

VALENCIA COLLEGE

2017-18 Year End Financial Review

September 2018

2017-18 Year End Summary

(In millions)

| | 2017-18 BUD | 2017-18 PYE | 2017-18 ACT | *2017-18 ADJ ACT | BUD VS ADJ ACT | VAR % | PYE VS ADJ ACT | VAR % |
|---------------------|----------------|----------------|----------------|---------------------|-------------------|----------|-------------------|----------|
| Revenues | \$199.7 | \$199.2 | \$199.3 | \$199.3 | (\$0.4) | (0.2%) | \$0.1 | 0.1% |
| Expenditures | \$199.7 | \$198.0 | \$211.9 | \$198.7 | \$1.0 | 0.5% | (\$0.7) | (0.4%) |

Student Tuition & Fees
YoY Change 3.5%



*Personnel Expense
YoY Change 8.0%



State Appropriations
YoY Change (1.7%)



*Current Expense & Capital Outlay
YoY Change 6.2%



*2017-18 Adj Act total, *Personnel expense chart, and *Current Expense & Capital Outlay chart exclude \$6.0M of unbudgeted transfers approved by the DBOT during September 2017 to fund design and construction for the Downtown tenant improvements, and \$7.2M of net pension expense per GASB guidelines.

2018-19 Revenue Budget Assumptions

(In millions)

A total of 791 incremental FTE was assumed in the 2018-19 budget over 2017-18. This equates to a 2.5% FTE growth year over year. Fall 2018 is 2.8% or 379 FTE higher than Fall 2017.

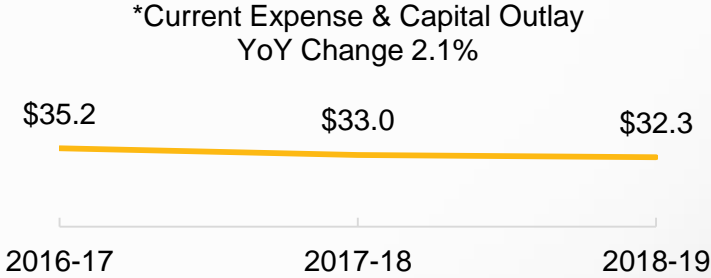
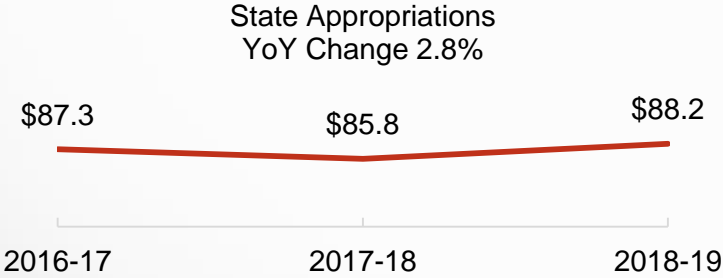
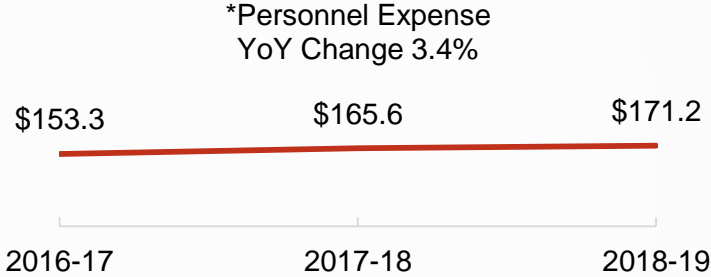
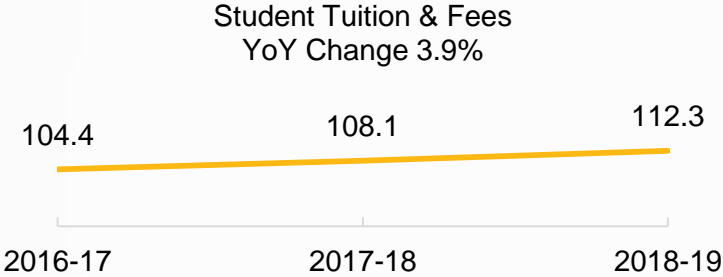
| Revenue Assumptions | Budget Incremental | *Fall Incremental | % Collected | Variance To Budget | % Remaining |
|---------------------|--------------------|-------------------|-------------|--------------------|-------------|
| Intl / Out of State | \$0.9 | \$0.1 | 11% | (\$0.8) | 89% |
| Poinciana | 0.9 | 0.4 | 44% | (0.5) | 56% |
| DE | 0.6 | 0.9 | 150% | 0.3 | 0% |
| ASN-BSN | 0.4 | 0.2 | 50% | (0.2) | 50% |
| BAS-BOL | 0.2 | 0.2 | 100% | 0 | 0% |
| Resident | (0.3) | (0.2) | 67% | 0.1 | 33% |
| Total | \$2.7 | \$1.6 | 59% | (\$1.1) | 41% |

*Fall Incremental amounts based on beginning of term information (after final drop for non-payment). Programmatic growth Fall revenue for baccalaureate programs estimate students taking core courses. ASN-BSN Budget amount excludes hospital contributions.

2018-19 Projected Year End (PYE)

(In Millions)

| | 2018-19 BUD | 2018-19 PYE | 2017-18 ADJ ACT | BUD VS PYE | VAR % | PYE VS PY | VAR % |
|---------------------|----------------|----------------|--------------------|---------------|----------|--------------|----------|
| Revenues | \$203.5 | \$205.2 | \$199.3 | \$1.7 | 0.8% | \$5.9 | 3.0% |
| Expenditures | \$203.5 | \$203.5 | \$198.7 | \$0.0 | 0.0% | \$4.8 | 2.4% |



*2017-18 Adj Act total, *Personnel expense chart, and *Current Expense & Capital Outlay chart exclude \$6.0M of unbudgeted transfers approved by the DBOT during September 2017 to fund design and construction for the Downtown tenant improvements, and \$7.2M of net pension expense per GASB guidelines.

2018-19 YTD Financial Summary

(As of July)

| | Original Budget Revenues | Collected YTD | % Collected of Annual |
|-----------------------|--------------------------|----------------------|-----------------------|
| Student Based | \$ 112,257,324 | \$ 39,849,786 | 35.5% |
| State Funding | 86,518,207 | 7,309,265 | 8.4% |
| Other Revenues | 4,740,469 | 224,861 | 4.7% |
| Total Revenues | \$ 203,516,000 | \$ 47,383,912 | 23.3% |

| | Original Budget Expenditures | Expended YTD | % Expended of Annual |
|---------------------------|------------------------------|----------------------|----------------------|
| Salaries | \$ 171,181,115 | \$ 11,724,609 | 6.8% |
| Current Expense | 28,262,980 | 2,801,919 | 9.9% |
| Capital Outlay | 4,071,905 | 2,279 | 0.1% |
| Total Expenditures | \$ 203,516,000 | \$ 14,528,807 | 7.1% |

| Financial Health Indicators | |
|-----------------------------|------------------|
| Rev. Projected Year End | Favorable \$1.7M |
| Exp. Projected Year End | Flat to Budget |
| Fund Balance | \$16.7M |
| Fund Balance as % | 7.8% |

VALENCIA COLLEGE

2017-18 Year End Financial Review

September 2018

MONTHLY FINANCIAL SUMMARY

FISCAL YEAR 2018-2019 (JULY)

| | Original Budget Revenues | Collected YTD | % Collected of Annual |
|-----------------------|--------------------------|----------------------|-----------------------|
| Student Based | \$ 112,257,324 | \$ 39,849,786 | 35.5% |
| State Funding | 86,518,207 | 7,309,265 | 8.4% |
| Other Revenues | 4,740,469 | 224,861 | 4.7% |
| Total Revenues | \$ 203,516,000 | \$ 47,383,912 | 23.3% |

| | Original Budget Expenditures | Expended YTD | % Expended of Annual |
|---------------------------|------------------------------|----------------------|----------------------|
| Salaries | \$ 171,181,115 | \$ 11,724,609 | 6.8% |
| Current Expense | 28,262,980 | 2,801,919 | 9.9% |
| Capital Outlay | 4,071,905 | 2,279 | 0.1% |
| Total Expenditures | \$ 203,516,000 | \$ 14,528,807 | 7.1% |

| Financial Health Indicators | |
|-----------------------------|------------------|
| Rev. Projected Year End | Favorable \$1.7M |
| Exp. Projected Year End | Flat to Budget |
| Fund Balance | \$16.7M |
| Fund Balance as % | 7.8% |

VALENCIA COLLEGE

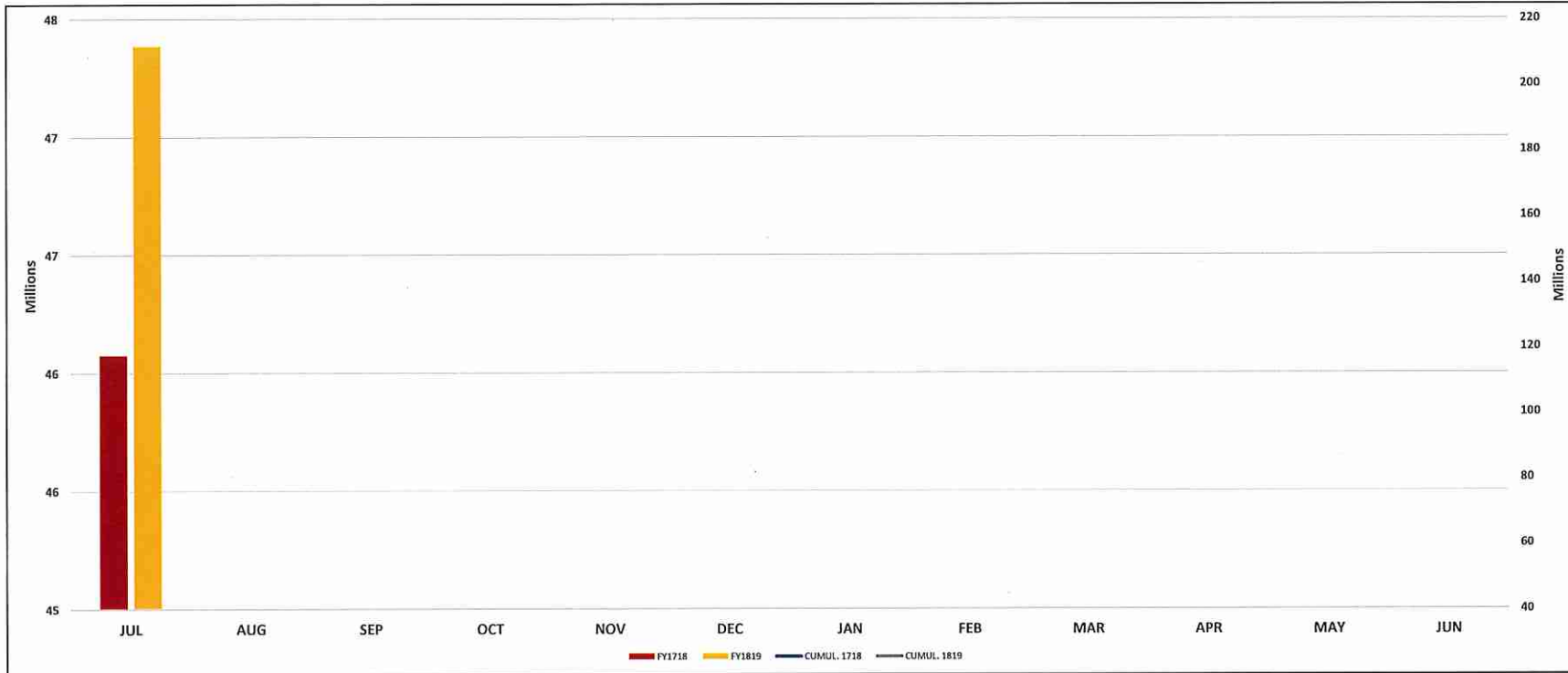
JULY 2018

| | Original Budget | YTD FY18-19 | % Collected | YTD FY17-18 | Year over Year |
|--|-----------------------|----------------------|-------------|----------------------|-----------------------|
| REVENUES | | | | | |
| Student Based: | | | | | |
| Tuition | \$ 76,416,379 | \$ 27,712,451 | 36% | \$ 27,254,364 | \$ 458,087 |
| Non-Credit Tuition | \$ 6,694,393 | \$ 1,422,366 | 21% | \$ 1,095,470 | \$ 326,896 |
| Student Fees | \$ 14,962,064 | \$ 3,908,945 | 26% | \$ 4,162,951 | \$ (254,006) |
| Out of State Fees | \$ 14,184,488 | \$ 6,806,024 | 48% | \$ 6,869,038 | \$ (63,014) |
| State Funding: | | | | | |
| State Support - CCPF Recurring | \$ 69,964,792 | \$ 5,929,814 | 8% | \$ 5,484,299 | \$ 445,515 |
| State Support - Lottery, License Tag | \$ 16,553,415 | \$ 1,379,451 | 8% | \$ 1,134,758 | \$ 244,693 |
| Other Revenue: | | | | | |
| Indirect Cost Recovered | \$ 285,533 | \$ 8,316 | 3% | \$ 572 | \$ 7,744 |
| Other Revenue - Transfer, Interest, Rent, Contract, Misc | \$ 4,454,936 | \$ 216,545 | 5% | \$ 72,957 | \$ 143,588 |
| Total Revenue | \$ 203,516,000 | \$ 47,383,912 | 23% | \$ 46,074,409 | \$ 1,309,503 |
| EXPENSES | | | | | |
| Personnel Expenses: | | | | | |
| Salaries & Wages | \$ 138,136,143 | \$ 9,196,020 | 7% | \$ 8,331,159 | \$ (864,861) |
| Fringe Benefits | \$ 18,623,213 | \$ 1,508,073 | 8% | \$ 1,362,984 | \$ (145,089) |
| Other Taxable Benefits | \$ 14,421,759 | \$ 1,020,516 | 7% | \$ 1,100,589 | \$ 80,073 |
| Total Personnel | \$ 171,181,115 | \$ 11,724,609 | 7% | \$ 10,794,732 | \$ (929,877) |
| Other Expenses: | | | | | |
| Other Services & Expenses | \$ 7,175,926 | \$ 1,596,273 | 22% | \$ 1,708,229 | \$ 111,956 |
| Utilities & Communications | \$ 5,037,720 | \$ 491,731 | 10% | \$ 207,347 | \$ (284,384) |
| Contractual Services | \$ 7,471,761 | \$ 217,217 | 3% | \$ 231,912 | \$ 14,695 |
| Materials & Supplies | \$ 8,425,743 | \$ 449,687 | 5% | \$ 526,952 | \$ 77,265 |
| Scholarships & Waivers | \$ 151,830 | \$ 8,973 | 6% | \$ 4,019 | \$ (4,954) |
| Payment on Debt | \$ - | \$ 38,038 | 0% | \$ 38,038 | \$ - |
| Total Direct Expenditures and Transfers | \$ 28,262,980 | \$ 2,801,919 | 10% | \$ 2,716,497 | \$ (85,422) |
| CAPITAL OUTLAY | | | | | |
| Capital Expenditures | \$ 4,071,905 | \$ 2,279 | 0% | \$ 11,424 | \$ 9,145 |
| Total Capital Expenditures | \$ 4,071,905 | \$ 2,279 | 0% | \$ 11,424 | \$ 9,145 |
| Total All Expenses | \$ 203,516,000 | \$ 14,528,807 | 7% | \$ 13,522,653 | \$ (1,006,154) |
| Total Revenues Less Expenses and Transfers | \$ - | \$ 32,855,105 | | \$ 32,551,756 | \$ 303,349 |

* FY1718 excludes non-mandatory transfer out of \$6,175,000

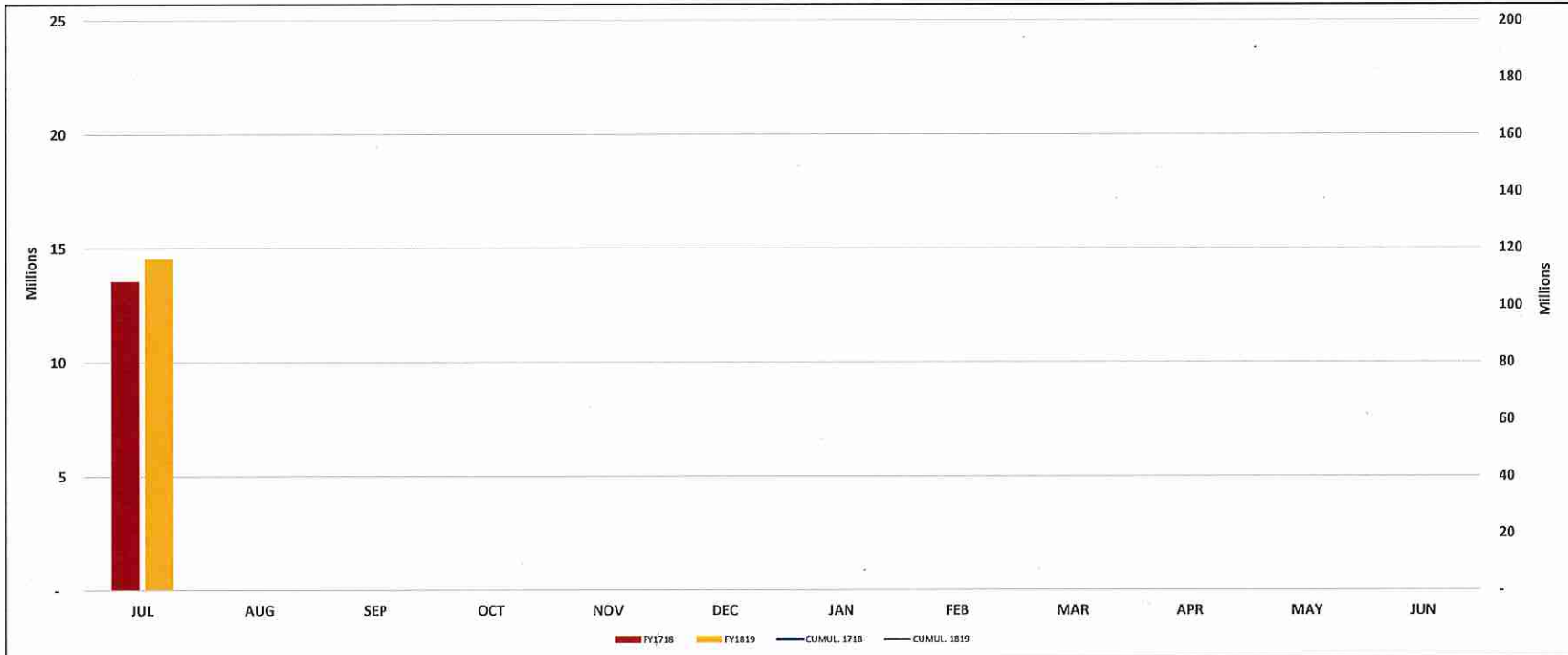
REVENUES MONITOR

| | JUL | AUG | SEP | OCT | NOV | DEC | JAN | FEB | MAR | APR | MAY | JUN |
|-------------------|------------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| <i>MONTHLY</i> | | | | | | | | | | | | |
| FY1718 | 46,074,412 | | | | | | | | | | | |
| FY1819 | 47,383,913 | | | | | | | | | | | |
| <i>CUMULATIVE</i> | | | | | | | | | | | | |
| CUMUL. 1718 | 46,074,412 | | | | | | | | | | | |
| CUMUL. 1819 | 47,383,913 | | | | | | | | | | | |



EXPENSE MONITOR

| | JUL | AUG | SEP | OCT | NOV | DEC | JAN | FEB | MAR | APR | MAY | JUN |
|-------------------|------------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| MONTHLY | | | | | | | | | | | | |
| FY1718 | 13,522,653 | | | | | | | | | | | |
| FY1819 | 14,528,807 | | | | | | | | | | | |
| CUMULATIVE | | | | | | | | | | | | |
| CUMUL. 1718 | 13,522,653 | | | | | | | | | | | |
| CUMUL. 1819 | 14,528,807 | | | | | | | | | | | |



* FY1718 excludes non-mandatory transfer out of \$6,175,000

**SUMMARY OF MAJOR CONSTRUCTION PROJECTS
VALENCIA COLLEGE
FY 2018-2019 (ALL FUNDS)**

CONSTRUCTION: PROJECT TO DATE (PTD) as of July 31, 2018

| Project Description | Estimated Completion Date | Cost Estimate | State Funding | Fund 1 | Local Funding Source | | | | | Student Capital Improvmt Fee | Expended or Encumbered to Date | Unexpended Funds | | |
|-----------------------------------|---------------------------|---------------|----------------------------|-----------------|----------------------|-----------------|-----------------|---------------|--|------------------------------|--------------------------------|------------------|--------------|-------------|
| | | | State Funding Appropriated | Fund 1 Transfer | Fund 3 Transfer | Fund 4 Transfer | Fund 7 Transfer | CO & DS Funds | | | | | | |
| Osceola Campus CIT | 2019 | 14,000,000 | | 6,860,000 | | | | 5,500,000 | | | 5,503,009 | 6,856,991 | CITBLDOSC | 71503 |
| Osceola Campus CAT | 2018 | 4,500,000 | | 4,500,000 | | | | | | | 1,445,570 | 3,054,430 | CEBLDOSC | 71502 |
| Downtown Campus | 2019 | 15,000,000 | | 6,000,000 | | | | 4,000,000 | | 5,000,000 | 10,461,422 | 4,548,578 | UCFVCDTC | 73010 |
| EAC Bldg 1B Renovation | 2018 | 2,300,000 | | | | | | | | 2,300,000 | 1,987,797 | 312,203 | EBLDG1B | 73009 |
| SPS K-9 Unit Building | 2018 | 1,000,000 | | | | | | | | 1,000,000 | - | 1,000,000 | K9UNITS | 73011 |
| Collegewide Remodel & Maintenance | June 2019 | 4,375,000 | 1,608,224 | | | | | | | 2,766,776 | 474,733 | 3,900,267 | 72108+ Index | 771000 |
| Collegewide Remodel & Renovation | Various | 2,240,715 | | | | | | | | 2,240,715 | 433,337 | 1,807,378 | FAST PTD | 73012-73021 |

NOTE: Additional funding of 11.5 million approved for FY1819 Osceola Campus CIT Building.

Summary: Cost estimates above include furniture and equipment, landscaping, parking and other costs to complete the project.

FUNDING SOURCE FISCAL YEAR 2018-2019 (YTD) as of July 31, 2018

| Funding Source | Beginning Fund Balance | Projected Revenue | Funding Source Cash Flow Commitments | | | | | | | Funds Available (Needed) | |
|-----------------------------------|------------------------|-------------------|--------------------------------------|--------------|-----------------|--------------------------|-------------------|-----------------------|---|--------------------------|-----------|
| | | | OSC CIT Bldg | OSC CAT Bldg | Downtown Campus | EAC Bldg 1B Rem Ren Bldg | SPS K-9 Unit Bldg | GEN Ren/Rep/Rem MAINT | | | |
| Student Capital Improvement Fee | 18,705,027 | 5,925,880 | 5,500,000 | - | 8,300,000 | 1,645,000 | 1,000,000 | 5,007,491 | - | - | 3,178,416 |
| CO & DS | 2,462,843 | 373,850 | - | - | - | - | - | - | - | - | 2,836,693 |
| PECO | - | 1,608,224 | - | - | - | - | - | 1,608,224 | - | - | - |
| Local Other Sources and Transfers | 11,242,286 | 7,000,000 | 6,860,000 | 4,175,000 | 7,000,000 | - | - | - | - | - | 207,286 |

Summary: Local funds are available at the discretion of the Board of Trustees. The columns "Committed" includes current expenditures, encumbrances, and designated funding for these projects.

**SUMMARY OF INVESTMENT RESULTS
VALENCIA COLLEGE
FY 2018-19 (ALL FUNDS)**

**SUMMARY OF INVESTMENT RESULTS
VALENCIA COLLEGE
FY 2017-18 (ALL FUNDS)**

FISCAL YEAR 2018-19 REVENUE/RATES OF RETURN

| Period | Interest Income | Dividend Income | Annual Interest Income % | Unrealized Gain/Loss | Average Principal Invested |
|--------------|-------------------|------------------|--------------------------|----------------------|----------------------------|
| July | \$ 111,411 | \$ 84,074 | 2.505% | \$ (66,607) | \$ 93,657,132 |
| August | | | | | |
| September | | | | | |
| October | | | | | |
| November | | | | | |
| December | | | | | |
| January | | | | | |
| February | | | | | |
| March | | | | | |
| April | | | | | |
| May | | | | | |
| June | | | | | |
| TOTAL | \$ 111,411 | \$ 84,074 | 2.505% | \$ (66,607) | \$ 93,657,132 |

FISCAL YEAR 2017-18 REVENUE/RATES OF RETURN

| Period | Interest Income | Dividend Income | Annual Interest Income % | Unrealized Gain/Loss | Average Principal Invested |
|--------------|---------------------|-------------------|--------------------------|----------------------|----------------------------|
| July | \$ 51,024 | \$ 61,077 | 1.494% | \$ (2,100) | \$ 90,046,472 |
| August | \$ 52,372 | \$ 27,916 | 0.890% | \$ 28,491 | \$ 108,245,489 |
| September | \$ 59,370 | \$ 28,475 | 1.168% | \$ (32,345) | \$ 90,261,877 |
| October | \$ 76,960 | \$ 32,270 | 1.171% | \$ 6,171 | \$ 111,905,052 |
| November | \$ 77,436 | \$ 29,305 | 1.267% | \$ (52,241) | \$ 101,129,121 |
| December | \$ 77,838 | \$ 76,382 | 1.871% | \$ (46,977) | \$ 98,911,207 |
| January | \$ 85,070 | \$ 30,288 | 1.377% | \$ (64,899) | \$ 100,540,362 |
| February | \$ 87,555 | \$ 31,593 | 1.279% | \$ (36,223) | \$ 111,759,082 |
| March | \$ 101,821 | \$ 29,876 | 1.481% | \$ 21,239 | \$ 106,716,512 |
| April | \$ 108,746 | \$ 64,775 | 2.010% | \$ (51,353) | \$ 103,569,759 |
| May | \$ 116,050 | \$ 36,973 | 1.763% | \$ 55,158 | \$ 104,151,293 |
| June | \$ 117,044 | \$ 40,294 | 2.110% | \$ (13,819) | \$ 101,314,913 |
| TOTAL | \$ 1,011,286 | \$ 489,225 | 1.490% | \$ (188,898) | \$ 102,379,262 |

ANNUAL RATES OF RETURN AS OF 07/31/18

| 1 Yr Treasury | SEI | SBA | |
|---------------|-------|-------|--|
| 2.45% | 1.57% | 2.22% | |

INVESTMENT MIXTURE AS OF 07/31/18

| B of A | SEI | SBA | |
|--------|-------|-------|--|
| 12.6% | 25.9% | 61.5% | |

CASH HOLDINGS AS OF 07/31/18

| B of A | SEI | SBA | |
|--------------|---------------|--------------|--|
| \$11,769,675 | \$ 24,255,093 | \$57,632,363 | |

Cumulative Fixed Income Investment Return Information

| Date | Principal Invested | Income/Capital Gains | Change in Market Value | Book Value |
|-----------|--------------------|----------------------|------------------------|---------------|
| 1/31/2016 | \$ 25,000,000 | | | \$ 25,000,000 |
| 6/30/2016 | | \$ 74,066 | \$ 230,044 | \$ 25,304,109 |
| 6/30/2017 | | \$ 393,504 | \$ (160,314) | \$ 25,537,300 |
| 6/30/2018 | \$ (1,600,000) | \$ 489,225 | \$ (188,898) | \$ 24,237,627 |
| 7/31/2018 | | \$ 84,074 | \$ (66,607) | \$ 24,255,093 |
| | | \$ 1,040,869 | \$ (185,775) | |

VALENCIA COLLEGE
BALANCE SHEET BY FUND
FOR THE PERIOD ENDING JULY 31, 2018

| | Current Fund Unrestricted | Current Fund Restricted | Campus Stores | Other Auxiliary | Quasi Endowments | Scholarship | Unexpended Plant | Debt Service | Investment in Plant |
|---|------------------------------|----------------------------|---------------------|---------------------|----------------------|---------------------|----------------------|------------------|------------------------|
| ASSETS | | | | | | | | | |
| Cash | \$ 20,102,872 | \$ 2,246,002 | \$ (7,016,489) | \$ 4,524,414 | \$ (1,180,052) | \$ 2,993,842 | \$ 40,983,509 | \$ - | \$ - |
| Accounts Receivable, Net | 45,878,666 | 182,828 | 1,220,996 | 1,030 | | 165,634 | | | |
| Investments | | | 8,347,911 | 2,033,485 | 13,873,698 | | | 53,074 | |
| Inventories | | | 2,534,785 | | | | | | |
| Prepaid Expenses | 2,006,655 | 3,306 | 45,000 | | | | | | |
| Deferred Outflows - FRS Pension | 34,800,905 | | | | | | | | |
| Deferred Outflows - HIS Pension | 11,182,300 | | | | | | | | |
| Deferred Outflows - OPEB | 47,715 | | | | | | | | |
| Capital Leases, Net | | | | | | | | | 5,953,890 |
| Land | | | | | | | | | 32,987,698 |
| Buildings, Net | | | | | | | | | 210,795,683 |
| Leasehold Improvements, Net | | | | | | | | | 2,670,819 |
| Other Structures & Improvements, Net | | | | | | | | | 758,908 |
| Furniture & Equipment, Net | | | | | | | | | 30,389,404 |
| Construction in Progress | | | | | | | | | 2,539,318 |
| TOTAL ASSETS | \$ 114,099,114 | \$ 2,432,136 | \$ 5,132,183 | \$ 6,558,930 | \$ 12,693,645 | \$ 3,159,476 | \$ 40,983,509 | \$ 53,074 | \$ 286,104,719 |
| LIABILITIES AND FUND BALANCE | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts Payable | \$ 845,491 | \$ (2,636) | \$ - | \$ 2,018,465 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Retainage Payable | | | | | | | 1,265,379 | | |
| Salaries & Benefits Payable | 1,738,014 | | | | | | | | |
| Health Insurance Claims Reserve | 15,278,914 | | | | | | | | |
| Compensated Leave-Curr/NonCurr | 9,265,408 | | | | | | | | |
| Net OPEB Liability-Current/NonCurr | 3,862,487 | | | | | | | | |
| Net FRS Pension Liability-Current/NonCurr | 60,308,011 | | | | | | | | |
| Net HIS Pension Liability-Current/NonCurr | 33,413,788 | | | | | | | | |
| Deferred Inflows - FRS Pension | 2,433,305 | | | | | | | | |
| Deferred Inflows - HIS Pension | 2,958,899 | | | | | | | | |
| Deferred Inflows - OPEB | 231,874 | | | | | | | | |
| Sales Tax Payable | 432 | | 15,886 | | | | | | |
| Capital Leases Payable | | | | | | | | | 8,577,618 |
| Bonds Payable | | | | | | | | | 2,354,000 |
| Leases Payable | | | | | | | | | |
| Total Liabilities | \$ 130,336,602 | \$ (2,636) | \$ 15,886 | \$ 2,018,465 | \$ - | \$ - | \$ 1,265,379 | \$ - | \$ 8,931,818 |
| Fund Balance: | | | | | | | | | |
| Funds Restricted for Encumbrances | \$ 7,529,910 | 5,956,675 | 488,256 | 36,724 | \$ - | \$ - | 18,039,765 | \$ - | \$ - |
| Investment in Plant | | | | | | | | | 277,173,100 |
| Unallocated Fund Balance | (23,767,398) | (3,521,903) | 4,628,241 | 4,503,740 | 12,693,645 | 3,159,476 | 23,678,365 | 53,074 | |
| Total Fund Balance | \$ (16,237,489) | \$ 2,434,772 | \$ 5,116,497 | \$ 4,540,464 | \$ 12,693,645 | \$ 3,159,476 | \$ 39,718,130 | \$ 53,074 | \$ 277,173,100 |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 114,099,113 | \$ 2,432,136 | \$ 5,132,183 | \$ 6,558,930 | \$ 12,693,645 | \$ 3,159,476 | \$ 40,983,509 | \$ 53,074 | \$ 286,104,719 |

VALENCIA COLLEGE
STATEMENT OF REVENUES, EXPENDITURES, AND OTHER CHANGES
FOR THE PERIOD ENDING JULY 31, 2018

| | Current Fund Restricted | Campus Stores | Other Auxiliary | Quasi Endowments | Scholarship | Unexpended Plant | Debt Service |
|--|----------------------------|-----------------------|--------------------|---------------------|---------------------|---------------------|-----------------|
| REVENUES | | | | | | | |
| Student Fees | \$ 2,149,926 | \$ - | \$ - | \$ - | \$ 1,475,867 | \$ 2,184,326 | \$ - |
| State Support | 75,560 | | | | 1,471 | | |
| Federal Support | 129,544 | | | | 3,877,574 | | |
| Gifts & Contracts | 7,013 | | | | | | |
| Sales | | 241,016 | 21,988 | | | | |
| Bond Proceeds | | | | | | | |
| Other Revenues | | 8,209 | 79,273 | 9,989 | (315) | 33,573 | |
| Transfers from Other Funds | | | | | 128,073 | 6,000,000 | |
| TOTAL REVENUES | \$ 2,362,043 | \$ 249,225 | \$ 101,261 | \$ 9,989 | \$ 5,482,689 | \$ 8,217,899 | \$ - |
| EXPENDITURES | | | | | | | |
| Personnel Expenditures | | | | | | | |
| Full Time | \$ 237,328 | \$ 84,554 | \$ (6,558) | \$ - | \$ - | \$ - | \$ - |
| Part Time | 58,507 | 2,291 | 376 | | | | |
| Fringe Benefits | 82,747 | 33,363 | 17,182 | | | | |
| Subtotal | \$ 378,582 | \$ 120,238 | \$ 11,000 | \$ - | \$ - | \$ - | \$ - |
| Other Expenses | | | | | | | |
| Travel | \$ 24,467 | \$ 16 | \$ 148 | \$ - | \$ - | \$ - | \$ - |
| Postage & Telephone | | 2,911 | | | | | |
| Printing | 1,778 | 2,471 | | | | | |
| Repairs & Maintenance | | | | | | 10,755 | |
| Rental & Insurance | 4,594 | 5,257 | | | | | |
| Utilities | | | | | | | |
| Services | 257,828 | 35,714 | 6,240 | | | 11,666 | |
| Materials & Supplies | 100,401 | 1,870 | 60,763 | | | 1,347 | |
| Cost of Goods Sold | | 553,806 | | | | | |
| Scholarships & Walvers | 43,456 | | | | 4,046,683 | | |
| Transfers to Other Funds | 128,073 | 6,000,000 | | | | | |
| Other Expenses | 9,334 | 5,000 | | | | | |
| Subtotal | \$ 569,930 | \$ 6,607,045 | \$ 67,151 | \$ - | \$ 4,046,683 | \$ 23,788 | \$ - |
| Capital Outlay | | | | | | | |
| Furniture & Equipment | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 40 | \$ - |
| Architect & Engineering Services | | | | | | 13,911 | |
| General Construction | | | | | | 526,068 | |
| Renovation & Remodeling | | | | | | 346,139 | |
| Land | | | | | | | |
| Leasehold Improvements | | | | | | | |
| Structures & Improvements | | | | | | | |
| Subtotal | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 886,167 | \$ - |
| TOTAL EXPENDITURES | \$ 948,513 | \$ 6,727,282 | \$ 78,151 | \$ - | \$ 4,046,683 | \$ 909,925 | \$ - |
| NET INCREASE (DECREASE) IN FUND BALANCE | \$ 1,413,531 | \$ (6,478,058) | \$ 23,110 | \$ 9,989 | \$ 1,435,986 | \$ 7,307,973 | \$ - |



**District Board of Trustees
Valencia College**

ANNUAL FINANCIAL REPORT

**For the Fiscal Year
July 1, 2017 to June 30, 2018**



VALENCIA COLLEGE
ANNUAL FINANCIAL REPORT
DIVISION OF FLORIDA COLLEGES YEAR-END REPORTS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year July 1, 2017 to June 30, 2018

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's discussion and analysis (MD&A) provides an overview of the financial position and activities of the College for the fiscal year ended June 30, 2018, and should be read in conjunction with the financial statements and notes thereto. The MD&A, and financial statements and notes thereto, are the responsibility of College management. The MD&A contains financial activity of the College for the fiscal years ended June 30, 2018, and June 30, 2017.

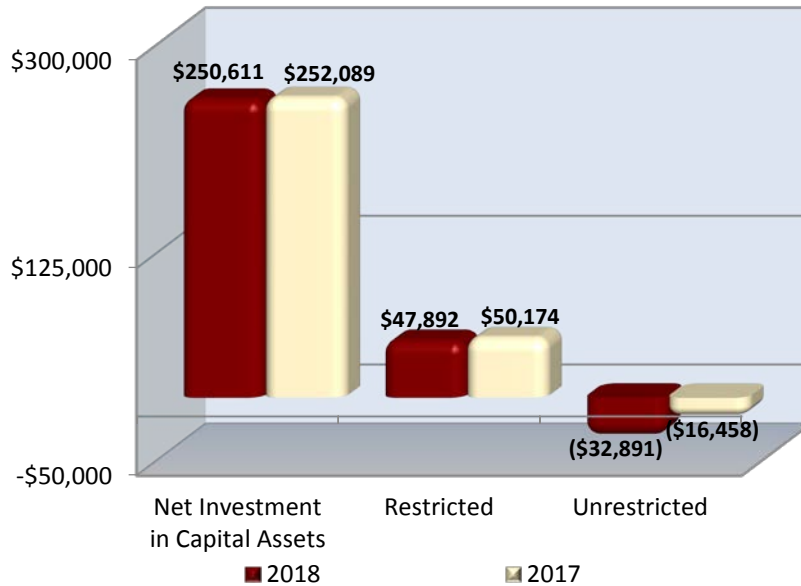
FINANCIAL HIGHLIGHTS

The College's assets and deferred outflows of resources totaled \$413.5 million at June 30, 2018. This balance reflects a \$1.7 million, or 0.4 percent increase as compared to the 2016-17 fiscal year. The increase was primarily due to a growth in deferred outflows of resources because of a reduction in the expected long-term expected rate of return on investments of the Florida Retirement System (FRS) defined pension plans administered by the Florida Division of Retirement. The College is required to recognize as a participating member under the Governmental Accounts Standards Board (GASB) Statement No. 68. While assets and deferred outflows of resources grew, liabilities and deferred inflows of resources increased by \$22 million, or 17.5 percent, totaling \$148 million at June 30, 2018. The increase in liabilities was mainly due to a growth in net pension liability defined pension plans as a result of the decrease in expected long-term rate of return on plan investments. As a result, the College's net position decreased by \$20.3 million, resulting in a year-end balance of \$265.5 million.

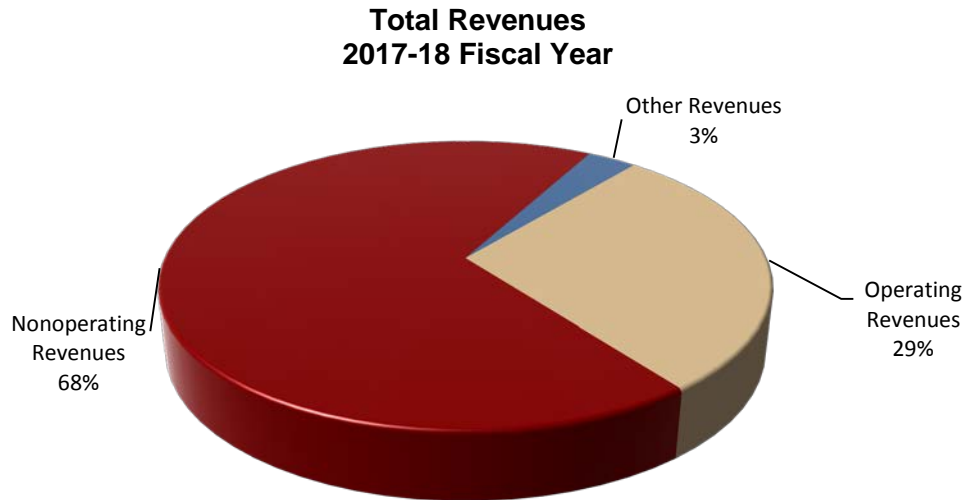
The College's operating revenues totaled \$79.8 million for the 2017-18 fiscal year, representing a 2.1 percent decrease compared to the 2016-17 fiscal year due mainly to an increase in scholarship allowances resulting in a greater portion of tuition paid by Federal and State student financial aid instead of the student, or a third party on behalf of student. Operating expenses totaled \$298 million for the 2017-18 fiscal year, representing an increase of 12.2 percent as compared to the 2016-17 fiscal year due mainly to creation of additional positions in the student services division and for the opening of the Poinciana Campus in Fall 2017.

Net position represents the residual interest in the College's assets and deferred outflows of resources after deducting liabilities and deferred inflows of resources. The College's comparative total net position by category for the fiscal years ended June 30, 2018, and June 30, 2017, is shown in the following graph:

**Net Position
(In Thousands)**



The following chart provides a graphical presentation of College revenues by category for the 2017-18 fiscal year:



OVERVIEW OF FINANCIAL STATEMENTS

Pursuant to GASB Statement No. 35, the College’s financial report consists of three basic financial statements: the statement of net position; the statement of revenues, expenses, and changes in net position; and the statement of cash flows. The financial statements, and notes thereto, encompass the College and its component units. These component units include: Valencia College Foundation, Inc. (Foundation). Based on the application of the criteria for determining component units, the Foundation is included within the College reporting entity as discretely presented component unit.

This MD&A focuses on the College, excluding the discretely presented component unit.

The Statement of Net Position

The statement of net position reflects the assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the College, using the accrual basis of accounting, and presents the financial position of the College at a specified time. Assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources, equals net position, which is one indicator of the College's current financial condition. The changes in net position that occur over time indicate improvement or deterioration in the College's financial condition.

The following summarizes the College's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position at June 30:

Condensed Statement of Net Position at June 30

(In Thousands)

| | <u>2018</u> | <u>2017</u> |
|---------------------------------------|-------------------|-------------------|
| Assets | | |
| Current Assets | \$ 59,608 | \$ 72,895 |
| Capital Assets, Net | 259,542 | 261,600 |
| Other Noncurrent Assets | <u>48,262</u> | <u>41,157</u> |
| Total Assets | <u>367,412</u> | <u>375,652</u> |
| Deferred Outflows of Resources | <u>46,111</u> | <u>36,187</u> |
| Liabilities | | |
| Current Liabilities | 29,051 | 26,639 |
| Noncurrent Liabilities | <u>113,326</u> | <u>98,132</u> |
| Total Liabilities | <u>142,377</u> | <u>124,771</u> |
| Deferred Inflows of Resources | <u>5,624</u> | <u>1,263</u> |
| Net Position | | |
| Net Investment in Capital Assets | 250,611 | 252,089 |
| Restricted | 47,892 | 50,174 |
| Unrestricted | <u>(32,981)</u> | <u>(16,458)</u> |
| Total Net Position | <u>\$ 265,522</u> | <u>\$ 285,805</u> |

Total assets decreased primarily due to a decrease in Public Education and Capital Outlay (PECO) receivable of \$7.3 million to fund the construction of Poinciana Campus Building 1.

Noncurrent liabilities increased primarily due to an increase in net pension liability of \$13.1 million. In addition, the College implemented GASB Statement 75 in the 2017-18 fiscal year, which requires the recognition of the total payable for other postemployment benefits (OPEB) other than pensions, resulting in a further increase of \$2 million to noncurrent liabilities. As a result of the increases to the pension and OPEB liabilities, net position was reduced.

Additional information about the College's net pension liability and OPEB is presented in the notes to financial statements.

The Statement of Revenues, Expenses, and Changes in Net Position

The statement of revenues, expenses, and changes in net position presents the College's revenue and expense activity, categorized as operating and nonoperating. Revenues and expenses are recognized when earned or incurred, regardless of when cash is received or paid.

The following summarizes the College's activity for the 2017-18 and 2016-17 fiscal years:

**Condensed Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Years
(In Thousands)**

| | <u>2017-18</u> | <u>2016-17</u> |
|--|--------------------------|--------------------------|
| Operating Revenues | \$ 79,819 | \$ 81,519 |
| Less, Operating Expenses | <u>298,009</u> | <u>265,554</u> |
| Operating Income (Loss) | (218,190) | (184,035) |
| Net Nonoperating Revenues | <u>191,279</u> | <u>173,103</u> |
| Income (Loss) Before Other Revenues, Expenses, Gains, or Losses | (26,911) | (10,932) |
| Other Revenues, Expenses, Gains, or Losses | <u>8,688</u> | <u>20,679</u> |
| Net Increase (Decrease) In Net Position | <u>(18,223)</u> | <u>9,747</u> |
| Net Position, Beginning of Year | 285,805 | 276,058 |
| Adjustment to Beginning Net Position (1) | <u>(2,060)</u> | <u>-</u> |
| Net Position, Beginning of Year, as Restated | <u>283,745</u> | <u>276,058</u> |
| Net Position, End of Year | <u><u>\$ 265,522</u></u> | <u><u>\$ 285,805</u></u> |

(1) Adjustment to beginning net position is due to the implementation of GASB Statement No. 75, which is a change in accounting principle that requires employers providing OPEB benefits to employees to report the total liability of the OPEB plan.

Operating Revenues

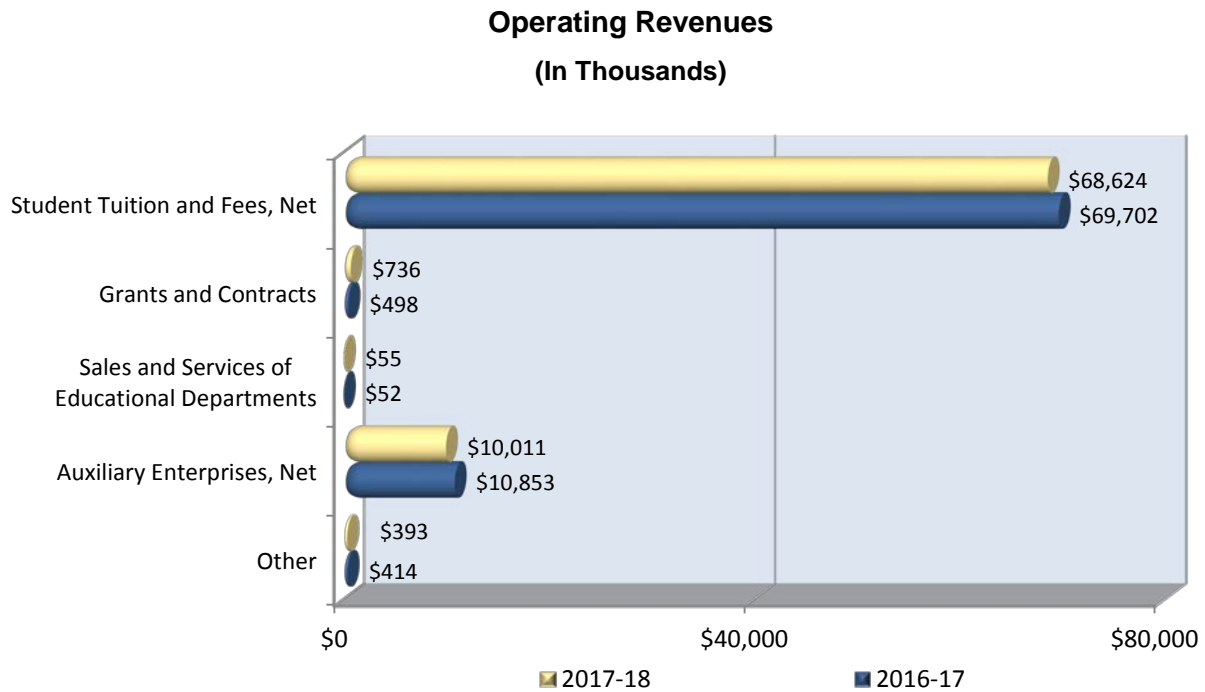
GASB Statement No. 35 categorizes revenues as either operating or nonoperating. Operating revenues generally result from exchange transactions where each of the parties to the transaction either gives or receives something of equal or similar value.

The following summarizes the operating revenues by source that were used to fund operating activities for the 2017-18 and 2016-17 fiscal years:

**Operating Revenues
For the Fiscal Years
(In Thousands)**

| | <u>2017-18</u> | <u>2016-17</u> |
|---|-------------------------|-------------------------|
| Student Tuition and Fees, Net | \$ 68,624 | \$ 69,702 |
| Grants and Contracts | 736 | 498 |
| Sales and Services of Educational Departments | 55 | 52 |
| Auxiliary Enterprises, Net | 10,011 | 10,853 |
| Other | 393 | 414 |
| Total Operating Revenues | <u><u>\$ 79,819</u></u> | <u><u>\$ 81,519</u></u> |

The following chart presents the College's operating revenues for the 2017-18 and 2016-17 fiscal years:



Total operating revenue decreased by \$1.7 million primarily due to an increase in the amount of tuition and auxiliary bookstore scholarship allowances.

Operating Expenses

Expenses are categorized as operating or nonoperating. The majority of the College's expenses are operating expenses as defined by GASB Statement No. 35. GASB gives financial reporting entities the choice of reporting operating expenses in the functional or natural classifications. The College has chosen to report the expenses in their natural classification on the statement of revenues, expenses, and changes in net position and has displayed the functional classification in the notes to financial statements.

The following summarizes operating expenses by natural classification for the 2017-18 and 2016-17 fiscal years:

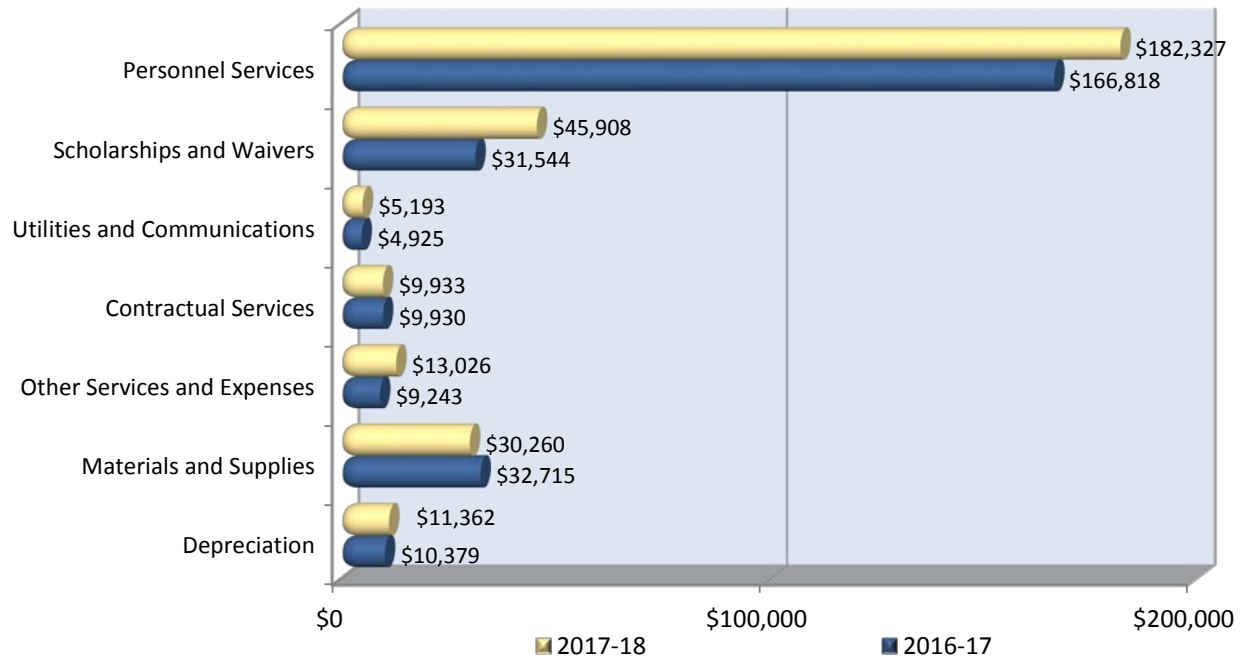
Operating Expenses For the Fiscal Years

(In Thousands)

| | 2017-18 | 2016-17 |
|---------------------------------|-------------------|------------------|
| Personnel Services | \$ 182,327 | \$166,818 |
| Scholarships and Waivers | 45,908 | 31,544 |
| Utilities and Communications | 5,193 | 4,925 |
| Contractual Services | 9,933 | 9,930 |
| Other Services and Expenses | 13,026 | 9,243 |
| Materials and Supplies | 30,260 | 32,715 |
| Depreciation | 11,362 | 10,379 |
| Total Operating Expenses | \$ 298,009 | \$265,554 |

The following chart presents the College's operating expenses for the 2017-18 and 2016-17 fiscal years:

Operating Expenses (In Thousands)



Total operating expenses increased by \$32.4 million due to the following factors:

- All full-time and part-time faculty and staff received a 4 percent salary increase.
- Nine faculty and twenty-six staff positions were established for the opening of the Poinciana Campus.
- Nineteen new program advisor were created to continue the proactive advising initiative developed as part of the College's Quality Enhancement Plan.
- Scholarship expenditures increased by \$14.4 million , primarily due to a higher average Federal Pell Grant award as a result of the introduction of year round Pell scholarships, in addition to growth in the number of Pell eligible students.

Nonoperating Revenues and Expenses

Certain revenue sources that the College relies on to provide funding for operations, including State noncapital appropriations, Federal and State student financial aid, certain gifts and grants, and investment income, are defined by GASB as nonoperating. Nonoperating expenses include capital financing costs and other costs related to capital assets. The following summarizes the College's nonoperating revenues and expenses for the 2017-18 and 2016-17 fiscal years:

| | <u>2017-18</u> | <u>2016-17</u> |
|---|-------------------------|-------------------------|
| State Noncapital Appropriations | \$ 85,827 | \$ 87,267 |
| Federal and State Student Financial Aid | 91,287 | 74,060 |
| Gifts and Grants | 13,328 | 11,450 |
| Investment Income (Loss) | 1,329 | 791 |
| Other Nonoperating Revenues | 81 | 135 |
| Interest on Capital Asset-Related Debt | <u>(573)</u> | <u>(600)</u> |
| Net Nonoperating Revenues | <u>\$191,279</u> | <u>\$173,103</u> |

Net nonoperating revenues increased by \$18.2 million, or 10.5% primarily due to an increase in Federal Pell Grant (\$12.4 million) and Florida Student Assistant Grant (\$4.1 million) funds, a result of the increase in scholarship awards. In addition, gifts and grants revenue increased \$1.4 million mainly due to growth of the dual enrollment program.

Other Revenues

This category is composed of State capital appropriations and capital grants, contracts, gifts, and fees. The following summarizes the College's other revenues, expenses, gains, or losses for the 2017-18 and 2016-17 fiscal years:

| | <u>2017-18</u> | <u>2016-17</u> |
|--|------------------------|-------------------------|
| State Capital Appropriations | \$ 2,870 | \$ 14,869 |
| Capital Grants, Contracts, Gifts, and Fees | <u>5,818</u> | <u>5,810</u> |
| Total | <u>\$ 8,688</u> | <u>\$ 20,679</u> |

Other revenues decreased by \$12 million, or 58 percent, because the College did not receive construction funding from PECO capital appropriations in the 2017-18 fiscal year.

The Statement of Cash Flows

The statement of cash flows provides information about the College's financial results by reporting the major sources and uses of cash and cash equivalents. This statement will assist in evaluating the

College's ability to generate net cash flows, its ability to meet its financial obligations as they come due, and its need for external financing. Cash flows from operating activities show the net cash used by the operating activities of the College. Cash flows from capital financing activities include all plant funds and related long-term debt activities. Cash flows from investing activities show the net source and use of cash related to purchasing or selling investments, and earning income on those investments. Cash flows from noncapital financing activities include those activities not covered in other sections.

The following summarizes the College's cash flows for the 2017-18 and 2016-17 fiscal years:

**Condensed Statement of Cash Flows
For the Fiscal Years
(In Thousands)**

| | <u>2017-18</u> | <u>2016-17</u> |
|---|------------------|------------------|
| Cash Provided (Used) by: | | |
| Operating Activities | \$ (192,629) | \$ (170,608) |
| Noncapital Financing Activities | 190,491 | 173,771 |
| Capital and Related Financing Activities | 3,677 | (6,802) |
| Investing Activities | <u>2,639</u> | <u>572</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | 4,178 | (3,067) |
| Cash and Cash Equivalents, Beginning of Year | <u>67,722</u> | <u>70,789</u> |
| Cash and Cash Equivalents, End of Year | <u>\$ 71,900</u> | <u>\$ 67,722</u> |

Major sources of funds came from Federal and State student financial aid (\$91.3 million) State noncapital appropriations (\$85.8 million), net student tuition and fees (\$69.8 million), and Federal Direct Student Loan program receipts (\$42.6 million). Major uses of funds were for payments to employees and for employee benefits (\$171.1 million), providers of goods and services (\$53.7 million), scholarships (\$45.9 million) disbursements to students for Federal Direct Student Loans (\$42.7 million).

Cash used by operating activities increased by \$22.2 million mainly due to:

- Increased payments to students for scholarship.
- Additional personnel positions for the Poinciana Campus and student services division.
- Raise in salary for most positions.

Cash provided by nonoperating activities increased by \$16.5 million primarily due to an increase in Federal and State Student financial aid receipts.

Cash provided by investing activities increased by \$2 million mainly due to a redemption of a mutual fund investment.

**CAPITAL ASSETS, CAPITAL EXPENSES AND COMMITMENTS,
AND DEBT ADMINISTRATION**

Capital Assets

At June 30, 2018, the College had \$409.3 million in capital assets, less accumulated depreciation of \$149.8 million, for net capital assets of \$259.5 million. Depreciation charges for the current fiscal year

totaled \$11.4 million. The following table summarizes the College's capital assets, net of accumulated depreciation, at June 30:

| Capital Assets, Net at June 30 | | | |
|---------------------------------------|--------------------------|--------------------------|--|
| (In Thousands) | | | |
| | <u>2018</u> | <u>2017</u> | |
| Land | \$ 32,988 | \$ 32,988 | |
| Construction in Progress | 2,539 | 33,867 | |
| Buildings | 210,795 | 179,088 | |
| Other Structures and Improvements | 759 | 2,241 | |
| Furniture, Machinery, and Equipment | 3,827 | 4,543 | |
| Leasehold Improvements | 2,680 | 2,754 | |
| Assets Under Capital Lease(s) | 5,954 | 6,119 | |
| Capital Assets, Net | <u><u>\$ 259,542</u></u> | <u><u>\$ 261,600</u></u> | |

Additional information about the College's capital assets is presented in the notes to the financial statements.

Capital Expenses and Commitments

Capital expenses through June 30, 2018, were incurred on the following projects: Poinciana Campus Building 1, Poinciana Campus Center for Accelerated Training Building, and University of Central Florida – Valencia Downtown Campus Building. The College's construction commitments at June 30, 2018, are as follows:

| | <u>Amount</u> |
|--------------------------|------------------------------|
| | <u>(In Thousands)</u> |
| Total Committed | \$ 13,827 |
| Completed to Date | <u>(2,539)</u> |
| Balance Committed | <u><u>\$ 11,288</u></u> |

Additional information about the College's construction commitments is presented in the notes to financial statements.

Debt Administration

As of June 30, 2018, the College had \$8.9 million in outstanding State Board of Education (SBE) capital outlay bonds and capital lease payable, representing a decrease of \$0.6 million, or 6.7 percent, from the prior fiscal year. The following table summarizes the outstanding long-term debt by type for the fiscal years ended June 30:

Long-Term Debt at June 30

(In Thousands)

| | <u>2018</u> | <u>2017</u> |
|--------------------------|-----------------|-----------------|
| SBE Capital Outlay Bonds | \$ 2,354 | \$ 2,923 |
| Capital Lease(s) | <u>6,578</u> | <u>6,588</u> |
| Total | <u>\$ 8,932</u> | <u>\$ 9,511</u> |

The SBE issues capital outlay bonds on behalf of the College. During the 2017-18 fiscal year, there were no bond sales and debt repayments totaled \$0.6 million.

ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE

The College's economic condition is closely tied to that of the State of Florida. Because of limited economic growth and increased demand for State resources, only a modest increase in State funding is anticipated in the 2018-19 fiscal year. The College's current financial and capital plans indicate that there are adequate financial resources to maintain its present level of services.

REQUESTS FOR INFORMATION

Questions concerning information provided in the MD&A or other required supplementary information, and financial statements and notes thereto, or requests for additional financial information should be addressed to the Vice President for Business Operations and Finance, Valencia College, Post Office Box 3028, Orlando, Florida 32802.

BASIC FINANCIAL STATEMENTS

Version:

2018.v03

**VALENCIA COLLEGE
A COMPONENT UNIT OF THE STATE OF FLORIDA
STATEMENT OF NET POSITION
June 30, 2018**

| | College (from AGL) | Adjustments | College | Component Unit | Totals |
|--|-----------------------|-------------|-----------------------|-----------------------|-----------------------|
| ASSETS | | | | | |
| Current Assets: | | | | | |
| Cash and Cash Equivalents | 34,259,573.76 | \$ - | 34,259,574 | \$ 2,203,346 | 36,462,920 |
| Restricted Cash and Cash Equivalents | 5,389,984.59 | - | 5,389,985 | - | 5,389,985 |
| Investments | 8,280,745.28 | - | 8,280,745 | - | 8,280,745 |
| Restricted Investments | - | - | - | - | - |
| Accounts Receivable, Net | 4,480,969.54 | - | 4,480,970 | 6,609,492 | 11,090,462 |
| Notes Receivable, Net | - | - | - | - | - |
| Due from Other Governmental Agencies | 2,439,151.04 | - | 2,439,151 | - | 2,439,151 |
| Due from Component Unit/College | 576,484.62 | - | 576,485 | - | 576,485 |
| Inventories | 2,534,765.15 | - | 2,534,765 | - | 2,534,765 |
| Prepaid Expenses | 1,641,856.11 | - | 1,641,856 | - | 1,641,856 |
| Deposits | 4,949.53 | - | 4,950 | - | 4,950 |
| Other Assets | - | - | - | 5,286,515 | 5,286,515 |
| Total Current Assets | 59,608,479.62 | \$ - | \$ 59,608,480 | \$ 14,099,354 | \$ 73,707,834 |
| Noncurrent Assets: | | | | | |
| Restricted Cash and Cash Equivalents | 32,251,027.71 | \$ - | 32,251,028 | - | 32,251,028 |
| Investments | 15,956,881.53 | - | 15,956,882 | 78,317,853 | 94,274,735 |
| Restricted Investments | 53,073.60 | - | 53,074 | - | 53,074 |
| Prepaid Expenses | - | - | - | - | - |
| Loans and Notes Receivable, Net | - | - | - | - | - |
| Depreciable Capital Assets, Net | 224,015,381.73 | - | 224,015,382 | 5,541,216 | 229,556,598 |
| Nondepreciable Capital Assets | 35,527,015.16 | - | 35,527,015 | 3,084,064 | 38,611,079 |
| Other Assets | - | - | - | - | - |
| Total Noncurrent Assets | 307,803,379.73 | \$ - | 307,803,380 | 86,943,133 | 394,746,514 |
| TOTAL ASSETS | 367,411,859.35 | \$ - | \$ 367,411,860 | \$ 101,042,487 | \$ 468,454,348 |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | |
| Deferred Outflow Related to Service Concession Arrangement | - | - | - | - | - |
| Deferred Outflows of Resources - Pension FRS | 34,900,905.00 | - | 34,900,905 | - | 34,900,905 |
| Deferred Outflows of Resources - Pension HIS | 11,162,300.00 | - | 11,162,300 | - | 11,162,300 |
| Deferred Outflows of Resources - Other Postemployment Benefits | 47,715.00 | - | 47,715 | - | 47,715 |
| Accumulated Decrease in Fair Value of Securities | - | - | - | - | - |
| TOTAL DEFERRED OUTFLOWS OF RESOURCES | 46,110,920.00 | - | \$ 46,110,920 | \$ - | \$ 46,110,920 |
| TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES | 413,522,779.35 | - | \$ 413,522,780 | \$ 101,042,487 | \$ 514,565,268 |
| LIABILITIES | | | | | |
| Current Liabilities: | | | | | |
| Accounts Payable | \$ 2,116,739.41 | (1) | \$ 2,116,738 | \$ 106,866 | 2,223,604 |
| Accrued Interest Payable | - | - | - | - | - |
| Salary and Payroll Taxes Payable | 4,080,041.04 | - | 4,080,041 | - | 4,080,041 |
| Retainage Payable | 1,200,347.21 | - | 1,200,347 | - | 1,200,347 |
| Due to Other Governmental Agencies | 2,259,956.03 | - | 2,259,956 | - | 2,259,956 |
| Due to Component Unit/College | 14,948.20 | - | 14,948 | 352,737 | 367,685 |
| Unearned Revenue | 505,954.29 | - | 505,954 | 139,360 | 645,314 |
| Estimated Insurance Claims Payable | 15,201,482.89 | - | 15,201,483 | - | 15,201,483 |
| Deposits Held for Others | 880,660.67 | - | 880,661 | - | 880,661 |
| Long-Term Liabilities - Current Portion: | | | | | |
| Bonds Payable | 261,000.00 | - | 261,000 | - | 261,000 |
| Notes and Loans Payable | - | - | - | - | - |
| Installment Purchases Payable | - | - | - | - | - |
| Capital Leases Payable | 11,135.65 | - | 11,136 | - | 11,136 |
| Special Termination Benefits Payable | 40,994.24 | - | 40,994 | - | 40,994 |
| Compensated Absences Payable | 1,376,362.05 | - | 1,376,362 | - | 1,376,362 |
| FRS Net Pension Liability | - | - | - | - | - |
| HIS Net Pension Liability | 898,962.00 | - | 898,962 | - | 898,962 |
| Other Postemployment Benefits Payable | 202,583.00 | - | 202,583 | - | 202,583 |
| Other Long-Term Liabilities | - | - | - | - | - |
| Total Current Liabilities | 29,051,166.68 | (1) | \$ 29,051,166 | \$ 598,963 | \$ 29,650,128 |

VALENCIA COLLEGE
A COMPONENT UNIT OF THE STATE OF FLORIDA
STATEMENT OF NET POSITION (Continued)
June 30, 2018

| | College (from AGL) | Adjustments | College | Component Unit | Totals |
|--|--------------------------|-------------|-----------------------|-----------------------|-----------------------|
| Noncurrent Liabilities: | | | | | |
| Bonds Payable | \$ 2,093,000.00 | - | \$ 2,093,000 | - | 2,093,000 |
| Notes and Loans Payable | - | - | - | - | - |
| Installment Purchases Payable | - | - | - | - | - |
| Capital Leases Payable | 6,566,482.81 | - | 6,566,483 | - | 6,566,483 |
| Special Termination Benefits Payable | 353,074.90 | - | 353,075 | - | 353,075 |
| Compensated Absences Payable | 7,830,545.54 | - | 7,830,546 | - | 7,830,546 |
| FRS Net Pension Liability | 60,308,011.00 | - | 60,308,011 | - | 60,308,011 |
| HIS Net Pension Liability | 32,514,826.00 | - | 32,514,826 | - | 32,514,826 |
| Other Postemployment Benefits Payable | 3,659,884.00 | - | 3,659,884 | - | 3,659,884 |
| Other Long-Term Liabilities | - | - | - | - | - |
| Total Noncurrent Liabilities | 113,325,824 | - | 113,325,825 | - | 113,325,825 |
| TOTAL LIABILITIES | \$ 142,376,990.93 | (1) | \$ 142,376,991 | \$ 598,963 | \$ 142,975,953 |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Deferred Inflow Related to Service Concession Arrangement | - | - | - | - | - |
| Deferred Inflows of Resources - Pension FRS | 2,433,305.00 | - | 2,433,305 | - | 2,433,305 |
| Deferred Inflows of Resources - Pension HIS | 2,958,899.00 | - | 2,958,899 | - | 2,958,899 |
| Deferred Inflows of Resources - Other Postemployment Benefits | 231,874.00 | - | 231,874 | - | 231,874 |
| Deferred Inflows - Irrevocable Split-Interest Agreements | - | - | - | - | - |
| Accumulated Increase in Fair Value of Securities | - | - | - | - | - |
| TOTAL DEFERRED INFLOWS OF RESOURCES | \$ 5,624,078.00 | - | \$ 5,624,078 | - | \$ 5,624,078 |
| TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES | \$ 148,001,068.93 | (1) | \$ 148,001,069 | \$ 598,963 | \$ 148,600,031 |
| NET POSITION | | | | | |
| Net Investment in Capital Assets | 250,610,778.43 | - | 250,610,778 | 8,625,279 | 259,236,057 |
| Restricted: | | | | | |
| Nonexpendable: | | | | | |
| Endowment | - | - | - | 34,347,062 | 34,347,062 |
| Expendable: | | | | | |
| Endowment | 12,678,670.42 | - | 12,678,670 | - | 12,678,670 |
| Grants and Loans | 1,026,226.60 | - | 1,026,227 | 49,866,310 | 50,892,537 |
| Scholarships | 1,723,489.96 | - | 1,723,490 | - | 1,723,490 |
| Capital Projects | 32,410,156.71 | - | 32,410,157 | - | 32,410,157 |
| Debt Service | 53,073.60 | - | 53,074 | - | 53,074 |
| Other | - | - | - | - | - |
| Unrestricted | (32,980,685.30) | - | (32,980,685) | 7,604,873 | (25,375,810) |
| Total Net Position | \$ 265,521,710.42 | - | \$ 265,521,711 | \$ 100,443,524 | \$ 365,965,237 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION | \$ 413,522,779.35 | (1) | \$ 413,522,780 | \$ 101,042,487 | \$ 514,565,268 |

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

VALENCIA COLLEGE
A COMPONENT UNIT OF THE STATE OF FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For the Fiscal Year Ended June 30, 2018

| | College (from AGL) | Adjustments | College | Component Unit | Totals |
|--|---------------------------|------------------|------------------------|-------------------------|-------------------------|
| REVENUES | | | | | |
| Operating Revenues: | | | | | |
| Student Tuition and Fees, Net of Scholarship | | | | | |
| Allowances of \$ 45,977,898 | 68,624,627.61 | \$ - | 68,624,628 | \$ - | \$ 68,624,628 |
| Federal Grants and Contracts | 735,815.73 | - | 735,816 | 86,185 | \$ 822,001 |
| State and Local Grants and Contracts | - | - | - | 246,627 | \$ 246,627 |
| Nongovernmental Grants and Contracts | - | - | - | 8,821,306 | \$ 8,821,306 |
| Sales and Services of Educational Departments | 55,078.80 | - | 55,079 | - | \$ 55,079 |
| Auxiliary Enterprises, Net of Scholarship | | | | | |
| Allowances of \$ 6,649,853 | 10,010,744.04 | - | 10,010,744 | - | \$ 10,010,744 |
| Other Operating Revenues | 393,020.71 | - | 393,021 | 832,074 | \$ 1,225,095 |
| Total Operating Revenues | 79,819,286.89 | \$ - | 79,819,288 | \$ 9,986,192.00 | \$ 89,805,480 |
| EXPENSES | | | | | |
| Operating Expenses: | | | | | |
| Personnel Services | 182,327,378.61 | \$ (2) | 182,327,377 | \$ 1,417,664 | \$ 183,745,041 |
| Scholarships and Waivers | 45,907,810.62 | - | 45,907,811 | 3,632,211 | \$ 49,540,022 |
| Utilities and Communications | 5,193,351.14 | - | 5,193,351 | - | \$ 5,193,351 |
| Contractual Services | 9,932,736.17 | - | 9,932,736 | 304,945 | \$ 10,237,681 |
| Other Services and Expenses | 13,025,718.06 | - | 13,025,718 | 748,493 | \$ 13,774,211 |
| Materials and Supplies | 30,259,522.63 | - | 30,259,523 | 20,104 | \$ 30,279,627 |
| Depreciation | 11,362,173.94 | - | 11,362,174 | 157,969 | \$ 11,520,143 |
| Total Operating Expenses | 298,008,691.17 | \$ (2.00) | 298,008,690 | \$ 6,281,386.00 | \$ 304,290,076 |
| Operating Income (Loss) | (218,189,404.28) | \$ 2.00 | (218,189,402) | \$ 3,704,806.00 | \$ (214,484,596) |
| NONOPERATING REVENUES (EXPENSES) | | | | | |
| State Noncapital Appropriations | 85,826,706.64 | \$ - | 85,826,707 | \$ - | \$ 85,826,707 |
| Federal and State Student Financial Aid | 91,286,279.30 | - | 91,286,279 | - | \$ 91,286,279 |
| Gifts and Grants | 13,327,245.39 | - | 13,327,245 | - | \$ 13,327,245 |
| Investment Income | 1,517,994.42 | - | 1,517,994 | 4,118,542 | \$ 5,636,536 |
| Net Gain (Loss) on Investments | (188,897.80) | - | (188,898) | 3,642,213 | \$ 3,453,315 |
| Other Nonoperating Revenues | 80,897.85 | - | 80,898 | - | \$ 80,898 |
| Gain (Loss) on Disposal of Capital Assets | - | - | - | - | \$ - |
| Interest on Capital Asset-Related Debt | (572,927.92) | - | (572,928) | - | \$ (572,928) |
| Other Nonoperating Expenses | - | - | - | - | \$ - |
| Net Nonoperating Revenues (Expenses) | 191,277,297.88 | \$ - | 191,277,297 | \$ 7,760,755.00 | \$ 199,038,052 |
| Income (Loss) Before Other Revenues, Expenses, Gains, or Losses | (26,912,106.40) | \$ 2.00 | (26,912,105) | \$ 11,465,561.00 | \$ (15,446,544) |
| State Capital Appropriations | 2,870,929.00 | \$ - | 2,870,929 | \$ - | \$ 2,870,929 |
| Capital Grants, Contracts, Gifts, and Fees | 5,817,559.68 | - | 5,817,560 | - | \$ 5,817,560 |
| Additions to Endowments | - | - | - | - | \$ - |
| Other Revenues (Expenses) | - | - | - | - | \$ - |
| Total Other Revenues | \$ 8,688,488.68 | \$ - | \$ 8,688,489 | \$ - | \$ 8,688,489 |
| Increase (Decrease) in Net Position | \$ (18,223,617.72) | \$ 2.00 | \$ (18,223,616) | \$ 11,465,561.00 | \$ (6,758,055) |
| Net Position, Beginning of Year | | | 285,805,003 | 88,977,963 | 374,782,966.00 |
| Adjustments to Beginning Net Position | | | (2,059,676.00) | | (2,059,676.00) |
| Net Position, Beginning of Year, as Restated | | | 283,745,327 | 88,977,963 | 372,723,290 |
| Net Position, End of Year | | | 265,521,711 | 100,443,524 | 365,965,235 |

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

VALENCIA COLLEGE
A COMPONENT UNIT OF THE STATE OF FLORIDA
STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2018

| | College (from AGL) | Adjustments | College |
|--|----------------------------|------------------|-------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Tuition and Fees, Net | \$ 69,766,376.07 | \$ - | \$ 69,766,376 |
| Grants and Contracts | 1,216,560.44 | | 1,216,560 |
| Payments to Suppliers | (53,699,465.71) | (1.00) | (53,699,467) |
| Payments for Utilities and Communications | (5,193,351.14) | - | (5,193,351) |
| Payments to Employees | (139,705,416.12) | - | (139,705,416) |
| Payments for Employee Benefits | (31,377,432.71) | - | (31,377,433) |
| Payments for Scholarships | (45,907,810.62) | - | (45,907,811) |
| Loans Issued to Students | - | - | - |
| Collection of Loans to Students | - | | - |
| Auxiliary Enterprises, Net | 9,687,040.90 | - | 9,687,041 |
| Sales and Services of Educational Departments | 55,078.80 | - | 55,079 |
| Other Receipts | 2,529,730.56 | - | 2,529,731 |
| Net Cash Used by Operating Activities | \$ (192,628,689.53) | \$ (1.00) | \$ (192,628,691) |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | | |
| State Noncapital Appropriations | \$ 85,826,706.64 | \$ - | \$ 85,826,707 |
| Federal and State Student Financial Aid | 91,349,098.59 | - | 91,349,099 |
| Federal Direct Loan Program Receipts | 42,638,731.00 | - | 42,638,731 |
| Federal Direct Loan Program Disbursements | (42,651,044.00) | - | (42,651,044) |
| Gifts and Grants Received for Other than Capital or Endowment Purposes | 13,327,245.39 | - | 13,327,245 |
| Private Gifts for Endowment Purposes | - | - | - |
| Other Nonoperating Receipts (Disbursements) | - | - | - |
| Net Cash Provided by Noncapital Financing Activities | \$ 190,490,737.62 | \$ - | \$ 190,490,738 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | |
| Proceeds from Capital Debt | \$ - | - | \$ - |
| State Capital Appropriations | 10,021,229.57 | - | 10,021,230 |
| Capital Grants and Gifts | 5,010,985.59 | - | 5,010,986 |
| Proceeds from Sale of Refunding of Bonds | - | - | - |
| Proceeds from Sale of Capital Assets | 80,897.85 | - | 80,898 |
| Purchases of Capital Assets | (10,283,367.57) | - | (10,283,368) |
| Principal Paid on Capital Debt and Leases | (579,418.08) | - | (579,418) |
| Interest Paid on Capital Debt and Leases | (572,927.92) | - | (572,928) |
| Deposits with Trustee | - | - | - |
| Net Cash Provided by Capital and Related Financing Activities | 3,677,399.44 | | 3,677,400 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Proceeds from Sales and Maturities of Investments | 1,611,672.83 | | 1,611,673 |
| Purchase of Investments | - | - | - |
| Investment Income | 1,027,742.98 | - | 1,027,742.98 |
| Net Cash Provided by Investing Activities | 2,639,415.81 | \$ - | 2,639,416 |
| Net Increase in Cash and Cash Equivalents | | | 4,178,863 |
| Cash and Cash Equivalents, Beginning of Year | | | 67,721,724 |
| Cash and Cash Equivalents, End of Year | | | \$ 71,900,587 |

VALENCIA COLLEGE
A COMPONENT UNIT OF THE STATE OF FLORIDA
STATEMENT OF CASH FLOWS (Continued)
For the Fiscal Year Ended June 30, 2018

| | | <u>College</u> |
|--|-------------------|----------------------|
| RECONCILIATION OF OPERATING LOSS | | |
| TO NET CASH USED BY OPERATING ACTIVITIES | | |
| Operating Loss | | \$ (218,189,402) |
| Adjustments to Reconcile Operating Loss | | |
| to Net Cash Used by Operating Activities: | | |
| Depreciation Expense | | 11,362,174 |
| Changes in Assets and Liabilities: | | |
| Receivables, Net | \$ 879,623.19 | \$ 879,623.19 |
| Notes Receivables, Net (Loans to Students) | \$ - | - |
| Due from Other Governmental Agencies | \$ 763,149.92 | 763,150 |
| Due from Component Unit | \$ (201,880.09) | (201,880) |
| Due to Other Governmental Agencies | \$ 2,107,341.43 | 2,107,341 |
| Inventories | \$ (28,241.87) | (28,242) |
| Prepaid Expenses | \$ 431,742.94 | 431,743 |
| Other Assets | \$ - | - |
| Accounts Payable | \$ (975,859.75) | (975,862) |
| Retirement Plan(s) Payable | \$ - | - |
| Salaries and Payroll Taxes Payable | \$ 459,542.36 | 459,542 |
| Unearned Revenue | \$ (51,233.16) | (51,233) |
| Estimated Insurance Claims Payable | \$ 2,701,032.20 | 2,701,032 |
| Deposits Held for Others | \$ 29,368.42 | 29,368 |
| Special Termination Benefits Payable | \$ 50,325.95 | 50,326 |
| Compensated Absences Payable | \$ 576,760.27 | 576,760 |
| Other Postemployment Benefits Payable | \$ 72,376.00 | 72,376 |
| Net Pension Liability | \$ 12,947,600.00 | 12,947,600 |
| Deferred Outflows of Resources Related to Pensions | \$ (9,923,643.00) | (9,923,643) |
| Deferred Inflows of Resources Related to Pensions | \$ 4,360,536.00 | 4,360,536 |
| Net Cash Used by Operating Activities | | <u>(192,628,691)</u> |

SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND CAPITAL FINANCING ACTIVITIES

Unrealized losses on investments were recognized as a reduction to investment income on the statement of revenues, expenses, and changes in net assets, but are not cash transactions for the statement of cash flows.

(177,225)

Donations of capital assets were recognized on the statement of revenues, expenses, and changes in net assets, but are not cash transactions for the statement of cash flows.

45,000

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

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

Reporting Entity. The governing body of Valencia College, a component unit of the State of Florida, is the College Board of Trustees. The Board of Trustees constitutes a corporation and is composed of nine members appointed by the Governor and confirmed by the Senate. The Board of Trustees is under the general direction and control of the Florida Department of Education, Division of Florida Colleges, and is governed by State law and State Board of Education (SBE) rules. However, the Board of Trustees is directly responsible for the day-to-day operations and control of the College within the framework of applicable State laws and SBE rules. The College serves Orange and Osceola Counties.

Criteria for defining the reporting entity are identified and described in the Governmental Accounting Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. These criteria were used to evaluate potential component units for which the Board of Trustees is financially accountable and other organizations for which the nature and significance of their relationship with the Board of Trustees are such that exclusion would cause the College's financial statements to be misleading. Based on the application of these criteria, the College is a component unit of the State of Florida, and its financial balances and activities are reported in the State's Comprehensive Annual Financial Report by discrete presentation.

Discretely Presented Component Unit. Based on the application of the criteria for determining component units, the Valencia College Foundation, Inc. (Foundation), a legally separate entity, is included within the College's reporting entity as a discretely presented component unit and is governed by a separate board.

The Foundation is also a direct-support organization, as defined in Section 1004.70, Florida Statutes, and although legally separate from the College, is financially accountable to the College. The Foundation is managed independently, outside the College's budgeting process, and its powers generally are vested in a governing board pursuant to various State statutes. The Foundation receives, holds, invests, and administers property, and makes expenditures to or for the benefit of the College.

The Foundation is audited by other auditors pursuant to Section 1004.70(6), Florida Statutes. The Foundation's audited financial statements are available to the public and can be obtained from the Vice President for Business Operations and Finance, Valencia College, Post Office Box 3028, Orlando, Florida 32802. The financial data reported on the accompanying financial statements was derived from the Foundation's audited financial statements for the fiscal year ended March 31, 2018.

Basis of Presentation. The College's accounting policies conform with accounting principles generally accepted in the United States of America applicable to public colleges and universities as prescribed by GASB. The National Association of College and University Business Officers (NACUBO) also provides the College with recommendations prescribed in accordance with generally accepted accounting principles promulgated by GASB and the Financial Accounting Standards Board (FASB). GASB allows public colleges various reporting options. The College has elected to report as an entity engaged in only business-type activities. This election requires the adoption of the accrual basis of accounting and entitywide reporting including the following components:

- Management's Discussion and Analysis
- Basic Financial Statements:
 - Statement of Net Position
 - Statement of Revenues, Expenses, and Changes in Net Position
 - Statement of Cash Flows
 - Notes to Financial Statements
- Other Required Supplementary Information

Measurement Focus and Basis of Accounting. Basis of accounting refers to when revenues, expenses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources are recognized in the accounts and reported in the financial statements. Specifically, it relates to the timing of the measurements made, regardless of the measurement focus applied. The College's financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from nonexchange activities are generally recognized when all applicable eligibility requirements, including time requirements, are met. The College follows GASB standards of accounting and financial reporting.

The College's component unit uses the economic resources measurement focus and the accrual basis of accounting, and follows FASB standards of accounting and financial reporting for not-for-profit organizations.

Significant interdepartmental sales between auxiliary service departments and other institutional departments have been accounted for as reductions of expenses and not revenues of those departments.

The College's principal operating activity is instruction. Operating revenues and expenses generally include all fiscal transactions directly related to instruction as well as administration, academic support, student services, physical plant operations, and depreciation of capital assets. Nonoperating revenues include State noncapital appropriations, Federal and State student financial aid, and investment income. Interest on capital asset-related debt is a nonoperating expense. Other revenues generally include revenues for capital construction projects.

The statement of net position is presented in a classified format to distinguish between current and noncurrent assets and liabilities. When both restricted and unrestricted resources are available to fund certain programs, it is the College's policy to first apply the restricted resources to such programs followed by the use of the unrestricted resources.

The statement of revenues, expenses, and changes in net position is presented by major sources and is reported net of tuition scholarship allowances. Tuition scholarship allowances are the difference between the stated charge for goods and services provided by the College and the amount that is actually paid by the student or the third party making payment on behalf of the student. The College calculated its scholarship allowance by identifying amounts within its student accounts receivable system paid by

student aid for tuition and books. The amounts are deducted from student tuition and fees and auxiliary enterprises, respectively.

The statement of cash flows is presented using the direct method in compliance with GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*.

Cash and Cash Equivalents. The amount reported as cash and cash equivalents consists of cash on hand, cash in demand accounts, and cash placed with the State Board of Administration (SBA) Florida PRIME investment pool. For reporting cash flows, the College considers all highly liquid investments with original maturities of 3 months or less, that are not held solely for income or profit, to be cash equivalents. Under this definition, the College considers amounts invested in the SBA Florida PRIME investment pool to be cash equivalents.

College cash deposits are held in banks qualified as public depositories under Florida law. All such deposits are insured by Federal depository insurance, up to specified limits, or collateralized with securities held in Florida's multiple financial institution collateral pool required by Chapter 280, Florida Statutes. Cash and cash equivalents that are externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other restricted assets are classified as restricted.

At June 30, 2018, the College reported as cash equivalents \$67,520,952 in the Florida PRIME investment pool administered by the SBA pursuant to Section 218.405, Florida Statutes. The College's investments in the Florida PRIME investment pool, which the SBA indicates is an external investment pool under GASB Statement No.31 *Accounting and Financial Reporting for Certain Investments and External Investment Pools*. GASB 31 defines an external investment pool as an arrangement that commingles the moneys of more than one legally separate entity and invests, on the participants' behalf, in an investment portfolio. The Florida PRIME investment pool carried a credit rating of AAAM by Standard & Poor's and had a weighted-average days to maturity (WAM) of 30 days as of June 30, 2018. A portfolio's WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating-rate instruments. WAM measures the sensitivity of the Florida PRIME investment pool to interest rate changes. The investments in the Florida PRIME investment pool are reported at amortized cost. Section 218.409(8)(a), Florida Statutes, provides that "the principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the moneys in the trust fund. However, the executive director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board [State Board of Administration] can invest moneys entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council. The trustees shall convene an emergency meeting as soon as practicable from the time the executive director has instituted such measures and review the necessity of those measures. If the trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the moratorium may be extended by the executive director until the trustees are able to meet to review the necessity for the moratorium. If the trustees agree with such measures, the trustees shall vote to continue the measures for up to an

additional 15 days. The trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the trustees exceed 15 days.” As of June 30, 2018, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100 percent of their account value.

Inventories. Inventories consist of items for resale by the campus bookstore, and are valued using the last invoice cost, which approximates the first-in, first-out method of inventory valuation. Consumable laboratory supplies, teaching materials, and office supplies on hand in College departments are expensed when purchased, and are not considered material. Accordingly, these items are not included in the reported inventory.

Capital Assets. College capital assets consist of land; construction in progress; buildings; other structures and improvements; furniture, machinery, and equipment; leasehold improvements and assets under capital leases. These assets are capitalized and recorded at cost at the date of acquisition or at acquisition value at the date received in the case of gifts and purchases of State surplus property. Additions, improvements, and other outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The College has a capitalization threshold of \$5,000 for tangible personal property and \$50,000 for buildings and other structures and improvements. Depreciation is computed on the straight-line basis over the following estimated useful lives:

- Buildings – 40 years
- Other Structures and Improvements – 10 years
- Furniture, Machinery, and Equipment:
 - Computer Equipment – 3 years
 - Vehicles, Office Machines, and Educational Equipment – 5 years
 - Furniture – 7 years
- Leasehold Improvements – 40 years
- Assets Under Capital Lease – 40 years

Noncurrent Liabilities. Noncurrent liabilities include bonds payable, capital lease payable, special termination benefits payable, compensated absences payable, other postemployment benefits payable, and net pension liabilities that are not scheduled to be paid within the next fiscal year.

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (HIS) defined benefit plan and additions to/deductions from the FRS and HIS fiduciary net positions have been determined on the same basis as they are reported by the FRS and the HIS plans. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

2. Reporting Change

The College implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, which replaces GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended. This statement addresses accounting and financial reporting for postemployment benefits other than pensions (OPEB) provided to employees of state and local government employers; establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expenses; requires governments to report a liability, deferred outflows of resources, deferred inflows of resources, and expenses on the face of the financial statement for the OPEB they provide; and requires more extensive note disclosures and supplementary information about a government's OPEB liability.

3. Adjustment to Beginning Net Position

The beginning net position of the College was decreased by \$2,059,676 due to implementation of GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The College's total OPEB liability reported at June 30, 2018, increased by \$2,059,676 to \$3,790,091 as of July 1, 2017, due to the transition in the valuation methods under GASB Statement No. 45 to GASB Statement No. 75, and beginning balances for deferred outflows and inflows of resources were not restated.

4. Deficit Net Position in Individual Funds

The College reported an unrestricted net position which included a deficit in the current funds - unrestricted, as shown below. This deficit can be attributed to the full recognition of long-term liabilities (i.e., compensated absences payable, OPEB payable, and net pension liabilities) in the current unrestricted funds.

| <u>Fund</u> | <u>Net Position</u> |
|------------------------------|-------------------------------|
| Current Funds - Unrestricted | \$ (49,092,594) |
| Auxiliary Funds | <u>16,111,909</u> |
| Total | <u><u>\$ (32,980,685)</u></u> |

5. Investments

The Board of Trustees has adopted a written investment policy providing that surplus funds of the College shall be invested in those institutions and instruments permitted under the provisions of Florida Statutes. Section 218.415(16), Florida Statutes, authorizes the College to invest in the Florida PRIME investment pool administered by the State Board of Administration (SBA); Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency; interest-bearing time deposits and savings accounts in qualified public depositories, as defined by Section 280.02, Florida Statutes; direct obligations of the United States Treasury; obligations of Federal agencies and instrumentalities; securities of, or interests in, certain open-end or closed-end management type investment companies; and other investments approved by the Board of Trustees as authorized by law. State Board of Education (SBE) Rule 6A-14.0765(3), Florida Administrative Code, provides that College loan, endowment, annuity, and life income funds may also be invested pursuant to

Section 215.47, Florida Statutes. Investments authorized by Section 215.47, Florida Statutes, include bonds, notes, commercial paper, and various other types of investments.

Investments set aside to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital assets are classified as restricted.

Fair Value Measurement. The College categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs.

All of the College’s recurring fair value measurements as of June 30, 2018, are valued using quoted market prices (Level 1 inputs).

The College’s investments at June 30, 2018, are reported as follows:

| Investments by fair value level | Amount | Fair Value Measurements Using | | |
|---------------------------------------|---------------|--|---|---|
| | | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| SBA Debt Service Accounts | \$ 53,074 | \$ 53,074 | \$ - | \$ - |
| Mutual Funds | | | | |
| Fixed Income | 24,237,627 | 24,237,627 | - | - |
| Total investments by fair value level | \$ 24,290,701 | \$ 24,290,701 | \$ - | \$ - |

State Board of Administration Debt Service Accounts. The College reported investments totaling \$53,074 at June 30, 2018, in the SBA Debt Service Accounts. These investments are used to make debt service payments on bonds issued by the SBE for the benefit of the College. The College’s investments consist of United States Treasury securities, with maturity dates of 6 months or less, and are reported at fair value. The College relies on policies developed by the SBA for managing interest rate risk and credit risk for these accounts. Disclosures for the Debt Service Accounts are included in the notes to financial statements of the State’s Comprehensive Annual Financial Report.

Other Investments.

The College’s other investments totaling \$24,237,627 at June 30, 2018, consist of fixed income mutual fund reported at fair value. The following risks apply to these investments:

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair market value of an investment. The College’s investment policy limits interest rate risk by attempting to match investment maturities with known cash needs and anticipated cash flow requirement.

| <u>Investment Maturities</u> | <u>Percent of Portfolio</u> |
|------------------------------|---------------------------------|
| Less than 1 Year | 34% |
| 1 to 3 Years | <u>66%</u> |
| Total | <u><u>100%</u></u> |

As a means of managing its exposure to fair-value losses arising from increasing interest rates, the College has established a target duration of its fixed-income portfolio of 1 to 3 years.

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The College's investment policy provides for credit risk. The risk varies depending on the type investment. The College's investments in mutual funds at June 30, 2018 are not rated.

Custodial Credit Risk: Custodial credit risk is the risk that in the event of a failure of the counterparty, the College will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The College's investment policy pursuant to Section 218.415(18), Florida Statutes, requires securities, with the exception of certificates of deposit, be held with a third-party custodian; and all securities purchase by, and all collateral obtained by College, should be properly designated as an asset of the College. The securities must be held in an account separate and apart from the assets of the financial institution. A third-party custodian is defined as any bank depository charged by the Federal Government, the State of Florida, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute a trust and is doing business in the State of Florida. Certificates of deposit will be placed in the provider's safekeeping department for the term of the deposit.

As of June 30, 2018, the College's mutual fund investments were held by a third-party custodian as required by the College's investment policy.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributable to the magnitude of the College's investments in a single issuer. The College's investment policy has established asset allocation and issuer limits which are designed to reduce concentration credit risk of the College's investment portfolio. United States Treasury securities and obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk and do not have purchase limitations. As of June 30, 2018, there were no concentrations of credit risk.

Component Unit Investments.

The Foundation categorizes its fair value measurements within the hierarchy established by generally accepted accounting principles. The fair value of investments consists of the following:

| | | Fair Value Measurements Using | | |
|---|----------------------|--|---|--|
| | | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Investments by fair value level | Amount | | | |
| Fixed income mutual funds | \$ 21,984,241 | \$ 21,984,241 | \$ - | \$ - |
| Equity mutual funds | 26,521,786 | 26,521,786 | - | - |
| International mutual funds | 20,646,704 | 20,646,704 | - | - |
| SEI Energy Debt Fund, L.P. | 4,390,523 | - | - | 4,390,523 |
| SEI Structured Credit Fund, L.P. | 1,584,599 | - | - | 1,584,599 |
| Cash, pending investment, SEI Structured Credit Fund, L.P. | 790,000 | - | - | 790,000 |
| Cash, pending investment, Core Property, L.P. | 2,400,000 | - | - | 2,400,000 |
| Total investments by fair value level | \$ 78,317,853 | \$ 69,152,731 | \$ - | \$ 9,165,122 |

6. Accounts Receivable

Accounts receivable represent amounts for student fee deferrals and unused credit memos. The accounts receivable are reported net of a \$1,852,106 allowance for doubtful accounts.

7. Due From Other Governmental Agencies

The amount due from other governmental agencies primarily consists of \$1,005,881 due from the Florida Prepaid College Board for payment of tuition and fees for students under contract enrolled in the summer term.

8. Due From and To Component Unit/College

The \$576,485 reported as due from component unit consists of amounts owed to the College by the Foundation for grant expenditure reimbursements and scholarship costs. The \$14,948 reported as due to component unit consists of amounts owed by the College to the Foundation for theater production ticket sales. The College's financial statements are reported for the fiscal year ended June 30, 2018. The College's component unit financial statements are reported for the fiscal year ended March 31, 2018. Accordingly, amounts reported by the College as due from and to component unit on the statement of net position do not agree with amounts reported by the component unit as due from and to the College.

9. Capital Assets

Capital assets activity for the fiscal year ended June 30, 2018, is shown in the following table:

| <u>Description</u> | <u>Beginning Balance</u> | <u>Additions</u> | <u>Reductions</u> | <u>Ending Balance</u> |
|--|--------------------------|---------------------|---------------------|-----------------------|
| Nondepreciable Capital Assets: | | | | |
| Land | \$ 32,987,698 | \$ - | \$ - | \$ 32,987,698 |
| Construction in Progress | 33,866,937 | 7,890,546 | 39,218,166 | 2,539,317 |
| Total Nondepreciable Capital Assets | \$ 66,854,635 | \$ 7,890,546 | \$39,218,166 | \$ 35,527,015 |
| Depreciable Capital Assets: | | | | |
| Buildings | \$281,530,811 | 38,758,376 | - | \$ 320,289,187 |
| Other Structures and Improvements | 20,245,157 | 459,790 | - | 20,704,947 |
| Furniture, Machinery, and Equipment | 22,142,862 | 1,414,443 | 361,485 | 23,195,820 |
| Leasehold Improvements | 2,973,769 | - | - | 2,973,769 |
| Asset Under Capital Lease | 6,615,433 | - | - | 6,615,433 |
| | <u>333,508,032</u> | <u>40,632,609</u> | <u>361,485</u> | <u>373,779,156</u> |
| Less, Accumulated Depreciation: | | | | |
| Buildings | 102,443,074 | 7,050,430 | - | 109,493,504 |
| Other Structures and Improvements | 18,003,979 | 1,942,060 | - | 19,946,039 |
| Furniture, Machinery, and Equipment | 17,600,269 | 2,129,954 | 361,485 | 19,368,738 |
| Leasehold Improvements | 219,605 | 74,345 | - | 293,950 |
| Asset Under Capital Lease | 496,158 | 165,385 | - | 661,543 |
| | <u>138,763,085</u> | <u>11,362,174</u> | <u>361,485</u> | <u>149,763,774</u> |
| Total Depreciable Capital Assets, Net | \$194,744,947 | \$29,270,435 | \$ - | \$ 224,015,382 |

10. Long-Term Liabilities

Long-term liabilities activity for the fiscal year ended June 30, 2018, is shown in the following table:

| <u>Description</u> | <u>Beginning Balance</u> | <u>Additions</u> | <u>Reductions</u> | <u>Ending Balance</u> | <u>Current Portion</u> |
|---|--------------------------|---------------------|----------------------|-----------------------|------------------------|
| Bonds Payable | \$ 2,923,000 | \$ - | \$ 569,000 | \$ 2,354,000 | \$ 261,000 |
| Capital Lease Payable | 6,588,036 | - | 10,418 | 6,577,618 | 11,136 |
| Special Termination Benefits Payable | 343,743 | 50,326 | - | 394,069 | 40,994 |
| Compensated Absences Payable | 8,630,147 | 1,364,082 | 787,321 | 9,206,908 | 1,376,362 |
| Other Postemployment Benefits Payable (1) | 3,790,091 | 459,118 | 386,742 | 3,862,467 | 202,583 |
| Net Pension Liability | 80,774,199 | 54,728,400 | 41,780,800 | 93,721,799 | 898,962 |
| | <u>\$ 103,049,216</u> | <u>\$56,601,926</u> | <u>\$ 43,534,281</u> | <u>\$ 116,116,861</u> | <u>\$2,791,037</u> |

Note: (1) The beginning balance resulted from the implementation of GASB Statement No. 75.

Bonds Payable. The SBE issues capital outlay bonds on behalf of the College. These bonds mature serially and are secured by a pledge of the College's portion of the State-assessed motor vehicle license tax and by the State's full faith and credit. The SBE and the SBA administer the principal and interest

payments, investment of debt service resources, and compliance with reserve requirements. The College had the following bonds payable at June 30, 2018:

| <u>Bond Type</u> | <u>Amount Outstanding</u> | <u>Interest Rates (Percent)</u> | <u>Annual Maturity To</u> |
|---------------------------|---------------------------|---------------------------------|---------------------------|
| SBE Capital Outlay Bonds: | | | |
| Series 2009A, Refunding | 75,000 | 5 | 2019 |
| Series 2010A | 2,195,000 | 3.5 - 5 | 2030 |
| Series 2014B, Refunding | <u>84,000</u> | 2 - 5 | 2020 |
| Total | <u>\$ 2,354,000</u> | | |

Annual requirements to amortize all bonded debt outstanding as of June 30, 2018, are as follows:

| <u>Fiscal Year Ending June 30</u> | <u>SBE Capital Outlay Bonds</u> | | |
|-----------------------------------|---------------------------------|-------------------|---------------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
| 2019 | 261,000 | 98,435 | 359,435 |
| 2020 | 198,000 | 86,835 | 284,835 |
| 2021 | 165,000 | 78,225 | 243,225 |
| 2022 | 175,000 | 69,975 | 244,975 |
| 2023 | 175,000 | 61,225 | 236,225 |
| 2024-2028 | 950,000 | 198,300 | 1,148,300 |
| 2029-2030 | <u>430,000</u> | <u>26,000</u> | <u>456,000</u> |
| Total | <u>\$ 2,354,000</u> | <u>\$ 618,995</u> | <u>\$ 2,972,995</u> |

Capital Lease Payable. The College entered into a capital lease agreement in the amount of \$6,615,433 at a stated interest rate of 6.77 percent to acquire an administrative office building. The lease agreement commenced on April 1, 2014, and expires 60 years from this date. The lease agreement contains a purchase option that may be exercised during the period commencing January 1, 2012, and expiring the earlier of May 31, 2073, or the sale of the property to a third party. Future minimum payments under the capital lease agreement and the present value of the minimum payments as of June 30, 2018, are as follows:

| <u>Fiscal Year Ending June 30</u> | |
|--|----------------------------|
| 2019 | 456,461 |
| 2020 | 456,461 |
| 2021 | 456,461 |
| 2022 | 456,461 |
| 2023 | 456,461 |
| 2024-2028 | 2,282,305 |
| 2029-2033 | 2,282,305 |
| 2034-2038 | 2,282,305 |
| 2039-2043 | 2,282,305 |
| 2044-2048 | 2,282,305 |
| 2049-2053 | 2,282,305 |
| 2054-2058 | 2,282,305 |
| 2059-2063 | 2,282,305 |
| 2064-2068 | 2,282,305 |
| 2069-2073 | 2,282,305 |
| 2074 | <u>456,460</u> |
| Total Minimum Payments | 25,561,815 |
| Less, Amount Representing Interest | <u>18,984,197</u> |
| Present Value of Minumum Payments | <u><u>\$ 6,577,618</u></u> |

Special Termination Benefits Payable. Executive management employees are provided 7 days of administrative incentive leave credit each year. Such credit is prorated for each month worked to a maximum of 35 days. Payment of such credited service is made at the time of termination from full-time executive management for any reason other than cause. Accrued benefits for 18 participants at June 30, 2018, totaled \$394,069.

Compensated Absences Payable. College employees may accrue annual and sick leave based on length of service, subject to certain limitations regarding the amount that will be paid upon termination. The College reports a liability for the accrued leave; however, State noncapital appropriations fund only the portion of accrued leave that is used or paid in the current fiscal year. Although the College expects the liability to be funded primarily from future appropriations, generally accepted accounting principles do not permit the recording of a receivable in anticipation of future appropriations. At June 30, 2018, the estimated liability for compensated absences, which includes the College's share of the Florida Retirement System and FICA contributions, totaled \$9,206,908. The current portion of the compensated absences liability, \$1,376,362, is the amount expected to be paid in the coming fiscal year based on a historically determined average of the current portion in prior years.

Other Postemployment Benefits Payable. The College follows GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for other postemployment benefits administered by the College.

Plan Description. The Other Postemployment Benefits Plan (OPEB Plan) is a single-employer defined benefit plan administered by the College. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who retire from the College are eligible to participate in the College's healthcare coverage. The College subsidizes the premium rates paid by retirees by allowing them to

participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the OPEB Plan on average than those of active employees. The College does not offer any explicit subsidies for retiree coverage. Retirees are required to enroll in the Federal Medicare (Medicare) program for their primary coverage as soon as they are eligible. The OPEB Plan contribution requirements and benefit terms of the College and the OPEB Plan members are established and may be amended by action from the Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

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

Employees Covered by Benefit Terms. At June 30, 2017, the following employees were covered by the benefit terms:

| | |
|--|--------------|
| Inactive Employees or Beneficiaries Currently Receiving Benefits | 140 |
| Inactive Employees Entitled to But Not Yet Receiving Benefits | 26 |
| Active Employees | 1,706 |
| Total | <u>1,872</u> |

Total OPEB Liability

The College's total OPEB liability of \$3,862,467 was measured as of June 30, 2017, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---------------------------|--|
| Inflation | 2.60% |
| Real wage growth | 0.65% |
| Wage inflation | 3.25% |
| Salary increases | 4.00% - 7.80% |
| Municipal Bond Index Rate | |
| Prior Measurement Date | 3.01% |
| Measurement Date | 3.56% |
| Health Care Cost Trends | |
| Pre-Medicare | 7.50% for 2017 decreasing to an ultimate rate of 5.00% by 2023 |
| Medicare | 5.50% for 2017 decreasing to an ultimate rate of 5.00% by 2020 |

The discount rate was based on the Bond Buyer General Obligation 20-year Municipal Bond Index.

Mortality rates were based on the RP-2014 mortality tables, with adjustments for FRS experience and generational mortality improvements using Scale MP-2014.

The demographic actuarial assumptions for mortality, retirement, disability incidence, and withdrawal used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013, adopted by the FRS.

The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2017, valuation were based on a review of recent plan experience done concurrently with the June 30, 2017 valuation.

Changes in the Total OPEB Liability

| | Amount |
|--|---------------------|
| Balance at 6/30/17, as Restated | <u>\$ 3,790,091</u> |
| Changes for the year: | |
| Service Cost | 371,504 |
| Interest | 111,768 |
| Changes in Assumptions or Other Inputs | (256,028) |
| Benefit Payments | <u>(154,868)</u> |
| Net Changes | <u>72,376</u> |
| Balance at 6/30/18 | <u>\$ 3,862,467</u> |

Changes of assumptions and other inputs reflect a change in the discount rate from 3.01 in 2016 (prior measurement date) to 3.56 percent in 2017 (measurement date).

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following table presents the total OPEB liability of the College, as well as what the College's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.56 percent) or 1 percentage point higher (4.56 percent) than the current rate:

| | <u>1% Decrease (2.56%)</u> | <u>Current Discount Rate (3.56%)</u> | <u>1% Increase (4.56%)</u> |
|----------------------|------------------------------------|--|------------------------------------|
| Total OPEB liability | \$4,350,308 | \$3,862,467 | \$3,461,518 |

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following table presents the total OPEB liability of the College, as well as what the College's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (6.50 percent decreasing to 4.00 percent) or 1 percentage point higher (8.50 percent decreasing 6.00 percent) than the current healthcare cost trend rates:

| | <u>1% Decrease (6.50% decreasing to 4.00%)</u> | <u>Healthcare Cost Trend Rates (7.50% decreasing to 5.00%)</u> | <u>1% Increase (8.50% decreasing to 6.00%)</u> |
|----------------------|--|--|--|
| Total OPEB liability | \$3,303,450 | \$3,862,467 | \$4,584,897 |

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

For the fiscal year ended June 30, 2018, the College recognized OPEB expense of \$459,118. At June 30, 2018, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| <u>Description</u> | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences between expected and actual experience | \$ - | \$ - |
| Change of assumptions or other inputs | - | 231,874 |
| Transactions subsequent to the measurement date | - | - |
| Total | \$ - | \$ 231,874 |

Of the total amount reported as deferred outflows of resources related to OPEB, \$202,583 resulting from contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the total OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| <u>Fiscal Year Ending June 30</u> | <u>Amount</u> |
|-----------------------------------|-------------------|
| 2019 | \$ 24,154 |
| 2020 | 24,154 |
| 2021 | 24,154 |
| 2022 | 24,154 |
| 2023 | 24,154 |
| Thereafter | 111,104 |
| Total | \$ 231,874 |

Net Pension Liability. As a participating employer in the Florida Retirement System (FRS), the College recognizes its proportionate share of the collective net pension liabilities of the FRS cost-sharing multiple-employer defined benefit plans. As of June 30, 2018, the College's proportionate share of the net pension liabilities totaled \$93,721,799. Note 11 includes a complete discussion of defined benefit pension plans.

11. Retirement Plans – Defined Benefit Pension Plans

General Information about the Florida Retirement System (FRS)

The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (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 121, Florida Statutes, also

provides for nonintegrated, optional retirement programs in lieu of the FRS to certain members of the Senior Management Service Class employed by the State and faculty and specified employees of State colleges. Chapter 112, Florida Statutes, established the 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 College 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 two cost-sharing multiple-employer defined benefit plans and other nonintegrated programs. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services Web site (www.dms.myflorida.com).

The College's FRS and HIS pension expense totaled \$14,457,256 for the fiscal year ended June 30, 2018.

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 Class* – Members of the FRS who do not qualify for membership in the other classes.
- *Senior Management Service Class (SMSC)* – Members in senior management level positions.

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. 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. 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 60 months after electing to participate. 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 retirement plan and/or the 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>% Value</u> |
|--|-----------------------|
| Regular Class 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 Class 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 |
| Senior Management Service Class | 2.00 |

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 2017-18 fiscal year were:

| <u>Class</u> | <u>Percent of Gross Salary</u> | |
|--|--------------------------------|---------------------|
| | <u>Employee</u> | <u>Employer (1)</u> |
| FRS, Regular | 3.00 | 7.92 |
| FRS, Senior Management Service | 3.00 | 22.71 |
| Deferred Retirement Option Program (applicable to members from all of the above classes) | 0.00 | 13.26 |
| FRS, Reemployed Retiree | (2) | (2) |

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

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

The College's contributions to the Plan totaled \$5,348,171 for the fiscal year ended June 30, 2018.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2018, the College reported a liability of \$60,308,011 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. The College's proportionate share of the net pension liability was based on the College's 2016-17 fiscal year contributions relative to the total 2016-17 fiscal year contributions of all participating members. At June 30, 2017, the College's proportionate share was 0.203885664 percent, which was an increase of 0.013835 percent from its proportionate share measured as of June 30, 2016.

For the fiscal year ended June 30, 2018, the College recognized pension expense of \$10,994,152. In addition, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| <u>Description</u> | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences between expected and actual experience | \$ 5,534,824 | \$ 334,075 |
| Change of assumptions | 20,267,750 | - |
| Net difference between projected and actual earnings on FRS Plan investments | - | 1,494,583 |
| Changes in proportion and differences between College FRS contributions and proportionate share of contributions | 3,750,160 | 604,647 |
| College FRS contributions subsequent to the measurement date | 5,348,171 | - |
| Total | <u>\$ 34,900,905</u> | <u>\$ 2,433,305</u> |

The deferred outflows of resources \$5,348,171 resulting from College contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2019. 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>Amount</u> |
|-----------------------------------|-----------------------------|
| 2019 | \$ 4,265,130 |
| 2020 | 9,042,354 |
| 2021 | 6,426,501 |
| 2022 | 1,746,664 |
| 2023 | 4,365,687 |
| Thereafter | <u>1,273,093</u> |
| Total | <u>\$ 27,119,429</u> |

Actuarial Assumptions. The total pension liability in the July 1, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|---|
| Inflation | 2.60 percent |
| Salary increases | 3.25 percent, average, including inflation |
| Investment rate of return | 7.10 percent, net of pension plan investment expense, including inflation |

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

The actuarial assumptions used in the July 1, 2017, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

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

| <u>Asset Class</u> | <u>Target Allocation (1)</u> | <u>Annual Arithmetic Return</u> | <u>Compound Annual (Geometric) Return</u> | <u>Standard Deviation</u> |
|--------------------------|------------------------------|---------------------------------|---|---------------------------|
| Cash | 1% | 3.0% | 3.0% | 1.8% |
| Fixed Income | 18% | 4.5% | 4.4% | 4.2% |
| Global Equity | 53% | 7.8% | 6.6% | 17.0% |
| Real Estate (Property) | 10% | 6.6% | 5.9% | 12.8% |
| Private Equity | 6% | 11.5% | 7.8% | 30.0% |
| Strategic Investments | <u>12%</u> | 6.1% | 5.6% | 9.7% |
| Total | <u>100%</u> | | | |
| Assumed inflation - Mean | | | 2.6% | 1.9% |

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

Discount Rate. The discount rate used to measure the total pension liability was 7.10 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 2017 valuation was updated from 7.60 percent to 7.10 percent.

Sensitivity of the College's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the College's proportionate share of the net pension liability calculated using the discount rate of 7.10 percent, as well as what the College's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.10 percent) or 1 percentage point higher (8.10 percent) than the current rate:

| | <u>1% Decrease (6.10%)</u> | <u>Current Discount Rate (7.10%)</u> | <u>1% Increase (8.10%)</u> |
|---|------------------------------------|--|------------------------------------|
| College's proportionate share of the net pension liability | \$94,780,541 | \$60,308,011 | \$15,440,383 |

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

Payables to the Pension Plan. At June 30, 2018, the College reported a payable of \$1,428,144 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2018.

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.

Benefits Provided. For the fiscal year ended June 30, 2018, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which can include 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, 2018, the contribution rate was 1.66 percent of payroll pursuant to Section 112.363, Florida Statutes. The College 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 HIS 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 College's contributions to the HIS Plan totaled \$1,707,432 for the fiscal year ended June 30, 2018.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2018, the College reported a net pension liability of \$33,413,788 for its proportionate share of the net pension liability. The current portion of the net pension liability is the College's proportionate share of benefit payments expected to be paid within 1 year, net of the College's proportionate share of the HIS Plan's fiduciary net position available to pay that amount. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016, and update procedures were used to determine liabilities as of July 1, 2017. The College's proportionate share of the net pension liability was based on the College's 2016-17 fiscal year contributions relative to the total 2016-17 fiscal year contributions of all participating members. At June 30, 2017, the College's proportionate share was 0.312498562 percent, which was an increase of 0.0311823 from its proportionate share measured as of June 30, 2016.

For the fiscal year ended June 30, 2018, the College recognized pension expense of \$3,463,104. In addition, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| <u>Description</u> | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences between expected and actual experience | \$ - | \$ 69,573 |
| Change of assumptions | 4,696,830 | - |
| Net difference between projected and actual earnings on HIS Plan investments | 18,530 | - |
| Changes in proportion and differences between College HIS contributions and proportionate share of HIS contributions | 4,739,508 | 2,889,326 |
| College contributions subsequent to the measurement date | <u>1,707,432</u> | <u>-</u> |
| Total | <u>\$ 11,162,300</u> | <u>\$ 2,958,899</u> |

The deferred outflows of resources totaling \$1,707,432, resulting from College contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2019. 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>Amount</u> |
|-----------------------------------|----------------------------|
| 2019 | \$ 1,433,746 |
| 2020 | 1,430,873 |
| 2021 | 1,429,342 |
| 2022 | 1,181,678 |
| 2023 | 832,758 |
| Thereafter | <u>187,572</u> |
| Total | <u><u>\$ 6,495,969</u></u> |

Actuarial Assumptions. The total pension liability at July 1, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------|--|
| Inflation | 2.60 percent |
| Salary Increases | 3.25 percent, average, including inflation |
| Municipal bond rate | 3.58 percent |

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

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

Discount Rate. The discount rate used to measure the total pension liability was percent. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The discount rate used in the 2017 valuation was updated from 2.85 percent to 3.58 percent.

Sensitivity of the College's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the College's proportionate share of the net pension liability calculated using the discount rate of 3.58 percent, as well as what the College's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.58 percent) or 1 percentage point higher (4.58 percent) than the current rate:

| | <u>1% Decrease (2.58%)</u> | <u>Current Discount Rate (3.58%)</u> | <u>1% Increase (4.58%)</u> |
|---|------------------------------------|--|------------------------------------|
| College's proportionate share of the net pension liability | \$41,782,488 | \$33,413,788 | \$31,970,183 |

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

Payables to the Pension Plan. At June 30, 2018, the College reported a payable of \$17,855 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2018.

12. Retirement Plans – Defined Contribution Pension Plans

FRS Investment Plan. The SBA administers the defined contribution plan officially titled the FRS Investment Plan (Investment Plan). The Investment Plan is reported in the SBA’s annual financial statements and in the State’s Comprehensive Annual Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. College employees already participating in the State College System Optional Retirement Program or DROP are not eligible to participate in the Investment Plan. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Service retirement benefits are based upon the value of the member’s account upon retirement. Benefit terms, including contribution requirements, are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contributions rates, that are based on salary and membership class (Regular Class, Senior Management Service Class, 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 2017-18 fiscal year were as follows:

| <u>Class</u> | <u>Percent of Gross Compensation</u> |
|--------------------------------|--------------------------------------|
| FRS, Regular | 6.30 |
| FRS, Senior Management Service | 7.67 |

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, 2018, 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 College.

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 College's Investment Plan pension expense totaled \$2,565,395 for the fiscal year ended June 30, 2018.

State College System Optional Retirement Program. Section 1012.875, Florida Statutes, provides for an Optional Retirement Program (Program) for eligible college instructors and administrators. The Program is designed to aid colleges in recruiting employees by offering more portability to employees not expected to remain in the FRS for 8 or more years.

The Program is a defined contribution plan, which provides full and immediate vesting of all contributions submitted to the participating companies on behalf of the participant. Employees in eligible positions can make an irrevocable election to participate in the Program, rather than the FRS, and purchase retirement and death benefits through contracts provided by certain insurance carriers. The employing college contributes 5.15 percent of the participant's salary to the participant's account, 3.3 percent to cover the unfunded actuarial liability of the FRS pension plan, for a total of 8.45 percent, and employees contribute 3 percent of the employee's salary. Additionally, the employee may contribute, by payroll deduction, an amount not to exceed the percentage contributed by the college to the participant's annuity account. The contributions are invested in the company or companies selected by the participant to create a fund for the purchase of annuities at retirement.

The College's contributions to the Program totaled \$426,953 and employee contributions totaled \$248,710 for the 2017-18 fiscal year.

13. Construction Commitments

The College's construction commitments at June 30, 2018, were as follows:

| <u>Project Description</u> | <u>Total Commitment</u> | <u>Completed to Date</u> | <u>Balance Committed</u> |
|---|-----------------------------|------------------------------|------------------------------|
| Osceola Campus Careers in Technology Building | \$ 1,582,739 | \$ 650,637 | \$ 932,102 |
| Osceola Campus Center for Accelerated Training Building | 4,036,657 | 751,103 | 3,285,554 |
| University of Central Florida - Valencia Downtown Campus | 8,202,338 | 1,132,292 | 7,070,046 |
| Subtotal | <u>13,821,734</u> | <u>2,534,032</u> | <u>11,287,702</u> |
| Other Projects (1) | <u>5,285</u> | <u>5,285</u> | <u>-</u> |
| Total | <u><u>\$ 13,827,019</u></u> | <u><u>\$ 2,539,317</u></u> | <u><u>\$ 11,287,702</u></u> |

(1) Individual projects with total commitment balance of less than \$1 million at June 30, 2018.

14. Operating Lease Commitments

The College leased a building under an operating lease which expires in 2022. This leased asset and the related commitments are not reported on the College's statement of net position. Operating lease payments are recorded as expenses when paid or incurred. Outstanding commitments resulting from this lease agreement are contingent upon future appropriations. Future minimum lease commitments for this noncancelable operating lease are as follows:

| <u>Fiscal Year Ending June 30</u> | <u>Amount</u> |
|--|-------------------|
| 2019 | \$ 97,566 |
| 2020 | 107,185 |
| 2021 | 107,185 |
| 2022 | 107,185 |
| 2023 | 26,796 |
| Total Minimum Payments Required | \$ 445,917 |

15. Risk Management Programs

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The College provided coverage for these risks primarily through the Florida College System Risk Management Consortium (Consortium), which was created under authority of Section 1001.64(27), Florida Statutes, by the boards of trustees of the Florida public colleges for the purpose of joining a cooperative effort to develop, implement, and participate in a coordinated Statewide college risk management program. The Consortium is self-sustaining through member assessments (premiums) and purchases excess insurance through commercial companies for claims in excess of specified amounts. Excess insurance from commercial companies provided coverage of up to \$200 million for property insurance to February 28, 2018, and up to \$100 million from March 1, 2018. Insurance coverage obtained through the Consortium included fire and extended property, general and automobile liability, workers' compensation, health, life, and other liability coverage. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past 3 fiscal years.

Life, dental and vision coverage are provided through purchased commercial insurance.

Self-Insured Program. The Board has established an individual self-insured program to provide group health insurance for its employees, retirees, former employees, and their dependents. The College's liability was limited by excess reinsurance to \$500,000 per insured person for the 2017-18 fiscal year. The plan is provided by an insurance company licensed by the Florida Department of Financial Services, Office of Insurance Regulation. The College contributes employee premiums as a fringe benefit. Employee dependent coverage is by payroll deduction and coverage for retirees, former employees, and their dependents is by prepaid premium.

The College reports a liability when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. The liability includes an amount for claims that have been incurred, but not reported, and an amount for claims administration expense. Because the actual claims liability depends on such complex factors as inflation, change in legal doctrines, and damage awards, the

process used in computing the claims liability does not necessarily result in an exact amount. The College reevaluates the claims liability periodically and the claims liability totaled \$15,201,483 as of June 30, 2018. Amounts held by the College in excess of the estimated insurance claims liability at June 30, 2018, totaled \$14,114,788 and are classified as insurance claim deposits. The College will use these amounts to pay claims incurred in future fiscal years.

The following schedule represents the changes in claims liability for the current and prior years for the College's self-insured program:

| <u>Fiscal Year</u> | <u>Beginning of Fiscal Year</u> | <u>Claims and Changes in Estimates</u> | <u>Claims Payments</u> | <u>End of Fiscal Year</u> |
|--------------------|---------------------------------|--|------------------------|---------------------------|
| 2016-17 | 9,465,465 | 14,493,030 | (11,458,044) | 12,500,451 |
| 2017-18 | 12,500,451 | 16,740,753 | (14,039,721) | 15,201,483 |

16. Functional Distribution of Operating Expenses

The functional classification of an operating expense (instruction, academic support, etc.) is assigned to a department based on the nature of the activity, which represents the material portion of the activity attributable to the department. For example, activities of an academic department for which the primary departmental function is instruction may include some activities other than direct instruction such as public service. However, when the primary mission of the department consists of instructional program elements, all expenses of the department are reported under the instruction classification. The operating expenses on the statement of revenues, expenses, and changes in net position are presented by natural classifications. The following are those same expenses presented in functional classifications as recommended by NACUBO:

| <u>Functional Classification</u> | <u>Amount</u> |
|------------------------------------|-----------------------|
| Instruction | \$ 95,411,148 |
| Academic Support | 21,078,277 |
| Student Services | 35,387,820 |
| Institutional Support | 43,897,273 |
| Operation and Maintenance of Plant | 30,147,812 |
| Scholarships and Waivers | 45,907,811 |
| Depreciation | 11,362,174 |
| Auxiliary Enterprises | 14,816,375 |
| Total Operating Expenses | \$ 298,008,690 |

17. Related Party Transactions

The College's component unit, the Valencia College Foundation, Inc. (Foundation), purchased a 57,680 square foot building in Metro West, near the West Campus, which it leases to the College as discussed in Note 10. The rent amount to be paid by the College reflects a 6.77 percent return on the Foundation's total cost basis for the amount expended on the acquisition of and structural improvements to the building. The lease commencement date was April 1, 2017 and expires 60 years from this date. The annual lease payment is \$456,461 per year, payable semi-annually on January 1 and July 1 of each year. The lease agreement contains a purchase option that may be exercised during the period commencing January 1, 20120 and expiring the earlier of May 31, 2073, or the sale of the property to a third party. The purchase

price will be the Foundation's cost basis as of the date the College notifies the Foundation of its election to exercise the purchase option.

OTHER REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Changes in the College's Total Other Postemployment Benefits Liability and Related Ratios

| | 2018 |
|---|---------------|
| Total OPEB Liability | |
| Service cost | \$ 371,504 |
| Interest | 111,768 |
| Changes of benefit terms | - |
| Difference between expected and actual experience | - |
| Changes of assumptions or other inputs | (256,028) |
| Benefit Payments | (154,868) |
| Net change in total OPEB liability | 72,376 |
| Total OPEB Liability - beginning, as Restated | 3,790,091 |
| Total OPEB Liability - ending | \$ 3,862,467 |
| Covered-Employee Payroll | \$ 90,205,089 |
| Total OPEB Liability as a percentage of covered-employee payroll | 4.28% |

Schedule of the College's Proportionate Share of the Net Pension Liability – Florida Retirement System Pension Plan

| | 2017 (1) | 2016 (1) | 2015 (1) | 2014 (1) | 2013 (1) |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|
| College's proportion of the FRS net pension liability | 0.203885664% | 0.190050708% | 0.196294399% | 0.187742199% | 0.167975911% |
| College's proportion share of the FRS net pension liability | \$ 60,308,011 | \$ 47,987,953 | \$ 25,354,054 | \$ 11,455,035 | \$ 28,916,130 |
| College's covered payroll (2) | \$ 118,458,249 | \$ 104,892,761 | \$ 98,931,589 | \$ 94,207,047 | \$ 87,660,009 |
| College's proportion share of the FRS net pension liability as a percentage of its covered payroll | 50.91% | 45.75% | 25.63% | 12.16% | 32.99% |
| FRS Plan fiduciary net pension as a percentage of the FRS total pension liability | 83.89% | 84.88% | 92.00% | 96.09% | 88.54% |

(1) The amounts presented for each fiscal year were determined as of June 30.

(2) Covered payroll includes defined benefit plan actives, investment plan members, State college system optional retirement plan members, and members in DROP because total employer contributions are determined on a uniform basis (blended rate) as required by Part III of Chapter 121, Florida Statutes.

**Schedule of College Contributions –
Florida Retirement System Pension Plan**

| | <u>2018 (1)</u> | <u>2017 (1)</u> | <u>2016 (1)</u> | <u>2015 (1)</u> | <u>2014 (1)</u> |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|
| Contractually required FRS contribution | \$ 5,348,171 | \$ 5,307,646 | \$ 4,634,690 | \$ 4,785,824 | \$ 4,112,351 |
| FRS contributions in relation to the contractually required contribution | <u>(5,348,171)</u> | <u>(5,307,646)</u> | <u>(4,634,690)</u> | <u>(4,785,824)</u> | <u>(4,112,351)</u> |
| FRS contribution deficiency (excess) | \$ _____ - | \$ _____ - | \$ _____ - | \$ _____ - | \$ _____ - |
| College's covered payroll (2) | \$ 121,862,041 | \$ 118,458,429 | \$ 104,892,761 | \$ 98,931,589 | \$ 94,207,047 |
| FRS contributions as a percentage of covered payroll | 4.39% | 4.48% | 4.42% | 4.84% | 4.37% |

(1) The amounts presented for each fiscal year were determined as of June 30.

(2) Covered payroll includes defined benefit plan actives, investment plan members, State college system optional retirement plan members, and members in DROP because total employer contributions are determined on a uniform basis (blended rate) as required by Part III of Chapter 121, Florida Statutes.

**Schedule of the College's Proportionate Share
of the Net Pension Liability –
Health Insurance Subsidy Pension Plan**

| | <u>2017 (1)</u> | <u>2016 (1)</u> | <u>2015 (1)</u> | <u>2014 (1)</u> | <u>2013 (1)</u> |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|
| College's proportion of the HIS net pension liability | 0.312498562% | 0.281316270% | 0.267041405% | 0.255960092% | 0.241878469% |
| College's proportion share of the HIS net pension liability | \$ 33,413,788 | \$ 32,486,246 | \$ 27,234,023 | \$ 23,932,893 | \$ 21,058,701 |
| College's covered payroll (2) | \$ 109,716,705 | \$ 96,187,891 | \$ 90,177,274 | \$ 85,319,642 | \$ 78,946,546 |
| College's proportion share of the HIS net pension liability as a percentage of its covered payroll | 30.45% | 34.09% | 30.20% | 28.05% | 26.67% |
| HIS Plan fiduciary net pension as a percentage of the FRS total pension liability | 1.64% | 0.97% | 0.50% | 0.99% | 1.78% |

(1) The amounts presented for each fiscal year were determined as of June 30.

(2) Covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

**Schedule of College Contributions –
Health Insurance Subsidy Pension Plan**

| | <u>2018 (1)</u> | <u>2017 (1)</u> | <u>2016 (1)</u> | <u>2015 (1)</u> | <u>2014 (1)</u> |
|--|--------------------|--------------------|--------------------|--------------------|------------------|
| Contractually required HIS contribution | \$ 1,707,432 | \$ 1,653,833 | \$ 1,441,293 | \$ 1,020,798 | \$ 876,833 |
| HIS contributions in relation to the contractually required HIS contribution | <u>(1,707,432)</u> | <u>(1,653,833)</u> | <u>(1,441,293)</u> | <u>(1,020,798)</u> | <u>(876,833)</u> |
| HIS contribution deficiency (excess) | \$ _____ - | \$ _____ - | \$ _____ - | \$ _____ - | \$ _____ - |
| College's covered payroll (2) | \$ 113,571,692 | \$ 109,716,705 | \$ 96,187,891 | \$ 90,177,274 | \$ 85,319,642 |
| HIS contributions as a percentage of covered payroll | 1.50% | 1.51% | 1.50% | 1.13% | 1.03% |

(1) The amounts presented for each fiscal year were determined as of June 30.

(2) Covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

1. Schedule of Changes in the College's Total Other Postemployment Benefits Liability and Related Ratios

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits. The June 30, 2018, total OPEB liability significantly increased/decreased from the prior fiscal year as a result of changes to benefits and assumptions as discussed below:

Changes of Assumptions. The municipal rate used to determine total OPEB liability increased from 3.01 percent to 3.56 percent.

2. Schedule of Net Pension Liability and Schedule of Contributions – Florida Retirement System Pension Plan

Changes of Assumptions. The long-term expected rate of return was decreased from 7.60 percent to 7.10 percent, and the active member mortality assumption was updated.

3. Schedule of Net Pension Liability and Schedule of Contributions – Health Insurance Subsidy Pension Plan

Changes of Assumptions. The municipal rate used to determine total pension liability increased from 2.85 percent to 3.58 percent.



DIVISION OF FLORIDA COLLEGES YEAR-END REPORTS

Summary of Accounts by General Ledger Code

Summary of Expenditures by Function (Fund 1)

Report of Capital Improvement Fees

Distance Learning Course User Fee Report

Student Activity and Service Fees Report

Florida College System Notes Schedule

Component Unit Notes Schedule

VALENCIA COLLEGE
FY 2017-2018 Summary of Accounts by General Ledger Code

Version:

| | GL Code | (1) Current Funds - Unrestricted | (2) Current Funds - Restricted | (3) Auxiliary Funds | (4) Loan & Endowment Funds | (5) Scholarship Funds | (6) Agency Funds | (7) Unexpended Plant Funds | (8) Debt Service Funds | (9) Invested in Plant Funds | Total All Funds | GASB AJEs (Describe in NOTES) | ADJUSTED Total All Funds |
|---|--------------|----------------------------------|--------------------------------|---------------------|----------------------------|-----------------------|------------------|----------------------------|------------------------|-----------------------------|------------------|-------------------------------|--------------------------|
| ASSETS | | | | | | | | | | | | | AJE Zero Check |
| Cash In Depository | 10100 | (35,758,873.21) | 713,678.34 | 2,472,594.87 | 419,947.57 | 1,539,158.17 | 870,095.09 | 34,098,133.13 | - | - | 4,354,733.96 | - | 4,354,733.96 |
| Investments - Cash Equivalent (Other) | 10200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Investments - Cash Equivalent (SBA) | 10210 | 67,520,952.10 | - | - | - | - | - | - | - | - | 67,520,952.10 | - | 67,520,952.10 |
| Investments - Cash Equivalent (SPIA) | 10220 | - | - | - | - | - | - | - | - | - | - | - | - |
| Returned Checks | 12000 | - | - | - | - | - | - | - | - | - | - | - | - |
| Cash on Hand | 12100 | - | - | - | - | - | - | - | - | - | - | - | - |
| Petty Cash | 12200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Change Fund | 12300 | 8,900.00 | - | 16,000.00 | - | - | - | - | - | - | 24,900.00 | - | 24,900.00 |
| Cash for Replacement of Fixed Assets | 12400 | - | - | - | - | - | - | - | - | - | - | - | - |
| Postage Stamps | 12800 | - | - | - | - | - | - | - | - | - | - | - | - |
| Accounts Receivable (non Govt.) | 13000 | 224,106.09 | 344.18 | 744,198.41 | - | - | - | - | - | - | 968,648.68 | - | 968,648.68 |
| Account Receivable - Student | 13100 | 4,595,931.16 | - | 773,191.33 | - | - | (4,695.48) | - | - | - | 5,364,427.01 | - | 5,364,427.01 |
| Account Receivable - Other | 13200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Accounts Receivable - Allowance for Doubtful Accounts | 13300 | (1,679,318.57) | - | (172,787.58) | - | - | - | - | - | - | (1,852,106.15) | - | (1,852,106.15) |
| Accrued Interest Receivable | 13800 | - | - | - | - | - | - | - | - | - | - | - | - |
| Notes Receivable - Current | 14010 | - | - | - | - | - | - | - | - | - | - | - | - |
| Notes Receivable - Non-current | 14020 | - | - | - | - | - | - | - | - | - | - | - | - |
| Loan Principal Collected | 14100 | - | - | - | - | - | - | - | - | - | - | - | - |
| Notes Receivable - Allowance for Doubtful Accounts | 14300 | - | - | - | - | - | - | - | - | - | - | - | - |
| Prepaid Expenses | 14500 | 1,587,355.73 | 9,424.38 | 45,000.00 | - | - | 76.00 | - | - | - | 1,641,856.11 | - | 1,641,856.11 |
| Prepaid Expenses - Non Current | 14510 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Assets | 14600 | - | - | - | - | - | - | - | - | - | - | - | - |
| Deposits Receivable - Current | 15000 | 1,030.00 | 3,404.53 | 515.00 | - | - | - | - | - | - | 4,949.53 | - | 4,949.53 |
| Deposits Receivable - Non Current | 15100 | - | - | - | - | - | - | - | - | - | - | - | - |
| Deposits Receivable - Bond Trustee | 15300 | - | - | - | - | - | - | - | - | - | - | - | - |
| Investments - Current | 16100 | - | - | - | - | - | - | - | - | - | - | 8,280,745.28 | 8,280,745.28 |
| Investments Current Restricted | 16110 | - | - | - | - | - | - | - | - | - | - | - | - |
| Investments - Non-current | 16200 | - | - | 11,973,918.61 | 12,263,708.20 | - | - | - | - | - | 24,237,626.81 | 3,982,962.92 | 28,220,589.73 |
| Investments - Non-current Restricted | 16210 | - | - | - | - | - | - | - | - | - | 53,073.60 | (12,263,708.20) | (12,210,634.60) |
| Merchandise Inventory | 17000 | - | - | 2,534,765.15 | - | - | - | - | 53,073.60 | - | 2,534,765.15 | - | 2,534,765.15 |
| Due from Governmental Agencies | 17200 | 751,338.87 | 328,476.46 | - | - | 16,113.76 | 3,093.00 | - | - | - | 1,099,022.09 | - | 1,099,022.09 |
| Due from Component Units - Primary | 17300 | 1,152,312.89 | 28,017.00 | - | - | 670.06 | - | 159,129.00 | - | - | 1,340,128.95 | - | 1,340,128.95 |
| Due from Component Units - DSO | 17400 | 126,662.32 | 276,766.99 | - | - | 167,826.32 | 5,228.99 | - | - | - | 576,484.62 | - | 576,484.62 |
| Due from Current Funds - Unrestricted | 18100 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due from Current Funds - Restricted | 18200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due from Auxiliary Funds | 18300 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due from Loan, Endowment, Annuity & Life Income Funds | 18400 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due from Scholarship Funds | 18500 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due from Agency Funds | 18600 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due from Unexp. Plant & Renewals/Replacement Funds | 18700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due from Retirement of Indebtedness Funds | 18800 | - | - | - | - | - | - | - | - | - | - | - | - |
| Assets Under Capital Lease | 19000 | - | - | - | - | - | - | - | - | 6,615,433.00 | 6,615,433.00 | - | 6,615,433.00 |
| Capital Leases, Accumulated Amortization | 19009 | - | - | - | - | - | - | - | - | (661,543.32) | (661,543.32) | - | (661,543.32) |
| Leasehold Improvements | 19010 | - | - | - | - | - | - | - | - | 2,973,768.58 | 2,973,768.58 | - | 2,973,768.58 |
| Leasehold Improvements, Accumulated Amortization | 19019 | - | - | - | - | - | - | - | - | (293,949.60) | (293,949.60) | - | (293,949.60) |
| Land | 19100 | - | - | - | - | - | - | - | - | 32,987,697.65 | 32,987,697.65 | - | 32,987,697.65 |
| Buildings | 19200 | - | - | - | - | - | - | - | - | 320,289,187.40 | 320,289,187.40 | - | 320,289,187.40 |
| Buildings, Accumulated Depreciation | 19209 | - | - | - | - | - | - | - | - | (109,493,504.02) | (109,493,504.02) | - | (109,493,504.02) |
| Other Structures & Land Improvements | 19300 | - | - | - | - | - | - | - | - | 20,704,946.87 | 20,704,946.87 | - | 20,704,946.87 |
| Other Structures & Land Improv., Accumulated Dep. (10 yr) | 19309 | - | - | - | - | - | - | - | - | (19,946,039.12) | (19,946,039.12) | - | (19,946,039.12) |
| Furniture, Machinery & Equipment | 19400 | | | | | | | | | | | | |
| Furniture, Machinery & Equipment, (3 Yr. Class) | 19410 | - | - | - | - | - | - | - | - | 6,944,539.56 | 6,944,539.56 | - | 6,944,539.56 |
| Furn., Mach., Equip, Accumulated Dep. (3 Yr. Class) | 19419 | - | - | - | - | - | - | - | - | (6,461,473.39) | (6,461,473.39) | - | (6,461,473.39) |
| Furniture, Machinery & Equipment, (5 Yr. Class) | 19420 | - | - | - | - | - | - | - | - | 16,221,227.95 | 16,221,227.95 | - | 16,221,227.95 |
| Furn., Mach., Equip, Accumulated Dep. (5 Yr. Class) | 19429 | - | - | - | - | - | - | - | - | (12,877,212.18) | (12,877,212.18) | - | (12,877,212.18) |
| Furniture, Machinery & Equipment, (7 Yr. Class) | 19430 | - | - | - | - | - | - | - | - | 30,053.04 | 30,053.04 | - | 30,053.04 |
| Furn., Mach., Equip, Accumulated Dep. (7 Yr. Class) | 19439 | - | - | - | - | - | - | - | - | (30,053.04) | (30,053.04) | - | (30,053.04) |
| Furniture, Machinery & Equipment, (10 Yr. Class) | 19440 | - | - | - | - | - | - | - | - | - | - | - | - |
| Furn., Mach., Equip, Accumulated Dep. (10 Yr. Class) | 19449 | - | - | - | - | - | - | - | - | - | - | - | - |
| Furniture, Machinery & Equip. (Greater than 10 Yr. Class) | 19450 | - | - | - | - | - | - | - | - | - | - | - | - |
| Furn., Mach., Equip, Acc. Dep. (Greater than 10 Yr. Class) | 19459 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Assets | 19500 | | | | | | | | | | | | |
| Other Depreciable Assets (3 Yr. Capital Asset Class) | 19510 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Depr. Assets, Acc. Dep. (3 Yr. Capital Asset Class) | 19519 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Depreciable Assets (5 Yr. Capital Asset Class) | 19520 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Depr. Assets, Acc. Dep. (5 Yr. Capital Asset Class) | 19529 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Depreciable Assets (7 Yr. Capital Asset Class) | 19530 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Depr. Assets, Acc. Dep. (7 Yr. Capital Asset Class) | 19539 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Depreciable Assets (10 Yr. Capital Asset Class) | 19540 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Depr. Assets, Acc. Dep. (10 Yr. Capital Asset Class) | 19549 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Depreciable Assets (Greater than 10 Yr. Class) | 19550 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Depr. Assets, Acc. Dep. (Greater than 10 Yr. Class) | 19559 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Assets (non-depreciable) | 19600 | - | - | - | - | - | - | - | - | - | - | - | - |
| Artwork/Artifacts | 19630 | - | - | - | - | - | - | - | - | - | - | - | - |
| Construction In Progress | 19800 | - | - | - | - | - | - | - | - | 2,539,317.51 | 2,539,317.51 | - | 2,539,317.51 |
| Deferred Outflows of Resources - Service Concession Arrangement | 19901 | - | - | - | - | - | - | - | - | - | - | - | - |

VALENCIA COLLEGE
FY 2017-2018 Summary of Accounts by General Ledger Code

Version:

| | GL Code | (1) Current Funds - Unrestricted | (2) Current Funds - Restricted | (3) Auxiliary Funds | (4) Loan & Endowment Funds | (5) Scholarship Funds | (6) Agency Funds | (7) Unexpended Plant Funds | (8) Debt Service Funds | (9) Invested in Plant Funds | Total All Funds | GASB AJEs (Describe in NOTES) | ADJUSTED Total All Funds |
|---|--------------|----------------------------------|--------------------------------|----------------------|----------------------------|-----------------------|-------------------|----------------------------|------------------------|-----------------------------|-----------------------|-------------------------------|--------------------------|
| Deferred Outflows of Resources - Accum Dec in FV of Securities | 19902 | - | - | - | - | - | - | - | - | - | - | - | - |
| Deferred Outflows of Resources - Pension FRS | 19908 | 34,900,905.00 | - | - | - | - | - | - | - | - | 34,900,905.00 | - | 34,900,905.00 |
| Deferred Outflows of Resources - Pension HIS | 19909 | 11,162,300.00 | - | - | - | - | - | - | - | - | 11,162,300.00 | - | 11,162,300.00 |
| Deferred Outflows of Resources - Other Postemployment Benefits | 19910 | 47,715.00 | - | - | - | - | - | - | - | - | 47,715.00 | - | 47,715.00 |
| TOTAL ASSETS | | 84,641,317.38 | 1,360,111.88 | 18,387,395.79 | 12,683,655.77 | 1,723,768.31 | 873,797.60 | 34,257,262.13 | 53,073.60 | 259,542,396.89 | 413,522,779.35 | - | 413,522,779.35 |
| LIABILITIES | | | | | | | | | | | | | |
| Deposits Held In Custody for Others (Current) | 21100 | (591.73) | - | 3,937.83 | - | - | 871,152.74 | - | - | - | 874,498.84 | - | 874,498.84 |
| Deposits Held In Custody for Others (Non Current) | 21100 | - | - | - | - | - | - | - | - | - | - | - | - |
| Payroll Deductions Payable | 21200 | 782,012.38 | - | - | - | - | - | - | - | - | 782,012.38 | - | 782,012.38 |
| Payroll Deductions Payable | 21300 | - | - | - | - | - | - | - | - | - | - | - | - |
| Payroll Deductions Payable | 21400 | (15,870.00) | - | - | - | - | - | - | - | - | (15,870.00) | - | (15,870.00) |
| Student Fee Refunds Payable | 22000 | 903.90 | - | - | - | - | - | - | - | - | 903.90 | - | 903.90 |
| Federal Income Tax Payable | 22100 | 43,385.71 | - | - | - | - | - | - | - | - | 43,385.71 | - | 43,385.71 |
| FICA Tax Payable | 22200 | 247,132.79 | - | - | - | - | - | - | - | - | 247,132.79 | - | 247,132.79 |
| Retirement Contributions Payable | 22300 | 1,436,793.19 | - | - | - | - | - | - | - | - | 1,436,793.19 | - | 1,436,793.19 |
| Insurance Contributions Payable | 22400 | 127,997.37 | - | - | - | - | - | - | - | - | 127,997.37 | - | 127,997.37 |
| Accounts Payable | 22500 | 895,577.71 | 338,449.84 | 15,110.56 | - | - | 722.86 | 646,758.21 | - | - | 1,896,619.18 | (35,777.06) | 1,860,842.12 |
| Salaries & Wages Payable | 22600 | 1,239,195.15 | - | 219,394.45 | - | - | - | - | - | - | 1,458,589.60 | - | 1,458,589.60 |
| Compensated Leave Payable - Current | 22710 | 1,376,362.05 | - | - | - | - | - | - | - | - | 1,376,362.05 | - | 1,376,362.05 |
| Compensation Leave Payable - Non-current | 22720 | 7,830,545.54 | - | - | - | - | - | - | - | - | 7,830,545.54 | - | 7,830,545.54 |
| Other Postemployment Benefits Liability - Current | 22730 | 202,583.00 | - | - | - | - | - | - | - | - | 202,583.00 | - | 202,583.00 |
| Other Postemployment Benefits Liability - Non-Current | 22740 | 3,659,884.00 | - | - | - | - | - | - | - | - | 3,659,884.00 | - | 3,659,884.00 |
| FRS Net Pension Liability - Current | 22750 | - | - | - | - | - | - | - | - | - | - | - | - |
| HIS Net Pension Liability - Current | 22751 | 898,962.00 | - | - | - | - | - | - | - | - | 898,962.00 | - | 898,962.00 |
| FRS Net Pension Liability - Non-Current | 22760 | 60,308,011.00 | - | - | - | - | - | - | - | - | 60,308,011.00 | - | 60,308,011.00 |
| HIS Net Pension Liability - Non-Current | 22761 | 32,514,826.00 | - | - | - | - | - | - | - | - | 32,514,826.00 | - | 32,514,826.00 |
| Other Payables | 22800 | 231,626.80 | - | - | - | - | - | - | - | - | 231,626.80 | - | 231,626.80 |
| Arbitrage Payable - Current | 22810 | - | - | - | - | - | - | - | - | - | - | - | - |
| Arbitrage Payable - Non-current | 22820 | - | - | - | - | - | - | - | - | - | - | - | - |
| Retainage Payable | 22900 | - | - | - | - | - | - | 1,200,347.21 | - | - | 1,200,347.21 | - | 1,200,347.21 |
| Sales Tax Payable | 23100 | 849.74 | - | 22,516.85 | - | - | - | - | - | - | 23,366.59 | - | 23,366.59 |
| Estimated Insurance Claims Payable | 23300 | 15,201,482.89 | - | - | - | - | - | - | - | - | 15,201,482.89 | - | 15,201,482.89 |
| Scholarships Payable | 23800 | - | - | - | - | - | - | - | - | - | - | - | - |
| Deposits Refundable | 24000 | 6,161.83 | - | - | - | - | - | - | - | - | 6,161.83 | - | 6,161.83 |
| Deposits Refundable to Energy Consortium Members | 25100 | - | - | - | - | - | - | - | - | - | - | - | - |
| Bonds Payable - Current | 26110 | - | - | - | - | - | - | - | 261,000.00 | - | 261,000.00 | - | 261,000.00 |
| Bonds Payable - Non-current | 26120 | - | - | - | - | - | - | - | 2,093,000.00 | - | 2,093,000.00 | - | 2,093,000.00 |
| Loans Payable - Current | 26210 | - | - | - | - | - | - | - | - | - | - | - | - |
| Loans Payable - Non-current | 26220 | - | - | - | - | - | - | - | - | - | - | - | - |
| Interest Payable - Current | 26310 | - | - | - | - | - | - | - | - | - | - | - | - |
| Interest Payable - Non Current | 26320 | - | - | - | - | - | - | - | - | - | - | - | - |
| Contract Purchases Payable - Current | 26410 | - | - | - | - | - | - | - | - | - | - | - | - |
| Contract Purchases Payable - Non Current | 26420 | - | - | - | - | - | - | - | - | - | - | - | - |
| Special Termination Benefit Payable - Current | 26510 | 40,994.24 | - | - | - | - | - | - | - | - | 40,994.24 | - | 40,994.24 |
| Special Termination Benefit Payable - Non Current | 26520 | 353,074.90 | - | - | - | - | - | - | - | - | 353,074.90 | - | 353,074.90 |
| Capital Lease Payable - Current | 26610 | - | - | - | - | - | - | - | 11,135.65 | - | 11,135.65 | - | 11,135.65 |
| Capital Lease Payable - Non-current | 26620 | - | - | - | - | - | - | - | 6,566,482.81 | - | 6,566,482.81 | - | 6,566,482.81 |
| Unearned Revenue | 27100 | 505,954.29 | - | - | - | - | - | - | - | - | 505,954.29 | - | 505,954.29 |
| Due to Government Agencies | 27200 | 219,116.26 | - | - | - | 278.35 | 1,922.00 | - | - | - | 221,316.61 | 18,353.21 | 239,669.82 |
| Due to Component Units - Primary | 27300 | 2,862.36 | - | 2,000,000.00 | - | - | - | - | - | - | 2,002,862.36 | 17,423.85 | 2,020,286.21 |
| Due to Component Units - DSO | 27400 | - | 420.79 | 14,527.41 | - | - | - | - | - | - | 14,948.20 | - | 14,948.20 |
| Due to Current Funds - Unrestricted | 28100 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due to Current Funds - Restricted | 28200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due to Auxiliary Funds | 28300 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due to Loan, Annuity & Life Income Funds | 28400 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due to Scholarship Funds | 28500 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due to Agency Funds | 28600 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due to Unexpended Plant & Renewable/replacement Funds | 28700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Due to Retirement of Indebtedness Funds | 28800 | - | - | - | - | - | - | - | - | - | - | - | - |
| Deferred Inflows of Resources | 29900 | | | | | | | | | | | | |
| Deferred Inflows of Resources - Service Concession Arrangement | 29901 | - | - | - | - | - | - | - | - | - | - | - | - |
| Deferred Inflows of Resources -Accum Inc in the FV of Securities | 29902 | - | - | - | - | - | - | - | - | - | - | - | - |
| Deferred Inflows of Resources - Pension FRS | 29908 | 2,433,305.00 | - | - | - | - | - | - | - | - | 2,433,305.00 | - | 2,433,305.00 |
| Deferred Inflows of Resources - Pension HIS | 29909 | 2,958,899.00 | - | - | - | - | - | - | - | - | 2,958,899.00 | - | 2,958,899.00 |
| Deferred Inflows of Resources - Other Postemployment Benefits | 29910 | 231,874.00 | - | - | - | - | - | - | - | - | 231,874.00 | - | 231,874.00 |
| Deferred Inflows - Irrevocable Split-Interest Agreements | 29912 | - | - | - | - | - | - | - | - | - | - | - | - |
| TOTAL LIABILITIES | | 133,733,911.37 | 338,870.63 | 2,275,487.10 | - | 278.35 | 873,797.60 | 1,847,105.42 | - | 8,931,618.46 | 148,001,068.93 | - | 148,001,068.93 |
| RESERVES & FUND BALANCES (Fund Balance July 1) | | | | | | | | | | | | | |
| Reserved for Encumbrance | 30100 | 1,021,329.01 | 399,979.26 | 8,610.28 | - | - | - | 6,701,101.19 | - | - | 8,131,019.74 | - | 8,131,019.74 |

VALENCIA COLLEGE
FY 2017-2018 Summary of Accounts by General Ledger Code

Version:

| | GL Code | (1) Current Funds - Unrestricted | (2) Current Funds - Restricted | (3) Auxiliary Funds | (4) Loan & Endowment Funds | (5) Scholarship Funds | (6) Agency Funds | (7) Unexpended Plant Funds | (8) Debt Service Funds | (9) Invested in Plant Funds | Total All Funds | GASB AJEs (Describe in NOTES) | ADJUSTED Total All Funds |
|---|--------------|----------------------------------|--------------------------------|----------------------|----------------------------|-----------------------|------------------|----------------------------|------------------------|-----------------------------|-----------------------|-------------------------------|--------------------------|
| Reserved for Performance Based Incentive Funds | 30200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Academic Improvement Trust Funds | 30300 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Other Required Purposes | 30400 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Staff & Program Development | 30500 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Student Activities Funds | 30600 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Matching Grants | 30700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Amount Expected to Be Financed In Future Years | 30800 | (56,211,026.32) | - | - | - | - | - | - | - | - | (56,211,026.32) | - | (56,211,026.32) |
| Fund Balance - Board Designated | 30900 | - | - | - | - | - | - | - | - | - | - | - | - |
| Fund Balance - Grantor | 31000 | - | - | - | 13,996,433.99 | - | - | - | - | - | 13,996,433.99 | - | 13,996,433.99 |
| Fund Balance - College | 31100 | 20,816,206.35 | 893,888.39 | 17,906,932.07 | 1,534.63 | 2,226,827.39 | - | 25,890,922.02 | 63,720.02 | - | 67,800,030.87 | - | 67,800,030.87 |
| Fund Balance - College - Local Funds | 31110 | - | - | - | - | - | - | - | - | - | - | - | - |
| Fund Balance - College - CO & DS | 31120 | - | - | - | - | - | - | - | - | - | - | - | - |
| Fund Balance - College - Federal Sources | 31130 | - | - | - | - | - | - | - | - | - | - | - | - |
| Fund Balance - College- Other State | 31140 | - | - | - | - | - | - | - | - | - | - | - | - |
| Fund Balance - College - SBE Bonds | 31150 | - | - | - | - | - | - | - | - | - | - | - | - |
| Fund Balance - College - Loan Funds | 31160 | - | - | - | - | - | - | - | - | - | - | - | - |
| Fund Balance - College - PECO Funds | 31170 | - | - | - | - | - | - | - | - | - | - | - | - |
| Invested In Plant | 31200 | - | - | - | - | - | - | - | 252,088,545.86 | - | 252,088,545.86 | - | 252,088,545.86 |
| Changes In Fund Balances | 38000 | (2,059,676.00) | - | - | - | - | - | - | - | - | (2,059,676.00) | - | (2,059,676.00) |
| Total Fund Balances (Fund Balance July 1) | | (36,433,166.96) | 1,293,867.65 | 17,915,542.35 | 13,997,968.62 | 2,226,827.39 | - | 32,592,023.21 | 63,720.02 | 252,088,545.86 | 283,745,328.14 | - | 283,745,328.14 |
| STUDENT FEES | | | | | | | | | | | | | |
| Tuition-Advanced & Professional - Baccalaureate | 40101 | 557,440.67 | - | - | - | - | - | - | - | - | 557,440.67 | - | 557,440.67 |
| Tuition-Advanced & Professional | 40110 | 48,501,278.87 | - | - | - | - | - | - | - | - | 48,501,278.87 | (45,977,898.00) | 2,523,380.87 |
| Tuition-Postsecondary Vocational | 40120 | 18,428,964.34 | - | - | - | - | - | - | - | - | 18,428,964.34 | (71,017.61) | 18,357,946.73 |
| Tuition-Postsecondary Adult Vocational | 40130 | 580,762.79 | - | - | - | - | - | - | - | - | 580,762.79 | - | 580,762.79 |
| Tuition-Developmental Education | 40150 | 2,844,279.98 | - | - | - | - | - | - | - | - | 2,844,279.98 | - | 2,844,279.98 |
| Tuition-EPI | 40160 | 212,105.56 | - | - | - | - | - | - | - | - | 212,105.56 | - | 212,105.56 |
| Tuition-Vocational Preparatory | 40180 | - | - | - | - | - | - | - | - | - | - | - | - |
| Tuition-Adult General Education (ABE) & Secondary | 40190 | - | - | - | - | - | - | - | - | - | - | - | - |
| Out-of-state Fees-Advanced & Professional - Baccalaureate | 40301 | 42,682.35 | - | - | - | - | - | - | - | - | 42,682.35 | - | 42,682.35 |
| Out-of-state Fees-Advanced & Professional | 40310 | 9,185,318.59 | - | - | - | - | - | - | - | - | 9,185,318.59 | - | 9,185,318.59 |
| Out-of-state Fees-Postsecondary Vocational | 40320 | 2,949,157.26 | - | - | - | - | - | - | - | - | 2,949,157.26 | - | 2,949,157.26 |
| Out-of-state Fees-Postsecondary Adult Vocational | 40330 | 23,091.91 | - | - | - | - | - | - | - | - | 23,091.91 | - | 23,091.91 |
| Out-of-state Fees-Developmental Education | 40350 | 994,798.32 | - | - | - | - | - | - | - | - | 994,798.32 | - | 994,798.32 |
| Out-of-state Fees-EPI & Alternative Certification Curriculum | 40360 | - | - | - | - | - | - | - | - | - | - | - | - |
| Out-of-state Fees-Vocational Preparatory | 40380 | - | - | - | - | - | - | - | - | - | - | - | - |
| Out-of-state Fees-Adult General Education (ABE) & Secondary | 40390 | - | - | - | - | - | - | - | - | - | - | - | - |
| SUBTOTAL FCSPF STUDENT FEES | | 84,319,880.64 | - | - | - | - | - | - | - | - | 84,319,880.64 | (46,048,915.61) | 38,270,965.03 |
| Non-Fundable State FTE Enrollments Revenue Control | 40200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Tuition - Lifelong Learning | 40210 | 1,663,579.72 | - | - | - | - | - | - | - | - | 1,663,579.72 | - | 1,663,579.72 |
| Tuition - Continuing Workforce Fees | 40240 | 6,130,272.93 | - | - | - | - | - | - | - | - | 6,130,272.93 | (5,359.75) | 6,124,913.18 |
| Refunded Tuition - Continuing Workforce Fees | 40249 | - | - | - | - | - | - | - | - | - | - | - | - |
| Out-of-state - Lifelong Learning | 40250 | - | - | - | - | - | - | - | - | - | - | - | - |
| Full Cost of Instruction (Repeat Course Fee) | 40260 | - | - | - | - | - | - | - | - | - | - | - | - |
| Full Cost of Instruction (Repeat Course Fee) - A & P | 40261 | - | - | - | - | - | - | - | - | - | - | - | - |
| Full Cost of Instruction (Repeat Course Fee) - PSV | 40262 | - | - | - | - | - | - | - | - | - | - | - | - |
| Full Cost of Instruction (Repeat Course Fee) - Baccalaureate | 40263 | - | - | - | - | - | - | - | - | - | - | - | - |
| Full Cost of Instruction (Repeat Course Fee) - PSAV | 40264 | - | - | - | - | - | - | - | - | - | - | - | - |
| Full Cost of Instruction (Repeat Course Fee) - Dev. Ed. | 40265 | - | - | - | - | - | - | - | - | - | - | - | - |
| Full Cost of Instruction (Repeat Course Fee) - EPI | 40266 | - | - | - | - | - | - | - | - | - | - | - | - |
| Refunded Tuition-Full Cost of Instruction (Repeat Course Fee) | 40269 | - | - | - | - | - | - | - | - | - | - | - | - |
| Tuition - Self-supporting | 40270 | - | - | - | - | - | - | - | - | - | - | - | - |
| Laboratory Fees | 40400 | 3,937,738.00 | - | - | - | - | - | - | - | - | 3,937,738.00 | - | 3,937,738.00 |
| Distance Learning Course User Fee | 40450 | - | - | - | - | - | - | - | - | - | - | - | - |
| Application Fees | 40500 | 1,346,040.00 | - | - | - | - | - | - | - | - | 1,346,040.00 | - | 1,346,040.00 |
| Graduation Fees | 40600 | 350.00 | 1,725.00 | - | - | - | - | - | - | - | 2,075.00 | - | 2,075.00 |
| Transcripts Fees | 40700 | 161,632.50 | - | - | - | - | - | - | - | - | 161,632.50 | - | 161,632.50 |
| Financial Aid Fund Fees | 40800 | - | - | - | - | 3,880,429.71 | - | - | - | - | 3,880,429.71 | - | 3,880,429.71 |
| Student Activities & Service Fees | 40850 | - | 6,035,825.79 | - | - | - | - | - | - | - | 6,035,825.79 | - | 6,035,825.79 |
| Student Activities & Service Fees - Baccalaureate | 40854 | - | 42,936.11 | - | - | - | - | - | - | - | 42,936.11 | - | 42,936.11 |
| CIF - A & P, PSV, EPI, College Prep | 40860 | - | - | - | - | - | - | 5,706,444.73 | - | - | 5,706,444.73 | - | 5,706,444.73 |
| CIF - PSAV | 40861 | - | - | - | - | - | - | 29,044.49 | - | - | 29,044.49 | - | 29,044.49 |
| CIF - Baccalaureate | 40864 | - | - | - | - | - | - | 37,070.46 | - | - | 37,070.46 | - | 37,070.46 |
| Technology Fee | 40870 | 3,912,329.35 | - | - | - | - | - | - | - | - | 3,912,329.35 | - | 3,912,329.35 |
| Other Student Fees | 40900 | 215,087.75 | - | - | - | - | - | - | - | - | 215,087.75 | - | 215,087.75 |
| Late Fees | 40910 | 1,140,450.00 | - | - | - | - | - | - | - | - | 1,140,450.00 | - | 1,140,450.00 |
| Testing Fees | 40920 | 213,515.60 | - | - | - | - | - | - | - | - | 213,515.60 | - | 213,515.60 |
| Student Insurance Fees | 40930 | - | - | - | - | - | - | - | - | - | - | - | - |
| Safety & Security Fees | 40940 | - | - | - | - | - | - | - | - | - | - | - | - |
| Picture Identification Card Fees | 40950 | - | - | - | - | - | - | - | - | - | - | - | - |
| Parking Fees | 40960 | - | - | - | - | - | - | - | - | - | - | - | - |
| Library Fees | 40970 | - | - | - | - | - | - | - | - | - | - | - | - |
| Contract Course Fees | 40990 | 1,677,109.87 | - | - | - | - | - | - | - | - | 1,677,109.87 | - | 1,677,109.87 |

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| | GL Code | (1) Current Funds - Unrestricted | (2) Current Funds - Restricted | (3) Auxiliary Funds | (4) Loan & Endowment Funds | (5) Scholarship Funds | (6) Agency Funds | (7) Unexpended Plant Funds | (8) Debt Service Funds | (9) Invested in Plant Funds | Total All Funds | GASB AJEs (Describe in NOTES) | ADJUSTED Total All Funds |
|--|---------|----------------------------------|--------------------------------|---------------------|----------------------------|-----------------------|------------------|----------------------------|------------------------|-----------------------------|-----------------|-------------------------------|--------------------------|
| Residual Student Fees | 40991 | - | - | - | - | - | - | - | - | - | - | - | - |
| SUBTOTAL OTHER STUDENT FEES | | 20,398,105.72 | 6,080,486.90 | - | - | 3,880,429.71 | - | 5,772,559.68 | - | - | 36,131,582.01 | (5,359.75) | 36,126,222.26 |
| TOTAL STUDENT FEES | | 104,717,986.36 | 6,080,486.90 | - | - | 3,880,429.71 | - | 5,772,559.68 | - | - | 120,451,462.65 | (46,054,275.36) | 74,397,187.29 |
| SUPPORT FROM LOCAL GOVERNMENT | | | | | | | | | | | | | |
| Grants & Contracts With Cities (Operating) | 41500 | - | - | - | - | - | - | - | - | - | - | - | - |
| Grants & Contracts With Cities (Non-operating) | 41520 | - | - | - | - | - | - | - | - | - | - | - | - |
| Grants & Contracts With Cities (Capital Financing) | 41530 | - | - | - | - | - | - | - | - | - | - | - | - |
| Grants & Contracts With Counties (Operating) | 41610 | - | - | - | - | - | - | - | - | - | - | - | - |
| Grants & Contracts With Counties (Non-operating) | 41620 | 3,358,181.15 | - | - | - | - | - | - | - | - | 3,358,181.15 | - | 3,358,181.15 |
| Grants & Contracts With Counties (Capital Financing) | 41630 | - | - | - | - | - | - | - | - | - | - | - | - |
| County Ad Valorem Tax Revenue (Non-operating) | 41820 | - | - | - | - | - | - | - | - | - | - | - | - |
| County Ad Valorem Tax Revenue (Capital Financing) | 41830 | - | - | - | - | - | - | - | - | - | - | - | - |
| Indirect Cost Recovered - City & County | 41900 | - | - | - | - | - | - | - | - | - | - | - | - |
| Refund to Grantor - Local Government (Operating) | 41910 | - | - | - | - | - | - | - | - | - | - | - | - |
| Refund to Grantor - Local Government (Non-operating) | 41920 | - | - | - | - | - | - | - | - | - | - | - | - |
| Refund to Grantor - Local Government (Capital Financing) | 41930 | - | - | - | - | - | - | - | - | - | - | - | - |
| SUB-TOTAL SUPPORT FROM LOCAL GOVERNMENT | | 3,358,181.15 | - | - | - | - | - | - | - | - | 3,358,181.15 | - | 3,358,181.15 |
| STATE SUPPORT | | | | | | | | | | | | | |
| Florida College System Program Fund Appropriation | 42110 | 65,845,081.00 | - | - | - | - | - | - | - | - | 65,845,081.00 | - | 65,845,081.00 |
| Special Appropriation - Other | 42130 | - | - | - | - | - | - | - | - | - | - | - | - |
| Special Appropriation - Workforce Development (disabled) | 42140 | - | - | - | - | - | - | - | - | - | - | - | - |
| Performance Based Incentive Funding - FCSPF | 42150 | 5,804,818.00 | - | - | - | - | - | - | - | - | 5,804,818.00 | - | 5,804,818.00 |
| Incentive Grants for Expanding Programs | 42160 | - | - | - | - | - | - | - | - | - | - | - | - |
| Critical Deferred Maintenance | 42170 | - | - | - | - | - | - | - | - | - | - | - | - |
| Gender Equity Funds | 42180 | - | - | - | - | - | - | - | - | - | - | - | - |
| License Tag Fees | 42210 | 16,452.00 | - | - | - | - | - | 398,702.81 | 681,645.19 | - | 1,096,800.00 | - | 1,096,800.00 |
| Public Education Capital Outlay | 42310 | - | - | - | - | - | - | 1,774,129.00 | - | - | 1,774,129.00 | - | 1,774,129.00 |
| Other State Appropriations | 42500 | - | - | - | - | - | - | - | - | - | - | - | - |
| Performance Based Incentive Program | 42510 | 559,711.64 | - | - | - | - | - | - | - | - | 559,711.64 | - | 559,711.64 |
| Student Advising System Appropriation | 42570 | - | - | - | - | - | - | - | - | - | - | - | - |
| Facilities Enhancement Challenge Grants Appropriations | 42580 | - | - | - | - | - | - | - | - | - | - | - | - |
| Distance Learning Grants | 42590 | - | - | - | - | - | - | - | - | - | - | - | - |
| Lottery - Community College Program Fund | 42610 | 13,617,096.00 | - | - | - | - | - | - | - | - | 13,617,096.00 | - | 13,617,096.00 |
| Information Technology Enhancement Grant | 42620 | - | - | - | - | - | - | - | - | - | - | - | - |
| Lottery - Facilities Enhancement Challenge Grant | 42630 | - | - | - | - | - | - | - | - | - | - | - | - |
| Lottery - Philip Benjamin Grant | 42640 | - | - | - | - | - | - | - | - | - | - | - | - |
| Lottery - Capital Projects from Bond Proceeds | 42650 | - | - | - | - | - | - | - | - | - | - | - | - |
| Lottery - Capitalization Incentive Funds | 42690 | - | - | - | - | - | - | - | - | - | - | - | - |
| Grants & Contracts - State (Operating) | 42710 | - | - | - | - | - | - | - | - | - | - | - | - |
| Grants & Contracts - State (Non-operating) | 42720 | - | 351,178.95 | - | - | - | - | - | - | - | 351,178.95 | - | 351,178.95 |
| Grants & Contracts - State (Capital Financing) | 42730 | - | - | - | - | - | - | - | - | - | - | - | - |
| Grants & Contracts - State Student Aid | 42725 | - | - | - | - | 10,120,019.38 | - | - | - | - | 10,120,019.38 | - | 10,120,019.38 |
| Indirect Cost Recovered - State | 42900 | 5,930.00 | - | - | - | - | - | - | - | - | 5,930.00 | (5,930.00) | - |
| Refund to Grantor - State Government (Operating) | 42910 | - | - | - | - | - | - | - | - | - | - | - | - |
| Refund to Grantor - State Government (Non-operating) | 42920 | - | - | - | - | - | - | - | - | - | - | - | - |
| Refund to Grantor - State Government (Capital Financing) | 42930 | - | - | - | - | - | - | - | - | - | - | - | - |
| SUB-TOTAL STATE SUPPORT | | 85,849,088.64 | 351,178.95 | - | - | 10,120,019.38 | - | 2,172,831.81 | 681,645.19 | - | 99,174,763.97 | (5,930.00) | 99,168,833.97 |
| FEDERAL SUPPORT | | | | | | | | | | | | | |
| Grants & Contracts Federal Government (Operating) | 43510 | - | 735,815.73 | - | - | - | - | - | - | - | 735,815.73 | - | 735,815.73 |
| Grants & Contracts Federal Government (Non-operating) | 43520 | 122,694.68 | 6,022,620.73 | - | - | - | - | - | - | - | 6,145,315.41 | - | 6,145,315.41 |
| Grants & Contracts Federal Government (Student Aid) | 43525 | - | - | - | - | 81,166,259.92 | - | - | - | - | 81,166,259.92 | - | 81,166,259.92 |
| Grants & Contracts Federal Government (Capital Financing) | 43530 | - | - | - | - | - | - | - | - | - | - | - | - |
| Indirect Cost Recovered (federal) | 43900 | 183,144.09 | - | - | - | - | - | - | - | - | 183,144.09 | (183,144.09) | - |
| Refund to Grantor - Federal Government (Operating) | 43910 | - | - | - | - | - | - | - | - | - | - | - | - |
| Refund to Grantor - Federal Government (Non-operating) | 43920 | - | - | - | - | - | - | - | - | - | - | - | - |
| Refund to Grantor - Federal Government (Capital Financing) | 43930 | - | - | - | - | - | - | - | - | - | - | - | - |
| SUB-TOTAL FEDERAL SUPPORT | | 305,838.77 | 6,758,436.46 | - | - | 81,166,259.92 | - | - | - | - | 88,230,535.15 | (183,144.09) | 88,047,391.06 |
| GIFTS, PRIVATE GRANTS & CONTRACTS | | | | | | | | | | | | | |
| Cash Contributions | 44100 | - | - | - | - | - | - | - | - | - | - | - | - |
| Non-cash Contributions | 44200 | - | - | - | - | - | - | - | - | 45,000.00 | 45,000.00 | - | 45,000.00 |
| Gifts, Grants & Contracts - Private (Operating) | 44410 | - | - | - | - | - | - | - | - | - | - | - | - |
| Gifts, Grants & Contracts - Private (Non Operating) | 44420 | 793,105.10 | 770,375.46 | - | - | 1,909,089.32 | - | - | - | - | 3,472,569.88 | - | 3,472,569.88 |
| Gifts, Grants & Contracts - Private (Capital Financing) | 44430 | - | - | - | - | - | - | - | - | - | - | - | - |
| Indirect Costs Recovered - Private Sources | 44900 | 7,140.92 | - | - | - | - | - | - | - | - | 7,140.92 | (7,140.92) | - |
| Refund to Grantor - Private Sources (Operating) | 44910 | - | - | - | - | - | - | - | - | - | - | - | - |

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|--|---------|----------------------------------|--------------------------------|---------------------|----------------------------|-----------------------|------------------|----------------------------|------------------------|-----------------------------|-----------------|-------------------------------|--------------------------|
| Refund to Grantor - Private Sources (Non-operating) | 44920 | - | - | - | - | - | - | - | - | - | - | - | - |
| Refund to Grantor - Private Sources (Capital Financing) | 44930 | - | - | - | - | - | - | - | - | - | - | - | - |
| SUB-TOTAL GIFTS, PRIVATE GRANTS & CONTRACTS | | 800,246.02 | 770,375.46 | - | - | 1,909,089.32 | - | - | - | 45,000.00 | 3,524,710.80 | (7,140.92) | 3,517,569.88 |
| SALES & SERVICES DEPARTMENT | | | | | | | | | | | | | |
| Bookstore Sales & Commissions | 45000 | - | - | 15,006,641.38 | - | - | - | - | - | - | 15,006,641.38 | (6,649,853.00) | 8,356,788.38 |
| Food Service Sales & Commissions | 45600 | - | - | - | - | - | - | - | - | - | - | - | - |
| Food Service Sales & Commissions - Contra | 45699 | - | - | - | - | - | - | - | - | - | - | - | - |
| Housing Fees | 46000 | - | - | - | - | - | - | - | - | - | - | - | - |
| Commissions | 46200 | - | - | 442,126.93 | - | - | - | - | - | - | 442,126.93 | (23,955.00) | 418,171.93 |
| Use of College Facilities | 46400 | 118,802.46 | - | 830,390.20 | - | - | - | - | - | - | 949,192.66 | - | 949,192.66 |
| Other Sales & Services | 46600 | 54,992.80 | - | 212,796.61 | - | - | - | - | - | - | 267,789.41 | - | 267,789.41 |
| Risk Management Consortium Insurance Revenue | 46650 | - | - | - | - | - | - | - | - | - | - | - | - |
| Taxable Sales | 46700 | 86.00 | - | 115,770.15 | - | - | - | - | - | - | 115,856.15 | - | 115,856.15 |
| Interdepartmental Sales | 46900 | 21,001.64 | - | - | - | - | - | - | - | - | 21,001.64 | (21,001.64) | - |
| Interdepartmental Sales - Bookstore | 46901 | - | - | 51,372.32 | - | - | - | - | - | - | 51,372.32 | (51,372.32) | - |
| Interdepartmental Sales - Catering Food Sales | 46902 | - | - | - | - | - | - | - | - | - | - | - | - |
| Interdepartmental Sales - Miscellaneous | 46903 | - | - | - | - | - | - | - | - | - | - | - | - |
| SUB-TOTAL SALES & SERVICES DEPARTMENT | | 194,882.90 | - | 16,659,097.59 | - | - | - | - | - | - | 16,853,980.49 | (6,746,181.96) | 10,107,798.53 |
| Endowment Income - Addition to Principal | 47100 | - | - | - | - | - | - | - | - | - | - | - | - |
| SUB-TOTAL ENDOWMENT INCOME | | - | - | - | - | - | - | - | - | - | - | - | - |
| OTHER REVENUES | | | | | | | | | | | | | |
| Interest & Dividends | 48100 | 756,719.10 | - | 231,771.29 | 268,258.66 | - | - | 257,160.28 | 4,085.09 | - | 1,517,994.42 | - | 1,517,994.42 |
| Gain or Loss on Investments | 48200 | - | - | (87,540.84) | (101,356.96) | - | - | - | - | - | (188,897.80) | - | (188,897.80) |
| Fines & Penalties | 48700 | 17,875.00 | - | - | - | 18,600.00 | - | - | - | - | 36,475.00 | - | 36,475.00 |
| Miscellaneous Revenues | 48900 | 221,491.64 | 600.00 | 76,715.01 | - | 15,629.44 | - | - | - | - | 314,436.09 | - | 314,436.09 |
| SUB-TOTAL OTHER REVENUES | | 996,085.74 | 600.00 | 220,945.46 | 166,901.70 | 34,229.44 | - | 257,160.28 | 4,085.09 | - | 1,680,007.71 | - | 1,680,007.71 |
| NON-REVENUE RECEIPTS | | | | | | | | | | | | | |
| Mandatory Transfers-In, Current Funds-Unrestricted | 49110 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-In, Current Funds-Restricted | 49120 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-In, Auxiliary Funds | 49130 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-In, Loan, End., Ann. & Life Inc. Funds | 49140 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-In, Scholarship Funds | 49150 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-In, Unexp. Plant & Renewals/Repl. Funds | 49170 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-In, Retirement of Indebtedness Funds | 49180 | - | - | - | - | - | - | - | - | - | - | - | - |
| Non-mandatory Transfers-In, Current Funds-Unrestricted | 49210 | - | - | - | - | - | - | 6,175,000.00 | - | - | 6,175,000.00 | (6,175,000.00) | - |
| Non-mandatory Transfers-In, Current Funds-Restricted | 49220 | - | 9,868.82 | - | - | 10,317.19 | - | - | - | - | 20,186.01 | (20,186.01) | - |
| Non-mandatory Transfers-In, Auxiliary Funds | 49230 | 1,600,000.00 | - | 18,296.12 | - | - | - | - | - | - | 1,618,296.12 | (1,618,296.12) | - |
| Non-mandatory Transfers-In, Loan, End., Ann. & Life Inc. Funds | 49240 | 1,400,000.00 | - | - | - | 38,457.81 | - | - | - | - | 1,438,457.81 | (1,438,457.81) | - |
| Non-mandatory Transfers-In, Scholarship Funds | 49250 | - | - | - | - | 12,469.29 | - | - | - | - | 12,469.29 | (12,469.29) | - |
| Non-mandatory Transfers-In, Unexp. Plant & Ren./Repl. Funds | 49270 | - | - | (18,296.12) | - | - | - | 83,073.61 | - | - | 64,777.49 | (64,777.49) | - |
| Non-mandatory Transfers-In, Retirement of Indebtedness Funds | 49280 | - | - | - | - | - | - | - | - | - | - | - | - |
| Proceeds from Capital Assets & Related Long-term Debt | 49500 | - | - | - | - | - | - | - | - | - | - | - | - |
| Gain/Loss from Sale of Property | 49505 | - | - | - | - | - | - | - | - | - | - | - | - |
| Proceeds from Sale of Property | 49510 | 66,047.85 | - | - | - | - | - | - | - | - | 66,047.85 | - | 66,047.85 |
| Insurance Recovery | 49520 | 14,850.00 | - | - | - | - | - | - | - | - | 14,850.00 | - | 14,850.00 |
| Prior Year Corrections | 49600 | - | (159.68) | - | - | - | - | - | - | - | (159.68) | - | (159.68) |
| Loan Principal & Interest Cancellation Reimbursement | 49700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Over & Short | 49900 | 181.85 | - | 111.76 | - | - | - | - | - | - | 293.61 | - | 293.61 |
| SUB-TOTAL NON-REVENUE RECEIPTS | | 3,081,079.70 | 9,709.14 | 111.76 | - | 61,244.29 | - | 6,258,073.61 | - | - | 9,410,218.50 | (9,329,186.72) | 81,031.78 |
| GRAND TOTAL REVENUES | | 199,303,389.28 | 13,970,786.91 | 16,880,154.81 | 166,901.70 | 97,171,272.06 | - | 14,460,625.38 | 685,730.28 | 45,000.00 | 342,683,860.42 | (62,325,859.05) | 280,358,001.37 |
| PERSONNEL COSTS | | | | | | | | | | | | | |
| Salary - Risk Management Consortium | 50110 | - | - | - | - | - | - | - | - | - | - | - | - |
| Executive Management | 51000 | 3,647,535.05 | - | 219,394.45 | - | - | - | - | - | - | 3,866,929.50 | - | 3,866,929.50 |
| Instructional Management | 51100 | 2,690,173.75 | - | - | - | - | - | - | - | - | 2,690,173.75 | - | 2,690,173.75 |
| Institutional Management | 51200 | 3,244,489.97 | - | - | - | - | - | - | - | - | 3,244,489.97 | - | 3,244,489.97 |
| Executive, Administrative, Managerial Sabbatical | 51400 | - | - | - | - | - | - | - | - | - | - | - | - |
| Executive, Administrative, Managerial Regular Part-time | 51500 | - | - | - | - | - | - | - | - | - | - | - | - |
| Instructional | 52000 | 43,775,504.61 | - | - | - | - | - | - | - | - | 43,775,504.61 | - | 43,775,504.61 |
| Instructional - Overload/supplemental | 52100 | 5,209,832.43 | 176,999.24 | - | - | - | - | - | - | - | 5,386,831.67 | - | 5,386,831.67 |
| Instructional - Substitution | 52200 | 31,609.42 | - | - | - | - | - | - | - | - | 31,609.42 | - | 31,609.42 |
| Instructional - Para-professional / Associate / Assistant | 52300 | 2,374,268.73 | 306,329.95 | - | - | - | - | - | - | - | 2,680,598.68 | - | 2,680,598.68 |
| Instructional - Sabbatical | 52400 | - | - | - | - | - | - | - | - | - | - | - | - |
| Instructional - Phased Retirement | 52500 | 896,773.58 | 10,376.45 | - | - | - | - | - | - | - | 907,150.03 | - | 907,150.03 |

VALENCIA COLLEGE
FY 2017-2018 Summary of Accounts by General Ledger Code

Version:

| | GL Code | (1) Current Funds - Unrestricted | (2) Current Funds - Restricted | (3) Auxiliary Funds | (4) Loan & Endowment Funds | (5) Scholarship Funds | (6) Agency Funds | (7) Unexpended Plant Funds | (8) Debt Service Funds | (9) Invested in Plant Funds | Total All Funds | GASB AJEs (Describe in NOTES) | ADJUSTED Total All Funds |
|--|--------------|----------------------------------|--------------------------------|---------------------|----------------------------|-----------------------|------------------|----------------------------|------------------------|-----------------------------|-----------------------|-------------------------------|--------------------------|
| Other Professional | 53000 | 25,046,647.42 | 2,186,501.18 | 271,467.93 | - | - | - | - | - | - | 27,504,616.53 | - | 27,504,616.53 |
| Other Professional - Overload/supplemental | 53100 | 39,914.51 | 2,081.95 | 2,403.29 | - | - | - | - | - | - | 44,399.75 | - | 44,399.75 |
| Other Professional - Substitution | 53200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Professional - Para-professional / Associate / Assistant | 53300 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Professional - Regular Part-time | 53500 | 139,056.50 | 3,382.17 | - | - | - | - | - | - | - | 142,438.67 | - | 142,438.67 |
| Technical, Clerical, Trade & Service | 54000 | 19,363,027.15 | 645,230.42 | 846,353.24 | - | - | - | - | - | - | 20,854,610.81 | - | 20,854,610.81 |
| Technical, Clerical, Trade & Service - Overtime | 54100 | 402,623.77 | 12,608.20 | 65,886.38 | - | - | - | - | - | - | 481,118.35 | - | 481,118.35 |
| Technical, Clerical, Trade & Service - Regular Part-time | 54500 | 2,563,621.54 | 379,896.84 | 25,968.73 | - | - | - | - | - | - | 2,969,487.11 | - | 2,969,487.11 |
| OPS - Other Personnel - Executive, Administrative/ Managerial | 55000 | - | - | - | - | - | - | - | - | - | - | - | - |
| OPS - Instructional | 56000 | 18,084,714.48 | 226,883.71 | 2,200.00 | - | - | - | - | - | - | 18,313,798.19 | - | 18,313,798.19 |
| OPS - Instructional Substitutes | 56100 | 95,881.63 | - | - | - | - | - | - | - | - | 95,881.63 | - | 95,881.63 |
| OPS - Other Professional Part-time | 56500 | 263,580.44 | 16,345.75 | - | - | - | - | - | - | - | 279,926.19 | - | 279,926.19 |
| OPS - Technical, Clerical, Trade & Service | 57000 | 4,093,938.21 | 1,144,235.30 | 111,415.14 | - | - | - | - | - | - | 5,349,588.65 | - | 5,349,588.65 |
| Student Employment - Institutional Work Study | 58000 | 22,727.67 | 632,568.54 | - | - | - | - | - | - | - | 655,296.21 | - | 655,296.21 |
| Student Employment - College Work Study Program | 58100 | - | 756,556.82 | - | - | - | - | - | - | - | 756,556.82 | - | 756,556.82 |
| Student Employment - College Work Experience Program | 58200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Student Employment - Student Assistants | 58300 | - | 348.56 | - | - | - | - | - | - | - | 348.56 | - | 348.56 |
| Student Employment - Other Government Sources | 58400 | - | - | - | - | - | - | - | - | - | - | - | - |
| Employee Awards | 58500 | 42,000.00 | 2,225.00 | - | - | - | - | - | - | - | 44,225.00 | - | 44,225.00 |
| Social Security Contributions | 59100 | 8,279,419.42 | 292,647.74 | 92,593.54 | - | - | - | - | - | - | 8,664,660.70 | - | 8,664,660.70 |
| Social Security Alternative - Optional College Contribution | 59112 | - | - | - | - | - | - | - | - | - | - | - | - |
| Retirement Contributions | 59200 | 8,906,230.43 | 289,770.15 | 96,043.24 | - | - | - | - | - | - | 9,292,043.82 | - | 9,292,043.82 |
| Pension Expense | 59220 | 7,200,334.00 | - | - | - | - | - | - | - | - | 7,200,334.00 | - | 7,200,334.00 |
| Accrued Leave Expense (compensated Absences) | 59300 | 576,760.27 | - | - | - | - | - | - | - | - | 576,760.27 | - | 576,760.27 |
| Accrued Severance Pay Expense | 59400 | 50,326.20 | - | - | - | - | - | - | - | - | 50,326.20 | - | 50,326.20 |
| Other Benefits - Taxable | 59500 | 217,034.96 | - | - | - | - | - | - | - | - | 217,034.96 | - | 217,034.96 |
| Health Insurance OPEB Expense | 59601 | 256,535.00 | - | - | - | - | - | - | - | - | 256,535.00 | - | 256,535.00 |
| Life Insurance OPEB Expense | 59602 | - | - | - | - | - | - | - | - | - | - | - | - |
| Insurance Benefits | 59700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Health Insurance Contributions | 59701 | 14,053,754.11 | 552,778.82 | 241,559.93 | - | - | - | - | - | - | 14,848,092.86 | - | 14,848,092.86 |
| Life Insurance Contributions | 59702 | 84,100.18 | 3,255.47 | 1,538.26 | - | - | - | - | - | - | 88,893.91 | - | 88,893.91 |
| Dental Insurance Contribution | 59703 | 588,359.86 | 23,132.86 | 11,029.27 | - | - | - | - | - | - | 622,521.99 | - | 622,521.99 |
| Disability Insurance Contribution | 59704 | - | - | - | - | - | - | - | - | - | - | - | - |
| Eye Care Insurance Contribution | 59705 | - | - | - | - | - | - | - | - | - | - | - | - |
| Matriculation Benefits & Reimbursement | 59800 | 555,928.80 | - | - | - | - | - | - | - | - | 555,928.80 | (121,334.00) | 434,594.80 |
| Part-time Employee Matriculation Benefits | 59810 | - | - | - | - | - | - | - | - | - | - | - | - |
| TOTAL PERSONNEL COSTS | | 172,796,704.09 | 7,664,155.12 | 1,987,853.40 | - | - | - | - | - | - | 182,448,712.61 | (121,334.00) | 182,327,378.61 |
| CURRENT EXPENSE | | | | | | | | | | | | | |
| Expenses - Risk Management Consortium | 60110 | - | - | - | - | - | - | - | - | - | - | - | - |
| Travel | 60500 | 1,437,768.21 | 753,235.10 | 29,935.29 | - | - | (0.00) | 740.26 | - | - | 2,221,678.86 | - | 2,221,678.86 |
| Freight & Postage | 61000 | 153,212.21 | - | 203,777.97 | - | - | - | - | - | - | 356,990.18 | - | 356,990.18 |
| Telecommunications | 61500 | 1,110,912.17 | - | - | - | - | - | 13,424.45 | - | - | 1,124,336.62 | - | 1,124,336.62 |
| Printing | 62000 | 478,441.27 | 215,864.41 | 17,691.54 | - | - | - | 168.25 | - | - | 712,165.47 | - | 712,165.47 |
| Repairs & Maintenance | 62500 | 1,661,439.92 | 9,933.21 | 60,003.89 | - | - | - | 2,553,619.35 | - | - | 4,284,996.37 | - | 4,284,996.37 |
| Rentals | 63000 | 449,310.46 | 139,455.28 | 130,861.28 | - | - | - | 50.00 | - | - | 719,677.02 | - | 719,677.02 |
| Insurance | 63500 | 2,058,356.50 | - | - | - | - | - | - | - | - | 2,058,356.50 | - | 2,058,356.50 |
| Insurance - Property | 63501 | - | - | - | - | - | - | - | - | - | - | - | - |
| Insurance - Workers Compensation | 63502 | 14,133.61 | - | - | - | - | - | - | - | - | 14,133.61 | - | 14,133.61 |
| Insurance - Student | 63503 | 24,086.25 | - | - | - | - | - | - | - | - | 24,086.25 | - | 24,086.25 |
| Insurance - Fleet | 63504 | - | - | - | - | - | - | - | - | - | - | - | - |
| Insurance - General Liability | 63505 | - | - | - | - | - | - | - | - | - | - | - | - |
| Insurance - Professional Liability | 63506 | - | - | - | - | - | - | - | - | - | - | - | - |
| Insurance - Patient-Centered Outcomes Research Institute Fee | 63507 | 5,114.38 | - | - | - | - | - | - | - | - | 5,114.38 | - | 5,114.38 |
| Insurance - Risk Management Consortium | 63700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Utilities | 64000 | - | - | - | - | - | - | - | - | - | - | - | - |
| Heating Fuels | 64001 | 45,134.37 | - | - | - | - | - | - | - | - | 45,134.37 | - | 45,134.37 |
| Water & Sewer | 64002 | 494,684.01 | - | - | - | - | - | - | - | - | 494,684.01 | - | 494,684.01 |
| Electricity | 64003 | 3,169,222.22 | - | - | - | - | - | - | - | - | 3,169,222.22 | - | 3,169,222.22 |
| Garbage Collections | 64004 | 141,799.73 | - | - | - | - | - | - | - | - | 141,799.73 | - | 141,799.73 |
| Fuel Vehicular | 64005 | 70,543.77 | - | 42.50 | - | - | - | - | - | - | 70,586.27 | - | 70,586.27 |
| Hazardous Waste Removal | 64006 | 60,937.61 | - | - | - | - | - | - | - | - | 60,937.61 | - | 60,937.61 |
| Storm Water Runoff Fees | 64007 | 86,650.31 | - | - | - | - | - | - | - | - | 86,650.31 | - | 86,650.31 |
| Other Services | 64500 | 6,772,058.20 | 904,826.90 | 335,772.40 | - | - | - | 6,160.44 | 491.70 | - | 8,019,309.64 | - | 8,019,309.64 |
| Workforce / Wages | 64600 | - | 8,067.63 | - | - | - | - | - | - | - | 8,067.63 | - | 8,067.63 |
| Service Provider Contracts - Workforce / Wages | 64700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Professional Fees | 65000 | 1,284,100.23 | 308,749.43 | 207,371.78 | 46,207.46 | - | - | 58,930.00 | - | - | 1,905,358.90 | - | 1,905,358.90 |
| Educational, Office / Department Material & Supplies | 65500 | 2,193,407.88 | 235,290.15 | 131,536.09 | - | - | (0.00) | 4,262.70 | - | - | 2,564,496.82 | (51,372.32) | 2,513,124.50 |
| Data Software - Non-capitalized | 65700 | 4,458,679.49 | 221,629.15 | 4,182.84 | - | - | - | 34,035.92 | - | - | 4,718,527.40 | - | 4,718,527.40 |
| Maintenance & Construction Materials & Supplies | 66000 | 780,485.97 | - | 420.21 | - | - | - | 3,428.28 | - | - | 784,334.46 | - | 784,334.46 |
| Other Materials & Supplies | 66500 | 330,460.29 | 1,494,937.27 | 68,370.13 | - | - | 0.00 | 74,650.18 | - | - | 1,968,417.87 | - | 1,968,417.87 |
| Library Resources | 67000 | - | - | - | - | - | - | - | - | - | - | - | - |
| Subscriptions | 67001 | 27,127.78 | - | - | - | - | - | - | - | - | 27,127.78 | - | 27,127.78 |
| Periodicals | 67002 | - | - | - | - | - | - | - | - | - | - | - | - |
| Books | 67003 | 186,786.39 | - | - | - | - | - | - | - | - | 186,786.39 | - | 186,786.39 |
| Other Library Collections | 67004 | 27,071.61 | 13,326.91 | - | - | - | - | - | - | - | 40,398.52 | - | 40,398.52 |

VALENCIA COLLEGE
FY 2017-2018 Summary of Accounts by General Ledger Code

Version:

| | GL Code | (1) Current Funds - Unrestricted | (2) Current Funds - Restricted | (3) Auxiliary Funds | (4) Loan & Endowment Funds | (5) Scholarship Funds | (6) Agency Funds | (7) Unexpended Plant Funds | (8) Debt Service Funds | (9) Invested in Plant Funds | Total All Funds | GASB AJEs (Describe in NOTES) | ADJUSTED Total All Funds |
|---|--------------|----------------------------------|--------------------------------|-----------------------|----------------------------|-----------------------|------------------|----------------------------|------------------------|-----------------------------|------------------------|-------------------------------|--------------------------|
| E-resources - Purchased | 67005 | 39,724.81 | - | - | - | - | - | - | - | - | 39,724.81 | - | 39,724.81 |
| E-resources Licensed | 67006 | 200,662.11 | - | - | - | - | - | - | - | - | 200,662.11 | - | 200,662.11 |
| Purchases for Resale | 67500 | - | - | 11,770,856.55 | - | - | - | - | - | - | 11,770,856.55 | - | 11,770,856.55 |
| Indirect Cost Expense | 67600 | - | 196,215.01 | - | - | - | - | - | - | - | 196,215.01 | (196,215.01) | - |
| Administrative Cost Pool Allocation | 67700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Scholarships & Waivers | 68000 | 158,104.06 | 704,100.36 | 11,217.00 | - | 97,662,140.20 | - | - | - | - | 98,535,561.62 | (52,627,751.00) | 45,907,810.62 |
| Interest on Debt | 68500 | 446,042.92 | - | - | - | - | - | 126,885.00 | - | - | 572,927.92 | - | 572,927.92 |
| Interest on Unfunded OPEB | 68511 | - | - | - | - | - | - | - | - | - | - | - | - |
| Payments on Debt Principal | 69000 | 10,418.08 | - | - | - | - | - | 569,000.00 | (579,418.08) | - | - | - | - |
| Mandatory Transfers-Out, Current Funds - Unrestricted | 69110 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-Out, Current Funds - Restricted | 69120 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-Out, Auxiliary Funds | 69130 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-Out, Loan, End., Ann. & Life Inc. Funds | 69140 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-Out, Scholarship Funds | 69150 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-Out, Unexp. Plant & Ren./Repl. Funds | 69170 | - | - | - | - | - | - | - | - | - | - | - | - |
| Mandatory Transfers-Out, Retirement of Indebtedness Funds | 69180 | - | - | - | - | - | - | - | - | - | - | - | - |
| Non-mandatory Transfers-Out, Current Funds - Unrestricted | 69210 | - | - | 1,600,000.00 | 1,400,000.00 | - | - | - | - | - | 3,000,000.00 | (3,000,000.00) | - |
| Non-mandatory Transfers-Out, Current Funds -restricted | 69220 | - | 9,868.82 | - | - | - | - | - | - | - | 9,868.82 | (9,868.82) | - |
| Non-mandatory Transfers-Out, Auxiliary Funds | 69230 | - | - | - | - | - | - | - | - | - | - | - | - |
| Non-mandatory Transfers-Out, Loan, End., Ann. & Life Inc. Funds | 69240 | - | - | - | - | - | - | - | - | - | - | - | - |
| Non-mandatory Transfers-Out, Scholarship Funds | 69250 | - | 13,767.91 | - | 35,007.09 | 12,469.29 | - | - | - | - | 61,244.29 | (61,244.29) | - |
| Non-mandatory Transfers-Out, Unexp. Plant & Ren./Repl. Funds | 69270 | 6,175,000.00 | - | - | - | - | - | 83,073.61 | - | - | 6,258,073.61 | (6,258,073.61) | - |
| Non-mandatory Transfers-Out, Retire of Indebtedness | 69280 | - | - | - | - | - | - | - | - | - | - | - | - |
| Depreciation / Amortization Expense | 69400 | - | - | - | - | - | - | - | - | 11,362,173.94 | 11,362,173.94 | - | 11,362,173.94 |
| Other Expenses | 69500 | 575,149.17 | - | 2,057,196.96 | - | - | - | - | - | - | 2,632,346.13 | - | 2,632,346.13 |
| Prior Year Corrections | 69600 | (2,996.82) | (829.89) | - | - | - | - | - | - | - | (3,826.71) | - | (3,826.71) |
| TOTAL CURRENT EXPENSE | | 35,124,029.17 | 5,228,437.65 | 16,629,236.43 | 1,481,214.55 | 97,674,609.49 | 0.00 | 2,832,543.44 | 696,376.70 | 10,782,755.86 | 170,449,203.29 | (62,204,525.05) | 108,244,678.24 |
| CAPITAL OUTLAY | | | | | | | | | | | | | |
| Minor Equipment - Risk Management Consortium | 70110 | - | - | - | - | - | - | - | - | - | - | - | - |
| Minor Equipment, Non-capitalized, Non Inventoried | 70500 | 1,730,296.74 | 25,045.21 | 32,251.86 | - | - | - | 1,236,748.91 | - | - | 3,024,342.72 | - | 3,024,342.72 |
| Minor Equipment - Non Capitalized Inventoried | 70600 | 1,610,200.28 | 584,894.21 | 26,284.90 | - | - | - | 506,519.32 | - | - | 2,727,898.71 | - | 2,727,898.71 |
| Furniture & Equipment | 71000 | - | - | - | - | - | - | - | - | - | - | - | - |
| Capitalized Equipment - Risk Management Consortium | 71009 | - | - | - | - | - | - | - | - | - | - | - | - |
| Control Account for 3 Year Capital Asset Class | 71010 | - | - | - | - | - | - | - | - | - | - | - | - |
| Computer Technology | 71011 | 162,555.94 | - | - | - | - | - | 103,022.26 | - | (265,578.20) | - | - | - |
| Control Account for 5 Year Capital Asset Class | 71020 | 282,270.37 | 725,767.62 | 8,161.88 | - | - | - | 87,664.87 | - | (1,103,864.74) | - | - | - |
| Control Account for 7 Year Capital Asset Class | 71030 | - | - | - | - | - | - | - | - | - | - | - | - |
| Control Account for 10 Year Capital Asset Class | 71040 | - | - | - | - | - | - | - | - | - | - | - | - |
| Data Software | 72000 | - | - | - | - | - | - | - | - | - | - | - | - |
| Artwork/artifact | 73050 | - | - | - | - | - | - | - | - | - | - | - | - |
| Buildings & Fixed Equipment | 75000 | 192,698.40 | - | - | - | - | - | 6,100,480.14 | - | (6,293,178.54) | - | - | - |
| Remod. & Renov./Non Cap. Repair & Maint/Other Struct. & Improv | 76000 | 64,061.32 | 15,113.50 | - | - | - | - | 2,178,145.99 | - | - | 2,257,320.81 | - | 2,257,320.81 |
| Land | 77000 | - | - | - | - | - | - | - | - | - | - | - | - |
| Leasehold = > \$25,000/project | 78000 | - | - | - | - | - | - | 1,132,292.30 | - | (1,132,292.30) | - | - | - |
| Other Structures & Land Improvements | 79000 | - | - | - | - | - | - | 465,074.65 | - | (465,074.65) | - | - | - |
| TOTAL CAPITAL OUTLAY | | 4,042,083.05 | 1,350,820.54 | 66,698.64 | - | - | - | 11,809,948.44 | - | (9,259,988.43) | 8,009,562.24 | - | 8,009,562.24 |
| TOTAL ALL EXPENDITURES | | 211,962,816.31 | 14,243,413.31 | 18,683,788.47 | 1,481,214.55 | 97,674,609.49 | 0.00 | 14,642,491.88 | 696,376.70 | 1,522,767.43 | 360,907,478.14 | (62,325,859.05) | 298,581,619.09 |
| CHANGE IN FUND BALANCE | | (12,659,427.03) | (272,626.40) | (1,803,633.66) | (1,314,312.85) | (503,337.43) | (0.00) | (181,866.50) | (10,646.42) | (1,477,767.43) | (18,223,617.72) | \$ (0.00) | (18,223,617.72) |

| ACCOUNT TITLE | GL CODE | FUND BALANCE UNRESTRICTED CURRENT | | | | | | | | | | | |
|--|---------|-----------------------------------|---------------------|----------------------|----------------------|---------------------|----------|----------------------|------------------|-----------------------|-----------------------|----------|-----------------------|
| Reserved for Encumbrance | 30100 | 76,490.54 | 5,885,297.31 | 40,770.55 | - | - | - | - | - | - | 6,002,558.40 | - | 6,002,558.40 |
| Reserved for Performance Based Incentive Funds | 30200 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Academic Improvement Trust Funds | 30300 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Other Required Purposes | 30400 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Staff & Program Development | 30500 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Student Activities Funds | 30600 | - | - | - | - | - | - | - | - | - | - | - | - |
| Reserved for Matching Grants | 30700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Fund Balance - Board Designated | 30900 | 400,000.00 | - | - | 12,678,670.42 | - | - | - | - | - | 13,078,670.42 | - | 13,078,670.42 |
| Fund Balance - Grantor | 31000 | - | - | - | - | - | - | - | - | - | - | - | - |
| Fund Balance - College | 31100 | 16,735,247.06 | (4,864,056.06) | 16,071,138.14 | 4,985.35 | 1,723,489.96 | - | 32,410,156.71 | 53,073.60 | 250,610,778.43 | 312,744,813.19 | - | 312,744,813.19 |
| Invested In Plant | 31200 | - | - | - | - | - | - | - | - | - | - | - | - |
| TOTAL RESERVE & UNALLOCATED FUND BALANCES | | 17,211,737.60 | 1,021,241.25 | 16,111,908.69 | 12,683,655.77 | 1,723,489.96 | - | 32,410,156.71 | 53,073.60 | 250,610,778.43 | 331,826,042.01 | - | 331,826,042.01 |
| Amount Expected to be Financed in Future Yrs (negative number) | 30800 | (66,304,331.59) | - | - | - | - | - | - | - | - | (66,304,331.59) | - | (66,304,331.59) |

VALENCIA COLLEGE
FY 2017-2018 Summary of Accounts by General Ledger Code

Version:

| | GL Code | (1) Current Funds - Unrestricted | (2) Current Funds - Restricted | (3) Auxiliary Funds | (4) Loan & Endowment Funds | (5) Scholarship Funds | (6) Agency Funds | (7) Unexpended Plant Funds | (8) Debt Service Funds | (9) Invested in Plant Funds | Total All Funds | GASB AJEs (Describe in NOTES) | ADJUSTED Total All Funds |
|----------------------------|---------|----------------------------------|--------------------------------|---------------------|----------------------------|-----------------------|------------------|----------------------------|------------------------|-----------------------------|-----------------|-------------------------------|--------------------------|
| TOTAL FUND BALANCES | | (49,092,593.99) | 1,021,241.25 | 16,111,908.69 | 12,683,655.77 | 1,723,489.96 | - | 32,410,156.71 | 53,073.60 | 250,610,778.43 | 265,521,710.42 | - | 265,521,710.42 |

| | | |
|----------------------------------|----------------|--|
| Prior Year 6-30 Fund Balance | 19,777,859.36 | (DOES NOT INCLUDE COMPENSATED ABSENCES). AMOUNT SHOULD BE THE SAME FIGURE AS PRIOR YEAR. |
| Audit Adjustments | 0.00 | |
| Other Adjustments | 0.00 | |
| Adjusted Prior Year Fund Balance | 19,777,859.36 | |
| Grand Total Revenues | 199,303,389.28 | |
| Total Funds Available | 219,081,248.64 | |

Unencumbered Fund Balance as % of Total Funds Available **7.8214%** [\(This calculation has been adjusted to conform to Section 1011.84\(3\)\(e\), Florida Statutes by including all technically unencumbered GL codes rather than only 31100.\)](#)

CHECK AND BALANCE SECTION OF SCHEDULE

RECONCILIATION:

| | | |
|--|---------------|--|
| | 19,777,859.36 | Prior year fund balance net of compensated absences (AMOUNT EXPECTED TO BE FINANCED IN FUTURE YEARS) |
| | 0.00 | Prior year net fund balance from above, minus ADJUSTED PRIOR YEAR FUND BALANCE |
| | 0.00 | Prior year net fund balance from above, minus PRIOR YEAR 6-30 FUND BALANCE |

VALENCIA COLLEGE
Summary of Expenditures by Function
Current Fund - Unrestricted (Fund 1)
Fiscal Year 2017-2018

Version:
2018.v03

| FUNCTION | Personnel (GLC 50000s) | Current Expense (GLC 60000s) | Capital Outlay (GLC 70000s) | Total | % Of Total |
|--------------------------------|---------------------------|---------------------------------|--------------------------------|-------------------|---------------|
| Instruction | \$ 87,735,556.49 | \$ 3,400,198.45 | \$ 1,723,822.02 | \$ 92,859,576.96 | 44% |
| Research | \$ - | \$ - | \$ - | \$ - | 0% |
| Public Service | \$ 90,196.75 | \$ - | \$ - | \$ 90,196.75 | 0% |
| Academic Support | | | | | |
| Academic Support-Other | \$ 17,551,904.82 | \$ 1,189,608.20 | \$ 266,910.34 | \$ 19,008,423.36 | 9% |
| Staff/Program Development | \$ 986,904.44 | \$ 594,408.40 | \$ 5,869.95 | \$ 1,587,182.79 | 1% |
| Student Support | \$ 24,988,081.10 | \$ 975,972.26 | \$ 226,399.67 | \$ 26,190,453.03 | 12% |
| Institutional Support | \$ 27,415,921.32 | \$ 14,595,261.06 | \$ 917,315.54 | \$ 42,928,497.92 | 20% |
| Plant Operation & Maintenance | \$ 13,449,395.71 | \$ 8,043,893.01 | \$ 901,765.53 | \$ 22,395,054.25 | 11% |
| Student Aid | \$ - | \$ 154,504.06 | \$ - | \$ 154,504.06 | 0% |
| Transfers, Contingencies, Etc. | \$ 578,743.46 | \$ 6,170,183.73 | \$ - | \$ 6,748,927.19 | 3% |
| Total | \$ 172,796,704.09 | \$ 35,124,029.17 | \$ 4,042,083.05 | \$ 211,962,816.31 | 100% |

VALENCIA COLLEGE
Report of Capital Improvement Fees
(Fees Collected Under Section 1009.23(11), F.S.)
Fiscal Year 2017-2018

Version: 2018.v03

| | Capital Improvement Fees | Interest and Other Revenue Sources | Combined Total |
|--|--------------------------------|--|-------------------------|
| Beginning Fund Balance 07-01-2017 | \$ 17,203,226.36 | \$ 103,314.28 | \$ 17,306,540.64 |
| REVENUES | | | |
| Capital Improvement Fees | | | |
| CIF - A & P, PSV, EPI, College Prep (GL 40860) | \$ 5,706,444.73 | | \$ 5,706,444.73 |
| CIF - PSAV (GL 40861) | \$ 29,044.49 | | \$ 29,044.49 |
| CIF - Baccalaureate (GL 40864) | \$ 37,070.46 | | \$ 37,070.46 |
| Total Capital Improvement Fees Received | \$ 5,772,559.68 | \$ - | \$ 5,772,559.68 |
| Interest Received | \$ - | \$ 201,849.73 | \$ 201,849.73 |
| Other Receipts (Please explain below) | xxxxxx | \$ - | \$ - |
| Total Revenues | \$ 5,772,559.68 | \$ 201,849.73 | \$ 5,974,409.41 |
| EXPENDITURES | | | |
| 1. New Construction | \$ 660,396.47 | \$ - | \$ 660,396.47 |
| 2. Remodeling | \$ 738,523.02 | \$ - | \$ 738,523.02 |
| 3. Renovation | \$ 2,020,068.99 | \$ - | \$ 2,020,068.99 |
| 4. Equipment | \$ 378,943.99 | \$ - | \$ 378,943.99 |
| 5. Maintenance | \$ 777,990.35 | \$ - | \$ 777,990.35 |
| 6. Technology | \$ - | \$ - | \$ - |
| 7. Other (Please explain below) | \$ - | \$ - | \$ - |
| Total Expenditures | \$ 4,575,922.82 | \$ - | \$ 4,575,922.82 |
| Bond Payments | \$ - | \$ - | \$ - |
| ENDING BALANCE AS OF 06-30-2018 | \$ 18,399,863.22 | \$ 305,164.01 | \$ 18,705,027.23 |

Note: Section 1009.23(11),F.S., establishes a separate fee for capital improvements, technology enhancements, or equipping student buildings. It provides that the fees collected must be deposited in a separate account. Fees collected for capital projects may be expended only to construct and equip, maintain, improve, or enhance the educational facilities of the college. Capital projects funded through the use of the Capital Improvement Fee shall meet the survey and construction requirements of Chapter 1013, Florida Statutes.

Explanation of "Other Receipts":

Explanation of "Other" Expenditures:

**VALENCIA COLLEGE
DISTANCE LEARNING COURSE USER FEE REPORT
Fiscal Year 2017-2018**

Version: 2018.v03

DISTANCE LEARNING COURSE USER FEE REVENUE

| | | |
|--|----|---|
| Total Distance Learning Fee Revenue (General Ledger Code 40450) | \$ | - |
|--|----|---|

DISTANCE LEARNING COURSE EXPENDITURES

| | | |
|----------------------------------|----|---|
| 1. Personnel Costs | \$ | - |
| 2. Materials and Supplies | \$ | - |
| 3. Software | \$ | - |
| 4. Computers | \$ | - |
| 5. Peripherals | \$ | - |
| 6. Repairs and Maintenance | \$ | - |
| 7. Contracted Services | \$ | - |
| 8. Temporary Contracted Services | \$ | - |
| 9. Other (Specify) | \$ | - |
| 10. Other (Specify) | \$ | - |
| 11. Other (Specify) | \$ | - |

| | | |
|---------------------------|----|---|
| TOTAL EXPENDITURES | \$ | - |
|---------------------------|----|---|

| | | |
|--|----|---|
| TOTAL REVENUE LESS TOTAL EXPENDITURES | \$ | - |
|--|----|---|

Note: Section 1009.23(16), Florida Statutes, authorizes a per credit hour distance learning course user fee and requires that colleges submit a distance learning course user fee report to the Division of Florida Colleges. To assist with fulfilling this reporting requirement, the Division of Florida Colleges has created the above report template to provide reporting consistency among colleges. **This report is intended to describe the use of the distance learning course user fee revenue, therefore, only report the expenditures of the revenues collected in GL 40450; do not report any additional distance learning expenditures even though actual expenses may exceed the revenues collected.**

Unlocked Work Area: Valencia College does not charge distance learning fees.

VALENCIA COLLEGE
Report of Student Activities and Service Fees
Revenues and Expenditures
Fiscal Year 2017-2018

Version: 2018.v03

| | |
|--|-----------------|
| BEGINNING BALANCE | \$ 1,336,727.09 |
| FEES COLLECTED (GL 40850) | \$ 6,035,825.79 |
| FEES COLLECTED (GL 40854 - Baccalaureate) | \$ 42,936.11 |
| OTHER REVENUES (See Note Below) | \$ 1,725.00 |
| TOTAL | \$ 6,080,486.90 |
| EXPENDITURES BY TYPE | |
| 5.1000 Social & Cultural Development | \$ 6,260,863.02 |
| 5.2000 Organized Athletics | \$ - |
| 5.3000 Counseling & Advisement | \$ - |
| 5.4000 Placement Services | \$ - |
| 5.5000 Financial Aid Administration | \$ - |
| 5.6000 Student Records and Admissions | \$ - |
| 5.7000 Health Services | \$ - |
| 5.8100 Services for Special Students | \$ - |
| 5.9000 Student Service Administration | \$ - |
| OTHER (See note below) | \$ 167,387.16 |
| TOTAL EXPENDITURES | \$ 6,428,250.18 |
| ENDING BALANCE | \$ 988,963.81 |

Note: Other Revenues Include -

Diploma Replacement Fees

Note: Other Expenditures Include -

Commencement activities

VALENCIA COLLEGE
A COMPONENT UNIT OF THE STATE OF FLORIDA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
June 30, 2018

10. LONG-TERM LIABILITIES

-

Long term liabilities activity for the fiscal year ended June 30, 2018, is shown below:

| Description | Beginning Balance | Additions | Reductions | Ending Balance | Current Liabilities |
|--|-----------------------|----------------------|---------------------|-----------------------|------------------------|
| Bonds Payable | \$ 2,923,000 | \$ - | \$ 569,000 | \$ 2,354,000 | \$ 261,000 |
| Note(s) Payable | \$ - | - | - | \$ - | |
| Installment Purchase(s) Payable | \$ - | - | - | \$ - | |
| Capital Lease(s) Payable | \$ 6,588,036 | - | 10,417 | \$ 6,577,619 | 11,136 |
| Special Termination Benefits Payable | \$ 343,743 | 50,326 | - | \$ 394,069 | 40,994 |
| Compensated Absences Payable | \$ 8,630,147 | 1,364,082 | 787,321 | \$ 9,206,908 | 1,376,362 |
| Other Postemployment Benefits Payable | \$ 1,730,415 | 2,132,052 | - | 3,862,467 | 202,583 |
| Net Pension Liability FRS | \$ 47,987,953 | 12,320,058 | - | 60,308,011 | |
| Net Pension Liability HIS | \$ 32,786,246 | 673,796 | 46,254 | 33,413,788 | 898,962 |
| Other Long-Term Liabilities | \$ - | - | - | \$ - | |
| Total Long-Term Liabilities | \$ 100,989,540 | \$ 16,540,314 | \$ 1,412,992 | \$ 116,116,862 | \$ 2,791,037 |

VALENCIA COLLEGE
A COMPONENT UNIT OF THE STATE OF FLORIDA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
June 30, 2018

The College's investments at June 30, 2017, are reported at fair value, as follows:

| <u>Investment Type</u> | <u>Amount</u> |
|--|----------------------|
| State Board of Administration Fund B Surplus Funds Trust Fund | \$ (12,210,635) |
| State Board of Administration Debt Service Accounts | - |
| United States Government and Federally-Guaranteed Obligations | - |
| Federal Agency Obligations | - |
| Domestic Bonds & Notes | - |
| International Bonds & Notes | - |
| Domestic Stocks and Other Equity Securities | - |
| International Stocks and Other Equity Securities | - |
| Certificates of Deposit | - |
| Commercial Paper | - |
| Repurchase Agreements | - |
| Money Market Funds | - |
| Real Estate Investments | - |
| Mutual Funds | 24,237,627 |
| Investment Agreements | - |
| Total College Investments | \$ 12,026,992 |

**DFS CU Form and AJE Required Information
(Form CU1 - Deposits and Form CU2 - Other Investments)**

Version:
2018.v03

DFS Form CU2 - Other Investments

Does the College carry all investments listed above at fair value?

Yes

DFS ADJUSTMENT FORM - CASH AND INVESTMENTS GLs

PLEASE VERIFY THAT THE INFORMATION BELOW IS AS ACCURATE AS POSSIBLE:

College Statement of Net Assets - Cash and Cash Equivalents and Investments

| College SNA | | |
|------------------------------------|----|-------------------|
| Cash & Cash Equivalents | \$ | 34,259,574 |
| Restricted Cash & Cash Equivalents | | 37,641,012 |
| Total Cash | \$ | 71,900,586 |
| Investments | | 24,237,627 |
| Restricted Investments | | 53,074 |
| Total Investments | | 24,290,700 |
| Total Cash and Investments | \$ | 96,191,286 |

FOR SUBMISSION TO DFS

Accounts by GL Cash and Cash Equivalents

GL Codes 10100, 10200, 10210, 10220, 12100, 12200, 12300, and 12400

| FCS Fund Types | FCS GL Codes | DFS GL Item | Accounts by GL Balances |
|------------------|-----------------------------------|--|-------------------------|
| All Funds | 12100, 12200, 12300, 12400 | Cash on Hand | \$ 24,900 |
| Funds 1 & 3 | 10100 | Cash in Bank | (33,286,278) |
| Funds 2, and 4-9 | 10100 | Restricted Cash in Bank | 37,641,012 |
| Funds 1 & 3 | 10210 | Cash with SBA | 67,520,952 |
| Funds 2, and 4-9 | 10210 | Restricted Cash with SBA | - |
| Funds 1 & 3 | 10220 | CU Cash in Treasury | - |
| Funds 2, and 4-9 | 10220 | Restricted Cash in State Treasury | - |
| | | Total Cash and Cash Equivalents | \$ 71,900,586 |
| Funds 1 & 3 | 16110, 16210 | Investments with SBA | - |
| Fund 8 | 16210 | Restricted Investment with SBA | 53,074 |
| Funds 1 & 3 | 10200, 16100, 16110, 16200, 16210 | Other Investments | 7,990,956 |
| Funds 2, and 4-9 | 10200, 16100, 16110, 16200, 16210 | Restricted Other Investments | 16,246,671 |
| | | Total Investments | 24,290,701 |
| | | Total Cash and Investments | \$ 96,191,287 |
| | | DIFFERENCE FROM SNA CASH AND INVESTMENTS | \$ (1) |

INCLUDE CORRECTIONS/NOTES FOR THE INFORMATION ABOVE IN THE UNLOCKED AREA TO THE RIGHT.

DFS FORM CU1 - DEPOSITS

Deposits are defined in Section 280.02(23), Florida Statutes.

| GL 10100 | Cash in Depository | Accounts by GL | Bank Statement Balance |
|----------|--------------------|----------------|------------------------|
| | | 4,354,734.00 | 4,199,727.12 |

Select Yes or No as to whether any violations of legal or contractual provisions have occurred in relationship to the reported deposits.

No

NOTE: If the amounts above are public deposits in a Qualified Public Depository in compliance with Section 280, Florida Statutes, SKIP THIS SECTION. Otherwise, disclose amounts for any portion of the above deposits that exceed federal deposit insurance limits and are:

Uncollateralized \$

Collateralized with securities held by the pledging financial institution, but not in depositor-government's name. \$

Collateralized with securities held by the pledging financial institution's trust department or agent, but not in depositor-government's name. \$

VALENCIA COLLEGE
A COMPONENT UNIT OF THE STATE OF FLORIDA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
June 30, 2018

9. CAPITAL ASSETS

Capital assets activity for the fiscal year ended June 30, 2018, is shown below:

| Description | Beginning Balance | Adjustments (1) | Additions | Reductions | Ending Balance |
|--|-----------------------|--------------------|----------------------|----------------------|-----------------------|
| Nondepreciable Capital Assets: | | | | | |
| Land | \$ 32,987,698 | \$ - | \$ - | \$ - | \$ 32,987,698 |
| Artwork/Artifacts | \$ - | - | - | - | - |
| Computer Software | \$ - | - | - | - | - |
| Construction in Progress | \$ 33,866,937 | - | 7,890,545 | 39,218,166 | 2,539,316 |
| Total Nondepreciable Capital Assets | \$ 66,854,635 | \$ - | \$ 7,890,545 | \$ 39,218,166 | \$ 35,527,014 |
| Depreciable Capital Assets: | | | | | |
| Buildings | \$ 281,530,811 | \$ - | \$ 38,758,376 | \$ - | \$ 320,289,187 |
| Other Structures and Improvements | \$ 20,245,157 | - | 459,790 | - | 20,704,947 |
| Furniture, Machinery, and Equipment | \$ 22,142,862 | - | 1,414,443 | 361,483 | 23,195,822 |
| Leasehold Improvements | \$ 2,973,769 | - | - | - | 2,973,769 |
| Assets Under Capital Lease(s) | \$ 6,615,433 | - | - | - | 6,615,433 |
| Computer Software | \$ - | - | - | - | - |
| Total Depreciable Capital Assets | 333,508,032 | - | 40,632,609 | 361,483 | 373,779,158 |
| Less, Accumulated Depreciation: | | | | | |
| Buildings | \$ 102,443,074 | - | 7,050,430 | - | 109,493,504 |
| Other Structures and Improvements | \$ 18,003,979 | - | 1,942,060 | - | 19,946,039 |
| Furniture, Machinery, and Equipment | \$ 17,600,269 | - | 2,129,954 | 361,483 | 19,368,740 |
| Leasehold Improvements | \$ 219,605 | - | 74,344 | - | 293,949 |
| Assets Under Capital Lease(s) | \$ 496,158 | - | 165,386 | - | 661,544 |
| Computer Software | \$ - | - | - | - | - |
| Total Accumulated Depreciation | 138,763,085 | - | 11,362,174 | 361,483 | 149,763,776 |
| Total Depreciable Capital Assets, Net | \$ 194,744,947 | \$ - | \$ 29,270,435 | \$ - | \$ 224,015,382 |

VALENCIA COLLEGE
SUMMARY OF COMPONENT UNIT NOTES TO THE FINANCIAL STATEMENTS
June 30, 2018

COMPONENT UNIT CAPITAL ASSETS

| Description | Beginning Balance | Additions | Reductions | Ending Balance |
|--|---------------------|---------------------|-------------|---------------------|
| Nondepreciable Capital Assets: | | | | |
| Land | \$ 3,084,063 | \$ - | \$ - | \$ 3,084,063 |
| Artwork/Collections | \$ - | - | - | - |
| Other Nondepreciable Assets | \$ - | - | - | - |
| Construction in Progress | \$ - | - | - | - |
| Total Nondepreciable Capital Assets | \$ 3,084,063 | \$ - | \$ - | \$ 3,084,063 |
| Depreciable Capital Assets: | | | | |
| Buildings | \$ 6,134,430 | \$ - | \$ - | \$ 6,134,430 |
| Furniture, Machinery, and Equipment | \$ 50,837 | - | - | 50,837 |
| Other Depreciable Assets | \$ - | - | - | - |
| Total Depreciable Capital Assets | 6,185,267 | - | - | 6,185,267 |
| Less, Accumulated Depreciation: | | | | |
| Buildings | \$ 460,083 | 153,361 | - | 613,444 |
| Furniture, Machinery, and Equipment | \$ 25,999 | 4,608 | - | 30,607 |
| Other Depreciable Assets | \$ - | - | - | - |
| Total Accumulated Depreciation | 486,082 | 157,969 | - | 644,051 |
| Total Depreciable Capital Assets, Net | \$ 5,699,185 | \$ (157,969) | \$ - | \$ 5,541,216 |

COMPONENT UNIT LONG TERM LIABILITIES

| Description | Beginning Balance | Additions | Reductions | Ending Balance | Current Portion |
|---------------------------------------|-------------------|-------------|-------------|----------------|-----------------|
| Bonds Payable | \$ - | \$ - | \$ - | \$ - | \$ - |
| Note(s) Payable | \$ - | - | - | - | - |
| Installment Purchase(s) Payable | \$ - | - | - | - | - |
| Capital Lease(s) Payable | \$ - | - | - | - | - |
| Special Termination Benefits Payable | \$ - | - | - | - | - |
| Compensated Absences Payable | \$ - | - | - | - | - |
| Other Postemployment Benefits Payable | \$ - | - | - | - | - |
| FRS Net Pension Liability | \$ - | - | - | - | - |
| HIS Net Pension Liability | \$ - | - | - | - | - |
| Other Long-Term Liabilities | \$ - | - | - | - | - |
| Total Long-Term Liabilities | \$ - | \$ - | \$ - | \$ - | \$ - |

VALENCIA COLLEGE
SUMMARY OF COMPONENT UNIT NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

COMPONENT UNIT BONDS PAYABLE

Fiscal Year
Ending June 30

| | Principal | Interest | Total |
|--------------|-------------|-------------|-------------|
| 2014 | \$ - | \$ - | \$ - |
| 2015 | - | - | - |
| 2016 | - | - | - |
| 2017 | - | - | - |
| 2018 | - | - | - |
| 2019-2023 | - | - | - |
| 2024-2028 | - | - | - |
| Total | \$ - | \$ - | \$ - |

CHECK: SNP Bonds Payable Totals -

VALENCIA COLLEGE
SUMMARY OF COMPONENT UNIT NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

COMPONENT UNIT CONSTRUCTION COMMITMENTS

| Project Description | Total Commitment | Completed to Date | Balance Committed |
|--|---------------------|----------------------|----------------------|
| Project Name for each Major Project | \$ - | \$ - | \$ - |
| | - | - | - |
| | - | - | - |
| | - | - | - |
| Subtotal | - | - | - |
| Other Projects (1) | - | - | - |
| Total | \$ - | \$ - | \$ - |

COMPONENT UNIT INVESTMENTS AND CASH AND CASH EQUIVALENTS

The Component Unit's investments at June 30, 2018, are reported at fair value, as follows:

| Investment Type | Amount |
|--|----------------------|
| Certificates of Deposit | \$ - |
| Commercial Paper | - |
| State Board of Administration Fund B Surplus Funds Trust Fund | - |
| State Board of Administration Debt Service Accounts | - |
| United States Government and Federally-Guaranteed Obligations | - |
| Federal Agency Obligations | - |
| Domestic Bonds and Notes | - |
| International Bonds and Notes | - |
| Domestic Stocks and Other Equity Securities | - |
| International Stocks and Other Equity Securities | - |
| Repurchase Agreements | - |
| Money Market Funds | - |
| Real Estate Investments | - |
| Mutual Funds | 69,942,732 |
| Investment Agreements | 8,375,121 |
| Total Component Unit Investments | \$ 78,317,853 |

CHECK: SNA Investments Totals 78,317,853

Does the component unit carry all investments at fair value? **Yes**

The Component Unit's cash and cash equivalents are as follows:

| | |
|--|---------------------|
| Cash on Hand | \$ - |
| Cash in Depository | 2,019,409 (1) |
| Cash and Cash Equivalents - SBA | - |
| Cash and Cash Equivalents - State Treasury | - |
| Money Market Funds | 183,938 |
| Certificates of Deposit | - |
| Commercial Paper | - |
| Other | - |
| | \$ 2,203,347 |

CHECK: SNP Investments Totals 2,203,346

(1) Cash in Depository - Bank Statement Balance \$ 2,019,409

NOTE: If the amounts above are public deposits in a Qualified Public Depository in compliance with Section 280, Florida Statutes, SKIP THIS SECTION. Otherwise, disclose amounts for any portion of the above deposits that exceed federal deposit insurance limits and are:

| | |
|--|----|
| Uncollateralized | \$ |
| Collateralized with securities held by the pledging financial institution, but not in depositor-CU's name. | \$ |
| Collateralized with securities held by the pledging financial institution's trust department or agent, but not in depositor-CU's name. | \$ |

**Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CU1 ~ Deposits
GL 112XX & 222XX
June 30, 2018**

Component Unit Name: VALENCIA COLLEGE
Component Unit Fund Number: 480000-95-8-000028

Deposits are defined in Section 280.02(23), Florida Statutes. PLEASE SUBMIT ONE FORM FOR EACH FUND.

A. List the current year ending 6/30 reconciled/authorized deposit amounts and corresponding unadjusted bank statement balances below. If this is a revolving fund, the amount recorded as the Reconciled Bank Balance should equal the approved amount of the revolving fund less any portion maintained as cash on hand.

| | Reconciled Bank Balance (1) | Bank Statement Balance (2) |
|---------------|------------------------------------|-----------------------------------|
| Totals | 6,374,142.75 | 4,199,727.12 |

- (1) The total amount of this column must agree to the amounts recorded in general ledger codes 112XX and 222XX of the FLAIR trial balance. **DO NOT** include cash in the State Treasurer (GL 1212XX, 122XX, & 124XX) nor those maintained with the State Board of Administration (GL 113XX & 223XX) on this form.
- (2) This information can be obtained directly from the 6/30 bank statement.

B. Check "Yes" or "No" as to whether any violations of legal or contractual provisions have occurred in relationship to the reported deposits. For items marked "Yes", For items marked "Yes", attach a brief description. Yes No

C. NOTE: If the amounts above are public deposits in a Qualified Public Depository in compliance with Section 280, Florida Statutes, SKIP THIS SECTION. Otherwise, disclose amounts for any portion of the above deposits that exceed federal deposit insurance limits and are:

- (1) *Uncollateralized,*
- (2) *Collateralized with securities held by the pledging financial institution **but not in the depositor-government's name**, or*
- (3) *Collateralized with securities held by the pledging financial institution's trust department or agent **but not in the depositor-government's name.***

| | Bank Statement Balance |
|--------------|-------------------------------|
| (1) | |
| (2) | |
| (3) | |
| Total | 0.00 |

Explain the governing policy related to these deposits. If there is no deposit policy addressing a specific type of risk that the deposits are exposed to, the disclosure should indicate that fact.

Governing Policy: _____

D. List amounts for any portion of the above Deposit Totals that are exposed to foreign currency risk and explain the governing policy related to these deposits. If there is no deposit policy addressing a specific type of risk that the deposits are exposed to, the disclosure should indicate that fact.

| Currency Type | Bank Statement Balance (in US \$) |
|----------------------|--|
| | |
| | |
| | |
| Total | 0.00 |

Governing Policy: _____

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CU2 ~ Other Investments
GL 145XX, 146XX, 147XX, 227XX, 245XX, 246XX, and 247XX
June 30, 2018

Component Unit Name: **VALENCIA COLLEGE**
Component Unit Fund Number: **480000-95-8-000028**

Instructions: Complete the following schedules by listing the applicable value for each type of investment owned as of current year ending 6/30. Prior to completing Schedule A and Schedule B, please see "Instructions-Schedules A and B" tab.

PLEASE SUBMIT ONE FORM FOR EACH FUND. Section (A) is required for ALL Discretely Presented Component Units. Sections (B-G) are required ONLY for Major Discretely Presented Component Units.

****DO NOT include investments pooled with the State Treasurer (GL 141XX, 143XX, 224XX, 225XX & 241XX) nor those maintained with the State Board of Administration (GL 142XX & 226XX) on this form.**

| (Section A) | | Fair Value Measurements Levels | | | Total Fair Value 6/30 |
|-------------|--|--|---|---|-----------------------|
| | | Quoted Prices in Active Markets for identical Assets Level 1 | Significant Other Observable Inputs Level 2 | Significant Unobservable Inputs Level 3 | |
| (A-1) | Debt securities: | | | | |
| | Certificates of deposit | | | | - |
| | Commercial paper | | | | - |
| | U.S. guaranteed obligations | | | | - |
| | Federal agencies | | | | - |
| | Domestic bonds and notes | | | | - |
| | International bonds and notes | | | | - |
| | Total debt securities | \$ - | \$ - | \$ - | \$ - |
| (A-2) | Equity securities: | | | | |
| | Domestic stock | | | | - |
| | International stock | | | | - |
| | Total equity securities | \$ - | \$ - | \$ - | \$ - |
| (A-3) | Spot currency contracts | | | | \$ - |
| (A-4) | Securities lending collateral investments | | | | \$ - |
| (A-5) | Investment derivative instruments: | | | | |
| | Option contracts | - | | | - |
| | Forward currency contracts | | | | - |
| | Futures contracts | | | | - |
| | Swap contracts (debt) | | | | - |
| | Total investment derivative instruments | \$ - | \$ - | \$ - | \$ - |
| (A-6) | Mutual Funds | \$ 93,574,295.36 | | | \$ 93,574,295.36 |
| (A-7) | Other investments | | | | \$ - |
| (A-8) | Net Asset Value (NAV) Pending Sale Exception Investments* | | | | |
| | Private equity funds | - | | | - |
| | Real estate investments | | | | - |
| | Other investments | | | | - |
| | Total NAV Pending Sale Exception Investments | \$ - | \$ - | \$ - | \$ - |
| | Total investments by fair value level | \$ 93,574,295.36 | \$ - | \$ - | \$ 93,574,295.36 |
| To | Investments measured at the Net Asset Value (NAV): | | | | |
| (B-1) | Domestic bonds and notes commingled funds | | | | |
| (B-2) | Domestic equity commingled funds | | | | |
| (B-3) | International equity commingled funds | | | | |
| (B-4) | Short-term investments | | | | |
| (B-5) | Real estate investments (directly owned) | | | | |
| (B-6) | Real estate investments commingled funds | | | | |
| (B-7) | Activist equity funds | | | | |
| (B-8) | Hedge funds | | | | |
| (B-9) | Private debt/credit opportunities funds | | | | 9,165,122.00 |
| (B-10) | Private equity funds | | | | |
| (B-11) | Private real asset funds | | | | |
| | Total investments measured at NAV | | | | \$ 9,165,122.00 |
| | Investments reported as receivables/liabilities in Statement of Net Position: | | | | |
| (A-9) | Investments sold short | | | | |
| | U.S. guaranteed obligations | - | | | - |
| | Federal agencies | | | | - |
| | Option contracts | | | | - |
| | Total investments sold short | \$ - | \$ - | \$ - | \$ - |
| (A-10) | Other investments reported as receivables/liabilities | | | | \$ - |
| | Total investments reported as receivables/liabilities | | | | \$ - |
| (A-11) | Other investments not measured at fair value: | | | | Reported Amount 6/30 |
| | Commercial paper | | | | |
| | Money market funds | | | | |
| | Repurchase agreements | | | | |
| | Life insurance contracts | | | | |
| | Certificates of deposit | | | | |
| | Domestic stock | | | | |
| | Cash collateral on deposit with swap counter party | | | | |
| | Real estate investments | | | | |
| | Other investments | | | | |
| | Total investments not measured at fair value | | | | \$ - |
| | Total Other Investments** | | | | \$ 102,739,417.36 |

* Total Other Investments in cell I79 above must agree to the amounts recorded in general ledger codes 145XX, 146XX, 147XX, 227XX, 245XX, 246XX and 247XX of the FLAIR trial balance:

102,739,417.00

ONLY for those investments that are normally reported at NAV; however, cannot be reported at NAV due to a pending sale. See tab "Instructions- Sections A and B."

**Total Other Investments must agree to the amounts recorded in general ledger codes 145XX, 146XX, 147XX, 227XX, 245XX, 246XX and 247XX of the FLAIR trial balance.

Description of valuation methods used to value investments in Level 1

- A-1:
- A-2:
- A-3:
- A-4:
- A-5:
- A-6: Mutual funds publicly traded
- A-7:
- A-9:
- A-10:

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CU2 ~ Other Investments
GL 145XX, 146XX, 147XX, 227XX, 245XX, 246XX, and 247XX
June 30, 2018

Component Unit Name: **VALENCIA COLLEGE**
Component Unit Fund Number: **480000-95-8-000028**

Description of valuation methods used to value investments in Level 2

A-1:
A-2:
A-3:
A-4:
A-5:
A-6:
A-7:
A-9:
A-10:

Description of valuation methods used to value investments in Level 3

A-1:
A-2:
A-3:
A-4:
A-5:
A-6:
A-7:
A-9:
A-10:

(Section B)

| | Unfunded Commitments | Redemption Frequency (If Currently Eligible) | Redemption Notice Period | Fair Value 6/30 |
|--|----------------------|---|--------------------------|------------------------|
| Investments measured at the NAV | | | | |
| (B-1) Domestic bonds and notes commingled funds | - | | | - |
| (B-2) Domestic equity commingled funds | | | | - |
| (B-3) International equity commingled funds | - | | | - |
| (B-4) Short-term investments | - | | | - |
| (B-5) Real estate investments (directly owned) | | | | - |
| (B-6) Real estate investments commingled funds | | | | - |
| (B-7) Activist equity funds | | | | - |
| (B-8) Hedge funds | | | | - |
| Diversifying strategies (CTAs) ^a | | | | |
| Equity long/shorts ^b | | | | |
| Event driven ^c | | | | |
| Global macro ^d | | | | |
| Multi-strategy ^e | - | | | |
| Opportunistic debt ^f | | | | |
| Relative value ^g | | | | |
| (B-9) Private debt/credit opportunities funds | | | | 9,165,122.00 |
| (B-10) Private equity funds | | | | - |
| (B-11) Private real asset funds | | | | - |
| Total investments measured at NAV | | | | \$ 9,165,122.00 |
| (A-8) Net Asset Value (NAV) Pending Sale Exception Investments* | | | | |
| Private equity funds | | | | - |
| Real estate investments | | | | - |
| Other investments | | | | - |
| Total NAV Pending Sale Exception Investments | | | | \$ - |

Description of NAV investments and significant investment strategies.

B-1:
B-2:
B-3:
B-4:
B-5:
B-6:
B-7:
B-8:
a)
b)
c)
d)
e)
f)
g)
B-9: Limited partnership debt/credit funds held by Valencia College Foundation. NAV is calculated on a monthly basis for these funds.
B-10:
B-11:
A-8*

*ONLY for those investments that are normally reported at NAV; however, cannot be reported at NAV due to a pending sale. See tab "Instructions- Sections A and B."

(Section C-1)

Custodial Credit Risk

List amounts for: (1) Securities lending collateral that is reported in the statement of net position or (2) Underlying securities if the collateral for those loans is not reported in the statement of net position meeting the following criteria.

- (a) Are uninsured, are not registered in the name of the government, and are held by the counterparty **but not in the government's name.**
(b) Are uninsured, are not registered in the name of the government, and are held by the counterparty's trust department or agent **but not in the government's name.**

| Investment Type | How are the investments held? (1, 2a, 2b) | Fair Value |
|-----------------|---|-------------|
| | | - |
| | | - |
| | | - |
| | | - |
| | | - |
| | | - |
| Totals | | 0.00 |

(Section C-2)

Also, explain the governing policy related to custodial credit risk for these investments. If there is no investment policy addressing a specific type of risk that the investments are exposed to, the disclosure should indicate that fact.

Governing Policy: As of June 30, 2018, the college's mutual fund investments were held by a third party custodian as required by the College's investment policy.

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CU2 ~ Other Investments
GL 145XX, 146XX, 147XX, 227XX, 245XX, 246XX, and 247XX
June 30, 2018

Component Unit Name: **VALENCIA COLLEGE**
Component Unit Fund Number: **480000-95-8-000028**

(Section D-1) **Concentration of Credit Risk**
List amounts for any investments if any one issuer (even if it's underlying for repurchase agreements) represents 5% or more of the total investments of this component unit unless investments are: (1) issued or explicitly guaranteed by the U.S. government, or (2) invested in mutual funds, external investment pools, and other pooled investments.

| | Issuer | Fair Value |
|---------------|--------|------------|
| | | |
| | | |
| | | |
| | | |
| | | |
| Totals | | 0.00 |

(Section D-2) Also, explain the governing policy related to concentration of credit risk for these investments. If there is no investment policy addressing a specific type of risk that the investments are exposed to, the disclosure should indicate that fact.

Governing Policy: The College's investment policy has established asset allocation and issuer limits which are designed to reduce concentration of credit risk of the College's investment portfolio. As of June 30, 2018, there were no concentrations of credit risk.

(Section E) **Credit Quality Ratings**
List credit quality ratings of external investment pools, money market funds, bond mutual funds, and other pooled investments of fixed-income securities. If the investment is unrated please disclose that fact.

| Debt Security Type | Quality Rating S&P | Quality Rating Moody's | Domestic Value | International Value | Total Fair Value (Sum of Domestic and International) |
|--------------------|--------------------|------------------------|----------------|---------------------|---|
| | unrated | unrated | | | 0.00 |
| | | | | | 0.00 |
| | | | | | 0.00 |
| | | | | | 0.00 |
| | | | | | 0.00 |
| | | | | | 0.00 |
| | | | | | 0.00 |
| | | | | | 0.00 |
| Totals | | | 0.00 | 0.00 | 0.00 |

(Section F-1) **Interest Rate Risk**
Disclose interest rate risk information for investments in mutual funds, external investment pools, or other pooled investments should be limited to investments in debt mutual funds, external debt investment pools, or other pooled debt investments.

(a) Segmented Time Distribution

| Investment Type | Investment maturities (in years) | | | | |
|-----------------|----------------------------------|-------------------------|----------|-----------|------|
| | Total Fair Value | Less than or equal to 1 | > 1 to 5 | > 6 to 10 | > 10 |
| | | | | | |
| | | | | | |
| | | | | | |
| | 0.00 | | | | |

(b) Specific Identification

| Investment Type | Maturities | Fair Value |
|-----------------|---------------|------------|
| | | |
| | | |
| | | |
| | Totals | 0.00 |

(c) Weighted Average Maturity

| Investment Type | Weighted Average Maturity | Fair Value |
|-----------------|---------------------------|------------|
| | | |
| | | |
| | | |
| | Totals | 0.00 |

(d) Duration

| Investment Type | Modified Duration | Fair Value |
|-----------------|-------------------|------------|
| | | |
| | | |
| | | |
| | Totals | 0.00 |

(Section F-2) Also, explain the governing policy related to interest rate risk for investments. If there is no investment policy addressing a specific type of risk that the investments are exposed to, the disclosure should indicate that fact.

Governing Policy: The College's investment policy limits interest rate risk by attempting to match investment maturities with known cash needs and anticipated cash flow requirements. As a means of managing its exposure to fair-value losses arising from increasing interest rates, the College has established a target duration of its fixed-income portfolio of 1 to 3 years.

(Section G-1) **Foreign Currency Risk**
Disclose investments exposed to foreign currency risk.

| Investment Type | Currency Type | Fair Value (in US\$) |
|-----------------|---------------|----------------------|
| | | |
| | | |
| | | |

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CU2 ~ Other Investments
GL 145XX, 146XX, 147XX, 227XX, 245XX, 246XX, and 247XX
June 30, 2018

Component Unit Name: VALENCIA COLLEGE
Component Unit Fund Number: 480000-95-8-000028

Totals 0.00

(Section G-2)

Also, explain the governing policy related to foreign risk for investments. If there is no investment policy addressing a specific type of risk that the investments are exposed to, the disclosure should indicate that fact.

Governing Policy:

| |
|--|
| |
| |
| |

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CU5 ~ Prior Period Adjustments
GL 532XX
June 30, 2018

Component Unit Name: VALENCIA COLLEGE

Component Unit Fund Number: 480000-95-8-000028

PLEASE SUBMIT ONE FORM FOR EACH FUND.

Balance per GL \$ 2,059,676.00 Detail below must equal balance per GL

| Description (Describe circumstances that caused the prior period adjustment) | Amount |
|---|---------------------------|
| An adjustment of \$2,059,676 decreased the unrestricted fund beginning net position due to GASB 75 OPEB | 2,059,676.00 |
| (Other Postemployment Benefits) liability recognition. | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | 2,059,676.00 Total |

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CU6 ~ Changes in Long-term Liabilities
GL 371XX, 445XX, 461XX, 463XX, 464XX, 465XX, 455XX, 456XX, 358XX, 458XX, 372XX, 462XX, 466XX, 467XX
385XX, 485XX, 386XX, 486XX, 387XX, 487XX, 388XX, 488XX, 315XX, 324XX, 498XX, 399XX, & 499XX
June 30, 2018

Component Unit Name: VALENCIA COLLEGE
Component Unit Fund Number: 480000-95-8-000028

Instructions: Debt acquired **must** be reported in the additions column, and retired debt **must** be reported in the deletions column. **DO NOT NET THE ADDITIONS AND DELETIONS.** The amount due within one year (short-term portion) **must** also be reported. Complete the following schedule of changes in long term debt.

| | Prior Year | | | Current Year Ending | |
|--|------------------------|---------------|------------|----------------------------|---------------|
| | <i>Audited Balance</i> | | | Balance | Amount Due |
| | 6/30 | Additions | Deletions | 6/30 | Within 1 Year |
| 371XX, 445XX, 461XX, 463XX, 464XX, 465XX 455XX 456XX 358XX & 458XX 372XX & 462XX, 466XX, 467XX | 2,923,000.00 | | 569,000.00 | 2,354,000.00 * | 261,000.00 |
| Bonds payable | | | | | |
| Long-term due to other govt. unit | | | | | |
| Due to federal govt. - arbitrage | | | | | |
| Advances from primary | | | | | |
| Certificates of Participation | | | | | |
| 385XX & 485XX | - | | | - | - |
| Installment purchase contracts | | | | | |
| 386XX & 486XX | 8,630,147.00 | 1,364,082.00 | 787,321.00 | 9,206,908.00 | 1,376,362.00 |
| Compensated absences liability | | | | | |
| 22750 & 22751 | 47,987,953.00 | 12,320,058.00 | | 60,308,011.00 | - |
| FRS Net Pension Liability (Proportionate Share) | | | | | |
| 22760 & 22761 | 32,786,246.00 | 673,796.00 | 46,254.00 | 33,413,788.00 | 898,962.00 |
| HIS Net Pension Liability (Proportionate Share) | | | | | |
| 387XX & 487XX | 6,588,036.00 | | 10,417.00 | 6,577,619.00 | 11,136.00 |
| Capital leases liability | | | | | |
| 388XX & 488XX | | | | | |
| Unearned revenue | | | | | |
| 315XX, 324XX & 498XX | | | | | |
| Insurance liability | | | | | |
| 399XX & 499XX | 2,074,158.00 | 2,182,378.00 | | 4,256,536.00 | 40,994.00 |
| Other long-term liabilities | | | | | |

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Units ~ Form CU7 ~ Bonds Payable and Certificates of Participation
GL 371XX, 461XX, 445XX, 372XX, 462XX, 463XX, 466XX, 464XX, 233XX, 234XX, 475XX, 476XX
June 30, 2018

Component Unit Name VALENCIA COLLEGE
Component Unit Fund Number 480000-95-8-000028

| | Current Year Ending Balance | Current Year Ending Certificates of Participation |
|---|--|--|
| 371XX Bonds Payable - Current (1) | 261,000.00 | Original Amount (4) |
| 461XX Bonds Payable - Long Term | 2,093,000.00 | Interest Rate Range |
| 445XX Bonds Payable from Restricted Assets | | Latest Maturity Date |
| Total Bonds Payable (3) | (A) 2,354,000.00 | |
| 372XX Certificates of Participation - Current (1) | | |
| 462XX Certificates of Participation - Long Term | | |
| Total Certificates of Participation (3) | (B) 0.00 | |

Revenue Certificates Payable must be reported as Certificates of Participation. Complete the schedule of payments (debt service requirements to maturity), separately identifying principal and interest for each of the subsequent five years AND in five-year increments thereafter. Add additional years as necessary.

| Fiscal Year Ending 6/30 | Bonds Payable 371XX, 461XX, & 445XX | | Certificates of Participation 372XX & 462XX | |
|--|--|-------------------|--|-----------------|
| | Principal | Interest | Principal | Interest |
| 2018 (1) (2) | | | | |
| 2019 (1) | 261,000.00 | 98,435.00 | | |
| 2020 | 198,000.00 | 86,835.00 | | |
| 2021 | 165,000.00 | 78,225.00 | | |
| 2022 | 175,000.00 | 69,975.00 | | |
| 2023 | 175,000.00 | 61,225.00 | | |
| 2024 - 2028 | 950,000.00 | 198,300.00 | | |
| 2029 - 2033 | 430,000.00 | 26,000.00 | | |
| 2034 - 2038 | | | | |
| 2039 - 2043 | | | | |
| 2044 - 2048 | | | | |
| 2049 - 2053 | | | | |
| 2054 - 2113 | | | | |
| 2059 - 2063 | | | | |
| Add additional years as necessary in five-year increments until end of payments | | | | |
| Gross Principal and Interest (2) | (A) 2,354,000.00 | 618,995.00 | (B) 0.00 | 0.00 |
| Add: unamortized premium (GL 463XX) | | (GL 466XX) | | |
| Subtract: unamortized discount (GL 464XX) | | (GL 466XX) | | |
| Subtract: deferred outflows - amount deferred on refunding (GL 233XX) | | (GL 234XX) | | |
| Add: deferred inflows - amount deferred on refunding (GL 475XX) | | (GL 476XX) | | |
| Net Principal | 2,354,000.00 | | 0.00 | |

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CU8 ~ Installment Purchase Contracts and Capital Leases Liability
GL 385XX, 485XX, 387XX, & 487XX
June 30, 2018

Component Unit Name:

VALENCIA COLLEGE

Component Unit Fund Number:

480000-95-8-000028

| | Prior Year | | Current Year | |
|---|----------------------|--------------|----------------------|--------------|
| | Audited Balance 6/30 | | 6/30 Closing Balance | |
| 385XX Installment Purchase Contract - Current (1) | 0.00 | | 0.00 | |
| 485XX Installment Purchase Contract - Long Term | 0.00 | | 0.00 | |
| Total Installment Purchase Contract | | 0.00 | | 0.00 |
| 387XX Capital Leases Liability - Current (1) | 10,418.00 | | 11,136.00 | |
| 487XX Capital Leases Liability - Long Term | 6,577,618.00 | | 6,566,483.00 | |
| Total Capital Leases Liability | | 6,588,036.00 | | 6,577,619.00 |

Complete the schedule of payments (debt service requirements to maturity), separately identifying principal and interest for each of the subsequent five years AND in five-year increments thereafter. Add additional years as necessary.

| Fiscal Year Ending 6/30 | | Installment Purchase Contract 385XX & 485XX | | Capital Leases Liability 387XX & 487XX | |
|----------------------------|-----|--|----------|---|--------------|
| | | Principal | Interest | Principal | Interest |
| | | 2018 | (1) | | |
| 2019 | (2) | | | 11,135.65 | 445,325.35 |
| 2020 | | | | 11,902.66 | 444,558.34 |
| 2021 | | | | 12,722.49 | 443,738.51 |
| 2022 | | | | 13,598.79 | 442,862.21 |
| 2023 | | | | 14,535.45 | 441,925.55 |
| 2024 - 2028 | | | | 89,147.32 | 2,193,157.68 |
| 2029 - 2033 | | | | 124,379.67 | 2,157,925.33 |
| 2034 - 2038 | | | | 173,536.36 | 2,108,768.64 |
| 2039 - 2043 | | | | 242,120.52 | 2,040,184.48 |
| 2044 - 2048 | | | | 337,810.15 | 1,944,494.85 |
| 2049 - 2053 | | | | 471,317.74 | 1,810,987.26 |
| 2054 - 2058 | | | | 657,589.53 | 1,624,715.47 |
| 2059 - 2063 | | | | 917,478.69 | 1,364,826.31 |
| 2064 - 2068 | | | | 1,280,079.92 | 1,002,225.08 |
| 2069 - 2073 | | | | 1,785,986.56 | 496,318.44 |
| 2074 - 2078 | | | | 434,276.96 | 22,183.04 |

Add additional years as necessary in five-year increments until end of payments

| | | | | | | |
|--------------|------------|------------|------|------------|--------------|---------------|
| Total | (3) | (A) | 0.00 | (B) | 6,577,618.46 | 18,984,196.54 |
|--------------|------------|------------|------|------------|--------------|---------------|

| | | |
|--|------|------|
| Rental of land | % | % |
| Rental of buildings | % | 100 |
| Rental of furniture and equipment | % | % |
| Total percentage (MUST equal 100%) | 100% | 100% |

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CUR1 ~ Operating Leases
June 30, 2018

**THIS IS A REQUIRED FORM AND MUST BE COMPLETED AND RETURNED
BY EVERY DISCRETELY PRESENTED COMPONENT UNIT EVEN IF IT IS NOT APPLICABLE**

Component Unit Name: VALENCIA COLLEGE

Component Unit Fund Number: 480000-95-8-000028

If the component unit does not have any operating leases at the end of the reporting fiscal year, check here: N/A

For operating leases having initial or remaining noncancelable lease terms in excess of one year as of the fiscal year end, complete this schedule of future minimum lease payments for each of the subsequent five years AND in five-year increments thereafter. Add additional years as necessary. **Also complete current year payment.**

| Fiscal Year Ending 6/30 | Future Minimum Lease Payments | |
|--|----------------------------------|---------------------------------------|
| 2018 (1) | | |
| 2019 | 97,566.00 | |
| 2020 | 107,185.00 | |
| 2021 | 107,185.00 | |
| 2022 | 107,185.00 | |
| 2023 | 26,796.00 | |
| 2024 - 2028 | | |
| 2029 - 2033 | | |
| 2034 - 2038 | | |
| 2039 - 2043 | | |
| 2044 - 2048 | | |
| 2049 - 2053 | | |
| 2054 - 2058 | | |
| 2059 - 2063 | | |
| 2064 - 2068 | | |
| 2069 - 2073 | | |
| 2074 - 2078 | | |
| 2079 - 2083 | | |
| Add additional years as necessary in five-year increments until end of payments | | |
| Total Payments | 445,917.00 | Current Year Payment <u>97,566.00</u> |

Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit Form ~ CUR2 ~Construction and Other Significant Commitments
GL 278XX
June 30, 2018

THIS IS A REQUIRED FORM AND MUST BE COMPLETED AND RETURNED BY EVERY AGENCY EVEN IF IT IS NOT APPLICABLE.

Component Unit Name: VALENCIA COLLEGE

Component Unit Fund Number: 480000-95-8-000028

- (1) Record the Component Unit's total construction commitments below. Prepare a schedule by project and maintain it in your files for the auditors to review if necessary. Do not attach a list of projects. Estimates are permitted.
- a. Total estimated cost = The total estimated cost of the projects when completed. This is not necessarily a budgeted amount, but more likely a contract amount.
 - b. Amount expended = The cost of the projects accumulated through fiscal year end. This should be the total amount recorded in GL 278XX (Construction Work In Progress).
 - c. Estimated amount committed = Total estimated cost ^(a) less amount expended ^(b). **This amount is reported in the Commitments and Operating Leases Note in the CAFR for current year ending 6/30.**

| Per Agency | Total Estimated Cost at 6/30 ^(a) | Amount Expended Through 6/30 ^(b) | Estimated Amount Committed at 6/30 ^(c) |
|------------|--|--|---|
| | 13,827,017.70 | 2,539,316.00 | 11,287,701.70 |

- (2) Record other significant commitments with parties external to the state (i.e., component units are not considered external to the state) to receive goods or services. **To be significant, the total commitment must be 10% or more of the total current expenditures/expenses reported for financial statements by the agency as a whole.** An example of another commitment would be a long-term service contract with a private vendor. Attach additional pages as necessary.

| Title of Commitment/ Contract | Description of Goods/ Services to be Received | Amount Expended Through 6/30 | Estimated Amount Committed at 6/30 |
|----------------------------------|--|---------------------------------|---------------------------------------|
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
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- (3) If the agency does not have any construction or other significant commitments at the end of the reporting fiscal year, check here: N/A

**Department of Financial Services ~ Statewide Financial Statements
Discretely Presented Component Unit ~ Form CUR3 ~ Related Party Transactions
June 30, 2018**

**THIS IS A REQUIRED FORM AND MUST BE COMPLETED AND RETURNED
BY EVERY DISCRETELY PRESENTED COMPONENT UNIT EVEN IF IT IS NOT APPLICABLE**

Component Unit Name: VALENCIA COLLEGE

Component Unit Fund Number: 480000-95-8-000028

Instructions: In accordance with generally accepted accounting principles that require disclosure of certain related party transactions, please record **all** transactions that an informed observer might reasonably believe reflect considerations other than self-interest based upon the relationship that exists between the parties of the transactions.

Definitions:

Related Parties - includes members of the governing board, administrative boards or commissions administrative officials and their immediate families (i.e. spouse, parents, children, siblings, mothers and fathers-in-law, sons and daughters-in-law, and brothers and sisters-in law), and affiliated or related organizations that are not included as part of the financial reporting entity. Key management personnel and other individuals who exercise control or significant influence over the agency should be considered.

Note: Consideration of component unit relationship to the primary government should be given when determining potential related party transactions.

Related Party Indicators/Examples -

- Borrowing or lending on an interest-free basis or at a rate significantly different from current market rates; no scheduled repayment terms on debt; or loans to parties that do not have the ability to pay.
- Selling property at a price that differs significantly from appraisal value.
- Use of property and equipment by lease or other agreement.
- Services or goods purchased/provided at little or no cost.

If the component unit does not have any related party transactions to be disclosed, check here:

N/A

Detail **all** identified transactions between the Component Unit and related parties below:

| Description | Nature of the relationship | Amount |
|-------------|----------------------------|--------|
| | | |
| | | |
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| | | |



SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)

SEFA Data

SEFA Loans

SEFA Reconciliation Template

SEFA Checklist

VALENCIA COLLEGE
 SCHEDULE OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDING JUNE 30, 2018

| 1. OLO | 2. FEIN | 3. DUNS Number | 4. CFDA # | 5. ARRA | 6. Federal Awarding Agency | 7. CFDA Program Title |
|--------|-----------|----------------|-----------|---------|--|---|
| 050700 | 591216316 | 058251372 | 17.282 | N | U. S. Department of Labor | Trade Adjustment Assistance Community College and Career Training (TAACCT) |
| 050700 | 591216316 | 058251372 | 17.274 | N | U. S. Department of Labor | YouthBuild |
| 050700 | 591216316 | 058251372 | 16.525 | N | U. S. Department of Justice | Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault, and Stalking |
| 050700 | 591216316 | 058251372 | 47.076 | N | National Science Foundation | Education and Human Resources |
| 050700 | 591216316 | 058251372 | 47.076 | N | National Science Foundation | Education and Human Resources |
| 050700 | 591216316 | 058251372 | 47.076 | N | National Science Foundation | Education and Human Resources |
| 050700 | 591216316 | 058251372 | 47.076 | N | National Science Foundation | Education and Human Resources |
| 050700 | 591216316 | 058251372 | 47.076 | N | National Science Foundation | Education and Human Resources |
| 050700 | 591216316 | 058251372 | 47.076 | N | National Science Foundation | Education and Human Resources |
| 050700 | 591216316 | 058251372 | 47.076 | N | National Science Foundation | Education and Human Resources |
| 050700 | 591216316 | 058251372 | 45.162 | N | National Foundation on the Arts and the Humanities | Promotion of the Humanities Teaching and Learning Resources and Curriculum De |
| 050700 | 591216316 | 058251372 | 45.129 | N | National Foundation on the Arts and the Humanities | Promotion of the Humanities Federal/State Partnership |
| 050700 | 591216316 | 058251372 | 10.223 | N | U. S. Department of Agriculture | Hispanic Serving Institutions Education Grants |
| 050700 | 591216316 | 058251372 | 19.009 | N | U. S. Department of State | Academic Exchange Programs - Undergraduate Programs |
| 050700 | 591216316 | 058251372 | 84.016 | N | U. S. Department of Education | Undergraduate International Studies and Foreign Language Programs |
| 050700 | 591216316 | 058251372 | 84.048 | N | U. S. Department of Education | Career and Technical Education -- Basic Grants to States |
| 050700 | 591216316 | 058251372 | 84.367 | N | U. S. Department of Education | Supporting Effective Instruction State Grants (formerly Improving Teacher Quality S |
| 050700 | 591216316 | 058251372 | 84.031 | N | U. S. Department of Education | Higher Education Institutional Aid |
| 050700 | 591216316 | 058251372 | 84.031 | N | U. S. Department of Education | Higher Education Institutional Aid |
| 050700 | 591216316 | 058251372 | 84.031 | N | U. S. Department of Education | Higher Education Institutional Aid |
| 050700 | 591216316 | 058251372 | 84.033 | N | U. S. Department of Education | Federal Work-Study Program |
| 050700 | 591216316 | 058251372 | 84.007 | N | U. S. Department of Education | Federal Supplemental Educational Opportunity Grants |
| 050700 | 591216316 | 058251372 | 84.063 | N | U. S. Department of Education | Federal Pell Grant Program |
| 050700 | 591216316 | 058251372 | 84.063 | N | U. S. Department of Education | Federal Pell Grant Program |
| 050700 | 591216316 | 058251372 | 84.268 | N | U. S. Department of Education | Federal Direct Student Loans |
| 050700 | 591216316 | 058251372 | 84.268 | N | U. S. Department of Education | Federal Direct Student Loans |

VALENCIA COLLEGE
 SCHEDULE OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDING JUNE 30, 2018

| 8. Research & Development | 9. Loans & Loans Guaranteed | 10. Source of Funding (D, I, or T) | 11. If Source of Funding (Column 10) is Indirect (I) or a Transfer (T), you must provide the Pass-Through Grantor or State of Florida Entity Name | 12. Award Number (Required for Indirect Grants, CFDA No. XX.UNK, and Research & Development and ARRA awards) | 13. Total Expenditures (round to 0) | 14. Subgranted to State of Florida Entities (round to 0) | 15. Subgranted to Non-State of Florida Entities (round to 0) | 16. Agency Identifier |
|---------------------------|-----------------------------|------------------------------------|---|--|-------------------------------------|--|--|-----------------------|
| N | N | D | | TC-26475-14-60-A-12 | 679,856 | | | 23111 |
| N | N | D | | YB-29976-17-60-A-12 | 334,386 | | 127,243 | 23130 |
| N | N | D | | 2015-WA-AX-0005 | 84,555 | | | 23800 |
| Y | N | I | University of Virginia | Subaward: GA11151 150165 Prime Award 1534835 | 95,762 | | | 21301 |
| Y | N | D | | HRD-1304966 | 81,554 | 51,540 | | 23234 |
| Y | N | D | | DUE-1322957 | 12,160 | | 2322A | |
| Y | N | I | University of Florida CIBER Program | Subaward: UFDSP00011381 Prime Award: DUE-1161177 | 39,476 | | | 23257 |
| Y | N | D | | DUE-1601403 | 99,833 | | | 23224 |
| Y | N | D | | DUE-1712008 | 9,902 | | | 23212 |
| Y | N | D | | HRD-1712683 | 269,200 | 111,218 | | 23238 |
| N | N | D | | AV-255512-17 | 24,594 | | | 23903 |
| Y | N | D | | GR_0917_4441_2465 | 5,000 | | | 23808 |
| N | N | D | | 2016-38422-25761 | 61,005 | | | 23807 |
| N | N | I | Northern Virginia Community College | S-ECAGD-16-CA-1061 (Prime) | 235,421 | | | 23708 |
| N | N | D | | P016A140035 | 6,287 | | | 23040 |
| N | N | I | Florida Department of Education | 482-1618A-8CP01 | 2,691,972 | | | 23918 |
| N | N | I | Orange County Public Schools | 480-2248B-8CT01 | 21,673 | | | 23908 |
| N | N | D | | P031A120020 | 134,407 | | 2303A | |
| N | N | D | | P031S150020 | 604,834 | | | 23010 |
| N | N | D | | P131S150017 | 491,967 | | | 23011 |
| N | N | D | | P133A170945 | 766,264 | | | 23028 |
| N | N | D | | P007A170945 | 1,302,462 | | | 53018 |
| N | N | D | | P063P172845 | 72,986,681 | | | 53028 |
| N | N | D | | P063P162845 | 6,881,052 | | | 53027 |
| N | Y | D | | P268K172845 | 739,893 | | | 63007 |
| N | Y | D | | P268K182846 | 41,909,229 | | | 63008 |

VALENCIA COLLEGE
SCHEDULE OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDING JUNE 30, 2018

| 17. Cluster Name | 18. Grant Number w/ ARRA | 19. R&D CFDA Conversion | 20. Total SEFA Expenditures (no double reporting) |
|--|-----------------------------|-------------------------------|---|
| Non Cluster: | TC-26475-14-60-A-12 | 17.282 | 679,856 |
| Non Cluster: | YB-29976-17-60-A-12 | 17.274 | 334,386 |
| Non Cluster: | 2015-WA-AX-0005 | 16.525 | 84,555 |
| Research And Development Programs Cluster: | Subaward: GA11151 1501 | 47.076 | 95,762 |
| Research And Development Programs Cluster: | HRD-1304966 | 47.076 | 30,014 |
| Research And Development Programs Cluster: | DUE-1322957 | 47.076 | 12,160 |
| Research And Development Programs Cluster: | Subaward: UFDSP000113 | 47.076 | 39,476 |
| Research And Development Programs Cluster: | DUE-1601403 | 47.076 | 99,833 |
| Research And Development Programs Cluster: | DUE-1712008 | 47.076 | 9,902 |
| Research And Development Programs Cluster: | HRD-1712683 | 47.076 | 157,982 |
| Non Cluster: | AV-255512-17 | 45.162 | 24,594 |
| Research And Development Programs Cluster: | GR_0917_4441_2465 | 45.129 | 5,000 |
| Non Cluster: | 2016-38422-25761 | 10.223 | 61,005 |
| Non Cluster: | S-ECAGD-16-CA-1061 (Pr | 19.009 | 235,421 |
| Non Cluster: | P016A140035 | 84.016 | 6,287 |
| Non Cluster: | 482-1618A-8CP01 | 84.048 | 2,691,972 |
| Non Cluster: | 480-2248B-8CT01 | 84.367 | 21,673 |
| Non Cluster: | P031A120020 | 84.031 | 134,407 |
| Non Cluster: | P031S150020 | 84.031 | 604,834 |
| Non Cluster: | P131S150017 | 84.031 | 491,967 |
| Student Financial Assistance Cluster: | P133A170945 | 84.033 | 766,264 |
| Student Financial Assistance Cluster: | P007A170945 | 84.007 | 1,302,462 |
| Student Financial Assistance Cluster: | P063P172845 | 84.063 | 72,986,681 |
| Student Financial Assistance Cluster: | P063P162845 | 84.063 | 6,881,052 |
| Student Financial Assistance Cluster: | P268K172845 | 84.268 | 739,893 |
| Student Financial Assistance Cluster: | P268K182846 | 84.268 | 41,909,229 |

| Participated in the following Federal Loan Programs: | | | Expenditures: | |
|--|----------------------------|------------------------------|-------------------------------|-------------------------------|
| 1. CFDA # | 2. Federal Awarding Agency | 3. CFDA Program Title | 4. Current Year Disbursements | 5. Value of Loans Outstanding |
| 84.268 | ED | Federal Direct Student Loans | 739,893.00 | 0.00 |
| 84.268 | ED | Federal Direct Student Loans | 41,909,229.00 | 0.00 |

Note: Please use the below table as a guideline for reporting amounts related to loans:

- 84.268 – Federal Direct Student Loans – “Current Year Loan Disbursements”
- 84.038 – Federal Perkins Loan Program – “Value of Loans Outstanding”
- 93.264 – Nurse Faculty Loan Program – “Value of Loans Outstanding”
- 93.342 – Health Professions Student Loans – “Value of Loans Outstanding”
- 93.364 – Nursing Student Loans – “Value of Loans Outstanding”
- 93.408 – ARRA-Nurse Faculty Loan Program – “Value of Loans Outstanding”

SEFA Reconciliation Template

Instructions:

The expenditures reported on the SEFA should be compared to the grant revenues recorded in the financial statements. If the difference is 5% or more of the total SEFA expenditures, or \$35 million or more, an explanation is required. Specific reconciling items should be identified in the space below.

| CAFR | | |
|----------------|--|------------------------------|
| GL Code | GL Title | Financial Statements Balance |
| 61400 | Grants and Donations - Non Capital (Federal Portion) | \$ (87,916,347.24) |
| 62100 | Capital Grants and Donations (Federal Portion) | \$ - |
| 65600 | Federal Funds Transfers In from Other Agencies | |
| 68300 | Non Capital Grants and Donations (Federal Portion) | \$ - |
| 68700 | Capital Grants and Donations (Federal Portion) | \$ - |
| Total Balance: | | \$ (87,916,347.24) |

| SEFA | |
|-----------------------------|----------------|
| Total Expenditures Reported | |
| \$ | 130,569,425.54 |

| CAFR/SEFA Reconciling Difference | |
|----------------------------------|----------|
| | 0.00% |
| \$ | 3,956.30 |

| Reconciling Items (1) | Amounts |
|--|--------------------|
| 1 Direct Loans CFDA 84.268 recorded in agency fund not reported as revenue on financial statements | \$ (42,649,122.00) |
| 2 | |
| 3 | |
| 4 | |
| 5 | |
| 6 | |
| 7 | |
| 8 | |
| 9 | |
| 10 | |
| 11 | |
| 12 | |
| 13 | |
| 14 | |
| 15 | |
| 16 | |
| 17 | |
| 18 | |
| 19 | |
| 20 | |
| (1) Required only if needed to get under \$35 million/5% threshold. | \$ (42,649,122.00) |

SEFA Checklist

By certifying Item No. 19 of the Statewide Financial Statements Compliance Checklist, the reporting entity acknowledges that this SEFA Checklist was accurately completed in its entirety and submitted to the Department of Financial Services (DFS) by the submission date.

Submission:

The SEFA Checklist, along with the SEFA Form and Reconciliation Template, should be electronically submitted to DFS at:

fedreporting@myfloridacfo.com

Checklist:

If entity checks “No” to Part A, it should skip Parts B, C and D and complete the **Electronic Signature** section.

If entity checks “Yes” to Part A, it should check that every item in Part B was completed prior to submission. The entity should also check that all applicable items in Part C were completed prior to submission; otherwise it should check “N/A” for any items not applicable. The entity must check “Yes” or “No” to all items in Part D. Once the **Checklist** section is completed, please complete the **Electronic Signature** section.

Part A:

| | | | | |
|--|---|---------------------------------------|---|---------------------------------|
| | <u>Yes</u> <input checked="" type="checkbox"/> | <u>No</u> <input type="checkbox"/> | 1 | Entity expended Federal Awards. |
|--|---|---------------------------------------|---|---------------------------------|

Part B:

| | | | | |
|--|-------------------------------------|--|---|---|
| | <input checked="" type="checkbox"/> | | 2 | All required columns on the SEFA Form were completed in accordance with the SEFA Form Instructions. |
| | <input checked="" type="checkbox"/> | | 3 | The “Federal Awarding Agency” and “CFDA Program Title” columns on the SEFA Form were populated ensuring that an active CFDA No. was used. If neither column populates, the CFDA No. was validated in the historical index section of CFDA.gov and DFS was notified prior to submission. |
| | <input checked="" type="checkbox"/> | | 4 | “Source of Funding” was coded properly on the SEFA Form for all expenditures of Federal Awards. |
| | <input checked="" type="checkbox"/> | | 5 | No negative expenditures were recorded within the “Total Expenditures”, “Subgranted to State of Florida Entities”, and “Subgranted to Non-State of Florida Entities” columns. |
| | <input checked="" type="checkbox"/> | | 6 | A reconciliation between the amount of Federal Awards reported on the SEFA and the entity’s basic financial statements was completed prior to submission of the SEFA Form. The Reconciliation submitted is within 5% or \$35 million, whichever is less. The Reconciliation Template was submitted with the SEFA Form and Checklist. Support for the reconciliation performed is on file and will be made readily available upon request. |
| | <input checked="" type="checkbox"/> | | 7 | A review of the changes to Uniform Guidance has been performed and any changes from the prior year Compliance Supplement have been properly reported. |

Part C:

| | | | | |
|--|--|---|---|---|
| | <u>Yes</u> <input type="checkbox"/> | <u>N/A</u> <input checked="" type="checkbox"/> | 8 | All expenditures pertaining to The American Recovery and Reinvestment Act of 2009 (ARRA) were reported and coded with a “Yes” in the “ARRA” column under the proper CFDA No. and an award number was populated in Column 12. |
| | <input checked="" type="checkbox"/> | <input type="checkbox"/> | 9 | Sources of funding including Indirect Awards (I) and Transfers (T) that were received from a non-federal entity had accompanying “Pass-Through Grantor or State Entity Names” reported in Column 11 on the SEFA Data Form in proper format. |

SEFA Checklist

- | | | | |
|-------------------------------------|--------------------------|----|--|
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 10 | All Indirect (Pass-through) Awards, CFDA No. XX.UNK entitled "Other Federal Awards", Research and Development Awards, and ARRA Federal Awards that were expended had accompanying "Award Numbers" reported in Column 12 on the SEFA Data Form. |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 11 | Subgranted Columns 14 and 15, when added together, do not have an amount greater than the "Total Expenditures" amount recorded within Column 13. |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 12 | All expenditures in the form of noncash benefits were reported on both the "SEFA Data" and "Noncash" worksheets of the SEFA Form. |

Part D:

- | | | | |
|---|---------------------------------------|----|--|
| <u>Yes</u> <input checked="" type="checkbox"/> | <u>No</u> <input type="checkbox"/> | 13 | All grants awarded by National Science Foundation for CFDA 47.XX that were issued on or after January 14, 2013, are reported on the SEFA as R&D. |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 14 | The basis of accounting used to prepare the Schedule of Expenditures of Federal Awards is consistent with the basic financial statements. |

Please check the basis of accounting used:

- Modified accrual basis of accounting
- Accrual basis of accounting
- Cash basis of accounting

- | | | | |
|--------------------------|-------------------------------------|----|--|
| <input type="checkbox"/> | <input checked="" type="checkbox"/> | 15 | Did the entity use the De Minimus indirect cost rate for any of the reported expenditures? If yes, provide a detailed explanation below. |
|--------------------------|-------------------------------------|----|--|

- | | | | |
|-------------------------------------|--------------------------|----|--|
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 16 | Entity participated in any Federal loan program in which funds were provided through the entity to eligible participants. If so, corresponding data was reported on both the "Loan" and "SEFA Data" worksheets of the SEFA Form (State agencies must notify DFS if they participated in a Loan Program). |
|-------------------------------------|--------------------------|----|--|

- | | | | |
|--------------------------|-------------------------------------|----|---|
| <input type="checkbox"/> | <input checked="" type="checkbox"/> | 17 | Entity has a component unit that expended \$750,000 or more in fiscal year. |
|--------------------------|-------------------------------------|----|---|

If "Yes" please check one of the following:

- Component unit had an independent Federal Single Audit performed in accordance with the 2 CFR 200
List component unit names:

- OR
- Component unit was reported on the entity's SEFA Form
List component unit names:

SEFA Checklist

Electronic Signature:

The **chief financial officer** of the agency must complete the following:

I, as the chief financial officer, hereby certify, to the best of my knowledge, the items on the SEFA Form, SEFA Checklist, and Reconciliation Template have each been accurately reported by the due date.

Loren Bender
Electronic Signature

8/20/2018
Date

Vice President, Operations and Finance (Chief Financia
Title

407-582-3465
Phone Number

Valencia College
Entity Name

050700
Entity OLO