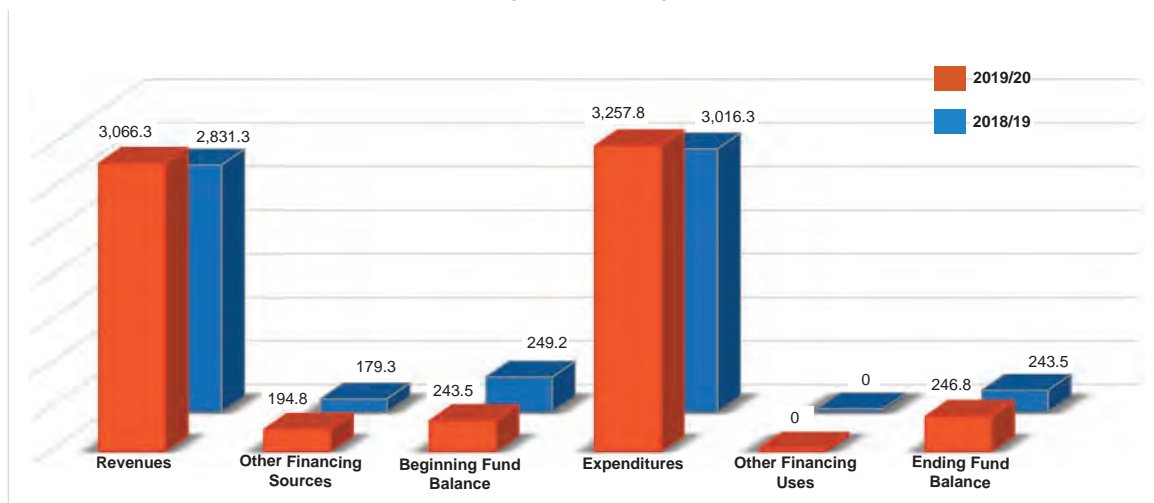
Categories	2019/20	2018/19	Difference Increase (Decrease)	% Increase (Decrease)
Revenues	\$ 3,066,335	\$ 2,831,342	\$ 234,993	8.3 %
Other Financing Sources	194,782	179,265	15,517	8.7 %
Beginning Fund Balance	243,457	249,164	(5,707)	(2.3) %
Total	\$ 3,504,574	\$ 3,259,771	\$ 244,803	7.5 %
Expenditures	\$ 3,257,780	\$ 3,016,314	\$ 241,466	8.0 %
Other Financing Uses	-	-	-	- %
Ending Fund Balance	246,794	243,457	3,337	1.4 %
Total	\$ 3,504,574	\$ 3,259,771	\$ 244,803	7.5 %

The General Fund is the chief operating fund of the District. Overall Revenues increased by \$235.0 million or 8.3% from the previous year. The increase is primarily due to an increase in the property tax collections from the voter approved Secure Our Future Referendum.

Expenditures increased by \$241.5 million or 8.0% from the previous year. The increase is primarily attributed to salary supplements to teachers, school police, and school security monitors, funded by the voter approved Secure Our Future Referendum, increased payments to charter schools, and other operational costs, offset to some extent by decreases in energy costs due to school site closures during the COVID-19 pandemic, and decreases in nonessential materials and supplies, due to a mandatory budget freeze.

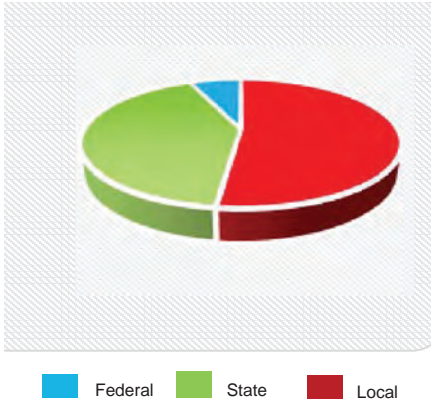
Ending Fund Balance increased by \$3.3 million or 1.4% primarily due to sound financial management during these unprecedented times.

CHANGES IN GENERAL FUND ACTIVITY For Fiscal Years 2019/20 and 2018/19 (\$ in millions)



GENERAL FUND (continued)
Revenues By Source

Revenues - Overall revenues increased by \$235.0 million or 8.3% as follows:



REVENUES BY SOURCE
 For Fiscal Years 2019/20 and 2018/19
 (\$ in thousands)

Sources	2019/20	2018/19	Difference Increase (Decrease)	% Increase (Decrease)
Federal	\$ 32,027	\$ 18,724	\$ 13,303	71.0 %
State	1,187,019	1,186,834	185	0.02 %
Local	1,847,289	1,625,784	221,505	13.6 %
Total	\$ 3,066,335	\$ 2,831,342	\$ 234,993	8.3 %

Federal sources increased by \$13.3 million or 71.0% from the prior year. This increase is primarily due to a increase in Medicaid reimbursement, and funding for two Restart grants offset by minor funding received in the current year as compared to the prior year for Emergency Impact Aid for Displaced Students.

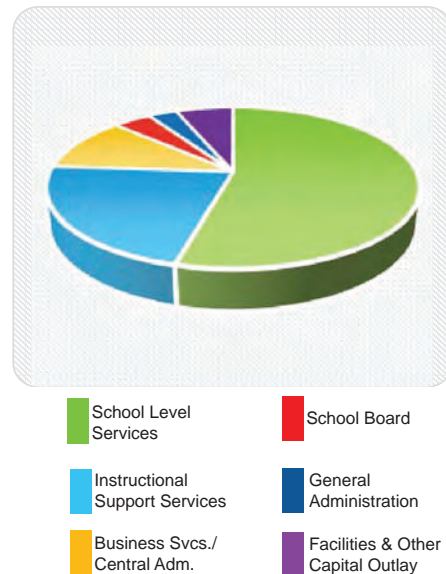
Local sources increased by \$221.5 million or 13.6% from the prior year. This increase is primarily due to the collection of taxes from the voter approved Secure Our Future Referendum, offset by a decrease in interest income, student fees, and E-rate.

Expenditures By Function

Expenditures - Overall expenditures increased by \$241.5 million or 8.0% as follows:

EXPENDITURES BY FUNCTION
 For Fiscal Years 2019/20 and 2018/19
 (\$ in thousands)

Functions	2019/20	2018/19	Difference Increase (Decrease)	% Increase (Decrease)
School Level Services	\$ 2,877,834	\$ 2,713,931	\$ 163,903	6.0 %
Instructional Support Services	223,253	207,688	15,565	7.5 %
Business Services/ Central Adm.	78,473	74,498	3,975	5.3 %
School Board	17,085	8,176	8,909	109.0 %
General Administration	6,347	5,294	1,053	19.9 %
Facilities & Other Capital Outlay	54,788	6,727	48,061	714.4 %
Total	\$ 3,257,780	\$ 3,016,314	\$ 241,466	8.0 %



Salaries and fringe benefits represent the most significant expenditures of the District specifically as it relates to school level expenditures. The increase in School Board represents a federal lawsuit settlement totaling \$8.75 million. The increase in Facilities & Other Capital Outlay expenditures resulted from the purchase of buses \$6.4 million and the application of the FDOE Technical Assistance Note requiring the reclassification of Charter School Capital Outlay from School Level Services to Facilities & Other Capital Outlay \$37.0 million.

BUDGETARY HIGHLIGHTS

General Fund

Most District operations are funded in the General Fund. The majority of the General Fund revenues are distributed to the District through the Florida Education Finance Program (FEFP), which uses formulas to distribute state funds and an amount of local property taxes (i.e., required local effort) established each year by the Florida Legislature. The purpose is to substantially equalize educational funding among the sixty-seven school districts in Florida, irrespective of differences in wealth among the districts.

Each school district retains its local property taxes, which are reported as local revenues. However, the required local effort portion is deducted from the district revenue generated by the State FEFP formulas. The resulting net revenue is reported as state revenue.

Total General Fund revenues and other financing sources during 2019-20 were \$27.4 million less than the original adopted budget as follows:

Federal funds were \$22.0 million higher than anticipated primarily due to Medicaid reimbursements of \$7.0 million as well as revenue received from two federal Restart grants totaling \$14.6 million. Additional FEMA reimbursements were received for expenditures incurred as a result of Hurricane Irma of \$0.8 million.

State funds were \$29.8 million less than the original adopted budget primarily due to the elimination of Family Empowerment Scholarship funds of \$22.0 million, as well as a proration of decreased FEFP funds of \$4.9 million resulting from FTE fluctuations.

Local revenues were \$25.3 million lower than the original adopted budget. The decrease in local revenues is primarily due to reductions in net property taxes of \$28.6 million, as well as decreased community school revenue of \$4.8 million due to school closures as a result of the pandemic. These losses were offset by several miscellaneous local sources.

Other Financing Sources increased \$5.7 million due to new capital leases of \$5.6 million.

The most significant variance on the appropriation side between the budget as originally adopted and the final amended budget is reflected in Instructional Services expenditures. This variance is primarily due to the fact that most of the district's budget is originally placed in Instructional Services as teacher salaries and fringes. During 2019-20, the District experienced a higher than budgeted vacancy rate across a multitude of positions. The rest of the variance in Instructional Services relates to the fact that once the school year commences the true needs of each respective school are determined based on actual FTE and other established allocation processes. Therefore, funds originally budgeted under Instructional Services are spent under other functions which explains the negative variances seen in the rest of the other expenditure functions.

The variance between final amended budget and actual expenditures relates to amounts that were encumbered as of June 30, 2020.

Ending fund balance as of June 30, 2020 was \$246.8 million comprised of nonspendable fund balances totaling \$9.6 million, representing inventories and prepaid items, restricted fund balance totaling \$12.1 million in state categorical programs, assigned fund balance of \$59.0 million, which included rebudgets and outstanding purchase orders and purchase requisitions and unassigned fund balance totaling \$166.1 million. This differs from the ending fund balance used for budgetary purposes since amounts encumbered are included as appropriations.

The District will continue to review the budget, focusing on maintaining essential educational services as it anticipates continuing revenue shortfalls and cost increases.



CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets - At June 30, 2020, the District had \$4.4 billion invested in different categories of capital assets, net of accumulated depreciation, as shown in the table below.

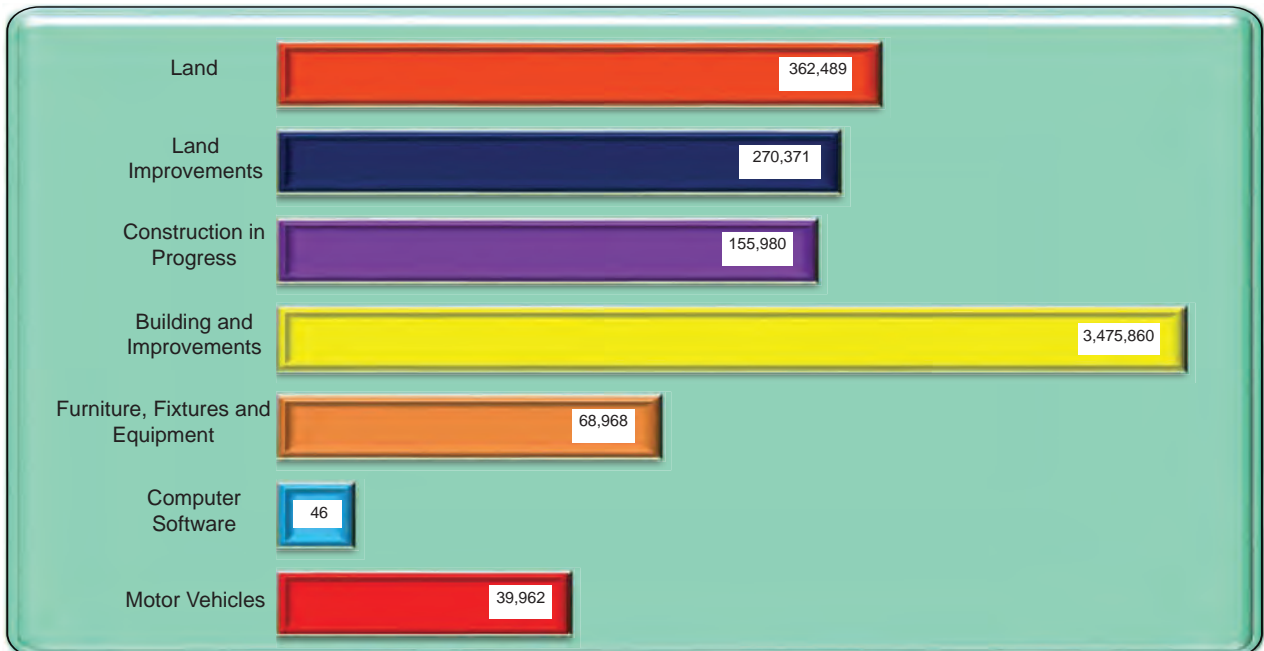
CHANGES IN CAPITAL ASSETS At June 30, 2020 and 2019 (\$ in thousands)

Categories	2019/20	2018/19	Difference Increase (Decrease)	% Increase (Decrease)
Land	\$ 362,489	\$ 357,964	\$ 4,525	1.3 %
Land Improvements	270,371	263,985	6,386	2.4 %
Construction in Progress	155,980	220,949	(64,969)	(29.4) %
Building and Improvements	3,475,860	3,461,211	14,649	0.4 %
Furniture, Fixtures & Equipment	68,968	69,980	(1,012)	(1.4) %
Computer Software	46	263	(217)	(82.5) %
Motor Vehicles	39,962	33,553	6,409	19.1 %
Total	\$ 4,373,676	\$ 4,407,905	\$ (34,229)	(0.8) %

Detailed information reflecting the District's capital asset balances and activity for the fiscal year ended June 30, 2020 is provided in Note 4 to the Financial Statements.



CAPITAL ASSETS At June 30, 2020 (\$ in thousands)



CAPITAL ASSETS AND DEBT ADMINISTRATION (continued)

Debt Administration - The following table represents the changes in the District's outstanding long-term liabilities at fiscal year end.

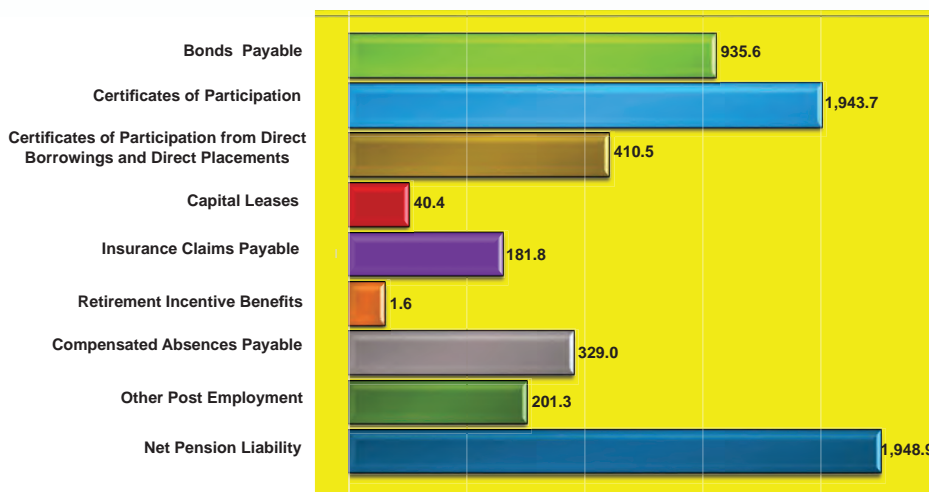
CHANGES IN LONG TERM LIABILITIES At June 30, 2020 and 2019 (\$ in thousands)

Categories	2019/20	2018/19	Difference Increase (Decrease)	% Increase (Decrease)
Bonds Payable	\$ 935,644	\$ 958,461	\$ (22,817)	(2.4) %
Certificates of Participation Payable, net	1,943,670	2,199,555	(255,885)	(11.6) %
Certificates of Participation from Direct Borrowings and Direct Placements	410,499	291,154	119,345	41.0 %
Capital Leases	40,357	30,265	10,092	33.3 %
Insurance Claims Payable	181,833	176,827	5,006	2.8 %
Retirement Incentive Benefits	1,624	1,621	3	0.2 %
Compensated Absences Payable	328,950	290,502	38,448	13.2 %
Other Post Employment Benefits Liability	201,343	226,325	(24,982)	(11.0) %
Net Pension Liability	1,948,945	1,773,469	175,476	9.9 %
Total	\$ 5,992,865	\$ 5,948,179	\$ 44,686	0.8 %

Overall liabilities increased by \$44.7 million or 0.8% from the prior year. The most significant increases are reflected in the long term net pension liability of \$175.5 million as reported in the FRS actuarial for the District's proportionate share of pension liabilities that are administered by the Florida Retirement System and in the liability for compensated absences of \$38.5 million as a result of increased teacher compensation from the Secure Our Future Referendum, as well as Capital Leases of \$10.1 million. The new Master Equipment lease for \$24.7 million, net of repayments, provided for an additional investment in technology and digital devices allowing for a quick district response to a distance learning model.

Detailed information relating to changes in long-term liabilities for the fiscal year ended June 30, 2020 is provided in Note 14 to the Financial Statements.

LONG TERM LIABILITIES At June 30, 2020 (\$ in millions)



ECONOMIC FACTORS

Due to the global outbreak of COVID-19, the 2019-20 school year brought with it the unprecedented closure of schools on March 16, 2020 that led to the swift transition to distance learning. With the anticipated loss of state revenues due to the pandemic, the District implemented strict financial measures and will continue to pursue federal funding assistance through the emergency CARES act as well as other sources. Despite these funding challenges, the District, through prudent fiscal management, maintains a healthy financial position to provide the quality education deserved by every child.

CONTACTING MANAGEMENT

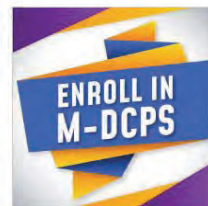
The District's financial statements are designed to present citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Additional information can be requested at:

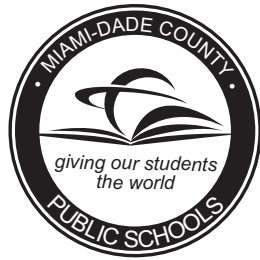
The School Board of Miami-Dade County, Florida
School Board Administration Building
Office of the Controller
1450 N.E. 2nd Avenue
Room 664
Miami, Florida 33132
or visit our website at:

<http://www.dadeschools.net>



[2020 - 2021 Reopening of Schools Website](#)





BASIC FINANCIAL STATEMENTS





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
STATEMENT OF NET POSITION
JUNE 30, 2020
(amounts expressed in thousands)

	Primary Government
	Total Governmental Activities
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 200,081
Investments	535,150
Cash and investments with fiscal agents	184
Total cash, cash equivalents, and investments (Note 3)	735,415
Taxes receivable, net (Note 16)	104,083
Accounts and interest receivable	3,548
Due from other governments or agencies (Note 6)	101,528
Inventories	20,697
Prepaid and other current assets	18,192
Total current assets	983,463
Non-current assets:	
Cash and investments (Note 3)	305,915
Capital assets (Note 4):	
Non-depreciable capital assets	788,840
Depreciable capital assets	6,832,378
Less accumulated depreciation	(3,247,542)
Total capital assets, net	4,373,676
Total non-current assets	4,679,591
Total assets	5,663,054
DEFERRED OUTFLOWS OF RESOURCES	
Deferred loss on refunding of debt	75,960
Pensions (Note 17)	670,785
Other post employment benefits (Note 17)	24,814
Total deferred outflows of resources	\$ 771,559

See accompanying notes to the basic financial statements

	Primary Government
	Total Governmental Activities
LIABILITIES	
Current liabilities:	
Accounts and contracts payable and accrued expenses	\$ 61,082
Accrued payroll payable	198,901
Due to other governments or agencies (Note 6)	8,569
Unearned revenue	4,246
Accrued interest payable	39,739
Retainage payable on contracts	20,335
Current portion of long-term liabilities (Note 14)	267,559
Total current liabilities	<u>600,431</u>
Non-current liabilities:	
Non-current portion of long-term liabilities (Note 14)	3,575,018
Net pension liability	1,948,945
Total other post employment benefits liability	201,343
Total non-current liabilities	<u>5,725,306</u>
 Total liabilities	 <u>6,325,737</u>
DEFERRED INFLOWS OF RESOURCES	
Pensions (Note 17)	197,018
Other post employment benefits (Note 17)	54,196
Total deferred inflows of resources	<u>251,214</u>
NET POSITION	
Net investment in capital assets	1,320,669
Restricted for:	
State required carryover programs	12,054
Food service	14,504
Debt service	94,202
Capital projects	265,584
Other purposes	809
Unrestricted (deficit)	(1,850,160)
Total net position (deficit)	<u>\$ (142,338)</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)

	Program Revenues		
Expenses	Charges for Services	Operating Grants and Contributions	
Primary government:			
Governmental Activities:			
Instructional services	\$ 2,554,034	\$ 8,694	\$ 829,817
Instructional support services	345,955	-	-
Student transportation services	93,212	596	-
Operation and maintenance of plant	428,534	-	-
School administration	180,201	-	-
General administration	24,451	-	-
Business/central services	72,628	-	-
Administrative technology services	1,843	-	-
Food services	149,542	11,911	121,882
Community services	30,131	14,930	-
Facilities acquisition and construction	115,075	-	-
Interest on long-term debt	136,436	-	-
Unallocated depreciation/amortization (excludes direct depreciation expenses, Note 4)	182,328	-	-
Total governmental activities	\$ 4,314,370	\$ 36,131	\$ 951,699

See accompanying notes to the basic financial statements

<u>Program Revenues</u>	<u>Net (Expenses) Revenues and Changes in Net Position</u>
<u>Capital Grants and Contributions</u>	<u>Primary Government Total Governmental Activities</u>
\$ -	\$ (1,715,523)
-	(345,955)
-	(92,616)
37,819	(390,715)
-	(180,201)
-	(24,451)
-	(72,628)
-	(1,843)
-	(15,749)
-	(15,201)
35,138	(79,937)
1,435	(135,001)
-	(182,328)
<u>\$ 74,392</u>	<u>(3,252,148)</u>

General Revenues:

Taxes (Note 16):

Property Taxes, Levied for Operational Purposes	1,774,533
Property Taxes, Levied for Debt Service	39,561
Property Taxes, Levied for Capital Projects	482,994
Grants and Contributions Not Restricted to Specific Programs	689,100
Investment Earnings	32,450
Other	39,150
Total General Revenues	<u>3,057,788</u>

Change in Net Position	(194,360)
Net Position - Beginning of Year	52,022
Net Position (deficit) - End of Year	<u>\$ (142,338)</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2020
(amounts expressed in thousands)

	General	Other Federal Programs
ASSETS		
Cash and cash equivalents	\$ 81,146	\$ 111
Equity in pooled cash and investments	259,711	97
Cash and investments with fiscal agents (Note 12)	-	-
Total cash, cash equivalents, and investments (Note 3)	340,857	208
Taxes receivable, net (Note 16)	80,318	-
Accounts and interest receivable	1,442	-
Due from other governments or agencies (Note 6)	41,620	37,778
Due from other funds (Note 5)	27,218	-
Inventories	15,358	-
Prepaid and other assets	1,613	-
TOTAL ASSETS	\$ 508,426	\$ 37,986
LIABILITIES		
Accounts and contracts payable and accrued expenditures	\$ 26,131	\$ 4,180
Accrued payroll and compensated absences (Notes 8 and 14)	204,886	4,442
Due to other funds (Note 5)	14,988	27,218
Due to other governments or agencies (Note 6)	6,424	2,064
Unearned revenue	511	48
Accrued interest payable	-	-
Estimated liability for claims (Notes 13 and 18)	2,132	-
Retainage payable on contracts	250	34
Total liabilities	255,322	37,986
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue	6,310	-
Total deferred inflows of resources	6,310	-
FUND BALANCES		
Nonspendable	9,613	-
Restricted	12,054	-
Assigned	59,037	-
Unassigned	166,090	-
Total fund balances	246,794	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 508,426	\$ 37,986

See accompanying notes to the basic financial statements

General Obligation School Bonds Capital Projects Funds	Capital Improvement LOML Funds	Non-major Governmental Funds	Total Governmental Funds
\$ 62,557	\$ 39,525	\$ 28,711	\$ 212,050
173,842	109,344	190,259	733,253
-	-	184	184
<u>236,399</u>	<u>148,869</u>	<u>219,154</u>	<u>945,487</u>
-	21,950	1,815	104,083
447	489	254	2,632
-	-	22,130	101,528
-	-	14,988	42,206
-	-	5,339	20,697
-	16,579	-	18,192
<u>\$ 236,846</u>	<u>\$ 187,887</u>	<u>\$ 263,680</u>	<u>\$ 1,234,825</u>
\$ 12,366	\$ 9,632	\$ 7,781	\$ 60,090
-	-	2,131	211,459
-	-	-	42,206
-	-	81	8,569
-	-	3,656	4,215
-	-	2	2
-	-	-	2,132
13,573	3,593	2,885	20,335
<u>25,939</u>	<u>13,225</u>	<u>16,536</u>	<u>349,008</u>
-	1,723	141	8,174
<u>-</u>	<u>1,723</u>	<u>141</u>	<u>8,174</u>
-	16,579	5,339	31,531
210,907	156,360	238,695	618,016
-	-	2,969	62,006
-	-	-	166,090
<u>210,907</u>	<u>172,939</u>	<u>247,003</u>	<u>877,643</u>
<u>\$ 236,846</u>	<u>\$ 187,887</u>	<u>\$ 263,680</u>	<u>\$ 1,234,825</u>



THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020
(amounts expressed in thousands)

Total Fund Balances – Governmental Funds		\$ 877,643
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in the governmental funds.</p>		
Capital assets	\$ 7,621,218	
Accumulated depreciation	<u>(3,247,542)</u>	4,373,676
<p>Property taxes receivable not collected within 60 days of fiscal year-end are not available to pay for current period expenditures, and therefore are not recorded as revenue in the governmental funds.</p>		
		8,174
<p>An internal service fund is used by the District to charge the costs of health premiums to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Position</p>		
	Assets 96,759	
	Liabilities <u>(29,828)</u>	
	Net Position	66,931
<p>Current liabilities which are accrued as a liability in the government-wide statements but are not recognized in the governmental funds until due:</p>		
Benefits payable	(1,621)	
Interest payable	<u>(39,737)</u>	(41,358)
<p>Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds.</p>		
<p>Long-term liabilities at year-end consist of the following:</p>		
Bonds payable	(935,644)	
Capital leases	(40,357)	
Compensated absences	(314,989)	
Retirement incentive benefits	(1,407)	
Certificates of participation	(2,354,169)	
Net pension liability	(1,948,945)	
Total other post employment benefits liability	(201,343)	
Claims payable	<u>(150,895)</u>	(5,947,749)
<p>Deferred outflows (inflows) of resources are reported in the Statement of Net Position but are not recognized in the governmental funds:</p>		
Loss on debt refunding	75,960	
Net deferred outflows (inflows) - pensions	473,767	
Net deferred outflows (inflows) - other post employment benefits	<u>(29,382)</u>	520,345
Total Net Position (deficit) – Governmental Activities		<u>\$ (142,338)</u>

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)

	General	Other Federal Programs
Revenues:		
Local sources:		
Ad valorem taxes (Note 16)	\$ 1,772,575	\$ -
Food service sales	-	-
Interest income	16,818	-
Net increase (decrease) in fair value of investments	-	-
Local grants and other	57,896	2,718
Total local sources	1,847,289	2,718
State sources (Note 15):		
Florida education finance program	682,248	-
Food services	-	-
State grants and other	504,771	-
Total state sources	1,187,019	-
Federal sources:		
Federal grants and other	32,027	293,244
Food services	-	-
Total federal sources	32,027	293,244
Total revenues	3,066,335	295,962
Expenditures:		
Current:		
Instructional services		
Basic programs	1,703,262	111,520
Exceptional child programs	402,075	36,657
Adult and vocational-technical programs	82,629	12,266
Total instructional services	2,187,966	160,443
Instructional support services	222,740	107,342
Student transportation services	71,981	12,483
Operation and maintenance of plant	404,418	361
School administration	167,745	14
General administration	92,761	7,076
Food services	-	-
Community services	27,581	325
Capital outlay	73,822	7,918
Debt service (Notes 9, 10, 11 and 12):		
Principal retirement	6,241	-
Interest and fiscal charges	2,525	-
Total expenditures	3,257,780	295,962
Excess (deficiency) of revenues over (under) expenditures	(191,445)	-
Other financing sources (uses):		
Transfers in (Note 5)	189,051	-
Transfers out (Note 5)	-	-
Issuance of debt for refunding (Notes 10 and 11)	-	-
Premium on issuance of debt for refunding	-	-
Payments to refunded bond escrow agent	-	-
Proceeds from sale of capital assets	148	-
Proceeds from leases	5,583	-
Total other financing sources (uses)	194,782	-
Net change in fund balances	3,337	-
Fund balances - beginning of year	243,457	-
Fund balances - end of year	\$ 246,794	\$ -

See accompanying notes to the basic financial statements

General Obligation School Bonds Capital Projects Funds	Capital Improvement LOML Funds	Non-major Governmental Funds	Total Governmental Funds
\$ -	\$ 481,717	\$ 39,623	\$ 2,293,915
-	-	11,912	11,912
3,341	792	784	21,735
-	-	10,713	10,713
-	-	27,716	88,330
<u>3,341</u>	<u>482,509</u>	<u>90,748</u>	<u>2,426,605</u>
-	-	-	682,248
-	-	1,819	1,819
-	-	53,022	557,793
-	-	54,841	1,241,860
-	-	17,718	342,989
-	-	109,198	109,198
-	-	126,916	452,187
<u>3,341</u>	<u>482,509</u>	<u>272,505</u>	<u>4,120,652</u>
-	-	-	1,814,782
-	-	-	438,732
-	-	-	94,895
-	-	-	2,348,409
-	-	-	330,082
-	-	-	84,464
-	-	40	404,819
-	-	-	167,759
-	-	-	99,837
-	-	149,785	149,785
-	-	88	27,994
85,962	70,333	57,019	295,054
-	-	149,980	156,221
-	9	140,036	142,570
<u>85,962</u>	<u>70,342</u>	<u>496,948</u>	<u>4,206,994</u>
<u>(82,621)</u>	<u>412,167</u>	<u>(224,443)</u>	<u>(86,342)</u>
-	-	247,694	436,745
-	(377,398)	(49,347)	(426,745)
-	-	147,984	147,984
-	-	80	80
-	-	(146,934)	(146,934)
-	-	2,956	3,104
-	-	24,721	30,304
-	(377,398)	227,154	44,538
(82,621)	34,769	2,711	(41,804)
293,528	138,170	244,292	919,447
<u>\$ 210,907</u>	<u>\$ 172,939</u>	<u>\$ 247,003</u>	<u>\$ 877,643</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)

Total Net Change in Fund Balances - Governmental Funds **\$ (41,804)**

Amounts reported for governmental activities in the Statement of Activities are different as a result of:

Property taxes not collected within 60 days of fiscal year-end are not considered available and therefore are not recorded as revenues in the fund level statements. However, for the government-wide statements property tax revenues are recorded when there is an enforceable lien. Additionally, the governmental funds recorded revenues that were recognized in the Statement of Activities in the prior fiscal year:

Prior year revenues recorded this year at the fund level	\$ (5,001)	
Revenues not recorded this year in the fund level statements are recognized as revenue in the government-wide statements	8,174	3,173

An internal service fund is used by the District to charge the costs of health premiums to individual funds. The decrease in net position of the internal service fund is reported with governmental activities. (13,637)

The changes in net pension liability and related deferred inflows and outflows are not reported in the fund statements and the net effect is to decrease net position. (181,993)

The changes in total other post employment benefits liability and related deferred inflows and outflows are not reported in the fund statements and the net effect is to decrease net position. (9,117)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, recoveries, and donations) is to increase net position. 137

Capital outlay disbursements to purchase or build capital assets are reported as expenditures in the governmental funds. In the Statement of Net Position, these costs are capitalized and depreciated over their estimated useful lives. In the Statement of Activities the depreciation is reflected as an expense for the period.

Capital outlay expenditures for the fiscal year	167,985	
Depreciation expense for the fiscal year	<u>(202,352)</u>	(34,367)

Proceeds from issuance of debt instruments are recorded as other financing sources in the governmental funds, however, in the government-wide statements they are recorded as additions to long-term liabilities. Proceeds from debt instruments were as follows:

Proceeds from refunding of State Board of Education Capital Outlay Bonds	(649)	
Premium on refunding of State Board of Education Capital Outlay Bonds	(80)	
Proceeds from refunding of Certificates of Participation	(147,335)	
Proceeds from Loans and Leases	<u>(30,304)</u>	(178,368)

The governmental funds only include those liabilities that will be paid with current financial resources. Expenses recorded in the Statement of Activities exceed the amount recorded in the governmental funds due to the different measurement focus used.

Increase in compensated absences liability	(37,693)	
Decrease in accrued salaries and benefits	29	
Increase in claims payable	<u>(10,010)</u>	(47,674)

Repayment of debt principal is reflected as an expenditure in the governmental funds, however, in the Statement of Net Position it is reflected as a reduction of liabilities and does not affect the Statement of Activities.

Repayment of debt principal for Certificates of Participation	117,676	
Repayment of debt principal for General Obligation Bonds	17,285	
Repayment of debt principal for Capital Leases	20,212	
Repayment of debt principal for State Board of Education Bonds	<u>1,048</u>	156,221

Repayment to refund debt is reflected as an expenditure and/or other financing use in the governmental funds, however, in the Statement of Net Position it is reflected as a reduction of liabilities and does not affect the Statement of Activities. 147,661

Interest on long-term debt differs from the amount reported in the governmental funds. In the governmental funds, interest on long-term debt is recorded as an expenditure when due and payable. In the Statement of Activities, interest is recorded as it accrues. In addition, premiums are amortized over the life of the debt, and are recorded as a decrease to interest expense on the Statement of Activities. Gains (losses) incurred as a result of advance refundings are also amortized over the life of the debt and are recorded as a decrease (increase) to interest expense on the Statement of Activities.

Accrued interest payable	(39,737)	
Amortization of premium on State Board of Education Capital Outlay Bonds (SBEs)	322	
Amortization of premium on Certificates of Participation (COPs)	14,310	
Amortization of premium on General Obligation School Bonds (GOBs)	4,098	
Amortization of gain related to advance refunding of SBEs	1	
Amortization of gain related to advance refunding of COPS	312	
Amortization of loss related to advance refunding of SBEs	(118)	
Amortization of loss related to advance refunding of COPs	(13,598)	
Payment of interest related to advance refunding of SBEs	(2)	
Prior year accrued interest paid during current fiscal year	<u>39,820</u>	5,408

Total Change in Net Position of Governmental Activities **\$ (194,360)**

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2020
(amounts expressed in thousands)

	Health Insurance Fund
ASSETS	
Cash and cash equivalents	\$ 24,663
Investments	71,180
Accounts and interest receivable	916
Total assets	\$ 96,759
 LIABILITIES	
Accounts payable	\$ 992
Unearned revenue	30
Estimated unpaid health claims	28,806
Total liabilities	29,828
 NET POSITION	
Unrestricted	\$ 66,931
Total net position	\$ 66,931

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)

	Health Insurance Fund
OPERATING REVENUES	
Charges for services	\$ 344,529
Other operating revenues	10,061
Total operating revenues	354,590
OPERATING EXPENSES	
Salaries	178
Employee benefits	53
Purchased services	629
Claims	351,882
Administrative fees and other	5,886
Total operating expenses	358,628
OPERATING LOSS	(4,038)
NONOPERATING REVENUES	
Interest revenue	401
Total nonoperating revenues	401
LOSS BEFORE OPERATING TRANSFERS	(3,637)
Transfers Out	(10,000)
CHANGE IN NET POSITION	(13,637)
NET POSITION - Beginning of year	80,568
NET POSITION - End of year	\$ 66,931

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)

	<u>Health Insurance Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and interfund services provided	\$ 344,497
Payments for claims	(357,048)
Payments to suppliers for goods and services	(5,820)
Payments to employees	(231)
Other receipts	9,396
Net cash used by operating activities	<u>(9,206)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers to general fund	<u>(10,000)</u>
Net cash used by noncapital financing activities	<u>(10,000)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Receipts from interest	368
Receipts from investments	<u>19,226</u>
Net cash provided by investing activities	<u>19,594</u>
Change in cash and cash equivalents	388
Cash and cash equivalents, beginning of year	<u>24,275</u>
Cash and cash equivalents, end of year	<u>\$ 24,663</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES	
Operating loss	\$ (4,038)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Increase in accounts receivable	(674)
Increase in accounts payable	695
Decrease in unearned revenues	(23)
Decrease in estimated unpaid claims	<u>(5,166)</u>
Total adjustments	<u>(5,168)</u>
Net cash used in operating activities	<u>\$ (9,206)</u>

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2020
(amounts expressed in thousands)

	Pension Trust Fund	Agency Fund Schools' Internal Fund
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents	\$ 764	\$ 6,069
Investments		
Fixed income mutual funds	8,866	-
Equity mutual funds	13,998	-
Money market mutual funds	467	18,631
Total cash, cash equivalents, and investments	<u>24,095</u>	<u>24,700</u>
Accounts receivable	<u>-</u>	<u>51</u>
Total assets	<u>24,095</u>	<u>24,751</u>
LIABILITIES		
Accounts payable	-	93
Due to other governments or agencies	-	3,812
Due to student organizations	-	20,846
Total liabilities	<u>-</u>	<u>\$ 24,751</u>
NET POSITION		
Restricted for pensions	<u>24,095</u>	
Total net position	<u>\$ 24,095</u>	

See accompanying notes to the basic financial statements

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
FIDUCIARY FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)**

	Pension Trust Fund
ADDITIONS:	
Employer contributions (Note 17)	\$ 2,566
Interest on investments	729
Net increase in the fair value of investments	577
Less investment expenses	(7)
Total additions	3,865
DEDUCTIONS:	
Retirement benefit payments	3,845
Trustee services	31
Total deductions	3,876
Change in net position	(11)
Net position restricted for pensions at beginning of year	24,106
Net position restricted for pensions at end of year	\$ 24,095

See accompanying notes to the basic financial statements

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Reporting Entity

The School Board of Miami-Dade County, Florida (the "School Board," "Board," or the "District") is composed of nine members elected from single-member districts within the legal boundary of Miami-Dade County, Florida (the "County"). The appointed Superintendent of Schools is the executive officer of the Board. The School Board is part of the state system of public education under the general direction of the State Board of Education and is financially dependent on state support. However, the Board is considered a primary government for financial reporting purposes because it is directly responsible for the operation and control of District schools within the framework of applicable state law and State Board of Education rules and it is not considered to be an agency or component unit of the State of Florida.

The general operating authority of the School Board 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 accompanying financial statements include those of the District (the primary government) and those of its component units. Component units are legally separate organizations which should be included in the District's financial statements because of the nature and significance of their relationship with the primary government.

GASB Codification of Governmental Accounting and Financial Reporting Standards Section 2100 modifies the existing criteria for reporting component units. The Codification provides guidance on the inclusion of a legally separate entity to be included as a component unit under the misleading to exclude criterion and the financial accountability concept, which requires that in addition to meeting the fiscal dependency criterion, a financial benefit or burden relationship be present in order for a potential component unit to be included in the financial reporting entity.

Based on the application of GASB Codification Section 2100, the District determined that charter schools do not meet the criteria to qualify as component units of the District; therefore, they are not included in the District's Comprehensive Annual Financial Report (CAFR). Audits of the Charter Schools are conducted by independent certified public accountants and are filed in the Charter Schools Support office located at 1450 N.E. 2nd Avenue, Room 806, Miami, Florida 33132.

The 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 Section 2100. 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 exclusions would cause the District's basic financial statements to be misleading or incomplete.

Based on the application of GASB Codification Section 2100, the following component unit is included within the District's reporting entity:

Blended Component Unit

The Miami-Dade County School Board Foundation, Inc., a Florida not-for-profit corporation, was created solely to facilitate financing for the acquisition and construction of District school facilities and related costs. The members of the School Board serve as the Board of the Foundation, therefore, the School Board is considered financially accountable for the Foundation. The financial activities of the Foundation have been blended (reported as if it were part of the District) with those of the District. Separate financial statements for the Corporation are not published.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

B. Basis of Presentation

The District's accounting policies conform with accounting principles generally accepted in the United States applicable to state and local governmental units. Accordingly, the basic financial statements include both the government-wide and fund financial statements.

Government-Wide Financial Statements – The Statement of Net Position and the Statement of Activities present information about the financial activities of the District as a whole, and its component unit, excluding fiduciary activities. Eliminations have been made from the statements to remove the “doubling-up” effect of interfund activity.

The Statement of Activities reports expenses identified by specific functions, offset by program revenues, resulting in a measurement of “net (expense) revenue” for each of the District's functions. Program revenues that are used to offset these expenses include charges for services, such as food service and tuition fees; operating grants, such as the National School Lunch Program, Federal Grants, and other state allocations; and capital grants specific to capital outlay. In addition, revenues not classified as program revenues are shown as general revenues, which include Florida Education Finance Program (FEFP) revenues, property taxes, and other miscellaneous sources.

Fund Financial Statements – The fund financial statements provide information about the District's funds, including proprietary and fiduciary funds. Separate statements for governmental, proprietary and fiduciary funds are presented. The emphasis of the fund financial statements is on the major funds which are presented in a separate column with all non-major funds aggregated in a single column.

The District reports the following major governmental funds:

General Fund is the District's primary operating fund and accounts for all financial resources of the District, except those required to be accounted for in another fund.

Other Federal Programs Fund accounts for and reports grant funds received from federal, state, and local sources.

General Obligation School Bonds (GOB) Capital Projects Funds account for and report on resources from the issuance of GOBs approved by the Miami-Dade County voters on November 6, 2012, for the modernization, construction, expansion or otherwise improvement of school buildings, including technology upgrades.

Capital Improvement – Local Optional Millage Levy (LOML) Funds account for and report on amounts levied by the District, as authorized by Capital Improvement, Section 1011.71, Florida Statutes mainly for capital outlay and maintenance purposes.

Additionally, the District reports separately the following proprietary and fiduciary fund types:

Internal Service Fund accounts for and reports on the activities of the District's group health self-insurance program.

Agency Fund – Schools' Internal Fund accounts for resources of the schools' Internal Fund which is used to administer monies collected at the schools in connection with school, student athletics, class, and club activities.

Pension Trust Fund accounts for resources used to finance the District's Supplemental Early Retirement Plan.

C. Measurement Focus and Basis of Accounting

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, or expenses 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.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

C. Measurement Focus and Basis of Accounting - continued

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Revenues from non-exchange transactions are reported in accordance with GASB Statement No. 33, Accounting and Financial Reporting for Non-Exchange Transactions, as amended by GASB Statement No. 36, Recipient Reporting for Certain Shared Non-Exchange Revenues, which include, taxes, grants and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, that is, when they become measurable and available. "Measurable" means the amount of the transaction can be determined; "available" means collectible within the current period or soon thereafter to be used to pay liabilities of the current period.

Property taxes, when levied for, and intergovernmental revenues when eligibility requirements have been met, are the significant revenue sources considered susceptible to accrual. The District considers property taxes, when levied for, as available if they are collected within 60 days after fiscal year-end. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Charges for services and fees are recognized when cash is collected as amounts are not measurable. 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: (1) interest on general long-term debt is recognized as expenditures when due/paid; and (2) expenditures related to liabilities reported as general long-term obligations are recognized when due, such as compensated absences, Other Post Employment Benefits (OPEB), pensions, claims payables, bonds, loans and leases.

The Proprietary Fund is accounted for in accordance with GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. The District's Internal Service Fund accounts for the group health self-insurance program. The Internal Service Fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting.

Proprietary funds distinguish operating revenues and expenses from non-operating items. The principal operating revenues of the District's Internal Service Fund for self-insurance are charges to the District's other funds for health insurance. The principal operating expenses include claims, administrative expenses, and fees. All revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses.

The Pension Trust Fund is reported using the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and deferred outflows and all liabilities and deferred inflows associated with the operation of the funds are included on the Statement of Fiduciary Net Position. The Statement of Changes in Fiduciary Net Position presents additions and deductions in fund equity (total net position).

The agency fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

D. New Pronouncements – Adopted and Unadopted

The GASB issued Statement No. 84, Fiduciary Activities in January 2017. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019*.

The GASB issued Statement No. 87, Leases in June 2017. The requirements of this Statement are effective for periods beginning after June 15, 2021*. The adoption of GASB 87 will have a material impact on the District's financial position and results of operations.

The GASB issued Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period in June 2018. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020*.

The GASB issued Statement No. 90, Majority Equity Interests – an Amendment of GASB Statements No. 14 and No. 61 in August 2018. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019*.

The GASB issued Statement No. 91, Conduit Debt Obligations in May 2019. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021*.

The GASB issued Statement No. 92, Omnibus 2020 in January 2020. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021*.

The GASB issued Statement No. 93, Replacement of Interbank Offered Rates in March 2020. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021*.

* Effective dates represent postponement as per GASB Statement No. 95.

The GASB issued Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements in March 2020. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022.

The GASB issued Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance in May 2020. The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. The effective dates of certain provisions contained in the following pronouncements are postponed by one year: Statement No. 84, Fiduciary Activities; Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period; Statement No. 90, Majority Equity Interests; Statement No. 91, Conduit Debt Obligations; Statement No. 92, Omnibus 2020; Statement No. 93, Replacement of Interbank Offered Rates. The effective date of the following pronouncement is postponed by 18 months: Statement No. 87, Leases. The requirements of GASB statement No. 95 are effective immediately.

The GASB issued Statement No. 96, Subscription-Based Information Technology Arrangements in May 2020. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022.

The GASB issued Statement No. 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans (an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32) in June 2020. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. Except for the requirement of this Statement that (1) exempt primary governments that perform the duties that a governing board typically performs from

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

D. New Pronouncements – Adopted and Unadopted - continued

treating the absence of a governing board the same as the appointment of a voting majority of a governing board in determining whether they are financially accountable for defined contribution pension plans, defined contribution OPEB plans, or other employee benefit plans and (2) limit the applicability of the financial burden criterion in paragraph 7 of Statement 84 to defined benefit pension plans and defined benefit OPEB plans that are administered through trusts that meet the criteria in paragraph 3 of Statement 67 or paragraph 3 of Statement 74, respectively, are effective immediately.

Except as otherwise indicated, the impact on the District's financial position or results of operations has not yet been determined for the unadopted standards.

E. Cash, Cash Equivalents, 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. Investment income is allocated based on budget, as well as the proportionate balances of each fund's equity in pooled cash and investments. The cash and investment pool is available for all funds, except the State Board of Education Bonds, certificates of participation and other debt related funds requiring separate accounts.

Cash deposits are held by banks qualified as public depositories under Florida law. All deposits are insured by federal depository insurance and/or collateralized with securities held in Florida's multiple financial institution collateral pool as required by Florida Statutes, Chapter 280. Cash and cash equivalents are considered to be cash on hand, demand deposits, non-marketable time deposits with maturities of three months or less when purchased, and money market/saving accounts.

Investments are categorized according to the fair value hierarchy established by GASB Statement No. 72, *Fair Value Measurement and Application*. Investments include U.S. Agency and U.S. Treasury obligations, Commercial Paper, and Money Market Mutual Funds which are recorded at fair value. Guaranteed Investment Contracts are recorded at the amount specified by the contracts at each year end. Pension Trust Fund investments are recorded at fair value based on quoted market prices and include: money market funds and fixed income/equity mutual funds.

F. Inventory

Inventories consist of expendable supplies held for consumption in the course of the District's operations. Inventories are stated at cost, principally on a weighted average cost basis. Commodities from the United States Department of Agriculture are stated at their fair value as determined at the time of donation by the Florida Department of Agriculture and Consumer Services. Commodities inventory is accounted for using the "purchases" method that expense inventory when acquired and inventories on hand at fiscal year end are reported as an asset and nonspendable fund balance, net of amounts in accounts payable. Non-commodity inventory is accounted for under the consumption method and as such is recorded as an expenditure when used. Since inventories of commodities also involve purpose restrictions they are presented as restricted in the government-wide statement of net position.

G. Due From Other Governments or Agencies

Amounts due to the District by other governments or agencies relate to grants or programs for which the services have been provided to students of the District.

H. Prepaid and Other Assets

Other assets consist mainly of prepaid expenses which are payments for goods or services that have not been consumed or used at year end. The expenditure will be recorded when the asset is used. Accordingly, prepaid expenses are equally offset by a nonspendable fund balance classification.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

I. Net Position

Net position reflects the net results of all transactions and represents the difference between assets/deferred outflows and liabilities/deferred inflows. Net position is displayed in three components:

- Net Investment in Capital Assets - reports capital assets, net of accumulated depreciation and reduced by the outstanding balances of any debt and the related deferred inflows/outflows that are attributable to the acquisition, construction or improvement of capital assets.
- Restricted Net Position - reports amounts that are restricted to specific purposes either by: a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.
- Unrestricted Net Position (Deficit) - this amount represents the accumulated results of all past year's operations not included in the above two components. The deficit in net position resulted from non-capital long-term liabilities, such as insurance claims payable, compensated absences, pensions and other post-employment benefits.

When both restricted and unrestricted resources are available for a specific purpose, it is the District's policy to use restricted resources first, until exhausted, before using unrestricted resources.

J. Capital Assets

Capital assets which include, land, land improvements, construction in progress, buildings, building improvements, furniture, fixtures and equipment, computer software, and motor vehicles are reported in the Statement of Net Position in the government-wide statements. The District's capitalization thresholds are \$1,000 or greater for furniture, fixtures and equipment and \$50,000 for building improvements, additions, and other capital outlays that significantly extend the useful life of an asset. Other costs incurred for repairs and maintenance are expensed as incurred. Assets are recorded at historical cost. Assets purchased under capital leases are recorded at cost, which approximates fair value at acquisition date and does not exceed the present value of future minimum lease payments. Donated assets are recorded at the acquisition value at the time of receipt.

Certain costs incurred in connection with the development of internal use software are capitalized and amortized in accordance with GASB Statement No. 51, Accounting and Financial Reporting for Intangible Assets and are reflected in the government-wide financial statements.

Capital assets are depreciated using the straight-line method based on the following estimated useful lives:

	Useful Life (Years)
Buildings and Improvements	20 – 50
Furniture, Fixtures and Equipment	5 – 20
Vehicles	7 – 18
Computer Software	5

When capital assets are sold or disposed of, the related cost and accumulated depreciation are removed from the accounts, and the resulting gain or loss is recorded in the government-wide statements. Proceeds received from the sale or disposal of capital assets are recorded as Other Financing Sources in the governmental funds.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

K. Long-Term Obligations

The government-wide financial statements report long-term liabilities or obligations that are expected to be paid beyond a one-year period. Long-term liabilities reported include bonds payable, Certificates of Participation payable (COPs), derivative instrument liabilities, capital leases payable, self-insurance claims payable, retirement incentive benefits, compensated absences, other post employment benefits, and net pension liabilities. Bond premiums are amortized over the life of the bonds using the effective-interest method.

In the fund financial statements, debt premiums and discounts are recognized in the period the related debt is issued. Proceeds, premiums, and discounts are reported as other financing sources and uses. Principal payments and issuance costs are reported as debt service expenditures.

L. Compensated Absences

Compensated absences are obligations to employees for accumulated vacation and sick leave. The District's employee vacation and sick leave policies provide for the granting of a specific number of days of vacation based on years of service governed by applicable labor contracts and one day of sick leave with pay per each month of employment. These policies also provide for paying most employees unused vacation up to 60 days upon termination, and up to 100% of unused sick leave after thirteen years of service; 50% after ten years; 45% after six years; 40% after three years and 35% during the first three years of qualified service upon retirement, death or resignation. Vacation accrual is limited to 60 days for twelve-month active employees.

M. Risk Management

The District is self-insured for portions of its general and automobile liability insurance and workers' compensation. Claim activity (expenditures for general and automobile liability and workers' compensation) 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 claims reported and on claims incurred but not reported (see Note 13). 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 governmental fund level and government-wide presentations.

The District provides medical and health coverage benefits for its employees and eligible dependents. The District has a self-insured plan, with individual, as well as aggregate stop loss coverage to protect the District against catastrophic claims in a calendar year. The District accounts for self-insured health insurance activity in an internal service fund established for this purpose. In the proprietary fund financial statements, the liability for self-insured health risks is recorded under the accrual basis of accounting.

N. State and Federal Revenue Sources

Revenues from state sources for current operations are primarily from the Florida Education Finance Program (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. Such revenues are recognized as revenues consistent with our policy in Note 1C. 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 reviews, as well as to prevent statewide allocations from exceeding the amount authorized by the Legislature. Normally, such adjustments are treated as adjustments of revenue in the year the adjustment is made by the Florida Department of Education.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

N. State and Federal Revenue Sources - continued

The District receives revenue from state and federal agencies to administer certain educational programs. Revenues earmarked for these programs are 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 educational programs. Revenue is recognized when all eligibility requirements have been met.

The state allocates gross receipt taxes, generally known as Public Education Capital Outlay (PECO) money, to the District on an annual basis for capital and other projects. The District is authorized to expend these funds only upon applying for and receiving an encumbrance authorization from the FDOE.

O. Property Taxes - Revenue Recognition

In the government-wide financial statements, property tax revenue is recognized in the fiscal year when levied for. The receivable is recorded net of an estimated uncollectible amount, which is based on past collection experience. In the fund financial statements, property tax revenue is recognized in the fiscal year when levied for and if available. Taxes collected by the Miami-Dade County Tax Collector and received by the District within 60 days subsequent to the fiscal year-end are considered to be available and recognized as revenue.

P. Unearned Revenues

The unearned revenues primarily relate to the Doral ground lease which is amortized on a straight-line basis over the life of the lease agreement and other lease payments received in advance.

Q. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets/deferred outflows and liabilities/deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

R. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement section, deferred outflows of resources, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expenses/expenditure) until that time. The District currently reports the net deferred loss on refunding of debt and deferred outflows related to pensions and OPEB in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement section, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District currently reports deferred inflows related to pensions and OPEB in the government-wide statements and unavailable revenue primarily related to taxes in the governmental funds.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

S. Fund Balances

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, establishes accounting and financial reporting standards for governmental funds. It establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. Fund balances for governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the uses of those resources.

GASB Statement No. 54 requires the fund balance to be properly reported within one of the fund balance categories listed below:

Nonspendable - Fund balance amounts that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to be maintained intact. Examples of this classification are prepaid items, inventories not held for sale, and the principal of an endowment fund.

Spendable Fund Balance

Restricted - Fund balance amounts on which constraints have been placed by creditors, grantors, contributors, laws or regulations of other governments, constitutional provisions or enabling legislation.

Committed - Fund balance amounts that can only be used for specific purposes pursuant to constraints imposed by the formal action (Board Resolution) of the highest level of decision-making authority (The School Board). The amounts cannot be used for any other purpose unless the School Board removes or changes the specified use by taking the same formal action (Board Resolution) it employed to commit the amounts.

Assigned - Fund balance amounts intended to be used for specific purposes but are neither restricted nor committed. Assigned amounts include those that have been set aside for a specific purpose by actions of the School Board or Superintendent as stated in School Board Policy 6220.01-Fund Balance Reserve.

Unassigned - Includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

Committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

T. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System (FRS), Health Insurance Subsidy (HIS) defined benefit plans, and the Supplementary Early Retirement Plan (SERP) additions to/deductions from both Plans fiduciary net position have been determined on the same basis as they are reported by the Plans and are recorded in the government-wide financial statements. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued:

U. Post-Employment Benefits Other Than Pensions (OPEB)

The District applies GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for the measurement, recognition, and display of OPEB expenditures or expenses, liabilities and assets as discussed in a Note 17.

2. BUDGETS COMPLIANCE AND ACCOUNTABILITY:

A. Legal Compliance

The annual budget is submitted to the Florida Commissioner of Education by major functional levels such as instructional, instructional support, general administration, maintenance of plant, etc. Expenditures may not exceed appropriations without prior approval of the School Board in the General Fund and Special Revenue Funds at the function level. Budgetary control is exercised at the fund level for all other funds.

Florida Statutes, Section 1013.61, requires that the capital outlay budget designate the proposed capital outlay expenditures by project for the year from all fund sources. Accordingly, annual budgets for the Capital Project Funds are adopted on a combined basis only.

Budgeted amounts may be amended by resolution of the Board at any Board meeting prior to the due date for the Annual Financial Report (State Report). General Fund budgetary disclosure in the accompanying financial statements reflects the final budget including all amendments approved at the School Board meeting of September 9, 2020 for the fiscal year ended June 30, 2020.

Appropriations lapse at fiscal year-end, except for unexpended appropriations of state educational grants, outstanding purchase orders, contracts, and certain available balances. These balances are reflected at year-end either as restricted or assigned fund balance, and are reappropriated in the new fiscal year.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as restricted or assigned fund balance and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

B. Comparison of Budget to Actual Results

The budgets for each of the governmental funds are accounted for on the modified accrual basis of accounting.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS:

Deposits and Investments

The District's surplus funds are invested directly by the District's Office of Treasury Management. The District's State Board of Education (SBE) bond proceeds are held and administered by the SBE with any related investments made by the State Board of Administration.

As authorized under State Statutes the District has adopted Board Policy 6144 - Investments as its formal Investment Policy for all surplus funds, including the Supplemental Early Retirement Funds that are part of Board Policy 6535 - Supplemental Early Retirement Plan. Board Policy 6144, Investments policies permit the following investments and are structured to place the highest priority on the safety of principal and liquidity of funds:

- Savings, Money Markets and Time Deposits – District and State approved designated depository
- U.S. Government direct obligations
- Revolving Repurchase Agreements or similar investment vehicles for the investment of funds awaiting clearance with financial institutions
- Commercial Paper rated A1/P1/F1 or better
- Bankers Acceptances
- State Board of Administration (SBA) managed and other Local Government Investment Pool (LGIP)
- Obligations of the Federal Farm Credit Bank
- Obligations of the Federal Home Loan Bank
- Obligations of the Federal Home Loan Mortgage Corporation
- Obligations of the Federal National Mortgage Association
- Obligations guaranteed by the Government National Mortgage Association
- Securities of any investment company or investment trust registered under the Investment Company Act of 1940, 15 U.S.C.
- Taxable Government Bonds rated investment grade
- Equity/Fixed Income Securities including index and actively managed mutual funds, as allowed in the Supplemental Early Retirement Plan Investment Guidelines
- Guaranteed Investment Contracts as allowed by bond/lease purchase covenants
- Municipal Bonds

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS, Continued:

The District follows Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application* and categorizes its investments according to the fair value hierarchy established by this Statement. The hierarchy is based on the valuation input used to measure the fair value of the asset with Level 1 assets being those where quoted prices in an active market for identical assets can be readily obtained and Level 2 assets valued using a matrix pricing technique of quoted prices for similar assets or liabilities in active markets.

As of June 30, 2020, the District's investments were categorized as follows (\$ in thousands):

<u>Investment Type</u>	<u>Amount</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Weighted Average Maturity (Years)</u>
Debt Securities				
Commercial Paper	\$ 24,781	\$ -	\$ 24,781	0.05
State Board of Education – COBI*	184		184	
U.S. Treasury Strips	97,780		97,780	6.91
Total Debt Securities	<u>122,745</u>	<u>-</u>	<u>122,745</u>	
Mutual Funds Securities				
Equity Securities	14,230	14,230		-
Fixed Income Mutual Funds	9,101	9,101	-	
Total Mutual Fund Securities	<u>23,331</u>	<u>23,331</u>	<u>-</u>	
Total Investments	<u>\$ 146,076</u>	<u>\$ 23,331</u>	<u>\$ 122,745</u>	
Balances not measured at fair value				
Guaranteed Investment Contract (GIC)	\$ 2,135			2.46
Money Market Mutual Funds	698,368			-
Cash and Cash Equivalents	<u>243,546</u>			
Total Cash, Cash Equivalents and Investments	<u>\$ 1,090,125</u>			

* Bond proceeds held and administered by the SBE have a weighted average maturity of 6 months.

At June 30, 2020, \$241.1 million in cash and investments relates to unspent debt proceeds pertaining to various financings including General Obligation Bonds and Master Equipment Leases which are restricted assets whose use is limited to projects primarily related to the acquisition and construction of school facilities and equipment as authorized by Board Resolutions and Debt Covenants.

The total cash, cash equivalents and investments of \$1,090.1 million at June 30, 2020, was comprised of \$945.5 million in Governmental Funds, \$95.8 million in Proprietary Fund - Health Insurance Fund, \$24.1 million in Fiduciary Funds - Pension Trust Fund and \$24.7 million in Fiduciary Fund - Agency Fund (Schools' Internal Fund).

The School Board currently has one GIC associated with its Qualified Zone Academy Bonds (QZAB's). This contract totals approximately \$2.1 million with an internal rate of return of 3.53% and a maturity date of December 2022. The GIC is recorded at the amount specified by the contract at each fiscal year end.

Interest Rate Risk: The District manages its exposure to declines in fair values by substantially limiting the weighted average maturity on all investments to 1 year or less.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS, Continued:

Credit Risk: In accordance with Board Policy 6144, the District manages its exposure to credit risk by limiting investments to the highest rated government backed securities such as Government Agencies and Treasury Notes. The policy also requires Commercial Paper to be rated A-1 or better, and Money Market Mutual Funds rated AAAM.

Investment Type	Rating *	Amounts (in thousands)	Percentage of Investments
Commercial Paper	A-1	\$ 24,781	2.93%
Money Market Mutual Funds	AAAM	698,368	82.49%
U.S. Treasury Note Strips	AAA	97,780	11.55%
Mutual Funds – Pension Trust Fund	Not Rated	23,331	2.76%
Guaranteed Investment Contract	Not Rated	2,135	0.25%
State Board of Education – COBI	Not Rated	184	0.02%

* Standards & Poor's ratings as of June 30, 2020.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of investments in a single issuer. In accordance with Board Policy 6144, the District permits investments of up to 10% of the total portfolio in Commercial Paper with a single issuer and 60% in total, 60% in Federal Farm Credit Bank, 60% in Federal Home Loan Bank, 60% in Federal Home Loan Mortgage Corporation, and unlimited U.S. Treasury Notes as well as Government Obligations Money Market Mutual Funds. The above listed concentration percentages are based on total investments. Commercial paper investments consist of 2.93% in JP Morgan Securities, LLC.

Custodial Credit Risk: Custodial credit risk is the risk of losses due to the failure of a counterparty that is in possession of investment or collateral securities. All securities in accordance with the District's investment policy under Board Policy 6144, with the exception of Cash and Cash Equivalents, SBA LGIP and US Government Money Market Mutual Funds, are held by a third party custodian in an account separate and apart from the assets of the custodian and designated as assets of the District.

Cash/Deposits

The District's cash deposits include money market savings, demand deposits and petty cash. All District bank balances are fully insured or collateralized as required by Florida Statutes, Chapter 280, through the Qualified Public Depositor Program, as well as \$185 million in FDIC insurance. At June 30, 2020, the deposit's bank balances were \$243,546 (in thousands).

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

4. CAPITAL ASSETS:

Capital asset balances and activity for the fiscal year ended June 30, 2020 are as follows (in thousands):

	<u>Balance July 1, 2019</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance June 30, 2020</u>
Non-Depreciable Capital Assets:				
Land	\$ 357,964	\$ 4,628	\$ 103	\$ 362,489
Land Improvements	263,985	6,386	-	270,371
Construction-in-Progress	220,949	139,353	204,322	155,980
Total Non-Depreciable Capital Assets	<u>\$ 842,898</u>	<u>\$ 150,367</u>	<u>\$ 204,425</u>	<u>\$ 788,840</u>
Depreciable Capital Assets:				
Buildings and Improvements	\$ 6,111,223	\$ 194,358	\$ 3,383	\$ 6,302,198
Furniture, Fixtures, and Equipment	316,352	15,656	17,405	314,603
Computer Software	84,354	-	-	84,354
Motor Vehicles	119,220	14,038	2,035	131,223
Total Depreciable Capital Assets	<u>\$ 6,631,149</u>	<u>\$ 224,052</u>	<u>\$ 22,823</u>	<u>\$ 6,832,378</u>
Less Accumulated Depreciation/Amortization for:				
Building and Improvements	\$ 2,650,012	\$ 179,710	\$ 3,384	\$ 2,826,338
Furniture, Fixtures, and Equipment	246,372	14,919	15,656	245,635
Computer Software	84,091	217	-	84,308
Motor Vehicles	85,667	7,506	1,912	91,261
Total Accumulated Depreciation/Amortization	<u>\$ 3,066,142</u>	<u>\$ 202,352</u>	<u>\$ 20,952</u>	<u>\$ 3,247,542</u>
Net Capital Assets	<u><u>\$ 4,407,905</u></u>	<u><u>\$ 172,067</u></u>	<u><u>\$ 206,296</u></u>	<u><u>\$ 4,373,676</u></u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

4. CAPITAL ASSETS, Continued:

For fiscal year ended June 30, 2020, depreciation/amortization by function is as follows:

<u>Functions</u>	<u>Amount</u> <u>(\$ in thousands)</u>
Instructional Services	\$ 1,915
Instructional Support Services	1,036
Student Transportation Services	4,719
Operation and Maintenance of Plant	2,791
School Administration	133
General Administration	12
Business/Central Services	317
Food Services	1,635
Community Services	29
Facilities Acquisition and Construction	7,437
Unallocated to a specific function	182,328
Total Depreciation/Amortization	\$ 202,352

Construction-in-progress, as of June 30, 2020, is comprised of the following (in thousands):

<u>Locations</u>	<u>Incurred</u> <u>To Date</u>
Elementary Schools	\$ 54,071
Middle Schools	26,203
Senior High Schools	73,900
Special Schools	692
Administration/Other	1,114
TOTAL	\$ 155,980

As part of its capital outlay program, the District has entered into various construction contracts. At June 30, 2020, the District had construction commitments of approximately \$88.6 million.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

5. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS:

Interfund receivables and payables consisted of the following balances as of June 30, 2020 (in thousands):

	Due From Other Funds	Due To Other Funds
Major Funds:		
General Fund	\$ 27,218	\$ 14,988
Other Federal Programs	-	27,218
Non-major Funds	14,988	-
Total Governmental Funds	\$ 42,206	\$ 42,206

Interfund receivables/payables are primarily short-term balances between funds for payments made by one fund on behalf of another fund. The \$27,218 represents a short-term balance for payments made by the General Fund on behalf of Other Federal Programs. The \$14,988 represents deposits held in the General Fund for other capital projects.

A summary of transfers for the year ended June 30, 2020 is as follows (in thousands):

	Transfers to:		
	General Fund	Non-major Funds	Total
Transfers from:			
Major Funds:			
Capital Improvement LOML	\$ 134,204	\$ 243,194	\$ 377,398
Non-major Funds	44,847	4,500	49,347
Total Governmental Funds	179,051	247,694	426,745
Proprietary Fund	\$ 10,000	\$ -	\$ 10,000
Total Governmental Activities	\$ 189,051	\$ 247,694	\$ 436,745

Transfers to the General Fund relate primarily to funding for the maintenance, renovation and/or repair of school facilities from the Capital Improvement LOML Fund of \$134,204, and from other capital projects fund of \$7,019, pursuant to Section 1011.71 of the Florida Statutes, as well as a transfer from the Proprietary Fund as a reimbursement of health insurance premiums of \$10,000. Additionally, transfers to the General Fund in the amount of \$44,847 relates primarily to charter school capital outlay from PECO funds and maintenance of school facilities from other capital projects funds. Transfers to other non-major funds relate primarily to amounts transferred to make debt service payments of \$247,694.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

6. DUE FROM/TO OTHER GOVERNMENTS OR AGENCIES:

Due from other governments or agencies at June 30, 2020, are as follows (in thousands):

	<u>General Fund</u>	<u>Other Federal Programs</u>	<u>Non-major Governmental Funds</u>	<u>Total</u>
Federal Government:				
Medicaid Federal	\$ 12,323	\$ -	\$ -	\$ 12,323
Food Service Reimbursement	-	-	10,215	10,215
Early Head Start/Head Start	-	2,088	-	2,088
Restart	1,694	-	-	1,694
Miscellaneous Federal	1,002	1,522	-	2,524
State Government:				
Dept of Education Security Grant	-	-	7,392	7,392
IDEA	-	12,157	-	12,157
Title I	-	16,303	-	16,303
Title II	-	2,486	-	2,486
Voluntary Prekindergarten Program	3,808	-	-	3,808
Miscellaneous State	1,280	3,047	28	4,355
Local Government:				
Clearwire Educational Broadband Service	16,284	-	-	16,284
E-Rate	-	-	-	-
Miami-Dade County	-	-	4,438	4,438
Miscellaneous Local	5,229	175	57	5,461
Total	\$ 41,620	\$ 37,778	\$ 22,130	\$ 101,528

Due to other governments or agencies at June 30, 2020, are as follows (in thousands):

	<u>General Fund</u>	<u>Other Federal Programs</u>	<u>Non-major Governmental Funds</u>	<u>Total</u>
Federal Government:				
Miscellaneous Federal	\$ -	\$ 49	\$ -	\$ 49
State Government:				
FLDOE Best and Brightest	2,126	-	-	2,126
Miscellaneous State	110	-	-	110
Local Government:				
Charter Schools	4,188	-	-	4,188
Miscellaneous Local	-	2,015	81	2,096
Total	\$ 6,424	\$ 2,064	\$ 81	\$ 8,569

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020**

7. SHORT-TERM DEBT

Short-term debt activity for the fiscal year ended June 30, 2020, is as follows (in thousands):

	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2020</u>
Tax Anticipation Note (TAN), Series 2019, issued on August 27, 2019, effective yield of 1.154%, with a maturity date of February 27, 2020.	\$ -	\$ 400,000	\$ 400,000	\$ -
Total	\$ -	\$ 400,000	\$ 400,000	\$ -

Proceeds from the TAN were used as a working capital reserve in the General Fund as permitted under State and Federal tax laws.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

8. COMPENSATED ABSENCES:

The District's employee vacation and sick leave policies provide for the granting of a specific number of days of vacation based on years of service governed by applicable labor contracts and one day of sick leave with pay per each month of employment. Active employees, excluding administrators, may request payment of 80% of their unused sick leave which has accumulated during the fiscal year, provided they have not used more than three sick/personal days during that time and have a remaining balance, after payment, of twenty-one days. These policies also provide for paying most employees unused vacation up to 60 days upon termination, and up to 100% of unused sick leave after thirteen years of service; 50% after ten years; 45% after six years; 40% after three years and 35% during the first three years of qualified service upon retirement, death or resignation. Vacation accrual is limited to 60 days for twelve-month active employees.

The School Board approved the adoption of the Miami-Dade County Public Schools Terminal Leave Retirement Program (TLRP) at its May 14, 2003 Board meeting. The TLRP Program consists of a tax-favored retirement plan, which allows the Board to direct accrued annual (vacation) leave or terminal sick leave (accrued sick days) for employees who are separating from service as a result of retirement, or entering into or continuing DROP, to a tax-sheltered annuity program, or other qualified plan, in lieu of a taxable cash payment to the employee, upon separation from service.

The program is mandatory as a result of Board action which became effective on May 15, 2003, for all personnel (except AFSCME employees) who will have their annual (vacation) leave and terminal sick leave automatically contributed to either the Board's Tax Sheltered Annuity 403(b) or 401(a) Programs. Contributions into this program will not be subject to either Federal Income Tax (estimated 27%) or Social Security Tax (FICA) of 7.65%. Any amount of accrued terminal leave in excess of the amounts authorized by the Internal Revenue Service will be paid out to the retiring employee and will be subject to applicable taxes.

The current portion (the amount expected to be liquidated with current available resources) of the accumulated vested vacation and anticipated sick leave payments is recorded in the General Fund and is included in accrued payroll and compensated absences. The liabilities recorded include provisions for the employer's portion of pension contributions, FICA and other fringe benefits due on the vested vacation and sick leave balances as applicable. At June 30, 2020, the accrued liability for compensated absences in the General Fund was \$14.0 million.

GASB Statement No. 16, *Accounting for Compensated Absences*, requires governmental agencies to record as a liability the vested and future rights to sick and/or vacation leave. Accordingly, the probability of partially vested employees becoming fully vested and actual past termination payment experience was considered in the determination of this liability.

The statement of net position reflects both the current and long-term portions of compensated absences including retirement incentive benefits. At June 30, 2020, the current and long-term portions were \$22,463 and \$308,111, respectively (in thousands).

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

9. CAPITAL LEASES:

The District has entered into various capital lease agreements for the acquisition of certain property, vehicles, and equipment which are stated at acquisition cost and reported as capital assets. At June 30, 2020 the cost of leased equipment recorded in capital assets was \$188.9 million, with accumulated depreciation of \$161.1 million, for a net book value of \$27.8 million. Additionally, there were \$4.6 million in unspent proceeds relating to Master Equipment Lease Agreements at June 30, 2020.

The following is a summary of the future minimum lease payments, under capital leases together with the present value of the minimum lease payments as of June 30, 2020 (in thousands):

<u>Fiscal Year</u>	<u>Other Leases</u>	<u>Master Equipment</u>	<u>Lease Total</u>
2021	\$ 976	\$ 13,632	\$ 14,608
2022	909	10,738	11,647
2023	656	7,041	7,697
2024	236	5,157	5,393
2025	26	2,578	2,604
	<u>\$ 2,803</u>	<u>\$ 39,146</u>	<u>\$ 41,949</u>
Less Amount Representing Interest *	<u>288</u>	<u>1,304</u>	<u>1,592</u>
Present Value of Minimum Lease Payments	<u>\$ 2,515</u>	<u>\$ 37,842</u>	<u>\$ 40,357</u>

* The amount representing interest was calculated using rates ranging from 1.3% to 6.00%.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

10. LONG-TERM BONDS PAYABLE:

State Board of Education Capital Outlay Bonds

Capital Outlay Bonds are issued by the State Board of Education (SBE) on behalf of the District and are generally referred to as “SBE Bonds.” The bonds mature serially and are secured by a portion of the District’s state revenues derived from the sale of automobile license plates. Principal and Interest payments, investment of Debt Service Fund resources, and compliance with reserve requirements are administered by the State Board of Education and the State Board of Administration. At June 30, 2020, amounts withheld and in the custody of the State totaled \$184 thousand and are included as cash and investments with fiscal agent in the statement of net position.

General Obligation Bonds

On November 6, 2012, pursuant to Florida Statutes, Sections 1010.40 through 1010.54, voter residents of the County approved a referendum authorizing the School Board to issue additional General Obligation School Bonds in an aggregate amount not to exceed \$1.2 billion. The proceeds of the bonds are to be used to pay for modernizing, constructing, enlarging or otherwise improving school buildings, including educational technology upgrades.

As of June 30, 2020, five separate bond series have been issued pursuant to this referendum. The General Obligation Bond Series 2013 and 2014A were sold on July 10, 2013. The General Obligation Bond Series 2013, for \$190.0 million was issued on July 24, 2013 and the General Obligation Bond Series 2014A, for \$96.5 million was issued on February 11, 2014. The General Obligation Bond Series 2015, for \$192.72 million, was sold on July 21, 2015 and issued on August 12, 2015. The General Obligation Bond Series 2016, for \$200 million, was sold on August 2, 2016 and issued on August 18, 2016. The General Obligation Bond Series 2017, for \$250 million, was sold on April 18, 2017 and issued on May 2, 2017. As of June 30, 2020, \$270.8 million bonds remain to be issued.

Principal and interest on these and any future bond issues will be paid from ad valorem District taxes on all taxable real and personal property, excluding Homestead Exemption as required by Florida Law, without limitation as to rate or amount.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

10. LONG-TERM BONDS PAYABLE, Continued:

A summary of bonds payable as of June 30, 2020 is as follows (in thousands):

	<u>Authorized</u>	<u>Issued</u>	<u>Outstanding</u>
State Board of Education (SBE) Capital Outlay Bonds – Series 2011A, Refunding due in varying annual payments through January 1, 2023, with interest rates ranging from 3.00% to 5.00%. Interest is payable semi-annually on January and July 1. Bonds are callable on January 1, through December 31, 2021 at par. A portion of the proceeds was used to refund SBE Capital Outlay Bonds Series 2003A to achieve debt service savings.	\$ 725	\$ 725	\$ 295
State Board of Education (SBE) Capital Outlay Bonds – Series 2014A, Refunding due in varying annual payments through July 1, 2024, with interest rates ranging from 2.00% to 5.00%. Interest is payable semi-annually on January and July 1. Bonds are callable on January 1, through December 31, 2024 at par. A portion of the proceeds was used to refund SBE Capital Outlay Bonds Series 2004A to achieve debt service savings.	\$ 2,963	\$ 2,963	\$ 1,462
State Board of Education (SBE) Capital Outlay Bonds – Series 2017A, Refunding due in varying annual payments through July 1, 2028, with interest rates ranging from 3.00% to 5.00%. Interest is payable semi-annually on January and July 1. A portion of the proceeds was used to refund SBE Capital Outlay Bonds Series 2008A to achieve debt service savings.	\$ 5,201	\$ 5,201	\$ 4,472
State Board of Education (SBE) Capital Outlay Bonds – Series 2019A, Refunding due in varying annual payments through January 1, 2029, with interest rates of 5.00%. Interest payable semi-annually on January and July 1. A portion of the proceeds was used to refund SBE Capital Bonds Series 2009A to achieve debt service savings.	\$ 787	\$ 787	\$ 737
State Board of Education (SBE) Capital Outlay Bonds – Series 2020A, Refunding due in varying annual payments through January 1, 2030, with interest rates ranging from 2.00% to 5.00%. Interest payable semi-annually on January and July 1. A portion of the proceeds was used to refund SBE Capital Bonds Series 2010A to achieve debt service savings.	\$ 649	\$ 649	\$ 649

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

10. LONG-TERM BONDS PAYABLE, Continued:

	Authorized	Issued	Outstanding
<p>General Obligation School Bonds, Series 2013, consisting of Serial and Term Bonds, due in varying payments through March 15, 2043. Interest rates ranging from 4.0% to 5.0% is payable March 15 and September 15. True Interest Cost is 4.54%. Bonds maturing on March 15, 2024 and thereafter are callable by the District.</p>	<p style="text-align: center;">First in a series not to exceed</p> <p>\$ 1,200,000</p>	<p>\$ 190,005</p>	<p>\$ 169,245</p>
<p>General Obligation School Bonds, Series 2014A, consisting of Serial and Term Bonds, due in varying payments through March 15, 2044. Interest, at a rate of 5.0%, is payable March 15 and September 15. True Interest Cost is 4.68%. Bonds maturing on March 15, 2025 and thereafter are callable by the District.</p>	<p style="text-align: center;">Second in a series not to exceed</p> <p>\$ 1,200,000</p>	<p>\$ 96,475</p>	<p>\$ 87,925</p>
<p>General Obligation School Bonds, Series 2015, consisting of Serial and Term Bonds, due in varying payments through March 15, 2045. Interest rates, ranging from 3.5% to 5% is payable March 15 and September 15. True Interest Cost is 3.8973%. Bonds maturing on March 2026 and thereafter, with the exception of the bond maturing on March 15, 2030, are callable by the District.</p>	<p style="text-align: center;">Third in a series not to exceed</p> <p>\$ 1,200,000</p>	<p>\$ 192,720</p>	<p>\$ 176,470</p>
<p>General Obligation School Bonds, Series 2016, consisting of Serial and Term Bonds, due in varying payments through March 15, 2046. Interest, at a rate of 5.0% is payable March 15 and September 15. True Interest Cost is 3.4066%. Bonds maturing on March 2027 and thereafter are callable by the District.</p>	<p style="text-align: center;">Fourth in a series not to exceed</p> <p>\$ 1,200,000</p>	<p>\$ 200,000</p>	<p>\$ 187,970</p>
<p>General Obligation School Bonds Series 2017, consisting of Serial and Term Bonds, due in varying payments through March 15, 2047. Interest rates, ranging from 3.25% to 5.0%, is payable March 15 and September 15. True Interest Cost is 3.5808%. Bonds maturing on March 2028 and thereafter, with the exception of bonds maturing on March 15, 2033 and March 15, 2035, are callable by the District.</p>	<p style="text-align: center;">Fifth in a series not to exceed</p> <p>\$ 1,200,000</p>	<p>\$ 250,000</p>	<p>\$ 237,615</p>
Total Long-Term Bonds Payable			<p>\$ 866,840</p>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

10. LONG-TERM BONDS PAYABLE, Continued:

On January 14, 2020, the Florida Department of Education issued State Board of Education (SBE) Capital Outlay Refunding Bonds, Series 2020A, to refund the State of Florida, Full Faith and Credit, SBE Capital Outlay Bonds, Series 2010A, maturing in the years 2021 through 2030.

The District's portion of the refunding bonds totaling \$649 (in thousands) is to refund the \$725 (in thousands) principal amount of the District's callable portion of Series 2010A, that matures on or after January 1, 2021. The District's pro rata share of net proceeds is to provide for future debt service payments. As of June 30, 2020, the SBE Capital Outlay, Bond Series 2010A in the amount of \$1,355 (in thousands) has been defeased. The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$51 (in thousands). This difference is reported in the accompanying financial statements as a deferred inflow of resources and is being credited to operations through the year 2030. The District completed the refunding to reduce its total debt service payments over the next 10 years by \$76 (in thousands).

Several of the SBE long-term bonds are callable by the State of Florida prior to maturity during the years 2020 through 2024. The GOB and SBE debt service requirements to maturity, assuming none of the SBE bonds are called prior to their scheduled maturity date, are as follows (in thousands):

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service Requirements</u>
2021	\$ 19,268	\$ 40,275	\$ 59,543
2022	20,215	39,312	59,527
2023	21,130	38,304	59,434
2024	22,126	37,250	59,376
2025	22,833	36,144	58,977
2026-2030	131,293	162,517	293,810
2031-2035	162,585	128,651	291,236
2036-2040	203,450	88,345	291,795
2041-2045	223,325	37,773	261,098
2046-2047	40,615	2,322	42,937
Total	\$ 866,840	\$ 610,893	\$ 1,477,733

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT - CERTIFICATES OF PARTICIPATION, QUALIFIED ZONE ACADEMY BONDS (QZABs), AND QUALIFIED SCHOOL CONSTRUCTION BONDS (QSCBs):

On August 1, 1994, the District entered into a Lease Purchase Agreement, with the Dade County School Board Foundation, Inc., a Florida not-for-profit corporation (the "Foundation") and blended component unit of the District, to finance the acquisition and construction of new schools and appurtenant equipment and other property (the "Facilities") to be operated by the District. The members of the School Board serve as the Board of Directors of The Foundation. The Foundation was formed by the School Board solely for the purpose of acting as the lessor of the Facilities, with the District as lessee. The School Board as lessor entered into Ground Leases with the Foundation for the Facilities sites and all improvements. In conjunction therewith, Certificates of Participation, (the "Certificates") were issued to third parties, evidencing undivided proportionate interests in basic lease payments to be made by the District, as lessee, pursuant to the Lease Purchase Agreement. Fee title to the Facilities and the Facilities sites is in the name of the District. The District is responsible for operation, maintenance, use, occupancy, upkeep and insurance of the Facilities.

The Foundation leases the Facilities to the District under the Lease Purchase Agreement, which are automatically renewable annually through May 1, 2037, unless terminated, in accordance with the provisions of the Lease Purchase Agreements, as a result of default or the failure of the School Board to appropriate funds to make lease payments in its final official budget. The remedies on default or upon an event of non-appropriation include the surrender of the Facilities by the District and its re-letting for the remaining Ground Lease term, or the voluntary sale of the Facilities by the School Board, in either case with the proceeds to be applied against the School Board's obligations under the Lease Purchase Agreements.

The Certificates are not separate legal obligations of the School Board, but represent undivided interests in lease payments to be made from appropriated funds budgeted annually by the School Board for such purpose from current or other funds authorized by law and regulations of the Department of Education, including the local optional millage levy. However, neither the School Board, the District, the State of Florida, nor any political subdivision thereof, are obligated to pay, except from appropriated funds, any sums due under the Lease Purchase Agreement from any source of taxation. The full faith and credit of the School Board and the District is not pledged for payment of such sums due under the Lease Purchase Agreement and such sums do not constitute an indebtedness of the School Board or the District within the meaning of any constitutional or statutory provision or limitation. The District plans to make the Series 2006C, 2006D, and 2012B-1 lease payments from the impact fees collected on new residential construction by Miami-Dade County and remitted to the School Board, and from Local Optional Millage Levy.

Basic lease payments are deposited with the Trustee semi-annually. For accounting purposes, due to the consolidation of the Foundation within the financial statements, basic lease payments are reflected as debt service expenditures when payable to Certificate holders. A trust fund was established with the Trustee to facilitate payments in accordance with the Lease Purchase Agreements and the Trust Agreements. Various accounts are maintained by the Trustee in accordance with the trust indenture. All funds held in the various accounts, are invested by the Trustee, as directed by the School Board. Interest earned on funds in the Acquisition Account is transferred to the Lease Payment Account.

Under the American Recovery and Reinvestment Act of 2009, Qualified School Construction Bonds (QSCBs) and Build America Bonds (BABs) were established to provide for taxable obligations to be issued by the School District with a federal subsidy for interest. The Series 2009B and 2010A were issued under the Qualified School Construction Bond program and Series 2010B were issued under the Build America Bond program. The Series 2010B BAB was fully refunded on June 15, 2020. The 2009 B Series provides federal tax credits in lieu of interest payments to the Certificate holder, which is similar to the Series 2006 and 2015 Qualified Zone Academy Bonds (QZAB) program. The Series 2010A, along with the Series 2010 QZAB, were issued as direct pay bonds whereby the interest subsidy is paid directly to the School District by the U.S. Treasury.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT - CERTIFICATES OF PARTICIPATION, QUALIFIED ZONE ACADEMY BONDS (QZABs), AND QUALIFIED SCHOOL CONSTRUCTION BONDS (QSCBs) Continued:

The Internal Revenue Services (IRS) announced on March 4, 2013, that payments to issuers of these bonds were subject to a reduction of 8.7% of the amount budgeted for such payments. This sequester reduction rate has been modified annually, and all refund payments processed on or after October 1, 2019 and on or before September 30, 2020, will be reduced by the fiscal year 2020 sequestration rate of 5.9%. Accordingly, unless Congress acts to again change the sequester percentage or otherwise changes the application of the cuts, the District anticipates its aggregate expected QSCB Issuer Subsidy and QZAB Issuer Subsidy of \$6,617 (in thousands) to be reduced by 5.9% which equates to a reduction of approximately \$390 (in thousands), for the fiscal year 2020, resulting in a corresponding increase in interest costs for the District that must be paid from other revenue sources.

A summary of Certificates of Participation, QZABs, and QSCBs payable as of June 30, 2020 is as follows (in thousands):

<u>Debt Series</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Interest Rate(s)</u>	<u>Issued</u>	<u>Outstanding</u>
2006 Qualified Zone Academy Bonds – Interest is paid by U.S. Government through issuance of federal income tax credits.	12/15/06	12/15/22	N/A	\$ 2,599	\$ 2,599
2010 Qualified Zone Academy Bonds – 5.10% Tax Credit paid by U.S. Government to the District.	11/10/10	11/01/29	True Interest Cost 0.15% 5.25% (without 5.10% U.S. Subsidy)	24,480	24,480
2015 Qualified Zone Academy Bonds – Interest is paid by U.S. Government through issuance of federal income tax credits.	10/06/15	09/15/34	True Interest Cost 1.105% 0% to 1.37%	25,000	25,000
2006C Series – Serial & Term Certificates.	05/10/06	10/01/21	True Interest Cost 4.41% 3.875% to 5.00%	53,665	9,560
2006D Series – Serial Certificates. Partially refunded 2001C Series.	12/21/06	10/01/21	True Interest Cost 4.098% 3.625% to 5.00%	10,570	6,225
2009B Series – Qualified School Construction Bonds. Interest is paid by U.S. Government through issuance of federal income tax credits (sold at a discount price of 73.673% resulting in a True Interest Cost of 1.859%).	12/15/09	12/15/26	N/A	104,000	104,000
2010A Series – Qualified School Construction Bonds, 5.54% Tax Credit paid by U.S. Government to the District.	06/24/10	06/15/27	True Interest Cost 0.852% 6.24% to 6.49% (without 5.54% U.S. Subsidy)	96,290	96,290
2011A Series – Include fixed rate certificates refunding Series 2003B. Term bonds fully refunded by the 2014A Series.	03/29/11	05/01/31	True Interest Cost 4.449% 2.5% to 5%	139,055	10,155
2011B Series – Include fixed rate and term rate certificates partially refunding Series 2007A, 2007B, and 2009A. Term bonds fully refunded by the 2016A Series.	03/29/11	05/01/32	True Interest Cost 5.154% 5% to 5.75%	137,660	67,660
2012A Series – Include Fixed Rate and Term Rate Certificates partially refunding Series 2003D (\$148,850). Term Bonds fully refunded by the 2016B Series.	07/05/12	08/01/29	True Interest Cost 3.606% 2% to 5%	149,365	68,430

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT - CERTIFICATES OF PARTICIPATION, QUALIFIED ZONE ACADEMY BONDS (QZABs), AND QUALIFIED SCHOOL CONSTRUCTION BONDS (QSCBs) Continued:

A summary of Certificates of Participation, QZABs, and QSCBs, payable as of June 30, 2020 is as follows (in thousands):

<u>Debt Series</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Interest Rate(s)</u>	<u>Issued</u>	<u>Outstanding</u>
2012B-1 Series – Serial Certificates. Partially refunded 2004A (\$15,575).	07/05/12	10/01/20	True Interest Cost 2.814% 5%	\$ 13,765	\$ 7,050
2013A Series – Serial Certificate. Partially refunded 2006A (\$15,335), 2006B (\$12,470), 2007A (\$9,525), 2007B (\$2,075) and 2008B (\$30,320).	05/01/13	05/01/32	True Interest Cost 4.199% 5%	68,230	68,230
2013B Series – Serial Certificates. Fully refunded 2003D (\$2,110) and partially refunded 2009A (\$6,395).	05/01/13	02/01/30	True Interest Cost 4.097% 5%	8,160	8,160
2014A Series – Term Rate Certificates fully refunding the 2011A Term Rate Certificates. The bonds have a mandatory 10 years soft put on 5/1/2024 at 100%. If cannot be remarketed, interest shall accrue at 11% per year.	03/11/14	05/01/31	True Interest Cost 4.056% 5%	70,980	70,980
2014C Series – Serial Certificates.	06/30/14	05/01/24	True Interest Cost 2.210% 2.21%	4,085	1,765
2014D Series – Serial Certificates. Partially refunding 2006A (\$146,565) and 2006B (\$151,230).	11/20/14	11/01/31	True Interest Cost 3.053% 4% to 5%	276,995	236,850
2015A Series – Serial Certificates. Partially refunding 2007A (\$249,470) and 2007B (\$76,740).	01/21/15	05/01/32	True Interest Cost 3.166% 5%	306,820	260,375
2015B Series – Serial and Term Certificates partially refunding 2008B (\$230,370).	07/30/15	05/01/28	True Interest Cost 3.162% 1% to 5%	239,630	234,950
2015C Series – Serial Certificates partially refunding 2008B (\$34,265).	07/31/15	05/01/25	True Interest Cost 3.095% 5%	33,565	33,565
2015D Series – Serial Certificates partially refunding 2008B (\$110,715) and 2009A (\$241,560).	12/16/15	02/01/34	True Interest Cost 3.456% 3.5% to 5%	345,890	326,270
2016A Series – Serial Certificates fully refunding 2011B Term Rate Certificates (\$70,000).	02/03/16	05/01/32	True Interest Cost 4.265% 5%	66,425	66,425
2016B Series – Serial Certificates fully refunding 2012A Term Rate Certificates (\$58,780).	02/03/16	08/01/27	True Interest Cost 3.351% 5%	55,995	49,785
2016C Series – Serial Certificates partially refunding 2008B (\$90,695) and 2009A (\$8,575).	04/07/16	02/01/33	True Interest Cost 3.329% 3.25% to 5%	100,495	72,535

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020**

**11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT -
CERTIFICATES OF PARTICIPATION, QUALIFIED ZONE ACADEMY BONDS (QZABs), AND
QUALIFIED SCHOOL CONSTRUCTION BONDS (QSCBs) Continued:**

A summary of Certificates of Participation, QZABs, and QSCBs payable as of June 30, 2020 is as follows (in thousands):

<u>Debt Series</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Interest Rate(s)</u>	<u>Issued</u>	<u>Outstanding</u>
2018A Series – Serial Certificates. Fully refunded on a forward refunding basis the 2008A Serial Certificates (\$130,950).	05/03/18	08/01/26	True Interest Cost 2.840% 2.84%	\$ 119,995	\$ 105,555
2019A Series – Serial Certificates. Fully refunding 2002A and 2002B variable rate certificates and associated swaps (\$78,495).	03/29/19	08/01/27	True Interest Cost 1.91% 1.91%	87,265	78,775
2019B Series – Serial Certificates. Fully refunding 2008C variable rate certificates and associated swap (\$47,280).	03/29/19	07/15/27	True Interest Cost 2.00% 2.00%	54,630	51,935
2019C Series - Serial Certificates. Fully refunding 2001B (\$33,075) and 2007C (\$90,825) variable rate certificates with a net present value savings of \$12,051.	12/13/19	5/1/37	True Interest Cost 2.47% 2.47%	119,235	117,290
2020A Series - Serial Certificates. Fully refunding on a forward basis 2010B Build America Bond (\$27,990) with a net present value savings of \$3,450.	6/15/20	6/15/32	True Interest Cost 2.99% 2.99%	28,100	28,100
				<u>\$ 2,742,944</u>	<u>\$ 2,232,994</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

11. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT - CERTIFICATES OF PARTICIPATION, QUALIFIED ZONE ACADEMY BONDS (QZABs), AND QUALIFIED SCHOOL CONSTRUCTION BONDS (QSCBs) Continued:

At June 30, 2020, there are no defeased certificates outstanding.

The schedule below details debt service requirements for obligations under lease purchase agreements (Certificates of Participation and QZABs) to maturity, assuming the obligations will be remarketed based on the specified soft put dates disclosed below. Additionally, the schedule also discloses principal and interest payments due from the District's direct borrowings and direct placements as follows (in thousands):

Year Ending June 30	Bonds		Certificates of Participation from Direct Borrowings and Direct Placements		Total Debt Service Requirements*
	Principal	Interest	Principal	Interest	
2021	\$ 119,693	\$ 81,237	\$ 30,969	\$ 10,276	\$ 242,175
2022	109,303	77,425	34,114	9,549	230,391
2023	112,173	74,350	32,339	8,802	227,664
2024**	115,443	70,553	33,339	8,038	227,373
2025	119,464	65,749	33,659	7,248	226,120
2026 - 2030	827,779	282,421	143,109	37,126	1,290,435
2031 - 2035	418,640	32,140	65,440	10,275	526,495
2036 - 2037	-	-	37,530	1,400	38,930
Total	\$ 1,822,495	\$ 683,875	\$ 410,499	\$ 92,714	\$ 3,009,583

* The schedule above reflects required annual payments to the sinking funds for the retirement of the debt, and are not considered reduction of principal until the year of maturity. The total outstanding balance for the QZABs as of year-end is \$52,079 (in thousands).

** COP Series 2014A has a 10 year soft put on May 1, 2024 of \$71 million. If the District is unable to remarket the debt, the interest rate on the COP will increase to 11%.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
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For the Fiscal Year Ended June 30, 2020

12. DEBT SERVICE:

The amount available for debt service consists of resources from the debt service funds legally required to be used for debt service until the related debt is extinguished (in thousands):

Categories:	Fund Balance
Restricted for Payment of State Board of Education and Capital Outlay Bonds	\$ 182
Restricted for Payment of District Bond Funds	19,944
Restricted for Certificates of Participation Funds	20,932
Restricted for ARRA Economic Stimulus Debt Service	92,740
Total Available in Debt Service Funds	\$ 133,798

All Certificates of Participation Lease Payments and all other amounts required to be paid by the School Board under the various Series under the Master Lease and all other Leases are made from legally available funds appropriated for such purpose by the School Board. The substantive portion for these payments is provided by the Local Optional Millage Levy on ad-valorem property. Separate lease payment accounts are established for each series of Certificates issued under the Trust Agreement. Lease payments are due under the Master Lease on an all-or-none basis and are payable on a parity basis solely from legally available funds appropriated by the School Board for such purpose. Such payments are normally transferred to the Trustee 15 days before lease payments are due.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

13. ESTIMATED LIABILITY FOR CLAIMS:

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; administrative errors and omissions; injuries to employees, students and guests; as well as natural disasters. The District is self-insured for portions of its general and automobile liability insurance, workers' compensation and health insurance. Losses involving auto and general liability claims are limited (generally) by provisions of the Florida State Statute 768.28. Claims brought against the District are handled by a contracted third-party administrator. The District purchases commercial insurance for other risks including property and other miscellaneous risks as follows:

<u>Type</u>	<u>Risk Retention/ Deductible</u>	<u>Coverage after Retention/Deductible</u>
Workers' Compensation	\$1,500,000	Statutory/\$3,000,000
General, Fleet Liability, and Errors and Omissions	\$200,000/\$300,000	\$500,000 per occurrence, \$3,250,000 annual aggregate
Property*	\$100,000,000 per occurrence for hurricanes; \$1,000,000 per incident for all other perils.	\$200,000,000 per occurrence/annual aggregate for all perils including windstorms, earthquakes and floods.
	\$100,000 for each act of terrorism	\$50,000,000 annual aggregate
Individual Stop Loss (ISL) for Self-Insured Medical Program	\$1,000,000	100%

* The Board did not renew the parametric storm policy due to significant increase in premium. All other coverages remain in effect.

Accordingly, liabilities for certain retained risks are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The District's estimated liability for self-insured losses relating to the casualty program consisting of general liability, automobile liability, professional liability/errors and omissions, and workers' compensation claims was determined by an independent actuarial valuation performed as of June 30, 2020. Liabilities, as determined by the actuary, include an amount for claims that have been incurred but not reported (IBNR). Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. The portion of the liability that is due and payable at June 30, 2020 is recorded in the General Fund and the remaining portion is recorded in the government-wide financial statements. Liability for incurred losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using expected future investment yield assumptions of 2.5%.

The School Board authorized the purchase of Individual Stop Loss (ISL) coverage for its self-insured health program effective January 1, 2020, from Cigna with an attachment point of \$1,500,000 per claimant.

The School Board approved a set of premium equivalent rates, based upon actuarial projections of claims including claims incurred but not reported (IBNR) for the calendar year provided by the School Board's Employee Benefits Consulting firm of Aon and Cigna. The calendar year 2020 monthly rates for the three offered Open Access Programs (OAP) are \$757 (OAP 10), \$718 (OAP 20) and \$717 (Local Plus). The Board's contribution for employee only coverage is limited to the \$717 (Local Plus); therefore, employees who choose the OAP 10 or OAP 20 are subject to a monthly cost share based upon their salary band. Effective January 1, 2010, the cost of dependent healthcare coverage became banded by salary tiers which was renewed for January 1, 2020.

The School Board continues to offer an opt out provision for employees who can provide proof of insurance coverage. Employees who opt out receive a monthly adjustment to gross compensation of \$100/month.

The District's estimated liability for health insurance claim payments was determined by an independent actuarial valuation performed as of June 30, 2020.

There were no losses which exceeded coverage in the last three fiscal years.

During fiscal year 2020 the District settled a federal lawsuit involving multiple claimants totaling \$8.75 million. As a federal case this suit was not subject to the sovereign immunity protections afforded the District under Section 768.28 of Florida State Statutes.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

13. ESTIMATED LIABILITY FOR CLAIMS, Continued:

A total estimated liability amount of \$181.8 million was actuarially determined to cover reported and unreported claims payable at June 30, 2020. It is estimated that of the current portion, \$61.3 million is due within a year. The remaining \$120.5 million will be due in future years.

	Estimated Liability For Claims (in thousands)		
	Current Portion	Long-Term Portion	Total
Workers' compensation	\$ 24,328	\$ 90,988	\$ 115,316
General and occupational liability	5,849	24,884	30,733
Fleet liability	2,305	4,673	6,978
Group Health	28,806	-	28,806
Total	\$ 61,288	\$ 120,545	\$ 181,833

Changes in the balance of claims liabilities for the years ended June 30, 2019 and 2020 are as follows (in thousands):

	Balance July 1, 2018	Current year claims and changes in estimates	Claim payments	Balance June 30, 2019
Workers' compensation	\$ 108,063	\$ 31,277	\$ (33,169)	\$ 106,171
General and occupational liability	23,394	8,382	(1,388)	30,388
Fleet liability	4,825	3,280	(1,808)	6,297
Group Health	33,080	362,690	(361,799)	33,971
Total	\$ 169,362	\$ 405,629	\$ (398,164)	\$ 176,827

	Balance July 1, 2019	Current year claims and changes in estimates	Claim payments	Balance June 30, 2020
Workers' compensation	\$ 106,171	\$ 40,524	\$ (31,379)	\$ 115,316
General and occupational liability	30,388	1,449	(1,104)	30,733
Fleet liability	6,297	2,393	(1,712)	6,978
Group Health	33,971	351,882	(357,047)	28,806
Total	\$ 176,827	\$ 396,248	\$ (391,242)	\$ 181,833

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

14. CHANGES IN LONG-TERM LIABILITIES:

Long-term liabilities balances and activity for the year ended June 30, 2020 are as follows (in thousands):

	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2020</u>	<u>Amounts Due Within One Year</u>
Bonds Payable	\$ 958,461	\$ 729	\$ (23,546)	\$ 935,644 *	\$ 19,268
Certificates of Participation Payable, net	2,199,555	-	(255,885)	1,943,670 **	119,693
Certificates of Participation from Direct Borrowings and Direct Placements	291,154	147,335	(27,990)	410,499	30,968
Capital Leases Payable	30,265	30,304	(20,212)	40,357	13,879
Self-Insurance Estimated Claims Payable	176,827	396,248	(391,242)	181,833	61,288
Retirement Incentive Benefits	1,621	3	-	1,624	217
Compensated Absences	290,502	61,779	(23,331)	328,950	22,246
Other Post Employment Benefits Liability	226,325	15,318	(40,300)	201,343	-
Net Pension Liability	1,773,469	329,353	(153,877)	1,948,945	-
Total	<u>\$ 5,948,179</u>	<u>\$ 981,069</u>	<u>\$ (936,383)</u>	<u>\$ 5,992,865</u>	<u>\$ 267,559</u>

* Includes unamortized premium in the amount of \$68,804.

** Amount is \$121,175 more than the principal balance of \$2,232,994 in Note 11, the difference represents the net unamortized premium on outstanding debt issues.

Payments for insurance claims (other than health insurance claims that are paid from the Internal Service Fund), retirement incentive benefits, compensated absences, pension liabilities, and other post employment benefits are paid by the General Fund, as in prior years. Capital Leases are primarily paid from the capital project funds.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

15. STATE REVENUE SOURCES:

A major source of the District's revenue is received from the State of Florida, who provided approximately 30% of total revenues in fiscal year 2019-20. The following is a schedule of state revenue sources and amounts (in thousands):

<u>Sources</u>	<u>Amount</u>
Florida Education Finance Program	\$ 682,248
Categorical Educational Programs	418,637
Workforce Development	80,670
Charter School Capital Outlay Funding	37,819
Capital Outlay and Debt Service (CO&DS) Distributed	13,328
Food Service Supplement	1,819
Schools of Hope	1,685
CO&DS Withheld for SBE/COBI Bonds	1,433
Adults with Disabilities	1,125
Workforce Education Performance Incentive	492
Interest on Undistributed CO&DS	440
District Discretionary Lottery Funds	362
Youth Mental Health Awareness & Training	240
CO&DS Withheld For Administrative Expense	225
State License Tax	192
SBE/COBI Bond Interest	2
Miscellaneous	1,143
Total	<u>\$ 1,241,860</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

16. PROPERTY TAXES:

The Board is authorized by state law to levy property taxes for District school 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 Miami-Dade County Property Appraiser and are collected by the Miami-Dade County Tax Collector.

Property values are assessed as of January 1 of each year. Taxes are levied after the millage rate is certified in September of each 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 4% for early payment.

Taxes become delinquent on April 1 of the year following the year levied for. State law provides for enforcement of collection of real property taxes. First, interest-bearing tax certificates are sold at public auction to recover delinquent taxes. Finally, if the tax certificates are not paid with accrued interest by the property owner, the purchaser of the tax certificate is entitled to take possession of the property. Accordingly, substantially all of the taxes assessed for calendar year 2019 have been recognized for the fiscal year ended June 30, 2020.

The State Constitution limits the levying of non-voted taxes by the District to 10 mills (\$10.00 per thousand of assessed valuation). State law prescribes on an annual basis the upper limit of non-voted property tax millage that may be levied. For fiscal year 2019-20, 7.148 mills was levied. The total adjusted assessed value for calendar year 2019 on which the fiscal year 2020 levy was based, was approximately \$339.6 billion.

State law prescribes that the District budgets 96% of the current year's tax levy. However, actual property taxes collected and reflected in the table below totaled 91.2% of taxes levied, including collections from prior years' tax levies but exclude tax redemptions. The Miami-Dade County Tax Collector is not required by law to make an accounting to the District of the difference between taxes levied and taxes collected.

The following is a summary of millages and taxes levied on the 2019 tax roll for the fiscal year 2019-20 (in thousands):

	Millages	Taxes	
		Levied	Collected
<u>GENERAL FUND</u>			
Nonvoted School Tax:			
Required Local Effort	4.0270	\$ 1,367,542	\$ 1,246,808
Discretionary Local Effort	0.748	254,016	231,590
Voted School Tax:			
Additional Operating Millage*	0.7500	254,695	232,209
	<u>5.525</u>	<u>\$ 1,876,253</u>	<u>\$ 1,710,607</u>
<u>CAPITAL PROJECT FUNDS</u>			
Nonvoted Tax:			
Local Capital Improvements	1.50	\$ 509,390	\$ 464,792
<u>DEBT SERVICE FUNDS</u>			
Voted Tax:			
Debt Servie - General			
Obligation Bonds	0.1230	\$ 41,770	\$ 38,233

* Millage related to Miami-Dade County Secure our Future Referendum #362.

Taxes reported in the Governmental Funds as reflected above include an accrual only for taxes collected within 60 days after the fiscal year-end. In the government-wide financial statements the District bases the estimates of taxes receivable and uncollectible taxes on historical experience. For fiscal year 2019-20, the District considered \$30.0 million, net of tax redemptions or 1.2% of levied taxes as uncollectible.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS:

The School Board provides retirement benefits to its employees through the Florida Retirement System (FRS and HIS), the Supplemental Early Retirement Plan (SERP), and a Deferred Retirement Option Program (DROP), as well as state approved Other Post Employment Benefits (OPEB) in the form of subsidized health insurance premiums.

Florida Retirement System

The School Board participates in the Florida Retirement System (FRS). The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any state-administered retirement system in paying the costs of health insurance.

Essentially all regular employees of the District are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' Web site (www.dms.myflorida.com).

The District's pension expense for FRS and HIS totaled \$350.8 million for the fiscal year ended June 30, 2020.

At June 30, 2020, the District reported a payable of \$31.8 million for the outstanding amount of employer and employee contributions to the FRS and HIS Plans required for the fiscal year ended June 30, 2020.

FRS Pension Plan

Plan Description. The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The general classes of membership are as follows:

- *Regular Class* – Members of the FRS who do not qualify for membership in the other classes.
- *Elected County Officers Class* – Members who hold specified elective offices in local government.
- *Senior Management Service Class (SMSC)* – Members in senior management level positions.
- *Special Risk Class* – Members who are employed as law enforcement officers and meet the criteria to qualify for this class.

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service (except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service). All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service (except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service). Members of the Plan may include up to 4 years of credit for military service toward creditable service.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020**

17. RETIREMENT BENEFITS, Continued:

Florida Retirement System - continued

FRS Pension Plan

The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

The DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided. Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

<u>Class, Initial Enrollment, and Retirement Age/Years of Service</u>	<u>% Value</u>
<i>Regular Class members initially enrolled before July 1, 2011</i>	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 or more years of service	1.68
<i>Regular Class members initially enrolled on or after July 1, 2011</i>	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 or more years of service	1.68
<i>Elected County Officers</i>	3.00
<i>Senior Management Service Class</i>	2.00
<i>Special Risk Regular</i>	
Service from December 1, 1970 through September 30, 1974	2.00
Service on and after October 1, 1974	3.00

As provided in Section 121.101, Florida Statutes, if the member was initially enrolled in the Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3 percent per year. If the member was initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3 percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Florida Retirement System - continued

FRS Pension Plan

Contributions. The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2019-20 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer (1)</u>
FRS, Regular	3.00	8.47
FRS, Elected County Officers	3.00	48.82
FRS, Senior Management Service	3.00	25.41
FRS, Special Risk Regular	3.00	25.48
FRS, Special Risk Administrative	3.00	38.59
DROP - Applicable to		
Members from All of the Above Classes	0.00	14.60
FRS, Reemployed Retiree	(2)	(2)

Notes: (1) Employer rates include 1.66 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.06 percent for administrative costs of the Investment Plan.

(2) Contribution rates are dependent upon retirement class in which reemployed.

The District's contributions to the Plan totaled \$135.0 million for the fiscal year ended June 30, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2020, the District reported a liability of \$1,349.8 million for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The District's proportionate share of the net pension liability was based on the District's 2018-19 fiscal year contributions relative to the total 2018-19 fiscal year contributions of all participating members. At June 30, 2019, the District's proportionate share was 3.92 percent, which was a decrease of 0.06% from its proportionate share measured as of June 30, 2018.

The FRS Actuarial Assumption Conference is responsible for setting the assumptions used in the funding valuations of the defined benefit pension plan pursuant to Section 216.136(10), Florida Statutes. The 6.90% rate of return assumption used in the June 30, 2019 calculations was determined by the Plan's consulting actuary to be reasonable and appropriate per Actuarial Standard of Practice No. 27 (ASOP 27) for accounting purposes, which differs from the rate used for funding purposes, which is used to establish the contribution rates for the Plan. The discount rate used in the July 1, 2019 valuation was 6.9%.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Florida Retirement System - continued

FRS Pension Plan

For the fiscal year ended June 30, 2020, the District recognized pension expense of \$313.5 million related to the Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (in thousands):

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 80,060	\$ 839
Change of assumptions	346,686	-
Net difference between projected and actual earnings on FRS pension plan investments	-	74,678
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	-	45,279
District FRS contributions subsequent to the measurement date	135,039	-
Total	\$ 561,785	\$ 120,796

The deferred outflows of resources related to pensions, totaling \$135.0 million, resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows (in thousands):

<u>Fiscal Year Ending June 30</u>	<u>Deferred outflows/ (inflows), net</u>
2021	\$ 109,849
2022	25,121
2023	85,271
2024	66,183
2025	15,743
Thereafter	3,783
Total	<u>\$ 305,950</u>

Actuarial Assumptions. The total pension liability in the July 1, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary Increases	3.25 percent, average, including inflation
Investment rate of return	6.90 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

The actuarial assumptions used in the July 1, 2019, valuation were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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17. **RETIREMENT BENEFITS, Continued:**

Florida Retirement System - continued

FRS Pension Plan

The long-term expected rate of return on pension plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash Equivalents	1%	3.3%	3.3%	1.2%
Fixed Income	18%	4.1%	4.1%	3.5%
Global Equity	54%	8.0%	6.8%	16.5%
Real Estate (Property)	10%	6.7%	6.1%	11.7%
Private Equity	11%	11.2%	8.4%	25.8%
Strategic Investments	6%	5.9%	5.7%	6.7%
Total	100%			
Assumed inflation - Mean			2.6%	1.7%

Note: (1) As outlined in the Plan's investment policy

Discount Rate. The discount rate used to measure the total pension liability was 6.90 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate used in the 2019 valuation was updated from 7.0% to 6.9%.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90 percent) or 1-percentage-point higher (7.90 percent) than the current rate (in thousands):

	<u>1% Decrease (5.90%)</u>	<u>Current Discount Rate (6.90%)</u>	<u>1% Increase (7.90%)</u>
District's proportionate share of the net pension liability	\$ 2,333,350	\$ 1,349,797	\$ 528,364

Pension Plan Fiduciary Net Position. Detailed information about the Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Comprehensive Annual Financial Report.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Florida Retirement System - continued

The HIS Pension Plan

Plan Description. The HIS Pension Plan (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of the State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided. For the fiscal year ended June 30, 2020, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Federal Medicare.

Contributions. The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2020, the contribution rate was 1.66 percent of payroll pursuant to Section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding three years. The HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. The HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The District's contributions to the HIS Plan totaled \$31.4 million for the fiscal year ended June 30, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2020, the District reported a net pension liability of \$589.7 million for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The District's proportionate share of the net pension liability was based on the District's 2018-19 fiscal year contributions relative to the total 2018-19 fiscal year contributions of all participating members. At June 30, 2019, the District's proportionate share was 5.27 percent, which was a decrease of 0.06% from its proportionate share measured as of June 30, 2018.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Florida Retirement System - continued

The HIS Pension Plan

For the fiscal year ended June 30, 2020, the District recognized the HIS Plan pension expense of \$37.3 million. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (in thousands):

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 7,163	\$ 722
Change of assumptions	68,287	48,201
Net difference between projected and actual earnings on HIS pension plan investments	381	-
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	-	26,889
District contributions subsequent to the measurement date	31,352	-
Total	\$ 107,183	\$ 75,812

The deferred outflows of resources related to pensions, totaling \$31.4 million, resulting from District contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows (in thousands):

<u>Fiscal Year Ending June 30</u>	<u>Deferred outflows/ (inflows), net</u>
2021	\$ 3,475
2022	1,685
2023	196
2024	(6,946)
2025	(1,431)
Thereafter	3,040
Total	<u>\$ 19</u>

Actuarial Assumptions. The total pension liability in the July 1, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary Increases	3.25 percent, average, including inflation
Municipal Bond Rate	3.50 percent

Mortality rates were based on the Generational RP-2000 with Projection Scale BB.

While an experience study had not been completed for the HIS Plan, the actuarial assumptions that determined the total pension liability for the HIS Plan were based on certain results of the most recent experience study for the FRS Plan.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Florida Retirement System - continued

The HIS Pension Plan

Discount Rate. The discount rate used to measure the total pension liability was 3.50 percent. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The discount rate changed from 3.87% to 3.50%.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 3.50 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.50 percent) or 1-percentage-point higher (4.50 percent) than the current rate (in thousands):

	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
District's proportionate share of the net pension liability	\$ 673,223	\$ 589,744	\$ 520,215

Pension Plan Fiduciary Net Position. Detailed information about the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Comprehensive Annual Financial Report.

FRS – Defined Contribution Pension Plan

The District contributes to the FRS Investment Plan (Investment Plan), a defined contribution pension plan, for its eligible employees electing to participate in the Investment Plan. The Investment Plan is administered by the State Board of Administration (SBA) and is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. District employees participating in the DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Retirement benefits are based upon the value of the member's account upon retirement. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices.

Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06% of payroll and by forfeited benefits of Investment Plan members.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020**

17. RETIREMENT BENEFITS, Continued:

Florida Retirement System – continued

Allocations to the investment members' accounts during the 2019-20 fiscal year were as follows:

<u>Membership Class</u>	<u>Gross Compensation</u>
FRS, Regular	6.30
FRS, Elected County Officers	11.34
FRS, Senior Management Service	7.67
FRS, Special Risk Regular	14.00

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five year period, the employee will regain control over their account. If the employee does not return within the five year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2020, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided in which the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The District's Investment Plan pension expense totaled \$22.1 million for the fiscal year ended June 30, 2020.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Supplemental Early Retirement Plan

Plan Description

In addition to participating in the FRS Plan, the School Board established an early retirement plan on July 1, 1984. The plan is a single employer, non-contributory defined benefit plan administered by an independent trustee and investments are managed by the District, through a third party asset manager.

Benefits Provided – The Plan was established in order to supplement an early retiree’s benefits by the amount of reduction imposed by the FRS. The Plan provides supplemental income for those employees who retired between the ages of 55 and 61 and who had completed at least 25 years, but not more than 28 years of creditable service. Payments under the Plan are equal to the difference in monthly retirement income for the participant under the FRS between the retirement benefit based on average final compensation, as defined above, and creditable service as of the member’s early retirement date and the early retirement benefit under the FRS. Benefits are subject to an annual 3% cost of living adjustment. These benefit provisions and all other requirements are established by Florida Statutes, Section 1012.685.

At June 30, 2020 the total number of retirees and beneficiaries of deceased retirees currently receiving benefits is 425, averaging \$751.97 per month. The District closed the Supplemental Early Retirement Plan (the “Plan”) to new employees on July 1, 2000, with no additional employees vesting after July 1, 2003.

The Plan is included as a Pension Trust Fund in the accompanying financial statements. Separate stand-alone statements are not issued for the Plan.

Contributions - The District provides for actuarially determined periodic contributions sufficient to pay the benefits provided by this Plan when they become due. Plan members do not contribute to the Plan. Total contributions to the Plan for 2019-20 fiscal year of \$2,566 (in thousands) were made in accordance with actuarially determined requirements computed through an actuarial valuation performed as of July 1, 2019.

Net Pension Liability

The District’s net pension liability was measured as of July 1, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The following table represents the components of the net pension liability of the District at June 30, 2020 (in thousands).

	June 30, 2020
Total Pension Liability	\$ 33,510
Less: Plan Fiduciary Net Position	24,106
Net Pension Liability	\$ 9,404
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71.94 %
Measurement Date	July 1, 2019

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Supplemental Early Retirement Plan - continued

Actuarial Assumptions

The total pension liability in the July 1, 2019 actuarial valuation was determined using the following assumptions, applied to all periods included in the measurement:

Inflation	2.5 %
Investment rate of return	6.25 %

The long-term expected rate of return on pension plan investments are developed for each major asset class by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2020 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash/Money Market	2 %	0.8 %
Domestic Equity	39 %	4.9 %
International Equity	21 %	4.8 %
Domestic Fixed Income	38 %	3.2 %
Total	100 %	

Mortality rates were based on the mortality table used by FRS – (Healthy Female – RP2000 Generational, 100% Annuitant White Collar, Scale BB and Healthy Males – RP2000 Generational, 50% Annuitant White Collar/50% Annuitant Blue Collar, Scale BB).

Discount Rate

The discount rate used to measure the total pension liability was 6.25 percent. The discount rate reflects the long-term expected rate of return on pension plan investments that are expected to be used to finance the payment of benefits, to the extent that the pension plan's fiduciary net position is projected to be sufficient to make projected benefit payments and pension plan assets are expected to be invested using a strategy to achieve that return. The projection of cash flows used to determine the discount rate assumes the District will continue to make future contributions at the actuarially determined contribution rate.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. **RETIREMENT BENEFITS, Continued:**

Supplemental Early Retirement Plan - continued

Changes in Net Pension Liability (in thousands):

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a) – (b)</u>
Balances at June 30, 2019	\$ 36,803	\$ 24,596	\$ 12,207
Changes for the year:			
Interest	2,178	-	2,178
Differences between expected and actual experience	(437)	-	(437)
Changes of Assumption	(1,083)	-	(1,083)
Contributions – employer	-	2,028	(2,028)
Net investment income	-	1,496	(1,496)
Benefit payments, including refunds of employee contributions	(3,951)	(3,951)	-
Administrative expense	-	(63)	63
Net changes	(3,293)	(490)	(2,803)
Balances at June 30, 2020	\$ 33,510	\$ 24,106	\$ 9,404

Sensitivity

The following table illustrates the impact of interest rate sensitivity on the net pension liability for the fiscal year ended June 30, 2020 (in thousands):

	<u>1% Decrease (5.25%)</u>	<u>Current Rate (6.25%)</u>	<u>1% Increase (7.25%)</u>
Net Pension Liability	\$ 11,570	\$ 9,404	\$ 7,467

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Supplemental Early Retirement Plan - continued

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2020, the District recognized a reduction in pension expense of \$582 (in thousands). In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (in thousands):

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between expected and actual earnings on Pension Plan Investments	\$ -	\$ 410
District Contributions subsequent to the measurement date	1,817	-
Total	\$ 1,817	\$ 410

The deferred outflows of resources related to pensions, totaling \$1.8 million, resulting from District contributions to the plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows (in thousands):

<u>Fiscal Year ended June 30</u>	<u>Deferred outflows/ (inflows), net</u>
2021	\$ (9)
2022	(292)
2023	(105)
2024	(4)
Total	<u>\$ (410)</u>

The following summarizes total pension liability, deferred inflow and outflow of resources and pension expense at June 30, 2020 for each pension plan (in thousands).

<u>Pension Plan</u>	<u>Total Pension Liability</u>	<u>Deferred Inflow of Resources</u>	<u>Deferred Outflow of Resources</u>	<u>Pension Expense (Credit)</u>
FRS	\$ 1,349,797	\$ 120,796	\$ 561,785	\$ 313,539
HIS	589,744	75,812	107,183	37,265
SERP	9,404	410	1,817	(582)
Total	<u>\$ 1,948,945</u>	<u>\$ 197,018</u>	<u>\$ 670,785</u>	<u>\$ 350,222</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Other Post Employment Benefits

As authorized by the Board, employees who retire in the first year of their eligibility under the FRS Plan can receive up to \$1,200 per year as reimbursement for health insurance cost paid until they reach 65 years of age or until they become eligible for Medicare or Social Security disability. In October 2020, approximately 242 retirees will receive an estimated \$217 thousand in premium reimbursements for the year ended June 30, 2020.

From 1991 through 2005, the District offered retirement incentive programs in an effort to reduce salary costs. The programs include enhanced insurance benefits up to the Board's annual monthly contribution and payments of accrued sick leave at an enhanced rate. Enhanced insurance benefits offered to eligible employees, as defined under the provisions of each program, consist of health and term life insurance subsidies for up to ten years. Expenditures for the retirement incentive program are recognized in the General Fund each year on a pay-as-you-go basis. The estimated liability for retirees receiving benefits of approximately \$1.6 million is fully accrued and included in the government-wide financial statements.

Plan Description. Effective January 1, 2010, the District changed from a fully-insured health program to a self-insured program for eligible employees and retirees. The Other Postemployment Benefits Plan (OPEB Plan) is a single-employer defined benefit plan administered by the District. Pursuant to Section 112.0801, Florida Statutes, employees who retire from the District are eligible to participate in the District's health and hospitalization plan for medical and prescription drugs. Retirees and their eligible dependents shall be offered the same health and hospitalization insurance coverage as is offered to active employees at a premium cost of no more than the premium cost applicable to active employees. A retiree means any employee who retires under a state retirement system or is placed on disability retirement and who begins receiving retirement benefits immediately after retirement from employment. In addition, any employee who retires under the Florida Retirement System Investment Plan is considered a "retiree" if he or she meets the age and service requirements to qualify for normal retirement or has attained the age of 59.5 years and has the years of service required for vesting. Such provisions may be amended at any time by further action from the Florida Legislature. The District subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because retiree healthcare costs are generally greater than active employee healthcare costs. The OPEB Plan contribution requirements and benefit terms of the District and the OPEB Plan members are established and may be amended through action from the Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The Plan does not issue separate financial statements or required supplementary information.

Benefits Provided. The OPEB Plan provides healthcare insurance benefits for retirees and their dependents. The OPEB Plan only provides an implicit subsidy as described above.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020**

17. RETIREMENT BENEFITS, Continued:

Other Post Employment Benefits - continued

Employees Covered by Benefit Terms. The actuarial valuation was based on personnel information as of May 1, 2019. The following employees were covered by the benefit terms:

Inactive Participants	795
Active Participants	29,332
Total	30,127

Total OPEB Liability

The District's total OPEB liability of \$201,343 (in thousands) was measured as of June 30, 2019 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.20 percent	
Salary increases	3.00 percent	
Discount rate	3.51 percent	
Healthcare cost trend rates	6.25 percent for 2020, grading down to an ultimate rate of 4.50 percent for 2028-2029.	

The plan is unfunded so no projection of Fiduciary Net Position is required.

The discount rate was based on the Bond Buyer General Obligation 20-year Municipal Bond Index with no blending of the expected return on assets.

Healthy mortality rates were based on the Pub-2010 for Teachers (head-count weighted) projected with scale MP-2019.

Disabled mortality rates were based on the Pub-2010 Disabled Mortality for Teachers (head count weighted) projected with scale MP-2019.

The demographic actuarial assumptions for OPEB Liability used in the June 30, 2019 valuation were based on data at May 1, 2019.

The remaining actuarial assumptions health care cost trends used in the June 30, 2019 valuation were based on experience for the 35-month period ending May 31, 2020.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Other Post Employment Benefits - continued

Changes in the Total OPEB Liability (in thousands):

	Amount
Balance at June 30, 2019	\$ 226,325
Changes for the year:	
Service Cost	12,768
Interest	9,117
Differences Between Expected and Actual Experiences	(2,354)
Changes in assumptions or other inputs	(37,411)
Contributions from the employer	(7,102)
Net Changes	(24,982)
Balance at June 30, 2020	\$ 201,343

Changes of assumptions and other inputs reflect a change in the discount rate from 3.87 percent at June 30, 2018 to 3.51 percent at June 30, 2019.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following table presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.51 percent) or 1 percentage point higher (4.51 percent) than the current rate (in thousands):

	1% Decrease (2.51%)	Current Discount Rate (3.51%)	1% Increase (4.51%)
Total OPEB Liability	\$ 212,336	\$ 201,343	\$ 189,828

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following table presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (5.25 percent decreasing to 3.50 percent) or 1 percentage point higher (7.25 percent decreasing to 5.50 percent) than the current healthcare cost trend rates (in thousands):

	1% Decrease (5.25% decreasing to 3.50%)	Healthcare Cost Trend Rates (6.25% decreasing to 4.50%)	1% Increase (7.25% decreasing to 5.50%)
Total OPEB Liability	\$ 178,181	\$ 201,343	\$ 228,753

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

17. RETIREMENT BENEFITS, Continued:

Other Post Employment Benefits - continued

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2020, the District recognized OPEB expense of \$15,318 (in thousands). At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources (in thousands):

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Actual and Expected Experience	\$ -	\$ 18,169
Change of assumptions or other inputs	18,613	36,027
District contributions subsequent to the measurement date	6,201	-
Total	\$ 24,814	\$ 54,196

The amount reported as deferred outflows of resources related to OPEB, totaling \$6.2 million resulting from District contributions made subsequent to the measurement date will be included as a reduction of the total OPEB liability for the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows (in thousands):

<u>Fiscal Year Ending June 30</u>	<u>Deferred Outflows (inflows), net</u>
2021	\$ (6,566)
2022	(6,566)
2023	(6,566)
2024	(5,983)
2025	(5,641)
Thereafter	(4,261)
Total	\$ (35,583)

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

18. COMMITMENTS AND CONTINGENCIES:

A. Commitments

As part of its capital outlay program, the District has entered into various construction commitments totaling approximately \$88.6 million as of June 30, 2020 (see Note 4).

The District leases certain facilities and equipment under various cancelable, operating lease agreements with lease terms not extending beyond one year. The total rent expense under these leases was approximately \$4.5 million for the fiscal year ended June 30, 2020.

B. Contingencies

Florida Education Finance Program and Federal, State and Local Grants

The District receives funding from the State of Florida under the Florida Education Finance Program (FEFP), which is based in part on a computation of the number of full-time equivalent (FTE) students attending different instructional programs. The accuracy of FTE student data submitted by individual schools and used in the FEFP computations 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 student data or the amount of grant expenditures which may be disallowed by grantor agencies would not be material to the financial position of the District.

Hurricane Irma

On September 10, 2017 the President declared Hurricane Irma a major disaster as a result of damage sustained throughout the State of Florida. This declaration allows the District to seek reimbursement for all eligible costs through the Federal Emergency Management Agency (FEMA) as well as Miami-Dade County for shelter related expenses. The District sustained relatively minor property damage to its facilities. However, the District did incur significant debris removal costs as well costs associated with operating shelters. These costs did not exceed the District's \$100 million named windstorm deductible.

Estimated losses from Hurricane Irma are approximately \$21.3 million, which consist of: labor \$7.5 million, debris monitoring and removal \$6.3 million, and temporary/permanent repairs and related expenses \$7.5 million. These amounts may increase as permanent repairs are finalized. The District has submitted project worksheets for eligible scope of work and is awaiting approval from FEMA.

The District also applied and utilized funds made available by the Florida Department of Education through the Immediate Aid to Restart School Operations ("Restart Program"). Requested funds through this grant will not be duplicated through the FEMA program.

C. Litigation

The District is a defendant in numerous lawsuits as of June 30, 2020. In the opinion of management, the District's estimated aggregate liability, with respect to probable losses, has been provided for in the estimated claim liability accrual 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 and District's legal counsel that the amount of losses resulting, if any, from the above-mentioned litigation in excess of the amount accrued as of June 30, 2020, would not be material to the financial position of the District.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

19. FUND BALANCES:

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District reports its fund balance in the following categories:

Nonspendable – The District has \$18.2 million of prepaid items and \$13.3 million of inventories that are considered nonspendable.

Restricted – The District reported restricted fund balances totaling \$618.0 million comprised of \$12.0 million of State Required Carryover programs, \$9.2 million in Food Service, \$0.3 million in Miscellaneous Special Revenue, \$133.8 million in Debt Services and \$462.7 million in Capital Projects.

Committed – The District did not have any committed fund balances at June 30, 2020.

Assigned – The District has assigned fund balances totaling \$62.0 million comprised of \$38.6 million for rebudgets and obligations; \$20.4 million for outstanding encumbrances for goods and services; including \$16.1 million for purchased services, \$1.2 million for materials and supplies, \$2.0 million for capital outlay, \$1.1 million for other expenses; and \$3.0 million for capital projects.

Unassigned – The portion of fund balance that is the residual classification for the general fund. This balance represents amounts that have not been restricted, committed, or assigned for specific purposes. The unassigned fund balance for the General Fund is \$166.1 million.

Committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Board Policy 6220.01 delineates Fund Balance Reserve Policies to target 5.5% of the combined assigned and unassigned General Fund fund balance, as a percentage of total General Fund revenues at fiscal year end. At June 30, 2020 the combined assigned and unassigned General Fund fund balance totaled \$225.1 million or 9.0% of General Fund revenues net of charter schools' revenues.

Below is a table of fund balance categories and classifications for the fiscal year ended June 30, 2020 for the Districts' governmental funds (in thousands):

	General Fund	General Obligation School Bonds Fund	Capital Improvement LOML	Other Governmental non-major*	Total
FUND BALANCES					
Nonspendable:					
Inventory	8,000	-	-	5,339	13,339
Prepaid amounts	1,613	-	16,579	-	18,192
Restricted:					
State Required Carryover	12,054	-	-	-	12,054
Special Revenue:	-	-	-	-	-
Food Service	-	-	-	9,165	9,165
Miscellaneous	-	-	-	336	336
Debt Service	-	-	-	133,798	133,798
Capital Projects	-	210,907	156,360	95,396	462,663
Assigned:					
Rebudgets and Obligations	38,619	-	-	-	38,619
Encumbrances:					
School Level Services	17,873	-	-	-	17,873
Instructional Support Services	1,043	-	-	-	1,043
Business/Central Services	1,426	-	-	-	1,426
General Administration	76	-	-	-	76
Capital Projects	-	-	-	2,969	2,969
Unassigned:	166,090	-	-	-	166,090
Total Fund Balance	\$ 246,794	\$ 210,907	\$ 172,939	\$ 247,003	\$ 877,643

* Aggregates all of the District's non-major fund balances

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2020

20. SUBSEQUENT EVENTS:

Tax Anticipation Notes

On October 8, 2020, the District issued \$475 million in Tax Anticipation Notes (“the Notes”) with an effective yield of 0.17%. The Notes were issued to pay operating expenditures incurred prior to the receipt of the ad-valorem taxes levied and collected for operating purposes for the fiscal year commencing July 1, 2020. The Notes will mature on February 25, 2021.

Coronavirus Aid, Relief, and Economic Security (CARES) Act

During the Board Meetings of September 9, 2020 and October 21, 2020, The School Board of Miami-Dade County, Florida approved authorization for the Superintendent to receive \$150.4 million in CARES grant awards, as follows: from the Florida Department of Education (DOE) \$119.2 million related to the CARES Act Elementary and Secondary School Emergency Relief (ESSER) (K-12) Fund, from the FLDOE, \$11.0 million related to CARES Act Governor’s Emergency Education Relief (GEER) Fund Summer Recovery Program, GEER Building K-12 CTE Infrastructure \$1.01 million, and GEER Rapid Credentialing \$0.96 million, from Miami-Dade County under the CARES Act COVID-19 Pandemic Response Expenses, \$14.6 million, from Miami-Dade County for funding under the CARES Act Head Start Support, \$1.03 million, from Early Learning Coalition under CARES Act Rising Kindergarten Summer Program \$2.6 million.

REQUIRED SUPPLEMENTARY INFORMATION





**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE—BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)**

	<u>Budget as Originally Adopted</u>	<u>Final Amended Budget</u>	<u>Actual GAAP Basis</u>	<u>Variance With Final Amended Budget</u>
Revenues:				
Local sources:				
Ad valorem taxes	\$ 1,801,202	\$ 1,772,575	\$ 1,772,575	\$ -
Interest income	18,036	16,818	16,818	-
Net increase (decrease) in fair value of investments	-	-	-	-
Local grants and other	53,367	57,896	57,896	-
Total local sources	<u>1,872,605</u>	<u>1,847,289</u>	<u>1,847,289</u>	<u>-</u>
State sources:				
Florida education finance program	710,818	682,248	682,248	-
State grants and other	506,010	504,771	504,771	-
Total state sources	<u>1,216,828</u>	<u>1,187,019</u>	<u>1,187,019</u>	<u>-</u>
Federal sources:				
Federal direct	1,775	1,914	1,914	-
Federal through state and local	8,229	30,113	30,113	-
Total federal sources	<u>10,004</u>	<u>32,027</u>	<u>32,027</u>	<u>-</u>
Total revenues	<u>3,099,437</u>	<u>3,066,335</u>	<u>3,066,335</u>	<u>-</u>
Expenditures:				
Current:				
Instructional services	2,437,391	2,189,870	2,187,966	1,904
Instructional support services:				
Student personnel services	104,290	124,456	124,422	34
Instructional media services	29,940	14,075	14,075	-
Instruction and curriculum development service	27,096	40,499	40,184	315
Instructional staff training services	1,746	8,682	8,564	118
Instruction related technology	39,547	35,904	35,495	409
Total instructional support services	<u>202,619</u>	<u>223,616</u>	<u>222,740</u>	<u>876</u>
Student transportation services	<u>70,284</u>	<u>72,071</u>	<u>71,981</u>	<u>90</u>
Operation and maintenance of plant:				
Operation of plant	307,161	315,996	306,545	9,451
Maintenance of plant	97,636	102,267	97,873	4,394
Total operation and maintenance of plant	<u>404,797</u>	<u>418,263</u>	<u>404,418</u>	<u>13,845</u>
School administration	<u>182,310</u>	<u>167,944</u>	<u>167,745</u>	<u>199</u>

	Budget as Originally Adopted	Final Amended Budget	Actual GAAP Basis	Variance With Final Amended Budget
Expenditures, continued				
General administration:				
Central services	\$ 56,607	\$ 56,230	\$ 55,850	\$ 380
Board of education	8,337	17,075	17,021	54
General administration	5,352	6,167	6,167	-
Administrative technology services	1,326	1,908	1,780	128
Fiscal services	12,675	12,863	11,943	920
Total general administration	<u>84,297</u>	<u>94,243</u>	<u>92,761</u>	<u>1,482</u>
Community services	<u>29,435</u>	<u>27,631</u>	<u>27,581</u>	<u>50</u>
Capital outlay	<u>4,106</u>	<u>75,794</u>	<u>73,822</u>	<u>1,972</u>
Debt services:				
Principal retirement	9,200	8,766	6,241	2,525
Interest and fiscal charges	-	-	2,525	(2,525)
Total debt service	<u>9,200</u>	<u>8,766</u>	<u>8,766</u>	<u>-</u>
Total expenditures	<u>3,424,439</u>	<u>3,278,198</u>	<u>3,257,780</u>	<u>20,418</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(325,002)</u>	<u>(211,863)</u>	<u>(191,445)</u>	<u>20,418</u>
Other financing sources (uses):				
Transfers in	189,036	189,051	189,051	-
Proceeds from sale of capital assets	-	148	148	-
Proceeds from leases	-	5,583	5,583	-
Total other financing sources (uses)	<u>189,036</u>	<u>194,782</u>	<u>194,782</u>	<u>-</u>
Net change in fund balance	<u>\$ (135,966)</u>	<u>\$ (17,081)</u>	3,337	<u>\$ 20,418</u>
Fund balance - beginning of year			<u>243,457</u>	
Fund balance - end of year			<u>\$ 246,794</u>	

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
OTHER FEDERAL PROGRAMS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE—BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)**

	Budget as Originally Adopted	Final Amended Budget	Actual GAAP Basis	Variance
Revenues:				
Local sources:				
Local grants and other	\$ 2,844	\$ 5,073	\$ 2,718	\$ (2,355)
Total local sources	<u>2,844</u>	<u>5,073</u>	<u>2,718</u>	<u>(2,355)</u>
Federal sources:				
Federal direct	3,607	12,890	8,128	(4,762)
Federal through state and local	<u>311,549</u>	<u>364,786</u>	<u>285,116</u>	<u>(79,670)</u>
Total federal sources	<u>315,156</u>	<u>377,676</u>	<u>293,244</u>	<u>(84,432)</u>
Total revenues	<u>318,000</u>	<u>382,749</u>	<u>295,962</u>	<u>(86,787)</u>
Expenditures:				
Current:				
Instructional services	167,707	208,830	160,443	48,387
Instructional support services	116,841	137,638	107,342	30,296
Student transportation services	14,242	16,184	12,483	3,701
Operation and maintenance of plant	459	666	361	305
School administration	49	24	14	10
General administration	7,732	8,952	7,076	1,876
Community services	63	410	325	85
Capital outlay	<u>10,907</u>	<u>10,045</u>	<u>7,918</u>	<u>2,127</u>
Total expenditures	<u>318,000</u>	<u>382,749</u>	<u>295,962</u>	<u>86,787</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance - beginning of year			<u>-</u>	
Fund balance - end of year			<u>\$ -</u>	

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY –
FLORIDA RETIREMENT SYSTEM PENSION PLAN
JUNE 30, 2020
(amounts expressed in thousands)**

	2013	2014	2015	2016	2017	2018	2019
District's proportion of the FRS net pension liability	4.656%	4.633%	4.400%	4.097%	4.025%	3.975%	3.919%
District's proportionate share of the FRS net pension liability	\$ 801,597	\$ 282,715	\$ 568,422	\$ 1,034,599	\$ 1,190,686	\$ 1,197,412	\$ 1,349,797
District's covered payroll	\$ 1,743,078	\$ 1,765,382	\$ 1,717,736	\$ 1,719,598	\$ 1,747,073	\$ 1,765,529	\$ 1,786,995
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	45.99%	16.01%	33.09%	60.17%	68.15%	67.82%	75.53%
FRS Plan fiduciary net position as a percentage of the total pension liability	88.54%	96.09%	92.00%	84.88%	83.89%	84.26%	82.61%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30th. GASB Statement No. 68 requires the schedule to show information for 10 years. Additional years will be displayed as they become available.

The actuarial assumptions that determined the total pension liability as of June 30, 2019, were based on the results of an actuarial experience study for the period of July 1, 2013 – June 30, 2018.

Actuarial Methods and Assumptions to determine the total pension liability:

Valuation Date	July 1, 2019
Measurement Date	June 30, 2019
Inflation	2.60%
Salary Increases (including inflation)	3.25%
Actuarial Cost Method	Individual Entry Age

The long-term expected rate of return was decreased from 7.00% at June 30, 2018 to 6.90% at June 30, 2019.

The mortality assumption was changed from Generational RP-2000 with Projection Scale BB tables to the PUB-2010 base table, projected generationally with Scale MP-2018.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF DISTRICT CONTRIBUTIONS –
FLORIDA RETIREMENT SYSTEM PENSION PLAN
JUNE 30, 2020
(amounts expressed in thousands)**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Contractually required FRS contribution	\$ 101,495	\$ 107,295	\$ 100,527	\$ 104,999	\$ 113,560	\$ 122,577	\$ 135,039
FRS contributions in relation to the contractually required contribution	<u>\$ (101,495)</u>	<u>\$ (107,295)</u>	<u>\$ (100,527)</u>	<u>\$ (104,999)</u>	<u>\$ (113,560)</u>	<u>\$ (122,577)</u>	<u>\$ (135,039)</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$1,765,382	\$1,717,736	\$1,719,598	\$1,747,073	\$1,765,529	\$1,786,995	\$ 1,910,701
FRS contributions as a percentage of covered payroll	5.75%	6.25%	5.85%	6.01%	6.43%	6.86%	7.07%

Note: The amounts presented for each fiscal year were determined as of June 30th. GASB Statement No. 68 requires the schedule to show information for 10 years. Additional years will be displayed as they become available.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY –
HEALTH INSURANCE SUBSIDY PENSION PLAN
JUNE 30, 2020
(amounts expressed in thousands)**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
District's proportion of the HIS net pension liability	5.881%	5.830%	5.576%	5.490%	5.401%	5.327%	5.271%
District's proportionate share of the HIS net pension liability	\$ 512,051	\$ 545,094	\$ 568,680	\$ 639,889	\$ 577,474	\$ 563,850	\$ 589,744
District's covered payroll	\$ 1,743,078	\$ 1,765,381	\$ 1,717,136	\$ 1,719,597	\$ 1,747,073	\$ 1,765,529	\$ 1,786,995
District's proportionate share of the HIS net pension liability as a percentage of its covered payroll	29.38%	30.88%	33.11%	37.21%	33.05%	31.94%	33.00%
HIS Plan fiduciary net position as a percentage of the total pension liability	1.78%	0.99%	0.50%	0.97%	1.64%	2.15%	2.63%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30th. GASB Statement No. 68 requires the schedule to show information for 10 years. Additional years will be displayed as they become available.

While an experience study had not been completed for the HIS Plan, the actuarial assumptions that determined the total pension liability for the HIS Plan were based on certain results of the most recent experience study for the FRS Pension Plan.

Actuarial Methods and Assumptions to determine the total pension liability:

Valuation Date	July 1, 2018
Measurement Date	June 30, 2019
Inflation	2.60%
Payroll Growth (including inflation)	3.25%
Actuarial Cost Method	Individual Entry Age

The municipal bond rate (Bond Buyer General Obligation 20-Bond Municipal Bond Index) used to determine total pension liability was decreased from 3.87% at June 30, 2018 to 3.50% at June 30, 2019.

The mortality assumption was based on the Generational RP-2000 with Projection Scale BB tables.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF DISTRICT CONTRIBUTIONS –
HEALTH INSURANCE SUBSIDY PENSION PLAN
JUNE 30, 2020
(amounts expressed in thousands)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Contractually required HIS contribution	\$ 19,971	\$ 21,316	\$ 28,170	\$ 28,593	\$ 28,908	\$ 29,293	\$ 31,352
HIS contributions in relation to the contractually required HIS contribution	\$ (19,971)	\$ (21,316)	\$ (28,170)	\$ (28,593)	\$ (28,908)	\$ (29,293)	\$ (31,352)
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 1,765,382	\$ 1,717,736	\$ 1,719,598	\$ 1,747,073	\$ 1,765,529	\$ 1,786,995	\$ 1,910,701
HIS contributions as a percentage of covered payroll	1.13%	1.24%	1.64%	1.64%	1.64%	1.64%	1.64%

Note: The amounts presented for each fiscal year were determined as of June 30th. GASB Statement No. 68 requires the schedule to show information for 10 years. Additional years will be displayed as they become available.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST FUND
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
JUNE 30, 2020
(amounts expressed in thousands)**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Total Pension Liability						
Interest Cost	\$ 2,662	\$ 2,467	\$ 2,470	\$ 2,374	\$ 2,344	\$ 2,178
Differences Between Expected and Actual Experiences	(1,432)	(969)	1,694	1,204	(966)	(437)
Changes of Assumptions	-	2,651	1,339	-	-	(1,083)
Benefit Payments, Including Refunds of Member Contributions	(4,147)	(4,098)	(4,106)	(4,108)	(4,086)	(3,951)
Net Change in Total Pension Liability	(2,917)	51	1,397	(530)	(2,708)	(3,293)
Total Pension Liability - Beginning	41,510	38,593	38,644	40,041	39,511	36,803
Total Pension Liability - Ending	<u>\$ 38,593</u>	<u>\$ 38,644</u>	<u>\$ 40,041</u>	<u>\$ 39,511</u>	<u>\$ 36,803</u>	<u>\$ 33,510</u>
Plan Fiduciary Net Position						
Employer Contributions	2,276	2,276	1,890	2,167	2,156	2,028
Net Investment Income	4,476	864	273	2,380	1,984	1,496
Benefit Payments, Including Refunds of Member Contributions	(4,147)	(4,098)	(4,106)	(4,108)	(4,086)	(3,951)
Administrative expense	(42)	(87)	(49)	(7)	(48)	(63)
Net Change in Plan Fiduciary Net Position	2,563	(1,045)	(1,992)	432	6	(490)
Plan Fiduciary Net Position - Beginning	24,632	27,195	26,150	24,158	24,590	24,596
Plan Fiduciary Net Position - Ending	<u>\$ 27,195</u>	<u>\$ 26,150</u>	<u>\$ 24,158</u>	<u>\$ 24,590</u>	<u>\$ 24,596</u>	<u>\$ 24,106</u>
Net Pension Liability - Ending	<u>\$ 11,398</u>	<u>\$ 12,494</u>	<u>\$ 15,883</u>	<u>\$ 14,921</u>	<u>\$ 12,207</u>	<u>\$ 9,404</u>
Net Position as a percentage of the Total Pension Liability	70.47%	67.67%	60.33%	62.24%	66.83%	71.94%
Covered payroll*	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a % of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A

Note: The amounts presented for each fiscal year were determined as of June 30th. GASB Statement No. 68 requires the schedule to show information for 10 years. Additional years will be displayed as they become available.

* The School Board closed the Supplemental Early Retirement Plan to new employees on July 1, 2000, with no additional employees vesting after July 1, 2003.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
 SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST FUND
 SCHEDULE OF INVESTMENT RETURNS
 JUNE 30, 2020**

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Annual Money-Weighted Rate of Return, Net of investment expense	8.60%	14.10%	2.39%	13.37%	18.53%	3.29%	1.39%	10.60%	8.22%	6.37%

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST FUND
SCHEDULE OF CONTRIBUTIONS
JUNE 30, 2020
(amounts expressed in thousands)**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Actuarially Determined Contribution	\$ 2,276	\$ 2,276	\$ 1,890	\$ 2,167	\$ 2,156	\$ 2,007	\$ 1,817
Contributions in relation to the Actuarially Determined Contribution	<u>\$ (2,276)</u>	<u>\$ (2,276)</u>	<u>\$ (1,890)</u>	<u>\$ (2,167)</u>	<u>\$ (2,156)</u>	<u>\$ (2,007)</u>	<u>\$ (1,817)</u>
Contribution Deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	N/A*	N/A*	N/A*	N/A*	N/A*	N/A*	N/A*
Contributions as a percentage of covered payroll	N/A*	N/A*	N/A*	N/A*	N/A*	N/A*	N/A*

Notes to Schedule:

GASB Statement No. 68 requires the schedule to show information for 10 years. Additional years will be displayed as they become available.

Valuation Date: Actuarially determined contribution rates are calculated as of July 1 of the year before the fiscal year in which contributions are reported. The contribution calculated at July 1, 2019 was contributed during 2019-20.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value
Inflation	2.2%
Cost of Living Increase	3.0%
Investment Rate of Return	6.25% net of pension plan investment expense, including inflation.
Retirement Age	Not Applicable

Mortality:

Female: Female Teachers – Pub-2010 Headcount Weighted Teachers Healthy Retiree Female Table, set forward one year, with MP-2018 mortality improvement projection scale.

Male: Pub-2010 Amounts Weighted Teachers Healthy Retiree Below Median Male Table, set forward two years, with MP-2018 mortality improvement projection scale.

* The School Board closed the Supplemental Early Retirement Plan to new employees on July 1, 2000, with no additional employees vesting after July 1, 2003.

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL
OTHER POSTEMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS
JUNE 30, 2020
(amounts expressed in thousands)**

	<u>2018</u>	<u>2019</u>	<u>2020</u>
Total OPEB Liability			
Service Cost	\$ 11,360	\$ 10,496	\$ 12,768
Interest	6,198	7,829	9,117
Differences Between Expected and Actual Experiences	-	(23,334)	(2,354)
Changes of Assumptions	(7,759)	26,867	(37,411)
Benefit Payments	<u>(8,028)</u>	<u>(7,384)</u>	<u>(7,102)</u>
Net Change in Total OPEB Liability	1,771	14,474	(24,982)
Total OPEB Liability - Beginning	<u>210,080</u>	<u>211,851</u>	<u>226,325</u>
Total OPEB Liability - Ending	<u>\$ 211,851</u>	<u>\$ 226,325</u>	<u>\$ 201,343</u>
Covered payroll	\$ 1,782,584	\$ 1,819,691	\$ 1,833,336
Total OPEB Liability as a percentage of covered payroll	11.88%	12.44%	10.98%

Notes to Schedule:

The discount rate decreased from 3.87% at June 30, 2018 to 3.51% at June 30, 2019.

The mortality projection scale was updated from MP-2018 to MP-2019.

A change in assumed medical trend rates to reflect the most recently available information.

Updated assumed medical claims rates to reflect the most recently available information.

The amounts presented for each fiscal year were determined as of June 30th. GASB Statement No. 75 requires the schedule to show information for 10 years. Additional years will be displayed as they become available.

**COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND OTHER SUPPLEMENTARY INFORMATION**





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020
(amounts expressed in thousands)

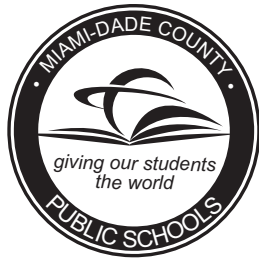
	Total Non-major Special Revenue Funds
ASSETS	
Cash and cash equivalents	\$ 459
Equity in pooled cash and investments	1,119
Cash and investments with fiscal agents	-
Total cash, cash equivalents, and investments	1,578
Taxes receivable	-
Accounts and interest receivable	27
Due from other governments or agencies	10,220
Due from other funds	-
Inventories	5,339
	-
TOTAL ASSETS	\$ 17,164
LIABILITIES	
Accounts and contracts payable and accrued expenditures	\$ 112
Accrued payroll and compensated absences	2,131
Due to other governments or agencies	81
Unearned revenue	-
Accrued interest payable	-
Retainage payable on contracts	-
Total liabilities	2,324
DEFERRED INFLOWS OF RESOURCES	
Unavailable revenue	-
Total deferred inflows of resources	-
FUND BALANCES	
Nonspendable	5,339
Restricted	9,501
Assigned	-
Total fund balances	14,840
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 17,164

Total Non-major Debt Service Funds	Total Non-major Capital Projects Funds	Total Non-major Governmental Funds
\$ 5,139	\$ 23,113	\$ 28,711
126,916	62,224	190,259
184	-	184
<u>132,239</u>	<u>85,337</u>	<u>219,154</u>
1,815	-	1,815
41	186	254
-	11,910	22,130
-	14,988	14,988
-	-	5,339
<u>\$ 134,095</u>	<u>\$ 112,421</u>	<u>\$ 263,680</u>
\$ 154	\$ 7,515	\$ 7,781
-	-	2,131
-	-	81
-	3,656	3,656
2	-	2
-	2,885	2,885
<u>156</u>	<u>14,056</u>	<u>16,536</u>
141	-	141
<u>141</u>	<u>-</u>	<u>141</u>
-	-	5,339
133,798	95,396	238,695
-	2,969	2,969
<u>133,798</u>	<u>98,365</u>	<u>247,003</u>
<u>\$ 134,095</u>	<u>\$ 112,421</u>	<u>\$ 263,680</u>

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)**

	Total Non-major Special Revenue Funds	Total Non-major Debt Service Funds
Revenues:		
Local sources:		
Ad valorem taxes	\$ -	\$ 39,623
Food service sales	11,912	-
Interest income	48	407
Net increase (decrease) in fair value of investments	-	10,713
Local grants and other	197	-
Total local sources	12,157	50,743
State sources:		
Food services	1,819	-
State licensing revenue	-	1,433
State grants and other	-	2
Total state sources	1,819	1,435
Federal sources:		
Federal grants and other	10,865	-
Food services	109,198	-
Total federal sources	120,063	-
Total revenues	134,039	52,178
Expenditures:		
Current:		
Operation and maintenance of plant	40	-
Food services	149,785	-
Community services	88	-
Capital outlay	2,385	-
Debt service:		
Principal retirement	-	149,980
Interest and fiscal charges	-	139,999
Total expenditures	152,298	289,979
Excess (deficiency) of revenues over (under) expenditures	(18,259)	(237,801)
Other financing sources (uses):		
Issuance of debt for refunding	-	147,984
Premium on issuance of debt for refunding	-	80
Payments to refunded bond escrow agent	-	(146,934)
Proceeds from sale of capital assets	-	-
Proceeds from leases	-	-
Transfers in	-	247,694
Transfers out	-	-
Total other financing sources (uses)	-	248,824
Net change in fund balances	(18,259)	11,023
Fund balances - beginning of year	33,099	122,775
Fund balances - end of year	\$ 14,840	\$ 133,798

Total Non-major Capital Projects Funds	Total Non-major Governmental Funds
\$ -	\$ 39,623
-	11,912
329	784
-	10,713
27,519	27,716
<u>27,848</u>	<u>90,748</u>
-	1,819
-	1,433
51,587	51,589
<u>51,587</u>	<u>54,841</u>
6,853	17,718
-	109,198
<u>6,853</u>	<u>126,916</u>
<u>86,288</u>	<u>272,505</u>
-	40
-	149,785
-	88
54,634	57,019
-	149,980
37	140,036
<u>54,671</u>	<u>496,948</u>
<u>31,617</u>	<u>(224,443)</u>
-	147,984
-	80
-	(146,934)
2,956	2,956
24,721	24,721
-	247,694
<u>(49,347)</u>	<u>(49,347)</u>
<u>(21,670)</u>	<u>227,154</u>
9,947	2,711
88,418	244,292
<u>\$ 98,365</u>	<u>\$ 247,003</u>



Non-major Special Revenue Funds

The Non-major Special Revenue Funds account for and report the proceeds of specific revenue sources derived from Miami-Dade County, Florida, the State of Florida and the Federal Government; that are restricted or committed to finance designated activities. Activities included within the funds are as follows:

- **Food Service Fund** - Accounts for and reports on proceeds of specific revenues of the food service program in serving breakfast and lunch at the schools.
- **Miscellaneous Special Revenue Funds** - Accounts for and report on proceeds of specific revenues that are restricted or committed to expenditures of the law enforcement and special events fund.





**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020
(amounts expressed in thousands)**

	Food Service Fund
ASSETS	
Cash and cash equivalents	\$ 347
Equity in pooled cash and investments	814
Total cash, cash equivalents, and investments	1,161
Accounts and interest receivable	26
Due from other governments or agencies	10,220
Inventories	5,339
	16,746
TOTAL ASSETS	\$ 16,746
 LIABILITIES	
Accounts and contracts payable and accrued expenditures	\$ 112
Accrued payroll and compensated absences	2,130
Due to other governments or agencies	-
Total liabilities	2,242
 FUND BALANCES	
Nonspendable	5,339
Restricted	9,165
Total fund balances	14,504
 TOTAL LIABILITIES AND FUND BALANCES	\$ 16,746

Miscellaneous Special Revenue Funds	Total Non-major Special Revenue Funds
\$ 112	\$ 459
305	1,119
<u>417</u>	<u>1,578</u>
1	27
-	10,220
-	5,339
<u>418</u>	<u>17,164</u>
<u>\$ 418</u>	<u>\$ 17,164</u>
\$ -	\$ 112
1	2,131
81	81
<u>82</u>	<u>2,324</u>
-	5,339
336	9,501
<u>336</u>	<u>14,840</u>
<u>\$ 418</u>	<u>\$ 17,164</u>

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)**

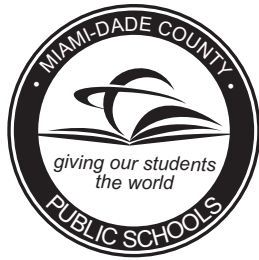
	Food Service Fund
Revenues:	
Local sources:	
Food service sales	\$ 11,912
Interest income	46
Local grants and other	78
Total local sources	12,036
State sources:	
Food services	1,819
Total state sources	1,819
Federal sources:	
Federal grants and other	10,865
Food services	109,198
Total federal sources	120,063
Total revenues	133,918
Expenditures:	
Current:	
Operation and maintenance of plant	-
Food services	149,785
Community services	-
Capital outlay	2,379
Total expenditures	152,164
Excess (deficiency) of revenues over (under) expenditures	(18,246)
Net change in fund balances	(18,246)
Fund balances - beginning of year	32,750
Fund balances - end of year	\$ 14,504

Miscellaneous Special Revenue Funds	Total Non-major Special Revenue Funds
\$ -	\$ 11,912
2	48
119	197
<u>121</u>	<u>12,157</u>
-	1,819
<u>-</u>	<u>1,819</u>
-	10,865
-	109,198
-	120,063
<u>121</u>	<u>134,039</u>
40	40
-	149,785
88	88
6	2,385
<u>134</u>	<u>152,298</u>
<u>(13)</u>	<u>(18,259)</u>
(13)	(18,259)
349	33,099
<u>\$ 336</u>	<u>\$ 14,840</u>

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)**

	Food Service Fund		
	Final Amended Budget	Actual	Variance
Revenues:			
Local sources:			
Food service sales	\$ 11,912	\$ 11,912	\$ -
Interest income	46	46	-
Local grants and other	78	78	-
Total local sources	<u>12,036</u>	<u>12,036</u>	<u>-</u>
State sources:			
Food services	1,819	1,819	-
Total state sources	<u>1,819</u>	<u>1,819</u>	<u>-</u>
Federal sources:			
Federal grants and other	10,865	10,865	-
Food services	109,198	109,198	-
Total federal sources	<u>120,063</u>	<u>120,063</u>	<u>-</u>
Total revenues	<u>133,918</u>	<u>133,918</u>	<u>-</u>
Expenditures:			
Current:			
Operation and maintenance of plant	-	-	-
Food services	149,785	149,785	-
Community services	-	-	-
Capital outlay	2,379	2,379	-
Total expenditures	<u>152,164</u>	<u>152,164</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(18,246)</u>	<u>(18,246)</u>	<u>-</u>
Net change in fund balances	<u>\$ (18,246)</u>	<u>\$ (18,246)</u>	<u>\$ -</u>
Fund balances - beginning of year		32,750	
Fund balances - end of year		<u>\$ 14,504</u>	

Miscellaneous Special Revenue Funds			Totals		
Final Amended Budget	Actual	Variance	Final Amended Budget	Actual	Variance
\$ -	\$ -	\$ -	\$ 11,912	\$ 11,912	\$ -
2	2	-	48	48	-
119	119	-	197	197	-
<u>121</u>	<u>121</u>	<u>-</u>	<u>12,157</u>	<u>12,157</u>	<u>-</u>
-	-	-	1,819	1,819	-
-	-	-	<u>1,819</u>	<u>1,819</u>	<u>-</u>
-	-	-	10,865	10,865	-
-	-	-	109,198	109,198	-
-	-	-	120,063	120,063	-
<u>121</u>	<u>121</u>	<u>-</u>	<u>134,039</u>	<u>134,039</u>	<u>-</u>
40	40	-	40	40	-
-	-	-	149,785	149,785	-
88	88	-	88	88	-
6	6	-	2,385	2,385	-
<u>134</u>	<u>134</u>	<u>-</u>	<u>152,298</u>	<u>152,298</u>	<u>-</u>
(13)	(13)	-	(18,259)	(18,259)	-
<u>\$ (13)</u>	<u>(13)</u>	<u>\$ -</u>	<u>\$ (18,259)</u>	<u>(18,259)</u>	<u>\$ -</u>
	349			33,099	
	<u>\$ 336</u>			<u>\$ 14,840</u>	



Non-major Debt Service Funds

The Non-major Debt Service Funds account for the payment of interest and principal of the current portion on long-term debt, primarily from tax proceeds and earnings on temporary investments:

- **State Board of Education Bonds Fund** - Account for and report on payment of principal and interest on various bond issues serviced by the State.
- **Certificates of Participation Funds** - Accounts for and reports on payment of principal, interest and related costs on obligations pertaining to lease payments, acquisition and construction of schools and ancillary facilities.
- **General Obligation School Bonds Fund** - Accounts for and reports on payment of principal, interest and related costs on bonds of the voter-approved Bond Referendum issued to finance the building of new schools and facilities.
- **ARRA Economic Stimulus Debt Service Fund** - Accounts for and reports on payment of principal and interest for Debt Services for American Recovery and Reinvestment Act school construction bonds.





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020
(amounts expressed in thousands)

	State Board of Education Bonds Fund	Certificates of Participation Funds
ASSETS		
Cash and cash equivalents	\$ -	\$ 238
Equity in pooled cash and investments	-	20,834
Cash and investments with fiscal agents	184	-
Total cash, cash equivalents, and investments	184	21,072
Taxes receivable	-	-
Interest receivable	-	-
TOTAL ASSETS	\$ 184	\$ 21,072
 LIABILITIES		
Accounts and accrued expenditures payable	\$ -	\$ 140
Accrued interest payable	2	-
Total liabilities	2	140
 DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue	-	-
Total deferred inflows of resources	-	-
 FUND BALANCES		
Restricted	182	20,932
Total fund balances	182	20,932
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
	\$ 184	\$ 21,072

General Obligation School Bonds Fund	ARRA Economic Stimulus Debt Service	Total Non-major Debt Service Funds
\$ 4,887	\$ 14	\$ 5,139
13,342	92,740	126,916
-	-	184
<u>18,229</u>	<u>92,754</u>	<u>132,239</u>
1,815	-	1,815
41	-	41
<u>\$ 20,085</u>	<u>\$ 92,754</u>	<u>\$ 134,095</u>
\$ -	\$ 14	\$ 154
-	-	2
<u>-</u>	<u>14</u>	<u>156</u>
141	-	141
<u>141</u>	<u>-</u>	<u>141</u>
19,944	92,740	133,798
<u>19,944</u>	<u>92,740</u>	<u>133,798</u>
<u>\$ 20,085</u>	<u>\$ 92,754</u>	<u>\$ 134,095</u>

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)**

	State Board of Education Bonds Fund	Certificates of Participation Funds
Revenues:		
Local sources:		
Ad valorem taxes	\$ -	\$ -
Interest income	-	276
Net increase (decrease) in fair value of investments	-	1,752
Total local sources	-	2,028
State sources:		
State licensing revenue	1,433	-
SBE/COBI bond interest	2	-
Total state sources	1,435	-
Total revenues	1,435	2,028
Expenditures:		
Debt service:		
Principal retirement	1,048	131,647
Interest and fiscal charges	1,143	89,920
Total expenditures	2,191	221,567
Excess (deficiency) of revenues over (under) expenditures	(756)	(219,539)
Other financing sources (uses):		
Issuance of debt for refunding	649	119,235
Premium on issuance of debt for refunding	80	-
Payments to refunded debt escrow agent	-	(118,944)
Transfers in	-	223,395
Total other financing sources	729	223,686
Net change in fund balances	(27)	4,147
Fund balances - beginning of year	209	16,785
Fund balances - end of year	\$ 182	\$ 20,932

General Obligation School Bonds Fund	ARRA Economic Stimulus Debt Service	Total Non-major Debt Service Funds
\$ 39,623	\$ -	\$ 39,623
118	13	407
-	8,961	10,713
<u>39,741</u>	<u>8,974</u>	<u>50,743</u>
-	-	1,433
-	-	2
-	-	1,435
<u>39,741</u>	<u>8,974</u>	<u>52,178</u>
17,285	-	149,980
<u>40,779</u>	<u>8,157</u>	<u>139,999</u>
<u>58,064</u>	<u>8,157</u>	<u>289,979</u>
(18,323)	817	(237,801)
-	28,100	147,984
-	-	80
-	(27,990)	(146,934)
-	24,299	247,694
<u>-</u>	<u>24,409</u>	<u>248,824</u>
(18,323)	25,226	11,023
<u>38,267</u>	<u>67,514</u>	<u>122,775</u>
<u>\$ 19,944</u>	<u>\$ 92,740</u>	<u>\$ 133,798</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DEBT SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)

	<u>State Board of Education Bonds Fund</u>		
	Final		
	Amended	Actual	
	Budget	GAAP Basis	Variance
Revenues:			
Ad valorem taxes	\$ -	\$ -	\$ -
State licensing revenue	1,433	1,433	-
SBE/COBI bond interest	2	2	-
Interest income	-	-	-
Net increase (decrease) in fair value of investments	-	-	-
Local grants and other	-	-	-
Total revenues	<u>1,435</u>	<u>1,435</u>	<u>-</u>
Expenditures:			
Debt service:			
Principal retirement	1,048	1,048	-
Interest and fiscal charges	1,143	1,143	-
Total expenditures	<u>2,191</u>	<u>2,191</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(756)</u>	<u>(756)</u>	<u>-</u>
Other financing sources (uses):			
Issuance of debt for refunding	649	649	-
Premium on issuance of debt for refunding	80	80	-
Payments to refunded bond escrow agent	-	-	-
Transfers in	-	-	-
Total other financing sources (uses)	<u>729</u>	<u>729</u>	<u>-</u>
Net change in fund balances	<u>\$ (27)</u>	<u>(27)</u>	<u>\$ -</u>
Fund balances - beginning of year		209	
Fund balances - end of year		<u>\$ 182</u>	

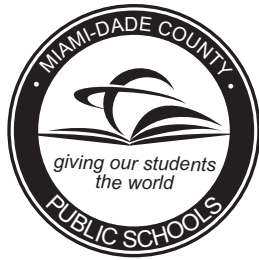
<u>Certificates of Participation Funds</u>			<u>General Obligation School Bonds Fund</u>		
<u>Final Amended Budget</u>	<u>Actual GAAP Basis</u>	<u>Variance</u>	<u>Final Amended Budget</u>	<u>Actual GAAP Basis</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ 39,623	\$ 39,623	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
276	276	-	118	118	-
1,752	1,752	-	-	-	-
-	-	-	-	-	-
<u>2,028</u>	<u>2,028</u>	<u>-</u>	<u>39,741</u>	<u>39,741</u>	<u>-</u>
131,647	131,647	-	17,285	17,285	-
89,920	89,920	-	40,779	40,779	-
<u>221,567</u>	<u>221,567</u>	<u>-</u>	<u>58,064</u>	<u>58,064</u>	<u>-</u>
<u>(219,539)</u>	<u>(219,539)</u>	<u>-</u>	<u>(18,323)</u>	<u>(18,323)</u>	<u>-</u>
119,235	119,235	-	-	-	-
-	-	-	-	-	-
(118,944)	(118,944)	-	-	-	-
223,395	223,395	-	-	-	-
<u>223,686</u>	<u>223,686</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 4,147</u>	4,147	<u>\$ -</u>	<u>\$ (18,323)</u>	(18,323)	<u>\$ -</u>
	16,785			38,267	
	<u>\$ 20,932</u>			<u>\$ 19,944</u>	

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DEBT SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)

	ARRA Economic Stimulus Debt Service		
	Final		
	Amended	Actual	
	Budget	GAAP Basis	Variance
Revenues:			
Ad valorem taxes	\$ -	\$ -	\$ -
State licensing revenue	-	-	-
SBE/COBI bond interest	-	-	-
Interest income	13	13	-
Net increase (decrease) in fair value of investments	8,961	8,961	-
Local grants and other	-	-	-
Total revenues	<u>8,974</u>	<u>8,974</u>	<u>-</u>
Expenditures:			
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	8,157	8,157	-
Total expenditures	<u>8,157</u>	<u>8,157</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>817</u>	<u>817</u>	<u>-</u>
Other financing sources (uses):			
Issuance of debt for refunding	28,100	28,100	-
Premium on issuance of debt for refunding	-	-	-
Payments to refunded bond escrow agent	(27,990)	(27,990)	-
Transfers in	24,299	24,299	-
Total other financing sources (uses)	<u>24,409</u>	<u>24,409</u>	<u>-</u>
Net change in fund balances	<u>\$ 25,226</u>	25,226	<u>\$ -</u>
Fund balances - beginning of year		67,514	
Fund balances - end of year		<u>\$ 92,740</u>	

Schedule C-3
(Concluded)

Totals		
Final Amended Budget	Actual GAAP Basis	Variance
\$ 39,623	\$ 39,623	\$ -
1,433	1,433	-
2	2	-
407	407	-
10,713	10,713	-
-	-	-
<u>52,178</u>	<u>52,178</u>	<u>-</u>
149,980	149,980	-
139,999	139,999	-
<u>289,979</u>	<u>289,979</u>	<u>-</u>
<u>(237,801)</u>	<u>(237,801)</u>	<u>-</u>
147,984	147,984	-
80	80	-
(146,934)	(146,934)	-
247,694	247,694	-
<u>248,824</u>	<u>248,824</u>	<u>-</u>
<u>\$ 11,023</u>	11,023	<u>\$ -</u>
	122,775	
	<u>\$ 133,798</u>	



Non-major Capital Projects Funds

The Non-major Capital Projects Funds account for the financing and acquisition or construction of major capital facilities, such as new school buildings or additions to existing buildings, or for major renovation projects. Specific funding sources included herein are:

- **Impact Fees Funds** - Accounts for and reports on local revenues associated with new construction and development.
- **Master Equipment Lease Fund** - Accounts for and reports on funds for leased equipment acquisitions.
- **Public Education Capital Outlay (PECO) Funds** - Accounts for and reports on funds received from the State for the construction and maintenance of schools.
- **Capital Outlay and Debt Service Funds** - Accounts for and reports on the excess dollars from the debt service funds, used for construction and maintenance of schools.
- **Certificates of Participation Funds** - Accounts for the issuance of Certificates of Participation, used for the acquisition and construction of schools and ancillary schools.
- **Other Capital Projects Funds** - Accounts for resources used in site acquisition, construction, renovation and remodeling of educational facilities.





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020
(amounts expressed in thousands)

	Impact Fee Funds	Master Equipment Lease Fund
ASSETS		
Cash and cash equivalents	\$ 10,541	\$ -
Equity in pooled cash and investments	28,798	4,610
Total cash, cash equivalents, and investments	39,339	4,610
Accounts and interest receivable	87	-
Due from other governments or agencies	4,438	-
Due from other funds	-	-
TOTAL ASSETS	\$ 43,864	\$ 4,610
LIABILITIES		
Accounts and contracts payable and accrued expenditures	1,929	4,044
Retainage payable on contracts	1,288	-
Unearned revenue	-	-
Total liabilities	3,217	4,044
FUND BALANCES		
Restricted	40,647	566
Assigned	-	-
Total fund balances	40,647	566
TOTAL LIABILITIES AND FUND BALANCES	\$ 43,864	\$ 4,610

Public Education Capital Outlay (PECO) Funds	Capital Outlay and Debt Service Fund	Certificates of Participation Funds	Other Capital Projects Funds	Total Non-major Capital Projects Funds
\$ -	\$ 8,037	\$ -	\$ 4,535	\$ 23,113
-	21,945	144	6,727	62,224
-	29,982	144	11,262	85,337
-	51	-	48	186
-	29	-	7,443	11,910
-	-	-	14,988	14,988
<u>\$ -</u>	<u>\$ 30,062</u>	<u>\$ 144</u>	<u>\$ 33,741</u>	<u>\$ 112,421</u>
-	518	12	1,012	7,515
-	836	132	629	2,885
-	-	-	3,656	3,656
-	1,354	144	5,297	14,056
-	28,708	-	25,475	95,396
-	-	-	2,969	2,969
-	28,708	-	28,444	98,365
<u>\$ -</u>	<u>\$ 30,062</u>	<u>\$ 144</u>	<u>\$ 33,741</u>	<u>\$ 112,421</u>

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)**

	Impact Fee Funds	Master Equipment Lease Fund
Revenues:		
Local sources:		
Interest income	\$ 147	\$ 33
Local grants and other	21,145	-
Total local sources	21,292	33
State sources:		
Other state revenue	-	-
Total state sources	-	-
Federal sources:		
Federal grants and other	-	-
Total federal sources	-	-
Total revenues	21,292	33
Expenditures:		
Capital outlay	12,478	24,167
Debt service	-	21
Total expenditures	12,478	24,188
Excess (deficiency) of revenues over (under) expenditures	8,814	(24,155)
Other financing sources (uses):		
Transfers out	(4,509)	-
Proceeds from sale of capital assets	-	-
Proceeds from leases	-	24,721
Total other financing sources (uses)	(4,509)	24,721
Net change in fund balances	4,305	566
Fund balances - beginning of year	36,342	-
Fund balances - end of year	\$ 40,647	\$ 566

Public Education Capital Outlay (PECO) Funds	Capital Outlay and Debt Service Fund	Certificates of Participation Funds	Other Capital Projects Funds	Total Non-major Capital Projects Funds
\$ -	\$ 77	\$ -	\$ 72	\$ 329
-	-	-	6,374	27,519
-	77	-	6,446	27,848
37,820	13,767	-	-	51,587
37,820	13,767	-	-	51,587
-	-	-	6,853	6,853
-	-	-	6,853	6,853
37,820	13,844	-	13,299	86,288
4	5,803	-	12,182	54,634
-	16	-	-	37
4	5,819	-	12,182	54,671
37,816	8,025	-	1,117	31,617
(37,819)	-	-	(7,019)	(49,347)
-	-	-	2,956	2,956
-	-	-	-	24,721
(37,819)	-	-	(4,063)	(21,670)
(3)	8,025	-	(2,946)	9,947
3	20,683	-	31,390	88,418
\$ -	\$ 28,708	\$ -	\$ 28,444	\$ 98,365

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
CAPITAL PROJECTS FUNDS*
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES—BUDGETARY BASIS
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)

	Totals		
	Final Amended Budget	Actual Budgetary Basis	Variance
Revenues:			
Local sources:			
Ad valorem taxes	\$ 481,717	\$ 481,717	\$ -
Interest income	4,463	4,462	(1)
Local grants and other	31,696	27,519	(4,177)
Total local sources	<u>517,876</u>	<u>513,698</u>	<u>(4,178)</u>
State sources:			
Other state revenue	51,587	51,587	-
Total state sources	<u>51,587</u>	<u>51,587</u>	<u>-</u>
Federal sources:			
Federal grants and other	6,853	6,853	-
Total federal sources	<u>6,853</u>	<u>6,853</u>	<u>-</u>
Total revenues	<u>576,316</u>	<u>572,138</u>	<u>(4,178)</u>
Expenditures:			
Capital outlay	942,883	210,929	731,954
Debt service:			
Interest and fiscal charges	158	46	112
Total expenditures	<u>943,041</u>	<u>210,975</u>	<u>732,066</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(366,725)</u>	<u>361,163</u>	<u>727,888</u>
Other financing sources (uses):			
Transfers out	(426,745)	(426,745)	-
Issuance of debt	261,800	-	(261,800)
Proceeds from sale of capital assets	2,956	2,956	-
Proceeds from leases	24,721	24,721	-
Total other financing sources (uses)	<u>(137,268)</u>	<u>(399,068)</u>	<u>(261,800)</u>
Net change in fund balances	<u>\$ (503,993)</u>	<u>(37,905)</u>	<u>\$ 466,088</u>
Fund balances - beginning of year		520,116	
Fund balances - end of year		<u>\$ 482,211</u>	

*Florida Statutes, Section 1013.61, requires that the capital outlay budget designate the proposed capital expenditures by project for the year from all sources. Accordingly, annual budgets for the Capital Projects Funds are adopted on a combined basis only. Therefore, both major and non-major funds are presented in this schedule.

Agency Fund

Agency Fund accounts for the resources of the Schools' Internal Fund, which is used to administer monies, collected at the schools in connection with school, student athletics, class and club activities.





**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
SCHOOLS' INTERNAL FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(amounts expressed in thousands)**

	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2020</u>
Assets				
Cash and cash equivalents	\$ 6,340	\$ 63,195	\$ 63,466	\$ 6,069
Investments	17,425	1,218	12	18,631
Accounts receivable, net	82	51	82	51
Interest receivable	92	-	92	-
Total assets	<u>\$ 23,939</u>	<u>\$ 64,464</u>	<u>\$ 63,652</u>	<u>\$ 24,751</u>
Liabilities				
Accounts payable	\$ 38	\$ 95	\$ 40	\$ 93
Due to other governments or agencies	4,428	3,812	4,428	3,812
Due to student organizations	19,473	60,557	59,184	20,846
Total liabilities	<u>\$ 23,939</u>	<u>\$ 64,464</u>	<u>\$ 63,652</u>	<u>\$ 24,751</u>

III. Statistical Section



Statistical Section

The Statistical Section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary says about the District's overall financial health. Contents included are as follows:

- **Financial Trends** - These schedules contain trend information to help the reader understand how the District's financial performance and financial condition have changed over time.
- **Revenue Capacity** - These schedules contain information to help the reader assess the factors affecting the District's ability to generate a significant revenue source and property taxes.
- **Debt Capacity** - These schedules present information to help the reader assess the District's current debt burden and the District's ability to issue additional debt.
- **Demographic and Economic Information** - These schedules offer demographic and economic indicators to help the reader understand the socioeconomic environment within which the District operates.
- **Operation Information** - These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services it provides and the activities it performs.





THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NET POSITION BY COMPONENT - PRIMARY GOVERNMENT
Last Ten Fiscal Years
(amounts expressed in millions)
(Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Primary Government:					
Governmental activities:					
Net investment in capital assets	\$ 1,670.6	\$ 1,557.5	\$ 1,550.2	\$ 1,480.1	\$ 1,444.1
Restricted	180.7	173.3	104.2	69.5	55.3
Unrestricted	<u>(168.3)</u>	<u>(242.3)</u>	<u>(259.0)</u>	<u>(321.0)</u>	<u>(1,384.1)</u>
Total primary government net position (deficit)	<u>\$ 1,683.0</u>	<u>\$ 1,488.5</u>	<u>\$ 1,395.4</u>	<u>\$ 1,228.6</u>	<u>\$ 115.3</u>

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller

TABLE 1

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 1,363.0	\$ 1,352.0	\$ 1,302.5	\$ 1,307.0	\$ 1,320.7
111.1	115.9	245.9	354.8	387.2
<u>(1,282.6)</u>	<u>(1,281.1)</u>	<u>(1,491.2)</u>	<u>(1,609.8)</u>	<u>(1,850.2)</u>
<u>\$ 191.5</u>	<u>\$ 186.8</u>	<u>\$ 57.2</u>	<u>\$ 52.0</u>	<u>\$ (142.3)</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
CHANGES IN NET POSITION - PRIMARY GOVERNMENT
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Primary Government:				
Governmental activities:				
Program Revenues				
Charges for services				
Instruction	\$ 29,438	\$ 33,094	\$ 32,219	\$ 32,791
Student transportation services	760	462	715	313
Food services	29,647	27,148	21,546	20,121
Community Services	-	-	-	-
Operating grants and contributions				
Instruction	-	-	-	-
Student transportation services	-	-	-	-
Operation and maintenance of plant	-	55	-	-
Food services	120,257	121,631	132,541	147,457
Capital grants and contributions				
Operation and maintenance of plant	28,529	14,494	14,394	23,866
Facilities acquisition and construction	8,860	10,107	22,708	22,733
Interest on long-term debt	13,512	13,552	13,591	13,543
Total primary government program revenues	<u>\$ 231,003</u>	<u>\$ 220,543</u>	<u>\$ 237,714</u>	<u>\$ 260,824</u>
Expenses				
Governmental activities:				
Instructional services	\$ 2,016,750	\$ 1,918,275	\$ 1,956,415	\$ 2,098,540
Instructional support services	287,551	277,361	284,372	294,258
Student transportation services	83,894	81,573	82,507	81,539
Operation and maintenance of plant	351,511	344,296	342,379	359,065
Food services	140,639	145,146	150,301	159,742
School administration	165,566	154,588	153,151	158,316
General administration	81,435	83,904	83,985	81,601
Community Services	33,249	30,302	30,982	29,949
Facilities Acquisition and Construction	103,561	77,863	26,584	69,492
Interest on long-term debt	144,112	136,274	129,252	149,861
Unallocated Depreciation/Amortization (Excludes direct Depreciation Expenses, Note 4)	152,779	155,582	157,235	158,932
Total primary government expenses	<u>\$ 3,561,047</u>	<u>\$ 3,405,164</u>	<u>\$ 3,397,163</u>	<u>\$ 3,641,295</u>
Net (Expense)/Revenue-Primary Government	<u>\$ (3,330,044)</u>	<u>\$ (3,184,621)</u>	<u>\$ (3,159,449)</u>	<u>\$ (3,380,471)</u>
General Revenues and Other Changes in Net Position				
Taxes				
Property Taxes, Levied for Operational Purposes	\$ 1,222,023	\$ 1,191,592	\$ 1,184,421	\$ 1,214,002
Property Taxes, Levied for Debt Service	72,052	44,572	44,454	65,832
Property Taxes, Levied for Capital Projects	288,595	301,453	296,122	306,099
Grants and Contributions Not Restricted to	1,677,325	1,415,403	1,495,657	1,605,649
Investment earnings	6,145	3,742	3,228	2,876
Miscellaneous	41,673	33,313	46,986	43,793
Total primary government general revenues	<u>\$ 3,307,813</u>	<u>\$ 2,990,075</u>	<u>\$ 3,070,868</u>	<u>\$ 3,238,251</u>
Change in Net Position	<u>\$ (22,231)</u>	<u>\$ (194,546)</u>	<u>\$ (88,581)</u>	<u>\$ (142,220)</u>

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller

TABLE 2

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 32,491	\$ 11,006	\$ 11,575	\$ 10,891	\$ 10,803	\$ 8,694
365	368	485	547	845	596
17,314	16,297	15,514	12,157	15,436	11,911
-	21,923	21,468	20,900	21,395	14,930
-	811,895	837,627	864,309	854,415	829,817
-	-	-	-	-	-
-	258	-	-	-	-
146,975	152,418	151,237	165,750	144,027	121,882
25,429	18,829	27,721	18,121	40,749	37,819
36,866	34,322	30,459	36,508	46,525	35,138
13,448	10,641	5,055	1,881	1,612	1,435
<u>\$ 272,888</u>	<u>\$ 1,077,957</u>	<u>\$ 1,101,141</u>	<u>\$ 1,131,064</u>	<u>\$ 1,135,807</u>	<u>\$ 1,062,222</u>
\$ 1,954,230	\$ 1,986,742	\$ 2,137,014	\$ 2,221,179	\$ 2,311,324	\$ 2,554,034
280,020	286,463	293,449	301,196	324,932	345,955
76,737	91,403	93,491	92,993	94,939	93,212
357,679	352,393	366,510	378,832	389,129	428,534
159,473	159,245	159,284	161,050	164,259	149,542
154,222	157,387	163,317	167,613	170,967	180,201
82,137	79,210	80,315	88,341	86,167	98,922
30,232	29,269	30,338	31,031	32,496	30,131
100,896	100,121	83,137	68,629	53,940	115,075
137,143	133,392	144,075	150,200	146,189	136,436
160,143	163,770	167,087	168,389	171,260	182,328
<u>\$ 3,492,912</u>	<u>\$ 3,539,395</u>	<u>\$ 3,718,017</u>	<u>\$ 3,829,453</u>	<u>\$ 3,945,602</u>	<u>\$ 4,314,370</u>
<u>\$ (3,220,024)</u>	<u>\$ (2,461,438)</u>	<u>\$ (2,616,876)</u>	<u>\$ (2,698,389)</u>	<u>\$ (2,809,795)</u>	<u>\$ (3,252,148)</u>
\$ 1,385,924	\$ 1,435,951	\$ 1,499,190	\$ 1,519,998	\$ 1,529,167	\$ 1,774,533
44,303	49,122	48,888	63,545	70,059	39,561
348,164	383,394	398,622	434,762	458,991	482,994
1,476,346	630,033	615,587	661,347	656,874	689,100
2,561	4,323	8,753	20,673	45,012	32,450
53,970	34,785	41,161	25,677	44,461	39,150
<u>\$ 3,311,268</u>	<u>\$ 2,537,608</u>	<u>\$ 2,612,201</u>	<u>\$ 2,726,002</u>	<u>\$ 2,804,564</u>	<u>\$ 3,057,788</u>
<u>\$ 91,244</u>	<u>\$ 76,170</u>	<u>\$ (4,675)</u>	<u>\$ 27,613</u>	<u>\$ (5,231)</u>	<u>\$ (194,360)</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
FUND BALANCES - GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General Fund:				
Nonspendable:	\$ 8,580	\$ 6,364	\$ 7,138	\$ 7,843
Restricted:	8,409	5,146	1,522	1,321
Assigned:	33,815	51,758	17,733	18,094
Unassigned:	170,908	80,875	57,957	29,274
Total general fund	<u>\$ 221,712</u>	<u>\$ 144,143</u>	<u>\$ 84,350</u>	<u>\$ 56,532</u>
All other governmental funds:				
Nonspendable:				
Capital Projects	\$ 20,301	\$ 20,038	\$ 22,213	\$ 21,461
Other Non-major	3,723	2,378	3,109	3,296
Restricted:				
Special Revenue	11,691	14,963	15,036	17,624
Debt Service	93,322	79,704	77,619	71,802
Capital Projects	253,666	105,151	45,183	304,038
Assigned:				
Capital Projects	8,750	9,765	1,395	1,393
Unassigned:				
Special Revenue	-	-	-	-
Capital Projects	-	-	-	-
Total all other governmental funds	<u>\$ 391,453</u>	<u>\$ 231,999</u>	<u>\$ 164,555</u>	<u>\$ 419,614</u>

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller

TABLE 3

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 6,163	\$ 7,713	\$ 6,868	\$ 7,899	\$ 7,508	\$ 9,613
5,358	8,644	10,146	10,436	17,999	12,054
19,217	38,566	56,529	72,452	110,933	59,037
93,816	120,377	148,726	158,377	107,017	166,090
<u>\$ 124,554</u>	<u>\$ 175,300</u>	<u>\$ 222,269</u>	<u>\$ 249,164</u>	<u>\$ 243,457</u>	<u>\$ 246,794</u>
\$ 20,843	\$ 18,244	\$ 16,257	\$ 16,730	\$ 16,078	\$ 16,579
3,496	1,921	2,425	38	3,132	5,339
19,367	26,848	29,943	42,976	29,967	9,501
40,242	44,109	65,009	93,830	122,775	133,798
191,306	270,819	644,800	531,511	503,993	462,663
1,391	697	235	85	45	2,969
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 276,645</u>	<u>\$ 362,638</u>	<u>\$ 758,669</u>	<u>\$ 685,170</u>	<u>\$ 675,990</u>	<u>\$ 630,849</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
CHANGES IN FUND BALANCES-GOVERNMENTAL FUNDS
AND DEBT SERVICE RATIO
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
REVENUES:				
Local sources:				
Ad valorem taxes	\$ 1,586,242	\$ 1,541,080	\$ 1,520,106	\$ 1,605,799
Food services sales	29,647	27,148	21,545	20,121
Interest income	4,499	3,556	3,290	2,764
Net increase (decrease) in fair value of investments	25	(59)	(62)	113
Local grants and other	86,541	82,527	99,872	103,433
Total local sources	<u>1,706,954</u>	<u>1,654,252</u>	<u>1,644,751</u>	<u>1,732,230</u>
State sources:				
Florida education finance program	603,780	561,609	610,377	712,494
Public education capital outlay	14,895	-	-	-
Food services	2,136	2,261	2,146	2,231
State grants and other	537,531	531,406	542,181	551,514
Total state sources	<u>1,158,342</u>	<u>1,095,276</u>	<u>1,154,704</u>	<u>1,266,239</u>
Federal sources:				
Federal grants and other	572,850	358,665	381,118	390,809
Food services	110,212	112,963	122,149	135,158
Total federal sources	<u>683,062</u>	<u>471,628</u>	<u>503,267</u>	<u>525,967</u>
Total revenues	<u>\$ 3,548,358</u>	<u>\$ 3,221,156</u>	<u>\$ 3,302,722</u>	<u>\$ 3,524,436</u>
EXPENDITURES:				
Instructional services	\$ 2,005,289	\$ 1,904,491	\$ 1,936,994	\$ 2,059,963
Instructional support services	282,397	269,897	277,591	286,813
Student transportation services	83,906	81,543	81,096	79,755
Operation and maintenance of plant	350,357	343,246	340,929	357,268
School administration	165,147	154,420	152,857	157,803
General administration	96,156	91,095	89,560	90,801
Food services	142,048	145,803	151,711	161,405
Community Service	32,363	30,046	30,829	29,724
Capital outlay	231,541	189,354	148,644	133,887
Debt service				
Principal	152,360	153,986	133,117	142,546
Interest	139,147	108,430	103,280	141,428
Total expenditures	<u>\$ 3,680,711</u>	<u>\$ 3,472,311</u>	<u>\$ 3,446,608</u>	<u>\$ 3,641,393</u>
Excess of revenues over (under) expenditures	\$ (132,353)	\$ (251,155)	\$ (143,886)	\$ (116,957)
Other financing sources (uses)				
Transfers in	366,201	344,206	321,832	355,836
Transfers out	(366,201)	(356,206)	(309,832)	(355,836)
Issuance of debt	25,120	-	-	290,565
Premium on issuance of debt	57	-	-	14,806
Issuance of debt for refunding	278,155	725	255,175	73,943
Premium on refunding of debt	8,479	111	19,772	9,046
Payments to refunding bond escrow agent	(284,294)	(834)	(272,796)	(82,043)
Proceeds from sale of capital assets	3,650	898	423	625
Proceeds from loans/leases/construction agreements	102	25,232	2,075	37,256
Total other financing sources (uses)	<u>\$ 31,269</u>	<u>\$ 14,132</u>	<u>\$ 16,649</u>	<u>\$ 344,198</u>
Net change in fund balances	\$ (101,084)	\$ (237,023)	\$ (127,237)	\$ 227,241
Debt service as a percentage of noncapital expenditures	8.2%	7.8%	7.1%	8.0%

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller

TABLE 4

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 1,765,167	\$ 1,874,710	\$ 1,952,360	\$ 2,015,402	\$ 2,058,949	\$ 2,293,915
17,314	16,297	15,514	12,157	15,436	11,912
2,563	4,266	8,814	20,076	38,263	21,735
(2)	57	(60)	597	6,746	10,713
<u>132,523</u>	<u>108,443</u>	<u>103,464</u>	<u>94,791</u>	<u>105,119</u>	<u>88,330</u>
<u>1,917,565</u>	<u>2,003,773</u>	<u>2,080,092</u>	<u>2,143,023</u>	<u>2,224,513</u>	<u>2,426,605</u>
661,800	630,034	615,587	654,569	650,067	682,248
5,987	6,166	9,176	6,125	6,245	-
2,210	2,087	1,976	1,881	2,054	1,819
<u>547,337</u>	<u>542,141</u>	<u>554,585</u>	<u>562,136</u>	<u>598,816</u>	<u>557,793</u>
<u>1,217,334</u>	<u>1,180,428</u>	<u>1,181,324</u>	<u>1,224,711</u>	<u>1,257,182</u>	<u>1,241,860</u>
311,326	307,833	329,663	347,177	334,454	324,989
<u>135,242</u>	<u>139,473</u>	<u>138,098</u>	<u>153,102</u>	<u>132,224</u>	<u>109,198</u>
<u>446,568</u>	<u>447,306</u>	<u>467,761</u>	<u>500,279</u>	<u>466,678</u>	<u>452,187</u>
<u>\$ 3,581,467</u>	<u>\$ 3,631,507</u>	<u>\$ 3,729,177</u>	<u>\$ 3,868,013</u>	<u>\$ 3,948,373</u>	<u>\$ 4,120,652</u>
\$ 1,992,545	\$ 2,022,038	\$ 2,103,184	\$ 2,161,587	\$ 2,215,859	\$ 2,348,409
280,423	286,648	292,256	291,770	311,913	330,082
75,986	85,747	88,080	87,491	88,444	84,464
360,619	355,275	365,995	374,591	378,367	404,819
157,173	160,409	163,968	164,662	164,855	167,759
89,786	87,657	90,073	96,075	89,429	99,837
160,056	160,062	160,919	162,437	164,226	149,785
30,430	29,687	30,177	30,090	30,878	27,994
244,044	249,603	270,417	249,528	230,026	295,054
156,564	149,927	142,567	170,473	139,115	156,221
<u>143,317</u>	<u>137,319</u>	<u>141,764</u>	<u>158,556</u>	<u>153,313</u>	<u>142,570</u>
<u>\$ 3,690,943</u>	<u>\$ 3,724,372</u>	<u>\$ 3,849,400</u>	<u>\$ 3,947,260</u>	<u>\$ 3,966,425</u>	<u>\$ 4,206,994</u>
\$ (109,476)	\$ (92,865)	\$ (120,223)	\$ (79,247)	\$ (18,052)	\$ (86,342)
369,892	379,500	413,672	454,015	412,378	436,745
(369,892)	(379,500)	(393,672)	(424,015)	(412,378)	(426,745)
-	217,720	-	-	-	-
-	8,709	-	-	-	-
634,472	842,000	5,201	119,995	142,682	147,984
100,778	90,203	-	-	124	80
(733,725)	(929,258)	(5,966)	(119,802)	(141,350)	(146,934)
434	95	3,344	515	312	3,104
<u>32,570</u>	<u>135</u>	<u>28,477</u>	<u>1,935</u>	<u>1,397</u>	<u>30,304</u>
<u>\$ 34,529</u>	<u>\$ 229,604</u>	<u>\$ 51,056</u>	<u>\$ 32,643</u>	<u>\$ 3,165</u>	<u>\$ 44,538</u>
<u>\$ (74,947)</u>	<u>\$ 136,739</u>	<u>\$ (69,167)</u>	<u>\$ (46,604)</u>	<u>\$ (14,887)</u>	<u>\$ (41,804)</u>
8.5%	8.1%	7.8%	8.7%	7.7%	7.4%

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Fiscal Years
(Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
The School Board of Miami-Dade County					
General Fund	6.314	6.165	6.204	6.083	6.214
Debt Service Funds	0.385	0.240	0.233	0.333	0.199
Capital Project Funds	1.550	1.600	1.561	1.561	1.561
Total District Direct Tax Rates	<u>8.249</u>	<u>8.005</u>	<u>7.998</u>	<u>7.977</u>	<u>7.974</u>
Overlapping Tax Rates **					
Miami (0100)	7.571	7.571	7.615	7.647	7.647
Miami Beach (0200)	6.166	6.091	5.863	5.794	5.709
Coral Gables (0300)	5.869	5.669	5.629	5.589	5.559
Hialeah (0400)	6.540	6.302	6.302	6.302	6.302
Miami Springs (0500)	6.740	6.995	7.671	7.671	7.671
North Miami (0600)	8.196	8.100	7.934	7.934	7.934
North Miami Beach (0700)	6.604	6.604	6.604	6.604	6.604
Opa Locka (0800)	9.153	9.100	9.089	8.500	8.900
South Miami (0900)	4.666	4.364	4.364	4.364	4.364
Homestead (1000)	6.292	6.244	5.922	5.922	5.922
Miami Shores (1100)	8.000	8.000	8.000	8.000	8.000
Bal Harbour (1200)	2.447	2.268	1.919	2.061	1.965
Bay Harbor Island (1300)	5.297	5.297	5.250	4.900	4.550
Surfside (1400)	5.500	5.300	5.200	5.029	5.029
West Miami (1500)	6.886	6.886	6.886	6.886	6.886
Florida City (1600)	7.750	7.750	7.590	7.590	7.186
Biscayne Park (1700)	8.900	9.500	9.700	9.700	9.700
El Portal (1800)	8.300	8.300	8.300	8.300	8.300
Golden Beach (1900)	6.980	6.995	7.113	7.245	7.375
Pinecrest (2000)	2.200	2.200	2.200	2.300	2.300
Indian Creek (2100)	2.720	7.952	6.950	7.674	7.500
Medley (2200)	5.650	5.585	5.380	6.380	5.579
North Bay Village (2300)	4.777	4.777	5.474	5.474	6.474
Key Biscayne (2400)	3.200	3.200	3.000	3.000	3.000
Sweetwater (2500)	2.920	2.920	2.920	2.749	2.749
Virginia Gardens (2600)	5.423	5.423	5.423	5.150	5.150
Hialeah Gardens (2700)	5.588	5.381	5.381	5.161	5.161
Aventura (2800)	1.726	1.726	1.726	1.726	1.726
Unincorporated County (3000)	2.008	1.928	1.928	1.928	1.928
Sunny Isles Beach (3100)	2.886	2.800	2.700	2.600	2.500
Miami Lakes (3200)	2.352	2.352	2.352	2.352	2.352
Palmetto Bay (3300)	2.447	2.447	2.447	2.447	2.447
Miami Gardens (3400)	6.562	6.362	6.936	6.936	6.936
Doral (3500)	2.438	2.222	1.928	1.928	1.928
Cutler Bay (3600)	2.570	2.570	2.570	2.391	2.535

NOTE(S): Millage rate represents \$1,000 of taxable assessed valuation.
Municipality will show millage rates starting the year after they were incorporated.
** (Millage Code)

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller, and
Miami-Dade County Office of the Property Appraiser

TABLE 5

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020*</u>
5.852	5.638	5.274	5.004	5.525
0.199	0.184	0.220	0.229	0.123
1.561	1.500	1.500	1.500	1.500
<u>7.612</u>	<u>7.322</u>	<u>6.994</u>	<u>6.733</u>	<u>7.148</u>
7.647	7.437	7.587	7.567	7.667
5.709	5.722	5.729	5.729	5.729
5.559	5.559	5.559	5.559	5.559
6.302	6.302	6.302	6.302	6.302
7.500	7.358	7.350	7.330	7.330
7.500	7.500	7.500	7.500	7.500
6.500	6.400	6.300	6.200	6.200
10.000	9.000	9.800	9.800	9.800
4.300	4.300	4.300	4.300	4.300
5.922	5.922	5.922	5.922	6.205
7.900	7.900	7.900	7.900	7.900
1.965	1.965	1.965	1.965	1.965
4.400	4.000	3.720	3.625	3.625
5.014	4.800	4.500	4.400	4.350
6.886	6.886	6.886	6.886	6.886
7.186	7.186	7.186	7.186	7.295
9.700	9.700	9.700	9.700	9.700
8.300	8.300	8.300	8.300	8.300
7.396	7.480	7.480	7.578	7.772
2.300	2.300	2.399	2.399	2.350
6.950	6.609	6.400	6.300	6.300
5.500	5.400	6.300	5.050	4.800
4.843	5.650	5.520	5.499	5.850
3.000	3.000	3.100	3.195	3.202
4.500	4.215	3.995	3.995	3.995
5.150	5.150	5.100	5.100	5.000
5.161	5.161	5.161	5.161	5.161
1.726	1.726	1.726	1.726	1.726
1.928	1.928	1.928	1.928	1.928
2.400	2.300	2.200	2.200	2.200
2.335	2.335	2.313	2.313	2.313
2.329	2.329	2.239	2.200	2.235
6.936	6.936	6.936	6.936	6.936
1.900	1.900	1.900	1.900	1.900
2.391	2.391	2.432	2.432	2.620

* District millage rates are actual. All other millage rates are adopted by the Miami-Dade County Office of the Property Appraiser.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS - PRIMARY GOVERNMENT
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

Table 6

Fiscal Year	Taxes Levied for the Fiscal Year *	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	1,614,699	1,586,242	98.2	32,056	1,618,298	100.0
2012	1,525,140	1,509,025	98.9	24,972	1,533,997	100.0
2013	1,584,376	1,495,134	94.4	3,523	1,498,657	94.6
2014	1,647,236	1,605,597	97.5	13,501	1,615,098	98.0
2015	1,872,320	1,751,666	93.6	7,969	1,759,635	94.0
2016	1,995,314	1,874,710	94.0	-	1,874,710	94.0
2017	2,085,643	1,952,360	93.6	-	1,952,360	93.6
2018	2,048,688	2,015,402	98.4	-	2,015,402	98.4
2019	2,082,553	2,058,949	98.9	-	2,058,949	98.9
2020	2,330,457	2,292,492 **	98.4	-	2,292,492	98.4

* Property taxes levied reflected at 100% of the total levy, however, the District is required by the State to budget at 96% of the total levy.

** Collected within the fiscal year. Includes \$0 for the prior year levy.

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Treasurer

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
ASSESSED VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

TABLE 7

Fiscal Year	Assessed Value		Personal Property	Total Taxable Value	Less: Exemptions	Total Net Assessed Taxable Value	Total Direct Tax Rate*
	Residential Property	Non-Residential Property					
2011	128,304,836	94,587,729	15,343,608	238,236,173	42,095,110	196,141,063	8.249
2012	127,627,907	92,085,058	15,217,124	234,930,089	41,991,505	192,938,584	8.005
2013	131,395,063	93,095,428	15,258,069	239,748,560	41,604,134	198,144,426	7.998
2014	138,364,263	94,556,129	16,923,589	249,843,981	41,239,222	208,604,759	7.977
2015	152,571,778	101,097,359	17,724,445	271,393,582	42,344,971	229,048,611	7.974
2016	167,838,897	112,883,617	18,116,164	298,838,628	44,035,717	254,802,910	7.612
2017	181,976,167	123,855,699	18,647,896	324,479,762	46,157,232	278,322,530	7.322
2018	192,066,527	134,651,915	19,085,700	345,804,142	47,979,107	297,825,035	6.994
2019	200,052,488	143,212,869	19,609,447	362,874,804	49,131,518	313,743,286	6.733
2020	207,694,285	151,802,647	21,070,313	380,567,245	49,836,525	330,730,720	7.148

* Total District Direct Overlapping Rates are found on Table 5.

NOTE(S): Projected assessed valuation as of January 1 reflects 100% of actual value.

SOURCE(S): Miami-Dade County Property Appraiser and The School Board of Miami-Dade County, Florida

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
PRINCIPAL PROPERTY TAX PAYERS
Current year and Nine Years Ago
(amounts expressed in thousands)
(Unaudited)

TABLE 8

<u>Taxpayer</u>	<u>2020 Taxable Assessed Value</u>	<u>Rank</u>	<u>2020 Percentage of Total Taxable Assessed Value</u>	<u>2011 Taxable Assessed Value *</u>	<u>Rank</u>	<u>2011 Percentage of Total Taxable Assessed Value *</u>
Florida Power & Light Company	\$6,915,721	1	2.09 %	\$2,995,641	1	1.53 %
Aventura Mall Venture	815,177	2	0.25	343,984	3	0.18
BellSouth Telecommunication, LLC	590,595	3	0.18	762,600	2	0.39
Oak Plaza Associates (Del) LLC	482,445	4	0.15	-	-	-
The Graham Companies	421,813	5	0.13	276,417	5	0.14
SDG Dadeland Associates, Inc.	414,856	6	0.13	297,300	4	0.15
TWJ 1101 LLC	405,265	7	0.12	-	-	-
Ponte Gadea Biscayne LLC	396,025	8	0.12	-	-	-
Fountainebleau Florida Hotel LLC	389,336	9	0.12	273,680	6	0.14
Dolphin Mall Assoc., LTD	365,237	10	0.11	247,848	8	0.13
200 S Biscayne TIC LLC	-	-	-	261,000	7	0.13
Teachers Insurance & Annuity	-	-	-	205,636	9	0.10
Metropolitan Life Insurance Co.	-	-	-	190,739	10	0.10
Total	<u>\$11,196,470</u>		<u>3.40 %</u>	<u>\$5,854,845</u>		<u>2.99 %</u>

NOTE(S): See Table 7 for Total Taxable Value for Miami-Dade County.
FY 2010-11 was \$196,141,063. FY 2019-20 was \$330,730,720.

SOURCE(S): Miami-Dade County Property Appraiser's Office

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE - PRIMARY GOVERNMENT
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

TABLE 9

Fiscal Year	Government Activities					Total Primary Government	Total Outstanding Debt to Personal Income	Per Capita
	State Board of Education Capital Outlay Bonds	General Obligation Bonds	Certificates of Participation	Capital Leases Payable				
2011	72,715	216,005	2,994,934	125,213	3,408,867	5.65	1,355	
2012	61,085	161,860	2,935,340	120,096	3,278,381	5.29	1,285	
2013	50,260	123,345	2,878,597	89,332	3,141,534	5.09	1,224	
2014	38,508	369,185	2,809,463	103,555	3,320,711	5.24	1,286	
2015	27,709	337,303	2,819,537	106,390	3,290,939	4.86	1,240	
2016	17,807	501,451	2,841,475	70,785	3,431,518	4.82	1,265	
2017	13,181	988,846	2,730,245	78,271	3,810,543	5.37	1,397	
2018	11,477	969,024	2,595,271	44,316	3,620,088	5.13	1,307	
2019	9,989	948,472	2,490,709	30,265	3,479,435	4.18	1,245	
2020	8,556	927,088	2,354,169	40,357	3,330,170	4.12	1,226	

* Includes unamortized premium/discount, Note 14

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller, and the Beacon Council

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

Fiscal Year	General Bonded Debt	Less Amounts Available in Debt Service Funds	Net General Bonded Debt	Net Assessed Property Value	Ratio of Net Bonded Debt to Net Assessed Property Value
2011	288,720	55,660	233,060	196,141,063	0.12
2012	222,945	36,805	186,140	192,938,584	0.10
2013	173,605	33,865	139,740	198,144,426	0.07
2014	407,693	48,070	359,623	208,604,759	0.17
2015	365,012	27,993	337,019	229,048,611	0.15
2016	519,258	20,129	499,129	254,802,910	0.20
2017	1,002,027	19,446	982,581	278,322,530	0.35
2018	980,501	23,349	954,152	297,825,035	0.32
2019	958,461	38,476	919,985	313,743,286	0.29
2020	935,644 *	20,126	915,518	330,730,720	0.28

* Includes unamortized Premium, Note 14

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller,
Miami-Dade County - Office of the Property Appraiser, and Miami-Dade Beacon Council

TABLE 10

<u>Population</u>	<u>Net Bonded Debt per Capita</u>	<u>Student Enrollment</u>	<u>Net Bonded Debt Per Student</u>
2,516,515	93	347,133	671
2,551,255	73	349,945	532
2,565,685	54	353,152	396
2,581,623	139	355,268	1,012
2,653,934	127	355,913	947
2,712,952	184	356,480	1,400
2,727,606	360	356,086	2,759
2,769,813	344	354,172	2,694
2,795,722	329	350,040	2,628
2,716,940	337	347,069	2,638

**THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
CURRENT DEBT RATIOS AND BOND DEBT PER CAPITA OF
MIAMI-DADE COUNTY - COMPUTATION OF DIRECT AND
OVERLAPPING DEBT FOR LAST YEAR**
(amounts expressed in thousands)
(Unaudited)

TABLE 11

Factors:

The School Board of Miami-Dade County, Florida, Debt, Net Reserves:		
State Board of Education Capital Outly Bonds	\$	8,556
General Obligation Bonds		927,088
Certificates of Participation		2,354,169
Capital Leases Payable		40,357
Total Direct Debt	\$	3,330,170
Overlapping Debt (1):		
Miami-Dade County (2)		
Total Outstanding Debt	\$	16,736,219
Estimated Percentage Applicable (3)		13.61%
Total Overlapping Debt	\$	2,278,634
Total Direct and Overlapping Debt	\$	5,608,804

Population of Miami-Dade County	2,716,940
Assessed Property Value	\$ 380,567,245
Assessed Taxable Property Value	\$ 330,730,720

DEBT RATIOS:

	PERCENTAGE OF ASSESSED PROPERTY VALUE	PERCENTAGE OF ASSESSED TAXABLE PROPERTY VALUE, NET	PER CAPITA (4)
Direct Debt	0.88%	1.01%	\$ 1,226
Overlapping Debt	0.60%	0.69%	\$ 839
Direct and Overlapping Debt	1.47%	1.70%	\$ 2,064

(1) Overlapping governments are those whose geographic area coincides at least in part with the area of the District

(2) Most recent data available for Miami-Dade County is as of July 2020

(3) Percent of County's General Obligation Bonds to County's Total Primary Government Debt as reflected in Miami-Dade County's CAFR

(4) Represents gross debt per capita. Net bonded debt per capita is reported in Table 10

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller, and Miami-Dade County.

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

TABLE 12

Fiscal Year	Local Optional Millage Levy				Coverage Ratio
	Revenue	Debt Service		Total	
		Principal	Interest		
2011	289,618	90,463	119,636	210,099	1.38
2012	301,450	88,908	92,310	181,218	1.66
2013	291,812	83,292	89,640	172,932	1.69
2014	313,877	90,072	122,695	212,767	1.48
2015	345,774	98,183	120,664	218,847	1.58
2016	384,374	149,412	135,001	284,413	1.35
2017	398,828	142,103	138,627	280,730	1.42
2018	431,463	169,986	156,787	326,773	1.32
2019	457,339	138,364	148,411	286,775	1.59
2020	464,792	149,980	139,999	289,979	1.60

Coverage Ratio: Revenue divided by Debt Service Total (Principal and Interest)

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Debt limit	\$19,614,106	\$19,293,858	\$19,814,443	\$21,451,853
Less: Total net debt applicable to the limit	<u>233,060</u>	<u>186,140</u>	<u>139,740</u>	<u>359,623</u>
Legal debt margin	<u>\$19,381,046</u>	<u>\$19,107,718</u>	<u>\$19,674,703</u>	<u>\$21,092,230</u>
Total net debt applicable to the limit as a percentage of debt	1.19%	0.96%	0.71%	1.68%

SOURCE(S): Miami-Dade County- Office of the Property Appraiser
The School Board of Miami-Dade County, Florida - Office of the Controller

TABLE 13

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 23,483,826	\$ 25,480,291	\$ 27,832,253	\$ 29,782,504	\$ 31,374,329	\$ 33,073,072
<u>321,158</u>	<u>499,129</u>	<u>982,581</u>	<u>954,152</u>	<u>919,985</u>	<u>915,518</u>
<u>\$ 23,162,668</u>	<u>\$ 24,981,162</u>	<u>\$ 26,849,672</u>	<u>\$ 28,828,352</u>	<u>\$ 30,454,344</u>	<u>\$ 32,157,554</u>
1.37%	1.96%	3.53%	3.20%	2.93%	2.77%

LEGAL DEBT MARGIN CALCULATION
FOR FISCAL YEAR 2020

Net Assessed Taxable Property Value - January 2020		<u>\$330,730,720</u>
Limit on Bond Indebtedness, 10% of Net Assessed Taxable Property Value		\$33,073,072
Total Bonded Debt	\$ 935,644	
Less: Net Assets in Debt Service Funds	<u>20,126</u>	
Less Total Net Debt Applicable to the Limit		<u>915,518</u>
Legal Debt Limit		<u>\$32,157,554</u>

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years
(Unaudited)

TABLE 14

Fiscal Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate
2011	2,516,515	60,378,744	23,993	12.7
2012	2,551,255	61,972,535	24,291	9.7
2013	2,565,685	61,743,210	24,065	8.9
2014	2,586,290	63,397,727	24,513	7.2
2015	2,653,934	67,715,126	25,515	6.2
2016	2,712,952	71,223,129	26,253	5.2
2017	2,727,606	70,906,846	25,996	5.2
2018	2,769,813	70,577,605	25,481	3.7
2019	2,795,722	83,200,687	29,760	2.2
2020	2,716,940	80,856,134	29,760	14.2

SOURCE(S): The Beacon Council and various websites

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
PRINCIPAL EMPLOYERS
Last Year and Nine Years Ago
(Unaudited)

TABLE 15

<u>Employer</u>	<u>Rank</u>	<u>2019 Percentage of Total Employment</u>	<u>Employees</u>		<u>Rank</u>	<u>2010 Percentage of Total Employment</u>	<u>Employees</u>
Miami-Dade County Public Schools	1	2.58%	37,696	*	1	3.72%	48,571
Miami-Dade County	2	1.74	25,502		2	2.22	29,000
U.S. Federal Government	3	1.31	19,200		3	1.49	19,500
Florida State Government / State of Florida	4	1.17	17,100		4	1.31	17,100
University of Miami, Inc.	5	0.88	12,818		6	1.23	16,000
Baptist Health South Florida	6	0.78	11,353		7	1.02	13,376
American Airlines	7	0.75	11,031		9	0.69	9,000
Jackson Memorial Hospital	8	0.67	9,797		5	0.96	12,571
Publix Super Market	9	0.31	4,604		8	0.83	10,800
City of Miami	10	0.27	3,997		-	-	-
Florida International University	-	-	-		10	0.61	8,000
Total Civilian Labor Force Employment:		<u>1,463,774</u>				<u>1,305,117</u>	

SOURCE(S): The Beacon Council. Most recent data available.

Miami-Dade County Comprehensive Financial Report 2019.

* Miami-Dade County Public Schools Statistical Highlights

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
NUMBER OF PERSONNEL
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	(1) Instructional	(2) Administrative and Technical	(3) Other Instructional
2011	22,299	1,889	2,116
2012	21,389	1,890	1,993
2013	21,161	1,886	1,874
2014	26,388	1,856	2,700
2015	20,619	1,867	2,701
2016	20,278	1,877	2,652
2017	20,016	1,901	2,653
2018	19,795	1,952	2,656
2019	19,530	1,996	2,684
2020	19,294	2,242	2,714

(1) Elementary and Secondary Teachers, Exceptional Student Teachers, Other Teachers, Guidance/Psychological, Librarians, Audiovisual Staff, Social Workers, Other Professional Instructional Staff

(2) Officials, Administrators and Managers (Instructional and Non-Instructional), Consultants, Supervisors of Instructional, Principals, Assistant Principals, Other Professional/Technical Staff, Non-Instructional

(3) Paraprofessionals (Teacher Aides)

(4) Technicians, Clerical and Secretarial Staff, Service Workers, and Skilled Crafters and Laborers (Unskilled)

* See Table 18 for student enrollment information.

SOURCE(S): The School Board of Miami-Dade County, Florida - Research Services

(4) Other Non- Instructional	Part-Time Hourly	Total	Ratio of Instructional and Administrative Personnel to Students*
10,055	7,773	44,132	0.07
9,242	7,675	42,189	0.07
8,910	8,157	41,988	0.07
9,604	5,366	45,914	0.08
9,247	5,123	39,557	0.06
8,870	5,267	38,944	0.06
8,758	4,996	38,324	0.06
8,812	4,744	37,959	0.06
8,886	4,734	37,830	0.06
8,961	4,485	37,696	0.06

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
TEACHER BASE SALARIES
Last Ten Fiscal Years
(Unaudited)

TABLE 17

<u>Fiscal Year</u>	<u>Minimum Salary</u>	<u>Maximum Salary</u>	<u>County Average Salary</u>	<u>Statewide Average Salary</u>
2011	38,500	75,425	52,440	45,723
2012	38,500	75,425	54,000	53,000
2013	40,000	76,425	52,702	52,940
2014	40,500	77,525	54,615	45,723
2015	40,500	77,525	53,304	47,950
2016	40,500	78,585	50,000	51,000
2017	40,800	79,200	51,156	47,858
2018	41,000	79,920	54,774	52,896
2019	41,000	80,647	55,917	54,567
2020	47,500	81,382	56,962	55,587

SOURCE(S): The School Board of Miami-Dade County, Florida - Research Services, Statistical Highlights, and Salary.com

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
OPERATING STATISTICS
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(Unaudited)

TABLE 18

Fiscal Year	Enrollment	Operating Expenditures	Cost per Student	Instructional Staff	Student Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2011	347,133	\$ 3,157,663	\$ 9.10	22,299	15.57	87.55 %
2012	349,945	3,020,541	8.63	21,389	16.36	88.99
2013	353,152	3,061,567	8.67	21,161	16.69	89.93
2014	355,268	3,223,532	9.07	26,388	13.46	86.76
2015	355,913	3,147,018	8.84	20,619	17.26	87.21
2016	356,480	3,187,523	8.94	20,278	17.58	87.24
2017	356,086	3,294,652	9.25	20,016	17.79	87.48
2018	354,172	3,368,703	9.51	19,795	17.89	91.04
2019	350,040	3,443,971	9.84	19,530	17.92	86.25
2020	347,069	3,613,149	10.41	19,294	17.99	86.80

SOURCE(S): The School Board of Miami-Dade County, Florida - Office of the Controller and Research Services Department

THE SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA
CAPITAL ASSET INFORMATION
Last Ten Fiscal Years
(Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
<u>Schools</u>					
<u>Elementary *</u>					
Buildings	2,066	2,041	2,074	2,078	2,080
Square Feet	19,423,637	19,326,611	20,567,609	20,632,822	20,942,594
Capacity	175,563	173,301	185,440	183,712	185,656
Enrollment	161,687	158,279	159,724	159,962	160,709
<u>Middle</u>					
Buildings	449	427	412	409	410
Square Feet	8,156,068	8,056,542	7,667,841	7,626,708	7,655,168
Capacity	65,769	64,950	69,057	67,511	67,243
Enrollment	54,666	81,213	80,561	79,730	79,393
<u>Senior **</u>					
Buildings	374	357	344	331	330
Square Feet	13,198,179	13,365,034	12,770,548	13,270,029	13,134,450
Capacity	103,909	101,046	104,973	108,186	106,620
Enrollment	88,857	106,441	108,162	109,163	109,755
<u>Other</u>					
Buildings	154	172	114	127	123
Square Feet	2,058,234	2,169,806	1,848,408	2,068,055	2,094,041
Capacity	10,693	11,364	8,279	9,777	9,398
Enrollment	34,884	26,324	28,892	28,153	30,089
<u>Administrative</u>					
Buildings	82	71	74	77	76
Square Feet	1,289,954	1,237,005	1,197,461	1,208,917	1,067,862
<u>Transportation</u>					
Garages	9	9	9	9	9
Buses	1,515	1,401	1,446	1,380	1,286
<u>Athletics</u>					
Football fields	41	41	41	41	41
Soccer fields	12	12	12	12	12
Running tracks	19	19	19	19	19
Baseball/Softball	44	44	44	44	45
Swimming Pools	1	1	1	1	1

* The totals for elementary schools include K-8 centers

** The totals for senior high schools include 6-12 combination schools

SOURCE(S): Florida Inventory of School Houses and M-DCPS website

TABLE 19

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
2,096	2,102	2,080	2,096	2,105
21,239,050	21,325,893	21,554,946	21,487,096	21,527,533
188,656	189,072	189,513	192,035	193,992
160,248	166,746	164,496	162,473	160,138
375	376	380	379	386
6,746,679	7,221,062	7,365,410	6,915,777	6,801,143
59,782	59,813	60,964	61,222	60,382
79,236	79,250	80,345	80,385	81,692
342	323	320	325	322
13,659,288	13,398,045	14,172,455	13,366,540	13,328,267
111,865	109,539	108,461	109,007	108,951
110,079	110,090	109,331	107,182	105,239
136	128	121	114	114
2,157,876	2,069,802	1,997,368	2,011,680	1,952,644
9,923	9,535	9,536	9,266	9,535
29,322	25,377	23,646	23,800	15,267
76	93	91	98	98
1,073,951	1,152,702	1,287,441	1,268,751	1,267,026
9	9	9	9	9
1,286	1,251	1,144	1,059	1,126
41	41	41	41	41
12	12	12	12	12
19	21	21	21	21
45	45	45	45	45
1	1	1	1	1



Anti-Discrimination Policy

Federal and State Laws

The School Board of Miami-Dade County, Florida adheres to a policy of nondiscrimination in employment and educational programs/activities and strives affirmatively to provide equal opportunity for all as required by:

Title VI of the Civil Rights Act of 1964 - prohibits discrimination on the basis of race, color, religion, or national origin.

Title VII of the Civil Rights Act of 1964 as amended - prohibits discrimination in employment on the basis of race, color, religion, gender, or national origin.

Title IX of the Education Amendments of 1972 - prohibits discrimination on the basis of gender.

Age Discrimination in Employment Act of 1967 (ADEA) as amended - prohibits discrimination on the basis of age with respect to individuals who are at least 40.

The Equal Pay Act of 1963 as amended - prohibits gender discrimination in payment of wages to women and men performing substantially equal work in the same establishment.

Section 504 of the Rehabilitation Act of 1973 - prohibits discrimination against the disabled.

Americans with Disabilities Act of 1990 (ADA) - prohibits discrimination against individuals with disabilities in employment, public service, public accommodations and telecommunications.

The Family and Medical Leave Act of 1993 (FMLA) - requires covered employers to provide up to 12 weeks of unpaid, job-protected leave to "eligible" employees for certain family and medical reasons.

The Pregnancy Discrimination Act of 1978 - prohibits discrimination in employment on the basis of pregnancy, childbirth, or related medical conditions.

Florida Educational Equity Act (FEEA) - prohibits discrimination on the basis of race, gender, national origin, marital status, or handicap against a student or employee.

Florida Civil Rights Act of 1992 - secures for all individuals within the state freedom from discrimination because of race, color, religion, sex, national origin, age, handicap, or marital status.

Title II of the Genetic Information Nondiscrimination Act of 2008 (GINA) - prohibits discrimination against employees or applicants because of genetic information.

Boy Scouts of America Equal Access Act of 2002 – no public school shall deny equal access to, or a fair opportunity for groups to meet on school premises or in school facilities before or after school hours, or discriminate against any group officially affiliated with Boy Scouts of America or any other youth or community group listed in Title 36 (as a patriotic society).

Veterans are provided re-employment rights in accordance with P.L. 93-508 (Federal Law) and Section 295.07 (Florida Statutes), which stipulate categorical preferences for employment.

In Addition:

School Board Policies 1362, 3362, 4362, and 5517 - Prohibit harassment and/or discrimination against students, employees, or applicants on the basis of sex, race, color, ethnic or national origin, religion, marital status, disability, genetic information, age, political beliefs, sexual orientation, gender, gender identification, social and family background, linguistic preference, pregnancy, citizenship status, and any other legally prohibited basis. Retaliation for engaging in a protected activity is also prohibited.

The School Board of Miami-Dade County, Florida

Single Audit Reports in
Accordance With the Uniform Guidance
Fiscal Year Ended June 30, 2020

Contents

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RSM US LLP

**Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance With *Government Auditing Standards***

Independent Auditor's Report

To the Chairperson and Members of
The School Board of Miami-Dade County, Florida

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of The School Board of Miami-Dade County, Florida (the School Board), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated November 23, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School Board's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RSM US LLP

Miami, Florida
November 23, 2020



RSM US LLP

**Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; and Report on the
Schedule of Expenditures of Federal Awards as Required by the Uniform Guidance**

Independent Auditor's Report

To the Chairperson and Members of
The School Board of Miami-Dade County, Florida

Report on Compliance for Each Major Federal Program

We have audited The School Board of Miami-Dade County, Florida's (the School Board) compliance with the types of compliance requirements described in the Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2020. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School Board's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Board's compliance.

Opinion on Each Major Federal Program

In our opinion, the School Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Board's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program, and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the School Board, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements. We issued our report thereon dated November 23, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information 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. The information has been subjected to the auditing procedures applied in the audit of the 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, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

RSM US LLP

Miami, Florida
January 21, 2021, except for the Schedule of Expenditures of Federal Awards
which the date is November 23, 2020

The School Board of Miami-Dade County, Florida

Schedule of Expenditures of Federal Awards
Fiscal Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number	Pass-Through Grantor Number	Amount Provided to Subrecipients	Amount of Expenditures
Clustered Programs				
United States Department of Agriculture:				
Indirect:				
Child Nutrition Cluster:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	19002, 20002	\$ -	\$ 17,270,406
National School Lunch Program	10.555	19001, 19003, 20001, 20003	-	70,933,956
Summer Food Service Program for Children	10.559	19006, 19007, 20006, 20007	-	17,848,800
Total Child Nutrition Cluster			-	106,053,162
Subtotal United States Department of Agriculture			-	106,053,162
United States Department of Transportation:				
Indirect:				
Highway Planning and Construction Cluster:				
Florida Department of Transportation:				
Highway Planning and Construction	20.205	436603-1-14-01	20,427	20,427
Total Highway Planning and Construction Cluster			20,427	20,427
Subtotal United States Department of Transportation			20,427	20,427
United States Department of Education:				
Direct:				
Student Financial Assistance Cluster:				
Federal Supplemental Educational Opportunity Grants	84.007	Not applicable	-	119,557
Federal Pell Grant Program	84.063	Not applicable	-	4,925,387
Total Student Financial Assistance Cluster			-	5,044,944
Research and Development Cluster:				
School Safety National Activities	84.184	Not applicable	-	349,374
Total Research and Development Cluster			-	349,374
Indirect:				
Special Education Cluster:				
Special Education Grants to States:				
Florida Department of Education	84.027	262, 263	445,038	84,993,678
Northeast Florida Educational Consortium	84.027	None	-	7,989
Total Special Education Grants to States			445,038	85,001,667
Florida Department of Education:				
Special Education Preschool Grants	84.173	267	-	1,194,272
Total Special Education Cluster			445,038	86,195,939
Research and Development Cluster:				
New Teacher Center:				
Education Innovation and Research	84.411	None	-	113,662
Total Research and Development Cluster			-	113,662
Subtotal United States Department of Education			445,038	91,703,919
United States Department of Health and Human Services:				
Indirect:				
Temporary Assistance for Needy Families (TANF) Cluster:				
South Florida Workforce Investment Board	93.558	WSYSSPPY182100, WSCTVAPY180900, WSCTVAPY182800, WSCTVAPY190900	-	1,731,224
Total TANF Cluster			-	1,731,224
Head Start Cluster:				
Miami Dade Board of County Commissioners:				
Head Start	93.600	None	-	14,794,876
Total Head Start Cluster			-	14,794,876
Subtotal United States Department of Health and Human Services			-	16,526,100
Subtotal Clustered			465,465	214,303,608

(Continued)

The School Board of Miami-Dade County, Florida

Schedule of Expenditures of Federal Awards (Continued)
Fiscal Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number	Pass-Through Grantor Number	Amount Provided to Subrecipients	Amount of Expenditures
Not Clustered Programs				
United States Department of Agriculture:				
Indirect:				
Florida Department of Health:				
Child and Adult Care Food Program	10.558	I-1591	\$ -	\$ 17,064
Child and Adult Care Food Program	10.558	I-1592	-	21,892
Child and Adult Care Food Program	10.558	I-790	-	3,977
Child and Adult Care Food Program	10.558	A-4091	-	12,009,369
Child and Adult Care Food Program	10.558	S-5415	-	200,967
Florida Department of Agriculture and Consumer Services:				
Healthier US School Challenge: Smarter Lunchrooms	10.543	None	-	9,500
Fresh Fruit and Vegetable Program	10.582	19004, 20004	-	338,470
Subtotal United States Department of Agriculture			-	12,601,239
United States Department of Justice:				
Direct:				
STOP School Violence	16.839	Not applicable	-	47,372
Subtotal United States Department of Justice			-	47,372
National Endowment for the Arts:				
Direct:				
Promotion of the Arts Grants to Organizations and Individuals	45.024	Not applicable	-	17,632
Subtotal National Endowment for the Arts			-	17,632
United States Department of Education:				
Direct:				
Impact Aid	84.041	Not applicable	-	55,710
Career and Technical Education – National Programs	84.051	Not applicable	-	157,743
Magnet Schools Assistance	84.165	Not applicable	-	2,306,265
Education Stabilization Fund				
CARES ACT	84.425E	Not applicable	-	100,800
Total Direct			-	2,620,518
Indirect:				
Florida Department of Education:				
Adult Education – Basic Grants to States	84.002	191, 193	-	4,914,008
Title I Grants to Local Educational Agencies	84.010	212, 223, 226	22,600,238	131,765,897
Migrant Education State Grant Program	84.011	217	-	1,238,016
Career and Technical Education – Basic Grants to States	84.048	161	-	4,997,229
Education for Homeless Children and Youth	84.196	127	-	146,019
Charter Schools	84.282	298	2,780,667	2,799,358
Twenty-First Century Community Learning Centers	84.287	244	427,213	2,936,635
English Language Acquisition State Grants	84.365	102	147,319	8,002,626
Supporting Effective Instruction State Grants	84.367	224	300	12,946,807
Student Support and Academic Enrichment Program	84.424	241	1,192,731	10,089,039
Education Stabilization Fund			-	-
CARES ACT – GEER	84.425C	123	-	75,213
Disaster Recovery Assistance for Education:				
Immediate Aid to Restart School Operations	84.938A	105	321,257	14,606,438
Assistance for Homeless Children and Youth	84.938B	107	-	294,154
Temporary Emergency Impact Aid for Displaced Students	84.938C	106	-	62,268
Total Disaster Recovery Assistance for Education			321,257	14,962,860
Florida International University:				
Twenty-First Century Community Learning Centers	84.287	None	-	4,014,904
University of Miami:				
Supporting Effective Educator Development Program	84.423	U423A170078	-	169,823
New Teacher Center:				
Supporting Effective Educator Development Program	84.423	U423A180077	-	511,637
Total Indirect			27,469,725	199,570,071
Subtotal United States Department of Education			27,469,725	202,190,589

(Continued)

The School Board of Miami-Dade County, Florida

Schedule of Expenditures of Federal Awards (Continued)
Fiscal Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number	Pass-Through Grantor Number	Amount Provided to Subrecipients	Amount of Expenditures
Not Clustered Programs (Continued):				
United States Department of Health and Human Services:				
Direct:				
Youth @ Work-Talking Safety	93. Unknown	Not applicable	\$ -	\$ 2,200
Total Direct			<u>-</u>	<u>2,200</u>
Indirect:				
Florida Department of Children and Families:				
Refugee and Entrant Assistance – State/Replacement Designee Administered Programs	93.566	XK056	-	1,535,269
Florida Developmental Disabilities Council, Incorporated:				
Developmental Disabilities Basic Support and Advocacy Grants	93.630	1016TRS18D, 1026TRS19E	-	132,167
Total Indirect			<u>-</u>	<u>1,667,436</u>
Subtotal United States Department of Health and Human Services			<u>-</u>	<u>1,669,636</u>
United States Department of Homeland Security:				
Direct:				
Citizenship Education and Training	97.010	Not applicable	-	101,526
Indirect:				
Florida Division of Emergency Management:				
Disaster Grants – Public Assistance (Presidentially Declared Disasters)	97.036	None	-	837,430
Subtotal United States Department of Homeland Security			<u>-</u>	<u>938,956</u>
United States Department of Defense:				
Direct:				
Army Junior Reserve Officers Training Corps	12.Unknown	Not applicable	-	1,870,591
Subtotal United States Department of Defense			<u>-</u>	<u>1,870,591</u>
Subtotal Not Clustered			<u>27,469,725</u>	<u>219,336,015</u>
Total Expenditures of Federal Awards			<u>\$ 27,935,190</u>	<u>\$ 433,639,623</u>

**The School Board of Miami-Dade County, Florida
Notes to Schedule of Expenditures of Federal Awards**

Fiscal Year Ended June 30, 2020

Note 1. General and Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the expenditure activity of all federal awards of The School Board of Miami-Dade County, Florida (the School Board), for the year ended June 30, 2020. The School Board's reporting entity is defined in Note 1 of the School Board's basic financial statements. All federal awards received directly from federal and indirectly through state agencies, as well as amounts passed through other government agencies are included in the accompanying Schedule. Because the Schedule presents only a selected portion of the expenditures of the School Board, it is not intended to and does not present the financial position, changes in net position/fund balance or cash flows, where applicable, of the School Board. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Basis of Accounting

The accompanying Schedule is presented using the modified accrual basis of accounting since grants are accounted for in the governmental fund types of the School Board. Such expenditures are reported following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3. Indirect Cost Recovery

The School Board did not recover its indirect costs using the 10% de minimis indirect cost rate provided under Section 200.414 of the Uniform Guidance.

Note 4. Noncash Awards

The National School Lunch Program (CFDA 10.555) includes \$9,450,792 of donated food used during the fiscal year. Donated foods are valued at fair value as determined at the time of the donation.

The Twenty-First Century Community Learning Centers (CFDA 84.287) program includes \$4,014,904 which represents Federal in-kind support received through Florida International University's *After-School All Stars Program*.

Note 5. Research and Development Cluster

The total expenditures for the research and development cluster follows:

Program Title	Catalog of Federal Domestic Assistance Number	Amount of Expenditures
School Safety National Activities	84.184	\$ 349,374
New Teacher Center	84.411	113,662
Total Research and Development Cluster		\$ 463,036

**The School Board of Miami-Dade County, Florida
Schedule of Findings and Questioned Costs**

Fiscal Year Ended June 30, 2020

Section I. Summary of Independent Auditor's Results

Financial Statements

Type of auditor's report issued on whether financial statements audited were Unmodified

Internal Controls over financial reporting:

- Material weakness(es) identified? Yes X No
- Significant deficiency(ies) identified? Yes X None reported

Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? Yes X No
- Significant deficiency(ies) identified? Yes X None reported

Type of auditor's report issued on compliance for major federal programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes X No

Identification of major federal programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
10.553, 10.555, 10.559	Child Nutrition Cluster
10.558	Child and Adult Care Food Program
84.002	Adult Education – Basic Grants to States
84.027, 84.173	Special Education Cluster
84.367	Supporting Effective Instruction State Grants
84.938A, 84.938B, 84.938C	Disaster Recovery Assistance for Education

Dollar threshold used to distinguish between type A and type B program: \$3,000,000

Auditee qualified as a low-risk auditee? Yes X No

(Continued)

**The School Board of Miami-Dade County, Florida
Schedule of Findings and Questioned Costs (Continued)**

Fiscal Year Ended June 30, 2020

Section II. Financial Statements Findings

No matters to report.

Section III. Federal Award Findings and Questioned Costs

No matters to report.

**The School Board of Miami-Dade County, Florida
Summary Schedule of Prior Audit Findings**

Fiscal Year Ended June 30, 2020

Section I. Financial Statement Findings

Finding Number AM 2019-001

Condition: Pursuant to guidance from the FDOE, the District was responsible for reporting 121, 122 and 126 charter schools as DPCUs on the District's financial statements for the 2016-17, 2017-18 and 2018-19 fiscal years, respectively. Although the District appropriately reported the charter schools as DPCUs on the AFRs presented for audit for the 2016-17, 2017-18 and 2018-19 fiscal years, the District did not report the charter schools as DPCUs on the District's Comprehensive Annual Financial Reports (CAFRs) for those fiscal years.

Corrective action plan: Management continues to disagree with the finding, as in previous year finding 2016-001, Report No. 2017-194. The District has again reviewed the Governmental Accounting Standards Board (GASB) pronouncements, GASB Statements No. 14, 39, and GASB Statement No. 61 The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34, the GASB Codification of Governmental Accounting and Financial Reporting Standards, as well as consulted with the District's independent auditors and still holds the position that the GASB literature as well as the independent auditor's opinion supports the District's conclusion that the charter schools are not deemed to be component units, as defined therein, and therefore should be excluded from the audited financial statements, The Comprehensive Annual Financial Report. The District has been consistent in the application of GASB Statement No. 61 since its adoption for the fiscal year ended June 30, 2013. The District has received unmodified opinions from our independent auditors since the first year of implementation June 30, 2013 through the most current audit for the fiscal year ended June 30, 2019.

The District intends to continue complying with the Florida Department of Education's requirement to report the charter schools as part of the District's unaudited Annual Financial Report (AFR).

Corrective action plan 2020: No change in management's position as stated above.

Current status: Comment has been addressed as described above.

**The School Board of Miami-Dade County, Florida
Summary Schedule of Prior Audit Findings (Continued)**

Fiscal Year Ended June 30, 2020

Section II. Federal Award Findings and Questioned Costs

Finding Number 2019-001

Grantor: U.S. Department of Education

CFDA: 84.938C

Program Title: Hurricane Education Recovery –Temporary Emergency Impact Aid for Displaced Students (Emergency Impact Aid)

Compliance requirement: Special Tests and Provisions – Documentation of Enrollment Status

Current status: Corrected

Finding Number 2018-001

Grantor: U.S. Department of Education

CFDA: 84.007/84.063

Program Title: Students Financial Assistance Cluster

Compliance requirement: Special Tests and Provisions – Enrollment Reporting

Current status: Corrected

Finding Number 2018-002

Grantor: U.S. Department of Education

CFDA: 84.007/84.063

Program Title: Students Financial Assistance Cluster

Compliance requirement: Special Tests and Provisions – Return of Title IV Funds

Current status: Corrected

The School Board of Miami-Dade County, Florida

Management Letter in Accordance
With Chapter 10.800, *Rules of the Auditor
General* of the State of Florida
For the Fiscal Year Ended June 30, 2020

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RSM US LLP

**Management Letter in Accordance with
Chapter 10.800 of the Rules of the
Auditor General of the State of Florida**

Honorable Chairperson and Board Members of
The School Board of Miami-Dade County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of The School Board of Miami-Dade County, Florida (the School Board), as of and for the fiscal year ended June 30, 2020 and have issued our report thereon dated November 23, 2020.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.800, *Rules of the Auditor General*.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance, Schedule of Findings and Questioned Costs and our Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.800, *Rules of the Auditor General*. Disclosures in those reports and schedule should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.804(1)(f)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no recommendations made in the preceding annual financial audit report.

Financial Condition and Management

Section 10.804(1)(f)2., Rules of the Auditor General, requires us to communicate pursuant to Rule 10.805(6) as to whether or not the School Board has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that the School Board did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.804(1)(f)5.a. and 10.805(7), Rules of the Auditor General, we applied financial condition assessment procedures for the School Board. It is management's responsibility to monitor the School Board's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Section 10.804(1)(f)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Transparency

Section 10.804(1)(f)6., Rules of the Auditor General, requires that we communicate the results of our determination as to whether the School Board maintains on its website the information specified in Section 1011.035, Florida Statutes. (Section 1011.035, Florida Statutes, provides that district school boards shall prominently post on their Web site a plain language version of each proposed, tentative and official budget that describes each budget item in terms that are easily understandable to the public). In connection with our audit, we determined that the School Board maintained on its website the information specified in Section 1011.035, Florida Statutes.

Additional Matters

Section 10.804(1)(f)4., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Chairperson and Members of the School Board, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

RSM US LLP

Miami, Florida
January 21, 2021



RSM US LLP

**Independent Accountant's Report
in Accordance With Chapter 10.800 of the Rules of the
Auditor General of the State of Florida**

Honorable Chairperson and Board Members of
The School Board of Miami-Dade County, Florida

We have examined The School Board of Miami-Dade County, Florida's (the School Board) compliance with Section 218.415, *Florida Statutes, Local Government Investment Policies* during the period July 1, 2019 to June 30, 2020. Management is responsible for the School Board's compliance with the specified requirements. Our responsibility is to express an opinion on the School Board's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the School Board complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the School Board complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the School Board's compliance with specified requirements.

In our opinion, the School Board complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2020.

This report is intended solely for the information and use of the Florida Auditor General, the Superintendent of Schools, Members of the School Board, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

RSM US LLP

Miami, Florida
November 23, 2020

