



Interoffice Memorandum

October 28, 2024

TO: Mayor Jerry L. Demings  
-AND-  
County Commissioners

FROM: Kurt N. Petersen, Director, Office of Management and Budget

SUBJECT: Agenda Item for November 19, 2024  
Budget Amendment #24-62, FY 2024  
Governmental Accounting Standards Board Statement No. 87, Leases  
and No. 96, Subscription-Based Information Technology  
Arrangements  
Office of Management & Budget Division/Administration and Fiscal  
Services Department

In June 2017 and May 2020, the Governmental Accounting Standards Board issued statement no. 87 and no. 96, respectively, which now requires the recognition of all lease and subscription-based information technology software or services assets and liabilities over 12 months in length to now be recorded as liabilities and right-of-use assets. This budget amendment is for accounting purposes only and does not increase the actual amount disbursed for leases.

Therefore, in accordance with Section 129.06(2)(d), Florida Statutes, it is recommended that the following accounts be adjusted by the amounts shown.

**Revenues:**

<u>Account Number</u>	<u>Classification</u>	<u>Amount</u>
0001-031-0003-8430	Proceeds – Capital Leases	\$ 1,700,000
0001-043-0003-8430	Proceeds – Capital Leases	806,500
1248-043-0003-8430	Proceeds – Capital Leases	430,000
5896-019-0003-8430	Proceeds – Capital Leases	910,000
<b>TOTAL REVENUES</b>		<b>\$ 3,846,500</b>

**Expenditures:**

<u>Account Number</u>	<u>Classification</u>	<u>Amount</u>
IAB-0001-031-0003-6440	Software	\$ 1,700,000
ACB-0001-043-0003-6210	Buildings	806,500
CDM-1248-043-0003-6210	Buildings	430,000
32F-5896-019-0003-6440	Software	910,000
<b>TOTAL EXPENDITURES</b>		<b>\$ 3,846,500</b>

KP/nm