

November 16, 2022

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

We have audited the special-purpose financial statements of The School Board of Miami-Dade County, Educational Facilities Impact Fee Fund (the "Fund", an individual fund of The School Board of Miami-Dade County, Florida) for the year ended June 30, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated September 9, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Fund are described in Note 1 to the special-purpose financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the 2022 fiscal year. We noted no transactions entered into by the Fund during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the special-purpose financial statements in the proper period.

Accounting estimates are an integral part of the special-purpose financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the special-purpose financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the Fund's special-purpose financial statements was:

Management's estimate of the fair value of investments is based on values provided by financial institutions. We evaluated the key factors and assumptions used to develop the fair value of investments in determining that it is reasonable in relation to the special-purpose financial statements taken as a whole.

The special-purpose financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. There were no such adjustments.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the special-purpose financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.



Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 16, 2022.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Fund's special-purpose financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Fund's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the required supplementary information (RSI) that supplements the special-purpose financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the special-purpose financial statements, and other knowledge we obtained during our audit of the special-purpose financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on supplementary information which are combining statements, which accompany the special-purpose financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the special-purpose financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the special-purpose financial statements or to the special-purpose financial statements themselves.

Restriction on Use

This information is intended solely for the information and use of the Honorable Chairperson and Members of The School Board of Miami-Dade County, Florida and management and is not intended to be, used by anyone other than these specified parties.

Very truly yours,

C BORDERS-BYRD, CPA LLC

By:
Cynthia Borders-Byrd
Managing Member



C Borders-Byrd, CPA LLC
Accountants and Consultants

Special-Purpose Financial Statements and
Report of Independent Certified Public
Accountants

**The School Board of Miami-Dade
County, Florida
Educational Facilities Impact Fee
Fund**

June 30, 2022 and 2021

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Special-Purpose Financial Statements

June 30, 2022 and 2021

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

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

Report on the Audit of the Special-Purpose Financial Statements

Opinion

We have audited the accompanying special-purpose financial statements of The School Board of Miami-Dade County, Florida, Educational Facilities Impact Fee Fund (the "Fund", an individual fund of The School Board of Miami-Dade County, Florida) which comprise the special-purpose balance sheets as of June 30, 2022 and 2021, and the related special-purpose statements of revenues, expenditures and changes in fund balance for the years then ended, and the related notes to the special-purpose financial statements as listed in the table of contents.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Educational Facilities Impact Fee Fund of The School Board of Miami-Dade County, Florida as of June 30, 2022 and 2021, and the changes in its financial position for the years then ended, on the basis of accounting described in Note 1.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Special-Purpose Financial Statements section of our report. We are required to be independent of The School Board of Miami-Dade County, Florida 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 opinion.

Emphasis of Matter

As described in Note 1, these special-purpose financial statements were prepared in conformity and for the purpose of complying with financial reporting provisions of Section 11 of the Interlocal Agreement between The School Board of Miami-Dade County, Florida, and Miami-Dade County, Florida, which present only the financial position of the Educational Facilities Impact Fee Fund as of June 30, 2022 and 2021 and the changes in its financial position for the years then ended and is not intended to present fairly the financial position and changes in its financial position of The School Board of Miami-Dade County, Florida. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Special-Purpose Financial Statements

Management is responsible for the preparation and fair presentation of the special-purpose financial statements in accordance with accounting principles generally accepted in the United States of America and the financial reporting provisions of Section 11 of the Interlocal Agreement dated May 1995, as amended, between The School Board of Miami-Dade County, Florida and Miami-Dade County, Florida, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of special-purpose financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the special-purpose financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability to continue as a going concern for twelve 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 Special-Purpose Financial Statements

Our objectives are to obtain reasonable assurance about whether the special-purpose 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 opinion. 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 generally accepted auditing standards 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 special-purpose financial statements.

In performing an audit in accordance with generally accepted auditing standards 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 special-purpose 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 special-purpose 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 Fund'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 special-purpose financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the special-purpose financial statements. The accompanying combining financial statements on pages 13 and 14 are presented for purposes of additional analysis and are not a required part of the special-purpose financial statements. The combining special-purpose financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the special-purpose financial statements. The information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the special-purpose financial statements or to the special-purpose financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the special-purpose financial statements as a whole.



The information listed as required supplementary information in the table of contents is not a required part of the special-purpose financial statements, but is supplementary information required by the Interlocal Agreement between The School Board of Miami-Dade County, Florida, and Miami-Dade County, Florida. We have applied certain limited procedures, 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 special-purpose financial statements, and other knowledge we obtained during our audit of the special-purpose financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 16, 2022, on our consideration of the Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Fund'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 Fund's internal control over financial reporting and compliance.

Restriction of Use

This report is intended solely for the information and use of the Honorable Chairperson and Members of The School Board of Miami-Dade County, Florida and the Honorable Mayor and Members of the Miami-Dade County Board of County Commissioners and management and is not intended to be and should not be used by anyone other than these specified parties.

C. Borders-Byrd, CPA LLC

Miami, Florida
November 16, 2022

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Balance Sheets

As of June 30,

	<u>2022</u>	<u>2021</u>
Assets		
Cash and investments	\$ 56,591,019	\$ 45,056,353
Interest receivable	40,826	-
Due from Miami-Dade County	<u>8,473,062</u>	<u>4,633,084</u>
 Total assets	 <u><u>\$ 65,104,907</u></u>	 <u><u>\$ 49,689,437</u></u>
 Liabilities and fund balance		
Liabilities:		
Accounts and contracts payable and accrued expenses	\$ 1,844,331	\$ 484,265
Retainage payable	<u>1,025,385</u>	<u>1,345,204</u>
Total liabilities	<u>2,869,716</u>	<u>1,829,469</u>
 Fund balance:		
Restricted for:		
Capital projects	<u>62,235,191</u>	<u>47,859,968</u>
Total fund balance	<u>62,235,191</u>	<u>47,859,968</u>
 Total liabilities and fund balance	 <u><u>\$ 65,104,907</u></u>	 <u><u>\$ 49,689,437</u></u>

The accompanying notes are an integral part of these special-purpose financial statements.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Statements of Revenues, Expenditures and Changes in Fund Balance

For the Years Ended June 30,

	<u>2022</u>	<u>2021</u>
Revenues:		
Impact fees	\$ 28,613,170	\$ 19,856,162
Investment income	130,346	23,061
Total revenues	<u>28,743,516</u>	<u>19,879,223</u>
Expenditures:		
Capital outlay	<u>9,859,393</u>	<u>8,157,820</u>
Total expenditures	<u>9,859,393</u>	<u>8,157,820</u>
Excess of revenues over expenditures	18,884,123	11,721,403
Other financing sources (uses):		
Operating transfers out	<u>(4,508,900)</u>	<u>(4,508,900)</u>
Total other financing sources (uses)	<u>(4,508,900)</u>	<u>(4,508,900)</u>
Net change in fund balance	<u>14,375,223</u>	<u>7,212,503</u>
Beginning fund balance	<u>47,859,968</u>	<u>40,647,465</u>
Ending fund balance	<u>\$ 62,235,191</u>	<u>\$ 47,859,968</u>

The accompanying notes are an integral part of these special-purpose financial statements.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements

As of and for the Years Ended June 30, 2022 and 2021

1. Summary of Significant Accounting Policies and Reporting Practices

Reporting Entity

The Educational Facilities Impact Fee Fund (the “Fund”) of The School Board of Miami-Dade County, Florida, (the “School Board”) was established pursuant to Section 235.19 of the Florida Statutes and Ordinance 95-79 of Miami-Dade County, Florida, (the “Ordinance”) in May of 1995. The Ordinance was passed by the Miami-Dade County Board of County Commissioners for the express purpose of levying impact fees on new residential developments and additions to residences. These fees provide resources for the construction of educational facilities necessitated by residential development. The Educational Facilities Impact Fee is collected and accounted for based on one of three Benefit Districts created under the Ordinance. Monies collected are required to be expended for the development and/or acquisition of educational facilities or the repayment of debt service within the Benefit District where the monies were collected.

The administration of the Fund is governed by Ordinance 95-79 of Miami-Dade County, Florida, the Educational Facilities Impact Fee Administration Manual and the Interlocal Agreement between The School Board of Miami-Dade County, Florida, and Miami-Dade County, Florida.

The School Board accounts for the impact fee activities in separately identifiable funds within the Capital Projects Funds. The special-purpose financial statements present the financial operations of the Impact Fee Fund only and do not include the assets, liabilities, fund balances and the revenues and expenditures of The School Board of Miami-Dade County, Florida.

For financial reporting purposes, the Fund is a fund of The School Board of Miami-Dade County, Florida, and is thus included in the School Board’s annual comprehensive financial report.

Measurement Focus, Basis of Accounting and Basis of Presentation

The accounts of the Fund are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and use to aid management in demonstrating compliance with finance-related legal and contractual provisions.

The Educational Facilities Impact Fee Fund is reported as the following fund type:

Governmental funds are used to account for the government’s general government activities. Government fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay the liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the current fiscal period. Expenditures are recorded when a liability is incurred, as under the modified accrual basis of accounting. However, debt service expenditures and claims and judgments are recorded only when payment is due.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements - Continued

As of and for the Years Ended June 30, 2022 and 2021

1. Summary of Significant Accounting Policies and Reporting Practices - Continued

Investments

Investments are categorized according to the fair value hierarchy established by GASB Statement No. 72 and include primarily U.S. Agency obligations, commercial paper, time deposits and money market mutual funds.

Accounting Estimates

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

Fund Balances

Governmental Accounting Standards Board (GASB) Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions* establish 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 upon 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.

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 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 purpose 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 and not included in other categories.

Unassigned – Includes negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements - Continued

As of and for the Years Ended June 30, 2022 and 2021

1. Summary of Significant Accounting Policies and Reporting Practices - Continued

The Fund considers restricted or unrestricted amounts spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. 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.

2. Cash and Investments

The Fund's surplus funds are invested directly by the District's Office of Treasury Management. The District maintains a common cash and investment pool for certain School Board Funds. The Fund's cash and investments are included in the District's pooled cash.

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* policies permits the following investments and is structured to place the highest priority on the safety of principal and liquidity of funds:

- Savings, Money Market and Time Deposits – School Board 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/Local Government Investment Pool.
- Obligations of the Federal Farm Credit Banks.
- Obligations of the Federal Home Loan Bank.
- Obligations of the Federal Home Loan Mortgage Corporation.
- Obligations guaranteed by the Government National Mortgage Association.
- Obligations of the Federal National Mortgage Association.
- Securities of any investment company or investment trust registered under the Investment Company Act of 1940, 15 U.S.C.
- Taxable Government Bonds rated investment grade.
- Equity/Fixed Income Securities including index and activity managed mutual funds.
- Guaranteed Investment Contracts as allowed by bond/lease purchase covenants.
- Municipal Bonds.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements - Continued

As of and for the Years Ended June 30, 2022 and 2021

2. Cash and Investments - Continued

Interest Rate Risk: In accordance with its investment policy under Board Policy 6144, the School Board manages its exposure to declines in fair values by substantially limiting the weighted average maturity on all investments to one year or less. Approximately, \$5,292,500 of the U.S. Government Agency Securities were callable in 2022. There were no callable U.S. Government Agency Securities in 2021. These callable securities are assumed to be called on the next call date, and as such, the weighted average maturity reflects the call date as the maturity date for these securities.

Credit Risk: In accordance with Board Policy 6144, the School Board manages its exposure to credit risk by limiting bonds investment to the highest rated Government Agency securities, Commercial Paper rated A-1 or better, and Money Market Mutual Funds rated AAAM. In addition, all Time Deposits must be issued by Board approved banks that are fully collateralized with the State of Florida Qualified Public Depositories program.

Investment Type	Rating*	Percentage of Investments as of June 30,	
		2022	2021
Federal Home Loan Bank	AA+	16.23%	0.00%
Time Deposits/Money Market	AAAM	83.77%	100.00%

* Standard & Poor's rating as of June 30, 2022 and 2021

Concentration Risks: 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% of the total portfolio, 30% in Federal Farm Credit Bank, 30% in Federal Home Loan Bank, 30% in Federal Home Loan Mortgage Corporation, 30% in Federal National Mortgage Association agency securities, up to 30% in Time Deposits with a single issuer, and unlimited U.S. Treasury Notes as well as Government Obligations and Money Market Mutual Funds. The above listed concentration percentages are based on the total investments excluding all cash equivalent investments such as time deposits and savings accounts, although the District's policy permits investments concentration maximum threshold percentages to be calculated including all cash equivalent investments.

Custodial Risk: All securities in accordance with the District's investment policy under Policy 6144, with the exception of time deposits and money market funds, are held by a third-party custodian in an account separate and apart from the assets of the custodian designated as assets of the District.

An employee of the District is part of the Board of Directors of a financial institution, in which the District holds investments of approximately \$336,000,000 and \$479,000,000 as of June 30, 2022 and 2021, respectively.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements - Continued

As of and for the Years Ended June 30, 2022 and 2021

2. Cash and Investments - Continued

Cash Deposits: The Fund's cash deposits include money market/savings, demand deposits and petty cash. All bank balances of the Fund are fully insured or collateralized as required by Florida Statutes, Chapter 280. Cash and cash equivalents are considered to be cash on hand, demand deposits, non-marketable time deposits of three months or less when purchased, and money market/savings accounts. At June 30, 2022 and 2021, the deposit's fair value and book balances were \$23,983,382 and \$25,457,760, respectively.

The School Board has implemented the provisions of GASB Statement No. 72 *Fair Value Measurement and Application* issued in February 2015 by categorizing its investments according to the fair value hierarchy established by this Statement. This 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 are valued using a matrix pricing technique.

As of June 30, 2022, the Fund cash, cash equivalents and investments were categorized as follows:

Investment Type	Amount	Level 1	Level 2	Weighted Average Maturity (Years)
Debt Securities				
US Government Agency	\$ 5,292,529	\$ -	\$ 5,292,529	0.82
Total Debt Securities	<u>5,292,529</u>	<u>-</u>	<u>5,292,529</u>	
Money Market Mutual Funds	27,315,108	27,315,108	-	
Cash and Cash Equivalents	23,983,382	-	-	
Total Cash, Cash Equivalents and Investments	<u>\$ 56,591,019</u>	<u>\$ 27,315,108</u>	<u>\$ 5,292,529</u>	

As of June 30, 2021, the Fund cash, cash equivalents and investments were categorized as follows:

Investment Type	Amount	Level 1	Level 2	Weighted Average Maturity (Years)
Debt Securities				
US Government Agency	\$ -	\$ -	\$ -	
Total Debt Securities	<u>-</u>	<u>-</u>	<u>-</u>	
Money Market Mutual Funds	19,598,593	19,598,593	-	
Cash and Cash Equivalents	25,457,760	-	-	
Total Cash, Cash Equivalents and Investments	<u>\$ 45,056,353</u>	<u>\$ 19,598,593</u>	<u>\$ -</u>	

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements - Continued

As of and for the Years Ended June 30, 2022 and 2021

3. Credits and Contributions In-Lieu-Of Impact Fees

Credits or contributions in-lieu-of impact fees up to the full amount of the fee (excluding the administrative charge) are available, subject to certain provisions, for land or monetary contributions provided by the fee payer prior to October 1, 1995 (credit) or negotiated after October 1, 1995 (contributions in-lieu-of impact fees). As of June 30, 2022, and 2021, the County has reported approximately \$1,857,505 and \$8,434,426, respectively of approved and unapplied credits and contributions in-lieu-of impact fees which remain available to be applied in future years. Approximately \$3,230,235 and \$6,239,024 were approved and applied during the years ended June 30, 2022 and 2021, respectively.

4. Letters of Credit

Fee payers are permitted to secure their impact fee obligation by letter of credit payable to Miami-Dade County, Florida, upon completion of the development project. The fees associated with these letters of credit are not currently available and as such have not been reported within the special-purpose financial statements. Approximately \$1,457,086 and \$523,701 in letters of credit were payable to Miami-Dade County, Florida, at June 30, 2022 and 2021, respectively.

5. Intergovernmental Transactions

Due from Miami-Dade County

At June 30, 2022 and 2021 Miami-Dade County owed the Fund approximately \$8,473,062 and \$4,633,084, respectively, in impact fees collected on behalf of the Benefit Districts.

Operating Transfers Out

For each of the respective fiscal years ended June 30, 2022 and 2021, the Fund transferred \$4,508,900 to The School Board of Miami-Dade County, Florida, debt service fund to cover principal and interest payments on the outstanding Certificates of Participation and other expenses to the general fund. The Interlocal Agreement allows for the School Board to be reimbursed for the shortfall payments from subsequent year impact fee revenues when multi-year financing lease/debt payments were paid from other School Board revenue. Under this option the reimbursement is allowed to be retroactive and is recorded as a transfer from the Fund to the fund that funded the lease/debt payments. See Note 6.

Administrative Expenditures

The School Board provides certain personnel services relating to construction management and other administrative costs to the Fund, which are included in capital outlay. Actual cost reimbursed to the School Board totaled approximately \$1,031,793 and \$246,329 for the fiscal years ended June 30, 2022 and 2021, respectively.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements - Continued

As of and for the Years Ended June 30, 2022 and 2021

6. Commitments

The Interlocal Agreement requires the School Board to expend or encumber impact fee revenues within six years from the date of collection. Impact fees have been restricted for the schools and Certificates of Participation ("COPS") debt service payments.

In accordance with the provisions of the 2000 First Amended Interlocal Agreement between Miami-Dade County and The School Board of Miami-Dade County, Florida, the School Board has issued COPS. As of June 30, 2022, and 2021, there is approximately zero and \$8,292,250 of impact fee COPS total debt service requirements outstanding, respectively.

The School Board has available the non-voted millage known as the "Local Option Millage Levy" as a primary source of funding for the COPS debt service. Additionally, the agreement provides that the School Board is entitled to be reimbursed from future impact fee revenues for COPS debt service payments from non-impact fee revenues. In fiscal year 2022, the District was reimbursed for debt service payments previously paid by the District on behalf of the impact fee fund of approximately \$1,862,000.

The current Educational Facilities Impact Fee Ordinance (Impact Fees) was adopted in 1995 and recommended revisions to the Impact Fees methodology and increase in fees completed in January 2006 were not adopted by Miami-Dade County (County). While the proposed amendments to the impact fees were approved on first reading by the Board of County Commissioners (BCC) on February 20, 2007 and subsequently scheduled for a public hearing before the BCC Government, Operations & Environment (GOE) Committee on July 11, 2007, the item was tabled at the time and has not been rescheduled.

7. Subsequent Event

Management has evaluated subsequent events through November 16, 2022, which is the date these special-purpose financial statements were available to be issued.

Combining Financial Statements

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Combining Balance Sheets
(By Benefit District and Administrative Activity)

As of June 30, 2022
(With Comparative Totals for June 30, 2021)

	East District	Northwest District	Southwest District	Administrative	2022 Total	2021 Total
Assets						
Cash and investments	\$ 46,947,497	\$ 7,974,311	\$ 1,351,934	\$ 317,277	\$ 56,591,019	\$ 45,056,353
Interest receivable	32,910	6,188	1,188	540	40,826	-
Due from Miami-Dade County	5,063,178	971,556	2,350,788	87,540	8,473,062	4,633,084
Total assets	<u>\$ 52,043,585</u>	<u>\$ 8,952,055</u>	<u>\$ 3,703,910</u>	<u>\$ 405,357</u>	<u>\$ 65,104,907</u>	<u>\$ 49,689,437</u>
Liabilities and fund balance						
Liabilities:						
Accounts and contracts payable						
and accrued expenses	\$ 1,661,833	\$ 172,810	\$ 9,688	\$ -	\$ 1,844,331	\$ 484,265
Retainage payable	799,649	128,857	96,879	-	1,025,385	1,345,204
Total liabilities	<u>2,461,482</u>	<u>301,667</u>	<u>106,567</u>	<u>-</u>	<u>2,869,716</u>	<u>1,829,469</u>
Fund balance:						
Restricted for:						
Capital projects	49,582,103	8,650,388	3,597,343	405,357	62,235,191	47,859,968
Total fund balance	<u>49,582,103</u>	<u>8,650,388</u>	<u>3,597,343</u>	<u>405,357</u>	<u>62,235,191</u>	<u>47,859,968</u>
Total liabilities and fund balance	<u>\$ 52,043,585</u>	<u>\$ 8,952,055</u>	<u>\$ 3,703,910</u>	<u>\$ 405,357</u>	<u>\$ 65,104,907</u>	<u>\$ 49,689,437</u>

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Combining Statements of Revenues, Expenditures and Changes in Fund Balance
(By Benefit District and Administrative Activity)

For the Year Ended June 30, 2022
(With Comparative Totals for the Year Ended June 30, 2021)

	East District	Northwest District	Southwest District	Administrative	2022 Total	2021 Total
Revenues:						
Impact fees	\$ 18,677,290	\$ 4,378,010	\$ 5,249,157	\$ 308,713	\$ 28,613,170	\$ 19,856,162
Investment income	107,773	18,800	2,099	1,674	130,346	23,061
Total revenues	<u>18,785,063</u>	<u>4,396,810</u>	<u>5,251,256</u>	<u>310,387</u>	<u>28,743,516</u>	<u>19,879,223</u>
Expenditures:						
Capital outlay	7,509,742	812,514	1,064,147	472,990	9,859,393	8,157,820
Total expenditures	<u>7,509,742</u>	<u>812,514</u>	<u>1,064,147</u>	<u>472,990</u>	<u>9,859,393</u>	<u>8,157,820</u>
Excess of revenues over (under) expenditures	11,275,321	3,584,296	4,187,109	(162,603)	18,884,123	11,721,403
Other financing sources (uses):						
Operating transfers out	(1,500,000)	(1,500,000)	(1,500,000)	(8,900)	(4,508,900)	(4,508,900)
Total other financing sources (uses)	<u>(1,500,000)</u>	<u>(1,500,000)</u>	<u>(1,500,000)</u>	<u>(8,900)</u>	<u>(4,508,900)</u>	<u>(4,508,900)</u>
Net change in fund balance	<u>9,775,321</u>	<u>2,084,296</u>	<u>2,687,109</u>	<u>(171,503)</u>	<u>14,375,223</u>	<u>7,212,503</u>
Beginning fund balance	<u>39,806,782</u>	<u>6,566,092</u>	<u>910,234</u>	<u>576,860</u>	<u>47,859,968</u>	<u>40,647,465</u>
Ending fund balance	<u>\$ 49,582,103</u>	<u>\$ 8,650,388</u>	<u>\$ 3,597,343</u>	<u>\$ 405,357</u>	<u>\$ 62,235,191</u>	<u>\$ 47,859,968</u>

Required Supplementary Information

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Schedule of Construction in Progress and COPS Debt Service Commitments (Unaudited)
(Annual Activity by Benefit District)

June 30, 2022

Project Name	Project Description	East District	Northwest District	Southwest District	Impact Fees Administration	Total
ALONZO & TRACY MOURNING SHS	Classroom addition	\$ 201,813	\$ -	\$ -	\$ -	\$ 201,813
CHARLES R. DREW K-8 CENTER	Classroom addition	12,071	-	-	-	12,071
MIAMI PALMETTO SHS	Partial school replacement	9,210	-	-	-	9,210
GATEWAY ENVIRONMENTAL K-8 LEARNING CTR	Classroom addition	107,858	-	-	-	107,858
SOUTHSIDE PREPARATORY ACADEMY	New Facility	6,922,608	-	-	134,655	7,057,263
DR. TONI BILBAO PREPARATORY ACADEMY	Classroom addition	-	402,862	-	-	402,862
MADISON MS	Partial school replacement	-	17,551	-	-	17,551
NEW K-8 CENTER FACILITY IN DORAL	Classroom addition	-	183,064	-	-	183,064
PALM SPRINGS NORTH ES	Building Replacement	-	58,872	-	344,984	403,856
WEST LAKES PREPARATORY ACADEMY	Conversion to new K-8 facility	-	14,205	-	-	14,205
Total construction in progress		<u>\$ 7,253,560</u>	<u>\$ 676,554</u>	<u>\$ -</u>	<u>\$ 479,639</u>	<u>\$ 8,409,753</u>

COPS Debt Service Commitments - None



REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF SPECIAL-PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the special-purpose financial statements of The School Board of Miami-Dade County, Florida, Educational Facilities Impact Fee Fund (the "Fund"), which comprise the special-purpose balance sheets as of June 30, 2022 and 2021, and the related special-purpose statements of revenues, expenditures and changes in fund balance for the years then ended, and the related notes to the special-purpose financial statements, and have issued our report thereon dated November 16, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Fund'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control.

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

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

Report on Compliance and Other Matters

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



Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

C. Borders-Byrd, CPA LLC

Miami, Florida
November 16, 2022