

STATE OF FLORIDA AUDITOR GENERAL

Financial and Federal Single Audit

Report No. 2026-143
March 2026

**MIAMI-DADE COUNTY
DISTRICT SCHOOL BOARD**

For the Fiscal Year Ended
June 30, 2025



Sherrill F. Norman, CPA
Auditor General

Board Members and Superintendent

During the 2024-25 fiscal year, Dr. Jose L. Dotres served as Superintendent of the Miami-Dade County Schools and the following individuals served as School Board Members:

	<u>District No.</u>
Dr. Steve Gallon III	1
Dr. Dorothy Bendross-Mindingall	2
Mr. Joseph S. Geller	3
Mr. Roberto J. Alonso	4
Mr. Danny Espino	5
Ms. Maria Teresa "Mari Tere" Rojas, Chair	6
Ms. Mary Blanco	7
Ms. Monica Colucci, Vice Chair	8
Ms. Luisa Santos	9

The Auditor General conducts audits of governmental entities to provide the Legislature, Florida's citizens, public entity management, and other stakeholders unbiased, timely, and relevant information for use in promoting government accountability and stewardship and improving government operations.

The team leader was Kristina L. Tinkler, CPA, and the audit was supervised by Ramon L. Bover, CPA.

Please address inquiries regarding this report to Edward A. Waller, CPA, Audit Manager, by e-mail at tedwaller@aud.state.fl.us or by telephone at (850) 412-2887.

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MIAMI-DADE COUNTY DISTRICT SCHOOL BOARD
TABLE OF CONTENTS

	Page No.
SUMMARY	i
INDEPENDENT AUDITOR'S REPORT	
Report on the Audit of the Financial Statements.....	1
Other Reporting Required by <i>Government Auditing Standards</i>	4
MANAGEMENT'S DISCUSSION AND ANALYSIS	5
BASIC FINANCIAL STATEMENTS	
Statement of Net Position.....	22
Statement of Activities.....	24
Balance Sheet – Governmental Funds.....	26
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	28
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	30
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities.....	32
Statement of Net Position – Proprietary Funds.....	34
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	35
Statement of Cash Flows – Proprietary Funds	36
Statement of Fiduciary Net Position – Fiduciary Funds	37
Statement of Changes in Fiduciary Net Position – Fiduciary Funds.....	38
Notes to Financial Statements.....	39
OTHER REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual General Fund	100
Schedule of the District's Proportionate Share of the Net Pension Liability – Florida Retirement System Pension Plan	102
Schedule of District Contributions – Florida Retirement System Pension Plan	102
Schedule of the District's Proportionate Share of the Net Pension Liability – Health Insurance Subsidy Pension Plan	103
Schedule of District Contributions – Health Insurance Subsidy Pension Plan.....	103
Schedule of Changes in the Net Pension Liability and Related Ratios – Supplemental Early Retirement Pension Trust Fund	104

MIAMI-DADE COUNTY DISTRICT SCHOOL BOARD
TABLE OF CONTENTS (CONTINUED)

	Page No.
OTHER REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)	
Schedule of Investment Returns – Supplemental Early Retirement Pension Trust Fund	105
Schedule of Contributions – Supplemental Early Retirement Pension Trust Fund	105
Schedule of Changes in the District’s Total OPEB Liability and Related Ratios.....	106
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	108
INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	112
INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE	114
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	118
ADDITIONAL MATTER.....	122
ADDITIONAL MATTER PRIOR AUDIT FOLLOW-UP	125
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS.....	126
CORRECTIVE ACTION PLAN.....	127

SUMMARY

SUMMARY OF REPORT ON FINANCIAL STATEMENTS

Our audit disclosed that the basic financial statements of the Miami-Dade County District School Board (District) were presented fairly, in all material respects, in accordance with prescribed financial reporting standards.

SUMMARY OF REPORT ON INTERNAL CONTROL AND COMPLIANCE

Our audit did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses.

The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* issued by the Comptroller General of the United States; however, we noted a certain additional matter as summarized below.

Additional Matter

Finding AM 2025-001: District financial reporting procedures need improvement to ensure consistent, proper reporting of charter schools as discretely presented component units pursuant to Florida Department of Education directives.

SUMMARY OF REPORT ON FEDERAL AWARDS

We audited the District's compliance with applicable Federal awards requirements. The Clean School Bus Program, Title I, Career and Technical Education, Magnet Schools Assistance, and English Language Acquisition programs were audited as major Federal programs. The results of our audit indicated that the District materially complied with the requirements that could have a direct and material effect on each of its major Federal programs. However, we did note a noncompliance and control deficiency finding as summarized below.

Federal Award Finding No. 2025-001: The District did not always maintain required documentation to support adjustments to the high school cohort graduation rate.

AUDIT OBJECTIVES AND SCOPE

Our audit objectives were to obtain reasonable assurance about whether the financial statements as a whole were free from material misstatements, whether due to fraud or error, and to issue an auditor's report that included our opinions. Our audit objectives were also to obtain reasonable assurance about whether material noncompliance with applicable Federal awards requirements occurred, whether due to fraud or error, and to express an opinion on the District's compliance based on our audit. In doing so, we:

- Exercised professional judgment and maintained professional skepticism throughout the audit.
- Identified and assessed the risks of material misstatement of the financial statements and material noncompliance with Federal awards requirements, whether due to fraud or error, and designed and performed audit procedures responsive to those risks.

- Obtained an understanding of internal control relevant to the audit 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 District's internal control.
- Evaluated the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluated the overall presentation of the financial statements and accompanying Schedule of Expenditures of Federal Awards.
- Concluded whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.
- Examined various transactions to determine whether they were executed, in both manner and substance, in accordance with governing provisions of laws, rules, regulations, contracts, and grant agreements.
- Determined whether corrective actions were taken for the additional matter finding included in our report No. 2023-177 and for the Federal awards finding included in the previous audit report.
- Assessed the reasonableness of the Summary Schedule of Prior Audit Findings prepared by the District.

AUDIT METHODOLOGY

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; applicable standards contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*.



Sherrill F. Norman, CPA
Auditor General

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The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

INDEPENDENT AUDITOR'S REPORT

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Miami-Dade County District School Board, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Miami-Dade County District School Board, as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the aggregate discretely presented component units, which represent 100 percent of the transactions and account balances of the aggregate discretely presented component units columns as of June 30, 2025. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the financial statements of the aggregate discretely presented component units, is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*).

Our responsibilities under those standards are further described in the ***Auditor's Responsibilities for the Audit of the Financial Statements*** section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that **MANAGEMENT'S DISCUSSION AND ANALYSIS**; the **Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual General Fund**; **Schedule of the District's Proportionate Share of the Net Pension Liability – Florida Retirement System Pension Plan**; **Schedule of District Contributions – Florida Retirement System Pension Plan**, **Schedule of the District's Proportionate Share of the Net Pension Liability – Health Insurance Subsidy Pension Plan**; **Schedule of District Contributions – Health Insurance Subsidy Pension Plan**; **Schedule of Changes in the Net Pension Liability and Related Ratios – Supplemental Early Retirement Pension Trust Fund**; **Schedule of Investment Returns – Supplemental Early Retirement Pension Trust Fund**; **Schedule of Contributions – Supplemental Early Retirement Pension Trust Fund**; and **Schedule of Changes in the District's Total OPEB Liability and Related Ratios** be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis 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 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 GAAS. In our

opinion, the accompanying **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS** is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 20, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading **INDEPENDENT AUDITOR'S 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**. 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 District'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 District's internal control over financial reporting and compliance.

Respectfully submitted,



Sherrill F. Norman, CPA
Tallahassee, Florida
March 20, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

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, 2025.

Since the focus of the MD&A is on the current year activities, resulting changes and current 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

Government-Wide Financial Statements

The net position of the District increased \$219.9 million, or 43.5 percent, from \$505.1 million (as restated) to \$725.0 million, primarily due to property tax revenues that increased \$262.5 million as a result of increased property values.

The District's total long-term debt decreased by \$(124.3) million, or (4.3) percent, primarily due to the decrease of certificates of participation of \$(137.7) million from the full refunding COPs 2014D, 2015A, and 2015B with the COP 2025A which was sold as a public offering.

Total revenues increased by \$13.7 million, or 0.2 percent, from \$5,660.5 million to \$5,674.2 million compared to the prior year:

- General revenues accounted for \$4,236 million, or 74.7 percent, of all revenues and increased \$201.3 million, or 5 percent, primarily due to property tax revenues increase of \$262.5 million.
- Program specific revenues in the form of charges for services, grants, and contributions accounted for \$1,438.2 million, or 25.3 percent, of all revenues and decreased by \$(187.6) million, or (11.5) percent. Operating grants and contributions decreased overall by \$(191.8) million, or (12.9) percent, due to the sunseting of Elementary and Secondary School Emergency Relief (ESSER) funding in fiscal year ended 2025.

Total expenses decreased by \$(50.8) million from \$5,505.1 million to \$5,454.3 million. This was primarily due to a decrease of \$(56.4) million in Instructional Support Services impacted by the sunseting ESSER funding in fiscal year ended 2025.

Fund Financial Statements

At June 30, 2025, the General Fund had a total fund balance of \$297.1 million. This fund balance was comprised of \$34.5 million of non-spendable funds, \$38.9 million of restricted funds, \$77.6 million of assigned funds, and \$146.1 million of unassigned funds.

General Fund fund balance decreased by \$(87.3) million or (22.7) percent from the previous year. The District experienced an increase in expenditures over revenue and other financing sources. The increase in expenditures can be attributed to recurring expenditures reverting back to the General Fund that were charged to the Federal Education Stabilization Fund in the prior year and increased payments to charter schools as part of sharing tax revenues resulting from the Secure Our Future 2018 Referendum.

The 2024-25 fiscal year ended with a total General Obligation School Bonds Capital Projects fund balance of \$211.5 million, a decrease of (18.3) percent from the prior year.

The continued growth and expenditure/transfer activity closed the 2024-25 fiscal year Capital Improvement – Local Optional Millage Levy (LOML) fund balance at \$861.8 million, an increase of 36.4 percent from the prior year.

The following are financial highlights noted in our various nonmajor governmental funds:

Special Revenue funds ended the year with a fund balance of \$47.1 million, a decrease of \$(22.5) million or (32.4) percent from the prior year, primarily due to a \$(22.1) million reduction in the Food Service fund. Food Service fund revenues declined by \$(2.6) million or (1.3) percent, reflecting the elimination of \$(6.5) million in Supply Chain Assistance revenue, lower investment earnings, and reduced local food sales, partially offset by higher USDA donated commodities. Expenditures increased by \$10.6 million or 5.2 percent, mainly from higher salaries benefits, including a \$7.0 million custodial expenditure transfer from the General Fund.

For the fiscal year ended June 30, 2025, the District received and spent \$224.1 million on Federal Education Stabilization Fund. The majority of this funding source sunsetted in fiscal year 2025.

Debt Service funds ended the year with a fund balance of \$214.4 million, an increase of \$24.0 million or 12.7 percent from the previous year primarily due to increases in the collection of property taxes and reduced interest expenditures.

During the 2024-25 fiscal year, the District refunded outstanding Certificates of Participation (COPs) with the \$413.9 million par 2025A COPs that provided future cash flow savings of \$22.9 million.

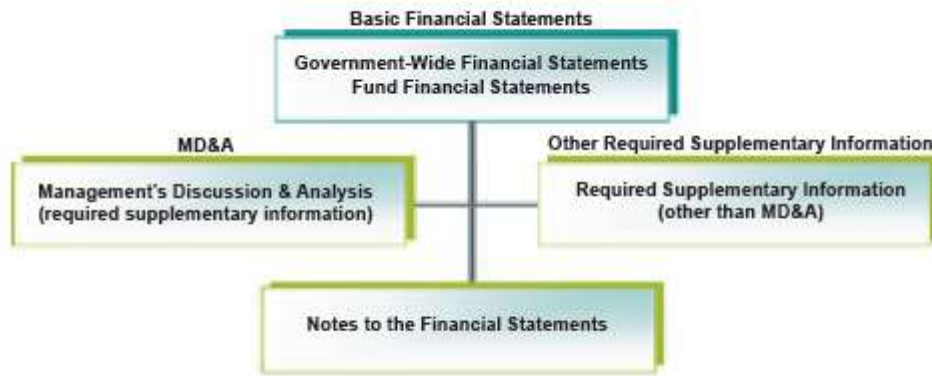
The District issued \$81.1 million in Broadband Lease Notes. Series 2025 (Clearwire Spectrum Holdings II LLC). The net proceeds received from this issuance amounted to \$74.9 million, which favorably impacted the General Fund fund balance for the fiscal year June 30, 2025.

Nonmajor Capital Projects funds ended the year with a fund balance of \$174.4 million, an increase of \$8.9 million or 5.4 percent from the previous year primarily due to increase in the collection of property taxes.

During the 2024-25 fiscal year Moody’s Investor Service maintained the District’s current GOB and COPs ratings of Aa3 and A1, respectively, with a stable outlook.

USING THIS REPORT

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



OVERVIEW OF FINANCIAL STATEMENTS

The District’s 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 the 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, 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 28, 32, and 33.

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 34 through 36.

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 37 and the statement of changes in fiduciary net position on Page 38. 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 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 also presents required supplementary information beginning on Page 100.

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, 2025, and 2024:

CONDENSED STATEMENT OF NET POSITION – GOVERNMENTAL ACTIVITIES
June 30, 2025, and 2024
(\$ in millions)

	<u>2024/25</u>	<u>2023/24</u>	<u>Difference Increase (Decrease)</u>	<u>% Increase (Decrease)</u>
Current and Other Assets	\$ 2,345.2	\$ 2,153.6	\$ 191.6	8.9%
Capital Assets	4,410.3	4,381.6	28.7	0.7%
Total Assets	<u>6,755.5</u>	<u>6,535.2</u>	<u>220.3</u>	<u>3.4%</u>
Deferred Outflows of Resources				
Deferred Loss on Refundings	21.2	39.4	(18.2)	(46.2)%
Pensions	696.1	688.7	7.4	1.1%
OPEB	104.8	63.0	41.8	66.3%
Total Assets and Deferred Outflows of Resources	<u>7,577.6</u>	<u>7,326.3</u>	<u>251.3</u>	<u>3.4%</u>
Current Liabilities	721.0	620.2	100.8	16.3%
Long-Term Liabilities	5,746.7	5,982.4	(235.7)	(3.9)%
Total Liabilities	<u>6,467.7</u>	<u>6,602.6</u>	<u>(134.9)</u>	<u>(2.0)%</u>
Deferred Inflows of Resources				
Deferred Gain on Refunding	22.7	5.3	17.4	328.3%
Pensions	298.4	138.2	160.2	115.9%
OPEB	59.4	77.7	(18.3)	(23.6)%
Lease Related Items	4.4	3.5	0.9	25.7%
Total Liabilities and Deferred Inflows of Resources	<u>6,852.6</u>	<u>6,827.3</u>	<u>25.3</u>	<u>0.4%</u>
Net Position:				
Net Investment in Capital Assets	1,852.9	1,710.3	142.6	8.3%
Restricted	1,340.5	1,049.9	290.6	27.7%
Unrestricted (Deficit)	(2,468.4)	(2,261.2)	(207.2)	(9.2)%
Total Net Position	<u>\$ 725.0</u>	<u>\$ 499.0</u>	<u>\$ 226.0</u>	<u>45.3%</u>

The District's total assets plus deferred outflows of resources were \$7.6 billion and total liabilities and deferred inflows of resources were \$6.9 billion at the end of the current fiscal year.

The District's net position totaled \$725.0 million at June 30, 2025. The largest portion of the District's net position, \$1.9 billion, reflects its investment in capital assets (e.g., land, buildings, furniture, fixtures and equipment, right-to-use lease assets (SBITA), net of depreciation/amortization and less any outstanding debt used to construct or acquire those assets. Restricted net position in the amount of \$1.3 billion is reported separately to show legal constraints, from debt covenants and enabling legislation. The \$(2.5) billion unrestricted deficit in net position reflects the shortfall the District would face in the event it would have to liquidate all of its noncapital liabilities, including insurance claims payable, compensated absences, pensions, and other postemployment benefits, at June 30, 2025. Consequently, these long-term considerations have a significant impact on the resulting net position.

The decrease in long-term liabilities is primarily due to a decrease in the Net Pension Liability as reported in the FRS actuarial for the District's proportionate share of pension liabilities that are administered by the Florida Retirement System, as well as the full refunding of COPs 2014D, 2015A, and 2015B, partially offset by the issuance of COP 2025A.

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, 2025 and 2024:

CHANGES IN NET POSITION – GOVERNMENTAL ACTIVITIES
For Fiscal Years Ended June 30, 2025, and 2024
(\$ in millions)

Revenues	2024/25	2023/24	Difference Increase (Decrease)	% Increase (Decrease)
Program Revenues:				
Charges for Services	\$ 39.2	\$ 38.2	\$ 1.0	2.6%
Operating Grants and Contributions	1,298.0	1,489.8	(191.8)	(12.9)%
Capital Grants and Contributions	101.0	97.8	3.2	3.3%
Total Program Revenues	1,438.2	1,625.8	(187.6)	(11.5)%
General Revenues:				
Ad Valorem Taxes	3,469.2	3,206.7	262.5	8.2%
Grants and Contributions				
Not Restricted to Specific Programs	595.0	646.5	(51.5)	(8.0)%
Investment Earnings	107.0	118.2	(11.2)	(9.5)%
Miscellaneous	64.8	63.3	1.5	2.4%
Total General Revenues	4,236.0	4,034.7	201.3	5.0%
Total Revenues	5,674.2	5,660.5	13.7	0.2%
Instructional Services	3,331.2	3,336.6	(5.4)	(0.2)%
Instructional Support Services	459.7	516.1	(56.4)	(10.9)%
Student Transportation Services	104.7	107.6	(2.9)	(2.7)%
Operations and Maintenance of Plant	520.4	527.7	(7.3)	(1.4)%
Food Service	209.8	198.0	11.8	6.0%
School Administration	187.4	200.6	(13.2)	(6.6)%
General Administration	21.4	22.7	(1.3)	(5.7)%
Business/Central Services	80.3	83.5	(3.2)	(3.8)%
Facilities Acquisition and Construction	197.9	150.3	47.6	31.7%
Administrative Technology Services	2.0	2.1	(0.1)	(4.8)%
Interest on Long-Term Debt	107.1	126.3	(19.2)	(15.2)%
Community Services	40.0	44.8	(4.8)	(10.7)%
Unallocated Depreciation/Amortization	192.4	188.8	3.6	1.9%
Total Expenses	5,454.3	5,505.1	(50.8)	0.9%
Increase in Net Position	219.9	155.4	64.5	41.5%
Net Position (Deficit), Beginning	499.0	343.6	155.4	45.2%
Prior Year Restatement (1)	6.1	-	6.1	-
Net Position - Ending	\$ 725.0	\$ 499.0	\$ 226.0	45.3%

(1) Beginning Net Position has been restated due to the implementation of GASB Statement No. 101, *Compensated Absences*, as discussed in Note 1.W.

Ad valorem taxes increased by \$262.5 million or 8.2 percent due to increased property values.

Investment earnings decreased by \$(11.2) million or (9.5) percent from the prior year due to the Federal Reserve initiating a long-awaited rate-cutting cycle. In fiscal year 2024-25, commencing in September 2024, the Federal Reserve reduced interest rates by 100 basis points, directly affecting the District in earnings and yields.

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/amortization expense totaled \$5,261.9 million, of which \$1,438.2 million were financed by charges for services and other program revenues. The resulting net costs of \$3,823.7 million, excluding unallocated depreciation/amortization expense, were financed primarily by 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 and Construction.

Net Cost of Governmental Activities For Fiscal Years Ended June 30, 2025, and 2024 (\$ in millions)

	2024/25	2023/24	Difference Increase (Decrease)	% Increase (Decrease)
Total Cost of Services				
School Level Services	\$ 4,393.5	\$ 4,415.3	\$ (21.8)	(0.5)%
Instructional Support Services	459.7	516.1	(56.4)	(10.9)%
Business/Central Services	189.4	211.9	(22.5)	(10.6)%
General Administration	21.4	22.7	(1.3)	(5.7)%
Facilities Acquisition and Construction	197.9	150.3	47.6	31.7%
Total Cost of Services*	\$ 5,261.9	\$ 5,316.3	\$ (54.4)	(1.0)%
Net Cost of Services				
School Level Services	\$ 3,003.0	\$ 2,837.8	\$ 165.2	5.8%
Instructional Support Services	459.7	516.1	(56.4)	(10.9)%
Business/Central Services	188.7	210.7	(22.0)	(10.4)%
General Administration	21.4	22.7	(1.3)	(5.7)%
Facilities Acquisition and Construction	150.9	103.2	47.7	46.2%
Net Cost of Services*	\$ 3,823.7	\$ 3,690.5	\$ 133.2	3.6%

* 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, General Obligation School Bonds Capital Projects Funds, and Capital Improvement – Local Optional Millage Levy (LOML) Funds. Financial information for the nonmajor governmental funds is aggregated and presented in a single column.

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 2024/25 and 2023/24
(\$ in thousands)

Categories	2024/25	2023/24	Difference Increase (Decrease)	% Increase (Decrease)
Revenues	\$ 3,838,361	\$ 3,715,094	\$ 123,267	3.3%
Other Financing Sources	302,086	212,349	89,737	42.3%
Beginning Fund Balance	384,395	240,727	143,668	59.7%
Total	\$ 4,524,842	\$ 4,168,170	\$ 356,672	8.6%
Expenditures	\$ 4,227,754	\$ 3,783,775	\$ 443,979	11.7%
Ending Fund Balance	297,088	384,395	(87,307)	(22.7)%
Total	\$ 4,524,842	\$ 4,168,170	\$ 356,672	8.6%

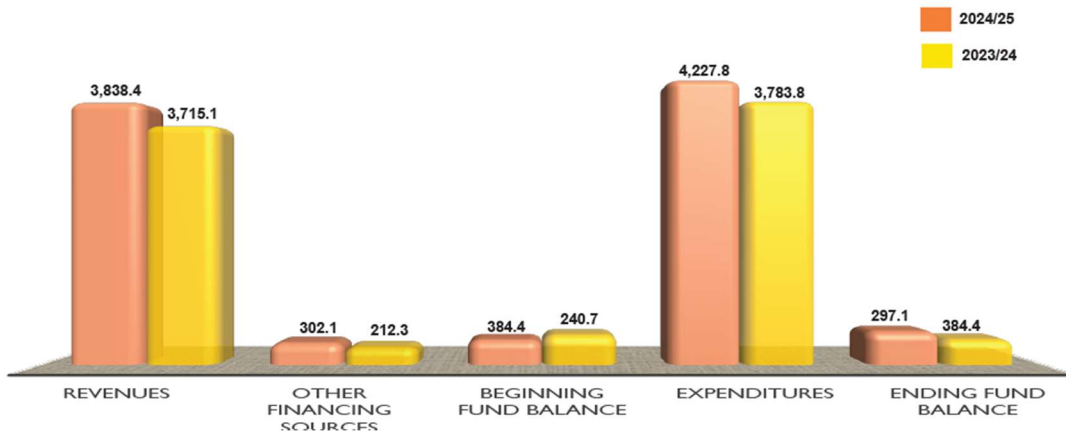
The General Fund is the chief operating fund of the District Revenues increased by \$123.3 million or 3.3 percent from the previous year. The increase is primarily due to increases in property tax collections due to increased property values, offset by decreases in FEFP, interest income, and indirect cost revenues due to the sunseting of the Federal Education Stabilization Fund.

Other Financing Sources increased by \$89.7 million or 42.3 percent, primarily due to the issuance of \$81.1 million in Broadband Lease Notes, Series 2025 (Clearwire Spectrum Holding II LLC) and increased transfers in from Capital Outlay of \$7.8 million.

Expenditures increased by \$444.0 million or 11.7 percent over the previous year, due to increases in salaries and employee benefits, as well as increase in payments to charter schools which include \$179.0 million of tax sharing revenues resulting from the Secure Our Future 2018 Referendum.

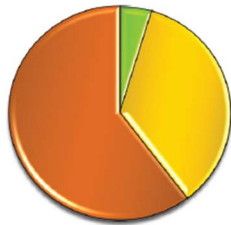
Ending Fund Balance decreased by \$(87.3) million or (22.7) percent due to increased expenditures over revenues and other financing sources.

CHANGES IN GENERAL FUND ACTIVITY
For Fiscal Years 2024/25 and 2023/24
(\$ in millions)



Revenues by Source

Revenues – Overall revenues increased by \$123.3 million or 3.3 percent as follows:



REVENUES BY SOURCE
For Fiscal Years 2024/25 and 2023/24
(\$ in thousands)

Sources	2024/25	2023/24	Difference Increase (Decrease)	% Increase (Decrease)
Federal	\$ 12,635	\$ 17,664	\$ (5,029)	(28.5) %
State	1,090,873	1,113,410	(22,537)	(2.0) %
Local	2,734,853	2,584,020	150,833	5.8 %
Total	\$ 3,838,361	\$ 3,715,094	\$ 123,267	3.3 %

■ Federal
■ State
■ Local

Federal sources decreased by \$(5.0) million or (28.5) percent from the prior year primarily due to decreases in Medicaid reimbursement.

State sources decreased by \$(22.5) million or (2.0) percent from the prior year due to the decreases in FEFP revenues, offset by increases in Workforce Development and Workforce Development Capitalization Incentive Grants.

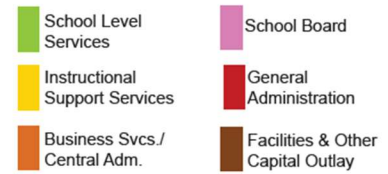
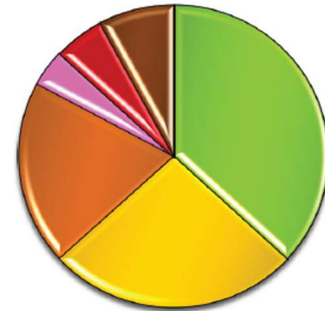
Local sources increased by \$150.8 million or 5.8 percent over the prior year. The increase is primarily due to higher collection of property taxes attributable to increased property values and tax redemptions of \$184.7 million, offset primarily by decreases in interest income of \$(21.4) million, and indirect cost revenues of \$(13.6) million.

Expenditures by Function

Expenditures – Overall expenditures increased by \$444.0 million or 11.7 percent as follows:

EXPENDITURES BY FUNCTION
For Fiscal Years 2024/25 and 2023/24
(\$ in thousands)

Functions	2024/25	2023/24	Difference Increase (Decrease)	% Increase (Decrease)
School Level Services	\$ 3,764,417	\$ 3,321,112	\$ 443,305	13.4 %
Instructional Support Services	290,833	277,340	13,493	4.9 %
Business Services/ Central Adm.	91,051	101,521	(10,470)	(10.3) %
School Board	9,790	9,120	670	7.4 %
General Administration	11,207	10,200	1,007	9.9 %
Facilities & Other Capital Outlay	60,456	64,482	(4,026)	(6.2) %
Total	\$ 4,227,754	\$ 3,783,775	\$ 443,979	11.7 %



Salaries and fringe benefits represent the most significant expenditures of the District specifically as it relates to school level expenditures.

GENERAL OBLIGATION SCHOOL BONDS CAPITAL PROJECTS

On November 6, 2012, Miami-Dade County voters approved a referendum authorizing the issuance of \$1.2 billion of General Obligation Bonds (GO Bond) for the modernization and construction of public school facilities, including educational technology upgrades. As remaining GO Bond projects near completion, the District needs to leverage other available capital revenue sources to ensure the continuity of enhanced renovated buildings, upgraded technologies, sustainability of schools, and the safety and security of students. The 2024-25 fiscal year ended with a total GO Bond fund balance of \$211.5 million, a decrease of (18.3) percent from the prior year.

CAPITAL IMPROVEMENT LOCAL OPTIONAL MILLAGE LEVY (LOML)

LOML is a capital revenue source authorized by 1011.71, Florida Statutes, that originates from the proceeds of a non-voted millage up to 1.5 mills on the taxable value of real property. This capital millage is set annually by local school boards and is used for long-term capital planning. Annually, school boards adopt a Five-Year Facilities Work Plan that details prioritized capital appropriations by school. Continued growth and expenditure/transfer activity closed the 2024-25 fiscal year with an ending fund balance of \$861.8 million, an increase of 36.4 percent over the prior year,

With continued growth in property values, the Florida Legislature passed legislation in 2023 requiring school districts to share LOML revenue with charter schools according to a revised statutory formula and State appropriation, based on student enrollment rather than physical plant needs. This unfunded legislative mandate obligated the District to share \$41.9 million in LOML revenue with charter schools in fiscal year 2024-25 and is projected to obligate the District in revenue sharing over \$865.0 million in LOML with charters over the next five years. The long-term impact of redirecting capital revenue to

charters limits the District's ability to expand, equip, maintain, modernize, and replace its aging physical plant as well as assist the General Fund with the funding of increased maintenance and property insurance costs which are necessary to protect and preserve traditional K-12 public school assets.



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 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 intent of the formulas used is to substantially equalize educational funding among the 67 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 2024-25 were \$99.0 million higher than the original adopted budget as follows:

Federal funds were \$1.0 million lower than anticipated primarily due to a decrease of \$2.8 million in Federal reimbursements related to Medicaid, which were offset by an increase of \$1.3 million related to Community School programs, and an increase of \$0.3 million in FEMA reimbursement revenue related to three different storms.

State funds were \$41.4 million higher than the original adopted budget primarily due to the School Recognition funds in the amount of \$31.3 million. Performance-Based Incentives increased by \$0.8 million, and several miscellaneous State funds which provided an additional \$26.1 million. The largest amounts in the miscellaneous State funds were three grants, the Cueing Transition grant provided \$16.1 million, the Workforce Capitalization Incentive CTE grant provided \$4.3 million, and the Computer Science Teacher Certification & Bonus grant which provided \$1.1 million. FEFP funding decreased by a net of \$15.5 million. The decrease was mostly due to the Family Empowerment Scholarship (FES) deduction which increased by a net of \$76.3 million due to an increase in the amount of students applying for these funds. However, the increase in the FES deduction was offset by the Educational Enrollment

Stabilization allocation which was set aside by the State in order to mitigate the effect of significant fluctuations in student enrollment.

Local revenues were \$33.1 million lower than the original adopted budget. The decrease in local revenues is primarily due to a tax collection shortfall of \$154.6 million which was partially offset by increased tax redemptions of \$82.0 million. The increase in interest revenue was also higher than anticipated by \$10.3 million. Indirect costs reimbursement revenue was also higher by \$3.2 million due to maximizing of Federal COVID relief funds which are sunsetting. Several miscellaneous local sources also helped to offset the decrease in tax collections by \$18.8 million, which include \$7.8 million from Bus Patrol Citations and \$2.6 million from School Speed Lane Citations.

Other Financing Sources were higher by \$91.7 million primarily due to the issuance of \$81.1 million Broadband Lease Notes and increased transfers in from Capital Outlay of \$7.8 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 District's budget being originally placed in Instructional Services as teacher salaries and fringes. During 2024-25, the District continues to experience higher than budgeted vacancy rates 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, 2025.

Ending fund balance as of June 30, 2025, was \$297.1 million comprised of nonspendable fund balances totaling \$34.5 million, representing a long-term receivable, inventories, and prepaid items, restricted fund balance totaling \$38.9 million in state categorical programs, assigned fund balance of \$77.6 million, which includes rebudgets, outstanding purchase orders, and purchase requisitions. Unassigned fund balance totaled \$146.1 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 revenue shortfalls and cost increases.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

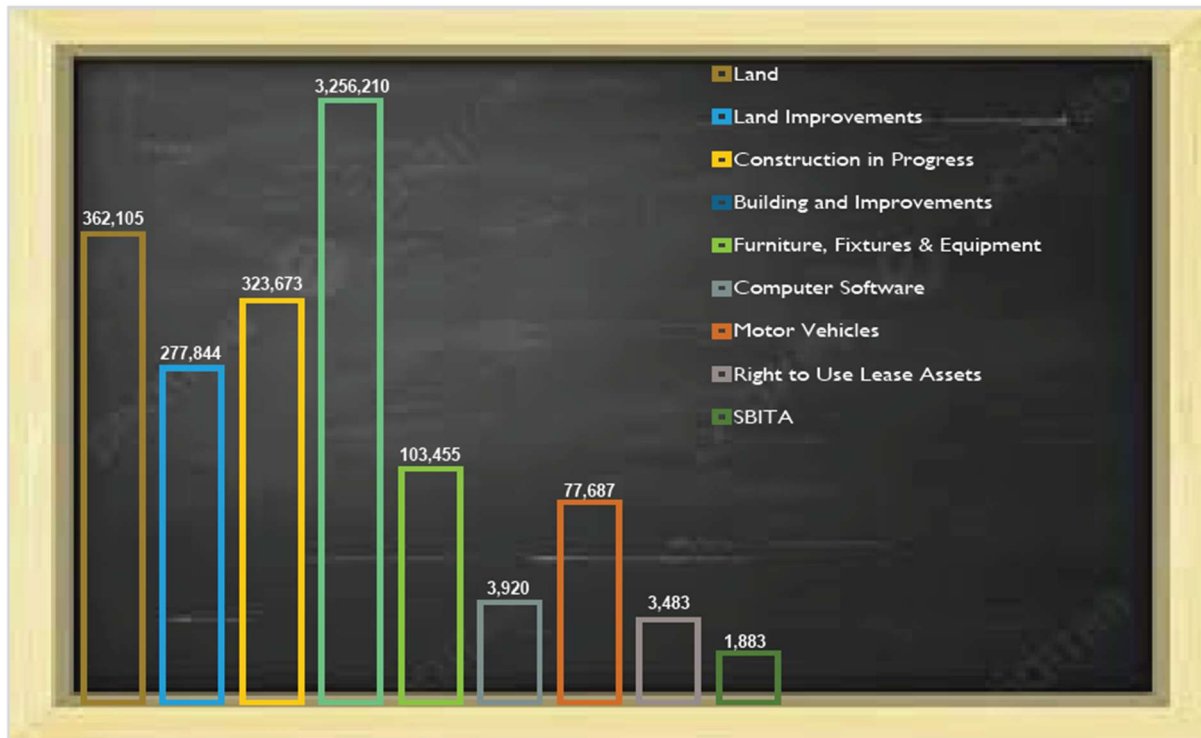
At June 30, 2025, the District had \$4.4 billion invested in different categories of capital assets, net of accumulated depreciation/amortization, as shown in the table below.

CHANGES IN CAPITAL ASSETS
At June 30, 2025, and 2024
(\$ in thousands)

Categories	2024/25	2023/24	Difference Increase (Decrease)	% Increase (Decrease)
Land	\$ 362,105	\$ 362,071	\$ 34	0.0%
Land Improvements	277,844	275,228	2,616	1.0%
Construction in Progress	323,673	311,628	12,045	3.9%
Building and Improvements	3,256,210	3,255,169	1,041	0.0%
Furniture, Fixtures, and Equipment	103,455	112,685	(9,230)	(8.2)%
Computer Software	3,920	3,229	691	21.4%
Motor Vehicles	77,687	52,571	25,116	47.8%
Right to use Leased Assets	3,483	5,443	(1,960)	(36.0)%
SBITA	1,883	3,528	(1,645)	(46.6)%
Total	\$ 4,410,260	\$ 4,381,552	\$ 28,708	0.7%

Detailed information reflecting the District's capital asset balances and activity for the fiscal year ended June 30, 2025, is provided in Note 4 to the Financial Statements.

CAPITAL ASSETS
At June 30, 2025
(\$ in thousands)



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, 2025, and 2024 (\$ in thousands)

Categories	2024/25	2023/24	Difference Increase (Decrease)	% Increase (Decrease)
Notes Payable	\$ 81,100	\$ -	\$ 81,100	-
Bonds Payable	1,098,750	1,132,894	(34,144)	(3.0)%
Certificates of Participation Payable, Net	1,143,556	1,281,262	(137,706)	(10.7)%
Certificates of Participation Payable from Direct Borrowings and Direct Placements	473,645	507,214	(33,569)	(6.6)%
Obligations under Leases and SBITA	5,230	8,279	(3,049)	(36.8)%
Obligations under Financing Agreements	-	2,557	(2,557)	(100.0)%
Insurance Claims Payable	198,405	209,916	(11,511)	(5.5)%
Retirement Incentive Benefits	2,177	2,279	(102)	(4.5)%
Compensated Absences Payable	387,838	378,427 *	9,411	2.5%
Other Postemployment Benefits Liability	371,777	286,122	85,655	29.9%
Net Pension Liability	2,283,014	2,453,748 **	(170,734)	(7.0)%
Total	\$ 6,045,492	\$ 6,262,698	\$ (217,206)	(3.5)%

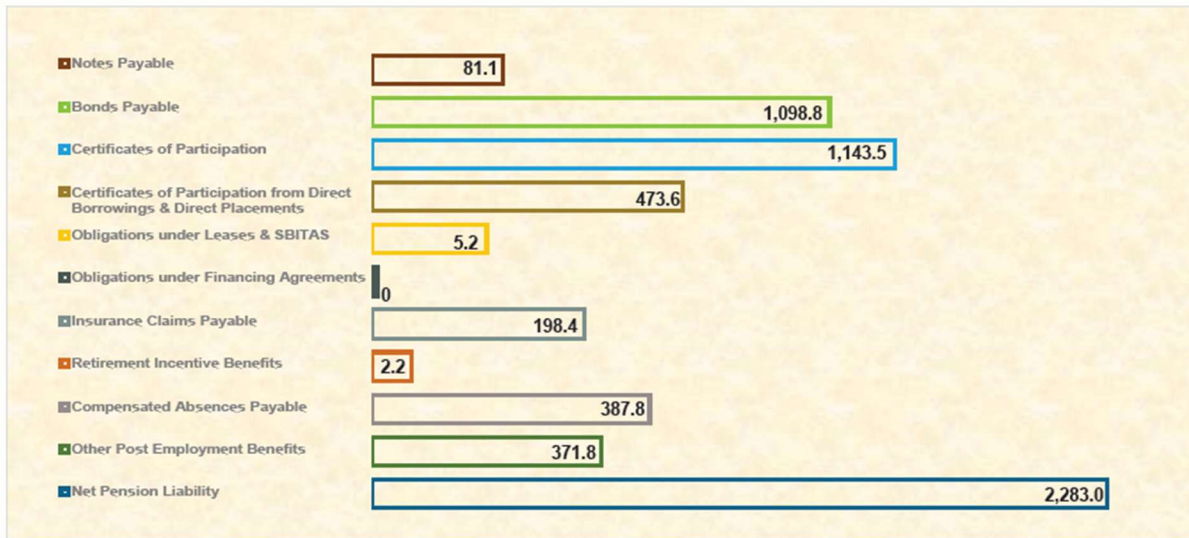
* The District adopted the provisions of GASB Statement No. 101, *Compensated Absences*. Accordingly, the 2023/24 balance was restated by \$(6.1) million.

** The District's Supplementary Early Retirement Plan (SERP) reflected a Net Position Asset at June 30, 2025. Accordingly, the SERP 2023/24 balance has been removed from the changes in long-term liabilities.

Overall liabilities decreased by \$(217.2) million or (3.5) percent from the prior year. The COPs decrease of \$(137.7) million is primarily due to the full refunding of COPs 2014D, 2015A, and 2015B with the COP 2025A which was sold as a public offering. Additionally, the net pension liability had a decrease of \$(170.7) million as reported in the FRS actuarial for the District's proportionate share of pension liabilities that are administered by the Florida Retirement System.

Detailed information relating to changes in long-term liabilities for the fiscal year ended June 30, 2025, is provided in Note 14 to the Financial Statements.

LONG-TERM LIABILITIES
At June 30, 2025
(\$ in millions)



ECONOMIC FACTORS

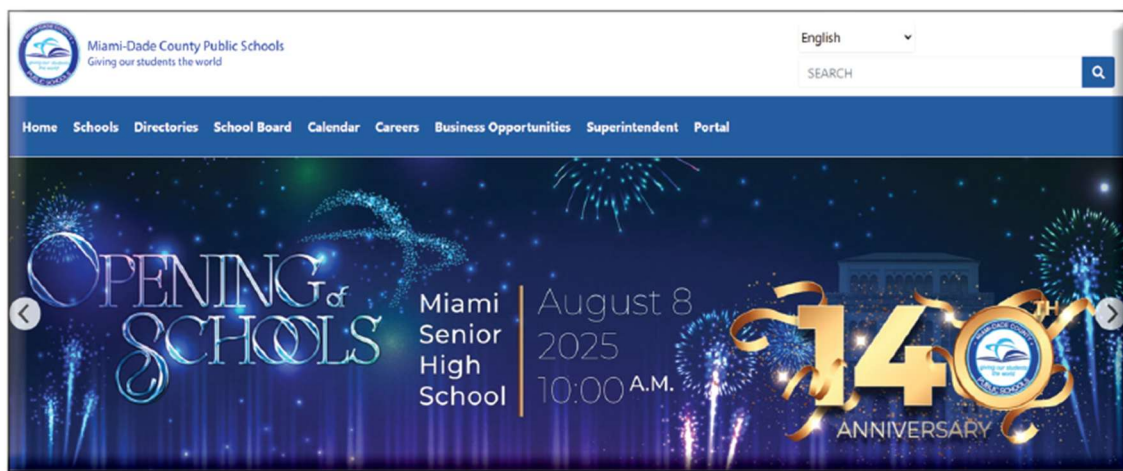
This year Miami-Dade County Public School (M-DCPS) celebrated its 140th anniversary and once again earned the distinction of being an A Rated School District. Ranked the third-largest school district in the country, the District is committed to ensuring that M-DCPS is the best choice for all its students. In this effort, the District’s initiatives center on school safety and mental health, workforce retention and education, and ensuring effective operations and business practices. As property values and the cost of living in Miami-Dade County continue to increase and birth rates decline nationwide, there are major concerns related to declining enrollment and the retention of instructional personnel. The sunseting of the Federal Stimulus Funds for COVID-19 relief during the 2024-25 fiscal year, underscores the continual need to optimize funds utilization. Despite funding challenges, the District through prudent fiscal management, has maintained 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 web site at:

<http://www.dadeschools.net>



BASIC FINANCIAL STATEMENTS

Miami-Dade County District School Board
Statement of Net Position
June 30, 2025
(amounts expressed in thousands)

	Primary Government Governmental Activities	Component Units
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 862,512	\$ 248,850
Investments	906,265	-
Cash and Investments with Fiscal Agents	6,905	-
Total Cash, Cash Equivalents, and Investments (Note 3)	1,775,682	248,850
Taxes Receivable, Net (Note 16)	16,110	-
Accounts and Interest Receivable	9,794	12,230
Due from Other Governments and Agencies (Note 6)	94,602	92,075
Inventories	21,130	-
Prepaid and Other Current Assets	22,036	416,619
Total Current Assets	1,939,354	769,774
Noncurrent Assets:		
Cash and Investments (Note 3)	381,390	-
Long-Term Receivable	22,149	-
Net Pension Asset	1,023	-
Other Noncurrent Assets	1,283	-
Capital Assets (Note 4):		
Nondepreciable Capital Assets	963,622	275,331
Depreciable Capital Assets, Net	7,637,946	1,280,194
Less Accumulated Depreciation/Amortization	(4,191,308)	(291,761)
Total Capital Assets, Net	4,410,260	1,263,764
Total Noncurrent Assets	4,816,105	1,263,764
TOTAL ASSETS	6,755,459	2,033,538
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Loss on Refunding of Debt	21,201	394
Lease Related Items	-	2,291
Pensions (Note 17)	696,093	673
Other Postemployment Benefits (Note 17)	104,869	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	822,163	3,358

(Continued)

**Miami-Dade County District School Board
Statement of Net Position (Continued)
June 30, 2025
(amounts expressed in thousands)**

	Primary Government Governmental Activities	Component Units
LIABILITIES		
Current Liabilities:		
Accounts and Contracts Payable and Accrued Expenses	\$ 113,619	\$ 14,096
Accrued Payroll Payable	164,869	46,116
Due to Other Government or Agencies (Note 6)	102,239	14,376
Unearned Revenue	1,035	4,340
Accrued Interest Payable	22,861	-
Retainage Payable on Contracts	17,624	-
Current Portion of Long-Term Liabilities (Note 14)	290,474	70,313
Other Postemployment Benefits Liability	8,287	-
Total Current Liabilities	721,008	149,241
Noncurrent Liabilities:		
Noncurrent Portion of Long-Term Liabilities (Note 14)	3,100,227	1,146,585
Net Pension Liability	2,283,014	-
Other Postemployment Benefits Liability	363,490	-
Total Noncurrent Liabilities	5,746,731	1,146,585
TOTAL LIABILITIES	6,467,739	1,295,826
DEFERRED INFLOWS OF RESOURCES		
Deferred Gain on Refunding of Debt	22,719	-
Pensions (Note 17)	298,392	461
Other Postemployment Benefits (Note 14)	59,339	-
Lease Related Items	4,434	234
TOTAL DEFERRED INFLOWS OF RESOURCES	384,884	695
NET POSITION		
Net Investment in Capital Assets	1,852,872	(9,097)
Restricted for:		
State Required Carryover Programs	38,926	53
Food Service	37,449	-
Debt Service	191,513	-
Capital Projects	1,062,389	1,473
Other Purposes	10,280	35,454
Unrestricted (Deficit)	(2,468,430)	712,492
TOTAL NET POSITION	\$ 724,999	\$ 740,375

The accompanying notes to financial statements are an integral part of this statement.

**Miami-Dade County District School Board
Statement of Activities
For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)**

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities:				
Instructional Services	\$ 3,331,217	\$ 13,018	\$ 1,109,721	\$ -
Instructional Support Services	459,703	-	-	-
Student Transportation Services	104,703	1,535	-	-
Operation and Maintenance of Plant	520,413	-	-	53,227
School Administration	187,410	-	-	-
General Administration	21,363	-	-	-
Business/Central Services	80,334	-	-	-
Administrative Technology Services	2,021	-	-	-
Food Services	209,771	1,501	188,271	-
Community Services	39,985	23,190	8	-
Facilities Acquisition and Construction	197,895	-	-	46,964
Interest on Long-Term Debt	107,124	-	-	812
Unallocated Depreciation/Amortization* (Note 4)	192,369	-	-	-
Total Governmental Activities	\$ 5,454,308	\$ 39,244	\$ 1,298,000	\$ 101,003
Component Units	\$ 1,085,373	\$ 45,284	\$ 108,217	\$ 86,076

General Revenues:

Taxes:

Property Taxes, Levied for Operational Purposes

Property Taxes, Levied for Debt Service

Property Taxes, Levied for Capital Projects

Grants and Contributions Not Restricted to Specific Programs

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Position

Net Position - Beginning of the Year, as restated (See Note 1W)

Net Position - Ending

* This amount excludes the depreciation/amortization that is included in the direct expenses of the various functions.

The accompanying notes to financial statements are an integral part of this statement.

**Net (Expense) Revenue and Changes
in Net Position**

Primary Government	
Governmental Activities	Component Units
\$ (2,208,478)	\$ -
(459,703)	-
(103,168)	-
(467,186)	-
(187,410)	-
(21,363)	-
(80,334)	-
(2,021)	-
(19,999)	-
(16,787)	-
(150,931)	-
(106,312)	-
(192,369)	-
<u>(4,016,061)</u>	<u>-</u>
-	(845,796)
2,610,532	-
70,395	-
788,257	-
594,894	876,450
107,025	20,953
64,809	71,015
<u>4,235,912</u>	<u>968,418</u>
219,851	122,622
<u>505,148</u>	<u>617,753</u>
<u>\$ 724,999</u>	<u>\$ 740,375</u>

**Miami-Dade County District School Board
Balance Sheet – Governmental Funds
June 30, 2025
(amounts expressed in thousands)**

	General Fund	General Obligation School Bonds Capital Projects Funds
ASSETS		
Cash and Cash Equivalents	\$ 262,390	\$ 112,582
Equity in Pooled Cash and Investments	273,999	114,631
Cash and Investments with Fiscal Agents (Note 12)	6,844	-
Total Cash, Cash Equivalents, and Investments (Note 3)	543,233	227,213
Taxes Receivable, Net	12,123	-
Accounts and Interest Receivable	3,311	615
Due from Other Governments or Agencies (Note 6)	18,394	-
Due from Other Funds (Note 5)	4,976	-
Inventories	15,291	-
Long-Term Receivable	22,149	-
Prepaid and Other Assets	3,534	-
TOTAL ASSETS	\$ 623,011	\$ 227,828
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
Liabilities:		
Accounts and Contracts Payable and Accrued Expenditures	\$ 41,810	\$ 9,030
Accrued Payroll and Compensated Absences (Notes 8 and 14)	166,054	-
Due to Other Funds (Note 5)	7,143	-
Due to Other Governments or Agencies (Note 6)	97,925	-
Unearned Revenue	602	-
Estimated Liability for Claims (Notes 13 and 18)	2,125	-
Retainage Payable on Contracts	87	7,347
Total Liabilities	315,746	16,377
Deferred Inflows of Resources:		
Unavailable Revenue and Lease Related Items	10,177	-
Fund Balances:		
Nonspendable	34,458	-
Restricted	38,926	211,451
Assigned	77,559	-
Unassigned Fund Balance	146,145	-
Total Fund Balances	297,088	211,451
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 623,011	\$ 227,828

The accompanying notes to financial statements are an integral part of this statement.

Capital Improvement LOML Funds	Nonmajor Governmental Funds	Total Governmental Funds
\$ 435,493	\$ 93,893	\$ 904,358
443,424	298,071	1,130,125
-	61	6,905
<u>878,917</u>	<u>392,025</u>	<u>2,041,388</u>
3,660	327	16,110
2,573	686	7,185
-	76,208	94,602
-	7,143	12,119
-	5,839	21,130
-	-	22,149
19,785	-	23,319
<u>\$ 904,935</u>	<u>\$ 482,228</u>	<u>\$ 2,238,002</u>
\$ 35,262	\$ 25,917	\$ 112,019
-	4,944	170,998
-	4,976	12,119
-	4,314	102,239
-	74	676
-	-	2,125
7,105	3,085	17,624
<u>42,367</u>	<u>43,310</u>	<u>417,800</u>
<u>748</u>	<u>3,020</u>	<u>13,945</u>
19,785	5,839	60,082
842,035	428,008	1,520,420
-	2,051	79,610
-	-	146,145
<u>861,820</u>	<u>435,898</u>	<u>1,806,257</u>
<u>\$ 904,935</u>	<u>\$ 482,228</u>	<u>\$ 2,238,002</u>

**Miami-Dade County District School Board
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2025
(amounts expressed in thousands)**

Total Fund Balances - Governmental Funds \$ 1,806,257

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.

Capital assets	\$ 8,601,568	
Accumulated depreciation/amortization	<u>(4,191,308)</u>	4,410,260

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. 3,290

Receivables due from other governmental or agencies are not available soon enough to pay for the current period's expenditures, and therefore, are not recorded as revenue in the governmental funds. 6,221

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.

Assets	\$ 118,293	
Liabilities	<u>(44,973)</u>	
Net Position		73,320

Net Pension Asset in the government-wide statements is not recognized as a financial resource, and therefore, is not reported as an asset in the governmental funds. 1,023

Current liabilities which are accrued as a liability in the government-wide statements but are not recognized in the governmental funds until due.

Benefits payable	\$ (1,554)	
Interest payable	<u>(22,861)</u>	(24,415)

Deferred charges on bond refundings are not expensed in the government-wide statements, but are reported as deferred outflows of resources or deferred inflows of resources and amortized over the life of the debt. (1,518)

The deferred outflows of resources and deferred inflows of resources related to pensions and other postemployment benefits (OPEB) are applicable to future periods and, therefore, are not reported in the governmental funds.

Deferred Outflows Related to Pensions	\$ 696,093	
Deferred Outflows Related to OPEB	104,869	
Deferred Inflows Related to Pensions	(298,392)	
Deferred Inflows Related to OPEB	<u>(59,339)</u>	443,231

Long-term liabilities are not due and payable in the fiscal year and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year end consist of:

Bonds payable	\$ (1,098,750)	
Leases and SBITA	(5,230)	
Compensated absences	(380,384)	
Retirement incentive benefits	(1,948)	
Notes payable	(81,100)	
Certificates of participation	(1,617,201)	
Net pension liability	(2,283,014)	
Total other postemployment benefits liability	(371,777)	
Claims payable	<u>(153,266)</u>	(5,992,670)

Net Position - Governmental Activities \$ 724,999

The accompanying notes to financial statements are an integral part of this statement.

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Miami-Dade County District School Board
Statement of Revenues, Expenditures, and Changes in
Fund Balances – Governmental Funds
For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)

	General Fund	General Obligation School Bonds Capital Projects Funds
Revenues		
Local Sources		
Ad Valorem Taxes	\$ 2,610,647	\$ -
Food Service Sales	-	-
Interest Income	36,908	12,098
Net Increase in Fair Value of Investments	285	108
Local Grants and Other	87,013	-
Total Local Sources	2,734,853	12,206
State Sources (Note 15):		
Florida Education Finance Program	588,657	-
Public Education Capital Outlay	-	-
Food Services	-	-
State Grants and Other	502,216	-
Total State Sources	1,090,873	-
Federal Sources:		
Federal Grants and Other	12,635	-
Food Services	-	-
Total Federal Sources	12,635	-
Total Revenues	3,838,361	12,206
Expenditures		
Current:		
Instructional Services:		
Basic Programs	2,358,996	-
Exceptional Child Programs	495,131	-
Adult and Vocational-Technical Programs	98,075	-
Total Instructional Services	2,952,202	-
Instructional Support Services	289,799	-
Student Transportation Services	84,851	-
Operation and Maintenance of Plant	490,704	-
School Administration	185,258	-
General Administration	100,602	-
Food Services	-	-
Community Services	38,124	-
Capital Outlay	74,971	59,518
Debt Service (Notes 9, 10, 11, and 12)		
Principal Retirement	5,271	-
Interest and Fiscal Charges	5,972	-
Total Expenditures	4,227,754	59,518
Excess (Deficiency) of Revenues Over Expenditures	(389,393)	(47,312)
Other Financing Sources (Uses):		
Transfers In (Note 5)	218,277	-
Transfers Out (Note 5)	-	(15)
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	487	-
Proceeds from Loans/Leases/SBITA	83,322	-
Total Other Financing Sources (Uses)	302,086	(15)
Net Change in Fund Balances	(87,307)	(47,327)
Fund Balances, Beginning	384,395	258,778
Fund Balances, Ending	\$ 297,088	\$ 211,451

The accompanying notes to financial statements are an integral part of this statement.

Capital Improvement LOML Funds	Nonmajor Governmental Funds	Total Governmental Funds
\$ 788,238	\$ 70,416	\$ 3,469,301
-	1,502	1,502
36,438	11,513	96,957
67	9,615	10,075
-	58,281	145,294
<u>824,743</u>	<u>151,327</u>	<u>3,723,129</u>
-	-	588,657
-	53,227	53,227
-	1,650	1,650
-	19,214	521,430
-	74,091	1,164,964
-	614,949	627,584
-	173,063	173,063
-	788,012	800,647
<u>824,743</u>	<u>1,013,430</u>	<u>5,688,740</u>
-	275,310	2,634,306
-	50,924	546,055
-	18,421	116,496
-	344,655	3,296,857
-	154,334	444,133
-	18,466	103,317
-	20,034	510,738
-	671	185,929
-	13,316	113,918
-	209,458	209,458
-	739	38,863
227,655	112,705	474,849
-	164,895	170,166
-	114,124	120,096
<u>227,655</u>	<u>1,153,397</u>	<u>5,668,324</u>
<u>597,088</u>	<u>(139,967)</u>	<u>20,416</u>
-	218,588	436,865
(367,125)	(69,725)	(436,865)
-	413,850	413,850
-	24,533	24,533
-	(436,838)	(436,838)
-	-	487
-	-	83,322
<u>(367,125)</u>	<u>150,408</u>	<u>85,354</u>
229,963	10,441	105,770
631,857	425,457	1,700,487
<u>\$ 861,820</u>	<u>\$ 435,898</u>	<u>\$ 1,806,257</u>

Miami-Dade County District School Board
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities
For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)

Net Change in Fund Balances - Governmental Funds \$ 105,770

Amounts reported for governmental activities in the statement of activities are different because:

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	\$ (3,407)	
Revenues not recorded this year in the fund level statements are recognized as revenue in the government-wide statements.	<u>3,290</u>	(117)

Revenues that provide current financial resources are recorded in the governmental funds. However, for the government-wide statements revenues are recorded when earned. (58)

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. (13,970)

The changes in net pension asset and liability and related deferred inflows and outflows are not reported in the fund statements and the net effect is to increase net position. 21,332

The changes in total other postemployment benefits liability and related deferred inflows and outflows are not reported in the fund statements and the net effect is to decrease net position. (25,378)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, recoveries, and donations) is to decrease net position. (375)

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/amortized over their estimated useful lives. In the statement of activities, the depreciation/amortization is reflected as an expense for the period.

Capital Outlay Expenditures for the Fiscal Year	\$ 256,671	
Depreciation/Amortization Expense for the Fiscal Year	<u>(227,588)</u>	29,083

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

Proceeds from refunding of Certificates of Participation	\$ (438,383)	
Proceeds from Loans	(81,100)	
Proceeds from Leases and SBITA	<u>(2,222)</u>	(521,705)

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	\$ (8,438)	
Increase in accrued salaries and benefits	(23)	
Decrease in claims payable	<u>13,754</u>	5,293

(Continued)

**Miami-Dade County District School Board
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities (Continued)
For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)**

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	\$	133,305	
Repayment of debt principal for General Obligation Bonds		28,350	
Repayment of debt principal for Financing Agreements		2,557	
Repayment of debt principal for Leases and SBITA		5,271	
Repayment of debt principal for State Board of Education Bonds		683	\$ 170,166

Repayment to refund debt is reflected as an 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.

436,838

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	\$	(22,861)	
Amortization of premium on State Board of Education Capital Outlay Bonds (SBEs)		86	
Amortization of premium on Certificates of Participation (COPs)		11,271	
Amortization of premium General Obligation School Bonds (GOBs)		5,024	
Amortization of gain related to Advance Refunding of SBEs		6	
Amortization of gain related to Advance Refunding of COPs		1,685	
Amortization of loss related to Advance Refunding of SBEs		(6)	
Amortization of loss related to Advance Refunding of COPs		(8,778)	
Amortization of loss related to Advance Refunding of GOBs		(275)	
Prior year accrued interest paid during current fiscal year		26,820	12,972

Change in Net Position - Governmental Activities

\$ 219,851

The accompanying notes to financial statements are an integral part of this statement.

**Miami-Dade County District School Board
Statement of Net Position – Proprietary Funds
June 30, 2025
(amounts expressed in thousands)**

	Health Insurance Fund
ASSETS	
Cash and Cash Equivalents	\$ 54,643
Investments	61,041
Accounts and Interest Receivable	2,609
TOTAL ASSETS	118,293
LIABILITIES	
Accounts Payable	1,600
Unearned Revenue	359
Estimated Unpaid Health Claims	43,014
TOTAL LIABILITIES	44,973
NET POSITION	
Unrestricted	73,320
TOTAL NET POSITION	\$ 73,320

The accompanying notes to financial statements are an integral part of this statement.

**Miami-Dade County District School Board
Statement of Revenues, Expenses, and Changes in Fund
Net Position – Proprietary Funds
For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)**

	Health Insurance Fund
OPERATING REVENUES	
Charges for Services	\$ 421,356
Other Operating Revenues	24,036
Total Operating Revenues	445,392
OPERATING EXPENSES	
Salaries	206
Employee Benefits	77
Purchased Services	3,745
Claims	457,874
Administrative Fees and Other	2,523
Total Operating Expenses	464,425
Operating Loss	(19,033)
NONOPERATING REVENUES	
Interest Revenue	5,063
Change in Net Position	(13,970)
Total Net Position - Beginning	87,290
Total Net Position - Ending	\$ 73,320

The accompanying notes to financial statements are an integral part of this statement.

**Miami-Dade County District School Board
Statement of Cash Flows – Proprietary Funds
For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)**

	Health Insurance Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Customers and Interfund Services Provided	\$ 421,290
Payments for Claims	(455,561)
Payments for Suppliers for Goods and Services	(6,637)
Payments to Employees	(283)
Other Receipts	22,385
Net Cash Used by Operating Activities	(18,806)
CASH FLOWS FROM INVESTING ACTIVITIES	
Receipts from Interest	4,883
Sale of Investments	5,959
Net Cash Provided by Investing Activities	10,842
Net Decrease in Cash and Cash Equivalents	(7,964)
Cash and Cash Equivalents, Beginning	62,607
Cash and Cash Equivalents, Ending	\$ 54,643
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:	
Operating Loss	\$ (19,033)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:	
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(1,646)
Decrease in Accounts Payable	(370)
Decrease in Unearned Revenue	(70)
Increase in Estimated Unpaid Health Claims	2,313
Total Adjustments	227
Net Cash Used by Operating Activities	\$ (18,806)
Supplemental Disclosure of Noncash Investing Activities:	
Net Change in fair value of Investments	\$ 46

The accompanying notes to financial statements are an integral part of this statement.

Miami-Dade County District School Board
Statement of Fiduciary Net Position – Fiduciary Funds
June 30, 2025
(amounts expressed in thousands)

	Pension Trust Fund	Custodial Fund Schools' Internal Fund
	<u> </u>	<u> </u>
ASSETS		
Cash and Cash Equivalents	\$ 533	\$ 4,981
Investments:		
Fixed Income Mutual Funds	9,399	-
Equity Mutual Funds	14,098	-
Money Market Mutual Funds	-	6,528
TOTAL ASSETS	<u>24,030</u>	<u>11,509</u>
LIABILITIES		
Accounts Payable	-	25
Due to Other Governments or Agencies	-	210
TOTAL LIABILITIES	<u>-</u>	<u>235</u>
NET POSITION		
Restricted for Pension Benefits	24,030	-
Restricted for Individuals, Organizations, and Other Governments	-	11,274
TOTAL NET POSITION	<u>\$ 24,030</u>	<u>\$ 11,274</u>

The accompanying notes to financial statements are an integral part of this statement.

Miami-Dade County District School Board
Statement of Changes in Fiduciary Net Position – Fiduciary Funds
For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)

	Pension Trust Fund	Custodial Fund Schools' Internal Fund
ADDITIONS		
Employer Contributions (Note 17)	\$ 1,210	\$ -
Interest on Investments	2,458	-
Classes & Clubs, Donations, and Other Student Activities	-	34,139
Net Increase in the Fair Value of Investments	139	-
Less, Investment Expenses	(3)	-
Total Additions	3,804	34,139
DEDUCTIONS		
Retirement Benefit Payments	2,796	-
Trustee Services	46	-
Materials, Supplies, and Other Expenses	-	19,619
Purchased Services	-	12,773
Total Deductions	2,842	32,392
Change in Net Position	962	1,747
Net Position - Beginning	23,068	9,527
Net Position - Ending	\$ 24,030	\$ 11,274

The accompanying notes to financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

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.

The Governmental Accounting Standard Board (GASB) issued Statement No. 61, *The Financial Reporting Entity: Omnibus, an amendment to GASB Statements No. 14 and 34*. The Statement modifies certain criteria for reporting component units. The Statement 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.

The Florida Department of Education (FDOE) concluded, based on FDOE’s interpretation of GASB Statement No. 61, that school districts should report charter schools as discretely presented component units. This conclusion is based, in part, on FDOE’s interpretation that exclusion of the charter schools from financial reporting would cause school district financial statements to be misleading as, pursuant to the Article IX, Section 4 of the State Constitution, charter schools are public schools and each school district has constitutional responsibility for all public schools within the school district. As a result, we have included charter school audited financial information for State reporting purposes. In addition, the District included the Miami-Dade County School Board Foundation, Inc. and the Foundation for New Education Initiatives, Inc. DBA Miami-Dade County Public Schools Foundation as component units.

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 at 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 Foundation are not published.

Fiduciary Component Unit. The Supplemental Early Retirement 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. The plan is a fiduciary component unit and is included as a pension trust fund in the accompanying financial statements. Separate stand-alone statements are not issued for the Plan. See Note 17 for further information.

Discretely Presented Component Units. The component units columns in the government-wide financial statements include the financial data of the District's component units that are required to be presented separately. These component units consist of multiple charter schools and the Foundation for New Education Initiative, Inc. DBA Miami-Dade County Public Schools Foundation. The charter schools and the Foundation are reported, in the aggregate, in separate columns in the government-wide financial statements to emphasize that they are legally separate from the District.

Charter schools are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not For Profit Corporation Act, and Section 1002.33, Florida Statutes. The District's charter schools operate under a charter approved by the District and recognized as public schools within the District. As such, charter schools are funded on the same basis as the District. Additionally, Section 1002.33, Florida Statutes, states that the School Board shall monitor revenues and expenditures of the charter schools. Charter schools are funded from public funds based on membership and can also be eligible for grants in accordance with State and Federal guidelines, including food service and capital outlay. Additionally, all students enrolled in charter schools are included in the District's total enrollment. Charter schools can accept private donations and incur debt in the operation of the school for which the charter school is responsible.

A total of 160 charter schools were approved to operate during the 2024-25 fiscal year. All of the charter schools are included as component units of the District or another legal entity. For financial reporting purposes, 154 of the charter schools are included in the financial statements of the District as discretely presented component units. The remaining 6 charter schools are not included as they are part of another legal entity. Based on the Florida Department of Education's interpretation of GASB Statement No. 14, as amended in GASB 61, it would be misleading to exclude them from the District's financial statements. None of the individual component units are considered to be major; therefore, they are reported in the aggregate in the District's financial statements. The audited financial statements of the individual component units can be obtained by contacting the following schools:

School	School Address	Telephone Number
AcadeMir Charter School East at Doral (0412)	11300 NW 41st Street Doral, FL 33178	786-360-6033
AcadeMir Charter School East Middle (0422)	11300 NW 41st Street Doral, FL 33178	786-360-6033
AcadeMir Charter School Elementary South (4328)	14105 SW 184th Street Miami, FL 33177	305-964-7744
AcadeMir Charter School Middle (6082)	5800 SW 135th Ave Miami, FL 33183	305-967-8492
AcadeMir Charter School of Math and Science (4242)	13330 SW 288th Street Homestead, FL 33033	786-601-7668
AcadeMir Charter School Preparatory (1015)	19185 SW 127th Avenue Miami, FL 33177	305-964-7542
AcadeMir Charter School West (0410)	14880 SW 26th Street Miami, FL 33185	305-485-9911
AcadeMir Middle School of Math and Science (2032)	13330 SW 288th Street Homestead, FL 33033	786-601-7668
AcadeMir Preparatory Academy (2002)	5800 SW 135th Ave Miami, FL 33183	305-967-8492
AcadeMir Preparatory High School (7672)	12400 SW 216th Street Miami, FL 33170	786-701-8943
Academy for Innovative Education (6093)	1080 LaBaron Drive Miami Springs, FL 33166	305-883-3900
Alpha Charter of Excellence (ACE) (5410)	1217 SW 4th Street Miami, FL 33135	305-643-2132
Archimedean Academy (0510)	12425 SW 72nd Street Miami, FL 33183	305-279-6572
Archimedean Middle Conservatory (6006)	12425 SW 72nd Street Miami, FL 33183	305-279-6572
Archimedean Upper Conservatory (7265)	12425 SW 72nd Street Miami, FL 33183	305-279-6572
Aspire Preparatory Academy (0403)	21311 NW 34th Ave Miami Gardens, FL 33056	305-760-2500
Beacon College Preparatory K-8 (6034)	13400 NW 28th Ave Miami, FL 33054	786-353-6109
Ben Gamla Charter School (5022)	11155 SW 112th Ave Miami, FL 33176	305-596-6266
BridgePrep Academy Greater Miami (2013)	137 NE 19th Street Miami, FL 33132	786-477-4372
BridgePrep Academy Interamerican (5020)	621 Beacom Boulevard Miami, FL 33135	305-643-4833
BridgePrep Academy of Miami Dade (5028)	3500 NW 89th Court Doral, FL 33172	786-305-7834

School	School Address	Telephone Number
BridgePrep Academy of Miami Gardens (0026)	3490 NW 191 Street Miami Gardens, FL 33056	786-772-7402
BridgePrep Academy of North Miami Beach (4050)	18801 NE 22nd Ave Miami, FL 33180	786-300-4980
BridgePrep Academy of Village Green (3034)	13300 SW 120th Street Miami, FL 33186	305-253-8775
BridgePrep Academy of Village Green Middle High School (3036)	13300 SW 120 th Street Miami, FL 33186	786-408-0661
BridgePrep Academy South (2003)	10700 SW 56th Street Miami, FL 33165	305-271-3109
Brightview Preparatory Academy (5056)	1084 W 23 rd Street Hialeah, FL 33010	305-885-4900
C.G. Bethel High School (7062)	16150 NE 17th Ave North Miami Beach, FL 33162	786-629-7053
Chambers High School (7065)	698 N Homestead Boulevard Homestead, FL 33030	305-909-6307
Charter High School of the Americas (7080)	970-998 W Flagler Street Miami, FL 33130	305-325-1001
Charter High School of the Americas (Florida City Campus) (7144)	103 East Lucy Street Homestead, FL 33034	305-242-3330
Collegiate Preparatory Academy (6016)	305 NE 2nd Road Homestead, FL 33030	305-242-8992
Coral Reef Montessori Academy Charter School (0070)	10853 SW 216th Street Cutler Bay, FL 33170	305-255-0064
Doctors Charter School of Miami Shores (6040)	11301 NW 5th Ave Miami Shores, FL 33168	305-754-2381
Doral Academy (3030)	2450 NW 97th Ave Doral, FL 33172	305-597-9999
Doral Academy Charter Middle School (6030)	2601 NW 112th Ave Doral, FL 33172	305-591-0020
Doral Academy High School (7020)	11100 NW 27th Street Doral, FL 33172	305-597-9950
Doral Academy North Charter Elementary (5219)	2900 NW 109 Ave Doral, FL 33172	305-888-7687
Doral Academy of Technology (3029)	2601 NW 112th Ave Doral, FL 33172	305-591-0020

School	School Address	Telephone Number
Doral International Academy of Math and Science (3026)	6700 NW 104th Ave Doral, FL 33172	786-270-2088
Doral Park High School (7675)	10613 NW 12th Street Doral, FL 33172	305-597-9999
Doral Performing Arts & Entertainment Academy (7009)	11100 NW 27th Street Doral, FL 33172	305-597-9950
Downtown Doral Charter Elementary School (3002)	8390 NW 53rd Street Doral, FL 33166	305-569-2223
Downtown Doral Charter Upper School (7044)	7905 NW 53rd Street Doral, FL 33166	305-513-3013
Downtown Miami Charter School (3600)	305 NW Third Ave Miami, FL 33128	305-579-2112
Everglades Preparatory Academy (5006)	2251 Mowry Drive Homestead, FL 33033	786-601-1969
Everglades Preparatory Academy High School (7060)	2251 Mowry Drive Homestead, FL 33033	786-601-1969
Excelsior Preparatory Charter School of Hialeah (5029)	369 E Tenth Street Hialeah, FL 33010	305-887-9004
Excelsior Preparatory Charter School of Miami Gardens (5032)	18200 NW 22nd Ave Miami Gardens, FL 33056	786-565-9188
Green Springs High School (7067)	3555 NW 7th Street Miami, FL 33125	305-720-2996
Highly Inquisitive & Versatile Education (HIVE) Preparatory School (1014)	5855 NW 171st Street Miami, FL 33015	305-231-4888
iMater Academy (5384)	600 W 20th Street Hialeah, FL 33010	305-884-6320
iMater Academy Middle School (6014)	651 W 20th Street Hialeah, FL 33010	305-805-5722
iMater Preparatory Academy High School (7090)	651 W 20th Street Hialeah, FL 33010	305-805-5722
Integrated Science and Asian Culture Academy (ISAAC). (2004)	301 Westward Drive Miami Springs, FL 33166	305-863-8030
International Studies Charter High School (7007)	2480 SW 8th Street Miami, FL 33135	305-643-2955
International Studies Charter Middle School (6045)	2480 SW 8th Street Miami, FL 33135	305-643-2955
International Studies Virtual Academy (6017)	2480 SW 8th Street Miami, FL 33135	305-643-2955
Just Arts and Management Charter Middle (6083)	2450 NW 97th Ave Doral, FL 33172	305-597-9999

School	School Address	Telephone Number
Kendall Greens High School (7516)	8610 SW 107th Ave Miami, FL 33173	305-230-4942
Keys Gate Charter High School (7050)	2325 & 2355 SE 28th Ave Homestead, FL 33035	786-272-9600
Keys Gate Charter School (3610)	2000 SE 28th Ave Homestead, FL 33035	305-230-1616
KIPP Miami-Liberty City (2332)	3400 NW 87th Street Miami, FL 33147	305-694-4204
Lincoln-Martí Charter Schools (Hialeah Campus) (5007)	3500 W 84th Street Hialeah, FL 33018	305-827-8080
Lincoln-Martí Charter Schools. (International Campus) (5043)	103 East Lucy Street Florida City, FL 33034	305-242-3330
Lincoln-Martí Charter Schools (Little Havana Campus) (5025)	970-984 West Flagler Street Miami, FL 33130	305-325-1001
Mater Academy (0100)	7700 NW 98th Street Hialeah Gardens, FL 33016	305-698-9900
Mater Academy Bay Elementary (4010)	22025 SW 87th Ave Miami, FL 33190	305-969-5989
Mater Academy Bay High School (7120)	22025 SW 87th Ave Miami, FL 33190	305-969-5989
Mater Academy Bay Middle (6032)	22025 SW 87th Ave Miami, FL 33190	305-969-5989
Mater Academy Charter High School (7160)	7901 NW 103rd Street Hialeah Gardens, FL 33016	305-828-1886
Mater Academy Charter Middle School (6012)	7901 NW 103rd Street Hialeah Gardens, FL 33016	305-828-1886
Mater Academy East Charter School (3100)	450 SW Fourth Street Miami, FL 33130	305-324-4667
Mater Academy Kiwanis (5416)	998 SW First Street Miami, FL 33130	305-317-1901
Mater Academy Lakes High School (7018)	17300 NW 87 th Ave Hialeah, FL 33015	305-512-3917
Mater Academy Lakes Middle School (6033)	17300 NW 87 th Ave Hialeah, FL 33015	305-512-3917
Mater Academy Miami Beach (5047)	8625 Byron Ave Miami Beach, FL 33141	305-864-2889
Mater Academy of International Studies (1017)	795 NW 32nd Street Miami, FL 33127	305-634-0445
Mater Academy Virtual Charter School (6997)	17300 NW 87th Street Hialeah, FL 33015	305-698-1880
Mater Biscayne Academy North Miami Elementary School (2022)	12900 NE 17th Ave North Miami, FL 33181	305-359-8580
Mater Biscayne Academy North Miami High School (5556)	1701 NE 127th Street North Miami, FL 33181	305-504-5333

School	School Address	Telephone Number
Mater Biscayne Academy North Miami Middle School (5555)	129000 NE 17th Ave North Miami, FL 33181	305-504-5333
Mater Brickell Academy High (5422)	230 SW 17th Road Miami, FL 33129	305-600-1328
Mater Brickell Academy Middle (5412)	230 SW 17th Road Miami, FL 33129	305-600-1328
Mater Gardens Academy (0312)	9010 NW 178th Lane Hialeah, FL 33018	305-512-9775
Mater Grove Academy, Inc. (5045)	2805 SW 32nd Ave Miami, FL 33133	305-442-4992
Mater International Academy (3000)	3405 NW 27th Ave Miami, FL 33142	305-638-8016
Mater International Preparatory (6047)	795 NW 32nd Street Miami, FL 33127	305-634-0445
Mater Lakes Collegiate (5057)	17300 NW 87th Ave Hialeah, FL 33015	305-512-3917
Mater Lakes Collegiate AHS (5052)	17300 NW 87th Ave Hialeah, FL 33015	305-512-3917
Mater Performing Arts & Entertainment Academy (7014)	7901 NW 103rd Street Hialeah Gardens, FL 33016	305-828-1886
Mater Preparatory Academy (3003)	601 NW 12th Ave Miami, FL 33136	305-648-4580
Miami Arts Charter School (7059)	3900 Biscayne Boulevard. Miami, FL 33137	305-763-6257
Miami Children's Museum Charter School (4000)	980 McArthur Causeway Miami, FL 33132	305-329-3758
Miami Community Charter High School (7058)	18720 SW 352nd Street Florida City, FL 33034	786-601-8003
Miami Community Charter Middle School (6048)	18720 SW 352nd Street Florida City, FL 33034	786-601-8003
Miami Community Charter School (0102)	101 S. Redland Road Florida City, FL 33034	305-245-2552
Miami Tech at Mater Innovation Academy (5417)	25 NE Second Street Miami, FL 33132	305-600-1328
My Ca.Sa Charter School (5119)	12700 SW 216th Street Miami, FL 33170	305-912-1276
North Gardens High School (7068)	4692F NW 183rd Street Miami Gardens, FL 33055	786-528-6308
North Park High School (7069)	3400 NW 135th Street Opa-Locka, FL 33054	305-720-2995
Palm Glades Preparatory Academy (3032)	22655 SW 112th Ave Miami, FL 33170	786-272-2269
Palm Glades Preparatory High School (7032)	22655 SW 112th Ave Miami, FL 33170	786-272-2269

School	School Address	Telephone Number
Phoenix Academy of Excellence (6099)	7900 NW 27th Avenue Miami, FL 33147	786-391-3652
Phoenix Academy of Excellence North (6057)	13301 NW 24th Ave Miami, FL 33167	786-865-1346
Pinecrest Academy (North Campus) (5048)	10207 West Flagler Street Miami, FL 33174	305-553-9762
Pinecrest Academy (South Campus) (0342)	15130 SW 80th Street Miami, FL 33193	305-386-0800
Pinecrest Cove Academy (5049)	4101 SW 107th Ave Miami, FL 33165	305-480-2097
Pinecrest Glades Academy (2031)	15250 SW 8th Street Miami, FL 33194	305-229-6949
Pinecrest Glades Preparatory Academy Middle High School (7027)	15250 SW 8th Street Miami, FL 33194	305-229-6949
Pinecrest North Preparatory (Fontainebleau Campus) (5004)	8925 Fontainebleau Boulevard Miami, FL 33172	305-456-5071
Pinecrest North Preparatory High School (7079)	8925 Fontainebleau Blvd Miami 33172	305-456-5071
Pinecrest Preparatory Academy (0600)	14301 SW 42nd Street Miami, FL 33175	305-207-1027
Pinecrest Preparatory Academy Charter High School (7053)	14901 SW 42nd Street Miami, FL 33185	305-559-8583
Pinecrest Preparatory Academy Charter Middle School (6022)	14901 SW 42nd Street Miami, FL 33185	305-559-8583
Renaissance Elementary Charter School (0400)	10651 NW 19th Street Doral, FL 33122	305-591-2225
Renaissance Middle Charter School (6028)	8360 NW 33rd Street Doral, FL 33122	305-728-4622
Somerset Academy (0520)	18491 SW 134th Ave Miami, FL 33177	305-969-6074
Somerset Academy Bay (5062)	9500 SW 97th Ave Miami, FL 33176	305-274-0682
Somerset Academy Bay Middle School (6128)	9500 SW 97th Ave Miami, FL 33176	305-274-0682
Somerset Academy Charter Elementary School (South Homestead) (0339)	300 SE First Drive Homestead, FL 33030	305-254-6108
Somerset Academy Charter High School (7042)	12425 SW 248th Street Miami, FL 33032	786-504-2929
Somerset Academy Charter High School (South Homestead) (7034)	305 NE Second Road Homestead, FL 33030	305-258-7497
Somerset Academy Charter Middle School (6004)	19701 SW 127th Ave Miami, FL 33177	305-902-1833
Somerset Academy Charter Middle School (South Homestead) (6013)	305 NE Second Road Homestead, FL 33030	305-258-7497

School	School Address	Telephone Number
Somerset Academy Continental (0402)	8100 SW 104 th Street Miami, FL 33156	305-860-3730
Somerset Academy Elementary School (South Miami Campus) (2007)	5876 SW 68th Street South Miami, FL 33143	305-740-0509
Somerset Academy Kendall (4037)	9790 SW 107th Court Miami, FL 33176	786-860-5975
Somerset Academy Middle Charter School (South Miami Campus) (6053)	5876 SW 68th Street South Miami, FL 33143	305-740-0509
Somerset Academy Silver Palms (0332)	23255 SW 115th Ave Homestead, FL 33032	305-257-3737
Somerset Academy Silver Palms at Princeton (4012)	13390 SW 248 Street Homestead, FL 33032	786-504-2038
Somerset Arts Academy (2012)	1700 Krome Ave Homestead, FL 33030	305-246-4949
Somerset College Preparatory Academy South High School (7078)	19701 SW 127th Ave Miami, FL 33177	305-902-1833
Somerset Gables Academy (5008)	624 Anastasia Ave Coral Gables, FL 33134	305-442-8626
Somerset Oaks Academy (3033)	1000 Old Dixie Highway Homestead, FL 33030	305-247-3993
Somerset Palms Academy (5015)	12001 SW 72nd Street Miami, FL 33183	786-574-5287
Somerset Preparatory Academy (Homestead) (0754)	3000 SE 9th Street Homestead, FL 33033	786-509-6901
Somerset Preparatory Academy High School (Homestead) (7242)	3000 SE 9th Street Homestead, FL 33033	786-509-6901
Somerset Preparatory Academy Middle School (Homestead) (6046)	3000 SE 9th Street Homestead, FL 33033	786-509-6901
Somerset Preparatory Academy Sunset (5002)	11155 SW 112th Ave Miami, FL 33176	305-274-5696
South Florida Autism Charter School (1070)	3751 NW 108th Street Hialeah, FL 33018	305-823-2700
South Prep Scholars Academy (5836)	12065 SW 248 Street Miami, FL 33032	786-504-3639
Sports Leadership and Management (SLAM) High School (North Campus) (7108)	16551 NE 16th Ave North Miami Beach, FL 33162	305-333-5702
Sports Leadership and Management (SLAM) Middle School (North Campus) (6024)	16551 NE 16th Ave North Miami Beach, FL 33162	305-333-5702
Sports Leadership Arts Management (SLAM) Charter High School (7016)	604 NW 12th Ave Miami, FL 33136	305-326-0003
Sports Leadership Arts Management (SLAM) Charter Middle School (6015)	604 NW 12th Ave Miami, FL 33136	305-326-0003
Stellar Leadership Academy (7015)	7900 NW 27th Ave, F-20 Miami, FL 33147	305-693-2273

School	School Address	Telephone Number
Summerville Advantage Academy (0072)	11575 SW 243rd Street Homestead, FL 33032	305-253-2123
The Charter School at Waterstone (1010)	855 Waterstone Way Homestead, FL 33033	305-248-6206
The Seed School of Miami (6018)	1901 NW 127th Street Miami, FL 33016	855-818-7333
Theodore R. & Thelma A. Gibson Charter School (2060)	450 NW 14th Street Miami, FL 33136	305-438-0895
True North Classical Academy (1000)	9393 Sunset Drive Miami, FL 33173	305-749-5725
True North Classical Academy at Pinecrest (1019)	7500 SW 120th Street Pinecrest, FL 33156	786-840-9393
True North Classical Academy Kendall (1024)	6500 SW 97th Ave Miami, FL 33173	786-788-5600

On January 16, 2008, the Board authorized the establishment of the Foundation for New Education Initiatives, Inc. DBA Miami-Dade County Public Schools Foundation, a Florida not-for-profit(c)(3) Direct Support Organization (DSO). The DSO was formed to support academic achievement by receiving, holding, investing, and administering property and making expenditures for the benefit of public education programs in the District. The DSO is organized and operated exclusively in accordance with School Board Policy 9215, DSOs, and Section 1001.453, Florida Statutes. The DSO is included in the financial statements of the District as a discretely presented component unit. The audited financial statements of the DSO can be obtained at the District's administrative offices at 1450 N.E. Second Avenue, Suite 931, Miami, Florida 33132.

B. Basis of Presentation

The District's accounting policies conform with accounting principles generally accepted in the United State applicable to state and local governmental units. Accordingly, the basis 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. The District eliminates from the statement of net position and the statement of activities interfund receivables and payables and transfers between funds. Interfund services provided and used are not eliminated in the process of consolidation. 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.
- 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 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 District's group health self-insurance programs.
- Custodial Fund – Schools' Internal Fund accounts for activity funds, which are established at each school to record the receipts and disbursements of various school extracurricular activities such as classes and clubs administered for the general welfare of the students. These funds are reported as fiduciary activities.
- Pension Trust Fund accounts for resources used to finance the District's Supplemental Early Retirement Plan.

At June 30, 2025, the Federal Stabilization Fund (COVID-19 relief funds) resulted in a change within the financial reporting entity (from major to nonmajor fund) as the fund no longer met the test as a major fund based on quantitative calculations. This fund does not have a fund balance as revenues are recognized only to the extent that eligible expenditures have been incurred.

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 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 recognized when a liability is incurred, regardless of the timing of the 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 they are levied. Revenues from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

The 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 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 postemployment benefits (OPEB), pensions, claims payable, bonds, loans, leases, and Subscription-Based Information Technology Arrangements (SBITA).

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).

Fiduciary (Custodial) funds are prepared under the economic resources measurement focus and the accrual basis of accounting.

Charter schools are accounted for as governmental organizations and follow the same accounting model as the District's governmental activities.

The Foundation for New Education Initiatives, Inc. DBA Maimi-Dade County Public Schools Foundations uses the economic resources measurement focus and accrual basis of accounting whereby revenues are recognized when earned and expenses are recognized when incurred, and follows FASB standards of accounting and financial reporting for not-for-profit organizations.

D. New Pronouncements – Adopted and Unadopted

The GASB issued Statement No. 101, Compensated Absences, in June 2022. The requirements of this Statement are effective for reporting periods beginning after December 15, 2023. The District adopted GASB 101 in the current fiscal year financial statements. The adoption of GASB 101 impacted the beginning compensated absences liability and beginning net position (refer to Note 1W).

The GASB issued Statement No. 102, Certain Risk Disclosures, in December 2023. The requirements of this Statement are effective for reporting periods beginning after June 15, 2024. The District adopted GASB 102 in the current fiscal year financial statements and there was no effect on the current year financial statements.

The GASB issued Statement No. 103, Financial Reporting Model Improvements, in April 2024. The requirements of this Statement are effective for reporting periods beginning after June 15, 2025.

The GASB issued Statement No. 104, Disclosure of Certain Capital Assets, in September 2024. The requirements of this Statement are effective for reporting periods beginning after June 15, 2025.

GASB Statements Nos. 103 and 104 have not yet been adopted. As a result, 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 School Board 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 Chapter 280, Florida Statutes. 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. Investments include (U.S.) agency and Treasury obligations and Commercial Paper, which are recorded at fair value. Money Market Mutual Funds are recorded at their amortized cost. 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. Inventories

Inventories consist of expendable supplies held for consumption in the course of 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 Governmental and 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. Additionally, other assets consist of lease receivables which are scheduled payments to be received during the lease term.

I. Capital Assets

Capital assets which include land, land improvements, construction in progress, buildings, building improvements, furniture, fixtures, and equipment, computer software, and motor vehicles and right to use leased assets are reported in the Statement of Net Position in the government-wide statements.

Effective July 1, 2024, the District raised its capitalization threshold for furniture, fixtures, and equipment from \$1,000 or greater to \$5,000 or greater. Certain categories of assets designated as attractive will continue to have a capitalization threshold of \$1,000. This change was implemented to better align our capitalization policy with Florida Administrative Code Rule 691-73.002 and to reduce the administrative burden associated with tracking assets below the net threshold. This revision will impact the reporting of new furniture, fixtures, and equipment acquisitions. Items with an acquisition cost greater than or equal to \$5,000 and a useful life exceeding one year will be capitalized and depreciated over the estimated useful lives. Purchases of furniture, fixtures, and equipment below this threshold will be expensed in the year of acquisition. For existing assets capitalized under the previous threshold of \$1,000 will remain capitalized until fully depreciated or disposed of. This change in capitalization threshold is not expected to have a material impact on the overall financial position or results of operations.

The District's capitalization threshold is \$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. Right to use

leased assets are recorded at cost, which approximates fair value at acquisition date and does not exceed the present value of future 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/amortized using the straight-line method based on the following estimated useful lives:

<u>Description</u>	<u>Estimated Useful Lives</u>
Buildings and Improvements	20 - 50 years
Furniture, Fixtures, and Equipment	5 - 20 years
Right-to-use Leased Assets	5 - 20 years
Subscription-Based IT Arrangements	3 - 5 years
Motor Vehicles	7 - 18 years
Computer Software	5 years

When capital assets are sold or disposed of, the related cost and accumulated depreciation/amortization 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 assets are recorded as other financial sources in the governmental funds.

J. Leases and Subscription-Based Information Technology Arrangements (SBITA)

Leases

The District is a lessee for noncancellable leases of vehicles, equipment, building space, and parking spaces. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District recognizes lease assets and liabilities with an initial value of \$1,000 or more.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.

- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

The District is a lessor for noncancellable leases of land, a parking facility, a recreational facility, and spaces housing telecommunication equipment. The District recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the District initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the District determines the discount rate it uses to discount the expected lease receipts to present value, lease term, and lease receipts.

- The District uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

SBITA

The District has recorded subscription-based information technology arrangement (SBITA) assets and liabilities as a result of implementing GASB Statement No. 96. The SBITA assets are initially measured at an amount equal to the initial measurement of the related SBITA liability plus any SBITA payments made prior to the subscription term, less SBITA incentives, plus any ancillary charges necessary to place the SBITA into service. The SBITA assets are amortized on a straight-line basis over the life of the related contract. The costs of normal maintenance and repairs that do not add to the values of the assets or materially extend the asset lives are not capitalized and are expensed as incurred. At the commencement of a SBITA, the District initially measures the SBITA liability at the present value of payments expected to be made during the subscription term. The District monitors changes in circumstances that would require a remeasurement of its SBITAs and will do so if certain changes occur that would be expected to significantly affect the amount of the SBITA liability. SBITA assets are reported with other capital assets and SBITA liability are reported with long-term debt on the statement of net position.

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, derivative instrument liabilities, obligations under leases, self-insurance estimated claims payable, retirement incentive benefits, compensated absences, other postemployment 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

In accordance with GASB Statement No. 101, compensated absences are estimated and accrued as liabilities on the government-wide financial statements to the extent that it is more likely than not that the leave will be used for time off or otherwise paid in cash or settled through noncash means. 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 1 day of sick leave with pay 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 13 years of service; 50% after 10 years; 45% after 6 years; 40% after 3 years; and 35% during the first 3 years of qualified service upon retirement, death or resignation. Vacation accrual is limited to 60 days for 12-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 FDOE.

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 are payments received in advance from various sources. Revenues will be recognized in future periods when earned.

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 net position reports a separate section for deferred outflows of resources. This separate financial statement section, deferred outflows of resources, represents a consumption of net assets that applies to future periods 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 net position and the governmental funds balance sheet report a separate section for deferred inflows of resources. This separate financial statement section, deferred inflows of resources, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. In the government-wide statements, the District currently reports deferred inflows related to deferred gain on refunding debt, pensions, OPEB, certain leases and certain fees. In the governmental funds, the District currently reports deferred inflows related to unavailable revenue for taxes and FEMA recoveries, as well as certain leases and other unavailable revenue.

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, long-term receivables, 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.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed. 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. Net Position

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is comprised of three categories:

Net Investment in Capital Assets – Groups all capital assets including leases and SBITA into one component of net position. Accumulated depreciation and amortization and outstanding balances of debt that are attributable to the acquisition and any related deferred inflows or outflows from refunding of debt, construction or improvement of these assets reduces the balance in this category.

Restricted Net Position – Presents external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments and restrictions imposed by law through enabling Legislation.

Unrestricted Net Position – Represents net position that does not meet the definition of net investment in capital assets or restricted.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed.

U. Pensions

In the government-wide statement of net position, liabilities are recognized for the District's proportionate share of each pension plan's net pension liability. For the 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.

V. Postemployment Benefits Other Than Pensions (OPEB)

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

W. Implementation of GASB Statement No. 101

Effective July 1, 2024, the District implemented GASB Statement No. 101, Compensated Absences, which updated the recognition and measurement guidance for compensated absences and requires

that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means.

The implementation decreased the beginning compensated absences liability and increased the beginning net position as shown below (in thousands).

	Government-Wide Governmental Activities Net Position
Statement of Net Position	
Balances June 30, 2024, as Previously Reported	\$ 499,008
Change to Implement GASB Statement No. 101	6,140
Balances July 1, 2024, as Restated	\$ 505,148

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.

Section 1013.61, Florida Statutes 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 10, 2025, for the fiscal year ended June 30, 2025.

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.

3. CASH, CASH EQUIVALENTS, 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 School Board 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 policy, permits the following investments and is 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 of 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 (GIC) as allowed by bond/lease purchase covenants
- Municipal Bonds

The District follows (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, 2025, the investments of the District and the Fiduciary Activities were categorized as follows (in thousands):

Investment Type	Amount	Level 1	Level 2	Weighted Average Maturity (Years)
Debt Securities				
State Board of Education - COBI*	\$ 61	\$ -	\$ 61	
U.S. Government Agency	199,787	-	199,787	2.27
U.S. Treasury Strips	187,306	-	187,306	1.85
Total Debt Securities	387,154	-	387,154	
Mutual Funds Securities				
Equity Securities	14,086	14,086	-	
Fixed Income Mutual Funds	9,410	9,410	-	
Total Mutual Funds Securities	23,496	23,496	-	
Total Investments	410,650	\$ 23,496	\$ 387,154	
Balance not measured at fair value				
Money Market Mutual Funds	810,600			0.22
Cash and Cash Equivalents	971,361			
Total Cash, Cash Equivalents, and Investments	\$ 2,192,611			

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

At June 30, 2025, \$227.8 million in cash and investments relates to unspent debt proceeds pertaining to various financings including general obligation bonds, and Obligations under Financing Agreements 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 \$2,192.6 million at June 30, 2025, was comprised of \$2,041.4 million in Governmental Funds, \$115.7 million in Proprietary Fund - Health Insurance Fund, \$24.0 million in Fiduciary Funds – Pension Trust Fund, and \$11.5 million in Fiduciary Fund – Custodial Fund (Schools’ Internal Fund).

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.

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.

<u>Investment Type</u>	<u>Rating*</u>	<u>Amounts (in thousands)</u>	<u>Percentage of Investments</u>
Money Market Mutual Funds	AAAm	\$ 810,600	66.37%
Federal Home Loan Bank Agency	AA+	199,787	16.36%
U.S. Treasury Note Strips	AA+	187,306	15.34%
Mutual Funds -Pension Trust Funds	Not Rated	23,496	1.92%
State Board of Education - COBI	Not Rated	61	0.01%

*Standards & Poor's ratings as of June 30, 2025.

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.

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 U.S. 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 are 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 Chapter 280, Florida Statutes, through the Qualified Public Depositor Program. At June 30, 2025, bank deposit balances were \$971,361 (in thousands).

4. CAPITAL ASSETS

Capital asset balances and activity for the fiscal year ended June 30, 2025, are as follows (in thousands):

	<u>Balance July 1, 2024</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance June 30, 2025</u>
Nondepreciable				
Capital Assets:				
Land	\$ 362,071	\$ 34	\$ -	\$ 362,105
Land Improvements	275,228	2,616	-	277,844
Construction in Progress	<u>311,628</u>	<u>207,738</u>	<u>195,693</u>	<u>323,673</u>
Total Nondepreciable Capital Assets	<u>948,927</u>	<u>210,388</u>	<u>195,693</u>	<u>963,622</u>
Depreciable				
Capital Assets:				
Buildings and Improvements	6,801,826	193,410	1,469	6,993,767
Furniture, Fixtures, and Equipment	363,342	12,019	21,575	353,786
Computer Software	96,398	1,593	94	97,897
Motor Vehicles	153,725	33,454	4,482	182,697
Right to Use Leased Assets	10,097	97	3,147	7,047
SBITA	<u>11,520</u>	<u>2,125</u>	<u>10,893</u>	<u>2,752</u>
Total Depreciable Capital Assets	<u>7,436,908</u>	<u>242,698</u>	<u>41,660</u>	<u>7,637,946</u>
Less Accumulated Depreciation/ Amortization for:				
Buildings and Improvements	3,546,657	192,369	1,469	3,737,557
Furniture, Fixtures, and Equipment	250,657	20,612	20,938	250,331
Computer Software	93,169	902	94	93,977
Motor Vehicles	101,154	7,882	4,026	105,010
Right to Use Leased Assets	4,654	2,054	3,144	3,564
SBITA	<u>7,992</u>	<u>3,769</u>	<u>10,892</u>	<u>869</u>
Total Accumulated Depreciation/ Amortization	<u>4,004,283</u>	<u>227,588</u>	<u>40,563</u>	<u>4,191,308</u>
Net Capital Assets	<u>\$ 4,381,552</u>	<u>\$ 225,498</u>	<u>\$ 196,790</u>	<u>\$ 4,410,260</u>

Right to Use Leased Assets and SBITA

Lessee - The District has recorded right to use assets. The Right to Use Leased Assets and SBITA are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payment made. The Right to Use Leased Assets and SBITA are amortized on a straight-line basis over the shorter of the life of the assets or of the related lease.

For fiscal year ended June 30, 2025, depreciation/amortization by function is as follows (in thousands):

<u>Function</u>	<u>Amount</u>
Instructional Services	\$ 8,638
Instructional Support Services	6,722
Student Transportation Services	1,112
Operation and Maintenance of Plant	6,494
School Administration	139
General Administration	36
Business/Central Services	444
Administrative Technology Services	12
Food Services	1,977
Community Services	53
Facilities Acquisition and Construction	9,592
Unallocated	192,369
Total Depreciation/Amortization	\$ 227,588

Depreciation and amortization expense for the year ended June 30, 2025, of approximately \$192.4 million was not allocated to specific functions. The District's capital assets essentially serve all functions and as such, the depreciation and amortization expense is included as a separate line item in the statement of activities.

Construction-in-progress, as of June 30, 2025, is comprised of the following (in thousands):

<u>Location</u>	<u>Incurred to Date</u>
Elementary Schools	\$ 152,479
Middle Schools	96,597
Senior High Schools	70,128
Special Schools	2,186
Administration/Other	2,283
Total	\$ 323,673

As part of its capital outlay program, the District has entered into various construction contracts. At June 30, 2025, the District had construction commitments of approximately \$224.1 million.

5. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables consisted of the following balances as of June 30, 2025 (in thousands):

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Major Funds:		
General	\$ 4,976	\$ 7,143
Nonmajor Funds	7,143	4,976
Total Governmental Funds	\$ 12,119	\$ 12,119

Interfund receivables/payables are primarily short-term balances between funds for payments made by one fund on behalf of another fund. The \$4,976 represents a short-term balance for payments made by the General Fund on behalf of Miscellaneous Special Revenue Funds. The \$7,143 represents deposits held in the General Fund for other capital projects.

A summary of transfers for the year ended June 30, 2025, is as follows (in thousands):

	Transfers to		
	General Fund	Nonmajor Funds	Total
Transfers from:			
Major Funds:			
Capital Improvement LOML	\$ 157,337	\$ 209,788	\$ 367,125
Capital Improvement GOB	15		15
Total Major Funds	157,352	209,788	367,140
Nonmajor Funds	60,925	8,800	69,725
Total Governmental Funds	<u>\$ 218,277</u>	<u>\$ 218,588</u>	<u>\$ 436,865</u>

Transfers to the General Fund relate primarily to funding for the maintenance, renovations and/or repair of school facilities from the Capital Improvement LOML and GOB Funds of \$157,352, and from other capital projects fund of \$60,925, pursuant to Section 1011.71 of the Florida Statutes. Additionally, transfers to other non-major funds relate to amounts transferred to make debt service payments of \$218,588.

6. DUE FROM/TO OTHER GOVERNMENTS OR AGENCIES

Due from other governments or agencies at June 30, 2025, are as follows (in thousand):

	General Fund	Nonmajor Governmental Funds	Total
	Federal:		
Medicaid Federal	\$ 7,530	\$ -	\$ 7,530
Food Service Reimbursement	-	20,472	20,472
Clean School Bus Program	-	18,399	18,399
US Treasury	-	3,104	3,104
Early Head Start/Head Start	-	2,604	2,604
FEMA	6,414	-	6,414
Miscellaneous Federal	85	1,945	2,030
State:			
CO & DS	-	14,479	14,479
Department of Education Security Grant	-	2,426	2,426
Pathways to Career Opportunities Grant	1,231	-	1,231
SAVES	-	1,195	1,195
Voluntary Prekindergarten Program	482	-	482
Miscellaneous State	1,656	43	1,699
Local:			
Miami-Dade County	-	9,155	9,155
The University of Chicago	-	1,439	1,439
Miscellaneous Local	996	947	1,943
Total	<u>\$ 18,394</u>	<u>\$ 76,208</u>	<u>\$ 94,602</u>

Due to other governments or agencies at June 30, 2025, are as follows (in thousands):

	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Federal:			
Miscellaneous Federal	\$ -	\$ 268	\$ 268
State:			
IDEA	-	894	894
Miscellaneous State	-	308	308
Local:			
Charter Schools	97,724	-	97,724
Corporation for Public Broadcasting	-	1,312	1,312
Miscellaneous Local	201	1,532	1,733
Total	<u>\$ 97,925</u>	<u>\$ 4,314</u>	<u>\$ 102,239</u>

7. SHORT-TERM DEBT

Short-term debt activity for the fiscal year ended June 30, 2025, is as follows (in thousands):

	<u>Balance July 1, 2024</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2025</u>
Tax Anticipation Note (TAN), Series 2024, issued on September 4, 2024, effective yield of 3.16%, with a maturity date of January 7, 2025.	\$ -	\$ 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.

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 3 sick/personal days during that time and have a remaining balance, after payment, of 21 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 13 years of service; 50% after 10 years; 45% after 6 years; 40% after 3 years and 35% during the first 3 years of qualified service upon retirement, death, or resignation. Vacation accrual is limited to 60 days for 12-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 Deferred Retirement Option Program (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, 2025, the accrued liability for compensated absences, including retirement incentive benefits in the General Fund was \$7.7 million.

In accordance with GASB Statement No. 101, compensated absences are estimated and accrued as liabilities on the government-wide financial statements to the extent that it is more likely than not that the leave will be used for time off or otherwise paid in cash or settled through noncash means. The liability is measured at the employee's pay rate in effect at the financial reporting date and includes the employer's share of applicable taxes and retirement contributions.

The statement of net position reflects both the current and long-term portions of compensated absences including retirement incentive benefits. At June 30, 2025, the current and long-term portions were \$21,035 and \$368,980, respectively (in thousands).

9. LEASES AND SBITA

District as Lessee

The District leases certain assets from various third parties. The assets leased include vehicles, equipment, building and parking facilities. Payments are generally fixed monthly with any related operating costs excluded from the lease liability. Lease asset activity of the District is included in Note 4.

The District obtains the right to use vendors' information technology software through various long-term contracts. Payments are generally fixed monthly.

The classes and amounts of right to use leased assets and SBITA at June 30, 2025, are as follows (in thousands):

	<u>Asset Balances</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>
Copiers	\$ 686	\$ 298	\$ 388
Facilities	5,308	2,743	2,565
SBITA	2,752	869	1,883
Dumpsters	1,053	523	530
Total	\$ 9,799	\$ 4,433	\$ 5,366

Future principal and interest payment requirements related to the District's lease liability, SBITA, and obligations under financing agreements at June 30, 2025, are as follows (in thousands):

<u>Fiscal Year Ending June 30</u>	<u>SBITA and GASB 87 Leases</u>		
	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 2,421	\$ 2,343	\$ 78
2027	1,374	1,329	45
2028	494	480	14
2029	164	155	9
2030	122	114	8
2031-2035	590	566	24
2036-2040	175	169	6
2041-2045	49	46	3
2046-2048	29	28	1
Total Minimum Lease Payments	\$ 5,418	\$ 5,230	\$ 188

The amount representing interest was calculated using rates ranging from 1.3% to 6.0%.

District as Lessor

The District leases two pieces of land to third parties, the Educational Federal Credit Union (formerly known as the South Florida Educational Federal Credit Union) and the Downtown Doral Charter Elementary. The Doral ground lease was prepaid by the lessee so there is no related receivable. The District also leases five spaces housing telecommunication equipment and one school site recreational facility. At June 30, 2025, the District recorded a lease receivable of \$1,378.7 (in thousands) and a deferred inflow of resources of \$4,434.0 (in thousands) related to leases.

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, 2025, amounts withheld and in the custody of the State totaled \$61 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, 2025, all of the \$1.2 billion par approved by voters has been issued in 7 separate bond series. The General Obligation Bond Series 2013 and 2014A were sold on July 10, 2013. The General Obligation Bond Series 2013, for \$190 million was issued on July 24, 2013, and the General Obligation Bond Series 2014A, for \$96.5 million on February 11, 2014. The General Obligation Bond Series 2015, for \$192.7 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. The General Obligation Bond Series 2021, which partially refunded the General Obligation Bond Series 2013, for \$168 million, was sold on November 3, 2021, and issued on December 2, 2021. The General Obligation Bond Series 2022A, for \$270.8 million was sold on July 12, 2022, and issued on August 2, 2022.

Principal and interest on these and any future bond issues will be paid from ad valorem school district taxes on all taxable real and personal property, excluding homestead exemption as required by Florida law, without limitation as to rate or amount.

A summary of bonds payable as of June 30, 2025, is as follows (in thousands):

	<u>Authorized</u>	<u>Issued</u>	<u>Outstanding</u>
SBE Capital Outlay Bonds – Series 2017A Refunding, due in varying annual payments through July 1, 2028, with interest rates ranging from 3% to 5%. 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	\$ 2013
SBE Capital Outlay Bonds – Series 2019A Refunding, due in varying annual payments through January 1, 2029, with interest rates of 5%. Interest is payable semi-annually on January and July 1. A portion of the proceeds was used to refund SBE Capital Outlay Bonds Series 2009A to achieve debt service savings.	\$ 787	\$ 787	\$ 409
SBE Capital Outlay Bonds, Series 2020A Refunding, due in varying annual payments through January 1, 2030, with interest rates ranging from 2% to 5%. Interest is 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	\$ 176
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%, is payable March 15 and September 15. True interest cost is 4.68%. Bonds maturing on March 15, 2025, and thereafter are callable.	Second in a series not to exceed \$1,200,000	\$ 96,475	\$ 77,010

	Authorized	Issued	Outstanding
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 in March 2026 and thereafter, with the exception of the bond maturing on March 15, 2030, are callable.	Third in a series not to exceed \$1,200,000	\$ 192,720	\$ 154,650
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%, is payable March 15 and September 15. True interest cost is 3.4066%. Bonds maturing in March 2027 and thereafter are callable.	Fourth in a series not to exceed \$1,200,000	\$ 200,000	\$ 167,970
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% is payable March 15 and September 15. True interest cost is 3.5808%. Bonds maturing in March 2028 and thereafter, with the exception of bonds maturing on March 15, 2033, and March 15, 2035, are callable.	Fifth in a series not to exceed \$1,200,000	\$ 250,000	\$ 212,370
General Obligation Refunding School Bonds, Series 2021, consisting of serial and term bonds, due in varying payments through March 15, 2043. Interest rates ranging from 2.10% to 3% is payable March 15 and September 15. The bonds are not subject to redemption prior to maturity.	\$ 168,005	\$ 168,005	\$ 151,000
General Obligation Refunding School Bonds, Series 2022A, consisting of serial and term bonds, due in varying payments through March 15, 2052. Interest rate of 5% is payable March 15 and September 15. True interest cost is 4.009%. Bonds maturing on March 2033 and thereafter are callable by the District.	Sixth in a series not to exceed \$1,200,000	\$ 270,800	<u>\$ 259,390</u>
Total Long-Term Bonds Payable			<u>\$ 1,024,988</u>

Several of the SBE long-term bonds are callable by the State of Florida prior to maturity during the years 2020 through 2025. The General Obligation Bond 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):

Year Ending June 30	Principal	Interest	Total Debt Service Requirements
2026	\$ 30,398	\$ 44,475	\$ 74,873
2027	31,809	43,109	74,918
2028	33,242	41,723	74,965
2029	33,920	40,283	74,203
2030	35,204	38,887	74,091
2031-2035	199,155	171,323	370,478
2036-2040	244,335	126,703	371,038
2041-2045	273,905	70,163	344,068
2046-2050	110,180	21,331	131,511
2051-2052	32,940	2,491	35,431
Total	<u>\$ 1,025,088</u>	<u>\$ 600,488</u>	<u>\$ 1,625,576</u>

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., (the “Foundation”) a Florida not-for-profit corporation 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 Florida 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.

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) were established to provide for taxable obligations to be issued by the School District with a federal subsidy for interest. The Series 2009B was issued under the Qualified School Construction Bond program and provides federal tax credits in lieu of interest payments to the Certificate holder, which is similar to the 2015 Qualified Zone Academy Bonds (QZAB) program. The Series 2010 QZAB was issued as direct pay bonds whereby the interest subsidy is paid directly to the School District by the U.S. Treasury.

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 rate has been modified annually; however, for fiscal years through September 30, 2031, the sequestration rate has been set at 5.7%. 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 \$6,583 (in thousands) to be reduced by 5.7% which equates to a reduction of approximately \$375 (in thousands) for fiscal year 2025, 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 as of June 30, 2025, 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>
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	15,840
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
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	62,610
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	244,365
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

<u>Debt Series</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Interest Rate(s)</u>	<u>Issued</u>	<u>Outstanding</u>
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	31,450
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	68,170
2018A Series – Serial Certificates fully refunding on a forward refunding basis the 2008A Serial Certificates (\$130,950).	05/03/18	08/01/26	True Interest Cost 2.84% 2.84%	119,995	26,810
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	31,410
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	36,665
2019C Series – Serial Certificates fully refunding 2001B (\$33,075) and 2007C (\$90,825) variable rate certificates.	12/31/19	05/01/37	True Interest Cost 2.47% 2.47%	119,235	105,810
2020A Series – Serial Certificates fully refunding 2010B Build America Bond (\$27,990).	06/15/20	06/15/32	True Interest Cost 2.99% 2.99%	28,100	27,725
2021A Series – Serial Certificates fully refunding 2011B (\$67,660).	05/03/21	05/01/31	True Interest Cost 2.43% 2.43%	67,855	66,760
2023A Series – Serial Certificates fully refunding on a tax-exempt basis the 2021B (\$83,970) taxable serial certificates with a net present value saving of \$2,932.	02/01/23	08/01/31	True Interest Cost 1.65% 1.65%	83,970	82,310
2024A Series – Serial Certificates fully refunding on a tax-exempt basis the 2022A (\$71,825) taxable serial certificates.	05/01/24	05/01/31	True Interest Cost 3.52% 3.52%	71,825	71,675
2025A Series – Serial Certificates fully refunding 2014D, 2015A, and 2015B (\$413,850) serial and term certificates with a net present value savings of \$22,875.	02/04/25	05/01/32	True Interest Cost 3.38% 3.38%	413,850	413,850
				<u>\$ 2,014,665</u>	<u>\$ 1,576,645</u>

At June 30, 2025, 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	Certificates of Participation		Certificates of Participation Payable from Direct Borrowings and Direct Placements		Total Debt Service Requirements*
	Principal	Interest	Principal	Interest	
2026	\$ 121,753	\$ 42,730	\$ 35,779	\$ 10,693	\$ 210,955
2027	311,521	144,071	35,371	9,879	500,842
2028	131,214	32,482	42,690	9,075	215,461
2029	109,334	25,897	68,575	8,455	212,261
2030	139,733	38,551	61,035	6,561	245,880
2031-2035	312,560	26,410	169,550	12,516	521,036
2036-2037	-	-	37,530	1,400	38,930
Total	\$ 1,126,115	\$ 310,141	\$ 450,530	\$ 58,579	\$ 1,945,365

* 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 are of year-end is \$40,320 (in thousands).

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*	\$ 61
Restricted for Payment of District Bond Funds	22,191
Restricted for Certificates of Participation	21,845
ARRA Economic Stimulus Debt Service	170,277
Total Available in Debt Service Funds	\$ 214,374

* The Cash and Investment amount of \$61 (in thousands) Restricted for Payment of State Board of Education and Capital Outlay Bonds is held with fiscal agent.

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.

Certificates of Participation, Series 2025A

On February 4, 2025, the District issued Certificates of Participation (COPs) 2025A with an aggregate interest rate of 3.38%, which fully refunded, the COPs 2014D, 2015A and 2015B serial and term certificates, which had an interest rate of 5%. Proceeds of \$462,099 were deposited with an escrow agent who paid off the refunded COPs. As a result, the COPs 2014D, 2015A and 2015B series are considered to be defeased and the liability for these COPs have been removed from the statement of net position. The reacquisition price was less than the net carrying amount of the old debt by \$19,155. This amount is reported as a deferred inflow of resources and amortized over the remaining life of the refunding debt. The refunding reduced total debt service payments by \$23,758 and resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$22,875.

Broadband Lease Notes, Series 2025

On June 17, 2025, the District issued \$81,000 (in thousands) in Broadband Lease Notes, Series 2025 (Clearwire Spectrum Holdings II LLC). These notes are payable on a non-recourse basis solely from lease payments made and to be made by Clearwire Spectrum Holdings II LLC ("Clearwire"). The underlying collateral is the assignment of lease payments received by the School Board under a 30-year lease agreement with Clearwire, originally entered into on June 27, 2008, and amended as of April 29, 2020, pertaining to the District's broadband service channels.

The net proceeds received from this issuance amounted to \$74,865 (in thousands), which favorably impacted the General Fund fund balance for the fiscal year ended June 30, 2025. The Notes were issued to replenish General Fund expenditures related to referendum settlement payments to charter schools.

The Broadband Lease Notes, Series 2025, bear interest at a taxable rate of 7.19% per annum and mature on August 1, 2038. The notes were sold to qualified institutional buyers through a Note Purchase Agreement dated June 12, 2025.

Year Ending June 30	Principal	Interest	Total Debt Service Requirements
2026	\$ 1,060	\$ 4,789	\$ 5,849
2027	1,460	5,679	7,139
2028	1,570	5,573	7,143
2029	1,670	5,458	7,128
2030	2,570	5,331	7,901
2031-2035	33,960	20,066	54,026
2036-2038	38,810	4,940	43,750
Total	\$ 81,100	\$ 51,836	\$ 132,936

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 Section 768.28, Florida Statutes. 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	\$1,500,000	100%

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, 2025. 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, 2025, 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 1.5%.

The School Board authorized the purchase of Individual Stop Loss (ISL) coverage for its self-insured health program effective January 1, 2025, from Cigna with an attachment point of \$1,750,000 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 2025 monthly rates for the three offered Open Access Programs (OAP) are \$959 (Extended Network), \$931 (LocalPlus Focused Network), and \$905 (SureFit). The Board's contribution for employee only coverage is limited to the \$905 (SureFit); therefore, employees who choose the Extended Network or LocalPlus

Focused Network 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, 2025.

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, 2025.

A total estimated liability amount of \$198.4 million was actuarially determined to cover reported and unreported claims payable at June 30, 2025. It is estimated that of the current portion, \$78.1 million is due within a year. The remaining \$120.3 million will be due in future years.

	Estimated Liability For Pending Claims (in thousands)		
	Current Portion	Long-Term Portion	Total
Workers' Compensation General and Occupational Liability	\$ 25,510	\$ 91,835	\$ 117,345
Fleet Liability	6,701	23,141	29,842
Group Health	2,881	5,323	8,204
	43,014	-	43,014
Total	\$ 78,106	\$ 120,299	\$ 198,405

Changes in the balance of claims liabilities for the years ended June 30, 2024, and 2025 are as follows (in thousands):

	Balance July 1, 2023	Current Year Claims and Changes in Estimates	Claim Payments	Balance June 30, 2024
	Workers' Compensation General and Occupational Liability	\$ 130,765	\$ 32,431	\$ (31,773)
Fleet Liability	34,923	1,676	(6,364)	30,235
Group Health	7,992	1,642	(2,077)	7,557
	40,401	426,629	(426,329)	40,701
Total	\$ 214,081	\$ 462,378	\$ (466,543)	\$ 209,916

	Balance July 1, 2024	Current Year Claims and Changes in Estimates	Claim Payments	Balance June 30, 2025
	Workers' Compensation General and Occupational Liability	\$ 131,423	\$ 21,306	\$ (35,384)
Fleet Liability	30,235	3,609	(4,002)	29,842
Group Health	7,557	2,925	(2,278)	8,204
	40,701	457,874	(455,561)	43,014
Total	\$ 209,916	\$ 485,714	\$ (497,225)	\$ 198,405

14. CHANGES IN LONG-TERM LIABILITIES

Long-term liabilities balances and activity for the year ended June 30, 2025, are as follows (in thousands):

	Balance July 1, 2024	Additions and Changes in Estimates	Deductions	Balance June 30, 2025	Amounts Due Within One Year
Notes Payable	\$ -	\$ 81,100	\$ -	\$ 81,100	\$ 1,060
Bonds Payable	1,132,894	-	(34,144)	1,098,750 *	30,398
Certificates of Participation Payable, net	1,281,262	438,383	(576,089)	1,143,556 **	121,753
Certificates of Participation Direct Borrowings and Direct Placements	507,214 ***	-	(33,569)	473,645 **	35,779
Obligations under Leases and SBITA	8,279	2,222	(5,271)	5,230	2,343
Obligations under Financing Agreements	2,557	-	(2,557)	-	-
Self-Insurance Estimated Claims Payable	209,916	487,504	(499,015)	198,405	78,106
Retirement Incentive Benefits	2,279	-	(102)	2,177	229
Compensated Absences Other Postemployment Benefits Liability	378,427 ****	42,958	(33,547)	387,838	20,806
Net Pension Liability	286,122	85,655	-	371,777	8,287
	2,453,748 *****	254,303	(425,037)	2,283,014	-
Total	\$6,262,698	\$ 1,392,125	\$(1,609,331)	\$ 6,045,492	\$ 298,761

* Includes unamortized premium in the amount of \$73,662.

** Amount is \$40,556 more than the principal balance of \$1,576,645 in Note 11, the difference represents the net unamortized premium on outstanding debt issues.

*** Reflects disclosures to comply with GASB Statement No. 88, Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements.

**** The School Board adopted the provisions of GASB Statement No. 101, Compensated Absences. Accordingly, the beginning balance was restated as of July 1, 2024, by \$(6.1) million.

***** The District's supplemental early retirement plan (SERP) reflected a Net Position Asset at June 30, 2025. Accordingly, the SERP beginning balance has been removed from the changes in long-term debt.

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 postemployment benefits are paid from the General Fund, as in prior years. Obligations Under Leases and SBITA are primarily paid from capital project funds and the General Fund.

15. STATE REVENUE SOURCES

A major source of the District's revenue is received from the State of Florida, who provided approximately 20% of total revenues in the 2024-25 fiscal year. The following is a schedule of state revenue sources and amounts (in thousands):

Sources	Amount
Florida Education Finance Program	\$ 588,657
Categorical Educational Programs	380,236
Workforce Development	91,315
Charter School Capital Outlay Funding	53,227
3Cueing Transition	16,062
Capital Outlay and Debt Service (CO&DS) Distributed	13,952
Workforce Development Capitalization Incentive	4,640
Educational Facilities Security Grant	3,915
Nursing Education Pipeline	1,706
Food Service Supplement	1,650
Pathways to Career Opportunities Grant	1,623
Computer Science Teacher Certification & Bonus	1,110
Adults with Disabilities	1,021
CO&DS Withheld for SBE/COBI Bonds	810
Workforce Education Performance Incentive	805
Early Childhood Music Education Incentive	697
Interest on Undistributed CO&DS	527
Classical Education Model	500
WLRN Public Television/Radio Grant	470
Student Success Career & Technical	315
Youth Mental Health Awareness and Training	228
CO&DS Withheld for Administrative Expense	225
State License Tax	194
Miscellaneous	1,079
Total	\$ 1,164,964

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 2024 have been recognized for the fiscal year ended June 30, 2025.

The State Constitution limits the levying of non-voted taxes by the District to 10 mills (\$10 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 the 2024-25 fiscal year, 6.602 mills was levied. The total

adjusted assessed value for calendar year 2025 on which the 2024-25 fiscal year levy was based, was approximately \$562.6 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 90.5% 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 2024 tax roll for the 2024-25 fiscal year (in thousands):

	<u>Millages</u>	<u>Taxes</u>	
		<u>Levied</u>	<u>Collected</u>
<u>GENERAL FUND</u>			
Nonvoted School Tax:			
Required Local Effort	3.220	\$ 1,811,579	\$ 1,638,938
Discretionary Local Effort	0.748	420,827	380,722
Voted School Tax:			
Additional Operating Millage*	1.000	562,602	508,987
	<u>4.968</u>	<u>\$ 2,795,008</u>	<u>\$ 2,528,647</u>
<u>CAPITAL PROJECT FUNDS</u>			
Nonvoted Tax:			
Local Capital Improvements	1.500	\$ 843,903	\$ 763,481
<u>DEBT SERVICE FUNDS</u>			
Voted Tax:			
Debt Service - General Obligation Bonds	0.134	\$ 75,389	\$ 68,204

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

Taxes reported in the governmental funds 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.

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 postemployment 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 DROP 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. An annual comprehensive 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 FRS and HIS pension expense totaled \$254.3 million for the fiscal year ended June 30, 2025.

At June 30, 2025, the District reported a payable of \$41.0 million for the outstanding amount of employer and employee contributions to the FRS and HIS Plans required for the fiscal year ended June 30, 2025.

FRS Pension Plan

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

- *Regular* – Members of the FRS who do not qualify for membership in the other classes.
- *Elected County Officers* – Members who hold specified elective offices in local government.
- *Senior Management Service* – Members in senior management level positions.
- *Special Risk* – 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 6 years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at 8 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). Employees enrolled in the Plan may include up to 4 years of credit for military service toward creditable service.

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 96 months after electing to participate, except that certain instructional personnel may participate for up to 120 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 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 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 table shows the percentage value for each year of service credit earned:

<u>Class, Initial Enrollment, and Retirement Age/Years of Service</u>	<u>Percent Value</u>
Regular Members Initially Enrolled Before July 1, 2011	
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
Regular Members Initially Enrolled On or After July 1, 2011	
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
Elected County Officers	3.00
Senior Management Service Class	2.00
Special Risk Regular Class	
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.

Contributions. The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2024-25 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	13.63
FRS, Elected County Officers	3.00	58.68
FRS, Senior Management Service	3.00	34.52
FRS, Special Risk	3.00	32.79
FRS, Special Risk Administrative	3.00	39.82
DROP – Applicable to Members from All of the Above Classes	0.00	21.13
FRS, Reemployed Retiree	(2)	(2)

- (1) Employer rates include 2.00 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 \$231.6 million for the fiscal year ended June 30, 2025. (Refer to Estimating Tool)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2025, the District reported a liability of \$1,549 million for its proportionate share of the Plan’s net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The District’s proportionate share of the net pension liability was based on the District’s 2023-24 fiscal year contributions relative to the total 2023-24 fiscal year contributions of all participating members. At June 30, 2024, the District’s proportionate share was 4.00%, which was a decrease of 0.13% from its proportionate share measured as of June 30, 2023.

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 6.70% rate of return assumption used in the June 30, 2024, 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, 2024, valuation was 6.70%.

For the fiscal year ended June 30, 2025, the District recognized a pension expense of \$235.3 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>
Differences Between Expected and Actual Experience	\$ 156,513	\$ -
Change of Assumptions	212,335	-
Net Difference Between Projected and Actual Earnings on FRS Pension Plan Investments	-	102,969
Changes in Proportion and Differences Between District FRS Contributions and Proportionate Share of Contributions	26,783	58,092
District FRS Contributions Subsequent to the Measurement Date	231,587	-
Total	\$ 627,218	\$ 161,061

The deferred outflows of resources related to pensions totaling \$231.6 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 ending June 30, 2026. 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>
2026	\$ (22,105)
2027	248,640
2028	4,584
2029	(8,250)
2030	11,701
Total	\$ 234,570

Actuarial Assumptions. The total pension liability in the July 1, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary Increases	3.50 percent, average, including inflation
Investment Rate of Return	6.70 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2021.

The actuarial assumptions used in the July 1, 2024, valuation were based on the results of an actuarial experience study for the period July 1, 2018, through June 30, 2023.

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</u> (1)	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.0%	3.3%	3.3%	1.1%
Fixed Income	29.0%	5.7%	5.6%	3.9%
Global Equity	45.0%	8.6%	7.0%	18.2%
Real Estate (Property)	12.0%	8.1%	6.8%	16.6%
Private Equity	11.0%	12.4%	8.8%	28.4%
Strategic Investments	2.0%	6.6%	6.2%	8.7%
Total	100%			
Assumed inflation - Mean			2.4%	1.5%

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

Discount Rate. The discount rate used to measure the total pension liability was 6.7 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 2024 valuation remained at 6.7 percent.

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 6.7 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% point lower (5.7%) or 1% point higher (7.7%) than the current rate (in thousands):

	<u>1% Decrease (5.7%)</u>	<u>Current Discount Rate (6.7%)</u>	<u>1% Increase (7.7%)</u>
District's Proportionate Share of the Net Pension Liability	\$ 2,725,028	\$ 1,549,223	\$ 564,236

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 Annual Comprehensive Financial Report.

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 State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement. A comprehensive financial report of the FRS Pension Plan and the HIS Pension Plan, 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).

Benefits Provided. For the fiscal year ended June 30, 2025, eligible retirees and beneficiaries received a monthly HIS payment of \$7.50 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$45 and a maximum HIS payment of \$225 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, 2025, the contribution rate was 2.0% of payroll pursuant to Section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding 3 years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. 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 \$41.8 for the fiscal year ended June 30, 2025.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2025, the District reported a net pension liability of \$733.8 million for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The District's proportionate share of the net pension liability was based on the District's 2023-24 fiscal year contributions relative to the total 2022-23 fiscal year contributions of all participating members. At June 30, 2024, the District's proportionate share was 4.89%, which was a decrease of 0.19% from its proportionate share measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the District recognized the HIS Plan pension expense of \$19.0 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>
Differences Between Expected and Actual Experience	\$ 7,085	\$ 1,409
Change of Assumptions	12,986	86,872
Net Difference Between Projected and Actual Earnings on HIS Pension Plan Investments	-	265
Changes in Proportion and Differences Between District HIS Contributions and Proportionate Share of Contributions	5,517	48,785
District HIS Contributions Subsequent to the Measurement Date	41,800	-
Total	\$ 67,388	\$ 137,331

The deferred outflows of resources related to pensions, totaling \$41.8 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 ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Deferred Outflows, Net</u>
2026	\$ (20,941)
2027	(22,680)
2028	(29,598)
2029	(21,844)
2030	(13,093)
Thereafter	(3,587)
Total	\$ (111,743)

Actuarial Assumptions. The total pension liability in the July 1, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary Increases	3.50 percent, average, including inflation
Municipal Bond Rate	3.93 percent

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2021.

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.

Discount Rate. The discount rate used to measure the total pension liability was 3.93%. 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 3.65% to 3.93%.

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 3.93%, 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 (2.93%) or 1 percentage point higher (4.93%) than the current rate (in thousands):

	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
District's Proportionate Share of the Net Pension Liability	\$ 835,327	\$ 733,791	\$ 649,500

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 Annual Comprehensive 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's Annual Comprehensive 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 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, 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 percent of payroll and by forfeited benefits of Investment Plan members.

Allocations to the Investment Plan member accounts during the 2024-25 fiscal year were as follows:

<u>Membership Class</u>	<u>Percent of Gross Compensation</u>
FRS, Regular	11.30
FRS, Elected County Officers	16.34
FRS, Senior Management Service	12.67
FRS, Special Risk Regular	19.00

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings, regardless of membership class. 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 5 years. If the employee returns to FRS-covered employment within the 5-year period, the employee will regain control over their account. If the employee does not return within the 5-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2025, 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 \$64.0 million for the fiscal year ended June 30, 2025.

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 Section 1012.685, Florida Statutes.

At June 30, 2025, the total number of retirees and beneficiaries of deceased retirees currently receiving benefits is 286, averaging \$894.80 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 2024-25 fiscal year of \$1,256 (in thousands) were made in accordance with actuarially determined requirements computed through an actuarial valuation performed as of July 1, 2024.

Net Pension Liability. The District’s net pension liability was measured as of July 1, 2024, 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/(asset) of the District at June 30, 2025 (in thousands).

	<u>June 30, 2025</u>
Total Pension Liability	\$ 22,046
Less: Plan Fiduciary Net Position	<u>23,069</u>
Net Pension Liability/(Asset)	<u>\$ (1,023)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	104.64%
Measurement Date	July 1, 2024

Actuarial Assumptions. The total pension liability in the July 1, 2024, actuarial valuation was determined using the following assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Investment Rate of Return	6.63%

The long-term expected rate of return on pension plan investments are developed for each major asset class by weighing 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, 2025, 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	0%	0.40%
Domestic Equity	39%	4.80%
International Equity	21%	4.60%
Domestic Fixed Income	40%	2.50%
Total	100%	

Mortality rates were based on the mortality table used by FRS.

Female: 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.

Discount Rate. The discount rate used to measure the total pension liability was 6.63%. 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.

Changes in Net Pension Liability/(Asset)

	Increase (Decrease) (amounts in thousands)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balances at June 30, 2024	\$ 24,691	\$ 22,223	\$ 2,468
Changes for the year:			
Interest	1,580	-	1,580
Differences between expected and actual experience	(1,102)	-	(1,102)
Changes of Assumption	248	-	248
Contributions - employer	-	1,737	(1,737)
Net investment income	-	2,528	(2,528)
Benefit payments, including refunds of employee contributions	(3,371)	(3,371)	-
Administrative expense	-	(48)	48
Net Changes	(2,645)	846	(3,491)
Balances at June 30, 2025	\$ 22,046	\$ 23,069	\$ (1,023)

Sensitivity. The following table illustrates the impact of interest rate sensitivity on the net pension liability/(asset) for the fiscal year ended June 30, 2025 (in thousands):

	<u>1% Decrease (5.63%)</u>	<u>Current Rate (6.63%)</u>	<u>1% Increase (7.63%)</u>
Net Pension Liability/(Asset)	\$ 122	\$ (1,023)	\$ (2,065)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2025, the District recognized a decrease in pension expense of \$805 (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 Projected and Actual Earnings on Pension Plan Investments	\$ 231	\$ -
District Contributions Subsequent to the Measurement Date	1,256	-
Total	<u>\$ 1,487</u>	<u>\$ -</u>

The deferred outflows of resources related to pensions, totaling \$1.3 million, resulting from District contributions to the plan subsequent to the measurement date will be recognized as an increase of the net pension liability in the fiscal year ending June 30, 2026.

Other amounts reported as 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 Inflows, Net</u>
2026	\$ (146)
2027	803
2028	(214)
2029	(212)
2030	-
Total	<u>\$ 231</u>

The following summarizes total pension liability, deferred inflow and outflow of resources and pension expense at June 30, 2025, for each pension plan (in thousands).

<u>Pension Plan</u>	<u>Total Pension Liability/(Asset)</u>	<u>Deferred Inflow of Resources</u>	<u>Deferred Outflow of Resources</u>	<u>Pension Expense (Credit)</u>
FRS	\$ 1,549,223	\$ 161,061	\$ 627,218	\$ 235,309
HIS	733,791	137,331	67,388	18,977
SERP	(1,023)	-	1,487	(805)
Total	<u>\$ 2,281,991</u>	<u>\$ 298,392</u>	<u>\$ 696,093</u>	<u>\$ 253,481</u>

Other Postemployment 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 2025, approximately 288 retirees will receive an estimated \$161 thousand in premium reimbursements for the year ended June 30, 2025.

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 10 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 \$2.2 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.

Employees Covered by Benefit Terms. The actuarial valuation was based on personnel information as of May 1, 2023. The following employees were covered by the benefit terms:

Inactive Participants	629
Active Participants	<u>28,351</u>
Total	<u>28,980</u>

Total OPEB Liability. The District's total OPEB liability of \$371,777 (in thousands) was measured as of June 30, 2024, and was determined by an actuarial valuation as of May 1, 2023, and update procedures were used to determine the total OPEB liability as of June 30, 2024.

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	2.40%
Salary increases	3.50%
Discount rate	3.93%
Healthcare cost trend rates	Pre-65 9.00% for 2025, grading down to an ultimate rate of 4.50% for 2034-2035. Post-65 10.10% for 2025, grading down to an ultimate rate of 4.50% for 2034-2035.

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-2016 for Teachers (head-count weighted) projected with scale MP-2021.

Disabled mortality rates were based on the Pub-2010 Disabled Mortality for Teachers (head count weighted) projected with scale MP-2021.

The demographic actuarial assumptions for OPEB Liability used in the June 30, 2024, valuation were based on the 2024 Experience Study and changes were adopted by the 2024 FRS Actuarial Assumption Conference.

The remaining actuarial assumptions health care cost trends used in the July 1, 2024, valuation were based on experience for the 36-month period ended April 30, 2023.

Changes in the Total OPEB Liability.

	Amount (in thousands)
Balance at June 30, 2024	\$ 286,122
Changes for the year:	
Service Cost	18,169
Interest	10,969
Differences Between Expected and Actual Experiences	(2,858)
Changes of Assumptions or Other Inputs	67,015
Contributions from the employer	(7,640)
Net Changes	85,655
Balance at June 30, 2025	\$ 371,777

Changes of assumptions and other inputs reflect a change in the discount rate from 3.65% at June 30, 2023, to 3.93% at June 30, 2024. The general inflation rate changed from 2.20% at June 30, 2023, to 2.40% at June 30, 2024. The salary increase rate changed from 3.00% at June 30, 2023, to 3.50% at June 30, 2024. The health care cost trend for pre-65 starting point changed from 7.95% to 9.00% and Post-65 from 9.80% to 10.10%.

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 (2.93%) or 1 percentage point higher (4.93%) than the current rate (in thousands):

	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
Total OPEB Liability	\$ 398,523	\$ 371,777	\$ 346,115

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 (8.00% pre-65/9.10% post-65 to 3.50% pre-65/3.50% post-65) or 1 percentage point higher (10.00% pre-65/11.10 post-65 to 5.50% pre-65/5.50% post-65) than the current healthcare cost trend rates (in thousands):

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability	\$ 331,188	\$ 371,777	\$ 419,082

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the fiscal year ended June 30, 2025, the District recognized OPEB expense of \$34,542 (in thousands). At June 30, 2025, 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>
Differences Between Expected and Actual Experience	\$ 340	\$ 34,184
Changes of Assumptions or Other Inputs	95,229	25,155
Benefits Paid Subsequent to the Measurement Date	9,300	-
Total	\$ 104,869	\$ 59,339

The amount reported as deferred outflows of resources related to OPEB, totaling \$9.3 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 ending June 30, 2026. 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, Net</u>
2026	\$ 6,785
2027	8,739
2028	2,810
2029	2,810
2030	3,670
Thereafter	11,416
Total	\$ 36,230

18. COMMITMENTS AND CONTINGENCIES

A. Commitments

As part of its capital outlay program, the District has entered into various construction commitments totaling approximately \$224.1 million as of June 30, 2024 (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 \$4.7 million for the fiscal year ended June 30, 2025.

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 as 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 or decrease as permanent repairs are finalized. As of fiscal year 2025, the District has approved project worksheets in the amount of \$15.9 million and received payments for eligible work in the amount of approximately \$6.5 million.

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, 2025. 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, 2025, would not be material to the financial position of the District.

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 \$21.9 million in prepaid and other assets, \$22.2 million of long-term receivable, and \$16.0 million in inventories that are considered nonspendable.

Restricted – The District reported restricted fund balances totaling \$1.5 billion comprised of \$38.9 million of State Required Carryover programs, \$31.6 million in Food Service, \$9.7 million in Miscellaneous Special Revenue, \$214.4 million in Debt Services, and \$1.2 billion in Capital Projects.

Committed – The District did not have any committed fund balances at June 30, 2025.

Assigned – The District has assigned fund balances totaling \$79.6 million which consist of \$49.0 million for rebudgets and obligations; \$5.6 million for capital projects, and \$25.0 million of outstanding encumbrances for goods and services comprised of \$18.8 million for purchased

services, \$1.7 million for materials and supplies, \$4.7 million for capital outlay, and \$3.4 million for other expenses.

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 \$146.1 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, 2025, the combined assigned and unassigned General Fund fund balance totaled \$223.7 million or 7.6% 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, 2025, for the Districts' governmental funds (in thousands):

	General Fund	General Obligation School Bonds Funds	Capital Improvement LOML Funds	Other Governmental Funds Nonmajor*	Total
FUND BALANCES					
Nonspendable:					
Inventory	\$ 10,153	\$ -	\$ -	\$ 5,839	\$ 15,992
Prepaid & Other Assets	2,156	-	19,785	-	21,941
Long-Term Receivable	22,149	-	-	-	22,149
Restricted:					
State Required Carryover	38,926	-	-	-	38,926
Special Revenue:					
Food Service	-	-	-	31,610	31,610
Miscellaneous	-	-	-	9,653	9,653
Debt Service	-	-	-	214,374	214,374
Capital Projects	-	211,451	842,035	172,371	1,225,857
Assigned:					
Rebudgets and Obligations	48,976	-	-	-	48,976
Encumbrances:					
School Level Services	16,126	-	-	-	16,126
Instructional Support Services	2,150	-	-	-	2,150
Business/Central Services	6,484	-	-	-	6,484
General Administration	238	-	-	-	238
Facilities Acquisition	3,585	-	-	-	3,585
Capital Projects	-	-	-	2,051	2,051
Unassigned	146,145	-	-	-	146,145
Total Fund Balance	\$297,088	\$ 211,451	\$ 861,820	\$ 435,898	\$ 1,806,257

*Aggregates all of the District's nonmajor fund balances.

20. NET POSITION

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

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

Total composition of net investment in capital assets as of June 30, 2025, is show below (in thousands):

Total capital assets, net of accumulated depreciation/amortization		\$ 4,410,260
Plus:		
Deferred loss on refunding of debt		21,201
Less:		
Long-Term Liabilities, net of unspent proceeds	\$ (2,493,404)	
Deferred gain on refunding of debt	(22,719)	
Capital projects liabilities	(62,466)	
		<u>(2,578,589)</u>
Total net investment in capital assets		<u>\$ 1,852,872</u>

21. SUBSEQUENT EVENTS

Tax Anticipation Notes

On August 13, 2025, the District sold \$450 million in Tax Anticipation Notes, Series 2025 ("the Notes") with an effective yield of 2.56%. 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, 2025. The Notes were issued on September 4, 2025, and mature on January 7, 2026.

General Obligation School Bonds

On March 17, 2026, the District issued \$342.3 million in General Obligation School Bonds, Series 2026, which fully refunded the 2014A, 2015, and 2016 Series General School Obligation Bonds. The Series 2026 Bonds will mature on March 15, 2046 and the refunding resulted in \$40.9 million net present value economic savings and the District will pay a true interest cost of 3.53%.

OTHER REQUIRED SUPPLEMENTARY INFORMATION

Miami-Dade County District School Board
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)

	Budget as Originally Adopted	Final Amended Budget	Actual GAAP Basis	Variance With Final Amended Budget
Revenues				
Local:				
Ad Valorem Taxes	\$ 2,683,208	\$ 2,610,647	\$ 2,610,647	\$ -
Interest Income	26,653	36,908	36,908	-
Net Increase in Fair Value of Investments	-	285	285	-
Local Grants and Others	58,091	87,013	87,013	-
Total Local Revenues	<u>2,767,952</u>	<u>2,734,853</u>	<u>2,734,853</u>	<u>-</u>
State Sources:				
Florida Education Finance Program	604,198	588,657	588,657	-
State Grants and Others	445,280	502,216	502,216	-
Total Local Revenues	<u>1,049,478</u>	<u>1,090,873</u>	<u>1,090,873</u>	<u>-</u>
Federal Sources:				
Federal Direct	1,900	2,108	2,108	-
Federal Through State and Local	11,700	10,527	10,527	-
Total Federal Revenues	<u>13,600</u>	<u>12,635</u>	<u>12,635</u>	<u>-</u>
Total Revenues	<u>3,831,030</u>	<u>3,838,361</u>	<u>3,838,361</u>	<u>-</u>
Expenditures				
Current:				
Instructional Services	<u>3,005,380</u>	<u>2,957,460</u>	<u>2,952,202</u>	<u>5,258</u>
Instructional Support Services:				
Student Personnel Services	161,301	172,121	170,784	1,337
Instructional Media Services	13,278	14,934	14,909	25
Instruction and Curriculum Development Service	36,809	47,939	47,565	374
Instructional Staff Training Services	1,662	16,943	16,811	132
Instruction-Related Technology	42,717	41,128	39,730	1,398
Total Instructional Support Services	<u>255,767</u>	<u>293,065</u>	<u>289,799</u>	<u>3,266</u>
Student Transportation Services	<u>83,125</u>	<u>85,665</u>	<u>84,851</u>	<u>814</u>
Operation and Maintenance of Plant:				
Operation of Plant	378,539	392,223	384,781	7,442
Maintenance of Plant	105,570	109,290	105,923	3,367
Total Operation and Maintenance of Plant	<u>484,109</u>	<u>501,513</u>	<u>490,704</u>	<u>10,809</u>
School Administration	<u>224,124</u>	<u>185,504</u>	<u>185,258</u>	<u>246</u>

(Continued)

Miami-Dade County District School Board
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
General Fund (Continued)
For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)

	Budget as Originally Adopted	Final Amended Budget	Actual GAAP Basis	Variance With Final Amended Budget
Expenditures (Continued)				
Current (Continued):				
General Administration:				
Central Services	\$ 37,306	\$ 67,232	\$ 61,888	\$ 5,344
Board of Education	10,425	9,951	9,768	183
General Administration	9,624	11,201	11,194	7
Administrative Technology Services	2,514	2,002	1,987	15
Fiscal Services	15,530	17,005	15,765	1,240
Total General Administration	<u>75,399</u>	<u>107,391</u>	<u>100,602</u>	<u>6,789</u>
Community Services	<u>31,520</u>	<u>38,192</u>	<u>38,124</u>	<u>68</u>
Capital Outlay	<u>54,742</u>	<u>81,690</u>	<u>74,971</u>	<u>6,719</u>
Debt Service				
Principal Retirement	-	-	5,271	(5,271)
Interest and Fiscal Charges	6,430	5,857	5,972	(115)
Total Debt Service	<u>6,430</u>	<u>5,857</u>	<u>11,243</u>	<u>(5,386)</u>
Total Expenditures	<u>4,220,596</u>	<u>4,256,337</u>	<u>4,227,754</u>	<u>28,583</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(389,566)</u>	<u>(417,976)</u>	<u>(389,393)</u>	<u>28,583</u>
Other Financing Sources				
Transfers In	210,407	218,277	218,277	-
Proceeds from Sale of Capital Assets	-	487	487	-
Proceeds from Loans/Leases/SBITA	-	83,322	83,322	-
Total Other Financing Sources	<u>210,407</u>	<u>302,086</u>	<u>302,086</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (179,159)</u>	<u>\$ (115,890)</u>	<u>(87,307)</u>	<u>\$ 28,583</u>
Fund Balances, Beginning			<u>384,395</u>	
Fund Balances, Ending			<u>\$ 297,088</u>	

**Schedule of the District's Proportionate Share
of the Net Pension Liability –
Florida Retirement System Pension Plan
(amounts expressed in thousands)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the FRS net pension liability	4.400%	4.097%	4.025%	3.975%	3.919%	4.064%	4.291%	4.217%	4.135%	4.005%
District's proportionate share of the FRS net pension liability	\$ 568,422	\$1,034,599	\$1,190,686	\$1,197,412	\$1,349,797	\$1,761,531	\$ 324,153	\$1,569,020	\$1,647,571	\$1,549,223
District's covered payroll	\$1,717,736	\$1,719,598	\$1,747,073	\$1,765,529	\$1,786,995	\$1,910,701	\$1,905,286	\$1,912,921	\$2,035,531	\$2,080,919
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	33.09%	60.17%	68.15%	67.82%	75.53%	92.19%	17.01%	82.02%	80.94%	74.45%
FRS Plan fiduciary net position as a percentage of the total pension liability	92.00%	84.88%	83.89%	84.26%	82.61%	78.85%	96.40%	82.89%	82.38%	83.70%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30. GASB Statement No. 68 requires the schedule to show information for 10 years.

The actuarial assumptions that determined the total pension liability as of June 30 2024, were based on the results of an actuarial experience study for the period of July 1, 2018 – June 30, 2023.

Actuarial Methods and Assumptions to determine the total pension liability:

Valuation Date	July 1, 2024
Measurement Date	June 30, 2024
Inflation	2.40%
Salary Increases (including inflation)	3.50%
Actuarial Cost Method	Individual Entry Age

The discount rate was 6.70% at June 30, 2024, the same rate as of June 30, 2023.

The long-term expected rate of return remained 6.70% at June 30, 2025.

The mortality assumption was based on the PUB-2010 base table, projected generationally with Scale MP-2021.

**Schedule of District Contributions –
Florida Retirement System Pension Plan
(amounts expressed in thousands)**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually required FRS contribution	\$ 100,527	\$ 104,999	\$ 113,560	\$ 122,577	\$ 135,039	\$ 164,458	\$ 179,942	\$ 198,909	\$ 226,773	\$ 231,587
FRS contributions in relation to the contractually required contribution	<u>\$ (100,527)</u>	<u>\$ (104,999)</u>	<u>\$ (113,560)</u>	<u>\$ (122,577)</u>	<u>\$ (135,039)</u>	<u>\$ (164,458)</u>	<u>\$ (179,942)</u>	<u>\$ (198,909)</u>	<u>\$ (226,773)</u>	<u>\$ (231,587)</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$1,719,598	\$1,747,073	\$1,765,529	\$1,786,995	\$1,910,701	\$1,905,286	\$1,912,921	\$2,035,531	\$2,080,919	\$2,100,458
FRS contributions as a percentage of covered payroll	5.85%	6.01%	6.43%	6.86%	7.07%	8.63%	9.41%	9.77%	10.90%	11.03%

- (1) The amounts presented for each fiscal year were determined as of June 30. GASB Statement No. 68 requires the schedule to show information for 10 years.

**Schedule of the District's Proportionate Share
of the Net Pension Liability –
Health Insurance Subsidy Pension Plan
(amounts expressed in thousands)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the HIS net pension liability	5.576%	5.490%	5.401%	5.327%	5.271%	5.439%	5.326%	5.189%	5.076%	4.892%
District's proportionate share of the HIS net pension liability	\$ 568,680	\$ 639,889	\$ 577,474	\$ 563,850	\$ 589,744	\$ 664,194	\$ 653,311	\$ 549,646	\$ 806,177	\$ 733,791
District's covered payroll	\$1,717,136	\$1,719,598	\$1,747,073	\$1,765,529	\$1,786,995	\$1,910,701	\$1,905,286	\$1,912,921	\$2,035,531	\$2,080,919
District's proportionate share of the HIS net pension liability as a percentage of its covered payroll	33.11%	37.21%	33.05%	31.94%	33.00%	34.76%	34.29%	28.73%	39.61%	35.26%
HIS Plan fiduciary net position as a percentage of the total pension liability	0.50%	0.97%	1.64%	2.15%	2.63%	3.00%	3.56%	4.81%	4.12%	4.80%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30. GASB Statement No. 68 requires the schedule to show information for 10 years.

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, 2024
Measurement Date	June 30, 2024
Inflation	2.40%
Payroll Growth (including inflation)	3.50%
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 increased from 3.65% at June 30, 2023, to 3.93% at June 30, 2024.

The mortality assumption was based on the Generational PUB-2010 with Projection Scale MP-2021.

**Schedule of District Contributions –
Health Insurance Subsidy Pension Plan
(amounts expressed in thousands)**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually required HIS contribution	\$ 28,170	\$ 28,593	\$ 28,908	\$ 29,293	\$ 31,352	\$ 31,306	\$ 31,402	\$ 33,401	\$ 41,431	\$ 41,800
HIS contributions in relation to the contractually required HIS contribution	\$ (28,170)	\$ (28,593)	\$ (28,908)	\$ (29,293)	\$ (31,352)	\$ (31,306)	\$ (31,402)	\$ (33,401)	\$ (41,431)	\$ (41,800)
HIS contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
District's covered payroll	\$1,719,598	\$1,747,073	\$1,765,529	\$1,786,995	\$1,910,701	\$1,905,286	\$1,912,921	\$2,035,531	\$2,080,919	\$2,100,458
HIS contributions as a percentage of covered payroll	1.64%	1.64%	1.64%	1.64%	1.64%	1.64%	1.64%	1.64%	1.99%	1.99%

(1) The amounts presented for each fiscal year were determined as of June 30. GASB Statement No. 68 requires the schedule to show information for 10 years.

**Schedule of Changes in Net Pension
Liability and Related Ratios
Supplemental Early Retirement Pension Trust Fund
(amounts expressed in thousands)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total Pension Liability										
Interest Cost	\$ 2,467	\$ 2,470	\$ 2,374	\$ 2,344	\$ 2,178	\$ 1,976	\$ 1,745	\$ 1,684	\$ 1,731	\$ 1,580
Differences Between Expected and Actual Experiences	(969)	1,694	1,204	(966)	(437)	146	85	51	(957)	(1,102)
Changes of Assumptions	2,651	1,339			(1,083)	1,256	(447)	(1,332)	(164)	248
Benefit Payments, Including Refunds of Member Contributions	(4,098)	(4,106)	(4,108)	(4,086)	(3,951)	(3,845)	(3,808)	(3,723)	(3,217)	(3,371)
Net Change in Total Pension Liability	51	1,397	(530)	(2,708)	(3,293)	(467)	(2,425)	(3,320)	(2,607)	(2,645)
Total Pension Liability - Beginning	38,593	38,644	40,041	39,511	36,803	33,510	33,043	30,618	27,298	24,691
Total Pension Liability - Ending	\$ 38,644	\$ 40,041	\$ 39,511	\$ 36,803	\$ 33,510	\$ 33,043	\$ 30,618	\$ 27,298	\$ 24,691	\$ 22,046
Plan Fiduciary Net Position										
Employer Contributions	2,276	1,890	2,167	2,156	2,028	2,566	1,886	1,880	1,286	1,737
Net Investment Income	864	273	2,380	1,984	1,496	1,299	6,034	(3,494)	1,469	2,528
Benefit Payments, Including Refunds of Member Contributions	(4,098)	(4,106)	(4,108)	(4,086)	(3,951)	(3,845)	(3,808)	(3,808)	(3,217)	(3,371)
Administrative expense	(87)	(49)	(7)	(48)	(63)	(31)	(63)	(63)	(52)	(48)
Net Change in Plan Fiduciary Net Position	(1,045)	(1,992)	432	6	(490)	(11)	4,049	(5,485)	(514)	846
Plan Fiduciary Net Position - Beginning	27,195	26,150	24,158	24,590	24,596	24,106	24,095	28,144	22,737	22,223
Plan Fiduciary Net Position - Ending	\$ 26,150	\$ 24,158	\$ 24,590	\$ 24,596	\$ 24,106	\$ 24,095	\$ 28,144	\$ 22,659	\$ 22,223	\$ 23,069
Net Pension Liability - Ending	\$ 12,494	\$ 15,883	\$ 14,921	\$ 12,207	\$ 9,404	\$ 8,948	\$ 2,474	\$ 4,561	\$ 2,468	\$ (1,023)
Plan Fiduciary Net Position As a Percentage of the Total Pension Liability	67.67%	60.33%	62.24%	66.83%	71.94%	72.92%	91.92%	83.29%	90.00%	104.64%
Covered payroll*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*
Net Pension Liability as a Percentage of Covered Payroll	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*

Note: The amounts presented for each fiscal year were determined as of June 30. GASB Statement No. 68 requires the schedule to show information for 10 years.

*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.

**Schedule of Investment Returns
Supplemental Early Retirement Pension Trust Fund
Last 10 Fiscal Years**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Annual Money-Weighted Rate of Return, Net of Investment Expense	3.29%	1.39%	10.60%	8.22%	6.37%	5.57%	26.15%	(12.82)%	6.79%	11.86%

**Schedule of Contributions –
Supplemental Early Retirement Pension Trust Fund
(amounts expressed in thousands)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Actuarially Determined Contribution	\$ 1,890	\$ 2,167	\$ 2,156	\$ 2,007	\$ 1,817	\$ 1,855	\$ 1,229	\$ 1,667	\$ 1,548	\$ 1,256
Contributions in Relation to the Actuarially Determined	(1,890)	(2,167)	(2,156)	(2,007)	(1,817)	(1,855)	(1,229)	(1,667)	(1,548)	(1,256)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*
Contributions as a Percentage of Covered Payroll	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*	Not Applicable*

Notes to Schedule:

GASB Statement No. 68 requires the schedule to show information for 10 years.

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, 2024, was contributed during 2024-25.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Inflation	2.3%
Cost of Living Increase	3.0%
Investment Rate of Return	6.63%, 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.

**Schedule of Changes in the District's
Total OPEB Liability and Related Ratios
(amounts expressed in thousands)**

	2018	2019	2020	2021	2022	2023	2024	2025
Total OPEB Liability								
Service Cost	\$ 11,360	\$ 10,496	\$ 12,768	\$ 11,670	\$ 22,303	\$ 22,247	\$ 17,439	\$ 18,169
Interest	6,198	7,829	9,117	7,369	6,380	6,739	10,264	10,969
Differences Between Expected and Actual Experience	-	(23,334)	(2,354)	(30,381)	680	(3,197)	(29,234)	(2,858)
Changes of Assumptions or Other Inputs	(7,759)	26,867	(37,411)	85,725	950	(34,418)	19,944	67,015
Benefit Payments	(8,028)	(7,384)	(7,102)	(6,190)	(6,288)	(7,719)	(9,504)	(7,640)
Net Change in Total OPEB Liability	1,771	14,474	(24,982)	68,193	24,025	(16,348)	8,909	85,655
Total OPEB Liability - Beginning	210,080	211,851	226,325	201,343	269,536	293,561	277,213	286,122
Total OPEB Liability - Ending	\$ 211,851	\$ 226,325	\$ 201,343	\$ 269,536	\$ 293,561	\$ 277,213	\$ 286,122	\$ 371,777
Covered-Employee Payroll	\$ 1,782,854	\$ 1,819,691	\$ 1,833,336	\$ 1,969,262	\$ 1,933,154	\$ 2,013,603	\$ 2,101,933	\$ 2,133,634
Total OPEB Liability as a Percentage of Covered Payroll	11.88%	12.44%	10.98%	13.69%	15.19%	13.77%	13.61%	17.42%

Notes to Schedule:

There are no assets accumulated in a trust that meets the criteria of GASB codification P22 or P52 to pay related benefits for the OPEB plan.

The discount rate increased from 3.65% at June 30, 2023, to 3.93% at June 30, 2024.

The health care cost trend rates for pre-65 starting point changed from 7.95% to 9.00% and Post-65 from 9.80% to 10.10%.

The general inflation rate changed from 2.20% at June 30, 2023, to 2.40% at June 30, 2024.

The salary increase rate changed from 3.00% at June 30, 2023, to 3.50% at June 30, 2024.

The mortality projection scale was updated from PUB-2010 Teachers (head-count weighted) projected with Scale MP-2021.

The amounts presented for each fiscal year were determined as of June 30. GASB Statement N. 75 requires the schedule to show information for 10 years. Additional years will be displayed as they become available.

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Miami-Dade County District School Board Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2025

Federal Grantor/Pass-Through Grantor/ Program or Cluster	Federal Assistance Listing Number	Pass - Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
Clustered				
Child Nutrition Cluster				
United States Department of Agriculture:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	24002, 25002	\$ -	\$ 28,255,674
National School Lunch Program	10.555	24001, 24003, 25001, 25003	-	135,471,556
Summer Food Service Program for Children	10.559	24006, 24007, 25006, 25007	-	3,150,669
Fresh Fruit and Vegetable Program	10.582	24004, 25004	-	854,471
Total Child Nutrition Cluster			-	167,732,370
Student Financial Assistance Cluster				
United States Department of Education:				
Federal Supplemental Educational Opportunity Grants	84.007	N/A	-	194,517
Federal Pell Grant Program	84.063	N/A	-	5,915,109
Total Student Financial Assistance Cluster			-	6,109,626
Research and Development Cluster				
National Science Foundation:				
Miami-Dade College:				
Computer and Information Science and Engineering	47.070	None	-	16,824
United States Department of Education:				
School Safety National Activities	84.184	N/A	-	2,871,066
Education, Innovation, and Research	84.411	N/A	-	3,675,038
Impact Florida, Inc.:				
Education, Innovation, and Research - Impact Florida, Inc.	84.411	S411B230037	-	370,449
Total Education, Innovation, and Research	84.411		-	4,045,487
Total Research and Development Cluster			-	6,933,377
Special Education Cluster				
United States Department of Education:				
Florida Department of Education:				
Special Education - Grants to States	84.027	262, 263	243,593	103,457,082
Special Education - Preschool Grants	84.173	267	-	2,123,137
Total Special Education Cluster			243,593	105,580,219
TRIO Cluster				
United States Department of Education:				
Miami-Dade College:				
TRIO Upward Bound	84.047	None	-	892,160
Head Start Cluster				
United States Department of Health and Human Services:				
Head Start:				
Miami-Dade County Board of County Commissioners	93.600	None	-	16,927,790
United Way of Miami-Dade County, Inc.	93.600	None	-	16,000
Total Head Start Cluster			-	16,943,790
Not Clustered				
United States Department of Agriculture				
Farm to School Grant Program	10.575	N/A	-	17,415
Florida Department of Health:				
Child and Adult Care Food Program	10.558	I-1591, I-1592, I-790, A-4091, S-5415	-	18,011,823
Total United States Department of Agriculture			-	18,029,238
United States Department of Defense				
Army Junior Reserve Officers Training Corps	12.UNK	N/A	-	2,032,696

(Continued)

**Miami-Dade County District School Board
Schedule of Expenditures of Federal Awards (Continued)
For the Fiscal Year Ended June 30, 2025**

Federal Grantor/Pass-Through Grantor/ Program or Cluster	Federal Assistance Listing Number	Pass - Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
Not Clustered (Continued)				
United States Department of Housing and Urban Development				
Boys & Girls Club Miami-Dade, Inc.:				
Economic Development Initiative, Community Project Funding, and Miscellaneous Grants	14.251	None	\$ -	\$ 271,000
United States Department of Justice				
Public Safety Partnership and Community Policing Grants	16.710	N/A		34,442
STOP School Violence	16.839	N/A	-	107,821
Total United States Department of Justice			-	142,263
United States Department of Labor				
Florida International University:				
WIOA Dislocated Worker Reserve Demonstration Grants	17.280	None	-	114,105
United States Department of Transportation				
Aviation Maintenance Technical Workforce Grant Program	20.112	N/A	-	199,216
United States Department of Treasury				
Florida Department of State:				
Coronavirus State and Local Fiscal Recovery Funds	21.027	23SAA900160	-	39,137
United States National Endowment for the Arts				
Promotion of the Arts Grants to Organizations and Individuals	45.024	N/A	-	32,141
United States Environmental Protection Agency				
Clean School Bus Program	66.045	N/A	-	9,677,304
United States Department of Education				
Impact Aid	84.041	N/A	-	121,007
Magnet Schools Assistance	84.165	N/A	-	6,284,915
Teacher Quality Partnership Grants	84.336	N/A	-	129,992
Florida International University:				
Teacher Quality Partnership Grants	84.336	973	-	220,290
Total Teacher Quality Partnership Grants	84.366		-	350,282
Teacher and School Leader Incentive Grants	84.374	N/A	-	57,235
Student Support and Academic Enrichment Program	84.424	N/A	-	80,179
Florida Department of Education:				
Student Support and Academic Enrichment Program	84.424	241, 242	4,293,329	15,840,626
Total Student Support and Academic Enrichment Program			4,293,329	15,920,805
Education Stabilization Fund:	84.425			
Higher Education Emergency Relief Fund - Institutional Portion	COVID-19, 84.425F	N/A	-	98,212
Florida Department of Education:				
American Rescue Plan - Elementary and Secondary School Emergency Relief Fund	COVID-19, 84.425U	121	113,636,272	221,514,501
American Rescue Plan - Elementary and Secondary School Emergency Relief Fund - Homeless Children & Youth Fund	COVID-19, 84.425W	122	-	2,447,417
Total Education Stabilization Fund	84.425		113,636,272	224,060,130
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191, 193	-	5,993,657
Title I Grants to Local Educational Agencies	84.010	212, 223, 226	25,199,753	140,900,346
Migrant Education - State Grant Program	84.011	217	-	1,772,144
Career and Technical Education - Basic Grants to States	84.048	161	-	5,455,888
Education for Homeless Children and Youth	84.196	127	-	252,627
Charter Schools	84.282	298	1,396,152	1,396,152
English Language Acquisition State Grants	84.365	102	297,873	12,418,941
Supporting Effective Instruction State Grants	84.367	224	1,703,888	15,806,497

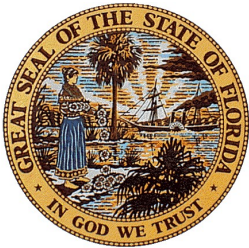
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**Miami-Dade County District School Board
Schedule of Expenditures of Federal Awards (Continued)
For the Fiscal Year Ended June 30, 2025**

Federal Grantor/Pass-Through Grantor/ Program or Cluster	Federal Assistance Listing Number	Pass - Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
Not Clustered (Continued)				
United States Department of Education (Continued)				
Twenty-First Century Community Learning Centers				
Florida International University:	84.287	None	\$ -	\$ 4,032,357
Florida Department of Education:	84.287	244	851,114	1,792,038
Total Twenty-First Century Community Learning Centers	84.287		<u>851,114</u>	<u>5,824,395</u>
Florida International University:				
Innovative Approaches to Literacy; Promise Neighborhoods, Full-Serviced Community Schools, and Congressionally Directed Spending for Elementary and Secondary Education Community Projects	84.215	None	-	800,000
Miami-Dade College:				
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	None	-	2,043,488
Center for Civic Education:				
Supporting Effective Educator Development Program	84.423	M452H887Y2F1	-	40,105
Total United States Department of Education			<u>147,378,381</u>	<u>439,498,614</u>
United States Center for Disease Control and Prevention				
National Institute for Occupational Safety and Health	93.UNK	N/A	-	35,912
United States Department of Health and Human Services				
University of South Florida:				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	None	-	93,098
South Florida Workforce Investment Board				
Temporary Assistance for Needy Families	93.558	WSYSSPPY232100, WSYSSPPY242100	-	2,334,436
Florida Department of Children and Families:				
Congressional Directives	93.493	None	-	233,242
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	XK056	-	4,541,451
Total United States Department of Health and Human Services			<u>-</u>	<u>7,202,227</u>
United States Department of Homeland Security				
Citizenship Education and Training				
Florida Department of Emergency Management:	97.010	N/A	-	158,287
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	None	-	247,940
Total United States Department of Homeland Security			<u>-</u>	<u>406,227</u>
United States Department of Energy				
Renew America's Schools Prize	81.UNK	N/A	-	129,739
Total Expenditures of Federal Awards			<u>\$ 147,621,974</u>	<u>\$ 782,001,361</u>

The accompanying notes are an integral part of this Schedule.

- Notes: (1) Basis of Presentation. The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of the Miami-Dade County District School Board under programs of the Federal Government for the fiscal year ended June 30, 2025. The information in this 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). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.
- (2) Summary of Significant Accounting Policies. Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (3) Indirect Cost Rate. The District has not elected to use the 10 percent de minimis cost rate allowed under the Uniform Guidance.
- (4) Noncash Assistance:
- (A) National School Lunch Program – Includes \$12,632,945 of donated food used during the fiscal year. Donated foods are valued at fair value as determined at the time of donation.
 - (B) Twenty-First Century Community Learning Centers –The amount of \$4,032,357 represents Federal in-kind support received through Florida International University's After-School All Stars Program.
 - (C) WIOA Dislocated Worker Reserve Demonstration Grants – The amount of \$114,105 represents Federal in-kind support received through Florida International University's After-School All Stars Program.
 - (D) TRIO Upward Bound – The amount of \$892,160 represents Federal donation support received through Miami-Dade College.
 - (E) Economic Development Initiative, Community Project Funding, and Miscellaneous Grants – The amount of \$271,000 represents Federal donation support received through Boys & Girls Club of Miami Dade, Inc.
 - (F) Gaining Early Awareness and Readiness for Undergraduate Programs – The amount \$2,043,488 includes \$1,485,600 of Federal donation support received through Miami-Dade College.
 - (G) Congressional Directives – The amount of \$233,242 represents a Federal donation support received through The Circle of Brotherhood.
 - (H) Education, Innovation, and Research – Impact Florida, Inc. – The amount of \$370,449 includes \$359,898 of Federal donation support received through Impact Florida, Inc.
 - (I) Substance Abuse and Mental Health Services Project of Regional and National Significance – The amount of \$93,098 represents Federal in-kind support received through University of South Florida.
- (5) Head Start. Expenditures include \$412,351 for grant number/program year 59470000/24, \$1,014,485 for grant number/program year 59480000/24, \$16,000 for grant number/program year 59600000/24, \$2,315,723 for grant number/program year 59550000/25, and \$13,185,231 for grant number/program year 59560000/25.



Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

Claude Denson Pepper Building, Suite G74
111 West Madison Street
Tallahassee, Florida 32399-1450



Phone: (850) 412-2722
Fax: (850) 488-6975

The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

INDEPENDENT AUDITOR'S 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*

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 (*Government Auditing Standards*), the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Miami-Dade County District School Board as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 20, 2026, included under the heading **INDEPENDENT AUDITOR'S REPORT**. Our report includes a reference to other auditors who audited the financial statements of the aggregate discretely presented component units, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District'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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District'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 District'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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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*.

We identified a certain additional matter which is described as Finding AM 2025-001 on pages 122 and 123.

District's Response to Finding

The District's response to the additional matter identified in our audit is included as the District Response on page 123 in Finding AM 2025-001. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



Sherrill F. Norman, CPA
Tallahassee, Florida
March 20, 2026



Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

Claude Denson Pepper Building, Suite G74
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The President of the Senate, the Speaker of the
House of Representatives, and the
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Miami-Dade County District School Board's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major Federal programs for the fiscal year ended June 30, 2025. The District's major Federal programs are identified in **SECTION I – SUMMARY OF AUDITOR'S RESULTS** of the accompanying **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the fiscal year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the **Auditor's Responsibilities for the Audit of Compliance** section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each

major Federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Other Matter – Federal Expenditures Not Included in the Compliance Audit

The District's basic financial statements include the operations of Academir Charter School Middle, Academir Charter School of Math and Science, Academir Charter School Preparatory, Academir Charter School West, Archimedean Academy, Beacon College Preparatory Academy K-8, Doral Academy High School, Downtown Miami Charter School, Highly Inquisitive & Versatile Education (HIVE) Preparatory School, iMater Academy, Keys Gate Charter School, KIPP Miami-Liberty City, Lincoln-Marti Charter Schools (Little Havana Campus), Mater Academy, Mater Academy High School, Mater Academy Lakes High School, Mater Academy Lakes Middle School, Mater Academy Middle School, Mater Academy East Charter School, Mater Academy of International Studies, Mater Grove Academy, Mater Preparatory Academy, Miami Arts Charter School, Miami Community Charter School, Miami Community Charter High School, Miami Community Charter Middle School, Pinecrest North Preparatory (Fontainebleau Campus), Pinecrest Preparatory Academy, Renaissance Elementary Charter School, Somerset Academy, Somerset Academy Charter Elementary School (South Homestead), Somerset Academy Silver Palms, Somerset Oaks Academy, Somerset Preparatory Academy High School (Homestead), Sports Leadership Arts Management (SLAM) Charter High School, and Sports Leadership Arts Management (SLAM) Charter Middle School (Charter Schools) as part of the reported aggregate discretely presented component units on the accompanying basic financial statements. The Charter Schools expended Federal awards which are not included in the District's **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS** during the fiscal year ended June 30, 2025. Our compliance audit, described in the ***Opinion on Each Major Federal Program*** section of our report, does not include the operations of the Charter Schools because the Charter Schools engaged other auditors to perform an audit in accordance with the Uniform Guidance.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's Federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on

compliance about the District's compliance with the requirements of each major Federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying **SCHEDULE OF FINDINGS AND QUESTIONED COSTS** as Federal Award Finding No. 2025-001. Our opinion on each major Federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the noncompliance finding identified in our compliance audit described in the accompanying **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**. The District is responsible for preparing a corrective action plan to address the audit finding included in our auditor's report. The District's response and **CORRECTIVE ACTION PLAN** were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on them.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the ***Auditor's Responsibilities for the Audit of Compliance*** section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

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 a 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. We consider the deficiency in internal control over compliance described in the accompanying **SCHEDULE OF FINDINGS AND QUESTIONED COSTS** as Federal Award Finding No. 2025-001, to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the internal control over compliance finding identified in our compliance audit described in the accompanying **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**. The District is responsible for preparing a corrective action plan to address the audit finding included in our auditor's report. The District's response and **CORRECTIVE ACTION PLAN** were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on them.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,



Sherrill F. Norman, CPA
Tallahassee, Florida
March 20, 2026

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? No

Significant deficiency(ies) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major Federal programs:

Material weakness(es) identified? No

Significant deficiency(ies) identified? Yes

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

Identification of major Federal programs:

Assistance Listing Numbers:

66.045

84.010

84.048

84.165

84.365

Name of Federal Program or Cluster:

Clean School Bus Program

Title I Grants to Local Educational Agencies

Career and Technical Education – Basic Grants to State

Magnet Schools Assistance

English Language Acquisition State Grants

Dollar threshold used to distinguish between type A and type B programs: \$3,000,000

Auditee qualified as low risk auditee? Yes

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters are reported.

SECTION III – FEDERAL AWARD FINDING AND QUESTIONED COSTS

U.S. DEPARTMENT OF EDUCATION

Finding Number	2025-001
Assistance Listing Number	84.010
Program Title	Title I Grants to Local Educational Agencies
Compliance Requirement	Special Tests and Provisions – High School Cohort Graduation Rate
Pass-Through Entity	Florida Department of Education (FDOE)
Federal Grant/Contract Number and Grant Year	S010A240009 – 2025
Statistically Valid Sample	No
Finding Type	Noncompliance and Significant Deficiency
Questioned Counts	None
Prior Year Finding	Not Applicable
Finding	The District did not always maintain required documentation to support adjustments to the high school cohort graduation rate.
Criteria	<p>Title 20, Section 7801(25), United States Code, requires that the District maintain appropriate documentation to support the removal of a student's count from the 4-year cohort (defined as a group of students on the same schedule to graduate) used to calculate the high school cohort graduation rate. To remove a student's count from the cohort, the District must require documentation, or obtain documentation from the Florida Department of Education, to confirm that the student transferred from the District, emigrated to another country, transferred to a prison or juvenile facility, or is deceased.</p> <p>Additionally, a student who is retained in grade or who enrolls in a program leading to a general equivalency diploma, or other alternative educational program that does not issue or provide credit toward issuance of a regular high school diploma, shall not be considered transferred out and shall remain in the adjusted cohort. The confirmation of a student's transfer to another school or program requires documentation of such transfer from the receiving school or program in which the student enrolled. A student who was enrolled in a high school, but for whom there is no confirmation of the student having transferred out, shall remain in the adjusted cohort.</p>
Condition	To determine whether the District maintained appropriate documentation to support adjustments to the 4-year cohort and related high school cohort graduation rate, we requested District records to support the removal of 25 students selected from the 4,073 students removed from the 2024-25 fiscal year cohort graduation rate. Our review disclosed that District records did not comply with the Federal documentation requirements for the removal of 6 students from the cohort. While the District withdrawal forms for the 6 students typically indicated the students' intention at the time of withdrawal, District records

did not demonstrate that the students eventually enrolled in another school or program. Subsequent to our request in November 2025, school personnel obtained and provided to us confirmations that 4 of the 6 students enrolled in educational programs that would culminate in the award of a regular high school diploma.

Cause

District personnel indicated that they were unaware of the Federal requirement to obtain and maintain documentation from the receiving school to confirm a student's enrollment and remove the student from the District's cohort count.

Effect

While the noncompliance did not have a direct impact on funding, without the required documentation supporting adjustments to the 4-year cohort and related graduation rate calculation, the District cannot demonstrate that the calculation was accurate, limiting the usefulness of the graduation rate as an academic indicator.

Recommendation

The District should enhance procedures to ensure that required documentation supporting adjustments to the 4-year cohort and related graduation rate calculation is obtained before adjustments are made. Such enhancements should include appropriate training and monitoring to ensure that the required documentation is maintained and supports that all students removed from the cohort graduation rate were removed for the reasons allowed by Federal requirements.

District Response

Miami-Dade County Public Schools (M-DCPS) adheres to Section 1003.23, Florida Statutes, as it pertains to withdrawal of all students enrolled in the District. Based on the DOE's Comprehensive Management Information System Automated Student Attendance Recordkeeping System Handbook:

A withdrawal is official when one or more of the following occurs:

1. A parent or legal guardian notifies the school that the child is permanently leaving the school to enroll in another school or in home education.
2. A request for the student's school record is received from a public or private school, in- or out-of-state, in which the student is enrolled or plans to enroll.
3. The student has died.
4. The student transferred to a prison or juvenile facility.

The following withdrawal procedures are in place for scenarios where a student needs to be removed from the cohort due to emigration:

1. The registering parent notifies the school, in person, that the student is withdrawing because of having to leave the country.
2. The registrar validates the individual requesting to withdraw the student, is the registering parent/legal guardian.
3. The registrar goes to the Student Information screen and inputs Code W3B under the transaction code, and inputs, in the School Location line, FLOR or out of Florida identifier.
4. The registrar completes the Notice of Withdrawal/Transfer screen in DSIS by inputting the New School Name, New School Address, (City, State, Country), and phone numbers in addition to the out of Florida identifier (FLOR).
5. The registrar prints the Notice of Withdrawal/Transfer screen and the registering parent signs and dates the document.

6. The registrar provides the registering parent with a copy of the signed Notice of Withdrawal / Transfer screen and keeps a copy of the documentation in the student's cumulative folder (CUM).

Upon further review, the District examined the Every Student Succeeds Act High School Graduation Rate Non-Regulatory Guidance. The guidance indicates that for students who leave the country, documentation of withdrawal may include the parent's signed confirmation indicating the student is departing the United States. The District's current procedure requiring a parent or guardian signature on the PF15 aligns with this guidance and reflects the parent's formal acknowledgement that the student is leaving the country and no longer enrolled in the District.

The District's withdrawal procedures strictly adhere to the Florida Department of Education (FDOE) Automated Student Attendance Recordkeeping System Handbook. Per State protocol, a withdrawal is deemed official when a parent or legal guardian notifies the school that the child is leaving to enroll in another school. M-DCPS considers the parent's signed acknowledgment at the point of withdrawal as official documentation of a change in status, rather than a mere statement of "intent."

While the District followed established State recordkeeping protocols, we recognize the Auditor General's emphasis on the additional evidentiary requirements found in Title 20, Section 7801(25), United States Code. To address the variance between State and Federal requirements, the District will consult with the Florida Department of Education to seek clarification and work toward reconciling State withdrawal codes with Federal graduation cohort documentation standards.

ADDITIONAL MATTER

FINANCIAL REPORTING

Finding	AM 2025-001
Opinion Units	Aggregate Discretely Presented Component Units
Financial Statements Account Title	Various
Fund Name	Not Applicable
Adjustment Amounts	Not Applicable
Prior Year Findings	Auditor General Report No. 2023-177, AM 2022-001 Auditor General Report No. 2020-163, AM 2019-001

Finding District financial reporting procedures need improvement to ensure consistent, proper reporting of charter schools as discretely presented component units (DPCUs) pursuant to Florida Department of Education (FDOE) directives.

Criteria Section 1010.01, Florida Statutes, requires that the financial records and accounts of each school district be prepared and maintained as prescribed by law and rules of the FDOE and in accordance with generally accepted accounting principles (GAAP).

GAAP provides that the financial reporting entity consists of the primary government and its component units. GAAP further defines component units as legally separate organizations for which the primary government is financially accountable. Among several other reasons, the FDOE determined school districts are financially accountable for charter schools because districts establish charter schools by approval of the charter, which is tantamount to the initial appointment of the charter schools. The FDOE issued guidance to school districts to report charter schools as DPCUs, unless the charter schools were reported as component units of other governmental entities in accordance with GAAP.

Condition The District sponsored and was therefore responsible for reporting 159, 157, and 154 charter schools as DPCUs in the District financial statements for the 2022-23, 2023-24, and 2024-25 fiscal years, respectively. However, for those fiscal years, the District did not report the charter schools as DPCUs in the District financial statements presented for audit to the District's contracted certified public accounting firm, and the District posted the Annual Comprehensive Financial Reports (ACFRs) with the auditor reports issued by the firm on the District Web site. While the District did not report charter schools as DPCUs in the ACFRs, the District reported the charter schools as DPCUs in the financial statements presented to the Auditor General for the financial and Federal Single Audit.

Cause According to District personnel, because the District charter schools did not meet the Governmental Accounting Standards Board financial accountability criteria requiring a financial benefit or burden relationship to be present, the schools were not presented as DPCUs in the District ACFRs. Notwithstanding this position, District personnel included charter school financial activities as DPCUs in the District financial statements presented to the Auditor General to audit.

Effect The District did not consistently comply with FDOE directives for financial reporting. Excluding charter schools as DPCUs from the District's audited ACFR shown on the District Web site may cause financial statement users to

misunderstand the reporting entity's financial activities in comparison with other Florida school districts, as virtually all other Florida school districts appropriately and consistently report applicable charter schools as DPCUs in their audited financial statements. In addition, the District's inconsistent reporting of charter schools between various financial reports thwarts the comparability of the reported financial information.

Recommendation

The District should improve financial reporting procedures to ensure consistent and proper reporting of DPCUs in the District financial statements pursuant to FDOE directives.

District Response

Management has taken into consideration the matter pertinent to Aggregate Discretely Presented Component Units and continues to hold that the District's position is appropriate and the matter does not warrant further action, as in our previous years responses to Finding AM 2022-001, Report No. 2023-177, and Finding AM 2019-001, Report No. 2020-163.

The District has 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 Annual Comprehensive 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, 2025.

As to comparability with other Florida school districts, there are other Florida school district(s) that have held our same position in their audited Annual Comprehensive Financial Report(s) for the fiscal year ended June 30, 2025.

To comply with the financial reporting requirements of the Florida Auditor General, the District continues to include the charter schools in the current and previous years Florida Auditor General Financial and Federal Single Audit Reports.

Additionally, the District intends to continue complying with the reporting requirements of the Florida Department of Education as part of the District's unaudited Annual Financial Report (AFR). For the fiscal year ended June 30, 2025, the unaudited AFR was streamlined by the Florida Department of Education to support school districts' financial operational efficiency, resulting in the DOE's removal of the component unit exhibits from the 2024-25 AFR submission.

Auditor's Remarks

Notwithstanding District Management's response asserting that the District's position is appropriate and the matter does not warrant further action, in January 2014, the FDOE submitted a memorandum to all school district finance officers, documenting consideration of applicable GASB pronouncements, establishing a determination that school districts are financially accountable for charter schools, and requiring charter schools to be reported as DPCUs. Only Miami-Dade and one other school district have failed to adopt this widely recognized and prevalent practice. While the FDOE changed its 2024-25 financial report submission process to exclude government-wide financial statements that contain DPCUs, it did not change its determination that

charter schools are component units of Florida school districts. Consequently, we continue to recommend that the District ensure consistent, proper reporting of charter schools as DPCUs on the District financial statements.

ADDITIONAL MATTER PRIOR AUDIT FOLLOW-UP

As discussed in Finding AM 2025-001, the District had not taken corrective action for the additional matter finding included in our audit report Nos. 2023-177 and 2020-163.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS



Miami-Dade County Public Schools

giving our students the world

Superintendent of Schools
Dr. Jose L. Dotres

Assistant Superintendent
René Mantilla

Miami-Dade County School Board

Mari Tere Rojas, Chair
Monica Colucci, Vice Chair
Roberto J. Alonso
Dr. Dorothy Bendross-Mindingall
Mary Blanco
Danny Espino
Dr. Steve Gallon III
Joseph S. Geller
Luisa Santos

September 22, 2025

Audit Report No. (Finding No.)	Program/Area	Brief Description	Status	Comments
RSM US, LLP (2024-001)	Student Financial Assistance Cluster (ALN 84.007 and 84.063)	Student enrollment status changes were not reported in a timely manner to the National Loan Data System (NSLDS).	Fully Corrected	Corrective Action was taken.

If additional information is needed, please feel free to contact my office at 305-995-1812.

Sincerely,

René Mantilla
Assistant Superintendent

RM:ecc
L026

cc: Dr. Michael A. Lewis
Ms. Daisy Naya
Dr. Ericka Caldwell-Clinch

Perla Tabares Hantman School Board Administration Building
1450 N.E. 2nd Avenue • Miami, Florida 33132
305-995-1812 • www.dadeschools.net

CORRECTIVE ACTION PLAN



Miami-Dade County Public Schools

giving our students the world

Superintendent of Schools
Dr. Jose L. Dotres

Miami-Dade County School Board
Mari Tere Rojas, Chair
Monica Colucci, Vice Chair
Roberto J. Alonso
Dr. Dorothy Bendross-Mindingall
Mary Blanco
Danny Espino
Dr. Steve Gallon III
Joseph S. Geller
Luisa Santos

March 4, 2026

Miami-Dade County District School Board Management's Corrective Action Plan For the Fiscal Year Ended June 30, 2025

Federal Award Finding Number: **2025-001**

Planned Corrective Action: Miami-Dade County Public Schools (M-DCPS) adheres to Section 1003.23, Florida Statutes, as it pertains to withdrawal of all students enrolled in the district. Based on the DOE's Comprehensive Management Information System Automated Student Attendance Recordkeeping System Handbook:

A withdrawal is official when one or more of the following occurs:

1. A parent or legal guardian notifies the school that the child is permanently leaving the school to enroll in another school or in home education.
2. A request for the student's school record is received from a public or private school, in- or out-of-state, in which the student is enrolled or plans to enroll.
3. The student has died.
4. The student transferred to a prison or juvenile facility.

The following withdrawal procedures are in place for scenarios where a student needs to be removed from the cohort due to emigration:

1. The registering parent notifies the school, in person, that the student is withdrawing because of having to leave the country.
2. The registrar validates the individual requesting to withdraw the student, is the registering parent/legal guardian.
3. The registrar goes to the Student Information screen and inputs Code W3B under the transaction code, and inputs, in the School Location line, FLOR or out of Florida identifier.

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4. The registrar completes the Notice of Withdrawal / Transfer screen in DSIS by inputting the New School Name, New School Address, (City, State, Country), and phone numbers in addition to the out of Florida identifier (FLOR).
5. The registrar prints the Notice of Withdrawal / Transfer screen and the registering parent signs and dates the document.
6. The registrar provides the registering parent with a copy of the signed Notice of Withdrawal / Transfer screen and keeps a copy of the documentation in the student's cumulative folder (CUM).

Upon further review, the District examined the Every Student Succeeds Act High School Graduation Rate Non-Regulatory Guidance. The guidance indicates that for students who leave the country, documentation of withdrawal may include the parent's signed confirmation indicating the student is departing the United States. The District's current procedure requiring a parent or guardian signature on the PF15 aligns with this guidance and reflects the parent's formal acknowledgement that the student is leaving the country and no longer enrolled in the district.

The District's withdrawal procedures strictly adhere to the Florida Department of Education (FDOE) Automated Student Attendance Recordkeeping System Handbook. Per State protocol, a withdrawal is deemed official when a parent or legal guardian notifies the school that the child is leaving to enroll in another school. M-DCPS considers the parent's signed acknowledgment at the point of withdrawal as official documentation of a change in status, rather than a mere statement of "intent."

While the District followed established State recordkeeping protocols, we recognize the Auditor General's emphasis on the additional evidentiary requirements found in Title 20, Section 7801(25), United States Code. To address the variance between State and Federal requirements, the District will consult with the Florida Department of Education to seek clarification and work toward reconciling State withdrawal codes with Federal graduation cohort documentation standards.

Anticipated Completion Date:	03/04/2027
Responsible Contact Person:	Ana M. Gutierrez