



Annual Comprehensive Financial Report

For the Fiscal Year Ending
June 30, 2023



EVERY STUDENT. EVERY DAY!

School Board of
Sarasota County, Florida

**SCHOOL BOARD OF
SARASOTA COUNTY,
FLORIDA
Sarasota, Florida**

**Annual Comprehensive
Financial Report**

**For the
Fiscal Year
Ended June 30, 2023**

**Prepared By:
Financial Services Department**

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Annual Comprehensive Financial Report
For the Year Ended June 30, 2023

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School Board of Sarasota County, Florida



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Office of the Superintendent

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SarasotaCountySchools.net



December 5, 2023

Dear Chairman, School Board Members, and Citizens of Sarasota County:

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of the School Board of Sarasota County, Florida (District) for the fiscal year ended June 30, 2023. State law requires that all school districts publish within nine months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles in the United States (GAAP) and audited in accordance with generally accepted auditing standards by an independent certified public accountant. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the District for the fiscal year ended June 30, 2023.

We believe the information, as presented, is accurate in all material aspects; that it is presented in a manner designed to set forth fairly, in all material respects, the financial position and results of operations of the District as measured and reported by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain an adequate understanding of the District's financial affairs have been included. The responsibility for the preparation of the accompanying financial statements and other information contained in this ACFR, based on the above standards, rests with the District's management. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed to compile sufficient reliable information for the District's financial statements in conformance with GAAP. Because the cost of internal controls should not outweigh the benefits, the District's comprehensive framework has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. The District's financial statements have been audited by Cherry Bekaert, LLP. The goal of the independent audit is to provide reasonable assurance that the basic financial statements of the District for the fiscal year ended June 30, 2023, are free of material

misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering unmodified opinions that the District's financial statements for the fiscal year ended June 30, 2023, are fairly presented in conformity with GAAP. The report of independent auditor is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. Information related to this single audit, including the schedule of expenditures of federal awards, findings and questioned costs, summary of prior audit findings, and the independent auditor's report on the system of internal control and on compliance with applicable requirements, are included in the single audit section.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditor's report.

This accompanying report includes all funds of the District, The Financing Corporation for the School Board of Sarasota County (Corporation), and its charter schools that meet the requirements for inclusion, which comprise the reporting entity. The Corporation was formed by the School Board to be the lessor in connection with financing the acquisition and/or construction of certain educational facilities. Charter schools are public schools operating under a performance contract with the School Board. The Corporation was identified as a component unit, requiring blended presentation of the financial statements. The District's charter schools, except for SKY Academy Venice, SKY Academy Englewood and the State Collegiate School are included as discretely presented component units.

Profile of the Government

The District and its governing board were created pursuant to Section 4, Article IX of the Constitution of the State of Florida. The District is an independent taxing and reporting entity managed, controlled, operated, administered and supervised by the District school officials in accordance with Chapter 1001, Florida Statutes. The Board consists of five elected officials responsible for the adoption of policies, which govern the operation of District public schools. The appointed Superintendent of Schools (Superintendent) is the secretary and executive officer of the Board and is responsible for

the administration and management of the schools within the applicable parameters of Florida Statutes, State Board of Education Rules, and School Board policies. The Superintendent is also specifically delegated the responsibility of maintaining a uniform system of records and accounts in the District by State Board of Education Rule 6A-1.001, Florida Administrative Code.

Geographic boundaries of the District correspond with those of Sarasota County. During the 2022-23 fiscal year, the District operated 56 schools, including 23 elementary schools, 7 middle schools, 6 high schools, 13 charter schools, 1 technical center and 6 other types of schools, such as a virtual school and an all gifted school for grades 2 through 12.

The District receives the majority of its operating funds through a State funding formula that is intended to equalize funding received from the State and local property tax between school districts within the State. Charter schools operate through a contract with the District and are provided with the proportionate share of these funds, based upon the number of full-time equivalent students enrolled at the charter school. The District provided a full range of educational programs, including kindergarten through 12th grade basic and enriched programs, and exceptional student education to 46,070 unweighted full-time equivalent students. Student enrollment is expected to increase by 4.8, 1.4 and 0.9 percent each in fiscal years ending June 30, 2024, 2025, and 2026, respectively. The District also provides career technical and adult education programs.

Economic Condition and Outlook

Sarasota County is part of the Sarasota-Bradenton-Venice Metropolitan Statistical Area (MSA) along with Manatee County. According to the Bureau of Economic and Business Research at the University of Florida, the 2023 population of Sarasota County was 464,223 and is projected to be 543,124 by 2040, 558,988 by 2045 and 573,615 by 2050.

Based upon the latest survey by the U.S. Census Bureau, the population of Sarasota County has increased 14.4 percent from 2010 to 2020 compared to the State of Florida which increased 14.6 percent. The largest age group, at 37.7 percent, are persons 65 years and older. The State average for this age group is 21.6 percent. The average household size is 2.12 and the average household income is \$84,035 as of 2022. The American Community Survey done by the U.S. Census Bureau shows 93.7 percent of the County residents were high school graduates and 37.3 percent had a bachelor's degree or higher. Persons without federally mandated health insurance, under age 65 years are 14.8 percent.

The District recognizes that the continued enhancement of the local economy is of mutual benefit to both the District and the County and that an excellent system of public education is a significant factor in attracting new business and industry to the County. The County's unemployment rate has decreased to 3.0 percent in June 2023 from 2.8 percent in June 2022. In addition, sales tax revenues along with property values continue to rise with median home sales prices of \$522,500 in June 2023 from \$500,000 in June 2022. Sarasota Memorial Hospital is Sarasota County's largest employer with 8,834

employees. The District is the second largest employer, employing 6,311 full and part-time employees, including 3,171 teachers.

Financial Information

The District follows procedures established by Florida Statutes and the State Board of Education Rules in establishing and adopting annual budgets for each of the governmental fund types. Budgets are prepared using the same modified accrual basis as is used to account for governmental funds. Appropriations are controlled at the function level (e.g. instruction, student support services, and school administration) within each fund and may be amended by resolution at any Board meeting prior to the due date for the annual financial report.

The District reviews the Capital Improvement Program goals and objectives to ensure that current and future educational service needs are met through planning efforts that accommodate current student populations, prepare for future student demands and provide for the overall educational facility needs of Sarasota County schools. The District school sites range in age from a historic 1926 elementary school to the opening of a new technical college site in 2018. In addition to the new technical college site, since 2000 the District opened 2 new high schools, 2 middle schools and 4 elementary schools and rebuilt 5 elementary schools, 1 middle school, 4 high schools and the original technical college site.

The District conducts facility condition assessments to objectively rate the condition of all our buildings and building systems. Each building is assessed every four years and includes infield verification and inspection. Buildings are rated and deficiencies are noted in the District's building management system where a condition index is calculated for each building and building system. This is used as the basis for developing the District's Capital Improvement plan on existing facilities. In addition, the long-range planning department monitors capacity needs at each school and worksite to assist in determining permanent and temporary capital needs. The District ensures instructional programs and educational services are able to adapt to changes in district strategic priorities, student population demands and capital funding capabilities.

The District has an investment policy in place for the investment of temporarily idle funds. The purpose of the policy is to outline the responsibility, authority, and general guidelines for the investment management of the District's cash reserves and to ensure compliance with Florida Statutes.

The District has a fund balance policy that provides a minimum fund balance in the General Fund of 7.5 percent of the financial condition ratio per Section 1011.051 of Florida Statutes. The District currently exceeds this policy with an ending financial condition ratio as of June 30, 2023 of 14.99 percent.

The District has a debt policy that establishes guidance for incurring and managing the debt of the District. The purpose of this policy is to set forth a structure to facilitate the management of debt in accordance with stated objectives.

The District has a capital asset policy that specifies the categories of capital assets and the dollar thresholds for capitalizing purchases. It also specifies the length of depreciation for each asset category.

The District is self-insured for workers' compensation, health and dental benefits, and general and automobile liability with outside contractors providing various administrative services. All funds make payments to the District's applicable internal service fund based on the personnel staffing levels, number of vehicles, or square footage. Resources have been accumulated in order to meet potential losses.

On March 8, 2022, voters in Sarasota County voted by a 84 percent margin to continue the one-mill levy to preserve quality schools. This vote continued the tax levy that was originally passed by the voters in 2002. This vote allows the District to maintain existing programs and continues the District's commitment to quality education. This revenue source will continue until the fiscal year ended June 30, 2026.

Major Initiatives

Class Size Reduction Amendment

In November 2002, the voters of Florida amended the State Constitution to limit class size. By the beginning of the 2010-11 fiscal year, the amendment established the maximum number of students in core-curricula courses assigned to a teacher in each of the following three grade groupings: (1) pre-kindergarten through grade 3, 18 students; (2) grades 4 through 8, 22 students; and (3) grades 9 through 12, 25 students.

For the 2022-23 fiscal year, the District continued its efforts to meet the constitutional maximums for the three grade groupings at either the statutory school-wide or classroom-level. Based on the annual review by the Florida Department of Education, the District fully complied with the constitutional maximums in all classrooms.

Capital Outlay Program

During the 2022-23 fiscal year, with the continued growth in Sarasota County, the District Capital Outlay program focused on classroom additions, including classroom wings, campus renovations and construction of a new K-8 school. In April 2022 the District completed a Long-Range Growth Management Plan and an Educational System Impact Fee Study to address the ability for the District to meet future needs with capacity available at existing schools vs. new schools; the timing and location of residential development within Sarasota County; the influence of other school options, such as charter, private, home, and virtual schools; and the identification of capital funding needs and options.

Accomplishments

One of the ways to judge a school district is to compare the results of its students on national and statewide tests and the accomplishments of its staff. The District believes that its students and staff have performed remarkably well based on various tests and accomplishments as noted below.

Schools throughout Florida are held accountable and receive school grades based on the results of statewide assessments. The Florida Comprehensive Assessment Test (FCAT) began in fiscal year 1997-98 and transitioned to FCAT 2.0 and End of Course (EOC) Assessments in fiscal year 2010-11. Fiscal year 2013-14 marked the last year of the FCAT accountability program. Beginning in fiscal year 2014-15, Florida's assessment and accountability system was changed to Florida Standards Assessments (FSA). The District has received an overall grade of 'A' in fiscal year 2021-22. The information for the 2022-23 fiscal year was not available at the time this report was issued. This information will be available late December of 2023.

The Florida Department of Education provides a grading report for all public schools in the state and for each of the 67 school districts as part of their school accountability report. The District has again received an 'A' grade and ranks fifth in the state in terms of student achievement for the 2021-22 fiscal year. The District is also one of two school districts to have received a grade of 'A' every year since 2004. . The information for the 2022-23 fiscal year was not available at the time this report was issued. This information will be available late December of 2023.

The District met or exceeded National and Florida averages for 2023 high school graduates on college admission examinations. A comparison of the average scores is reflected in the table below.

<u>Examination</u>	<u>Sarasota</u>	<u>National</u>	<u>Florida</u>
ACT Composite	19.8	19.5	18.9
SAT:			
Reading and Writing	537	520	503
Math	507	508	463

Fifty-nine percent of Sarasota District teachers have earned Master's degrees or higher.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded to the District a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials (ASBO) awarded an International Certificate of Excellence in Financial Reporting for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2022. This was the nineteenth consecutive year that the District has received these prestigious awards. In order to be awarded the Certificate of Achievement for Excellence in Financial Reporting and the Certificate of Excellence in Financial Reporting, the District must publish an easily readable and efficiently organized ACFR. This report satisfied both GAAP and applicable legal requirements.

These awards are valid for one year only. We believe that our current ACFR continues to meet the Certificate Programs' requirements, and we are submitting it to both GFOA and ASBO, to determine its eligibility to receive their respective prestigious awards.

In addition to being awarded the Certificates of Achievement, the District was awarded the GFOA's Distinguished Budget Presentation Award for fiscal year 2022-2023. This is the third consecutive year the District has received this award.

The preparation of this ACFR could not have been accomplished without the commitment and dedication of the Financial Services Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, we would like to thank the members of the School Board for their leadership and support in planning and conducting the financial operations of the District.

Respectfully submitted,



Terrence Connor
Superintendent



Bonnie Penner
Chief Financial Officer

LIST OF PRINCIPAL OFFICIALS – ELECTED



Mrs. Bridget Ziegler, Chair
Term expires November 2026

Ms. Karen Rose, Vice Chair
Term expires November 2024

Mr. Thomas Edwards
Term expires November 2024

Mr. Timothy Enos
Term expires November 2026

Mrs. Robyn Marinelli
Term expires November 2026

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

LIST OF PRINCIPAL OFFICIALS – APPOINTED

Mr. Terrance Connor	Superintendent
Ms. Bonnie Penner	Assistant Superintendent Chief Financial Officer
Mr. Chris Renouf	Assistant Superintendent Chief Academic Officer
Mr. Jody Dumas	Assistant Superintendent Chief Operations Officer
Ms. Brandon Johnson	Executive Director Elementary Schools
Mr. Steve Cantees	Executive Director Secondary Schools
Vacant	Executive Director ESE Services
Dr. Denise Cantalupo	Executive Director Office of Accountability and Choice
Ms. Debra Giacalone	Executive Director Student Services
Dr. Ron Dipillo	Executive Director Career/Technical and Adult Education
Dr Allison Foster	Executive Director Human Services
Stephen Lorenz	Executive Director Safety and Security and Chief of Police (Acting)

School Board of Sarasota County, Florida
Organizational Chart
June 30, 2023





ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

The School Board of Sarasota County, Florida

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'William A. Sutter'.

William A. Sutter
President

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

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**School Board of Sarasota County
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

School Board of Sarasota County, Florida



Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023

FINANCIAL SECTION

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Report of Independent Auditor

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School Board of Sarasota County, Florida (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows and the respective budgetary comparison for the General Fund and the Federal Education Stabilization Fund thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the aggregate discretely presented component units as of and for the year ended June 30, 2023. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the aggregate discretely presented component units, are based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Changes in the District's Total OPEB Liability and Related Ratios, Schedule of the District's Proportionate Share of the Net Pension Liability – Florida Retirement System Pension Plan, Schedule of District Contributions – Florida Retirement System Pension Plan, Schedule of the District's Proportionate Share of the Net Pension Liability – Health Insurance Subsidy Pension Plan, and Schedule of District Contributions – Health Insurance Subsidy Pension Plan, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit and the reports of the other auditors, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.



Tampa, Florida
December 5, 2023

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SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2023

The management of the School Board of Sarasota County, Florida (the District) has prepared the following discussion and analysis to (a) assist the reader in focusing on significant financial issues; (b) provide an overview and analysis of the District's financial activities; (c) identify changes in the District's financial position; (d) identify material deviations from the approved budget; and (e) highlight significant issues in individual funds.

Because the information contained in the Management's Discussion and Analysis (MD&A) is intended to highlight significant transactions, events and conditions, it should be considered in conjunction with the District's financial statements and notes to the basic financial statements.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2022-23 fiscal year are as follows:

- General revenues totaled \$719,491,592, or 87 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions totaled \$105,341,806, or 13 percent. Total revenues increased by \$120,109,378 from \$704,724,020 in fiscal year 2022-23 to \$824,833,398 in fiscal year 2022-23. The change is primarily attributed to the increase in property tax revenue and operating grants and contributions revenue related to federal grants received in relief funds to assist in the needs and issues related to the pandemic.
- Expenses totaled \$767,321,529, with only \$105,341,806 of these expenses being offset by program specific revenues, the remainder funded from general revenues. Total revenues exceeded total expenses by \$57,511,869. Total expenses increased \$129,140,070 or 20 percent, from \$638,181,459 in fiscal year 2021-22. This increase is primarily attributed to the expenses associated with Hurricane Ian and by an average 8 percent salary increase.
- The expenses in the District's proprietary funds increased by \$8,900,263 from \$68,075,057 in fiscal year 2021-22 to \$76,975,320 in fiscal year 2022-23. This change is primarily attributed to medical claims. Charges for services revenues increased by \$4,516,751 from \$60,164,252 in fiscal year 2021-2022 to \$64,681,003 in fiscal year 2022-23. This change is primarily attributed to an increase in medical rates.
- The unassigned fund balance of the General Fund, representing the net current financial resources available for general appropriation by the Board, totaled \$69,401,105 at June 30, 2023. The ending financial condition ratio as of June 30, 2023 was 14.99 percent.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
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OVERVIEW OF THE FINANCIAL STATEMENTS

The basic financial statements consist of three components:

- Government-wide financial statements
- Fund financial statements
- Notes to the basic financial statements

In addition, this report presents certain required supplementary information, which includes management's discussion and analysis.

GOVERNMENT- WIDE FINANCIAL STATEMENTS

The Government-wide financial statements provide both short-term and long-term information about the District's overall financial condition in a manner similar to those of a private-sector business. The statements include a statement of net position and a statement of activities that are designed to provide consolidated financial information about the governmental activities of the primary government presented on the accrual basis of accounting. The statement of net position provides information about the government's financial position, its assets, deferred outflows of resources, liabilities, and deferred inflows of resources using an economic resources measurement focus. The difference between the assets, deferred outflows of resources, liabilities, and deferred inflows of resources, the net position, is a measure of the financial health of the District. The statement of activities presents information about the change in the District's net position, the results of operations, during the fiscal year.

The Government-wide statements present the District's activities in two categories:

- Governmental activities – This represents most of the District's services including its educational programs: basic, vocational, adult and exceptional education. Support functions such as transportation and administration are also included. Local property taxes and the State's education finance program provide most of the resources that support these activities.
- Component units – The District presents ten separate legal entities in this report. Although legally separate organizations, the component units are included in this report because they meet the criteria for inclusion provided by generally accepted accounting principles. All ten of these organizations are charter schools. Financial information for these component units is reported separately from the financial information presented for the primary government. The Financing Corporation for the School Board of Sarasota County (Corporation), although also legally separate, was formed to facilitate financing for the acquisition of facilities and equipment. Due to the substantive economic relationship between the Board and the Corporation, the Corporation is included as an integral part of the primary government. Please refer to Note 1 to the basic financial statements for more information on the District's component units.

Over a period of time, changes in the District's net position are an indication of improving or deteriorating financial condition. This information should be evaluated in conjunction with other non-financial factors, such as changes in the District's property tax base, student enrollment, and the condition of the District's capital assets including its school buildings and administrative facilities.

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FUND FINANCIAL STATEMENTS

Fund financial statements are one of the components of the basic financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and prudent fiscal management. State law establishes certain funds, while others are created by legal agreements, such as bond covenants. Fund financial statements provide more detailed information about the District's financial activities, focusing on its most significant or "major" funds rather than fund types. This is in contrast to the entity-wide perspective contained in the Government-wide statements.

All of the District's funds may be classified within one of three broad categories:

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the Government-wide financial statements. However, the governmental funds utilize a spendable financial resources measurement focus rather than the economic resources measurement focus found in the Government-wide financial statements. This financial resources measurement focus allows the governmental fund statements to provide information on near-term inflows and outflows of spendable resources as well as balances of spendable resources available at the end of the fiscal year. Consequently, the governmental fund statements provide a detailed short-term view that may be used to evaluate the District's near-term financing requirements. This short-term view is useful when compared to the long-term view presented as governmental activities in the Government-wide financial statements. To facilitate this comparison, both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation of governmental funds to governmental activities.

Proprietary Funds. Proprietary funds may be established to account for activities in which a fee is charged for services. The District maintains one type of proprietary fund, the internal service fund to account for the District's self-insurance programs. Since these services predominantly benefit governmental rather than business-type functions, the internal service funds have been included within governmental activities in the government-wide financial statements.

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GOVERNMENT- WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position and provides a perspective of the District as a whole. The following is a summary of the District's net position as of June 30, 2023, compared to net position as of June 30, 2022:

	Net Position, End of Year			
	Governmental Activities			
	6/30/2023	6/30/2022	Increase (Decrease)	Percentage Change
Current and other assets	\$ 624,674,084	\$ 430,491,258	\$ 194,182,826	
Capital assets, net	978,710,935	951,572,853	27,138,082	
Total assets	1,603,385,019	1,382,064,111	221,320,908	16%
Deferred outflows of resources	140,125,160	122,526,664	17,598,496	
Total deferred outflows	140,125,160	122,526,664	17,598,496	14%
Other liabilities	85,770,712	69,060,378	16,710,334	
Long-term liabilities, current	47,819,383	42,381,780	5,437,603	
Long-term liabilities, noncurrent	590,501,367	277,278,890	313,222,477	
Total liabilities	724,091,462	388,721,048	335,370,414	86%
Deferred inflows of resources	19,109,396	173,072,275	(153,962,879)	
Total deferred inflows	19,109,396	173,072,275	(153,962,879)	-89%
Net investment in capital assets	874,021,208	855,395,638	18,625,570	
Restricted	271,763,603	222,770,685	48,992,918	
Unrestricted	(145,475,490)	(135,368,871)	(10,106,619)	
Total net position	\$ 1,000,309,321	\$ 942,797,452	\$ 57,511,869	6%

The largest portion of the District's net position reflects its investment in capital assets (e.g., land, buildings, furniture and equipment), less any related debt still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending.

As a result of implementing GASB 68, *Accounting and Financial Reporting for Pensions* and GASB 75, *Accounting and Financial Reporting for Postemployment Benefits (OPEB) Other Than Pensions*, the unrestricted portion of the District's net position as of June 30, 2023 and June 30, 2022 reflects a negative balance. The net pension and OPEB liabilities and deferred outflows and inflows related to pensions and OPEB represents more than 100 percent of the negative unrestricted net position. Thus, the unrestricted net position, excluding pensions and OPEB as of June 30, 2023 and June 30, 2022, is \$79,475,009 and \$81,312,170, respectively.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
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The restricted portion of the District's net position represents resources that are subject to external restrictions on how they may be used.

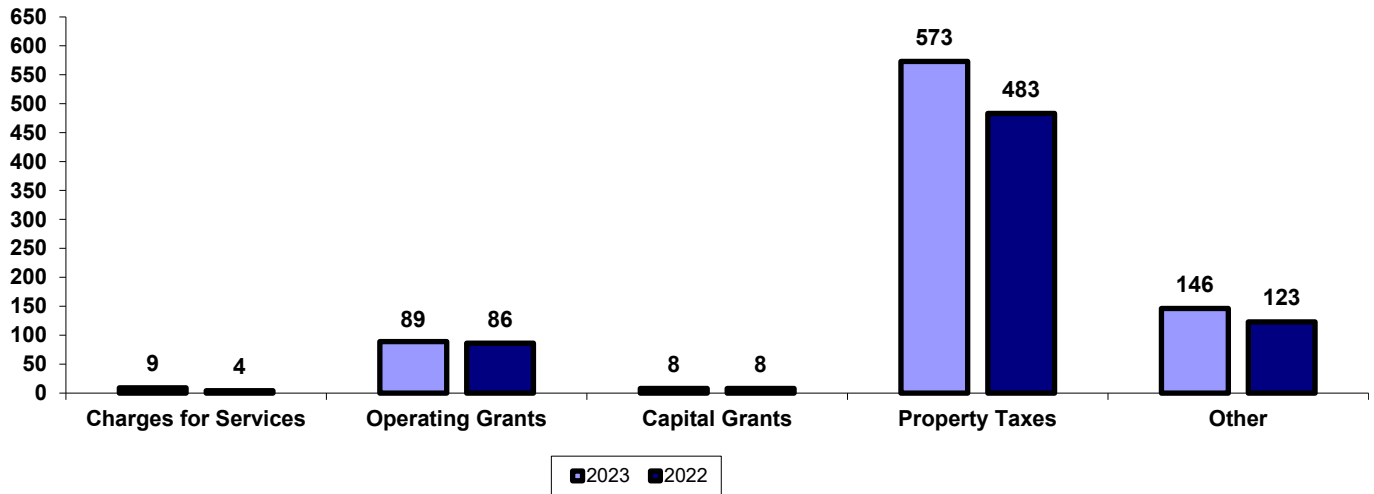
The key elements of the changes in the District's net position for the fiscal years ended June 30, 2023 and June 30, 2022 are shown in the following table and graphs:

Changes in Net Position from Operating Results

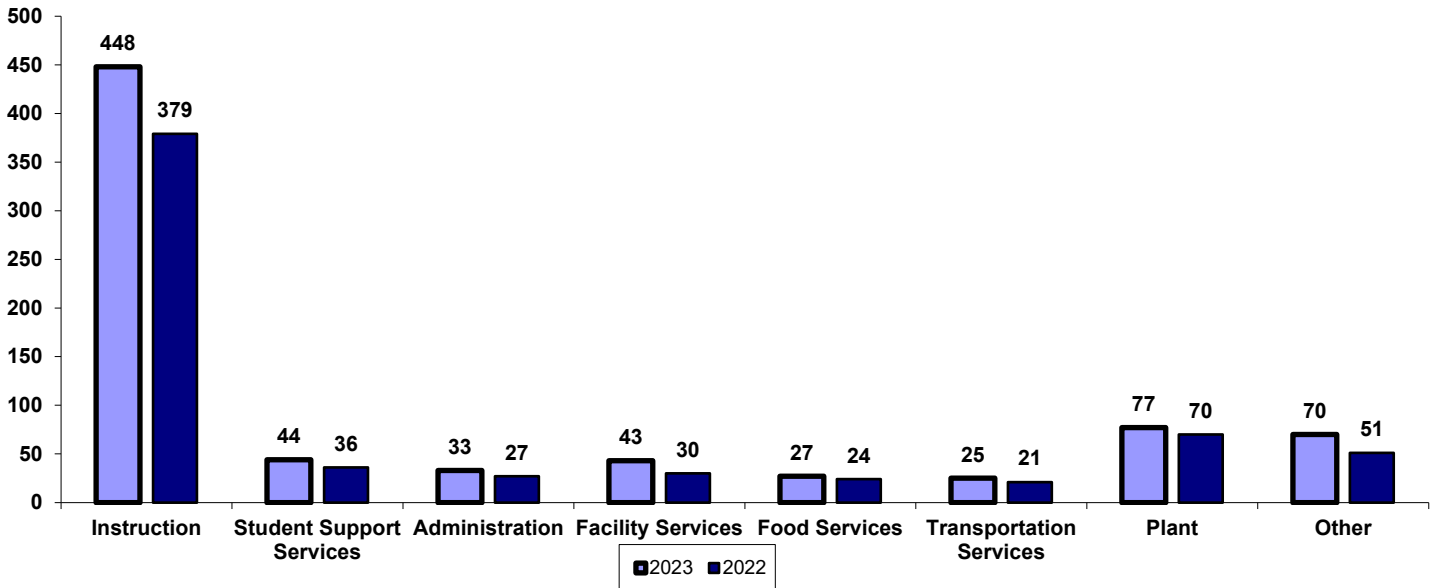
	Governmental Activities			Percentage Change
	6/30/2023	6/30/2022	Increase (Decrease)	
Revenues:				
Program revenues				
Charges for services	\$ 8,729,890	\$ 4,356,810	\$ 4,373,080	100%
Operating grants and contributions	88,957,560	86,095,414	2,862,146	3%
Capital grants and contributions	7,654,356	8,229,928	(575,572)	-7%
General revenues				
Property taxes - general	435,790,876	374,849,230	60,941,646	16%
Property taxes - capital projects	136,935,841	107,906,122	29,029,719	27%
Local sales taxes	32,172,538	29,512,357	2,660,181	9%
Grants and contributions not restricted to specific programs	81,870,124	86,359,013	(4,488,889)	-5%
Miscellaneous	16,956,221	13,835,681	3,120,540	23%
Unrestricted investment earnings	15,642,138	1,185,431	14,456,707	1220%
Net increase (decrease) in fair value of investments	123,854	(7,605,966)	7,729,820	-102%
Total revenues	824,833,398	704,724,020	120,109,378	17%
Expenses:				
Instruction	448,249,252	378,803,677	69,445,575	18%
Student support services	44,480,015	35,922,744	8,557,271	24%
Instructional media services	5,007,792	6,499,773	(1,491,981)	-23%
Instruction and curriculum development services	5,538,857	3,973,521	1,565,336	39%
Instructional staff training services	9,885,389	5,863,551	4,021,838	69%
Instruction related technology	7,785,895	5,706,355	2,079,540	36%
Board	2,429,378	2,800,674	(371,296)	-13%
General administration	5,185,802	4,066,201	1,119,601	28%
School administration	27,404,442	22,623,565	4,780,877	21%
Facility services - non-capitalized	42,710,523	29,574,088	13,136,435	44%
Fiscal services	2,386,285	2,207,564	178,721	8%
Food services	26,852,896	24,224,384	2,628,512	11%
Central services	8,707,813	7,591,436	1,116,377	15%
Student transportation services	24,562,987	20,730,835	3,832,152	18%
Operation of plant	56,368,803	48,616,976	7,751,827	16%
Maintenance of plant	20,898,690	21,099,385	(200,695)	-1%
Administrative technology services	7,177,426	3,073,962	4,103,464	133%
Community services	13,250,721	10,115,820	3,134,901	31%
Interest on long-term debt	8,438,563	4,686,948	3,751,615	80%
Total expenses	767,321,529	638,181,459	129,140,070	20%
Change in net position	57,511,869	66,542,561	(9,030,692)	-14%
Beginning net position	942,797,452	876,254,891	66,542,561	
Ending net position	\$ 1,000,309,321	\$ 942,797,452	\$ 57,511,869	6%

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Revenues by Source – Governmental Activities – in Millions of Dollars



Expenses – Governmental Activities – in Millions of Dollars



Overall total revenues increased by \$120,109,378, or 17 percent, from the fiscal year ended June 30, 2022. The change is primarily attributed to the increase in property tax revenue and also operating grants and contributions revenue related to federal grants received in relief funds to assist in the needs and issues related to the pandemic.

Total expenses increased by \$129,140,070, or 20 percent, from the fiscal year ended June 30, 2022. This increase is primarily expenses associated with Hurricane Ian and by an average 8 percent salary increase.

In total, net position increased \$57,511,869, which represents a 6 percent increase over fiscal year 2022-2023.

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FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The District completed the year with a total governmental fund balance of \$492,663,055, an increase of \$182,102,366, or 59 percent, from last year's ending fund balance of \$310,560,689. The increase in District fund balance is primarily attributed to the issuance of \$117,105,000 in debt to fund the new K-8 school and the wing at Gocio Elementary in 2023.

General Fund

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

	6/30/2023	6/30/2022	Difference Increase (Decrease)	% Percentage Change
Revenue	\$ 534,333,325	\$ 468,646,377	\$ 65,686,948	14%
Other financing sources	33,707,797	36,707,353	(2,999,556)	-8%
Beginning fund balance	99,020,905	95,648,801	3,372,104	4%
Total	\$ 667,062,027	\$ 601,002,531	\$ 66,059,496	11%
Expenditures	560,164,952	501,981,626	58,183,326	12%
Ending fund balance	106,897,075	99,020,905	7,876,170	8%
Total	\$ 667,062,027	\$ 601,002,531	\$ 66,059,496	11%

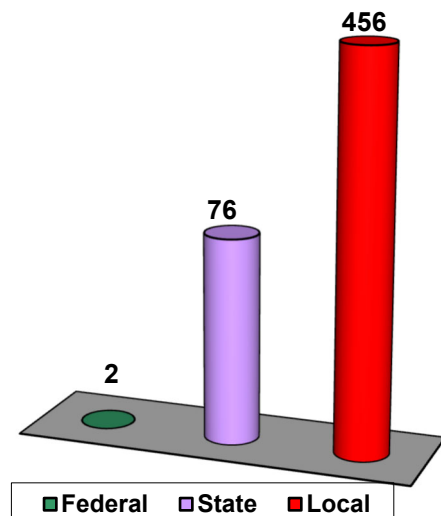
The District's General Fund ending fund balance increased by \$7,876,170, or 8 percent. This increase is primarily attributed to increase property taxes offset by an average 8 percent salary increase. It should be noted that \$2,743,884 of ending fund balance has been encumbered for specific projects.

Revenues – Overall revenues increased by \$65,686,948 or 14 percent, as follows:

Revenues By Source - General Fund

	6/30/2023	6/30/2022	Increase (Decrease)	Percentage Change
Federal	\$ 2,121,889	\$ 1,555,619	\$ 566,270	36%
State	76,459,375	82,706,643	(6,247,268)	-8%
Local	455,752,061	384,384,115	71,367,946	19%
Total	\$ 534,333,325	\$ 468,646,377	\$ 65,686,948	14%

**Composition of Revenues
In Millions of Dollars – 2023**



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Federal sources increased by \$566,270, or 36 percent, primarily due to an increase in Medicaid funding.

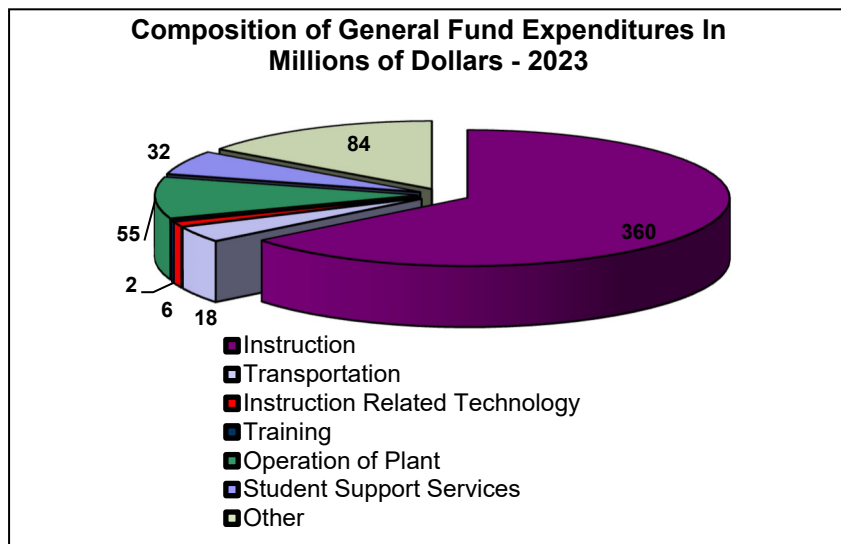
State sources decreased by \$6,247,268, or 8 percent, mainly attributed to the decrease in Florida Education Finance program. While the overall funding through this program increased, a larger portion was diverted to private schools through the Florida Empowerment Scholarship Program.

Local sources increased by \$71,367,946, or 19 percent, mainly as a result of an increase in property tax revenue.

Expenditures - Total General Fund expenditures increased by \$58,183,326, 12 percent, primarily attributed to an 8 percent average salary increase and increases in employee benefit programs such as Florida Retirement System contributions and ~~Deard-District~~ paid Health Insurance.

Expenditures By Function - General Fund

	<u>6/30/2023</u>	<u>6/30/2022</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
Instruction	\$ 360,452,744	\$ 321,675,745	\$ 38,776,999	12%
Student support services	31,862,316	29,207,945	2,654,371	9%
Instructional staff training services	1,827,535	1,485,312	342,223	23%
Student transportation services	20,518,182	18,006,947	2,511,235	14%
Operation of plant	54,845,218	48,579,736	6,265,482	13%
Instruction related technology	6,527,051	5,525,751	1,001,300	18%
Other	84,131,906	77,500,190	6,631,716	9%
Total	<u>\$ 560,164,952</u>	<u>\$ 501,981,626</u>	<u>\$ 58,183,326</u>	12%



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Special Revenue-Federal Education Stabilization Fund

An overall analysis of the District's Special Revenue-Federal Education Stabilization Fund is presented below. Revenues increased from \$24,762,015 to \$32,565,969 in fiscal year ended June 30, 2023, or 32%. Expenditures increased from \$17,352,156 to \$32,565,969. Both increases are due to the increase in federal grants received in relief funds to assist in the needs and issues related to the pandemic.

	6/30/2023	6/30/2022	Increase (Decrease)	Percentage Change
Revenue	\$ 32,565,969	\$ 24,762,015	\$ 7,803,954	32%
Beginning fund balance	-	-	-	
Total	<u>\$ 32,565,969</u>	<u>\$ 24,762,015</u>	<u>\$ 7,803,954</u>	32%
Expenditures	\$ 32,565,969	\$ 17,352,156	\$ 15,213,813	88%
Other financing uses	-	7,409,859	(7,409,859)	-100%
Ending fund balance	-	-	-	
Total	<u>\$ 32,565,969</u>	<u>\$ 24,762,015</u>	<u>\$ 7,803,954</u>	32%

Debt Service – Other Debt Service Fund

An overall analysis of the District's Other Debt Service Fund is presented below. Expenditures increased from \$26,243,744 to \$30,146,266 for the fiscal year ended June 30, 2023 due to the issuance costs on the \$117,105,000 new debt issue and also based on scheduled payments. There is a corresponding increase in transfers of \$4,563,450 from the Capital Projects – Local Capital Improvement Tax fund.

	6/30/2023	6/30/2022	Increase (Decrease)	Percentage Change
Revenue	\$ 43,925	\$ 357	\$ 43,568	12204%
Other financing sources	30,137,105	24,944,116	5,192,989	21%
Beginning fund balance	-	1,299,271	(1,299,271)	-100%
Total	<u>\$ 30,181,030</u>	<u>\$ 26,243,744</u>	<u>\$ 3,937,286</u>	15%
Expenditures	\$ 30,146,266	\$ 26,243,744	\$ 3,902,522	15%
Ending fund balance	34,764	-	34,764	
Total	<u>\$ 30,181,030</u>	<u>\$ 26,243,744</u>	<u>\$ 3,937,286</u>	15%

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Capital Projects – Local Capital Improvement Tax Fund

An overall analysis of the District's Capital Projects – Local Capital Improvement Tax Fund is presented below:

	6/30/2023	6/30/2022	Increase (Decrease)	Percentage Change
Revenue	\$ 141,265,918	\$ 106,801,504	\$ 34,464,414	32%
Beginning fund balance	100,759,353	84,827,754	15,931,599	19%
Total	<u>\$ 242,025,271</u>	<u>\$ 191,629,258</u>	<u>\$ 50,396,013</u>	26%
Expenditures	\$ 45,885,053	\$ 38,233,186	\$ 7,651,867	20%
Other financing uses	61,631,217	52,636,719	8,994,498	17%
Ending fund balance	134,509,001	100,759,353	33,749,648	33%
Total	<u>\$ 242,025,271</u>	<u>\$ 191,629,258</u>	<u>\$ 50,396,013</u>	26%

During the fiscal year 2022-23, revenue in the Capital Projects – Local Capital Improvement Tax Fund increased by \$34,464,414, or 32 percent. The increase is primarily attributed to property tax revenue. Expenditures increased by \$7,651,867, or 20 percent primarily due the Booker High VPA project. Of the total fund balance, \$84,706,562 has been encumbered for specific projects.

Capital Projects – Other Capital Projects Fund

The District's Other Capital Projects Fund is used primarily to report revenues and expenditures from sales tax collections, impact fees, and expenditures from the District's Certificates of Participation. An overall analysis of this fund is presented below:

	6/30/2023	6/30/2022	Increase (Decrease)	Percentage Change
Revenue	\$ 48,762,201	\$ 42,573,775	\$ 6,188,426	15%
Other financing sources	159,459,147	14,042,226	145,416,921	1036%
Beginning fund balance	65,320,948	40,261,211	25,059,737	62%
Total	<u>\$ 273,542,296</u>	<u>\$ 96,877,212</u>	<u>\$ 176,665,084</u>	182%
Expenditures	\$ 66,670,681	\$ 27,903,053	\$ 38,767,628	139%
Other financing uses	3,573,838	3,653,211	(79,373)	-2%
Ending fund balance	203,297,777	65,320,948	137,976,829	211%
Total	<u>\$ 273,542,296</u>	<u>\$ 96,877,212</u>	<u>\$ 176,665,084</u>	182%

Revenues increased by \$6,188,425, or 15 percent, primarily due to the increase in sales tax revenue. Other financing sources increase by \$145,416,921 due to the proceeds on the new debt issue and also two new computer leases. Expenditures increased by \$38,767,628 or 139 percent, primarily due to the construction on the new K-8 school and the wing at Gocio. It should be noted that \$141,791,172 of fund balance has been encumbered for specific projects.

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GENERAL FUND BUDGETARY HIGHLIGHTS

During the fiscal year, the District revised its budget and brought two amendments to the Board. These amendments were needed to adjust revenues and direct resources where needed. The Board approves the final amendment to the budget after year-end. The original 2022-23 budget was prepared on a conservative basis. Budgeted expenditures increased \$17,055,459 from the original budget. Actual expenditures were \$6,852,395 below the final amended expenditure budget.

CAPITAL ASSETS AND LONG-TERM DEBT

At June 30, 2023, the District had \$978,710,935 invested in a broad range of capital assets, including land, improvements, buildings, equipment, subscription-based information technology arrangements (SBITAs); net of accumulated depreciation/amortization. This amount represents a net increase (including additions, deductions and depreciation/amortization) of \$27,138,082 or 3 percent from last fiscal year. The increase is primarily due to the construction in progress related to Booker High VPA, the new K-8 school, the wing at Gocio and the addition of computer lease equipment and SBITAs.

	Governmental Activities			Percentage
	6/30/2023	6/30/2022	Change	Change
Capital assets not being depreciated/amortized:				
Land	\$ 64,490,382	\$ 63,941,404	\$ 548,978	1%
Land improvements	79,128,986	79,128,986	-	0%
Construction in progress	51,575,886	13,342,502	38,233,384	287%
Capital assets being depreciated/amortized:				
Improvements other than buildings	106,230,726	102,284,369	3,946,357	4%
Buildings and fixed equipment	1,133,245,805	1,129,196,148	4,049,657	0%
Furniture, fixtures and equipment and Audio visual materials	58,248,974	57,161,573	1,087,401	2%
Motor vehicles	42,515,428	41,434,277	1,081,151	3%
Right-to-use lease equipment and SBITAs	64,584,573	36,833,705	27,750,868	75%
Computer software	12,379,365	12,379,365	-	0%
Total Capital Assets	1,612,400,125	1,535,702,329	76,697,796	5%
Less accumulated depreciation/amortization	(633,689,190)	(584,129,476)	(49,559,714)	8%
Total Capital Assets, net	\$ 978,710,935	\$ 951,572,853	\$ 27,138,082	3%

Detailed information regarding the District's capital asset balances and activity for the fiscal year ended June 30, 2023, is provided in Note 5 to the basic financial statements.

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Long-Term Debt

At June 30, 2023, the District had \$233,662,822 in bonds payable, obligations under leases/SBITAs , and certificates of participation, versus \$98,833,236 last fiscal year, an increase of 136 percent. A summary of the long-term debt obligations is listed in the following table:

	Governmental Activities		Increase	Percentage
	6/30/2023	6/30/2022	(Decrease)	Change
Obligations under leases & SBITAs	\$ 36,160,496	\$ 21,286,414	\$ 14,874,082	70%
State school bonds	1,921,300	2,415,822	(494,522)	-20%
Certificates of participation	195,581,026	75,131,000	120,450,026	160%
Total	\$ 233,662,822	\$ 98,833,236	\$ 134,829,586	136%

The District's increase in debt is primarily due to the issuance of new Certificate of Participation \$117,105,000 issued 12/15/2022.

The District maintained the following ratings for their outstanding Certificates of Participation:

	Certificates of Participation	
Rating Agency	Rating	Issue Series
Standard & Poor's	AA-	2010A, 2016
Moody's	Aa2	2010A, 2016, 2022A
Fitch Ratings	AA	2010A, 2016

For more details concerning long-term debt, refer to Notes 7 through 11 in the basic financial statements.

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ECONOMIC FACTORS

The unemployment rate in June 2023 for Sarasota County was 3.0 percent, which is an increase of 0.2 percent from June 2022. The State's average unemployment rate in June 2023 was 2.6 percent. Florida's unemployment rate has decreased 0.2 percent. The nation's unemployment rate has stayed stable with prior year at 3.6 percent.

The State of Florida funds the District through the Florida Education Finance Program (FEFP) which is based on student enrollment. The District has continued to see an incremental increase in per student funding, but revenue growth has not kept pace with the change in the Consumer Price Index. Student enrollment increased 1,223.37 FTE in fiscal year 2022-2023.

In fiscal year 2022-23, taxable property values increased 26.93 percent from the prior year to \$94.4 billion. It is anticipated that property values will continue to increase next year as real property sales have increased with average home prices continuing to rise over the prior year.

During the current fiscal year, unassigned fund balance of the General Fund totaled \$69,401,105. It is anticipated that the financial condition ratio at June 30, 2024, will be in excess of the Board required amount.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate compliance and accountability for its resources. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Bonnie Penner, Chief Financial Officer, 1960 Landings Boulevard, Sarasota, Florida 34231.

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BASIC FINANCIAL STATEMENTS

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SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Net Position
June 30, 2023

	Primary Government	Component Units
	Governmental Activities	Charter Schools
Assets		
Cash and cash equivalents	\$ 430,568,307	\$ 11,759,752
Restricted cash	-	6,194,224
Investments	171,264,606	-
Accounts receivable	3,578,892	458,077
Interest receivable	1,371,915	-
Deposits receivable	75,000	-
Due from other agencies	12,136,430	457,714
Due from related parties	-	97,589
Prepaid items	4,770,082	1,197,893
Inventories	908,852	-
Other	-	66,538
Capital assets:		
Nondepreciable	195,195,254	22,365,491
Depreciable, net	783,515,681	49,517,557
Total assets	1,603,385,019	92,114,835
Deferred outflows of resources		
Pensions	124,217,661	2,269,790
Other postemployment benefits	14,125,185	-
Loss on refunding	1,782,314	-
Total deferred outflows of resources	140,125,160	2,269,790
Liabilities		
Accounts payable and other current liabilities	50,156,995	3,865,541
Due to other agencies	14,931,936	-
Matured debt payable	12,815,000	-
Matured interest payable	4,529,914	-
Accrued interest payable	101,694	565,390
Unearned revenue	3,235,173	35,000
Long-term liabilities:		
Portion due within one year:		
Notes payable	-	766,334
Bonds payable	355,000	1,000,903
Obligations under leases and SBITA	12,967,116	3,989,454
Certificates of participation payable	14,480,000	-
Liability for compensated absences	12,621,047	20,307
Estimated insurance claims payable	7,396,220	-
Portion due in more than one year:		
Notes payable	-	3,213,703
Bonds payable	1,566,300	37,618,506
Interest rate swap	-	(46,311)
Obligations under leases and SBITA	23,193,380	12,267,832
Certificates of participation payable	181,101,026	-
Liability for compensated absences	34,907,227	42,307
Estimated insurance claims payable	5,549,485	-
Other postemployment benefits payable	19,393,857	-
Net pension liability	324,790,092	12,025,522
Total liabilities	724,091,462	75,364,488
Deferred inflows of resources		
Pensions	17,177,977	1,245,630
Other postemployment benefits	1,931,419	-
Total deferred inflows of resources	19,109,396	1,245,630
Net position		
Net investment in capital assets	874,021,208	13,587,125
Restricted for:		
Capital projects	213,188,292	3,129,633
Debt service	30,537,570	2,299,871
Food service	7,246,875	-
State categorical programs	12,327,072	-
Other purposes	8,463,794	228,337
Unrestricted (deficit)	(145,475,490)	(1,470,459)
Total net position	\$ 1,000,309,321	\$ 17,774,507

The accompanying notes are an integral part of the basic financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Activities
For the Fiscal Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
Instruction	\$ 448,249,252	\$ 2,672,353	\$ 42,029,358	-
Student support services	44,480,015	-	10,398,933	-
Instructional media services	5,007,792	-	742,042	-
Instruction and curriculum development services	5,538,857	-	1,428,422	-
Instructional staff training services	9,885,389	-	7,000,053	-
Instruction related technology	7,785,895	-	1,107,713	-
Board	2,429,378	-	-	-
General administration	5,185,802	-	2,204,774	-
School administration	27,404,442	-	444,373	-
Facility services - non-capitalized	42,710,523	-	-	7,157,910
Fiscal services	2,386,285	-	-	-
Food services	26,852,896	5,727,497	21,035,662	-
Central services	8,707,813	-	466,336	-
Student transportation services	24,562,987	141,968	521,184	-
Operation of plant	56,368,803	-	96,646	-
Maintenance of plant	20,898,690	-	331,878	-
Administrative technology services	7,177,426	-	172,930	-
Community services	13,250,721	188,072	977,256	-
Interest on long-term debt	8,438,563	-	-	496,446
Total primary government	<u>\$ 767,321,529</u>	<u>\$ 8,729,890</u>	<u>\$ 88,957,560</u>	<u>\$ 7,654,356</u>
Component units:				
Charter schools	\$ 72,920,839	\$ 786,884	\$ 1,977,222	\$ 2,487,253
Total component units	<u>\$ 72,920,839</u>	<u>\$ 786,884</u>	<u>\$ 1,977,222</u>	<u>\$ 2,487,253</u>
General revenues:				
Property taxes, levied for operational purposes				
Property taxes, levied for capital projects				
Local sales taxes				
Grants and contributions not restricted to specific programs				
Miscellaneous				
Unrestricted investment earnings				
Net increase in fair value of investments				
Total general revenues				
Change in net position				
Net position, beginning of year				
Net position, end of year				

The accompanying notes are an integral part of the basic financial statements.

Net (Expense) Revenue and Changes in Net Position	
Primary Government	Component Units
Governmental Activities	Charter Schools
\$ (403,547,541)	\$ -
(34,081,082)	-
(4,265,750)	-
(4,110,435)	-
(2,885,336)	-
(6,678,182)	-
(2,429,378)	-
(2,981,028)	-
(26,960,069)	-
(35,552,613)	-
(2,386,285)	-
(89,737)	-
(8,241,477)	-
(23,899,835)	-
(56,272,157)	-
(20,566,812)	-
(7,004,496)	-
(12,085,393)	-
(7,942,117)	-
(661,979,723)	-
	(67,669,480)
	(67,669,480)
435,790,876	-
136,935,841	-
32,172,538	-
81,870,124	61,352,307
16,956,221	6,555,229
15,642,138	-
123,854	-
719,491,592	67,907,536
57,511,869	238,056
942,797,452	17,536,451
\$ 1,000,309,321	\$ 17,774,507

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Balance Sheet
Governmental Funds
June 30, 2023

	General Fund	Special Revenue- Federal Education Stabilization Fund	Debt Service Other Debt Service
Assets			
Cash and cash equivalents	\$ 108,589,604	\$ 194,151	\$ 16,282,172
Investments	19,622,712	-	-
Accounts receivable	343,726	-	-
Interest receivable	112,067	-	34,764
Due from other funds	3,810,199	-	20,211
Due from other agencies	1,491,798	6,664,347	-
Prepaid items	13,340,315	-	-
Inventories	473,492	-	-
Total assets	\$ 147,783,913	\$ 6,858,498	\$ 16,337,147
Liabilities, deferred inflows of resources, and fund balances			
Liabilities:			
Salaries and wages payable	\$ 22,301,729	\$ 2,687,261	\$ -
Payroll deductions and withholdings payable	1,379,776	-	-
Accounts payable	1,387,759	997,127	20,211
Sales tax payable	2,350	-	-
Construction contracts payable	-	-	-
Deposits payable	6,350	-	-
Due to other funds	1,090,600	2,991,814	-
Due to other agencies	14,718,274	182,296	-
Matured debt payable	-	-	12,815,000
Matured interest payable	-	-	3,467,172
Unearned revenue	-	-	-
Total liabilities	40,886,838	6,858,498	16,302,383
Deferred inflows of resources:			
Unavailable revenue	-	-	-
Total deferred inflows of resources	-	-	-
Fund Balances:			
Nonspendable	13,813,807	-	-
Restricted	13,005,224	-	34,764
Assigned	10,676,939	-	-
Unassigned	69,401,105	-	-
Total fund balances	106,897,075	-	34,764
Total liabilities, deferred inflows of resources, and fund balances	\$ 147,783,913	\$ 6,858,498	\$ 16,337,147

The accompanying notes are an integral part of the basic financial statements.

Capital Projects Funds			
Local Capital Improvement Tax	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 104,500,101	\$ 159,490,169	\$ 22,110,962	\$ 411,167,159
34,114,158	47,451,094	30,600,409	131,788,373
-	560,000	255,695	1,159,421
194,803	800,738	4,091	1,146,463
983,908	-	2,077,198	6,891,516
98,704	1,551,922	2,324,536	12,131,307
21,297	1,727	573,843	13,937,182
-	-	435,360	908,852
<u>\$ 139,912,971</u>	<u>\$ 209,855,650</u>	<u>\$ 58,382,094</u>	<u>\$ 579,130,273</u>

\$ 11,211	\$ -	\$ 2,985,811	\$ 27,986,012
-	-	330	1,380,106
1,179,976	1,113,133	1,346,815	6,045,021
-	-	-	2,350
3,595,996	5,089,957	1,060,008	9,745,961
-	-	-	6,350
615,895	36,471	2,158,603	6,893,383
892	-	30,474	14,931,936
-	-	-	12,815,000
-	-	1,062,742	4,529,914
-	-	1,812,873	1,812,873
<u>5,403,970</u>	<u>6,239,561</u>	<u>10,457,656</u>	<u>86,148,906</u>

-	318,312	-	318,312
-	318,312	-	318,312

21,297	1,727	1,009,203	14,846,034
134,487,704	203,296,050	46,915,235	397,738,977
-	-	-	10,676,939
-	-	-	69,401,105
<u>134,509,001</u>	<u>203,297,777</u>	<u>47,924,438</u>	<u>492,663,055</u>

<u>\$ 139,912,971</u>	<u>\$ 209,855,650</u>	<u>\$ 58,382,094</u>	<u>\$ 579,130,273</u>
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SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Reconciliation of the Balance Sheet of Governmental Funds to the
Statement of Net Position
June 30, 2023

Total fund balances - governmental funds	\$ 492,663,055
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources, and therefore, are not reported as assets in governmental funds.	978,710,935
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The loss on refunding is the difference between old and new debt and is reported in the statement of net position as deferred outflows of resources and amortized over the life of the debt in the statement of activities, but not reported in governmental funds.	1,782,314
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Interest on long-term debt is accrued as a liability in the government-wide statements, but is not recognized in the governmental funds until due.	(101,694)
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Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore, are not reported in the funds. Long-term liabilities at year-end consist of:	
Bonds payable	(1,921,300)
Obligations under leases and SBITA	(36,160,496)
Certificates of participation payable	(195,581,026)
Liability for compensated absences (net of \$97,282 related to the internal service funds)	(47,430,992)

The deferred inflow in the fund statements is for grants that were not yet available under modified accrual, but are recorded as revenue in the Statement of Activities under full accrual.	318,312
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On the statement of net position, the District's proportionate share of the net pension liability of the cost-sharing defined benefit pension plans in which the District participates is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to pensions and other postemployment benefits plan are also reported.

Net pension liability	(324,790,092)
Deferred outflows related to pensions	124,217,661
Deferred inflows related to pensions	(17,177,977)
Other postemployment healthcare benefits payable	(19,393,857)
Deferred outflows related to other postemployment benefits plan	14,125,185
Deferred inflows related to other postemployment benefits plan	(1,931,419)

Internal service funds are used by the District to charge the costs of certain activities such as insurance to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net position.	32,980,712
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Total net position of governmental activities	<u><u>\$ 1,000,309,321</u></u>
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The accompanying notes are an integral part of the basic financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2023

	General Fund	Special Revenue- Federal Education Stabilization Fund	Debt Service Other Debt Service
Revenues			
Federal direct	\$ 462,767	\$ 978,413	\$ -
Federal through state and local	1,659,122	31,587,556	-
State sources	76,459,375	-	-
Local sources:			
Property taxes levied for operational purposes	435,790,876	-	-
Property taxes levied for capital projects	-	-	-
Sales tax collections	-	-	-
Charges for services	3,002,393	-	-
Impact fee collections	-	-	-
Interest income	5,493,449	-	43,925
Net increase (decrease) in fair value of investments	1,101,485	-	-
Other local revenue	10,363,858	-	-
Total revenues	<u>534,333,325</u>	<u>32,565,969</u>	<u>43,925</u>
Expenditures			
Current:			
Instruction	360,452,744	14,078,895	-
Student support services	31,862,316	6,066,608	-
Instructional media services	4,151,770	742,042	-
Instruction and curriculum development services	3,882,517	1,148,068	-
Instructional staff training services	1,827,535	4,180,474	-
Instruction related technology	6,527,051	1,107,712	-
Board	2,405,185	-	-
General administration	2,726,208	1,516,817	-
School administration	26,077,751	443,878	-
Facility services - non-capitalized	3,651,602	57,078	-
Fiscal services	2,297,995	-	-
Food services	143,643	807,203	-
Central services	7,363,200	305,369	-
Student transportation services	20,518,182	505,857	-
Operation of plant	54,845,218	96,646	-
Maintenance of plant	20,109,207	331,878	-
Administrative technology services	7,093,409	172,930	-
Community services	3,897,591	1,004,514	-
Capital outlay:			
Facilities acquisition and construction	-	-	-
Charter school local capital improvement	-	-	-
Other capital outlay	331,828	-	-
Debt service:			
Principal	-	-	24,882,300
Interest	-	-	4,629,170
Dues and fees	-	-	634,796
Total expenditures	<u>560,164,952</u>	<u>32,565,969</u>	<u>30,146,266</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(25,831,627)</u>	<u>-</u>	<u>(30,102,341)</u>
Other financing sources (uses)			
Issuance of certificates of participation	-	-	629,539
Premium on sale of certificates of participation	-	-	-
Inception of leases	-	-	-
Loss recoveries	2,449	-	-
Transfers in	33,705,348	-	29,507,566
Transfers out	-	-	-
Total other financing sources (uses)	<u>33,707,797</u>	<u>-</u>	<u>30,137,105</u>
Net change in fund balances	7,876,170	-	34,764
Fund balance - beginning	<u>99,020,905</u>	<u>-</u>	<u>-</u>
Fund balance - ending	<u>\$ 106,897,075</u>	<u>\$ -</u>	<u>\$ 34,764</u>

The accompanying notes are an integral part of the basic financial statements.

Capital Projects Funds			
Local Capital Improvement Tax	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 3,864,198	\$ 5,305,378
-	-	44,601,994	77,848,672
-	4,587,397	2,031,975	83,078,747
-	-	-	435,790,876
136,935,841	-	-	136,935,841
-	32,172,538	-	32,172,538
-	-	5,727,497	8,729,890
-	8,141,863	-	8,141,863
4,157,521	4,832,924	401,099	14,928,918
172,556	(1,090,018)	(447,943)	(263,920)
-	117,497	9,840,494	20,321,849
141,265,918	48,762,201	66,019,314	822,990,652
-	-	16,857,750	391,389,389
-	-	5,138,245	43,067,169
-	-	335	4,894,147
-	-	341,210	5,371,795
-	-	3,665,889	9,673,898
-	-	-	7,634,763
-	-	-	2,405,185
-	-	688,044	4,931,069
-	-	495	26,522,124
14,515,808	21,290,215	70,153	39,584,856
-	-	-	2,297,995
-	-	25,300,883	26,251,729
-	-	461,500	8,130,069
-	-	83,654	21,107,693
-	-	258	54,942,122
-	-	-	20,441,085
-	-	88,427	7,354,766
-	-	8,246,981	13,149,086
29,869,287	45,380,466	1,884,745	77,134,498
1,499,958	-	-	1,499,958
-	-	80,063	411,891
-	-	410,000	25,292,300
-	-	2,218,434	6,847,604
-	-	9,434	644,230
45,885,053	66,670,681	65,546,500	800,979,421
95,380,865	(17,908,480)	472,814	22,011,231
-	116,475,461	-	117,105,000
-	16,160,027	-	16,160,027
-	24,823,659	-	24,823,659
-	2,000,000	-	2,002,449
-	-	1,992,141	65,205,055
(61,631,217)	(3,573,838)	-	(65,205,055)
(61,631,217)	155,885,309	1,992,141	160,091,135
33,749,648	137,976,829	2,464,955	182,102,366
100,759,353	65,320,948	45,459,483	310,560,689
\$ 134,509,001	\$ 203,297,777	\$ 47,924,438	\$ 492,663,055

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Fiscal Year Ended June 30, 2023

Net change in fund balances - total governmental funds **\$ 182,102,366**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceed depreciation expense in the current period.

Capital Outlay excluding SBITA	\$ 77,546,389	
SBITAs	3,700,723	
Less, Depreciation and Amortization Expense	(53,440,336)	
		27,806,776

The loss on disposal of capital assets during the current period is reported in the statement of activities. In the government funds, the costs of these assets was recognized as an expenditure in the year purchased. Thus the change in net position differs from the change in fund balances by the undepreciated cost of the disposed assets.

(508,160)

Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.

Certificate of Participation Issued	\$ (117,105,000)	
SBITAs Issued	(3,700,723)	
Leases Issued	(24,823,659)	
		(145,629,382)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount of repayments.

Certificates of Participation	\$ 12,815,000	
State School Bonds	410,000	
SBITAs	1,422,469	
Leases	12,067,300	
		26,714,769

Premiums on new debt issues and losses on debt refundings are reported when issued as expenditures and other financing sources in the governmental funds, but are deferred and amortized as expenses over the life of the debt in the statement of activities.

Certificates of Participation Issued Premium		(16,160,027)
Unamortized Loss on Debt Refunding:		
Current Year	\$ 1,782,314	
Less, Prior Year	(2,656,021)	
Net Change in Deferred Loss on Refunding		(873,707)
Unamortized Premiums:		
Prior Year	\$ 433,822	
Less, Current Year	(349,300)	
Net Decrease in Revenue from Unamortized Premiums		84,522

The deferred inflow in the fund statements is for grants that were not yet available under modified accrual, but are recorded as revenue in the Statement of Activities under full accrual.

Current Year	\$ 318,312	
Less, Prior Year	(1,155,373)	
		(837,061)

Interest on long-term debt is recognized as an expenditure in the governmental funds when due, but is recognized as interest accrues in the statement of activities.

Prior Year	\$ 46,475	
Less, Current Year	(38,270)	
Net Increase in Expenses from Accrued Interest Payable		8,205

Interest on SBITA long-term debt is recognized as an expenditure in the governmental funds when due, but is recognized as interest accrues in the statement of activities.

Less Current Year Interest accrual		(63,424)
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In the statement of activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental funds expenditures are recognized based on the amounts actually paid for leave used. This is the net amount of vacation and sick leave earned in excess of the amount used in the current period, net of \$28,119 recorded in the internal service funds.

(2,731,780)

Internal service funds are used by management to charge the cost of insurance to individual funds. The net revenue of internal service funds is reported with governmental activities.

(4,131,770)

Governmental funds report District pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as a pension expense.

FRS Pension Contribution	\$ 31,663,129	
HIS Pension Contribution	5,754,210	
FRS Pension Expense	(37,355,749)	
HIS Pension Expense	(5,263,132)	
		(5,201,542)

The net change in the liability for postemployment healthcare benefits is reported in the government-wide statements, but not in the governmental fund statements

(3,067,916)

Change in net position of governmental activities \$ 57,511,869

The accompanying notes are an integral part of the basic financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Federal direct	\$ 392,101	\$ 392,101	\$ 462,767	\$ 70,666
Federal through state and local	3,376,599	3,029,228	1,659,122	(1,370,106)
State sources	66,752,936	76,093,493	76,459,375	365,882
Local sources:				
Property taxes levied for operational purposes	434,133,809	434,133,809	435,790,876	1,657,067
Charges for services	1,930,998	2,905,033	3,002,393	97,360
Interest income	259,620	3,442,151	5,493,449	2,051,298
Net increase in fair value of investments	-	-	1,101,485	1,101,485
Other local revenue	7,414,195	10,273,102	10,363,858	90,756
Total revenues	<u>514,260,258</u>	<u>530,268,917</u>	<u>534,333,325</u>	<u>4,064,408</u>
Expenditures				
Current:				
Instruction	351,773,691	363,611,141	360,452,744	3,158,397
Student support services	30,525,754	32,208,029	31,862,316	345,713
Instructional media services	7,795,582	4,166,899	4,151,770	15,129
Instruction and curriculum development services	3,572,705	3,986,427	3,882,517	103,910
Instructional staff training services	1,671,402	1,901,933	1,827,535	74,398
Instruction related technology	6,594,624	6,652,854	6,527,051	125,803
Board	2,423,444	2,591,893	2,405,185	186,708
General administration	2,191,229	2,867,502	2,726,208	141,294
School administration	24,228,139	26,129,133	26,077,751	51,382
Facility services - non-capitalized	3,827,970	3,971,766	3,651,602	320,164
Fiscal services	2,291,683	2,310,084	2,297,995	12,089
Food services	6,814	186,375	143,643	42,732
Central services	7,746,397	7,529,961	7,363,200	166,761
Student transportation services	23,443,301	20,689,793	20,518,182	171,611
Operation of plant	50,990,788	55,234,384	54,845,218	389,166
Maintenance of plant	20,249,029	21,402,876	20,109,207	1,293,669
Administrative technology services	6,867,801	7,303,701	7,093,409	210,292
Community services	3,761,535	3,940,768	3,897,591	43,177
Capital outlay:				
Other capital outlay	-	331,828	331,828	-
Total expenditures	<u>549,961,888</u>	<u>567,017,347</u>	<u>560,164,952</u>	<u>6,852,395</u>
Deficiency of revenues under expenditures	<u>(35,701,630)</u>	<u>(36,748,430)</u>	<u>(25,831,627)</u>	<u>10,916,803</u>
Other financing sources				
Loss recoveries	-	-	2,449	2,449
Transfers in	34,842,851	35,156,761	33,705,348	(1,451,413)
Total other financing sources	<u>34,842,851</u>	<u>35,156,761</u>	<u>33,707,797</u>	<u>(1,448,964)</u>
Net change in fund balance	<u>\$ (858,779)</u>	<u>\$ (1,591,669)</u>	<u>7,876,170</u>	<u>\$ 9,467,839</u>
Fund balance - beginning			<u>99,020,905</u>	
Fund balance - ending			<u>\$ 106,897,075</u>	

The accompanying notes are an integral part of the basic financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Federal Education Stabilization Fund - Major Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Federal direct	\$ 2,284,463	\$ 2,197,017	\$ 978,413	\$ (1,218,604)
Federal through state and local	76,748,572	84,595,016	31,587,556	(53,007,460)
Total revenues	79,033,035	86,792,033	32,565,969	(54,226,064)
Expenditures				
Current:				
Instruction	26,377,164	33,203,170	14,078,895	19,124,275
Student support services	22,175,041	18,542,288	6,066,608	12,475,680
Instructional media services	2,419,828	2,869,195	742,042	2,127,153
Instruction and curriculum development services	3,030,585	3,083,712	1,148,068	1,935,644
Instructional staff training services	10,377,593	11,711,571	4,180,474	7,531,097
Instruction related technology	2,524,920	2,425,059	1,107,712	1,317,347
General administration	4,289,755	4,573,435	1,516,817	3,056,618
School administration	1,578,834	2,042,738	443,878	1,598,860
Facility services - non-capitalized	738,544	835,600	57,078	778,522
Food services	36,000	861,526	807,203	54,323
Central services	1,168,862	1,253,045	305,369	947,676
Student transportation services	633,901	1,587,867	505,857	1,082,010
Operation of plant	205,296	1,105,729	96,646	1,009,083
Maintenance of plant	928,054	703,241	331,878	371,363
Administrative technology services	837,035	951,601	172,930	778,671
Community services	911,623	1,042,256	1,004,514	37,742
Total expenditures	78,233,035	86,792,033	32,565,969	54,226,064
Excess of revenues over expenditures	800,000	-	-	-
Other financing uses				
Transfers out	(800,000)	-	-	-
Total other financing uses	(800,000)	-	-	-
Net change in fund balance	\$ -	\$ -	-	\$ -
Fund balance - beginning			-	
Fund balance - ending			\$ -	

The accompanying notes are an integral part of the basic financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Fund Net Position
Proprietary Funds
June 30, 2023

	Governmental Activities Internal Service Funds
Assets	
Current assets	
Cash and cash equivalents	\$ 19,401,148
Investments	39,476,233
Accounts receivable	2,419,471
Interest receivable	225,452
Deposits receivable	75,000
Due from other funds	1,867
Due from other agencies	5,123
Prepaid items	4,126
Total current assets	61,608,420
Total assets	61,608,420
Liabilities	
Current liabilities	
Accounts payable	4,991,195
Unearned revenue	10,593,526
Estimated insurance claims payable	7,396,220
Total current liabilities	22,980,941
Long-term liabilities	
Liability for compensated absences	97,282
Estimated insurance claims payable	5,549,485
Total long-term liabilities	5,646,767
Total liabilities	28,627,708
Net position	
Unrestricted	32,980,712
Total net position	\$ 32,980,712

The accompanying notes are an integral part of the basic financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2023

	Governmental Activities Internal Service Funds
Operating revenues	
Charges for services	\$ 64,681,003
Other operating revenues	7,061,553
Total operating revenues	<u>71,742,556</u>
Operating expenses	
Salaries	497,897
Employee benefits	145,213
Purchased services	5,748,471
Insurance claims	70,519,561
Other	64,178
Total operating expenses	<u>76,975,320</u>
Operating loss	(5,232,764)
Nonoperating income	
Investment income	713,220
Net increase in fair value of investments	387,774
Total Nonoperating income	<u>1,100,994</u>
Change in net position	(4,131,770)
Total net position - beginning	<u>37,112,482</u>
Total net position - ending	<u><u>\$ 32,980,712</u></u>

The accompanying notes are an integral part of the basic financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2023

	Governmental Activities Internal Service Funds
Cash flows from operating activities	
Cash receipts from interfund services provided	\$ 64,911,900
Cash payments to suppliers	(5,396,974)
Cash payments to employees	(616,846)
Cash payments for insurance claims	(70,153,506)
Cash receipts from other operating revenues	6,997,375
Net cash used by operating activities	<u>(4,258,051)</u>
Cash flows from investing activities	
Investment income received	571,457
Purchase of investments	7,019,924
Net cash provided by investing activities	<u>7,591,381</u>
Net increase in cash	3,333,330
Cash and cash equivalents - beginning of year	<u>16,067,818</u>
Cash and cash equivalents - end of year	<u><u>\$ 19,401,148</u></u>
Reconciliation of operating loss to net cash used by operating activities	
Operating loss	\$ (5,232,764)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Change in assets and liabilities	
(Increase) in accounts receivable	(861,700)
(Increase) in due from other funds	(1,086)
Decrease in due from other agencies	15,496
(Increase) in prepaid items	(323)
(Decrease) in salaries and wages payable	(613)
Increase in accounts payable	351,760
(Decrease) in due to other agencies	(96)
Increase in unearned revenue	1,077,101
Increase in liability for compensated absences	28,119
Increase in estimated insurance claims payable	366,055
Total adjustments	<u>974,713</u>
Net cash used by operating activities	<u><u>\$ (4,258,051)</u></u>
Noncash investing, capital and financing activities:	
Increase in the fair value of investments were recognized as a reduction to investment income on the statement of revenues, expenses, and changes in net position, but are not cash transactions for the statement of cash flows.	<u><u>\$ 387,774</u></u>

The accompanying notes are an integral part of the basic financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

➤ **Reporting Entity**

The School Board of Sarasota County, Florida, (the "District") has direct responsibility for operation, control, and supervision of District schools and is considered a primary government for financial reporting. The Sarasota County School District is considered part of the Florida system of public education. The governing body of the school district is the Sarasota County District School Board (Board) that is composed of five elected members. The appointed Superintendent of Schools is the executive officer of the Board. Geographic boundaries of the District correspond with those of Sarasota County.

Criteria for determining if other entities are potential component units that should be reported within the District's basic financial statements are identified and described in the Governmental Accounting Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. The rationale for including charter schools in the District's financial statements is pursuant to Article VII, Section 9 of the Florida Constitution and Section 1002.33(9)(l), Florida Statutes, which provides that charter schools do not have the constitutional authority to levy taxes, making charter schools fiscally dependent on school districts. Because it may be misleading to exclude charter schools, GASB Sections 2100 and 2600 provide the option to consider charter schools as component units of school districts.

Based on the application of these criteria, the following component units are included within the District's reporting entity:

- **Blended Component Unit** The Financing Corporation for the School Board of Sarasota County (Corporation), was founded to facilitate financing for the acquisition of facilities and equipment as further discussed in Note 8. Due to the substantive economic relationship between the Board and the Corporation, the financial activities of the Corporation are included in the accompanying basic financial statements. Separate financial statements for the Corporation are not published.
- **Discretely Presented Component Units** The component units' columns in the government-wide financial statements include the financial data of the District's other component units. For financial reporting purposes, ten charter schools are included in the financial statements of the District as discretely presented component units. These schools operate under a charter approved by their sponsor, the Board. The component units are as follows:

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Island Village Montessori Charter School, Inc., Sarasota Suncoast Academy, Inc., Student Leadership Academy of Venice, Inc., Imagine School at North Port, Inc., Sarasota Military Academy, Inc., Sarasota School of Arts and Sciences, Inc., Sarasota Academy of the Arts, Inc., Suncoast School for Innovative Studies, Inc., and Dreamers Academy, Inc.(charter schools) are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, and Section 1002.33, Florida Statutes. Imagine School at Sarasota, LLC, doing business as Imagine School at Palmer Ranch is organized as a limited liability company pursuant to Chapter 605, Florida Statutes, and Section 1002.33, Florida Statutes. The Board is responsible for the prudent use of the public funds received for providing an appropriate educational program for its targeted enrollment. The financial data reported on the accompanying statements was derived from the charter schools' audited financial statements for the fiscal year ended June 30, 2023. Audits of the charter schools for the fiscal year ended June 30, 2023, were conducted by independent certified public accountants and are filed at the District's administrative office at 1960 Landings Boulevard, Sarasota, FL 34231.

The District considered the two SKY Academy charter schools located in Venice and Englewood for inclusion as component units of the District. However, they are organized under an existing not-for-profit organization and are not legally separate entities but a division of the South County Family YMCA, Inc., and therefore, are excluded from the District's reporting entity. Another charter school, the State Collegiate School, operates under another governmental agency and therefore, is not included as a discretely presented component unit of the District.

➤ **Basis of Presentation**

Government-wide Financial Statements – Government-wide financial statements, including the statement of net position and the statement of activities, present information about the District as a whole. These statements include the nonfiduciary financial activity of the primary government and its component units.

Government-wide financial statements are prepared using the economic resources measurement focus. The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are thereby clearly identifiable to a particular function. Depreciation expenses are allocated to functions/programs of the primary government. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

particular program. Revenues that are not classified as program revenues are presented as general revenues, with certain exceptions.

The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

The effects of interfund activities have been eliminated from the government-wide financial statements, except for interfund services provided and used.

Fund Financial Statements – Fund financial statements report detailed information about the District in the governmental, proprietary, and fiduciary funds. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is reported in a separate column. Nonmajor funds are aggregated and reported in a single column. Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements. The District reports the following major governmental funds:

- General Fund – to account for all financial resources not required to be accounted for in another fund, and for certain revenues from the State that are legally restricted to be expended for specific current operating purposes.
- Special Revenue – Federal Education Stabilization Fund – to account for Federal funding provided as emergency relief to address the impact of COVID-19 and learning loss on elementary and secondary schools.
- Debt Service – Other Debt Service Fund – to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs on the long-term certificates of participation and leases.
- Capital Projects – Local Capital Improvement Tax Fund – to account for the financial resources generated by the local capital improvement tax levy to be used for educational capital outlay needs, including new construction, and renovation and remodeling projects.
- Capital Projects – Other Capital Projects Fund – to account for the financial resources such as sales tax proceeds, impact fees, and certificates of participation, which are used for capital outlay needs.

Additionally, the District reports the following proprietary fund type:

- Internal Service Funds - to account for the District's individual self-insurance programs.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

➤ **Basis of Accounting**

Basis of accounting refers to when revenues and expenditures, or expenses, are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are prepared using the accrual basis of accounting, as are the proprietary funds financial statements. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized in the year for which they are levied.

Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are prepared using the modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Significant revenues susceptible to accrual include ad valorem taxes, reimbursable-type grants and interest on investments. The District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for Federal, State, and other grant resources, revenue is recognized at the time the expenditure is made.

Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, early retirement incentive payments, pensions, other postemployment benefits, and compensated absences, which are recognized when due. Allocations of cost, such as depreciation, are not recognized in governmental funds.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds' principal ongoing operations. The principal operating revenues of the District's internal service funds are charges for workers' compensation, employee health insurance and employee dental insurance. Operating expenses include insurance claims, excess coverage premiums, employee compensation and purchased services. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. When committed, assigned, or unassigned resources are available for use in governmental fund financial statements, it is the District's policy to use committed resources first, followed by assigned resources, and then unassigned resources as they are needed.

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

➤ **New Pronouncements**

Governmental Accounting Standards Board (GASB) Statement No 96, *Subscription-Based Information Technology Arrangements (SBITAs)*. In May 2020, the GASB issued Statement No. 96, SBITAs, to be effective for the District beginning with year ended June 30, 2023. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, and organizations is required to recognize a subscription liability and an intangible right-to-use subscription.

As of July 1, 2022 the District adopted the provisions of GASB 96, SBITAs, which amended the existing accounting standards for lease reporting. Under this Statement, a government generally should recognize a right-to-use subscription asset, an intangible asset, and a corresponding subscription liability. A government should recognize the subscription liability at the commencement of the subscription term, which is when the subscription asset is placed into service. The subscription liability should be initially measured at the present value of subscription payments expected to be made during the subscription term. Future subscription payments should be discounted using the interest rate the SBITA vendor charges the government, which may be implicit, or the government's incremental borrowing rate if the interest rate is not readily determinable. A government should recognize amortization of the discount on the subscription liability as an outflow of resources in subsequent financial reporting periods.

The District reports \$2,559,165, which is net of accumulated amortization of \$1,141,588, of SBITAs and \$2,278,255 in SBITAs liabilities as a result of implementation of this standard.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of Estimates

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

➤ **Deposits and Investments**

Cash balances from the majority of funds are pooled for investment purposes. Earnings from such investments are allocated to the respective funds based on applicable cash participation by each fund. The investment pools are managed such that all participating funds have the ability to deposit and withdraw cash as if they were demand deposit accounts, and therefore all balances representing participants' equity in the investment pools are classified as cash equivalents for purposes of these statements. For investments which are held separately from the pools, those which are highly liquid (including restricted assets) with an original maturity of 90 days or less are considered to be cash equivalents, except for investments held with paying agents. The amounts reported as cash and cash equivalents consist of cash in demand deposits; amounts placed with the State Board of Administration (SBA) in Florida PRIME, and amounts placed in All Spring Government Money Market Fund, and Florida Public Assets for Liquidity Management (FL PALM).

Cash deposits are held by banks qualified as public depositories under Florida law. All deposits are insured by the Federal Depository Insurance Corporation and collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes. The statement of cash flows considers cash and cash equivalents as those accounts used as demand deposit accounts and all highly liquid investments with an original maturity of 90 days or less.

Investments consist of amounts placed in the SBA debt service accounts for investment of debt service moneys, amounts placed with SBA for participation in the Florida PRIME investment pool created by Sections 218.405, Florida Statutes, and those made locally. The investment pool operates under investment guidelines established by Section 215.47, Florida Statutes.

The District's investments in Florida PRIME, the FL PALM and Florida Fixed Income Trust (FIT), which the SBA, the FL PALM, and Florida FIT indicate are Securities and Exchange Commission Rule 2a7-like external investment pools, as of June 30, 2023, and operate as a qualifying external investment pool.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments held locally consist of money market mutual funds, commercial paper, corporate notes, United States Treasury notes and strips, and obligations of United States are reported at fair value. The District categorizes its fair value measurements within the fair value hierarchy established in accordance with generally accepted accounting principles. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are other observable inputs; Level 3 inputs are significant unobservable inputs. Types and amounts of investments held by the District at June 30, 2023 are further described in Note 3.

➤ **Inventories and Prepaid Items**

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories are stated at cost on a weighted average basis, except that United States Department of Agriculture donated foods are stated at their acquisition value as determined at the time of donation to the District's food service program by the Florida Department of Agriculture and Consumer Services, Bureau of Food Distribution. The costs of inventories are recorded as expenditures at the time individual inventory items are requisitioned for consumption.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The purchase method is used to account for prepaid items.

➤ **Capital Assets**

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported in the government-wide statement of net position but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$5,000. Prior to July 1, 2020, capital assets were defined by the District as those costing more than \$1,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Donated assets are recorded at acquisition value at the date of donation. Capital assets shall be depreciated over their estimated useful lives unless they are inexhaustible (i.e. land and land improvements) or construction in progress. Land improvements consist of betterments, site preparation and site improvements that ready land for its intended use. Land improvements are characterized as having an unlimited life and are therefore not depreciated.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The costs of normal maintenance and repairs that does not add to the value of the asset or materially extends the assets lives are not capitalized. Interest costs incurred during construction of capital assets are not considered material and are not capitalized as part of the cost of construction.

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

<u>Description</u>	<u>Estimated Lives</u>
Improvements Other than Buildings	5-40 years
Buildings and Fixed Equipment	10-50 years
Furniture, Fixtures and Equipment and Audio Visual Materials	3-15 years
Motor Vehicles	5-10 years
Equipment Under Leases and SBITAs	2-6 years
Computer Software	5-10 years

Changes in capital assets for the current year are further described in Note 5.

➤ **Leases and SBITAs**

The District is a lessee for noncancellable leases of equipment and SBITAs. The District recognizes a lease liability and an intangible right-to-use lease asset and SBITAs in the government-wide financial statements. At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

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

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise. The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

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

➤ **Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate section, *Deferred Outflows of Resources*, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense) until then. The District has three types of items that meet this criterion - those related to the loss on refunding which is the difference between reacquisition price and net carrying amount of old debt, those related to pension plans which are further discussed in Note 18, State Retirement Programs and those related to OPEB as further discussed in Note 19.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate section, *Deferred Inflows of Resources*, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has two types of items that meet this criterion - those related to pension plans which are further discussed in Note 18, State Retirement Programs and those related to OPEB as further discussed in Note 19. In addition, at the fund level the District had \$318,312 of grant revenues that were measurable, but not currently available.

➤ **Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employee's right to receive compensation is attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method.

The liability is based on the sick leave accumulated at June 30th by those employees who are currently eligible to receive termination payments and those employees for whom it is probable that they will become eligible to receive termination benefits in the future. The criteria for determining the vacation and sick leave liability is derived from Board policy, negotiated agreements, and State law.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, only the amount payable to employees who terminated their employment as of the end of the fiscal year is reported. The liability at year-end includes salary related payments such as Social Security, Medicare and FRS contributions.

Changes in compensated absences liability for the current year are further described in Note 11.

➤ **Long-Term Debt**

Long-term debt obligations that will be financed from resources to be received in the future by governmental funds are reported as liabilities in the government-wide statement of net position. Bond and certificates of participation premiums are deferred and amortized over the life of the bonds and certificates of participation using the effective interest method. Bonds and certificates of participation payable are reported net of the applicable premium.

In the governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due. Governmental fund types recognize bond and certificates of participation premiums, as well as bond and certificates of participation issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Changes in long-term debt obligations for the current year are further described in Note 11.

➤ **Other Postemployment Benefits (OPEB)**

OPEB is reported in the government-wide financial statements. The District 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 OPEB Plan is financed on a pay-as-you-go basis. Additional OPEB information is further described Note 19.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

➤ **Pensions**

In the government-wide statement of net position, liabilities are recognized for the District's proportionate share of each pension plan's net pension liability. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the FRS defined benefit plan and the HIS defined benefit plan and additions to/deductions from the FRS and the HIS fiduciary net position have been determined on the same basis as they are reported by the FRS and the HIS plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value. The District's retirement plans and related amounts are further described in Note 18.

➤ **State Revenue Sources**

Significant revenues from State sources for current operations include the Florida Education Finance Program administered by the Florida Department of Education (Department) under the provisions of Section 1011.62, Florida Statutes.

In accordance with this law, the District determines and reports the number of full-time equivalent (FTE) students and related data to the Department. The Department performs certain edit checks on the reported number of FTE and related data, and calculates the allocation of funds to the District. The District is permitted to amend its original reporting during specified time periods following the date of original reporting. Such amendments may impact funding allocations for subsequent years. The Department may also adjust subsequent fiscal period allocations based upon an audit of the District's compliance in determining and reporting FTE and related data. Normally, such adjustments are treated as reductions or additions of revenue in the year when the adjustments are made.

The State provides financial assistance to administer certain educational programs. State Board of Education (SBE) rules require that revenue earmarked for certain programs be expended only for the program for which the money is provided, and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same educational programs. The Department generally requires that these educational program revenues be accounted for in the General Fund. A portion of the fund balance of the General Fund is restricted in the governmental funds financial statements for the unspent balance of categorical and earmarked educational program resources.

A schedule of revenue from State sources for the 2022-23 fiscal year is further described in Note 16.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

➤ **District Property Taxes**

The Board is authorized by State law to levy property taxes for district school operations, capital improvements, and debt service.

Property taxes consist of ad valorem taxes on real and personal property within the District. Property values are determined by the Sarasota County Property Appraiser, and property taxes are collected by the Sarasota County Tax Collector.

The Board adopted the 2022 tax levy on September 13, 2022. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4 percent for early payment.

Taxes become a lien on the property on January 1, and are delinquent on April 1, of the year following the year of assessment. State law provides for enforcement of collection of personal property taxes by seizure of the property to satisfy unpaid taxes, and for enforcement of collection of real property taxes by the sale of interest bearing tax certificates to satisfy unpaid taxes. The procedures result in the collection of essentially all taxes prior to June 30 of the year following the year of assessment.

Property tax revenues are recognized in the government-wide financial statements when the Board adopts the tax levy. Property tax revenues are recognized in the governmental fund financial statements when taxes are received by the District, except that revenue is accrued for taxes collected by the Sarasota County Tax Collector at fiscal year-end but not yet remitted to the District.

Millage rates and taxes levied for the current year are further described in Note 17.

➤ **School Capital Outlay Surtax (Local Sales Tax)**

The citizens of Sarasota County, on November 4, 1997, approved a one-cent sales tax authorized under Section 212.055(6), Florida Statutes. The Board receives one-fourth of the one-cent sales tax. The surtax levy commenced on September 1, 1999, and remained in effect for a period of 10 years through 2009. The voters of Sarasota County approved the continuation of this tax effective September 1, 2009, which remains in effect for a period of 15 years through 2024.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

➤ **Federal Revenue Sources**

The District receives Federal awards for the enhancement of various educational programs. Federal awards are generally received based on applications submitted to, and approved by, various granting agencies. For Federal awards in which a claim to these grant proceeds is based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred.

2. BUDGETARY COMPLIANCE AND ACCOUNTABILITY

The Board follows procedures established by State statutes and SBE rules in establishing budget balances for governmental funds as described below:

- Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and SBE rules.
- Appropriations are controlled at the function level within each fund (e.g., instruction, student support services, and school administration) and may be amended by resolution at any Board meeting prior to the due date for the annual financial report.
- Budgets are prepared using the same modified accrual basis as is used to account for governmental funds.
- Budgetary information is integrated into the accounting system and, to facilitate budget control, budget balances are encumbered when purchase orders are issued.
- Appropriations lapse at fiscal year-end and encumbrances outstanding are honored from the subsequent year's appropriations.
- The reported budgetary data consists of the original budget as well as the final appropriated budget after amendments approved by the Board.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

3. INVESTMENTS

- The District's investment policy authorizes the following investments:
 - Savings accounts
 - Certificates of deposits
 - Intergovernmental investment pools
 - Money market mutual funds
 - State and/or local government taxable and/or tax-exempt debt
 - Securities of the United States Government including obligations of the United States Treasury
 - United States Government agencies
 - Federal Instrumentalities
 - Mortgage-Backed Securities
 - Repurchase agreements
 - Commercial paper
 - Corporate notes
 - Bankers' acceptances

- Investments are reported at fair value other than those using the Net Asset Value ("NAV") or amortized cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value determinations, other than those measured using the "NAV" as a practical expedient, are made based upon a hierarchy that prioritizes the inputs to valuation techniques. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).
 - Level 1 - Inputs are unadjusted quoted prices for identical assets or liabilities in active markets that the District has the ability to access.
 - Level 2 - Inputs include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.
 - Level 3 - Inputs to the valuation methodology are unobservable inputs in situations where there is little or no market activity for the asset or liability, and the reporting entity makes estimates and

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

3. INVESTMENTS (continued)

assumptions related to the pricing of the asset or liability including assumptions regarding risk.

- “NAV” - Investments in Florida Public Assets for Liquidity Management (FL PALM) represent \$82,003,679, Florida Fixed Income Trust (FL FIT) represents \$41,014,435 and Allspring Govt. Money Market represents \$145,393,653 in pooled investment programs (the “Program”). No specific investments are assigned to the District, rather the value of the District’s investment is equal to the total fund net asset value times the District’s units as a percentage of total units outstanding.

Any dividends or interest of the Program are reinvested. In addition, the District may withdraw either a portion of or its entire investment at any time in the Program. The District investment in Allspring Government Money Market Fund may not be withdrawn. There were no unfunded commitments related to the Program as of June 30, 2023.

- Amortized Cost - Florida PRIME is a 2a7-like pool, which is not registered with the SEC as an investment company, but nevertheless has a policy that it will, and does, operate as a qualifying external investment pool. Thus, this pool operates essentially as a money market fund. Florida PRIME has a Standard & Poor’s rating of AAAm at June 30, 2023 and is recorded at amortized cost.

The asset’s or liability’s fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. While the District believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different estimate of fair value at the reporting date.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

3. INVESTMENTS (continued)

At June 30, 2023, the District had the following investments:

			Fair Value Measurement Using		
	Maturities	6/30/2023	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					
SBA-Debt Service Accounts	6 Months	\$ 39,932	\$ 39,932	\$ -	\$ -
Obligations of US Agencies and					
Instrumentalities	August 2024-July 2035	15,193,010	-	15,193,010	-
United States Treasury Strip	5/15/2027 ⁽³⁾	26,874,388	-	26,874,388	-
United States Treasury Notes	June 2024- July 2025	70,958,933	-	70,958,933	-
Municipal Bonds	January 2024- July 2025	876,986	-	876,986	-
Supra-Natl Agency Bond/Note	Sept 2024 - Sept 2026	1,745,286	-	1,745,286	-
Corporate Notes	Feb 2024-Jan 2027	44,995,186	-	44,995,186	-
Asset-Backed Securities	May 2024-August 2027	8,739,020	-	8,739,020	-
Total investments by fair value level		169,422,741	\$ 39,932	\$ 169,382,809	\$ -
Instruments measured at the net asset					
value (NAV)					
Allspring Govt. Money Market	25 Day Average ⁽¹⁾⁽²⁾	145,393,653			
FL Fixed Income Trust (FL FIT)	19-214 Day Average ⁽¹⁾	41,014,435			
FL Public Assets for Liquidity					
Management (FL PALM)	28 Day Average ⁽¹⁾	82,003,679			
Total Investments measured at NAV		268,411,767			
Investments at amortized cost					
SBA-Florida PRIME	37 Day Average ⁽¹⁾	148,787,239			
Total Investments		\$ 586,621,747			

⁽¹⁾ Investments are reported as cash equivalents.

⁽²⁾ Includes cash totaling \$1,841,865 held under a paying agent agreement for investment purposes for the 2010A Qualified School Construction Bonds (See Note 8).

⁽³⁾ Investment held under a paying agent agreement for the 2010 A Qualified School Construction Bonds (See Note 8).

➤ **Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Section 218.415(17), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they come due. The District has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses from increasing interest rates. See table under concentration of credit risk for further detail on investment maturities.

Florida PRIME had weighted average days to maturity (WAM) of 37 days, FL PALM had a WAM of 28 days and FL FIT had a WAM of 19 days for cash pool and 214 days for enhanced cash pool at June 30, 2023.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

3. INVESTMENTS (continued)

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 portfolio to interest rate changes.

➤ **Credit Risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Section 218.415(17), Florida Statutes, limits investments in money market funds to Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency; Florida PRIME or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act as provided in Section 163.01, Florida Statutes; and investments in interest-bearing time deposits to qualified public depositories, as defined in Section 280.02, Florida Statutes; and direct obligations of the United States Treasury.

The District's investments in the SBA Debt Service Accounts are to provide for debt service payments on bond debt issued by the SBE for the benefit of the District. The District relies on policies developed by SBA for managing interest rate risk and credit risk on this account. Disclosures for the Debt Service Accounts are included in the notes to financial statements of the State's Comprehensive Annual Financial Report.

As of June 30, 2023, the District's investments in the Florida PRIME, the Allspring Government Money Market Fund, and the FL PALM were rated AAAm by Standard & Poor's.

Obligations of United States Agencies and Instrumentalities totaling \$15,193,010, United States Treasury Notes totaling \$70,958,933 were rated AA+ by Standard & Poor's.

Corporate notes ratings ranged from AA+ to BBB- by Standard & Poor's and Asset-Backed Securities and Supra-National Agency Bond/Notes were rated AAA by Standard & Poor's.

The FL FIT were rated AAAf/S1 by Fitch.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

3. INVESTMENTS (continued)

The District's investment in United States Treasury Strips authorized under the supplemental trust agreement for the 2010A Qualified School Construction Bonds. The agreement authorizes the investment of the sinking fund amounts in certain eligible securities, including, without limitation, U.S. Treasury Strips and Notes and the Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corporation and Farm Credit Banks. The eligible securities must have a maturity date that is on or before May 15, 2027. Disclosure of credit risk is not required for the District's investment in a United States Treasury Strip.

➤ **Custodial Credit Risk**

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

Section 218.415(18), Florida Statutes, requires the District to earmark all investments and 1) if registered with the issuer or its agents, the investment must be immediately placed for safekeeping in a location that protects the governing body's interest in the security; 2) if in book entry form, the investment must be held for the credit of the governing body by a depository chartered by the Federal Government, the State of Florida (State), or any other state or territory of the United States which has a branch or principal place of business in this State, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in this State, and must be kept by the depository in an account separate and apart from the assets of the financial institution; or 3) if physically issued to the holder but not registered with the issuer or its agents, the investment must be immediately placed for safekeeping in a secured vault. The District's investment policy addresses custodial credit risk in that all securities, with the exception of certificates of deposit, are held with a third-party custodian; and all securities purchased by and all collateral obtained by the District should be properly designated as an asset of the District. The securities must be held in an account separate and apart from the assets of the financial institution.

The District's \$26,874,388 investment in the U.S. Treasury Strip was held in a custody account by the paying agent.

➤ **Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District has a formal policy that limits the amount the District may invest in any one issuer.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

3. INVESTMENTS (continued)

The below table reflects the District's investment policy minimum rating requirements, maturity limits, maximum investment allocation limits and maximum single issuer limits by investment security type:

Sector	Sector Maximum (%)	Per Issuer Max (%)	Minimum Ratings Requirement	Maximum Maturity
U.S. Treasury	100%	100%	N/A	5.50 Years (5.50 year avg life for GNMA)
GNMA		40%		
Other U.S. Government Guaranteed (e.g. AID, GTC)		10%		
Federal Agency/GSE: FNMA, FHLMC, FHLB, FFCB	80%	40%	N/A	5.50 Years
Federal Agency/GSE other than those above		10%		
Supranationals where U.S. is a shareholder and voting member	10%	5%	A-1/P-1,AAA-/Aaa3,or equivalent	5.50 Years
Corporates	35%	5%	A-1/P-1,A-/A3, or equivalent	5.50 Years
Municipals	25%	5%	SP-1/MIG 1,A-A3, or equivalent	5.50 Years
Agency Mortgage-Backed Securities (MBS)	25%	40%	N/A	5.50 Years Avg. Life
Asset-Backed Securities (ABS)	10%	5%	A-1+/P-1, AAA/Aaa, or equivalent	2 Years Avg. Life
Non-Negotiable Certificate of Deposit and Savings Accounts	50%	25%	None, if fully collateralized	1 Years
Commercial Paper (CP)	35%	5%	A-1/P-1, or equivalent	270 Days
Repurchase Agreements (Repo or RP)	25%	10%	A-1/P-1, or equivalent	1 Years
Money Market Funds (MMFs)	50%	25%	AAAm/Aaa-mf, or equivalent	N/A
Intergovernmental Pools (LGIPs)	50%	25%	AAAm/AAAf, S1, or equivalent	N/A
Florida Local Government Surplus Funds Trust Funds ("Florida Prime")	75%	N/A	AAAm/Aaa-mf, or equivalent	N/A

*The combined total of available funds invested in Federal Instrumentalities and Mortgage - Backed Securities cannot be more than 80%.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

4. RECEIVABLES

The majority of receivables are due from other agencies. These receivables and the remaining accounts receivable are considered to be fully collectible. As such, no allowance for uncollectible amounts is accrued.

All receivable balances are expected to be received within the subsequent year.

Due from other agencies at June 30, 2023, are shown below:

Florida Department of Education	\$ 7,654,636
Internal Revenue Service	1,011,731
State of Florida	872,612
Agency For Health Care Administration	864,184
Sarasota County Tax Collector	464,508
Sarasota County Government	371,089
City of North Port	287,839
Florida Department of Agriculture	278,551
City of Venice	69,947
Sarasota County Libraries	67,931
JROTC Navy, Army & Marine	44,338
SWFWMD Grant	29,110
City of Sarasota	25,606
Gulf Coast Community Foundation	21,500
Sarasota County Sheriff	19,175
Sarasota County Fire Department	19,031
US Department of Education	18,473
Florida Retirement System	13,987
Nokomis Fire Department	2,182
	<hr/>
	\$ 12,136,430 <hr/>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

5. CHANGES IN CAPITAL ASSETS

Changes in capital assets are presented in the table below.

	Balance 7/1/2022	Additions	Deletions	Balance 6/30/2023
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated/Amortized:				
Land	\$ 63,941,404	\$ 761,138	\$ 212,160	\$ 64,490,382
Land Improvements	79,128,986	-	-	79,128,986
Construction in Progress	13,342,502	43,308,485	5,075,101	51,575,886
Total Capital Assets Not Being Depreciated/Amortized	156,412,892	44,069,623	5,287,261	195,195,254
Capital Assets Being Depreciated/Amortized:				
Improvements Other Than Buildings	102,284,369	4,018,463	72,106	106,230,726
Buildings and Fixed Equipment	1,129,196,148	4,604,844	555,187	1,133,245,805
Furniture, Fixtures, and Equipment and Audio Visual Materials	57,161,573	3,996,386	2,908,985	58,248,974
Motor Vehicles	41,434,277	1,108,515	27,364	42,515,428
Right-to-use-lease equipment and SBITAs	36,833,705	28,524,382	773,514	64,584,573
Computer Software	12,379,365	-	-	12,379,365
Total Capital Assets Being Depreciated/Amortized	1,379,289,437	42,252,590	4,337,156	1,417,204,871
Less Accumulated Depreciation/Amortization for:				
Improvements Other Than Buildings	(56,150,895)	(4,350,703)	72,106	(60,429,492)
Buildings and Fixed Equipment	(426,269,281)	(27,984,052)	492,442	(453,760,891)
Furniture, Fixtures, and Equipment and Audio Visual Materials	(46,139,014)	(4,235,645)	2,649,545	(47,725,114)
Motor Vehicles	(28,530,530)	(2,874,028)	25,519	(31,379,039)
Right-to-use-lease equipment and SBITAs	(16,056,005)	(13,549,153)	641,010	(28,964,148)
Computer Software	(10,983,751)	(446,755)	-	(11,430,506)
Total Accumulated Depreciation/Amortization	(584,129,476)	(53,440,336)	3,880,622	(633,689,190)
Total Capital Assets Being Depreciated/Amortized, Net	795,159,961	(11,187,746)	456,534	783,515,681
Governmental Activities Capital Assets, Net	\$ 951,572,853	\$ 32,881,877	\$ 5,743,795	\$ 978,710,935

The class of property under leases is presented in Note 7.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

5. CHANGES IN CAPITAL ASSETS (continued)

Depreciation and amortization expense was charged to functions as follows:

<u>Function</u>	<u>Amount</u>
GOVERNMENTAL ACTIVITIES	
Instruction	\$ 46,876,029
Student Support Services	89,466
Instructional Media Services	10,734
Instructional Staff Training Services	3,824
Instructional Related Technology	1,686
General Administration	160,548
School Administration	27,048
Facility Services - non capitalized	1,538,252
Food Services	123,527
Central Services	340,586
Student Transportation Services	2,859,461
Operation of Plant	228,492
Maintenance of Plant	98,480
Administrative Technology Services	1,075,861
Community Services	6,342
Total Depreciation and Amortization Expense - Governmental Activities	<u>\$ 53,440,336</u>

6. ACCOUNTS PAYABLE AND OTHER CURRENT LIABILITIES

Accounts payable and other current liabilities at June 30, 2023, are shown below:

Salary and Wages Payable	\$ 27,986,012
Payroll Deductions and Withholdings Payable	1,380,106
Accounts Payable	11,036,216
Sales Tax Payable	2,350
Construction Contracts Payable	9,745,961
Deposits Payable	6,350
	<u>\$ 50,156,995</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

7. OBLIGATIONS UNDER LEASES and SBITAs

The class and amount of right to use assets are as follows:

<u>Asset Description</u>	<u>Asset Balance</u>
Equipment:	
Copier Equipment	\$ 874,668
Computer Equipment	60,009,182
Leases	60,883,850
SBITA	3,700,723
Total leases and SBITA	64,584,573
Less: Accumulated Depreciation and Amortization	(28,964,148)
Leases and SBITA, net	<u>\$ 35,620,425</u>

The District has SBITAs extending through 2025, copier equipment leases extending through 2027, and computer equipment leases extending through 2028. The imputed interest rates range from 2.39 to 8.45 percent.

Future minimum lease obligations and the present value of the minimum lease payments as of June 30 are as follows:

<u>Fiscal Year</u>	<u>All Leases</u>		<u>Total Principal and Interest</u>
	<u>Principal</u>	<u>Interest</u>	
2023-24	\$ 12,967,116	\$ 1,204,626	\$ 14,171,742
2024-25	11,554,441	1,024,271	12,578,712
2025-26	7,292,233	569,558	7,861,791
2026-27	3,468,630	235,342	3,703,972
2027-28	878,076	12,547	890,623
Total	<u>\$ 36,160,496</u>	<u>\$ 3,046,344</u>	<u>\$ 39,206,840</u>

8. CERTIFICATES OF PARTICIPATION PAYABLE

The District entered into a financing arrangement on March 25, 2009. This arrangement was characterized as a lease-purchase agreement, with the Corporation whereby the District secured financing of various educational facilities in the amount of \$75,625,000. The financing was accomplished through the issuance of Certificates of Participation, Series 2009, to be repaid from the proceeds of rents paid by the District. Advance refunded with Series 2016.

The District also entered into a financing arrangement on September 1, 2010. This arrangement was characterized as a lease-purchase agreement in the form of Qualified School Construction Bonds, with the Corporation whereby the District secured financing of various education facilities and equipment in the amount of \$43,026,000. The Qualified School Construction Bond financing was accomplished through the issuance of Certificates of Participation, Series 2010A, to be repaid from the proceeds of rents paid by the District.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

8. CERTIFICATES OF PARTICIPATION PAYABLE (continued)

Qualified School Construction Bonds provide for a refundable credit from the United States Department of Treasury in accordance with Section 6431(f) of the Internal Revenue Code of 1986, as amended, equal to the lesser of the amount of interest payable with respect to the Certificates on such date or the amount of interest which would have been payable with respect to the Certificates on such date if such interest were determined at the tax credit rate otherwise applicable to such Certificates in accordance with the Code. The tax credit rate set by the Department on August 30, 2010 was 4.85 percent. This interest rate credit will be paid to the District with respect to the Certificates (the "Subsidy Payment").

Lease principal payments in the amount of \$1,746,799 are required to be deposited by the District into a sinking fund on an annual basis, and interest at the rate of 4.94 percent is paid semiannually. Sinking fund proceeds are invested and accumulate over the life of the issue, ending in a lump sum repayment to the leaseholders at maturity. The annual principal lease payment is adjusted as required based upon final investment earnings.

The District also entered into a financing arrangement on September 16, 2010. This arrangement was characterized as a lease-purchase agreement, with the Corporation whereby the District secured financing of various education facilities in the amount of \$70,070,000. The financing was accomplished through the issuance of Certificates of Participation, Series 2010B, to be repaid from the proceeds of rents paid by the District. Advance refunded with Series 2016.

On April 28, 2016 the District entered into a financing arrangement (School Board of Sarasota County, Florida - Certificates of Participation, Series 2016), whereby the District partially advanced refunded the callable portions of the Series 2009 and Series 2010-B Certificates of Participation in the amount of \$68,365,000. The proceeds from the Series 2016 issue have been placed in escrow to pay the lease payments on the refunded certificates until the call dates of July 1, 2020 for the Series 2009 and July 1, 2020 for the Series 2010-B. The District was able to achieve \$3,857,154 of net present value debt service savings or 6.46 percent of the refunded par amount. This equates to approximately \$450,000 of annual savings through July 1, 2024 and \$183,000 on July 1, 2025. The lease principal payments are due on an annual basis on July 1 for the Series 2016 issue and interest at a fixed rate of 1.74 percent is paid semiannually on July 1 and January 1.

The District also entered into a financing arrangement on December 15, 2023. This arrangement was characterized as a lease-purchase agreement, with the Corporation whereby the District secured financing of various educational facilities in the amount of \$117,105,000. The financing was accomplished through the issuance of Certificates of Participation, Series 2022A, to be repaid from the proceeds of rents paid by the District.

The District does not have any outstanding or unused lines of credit.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

8. CERTIFICATES OF PARTICIPATION PAYABLE (continued)

As a condition of the above financing arrangements, the District has given a ground lease on District property to the Corporation with a rental fee of \$10 per year. The 2010A and 2010B leases have an original term extending to the date that the Certificates of Participation are paid, prior to July 1, 2021 for the 2010B certificates, and prior to July 1, 2027 for the 2010A certificates. The 2016 refunding (2009 and 2010B) have a term extending to the date the Certificates of Participation are paid, prior to July 1, 2027. The 2022A leases have an original term extending to the date that the Certificates of Participation are paid, prior to July 1, 2033. If the District fails to provide for the rent payment through to term, the District may be required to surrender the sites and financed improvements to the Corporation.

The District properties included in the ground lease under this arrangement include:

Series 2010A Certificate of Participation (Qualified School Construction Bonds)

Booker High School

Series 2016 Certificates of Participation (Refunded Series 2009 and 2010A)

Atwater Elementary School
Sarasota County Technical Institute
Booker High School
Venice High School

Series 2022A Certificates of Participation

Clark and Lorraine K-8 School
Gocio Elementary School

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

8. CERTIFICATES OF PARTICIPATION PAYABLE (continued)

The lease payments are payable by the District semiannually, on July 1 and January 1, with interest rates ranging from 1.74 to 5.00 percent. The following is a schedule by years of future minimum lease payments as of June 30:

Fiscal Year Ending June 30:	Direct Borrowing			Total
	Series 2010A Lease	Series 2016 Refunding	Series 2022A Lease	
2024	\$ 2,125,484	\$ 13,370,646	\$ 7,300,250	\$ 22,796,380
2025	2,125,484	6,363,837	7,303,000	15,792,321
2026	2,125,484	-	10,852,000	12,977,484
2027	45,151,484	-	10,844,750	55,996,234
2028	-	-	13,415,000	13,415,000
2029	-	-	13,418,250	13,418,250
2030	-	-	13,415,750	13,415,750
2031	-	-	13,416,750	13,416,750
2032	-	-	13,415,000	13,415,000
2033	-	-	13,419,500	13,419,500
2034	-	-	13,418,750	13,418,750
2035	-	-	13,416,750	13,416,750
2036	-	-	13,417,250	13,417,250
2037	-	-	13,413,750	13,413,750
Total Minimum Lease Payments	51,527,936	19,734,483	170,466,750	241,729,169
Less: Interest Unamortized Premium	(8,501,936)	(444,484)	(53,361,750)	(62,308,170)
	-	-	16,160,027	16,160,027
Total Certificates of Participation	<u>\$ 43,026,000</u>	<u>\$ 19,289,999</u>	<u>\$ 117,105,000</u>	<u>\$ 195,581,026</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

9. BONDS PAYABLE

Bonds payable at June 30, 2023, are as follows:

Bond Type	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To
State School Bonds:			
Series 2014-A	\$ 92,000	5.00	2024
Series 2017-A	775,000	3.00-5.00	2028
Series 2020-A	705,000	5.00	2030
Subtotal	<u>1,572,000</u>		
Add: Unamortized Premium on Debt	<u>349,300</u>		
Total Bonds Payable	<u><u>\$ 1,921,300</u></u>		

The various bonds were issued to finance capital outlay projects of the District.

The following is a description of the bonded debt issues:

➤ **State School Bonds**

These bonds were issued by the SBE on behalf of the District. The bonds mature serially and are secured by a pledge of the District's portion of the State-assessed motor vehicle license tax. Additionally, the State's full faith and credit is also pledged as security for these bonds. Principal and interest payments, investment of Debt Service Fund resources, and compliance with reserve requirements are administered by the SBE and the SBA.

Annual requirements to amortize all bonded debt outstanding as of June 30, 2023, are as follows:

Fiscal Year Ending June 30: State School Bonds	Total	Principal	Interest
2024	\$ 429,240	\$ 355,000	\$ 74,240
2025	339,790	281,000	58,790
2026	348,740	304,000	44,740
2027	225,540	196,000	29,540
2028-2030	<u>472,990</u>	<u>436,000</u>	<u>36,990</u>
Total	<u><u>\$ 1,816,300</u></u>	<u><u>\$ 1,572,000</u></u>	<u><u>\$ 244,300</u></u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

10. DEFEASED DEBT

In prior years, the Board defeased in substance certain outstanding bonds by placing a portion of the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old debt. Accordingly, the trust account assets and the liability for the in-substance defeased bonds are not included in the District's financial statements. As of June 30, 2023, the District does not have any debt considered defeased in substance.

11. CHANGES IN LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities:

Description	Balance 7/1/2022	Additions	Deductions	Balance 6/30/2023	Due in One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable	\$ 2,415,822	\$ -	\$ 494,522	\$ 1,921,300	\$ 355,000
Obligations Under Leases & SBITAS (B)	21,286,414	28,524,382	13,650,300	36,160,496	12,967,116
Certificates of Participation Payable	75,131,000	133,265,027	12,815,001	195,581,026	14,480,000
Liability for Compensated Absences	44,768,375	14,643,799	11,883,900	47,528,274	12,621,047
Estimated Insurance Claims Payable	12,579,650	70,519,561	70,153,506	12,945,705	7,396,220
Other Postemployment Benefits Payable	19,126,487	19,032,831	18,765,461	19,393,857	-
Net Pension Liability (A)					
Florida Retirement System	45,935,611	190,795,079	-	236,730,690	-
Health Insurance Subsidy	98,417,311	-	10,357,909	88,059,402	-
Total Governmental Activities	<u>\$ 319,660,670</u>	<u>\$ 456,780,679</u>	<u>\$ 138,120,599</u>	<u>\$ 638,320,750</u>	<u>\$ 47,819,383</u>

(A) Total Net Pension Liability as of June 30, 2023 is \$324,790,092.

(B) SBITA's additions \$3,700,723, deletions \$1,422,468 with a balance of \$2,278,255

For the governmental activities, compensated absences, pensions, and other postemployment benefits are generally liquidated with resources of the General Fund. The estimated insurance claims are generally liquidated with resources of the internal service funds as discussed in Note 20.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

12. DEFERRED OUTFLOW / INFLOW OF RESOURCES

The components of deferred inflow and outflow are:

Governmental Activities:

	Beginning Balance	Change	Ending Balance
Pension Related Deferred Outflows			
Florida Retirement System	\$ 81,949,161	\$ 22,917,788	\$ 104,866,949
Health Insurance Subsidy	21,087,440	(1,736,728)	19,350,712
Total	<u>103,036,601</u>	<u>21,181,060</u>	<u>124,217,661</u>
Other Deferred Outflows			
Deferred Amount on Refunding	2,656,021	(873,707)	1,782,314
Other Postemployment Benefits	16,834,042	(2,708,857)	14,125,185
Total	<u>19,490,063</u>	<u>(3,582,564)</u>	<u>15,907,499</u>
Total Deferred Outflows	<u>\$ 122,526,664</u>	<u>\$ 17,598,496</u>	<u>\$ 140,125,160</u>
Pension Related Deferred Inflows			
Florida Retirement System	\$ (163,675,971)	\$ 162,184,671	\$ (1,491,300)
Health Insurance Subsidy	(7,556,574)	(8,130,103)	(15,686,677)
Total	<u>(171,232,545)</u>	<u>154,054,568</u>	<u>(17,177,977)</u>
Other Postemployment Benefits Deferred Inflows	<u>(1,839,730)</u>	<u>(91,689)</u>	<u>(1,931,419)</u>
Total	<u>(1,839,730)</u>	<u>(91,689)</u>	<u>(1,931,419)</u>
Total Deferred Inflows	<u>\$ (173,072,275)</u>	<u>\$ 153,962,879</u>	<u>\$ (19,109,396)</u>
Fund Activities:			
Deferred Inflow of Resources:			
Unavailable Revenue	<u>\$ (1,155,371)</u>	<u>\$ 837,059</u>	<u>\$ (318,312)</u>

13. FUND BALANCE REPORTING

There are two major types of fund balances, nonspendable and spendable. Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of this classification are prepaid items, inventories, and principal (corpus) of an endowment fund. The District does not have any nonspendable funds related to endowments. The District has inventories totaling \$908,852 and prepaid items totaling \$13,937,182 that are considered nonspendable.

Spendable fund balances are classified based on a hierarchy of spending constraints. The District has classified the spendable fund balances as *Restricted*, *Assigned*, and *Unassigned* and considered each to have been spent when expenditures are incurred.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

13. FUND BALANCE REPORTING (continued)

- Restricted: The portion of fund balance on which constraints have been placed by creditors, grantors, contributors, laws or regulations of other governments, constitutional provisions, or enabling legislation. Restricted fund balance places the most binding level of constraint on the use of fund balance. The District classifies most of its fund balances other than General Fund as restricted, as well as unspent State categorical and earmarked education funding that are legally or otherwise restricted. The District's restricted fund balance total is \$397,738,977 and represents \$12,327,072 for categorical programs; \$8,463,794 for grants and miscellaneous; \$6,248,086 for food service; \$30,639,264 for debt service; and \$340,060,761 for capital projects.
- Committed: The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the highest level of decision-making authority (i.e., resolution that is approved by a majority vote of the Board at a public meeting).

These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same action it employed to previously commit the amounts. The District does not report any committed fund balance.

- Assigned: The portion of fund balance that is intended to be used for specific purposes, but is neither restricted nor committed. Assigned amounts include those that have been set aside for a specific purpose by an authorized government body or official, but the constraint imposed does not satisfy the criteria to be classified as restricted or committed. This category includes any remaining positive amounts, for governmental funds other than the General Fund, not classified as nonspendable, restricted, or committed. The District also classifies amounts as assigned that are constrained to be used for a specific purpose based on actions of the Superintendent and the Chief Financial Officer as authorized by Board Policy 7.101 and not included in other categories. The District's assigned fund balance total is \$10,676,939 and represents \$7,684,035 in district projects and \$2,992,904 school operating budget carryforwards.
- Unassigned: The portion of fund balance that is the residual classification for the General Fund. The General Fund is the only fund that reports a positive unassigned fund balance. This balance represents amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned for specific purposes. The unassigned fund balance in the General Fund is \$69,401,105.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

13. FUND BALANCE REPORTING (continued)

The District has adopted Board Policy 7.101 that provides a minimum fund balance in the General Fund of 7.5 percent of the financial condition ratio per Section 1011.051 of Florida Statutes. The ending financial condition ratio as of June 30, 2023 is 14.99 percent.

The following is a schedule of fund balances by category at June 30, 2023:

	Major Funds*					
	General	Debt Service - Other Debt Service	Capital Projects - Local Capital Improvement Tax	Capital Projects - Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Fund Balances						
Nonspendable:						
Inventories	\$ 473,492	\$ -	\$ -	\$ -	\$ 435,360	\$ 908,852
Prepaid items	13,340,315	-	21,297	1,727	573,843	13,937,182
Spendable:						
Restricted:						
Categorical Programs	12,327,072	-	-	-	-	12,327,072
Special Revenue - Food Service	-	-	-	-	6,248,086	6,248,086
Grants and Miscellaneous	678,152	-	-	-	7,785,642	8,463,794
Debt Service	-	34,764	-	-	30,604,500	30,639,264
Capital Projects	-	-	134,487,704	203,296,050	2,277,007	340,060,761
Assigned:						
School Operations:						
District Projects	7,684,035	-	-	-	-	7,684,035
School						
Carryforwards	2,992,904	-	-	-	-	2,992,904
Unassigned	69,401,105	-	-	-	-	69,401,105
Total Fund Balances	\$ 106,897,075	\$ 34,764	\$ 134,509,001	\$ 203,297,777	\$ 47,924,438	\$ 492,663,055

*Does not include Special Revenue-Federal Education Stabilization as this fund has a zero fund balance.

14. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

Encumbrances: Appropriations in governmental funds are encumbered upon issuance of purchase order for goods and services. Even though appropriations lapse at the end of the fiscal year, unfilled purchase orders of the current year are carried forward and the next year's appropriations are likewise encumbered.

The following is a schedule of encumbrances at June 30, 2023:

	Major Funds				
	Special Revenue- Federal Education Stabilization	Capital Projects - Local Capital Improvement	Capital Funds - Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
General					
\$ 2,743,884	\$ 692,275	\$ 84,706,562	\$ 141,791,172	\$ 2,779,950	\$ 232,713,843

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

14. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS (cont.)

Construction Contracts: Encumbrances include the following major construction contract commitments at fiscal year-end:

Project Name	Contract Amount	Completed To Date	Balance Committed
Alta Vista Elementary	\$ 923,919	\$ 424,017	\$ 499,902
Atwater Elementary	500,000	194,718	305,282
Bay Haven Elementary	10,182,380	1,762,559	8,419,822
Booker Middle	11,238,563	2,386,982	8,851,581
Booker High	20,642,736	14,653,240	5,989,496
Clark & Lorraine -Central Co K-8	95,514,656	6,491,136	89,023,520
Cranberry Elementary	1,000,000	778,982	221,018
Englewood Elementary	1,100,263	691,987	408,276
Fruitville Elementary	239,180	41,613	197,567
Garden Elementary	1,000,000	285,239	714,761
Glenallen Elementary	1,000,000	294,612	705,388
Gocio Elementary	24,443,935	3,686,220	20,757,715
Gulf Gate Elementary	100,263	-	100,263
Heron Creek Middle	4,000,000	1,288,771	2,711,229
Lamarque Elementary	2,000,000	271,668	1,728,332
The Landings	1,043,698	937,172	106,526
Laurel Nokomis	1,235,830	379,677	856,153
Mcintosh Midle	469,898	365,570	104,328
North Port High	479,287	34,939	444,348
Oak Park	2,280,262	880,247	1,400,014
Pine View	17,555,351	15,568,367	1,986,985
Riverview High	301,790	99,373	202,416
Sarasota High	36,137,801	32,007,951	4,129,850
Suncoast Polytech High	124,799	102,624	22,176
STC North - Beneva Rd	1,062,077	211,315	850,762
Taylor Ranch Elementary	606,000	445,217	160,783
Toledo Blade Elementary	1,000,000	328,855	671,145
Transportation	879,538	747,593	131,944
Venice Middle	2,000,000	723,720	1,276,280
Venice High	449,329	-	449,329
Wellen Park High	54,242,134	6,396,910	47,845,224
Woodland Middle	1,316,549	284,206	1,032,343
District Wide	9,616,763	6,439,101	3,177,662
Total	\$ 304,687,002	\$ 99,204,580	\$ 205,482,422

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

15. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The following is a summary of interfund receivables and payables reported in the fund financial statements:

Funds	Interfund	
	Receivables	Payables
Major Funds:		
General	\$ 3,810,199	\$ 1,090,600
Debt Service:		
Other Debt Service	20,211	-
Special Revenue:		
Federal Education Stabilization	-	2,991,814
Capital Projects:		
Local Capital Improvement Tax	983,908	615,895
Other Capital Projects	-	36,471
Nonmajor Governmental Funds	2,077,198	2,158,603
Internal Service Funds	1,867	-
Total	<u>\$ 6,893,383</u>	<u>\$ 6,893,383</u>

Interfund receivables and payables are temporary loans of cash between funds allowable under Section 1011.09(2), Florida Statutes, for a period of less than 13 months. The temporary loans do not restrict, impede, or limit implementation or fulfillment of the original purposes for which the monies were received in the fund providing the advancement. All amounts will be repaid within the 2023-24 fiscal year.

The following is a summary of interfund transfers reported in the fund financial statements:

Funds	Interfund	
	Transfers In	Transfers Out
Major Funds:		
General	\$ 33,705,348	\$ -
Debt Service:		
Other Debt Service	29,507,566	-
Capital Projects:		
Local Capital Improvement Tax	-	61,631,217
Other Capital Projects	-	3,573,838
Nonmajor Governmental Funds	1,992,141	-
Total	<u>\$ 65,205,055</u>	<u>\$ 65,205,055</u>

Interfund transfers of money represent permanent transfers of monies between funds. Transfers from the Local Capital Improvement Tax Fund were for the purpose of funding maintenance and equipment expenditures and payment of premiums for property and casualty insurance in the General Fund and for paying debt service expenditures in Debt Service Fund. Transfers from Other Capital Projects Fund were to provide capital outlay funds to charter schools.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

16. SCHEDULE OF STATE REVENUE SOURCES

The following is a schedule of the District's State revenue for the 2022-23 fiscal year:

Source:	Amount
Categorical educational program - Class size reduction	\$ 46,928,950
Florida education finance program	14,842,669
Workforce development program	8,821,591
School recognition	3,841,517
Charter school capital outlay	3,432,687
Motor vehicle license tax (capital outlay & debt service)	1,907,228
Safety and Security	1,154,710
Sales Tax Distribution	446,500
Performance based incentives	288,141
Mobile home license tax	251,600
Food service supplement	152,851
Miscellaneous	<u>1,010,303</u>
Total	<u>\$ 83,078,747</u>

Accounting policies relating to certain State revenue sources are described in Note 1.

17. PROPERTY TAXES

The following is a summary of millages and taxes levied on the 2022 tax roll for the 2022-23 fiscal year:

Funds	Millage Rates	Taxes Levied
General Fund		
Nonvoted School Tax:		
Required Local Effort	3.024	\$ 285,711,554
Basic Discretionary Local Effort	0.748	70,672,038
Voted Tax:		
Operating	1.000	94,481,334
Capital Projects Funds		
Nonvoted Tax:		
Local Capital Improvements	<u>1.500</u>	<u>141,722,001</u>
Total	<u>6.272</u>	<u>\$ 592,586,927</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS

Florida Retirement System- Defined Benefit Pension Plans. 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 112, Florida Statutes, established the Retiree HIS Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any state-administered retirement system in paying the costs of health insurance.

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

The District's FRS & HIS pension expense totaled \$42,618,881 for the fiscal year ended June 30, 2023.

FRS Pension Plan.

The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Plan (DROP) for eligible employees. Most employees working for the District are covered by this Plan. The general classes of membership are as follows:

- Regular Class – Members of the FRS who do not qualify for membership in the other classes.
- Special Risk Class – Members in law enforcement.
- Elected County Officers Class – Members who hold specified elective offices in local government.
- Senior Management Service Class (SMSC) – Members in senior management level positions.

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

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, which may include up to 4 years of credit for military service. Members who enrolled in the Plan on or after July 1, 2011 and become vested are eligible for normal retirement benefits at age 65 or at any age after 33 years of service, which may include up to 4 years of credit for military service. The Plan also includes an early retirement provision but there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, and death benefits and annual cost-of-living adjustments to eligible participants.

The DROP Program, subject to provisions of Section 121.091, Florida Statutes permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months.

During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

The following chart shows the percentage value for each year of service credit earned:

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

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS 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 is 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.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

Contributions. The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2022-23 fiscal year were as follows:

Membership Class	Percent of Gross Salary	
	Employee	Employer (A)
FRS, Regular	3.00	11.91
FRS, Special Risk	3.00	27.83
FRS, Elected County Officers	3.00	57.00
FRS, Senior Management Service	3.00	31.57
FRS, DROP	0.00	18.60
FRS, Reemployed Retiree	(B)	(B)

Notes: (A) 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.

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

The District's contributions to the Plan totaled \$31,663,129 for the fiscal year ended June 30, 2023.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2023, the District reported a liability of \$236,730,690 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The District's proportionate share of the net pension liability was based on the District's 2021-22 fiscal year contributions relative to the 2021-22 fiscal year contributions of all participating members. At June 30, 2022, the District's proportionate share was 0.636235380 percent, which was an increase of 0.028127864 percent from its proportionate share measured as of June 30, 2021.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

For the fiscal year ended June 30, 2023, the District recognized pension expense of \$37,355,749 related to the Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 11,243,341	\$ -
Change of assumptions	29,154,375	-
Net difference between projected and actual earnings on FRS pension plan investments	15,631,296	-
Changes in proportion and differences between District FRS contributions and proportionate share of FRS contributions	17,174,808	1,491,300
District FRS contributions subsequent to the measurement date	31,663,129	-
Total	<u><u>\$ 104,866,949</u></u>	<u><u>\$ 1,491,300</u></u>

The deferred outflows of resources related to pensions, totaling \$31,663,129, resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2024. 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>
2024	\$ 17,395,896
2025	8,846,116
2026	(449,890)
2027	43,089,663
2028	2,830,735
Total	<u><u>\$ 71,712,520</u></u>

Actuarial Assumptions. The total pension liability in the July 1, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary Increases	3.25 percent, average, including inflation
Investment rate of return	6.70 percent, net of pension plan investment expense, including inflation

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

The actuarial assumptions used in the July 1, 2022, valuation were based on the results of an actuarial experience study for the period July 1, 2013, through June 30, 2018.

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:

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.6%	2.6%	1.1%
Fixed Income	19.8%	4.4%	4.4%	3.2%
Global Equity	54.0%	8.8%	7.3%	17.8%
Real Estate	10.3%	7.4%	6.3%	15.7%
Private Equity	11.1%	12.0%	8.9%	26.3%
Strategic investments	3.8%	6.2%	5.9%	7.8%
Total	100.00%			
Assumed inflation - Mean			2.4%	1.3%

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

Discount Rate. The discount rate used to measure the total pension liability was 6.7 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate used in the 2022 valuation was stable 6.7 percent.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

Sensitivity of the District's Proportionate Share of the Net Position Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.70 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.70 percent) or 1-percentage-point higher (7.70 percent) than the current rate:

	1% Decrease (5.70%)	Current Discount Rate (6.70%)	1% Increase (7.70%)
District's proportionate share of the net pension liability	\$ 409,409,452	\$ 236,730,690	\$ 92,350,699

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, 2023, the District reported a payable of \$5,239,853 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2023.

HIS Pension Plan

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 Division of Retirement within the Florida Department of Management Services.

Benefits Provided. For the fiscal year ended June 30, 2023, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

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, 2023, the contribution rate was 1.66 percent of payroll pursuant to section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The District's contributions to the HIS Plan totaled \$5,754,210 for the fiscal year ended June 30, 2023.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2023, the District reported a net pension liability of \$88,059,402 for its proportionate share of the HIS Plan's net pension liability. The current portion of the net pension liability is the District's proportionate share of benefit payments expected to be paid within one year, net of the District'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, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022.

The District's proportionate share of the net pension liability was based on the District's 2021-22 fiscal year contributions relative to the total 2021-22 fiscal year contributions of all participating members. At June 30, 2022, the District's proportionate share was 0.831408143 percent, which was an increase of 0.029082435 percent from its proportionate share measured as of June 30, 2021.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

For the fiscal year ended June 30, 2023, the District recognized pension expense of \$5,263,132 related to the HIS Plan. In addition, the District reported deferred outflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 2,672,811	\$ 387,469
Change of assumptions	5,047,622	13,622,733
Net difference between projected and actual earnings on HIS pension plan investments	127,491	-
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	5,748,578	1,676,475
District HIS contributions subsequent to the measurement date	<u>5,754,210</u>	<u>-</u>
Total	<u>\$ 19,350,712</u>	<u>\$ 15,686,677</u>

The deferred outflows of resources related to pensions, totaling \$5,754,210, resulting from District contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2024.

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>
2023	\$ 133,380
2024	(369,475)
2025	241,220
2026	(141,984)
2027	(1,308,372)
Thereafter	<u>(644,944)</u>
Total	<u>\$ (2,090,175)</u>

Actuarial Assumptions. The total pension liability in the July 1, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary Increases	3.25 percent, average, including inflation
Municipal Bond Rate	3.54 percent

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

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

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

Discount Rate. The discount rate used to measure the total pension liability was 3.54 percent. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The discount rate changed from 2.16 percent to 3.54 percent.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 3.54 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.54 percent) or 1-percentage-point higher (4.54 percent) than the current rate:

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
District's proportionate share of the net pension liability	\$ 100,747,186	\$ 88,059,402	\$ 77,560,522

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, 2023, the District reported a payable of \$1,082,317 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2023.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

FRS-Defined Contribution Plan. Pursuant to Section 121.4501, Florida Statutes, the Florida Legislature created a defined contribution program called the Florida Retirement System Investment Plan (Investment Plan), which is administered by the SBA. The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Annual Comprehensive Financial Report. Employees may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. Employees in the Investment Plan vest in their own contributions immediately and, after one year of service, in employer contributions and investment earnings. District employees participating in DROP are not eligible to participate in the program. This program is self-directed by the employee. The employees have the responsibility of selecting how their funds are invested within the approved set of investment choices and may take their funds when they leave the FRS. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. The Investment Plan is funded by employer and employee contributions that are based on the same salary and membership class (Regular Class, Elected County Officers, etc.) as the FRS defined benefit plan. Contributions are directed to the 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 member's accounts during the 2022-23 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Compensation</u>
FRS, Regular	9.30
FRS, Elected County Officers	14.34

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, 2023, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

18. STATE RETIREMENT PROGRAMS (continued)

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; 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.

There were 1,976 District participants in the Investment Plan during the 2022-23 fiscal year. The District's Investment Plan pension expense totaled \$8,821,292.

19. OTHER POSTEMPLOYMENT BENEFITS

Plan Description. The Other Postemployment Benefits (OPEB) Plan is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who are not Medicare eligible and retire from the District and their eligible dependents may continue to participate in one of four self insured comprehensive plans for medical and prescription drug coverage. The District 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 District does not provide any explicit subsidies for retiree coverage. Retirees are required to enroll in the Federal Medicare programs parts A and B for their primary coverage as soon as they are eligible. A retiree may also participate in the District's life insurance program that provides \$5,000 coverage reducing to \$2,500 at age 70. The OPEB Plan does not issue a stand-alone report, and is not included in the report of a public employee retirement system or other entity. The OPEB Plan contribution requirements of the District and OPEB Plan members are established and may be amended through recommendations of the Insurance Committee and action from the Board. The District has not advance-funded or established a funding methodology for the annual OPEB expense or the net OPEB Plan liability, and the OPEB Plan is financed on a pay-as-you-go basis. No assets are accumulated in a trust that meets all of the criteria in GASB Statement No. 75, paragraph 4. A copy of the actuarial report provided by AON dated August 7, 2023 is available in the District's Finance Department.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

19. OTHER POSTEMPLOYMENT BENEFITS (continued)

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

Employees Covered by Benefit Terms. At June 30, 2022, the following table provides a summary of the number of participants in the plan as of the measurement date:

	<u>Healthcare</u>	<u>Life Insurance</u>
Inactive Plan Members	251	2,433
Active Plan Members	<u>4,986</u>	<u>4,986</u>
Total Plan Members	<u><u>5,237</u></u>	<u><u>7,419</u></u>

Total OPEB Liability. The District's total OPEB liability of \$19,393,857 was measured as of June 30, 2022 and was determined by an actuarial valuation using census data as of July 1, 2022.

Changes in the Total OPEB Plan Liability. The following table shows the change in the District's OPEB Plan liability.

<u>Description</u>	<u>Amount</u>
Service Cost	\$ 1,473,396
Interest on the Total OPEB Plan Liability	426,221
Differences Between Expected and Actual Experience	831,235
Changes of Assumptions	(719,376)
Benefit Payments	<u>(1,744,106)</u>
Net Change in Total OPEB Plan Liability	267,370
Total OPEB Liability at 6/30/2022	<u>19,126,487</u>
Total OPEB Liability at 6/30/2023	<u><u>\$ 19,393,857</u></u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

19. OTHER POSTEMPLOYMENT BENEFITS (continued)

The changes of assumptions or other inputs was based on the following:

- The discount rate was changed from 2.16 percent as of the beginning of the measurement period to 3.54 percent as of June 30, 2023.
- A change in the spouse coverage election assumption for males from 17% to 12% based on recent retiree experience.
- Expected medical plan choice among new retirees was updated based on recent retiree experience.
- Expected medical claims and trends were updated to better reflect future plan experience.

Actuarial Valuation Date. For employee and retiree population purposes, June 30, 2022, was the most recent actuarial valuation date. For development of per capita cost purposes and for valuation purposes, July 1, 2022, was used as the effective date of OPEB Plan provisions.

Actuarial Valuation Methods and Assumptions. Actuarial valuations of an ongoing OPEB Plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and termination, mortality, future of pre-65 retirees enrollment in medical and life insurance plans and the healthcare cost trends. Amounts determined regarding the funded status of the OPEB Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

19. OTHER POSTEMPLOYMENT BENEFITS (continued)

Inflation	2.50 percent
Salary Increases	4.50 percent
Discount Rate	3.54 percent
Health Care Participation Rate	
Future Retirees	Pre-65 retirees assumed to enroll in medical plan: 33%
Current Retirees	Pre-65: 100% of retirees assumed to continue coverage
Life Insurance Participation Rate	Pre-65: Current retirees are assumed to enroll in retiree life insurance plan: 40%
Healthcare Cost Trend Rates	Pre-65 trend starts at 7.81 percent fiscal year 2023 gradually decreasing to an ultimate trend of 4.5 percent in fiscal year 2032.
Benefit-related costs	Retiree medical premiums assumed to grow at the same trend as pre-65 claims.

The Pub-2010 headcount weighted mortality tables for teachers, projected generationally from 2010 with Scale MP-2021, were used for the healthy population. The Pub-2010 headcount weighted mortality tables for disabled non-public safety employees, projected generationally from 2010 with Scale MP-2021, were used for the disabled population. These tables represent recent mortality experience of public retirement plans in the United States and were published by the Society of Actuaries' Retirement Plans Experience Committee (RPEC) in 2019.

Discount Rate. There are no invested plan assets held in trust to finance the OPEB Plan liability. The discount rate used equals the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average rating roughly equivalent to Standard & Poor's Corps AA as of the measurement date. For the purpose of the OPEB Plan valuation, the municipal bond rate was 3.54 percent (based on the daily rate closest to but not later than the measurement date of the "Bond Buyer GO 20-Bond Municipal Bond Index"). The discount rate was 3.54 percent as of the beginning of the measurement period.

Sensitivity of the District's Total OPEB Liability to Changes in the Discount Rate. The following presents the District's OPEB liability calculated using the discount rate of 3.54 percent, as well as what the OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.54 percent) or 1-percentage-point higher (4.54 percent) than the current rate:

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

19. OTHER POSTEMPLOYMENT BENEFITS (continued)

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
OPEB Liability	\$ 20,925,048	\$ 19,393,857	\$ 18,004,382

Sensitivity of the District's Total OPEB Liability to the Healthcare Cost Trend Rate Assumption. Regarding the sensitivity of the total OPEB liability, calculated using the assumed trend rates as well as what the OPEB total liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

	1 % Decrease (6.81% decreasing to 3.5%)	Current Healthcare Cost Trend Rate Assumption (7.81% decreasing to 4.5%)	1 % Increase (8.81% decreasing to 5.5%)
OPEB Liability	\$ 17,816,617	\$ 19,393,857	\$ 21,218,552

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. The District's annual OPEB expense totaled \$4,839,367 for the fiscal year ended June 30, 2023. At June 30, 2023, the District reported deferred outflows and 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 Experiences	\$ 4,058,221	\$ 431,935
Change of assumptions	8,295,513	1,499,484
District contributions subsequent to the measurement date	1,771,451	-
Total	\$ 14,125,185	\$ 1,931,419

Of the total amount reported as deferred outflows of resources related to OPEB, \$1,771,451 resulting from contributions (benefits paid) 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, 2024. Other amounts reported as deferred outflow of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

19. OTHER POSTEMPLOYMENT BENEFITS (continued)

<u>Fiscal Year Ending June 30</u>	<u>Amortization</u>
2024	\$ 2,939,773
2025	2,939,773
2026	3,075,053
2027	1,265,769
2028	197,992
Thereafter	3,955
	\$ 10,422,315

20. RISK MANAGEMENT PROGRAMS

The District has established a cafeteria plan under Section 125 of the Internal Revenue Code whereby the District will purchase various insurance products for the employee. In addition, an employee may purchase additional insurance, which qualifies for salary reduction under Internal Revenue Service guidelines. The cafeteria plan is accounted for as an Internal Service Fund.

The District 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. Workers' compensation, automobile liability, and general liability coverage, certain dental benefits and medical benefits contained within the District's cafeteria plan, are being provided on a self-insured basis up to specified limits.

The District has contracted with an insurance administrator to administer the workers' compensation, medical benefit, pharmacy benefit and dental benefit self-insurance programs, including the processing, investigation, and payment of claims. The District has entered into an insurance agreement for their medical benefit program to provide stop loss coverage on specific medical and prescription drug claims in excess of \$750,000 with unlimited specific annual or lifetime maximum eligible expenses per covered person including retirees. The District has entered into an insurance agreement for their workers' compensation plan to provide specific excess coverage of claim amounts above the stated amount on an individual claim basis and aggregate excess coverage up to \$25 million.

For automobile and general liability coverage the District depends on the Florida Sovereign Immunity Act, Section 768.28, Florida Statutes, to limit its potential tort liability to \$200,000 per person or \$300,000 per occurrence.

Property protection, employee blanket crime, and other coverages deemed necessary by the Board are provided through purchased commercial insurance. Settled claims resulting from the risks described above have not exceeded commercial insurance coverage in any of the past three fiscal years.

On February 19, 2019 the Board approved the District to join the Florida School

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

20. RISK MANAGEMENT PROGRAMS (continued)

Retiree Benefits Consortium (FSRBC) with an effective date of January 1, 2020. Medicare eligible retirees who were on our medical, dental and vision plans moved over to the FSRBC. The FSRBS is beneficial to the retiree, as well as the District. FSRBC provides retirees with more benefit plan options, administrative support and same or better premium rates.

A liability in the amount of \$12,829,732 for the workers' compensation, the general liability, the automobile liability, the dental liability, and the health insurance funds was actuarially determined to cover estimated incurred but not reported insurance claims payable at June 30, 2023 and is net of excess insurance recoverable on unpaid claims. A liability in the amount of \$115,973 relates to the District's cafeteria plan fund. Non-incremental claims expense has been included as part of the liabilities.

The District has had no significant reductions in insurance coverage from coverage in the prior year by major category of risk.

The following schedule represents the changes in claims liability for the past three fiscal years for the District's self-insurance program:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year End
2020-2021	12,247,193	57,058,336	(57,092,127)	12,213,402
2021-2022	12,213,402	62,444,523	(62,078,275)	12,579,650
2022-2023	12,579,650	70,519,561	(70,153,506)	12,945,705

21. LITIGATION

The District is contingently liable with respect to lawsuits and other claims that arise in the ordinary course of its operations. Management believes that any liability arising from such claims would be immaterial to the financial statements.

22. CONTINGENCY

The District receives grant funds from the Federal government. Certain expenditures of these funds are subject to audit by the grantor, and the reporting entity is contingently liable to refund amounts received in excess of allowable expenditures. In the opinion of the management of the District, no material refunds will be required as a result of expenditures disallowed by the grantors.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2023

23. SUBSEQUENT EVENTS

The District has evaluated subsequent events from July 1, 2023 through December 05, 2023 in connection with the preparation of these financial statements, which is the date the financial statements were available to be issued. No subsequent events occurred which would have a material impact on the District's financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

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SCHOOL BOARD OF SARASOTA COUNTY, Florida
Required Supplementary Information
Schedule of Changes in the District's Total OPEB Liability and Related Ratios
Last 10 Fiscal Years

	2023	2022	2021	2020	2019	2018
Service Cost	\$ 1,473,396	\$ 1,399,485	\$ 628,142	\$ 1,218,516	\$ 1,025,702	\$ 1,204,463
Interest on the Total OPEB Liability	426,221	416,047	380,636	1,378,404	903,290	773,741
Change in Benefit Terms	-	-	-	(26,913,292)	-	-
Difference Between Expected and Actual Experiences	831,235	699,069	3,732,101	1,017,417	(1,061,580)	1,557,183
Changes of Assumptions	(719,376)	71,537	4,982,558	1,977,193	11,423,588	(3,212,381)
Benefit Payments	(1,744,106)	(1,761,966)	(3,246,621)	(2,480,208)	(1,723,605)	(2,397,742)
Net Change in Total OPEB Liability	267,370	824,172	6,476,816	(23,801,970)	10,567,395	(2,074,736)
Total OPEB Liability, Beginning	19,126,487	18,302,315	11,825,499	35,627,469	25,060,074	27,134,810
Total OPEB Liability, Ending	<u>\$ 19,393,857</u>	<u>\$ 19,126,487</u>	<u>\$ 18,302,315</u>	<u>\$ 11,825,499</u>	<u>\$ 35,627,469</u>	<u>\$ 25,060,074</u>
Covered-Employee Payroll	\$ 306,373,827	\$ 286,908,732	\$ 284,215,763	\$ 273,226,235	\$ 264,639,866	\$ 249,725,528
Total OPEB Liability as a Percentage of Covered-Employee Payroll	6.33%	6.67%	6.44%	4.33%	13.46%	10.04%

Notes to Required Supplementary Information - Other Postemployment Benefits:

Change in Benefit Terms. In 2019 the plan changes that were enacted as of January 1, 2020 resulted in a one-time credit to expense.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension/OPEB plan.

Changes of Assumptions. In 2018 the municipal bond rate used to determine total OPEB liability was increased from 3.58 percent to 3.87 percent.

Changes of Assumptions. In 2019 the municipal bond rate used to determine total OPEB liability was decreased from 3.87 percent to 3.51 percent.

Changes of Assumptions. In 2020 the municipal bond rate used to determine total OPEB liability was decreased from 3.51 percent to 2.21 percent.

Changes of Assumptions. In 2021 the municipal bond rate used to determine total OPEB liability was decreased from 2.21 percent to 2.16 percent.

Changes of Assumptions. In 2022 the municipal bond rate used to determine total OPEB liability was increased from 2.16 percent to 3.54 percent.

Data for the above schedule is not available prior to the 2017-2018 fiscal year. Additional years will be displayed as it becomes available.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Required Supplementary Information -
Schedule of the District's Proportionate Share of The Net Pension Liability
Florida Retirement System Pension Plan (1)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the FRS net pension liability	0.636235380%	0.608107516%	0.559312068%	0.558631722%	0.557022931%	0.595256252%	0.517604497%	0.615478062%	0.630530916%	0.620589978%
District's proportionate share of the FRS net pension liability (3)	\$ 236,730,690	\$ 45,935,611	\$ 242,414,093	\$ 192,384,988	\$ 167,778,194	\$ 176,072,805	\$ 130,695,542	\$ 79,497,246	\$ 38,471,658	\$ 106,831,156
District's covered payroll (2)	\$ 303,157,550	\$ 284,185,233	\$ 276,726,402	\$ 265,880,651	\$ 257,518,853	\$ 266,505,637	\$ 218,283,032	\$ 240,187,608	\$ 237,587,546	\$ 231,843,140
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	78.09%	16.16%	87.60%	72.36%	65.15%	66.07%	59.87%	33.10%	16.19%	46.08%
FRS Plan fiduciary net position as a percentage of the total pension liability	82.89%	96.40%	78.85%	82.61%	84.26%	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 all salaries and wages paid to employees enrolled in the FRS Defined Benefit Plan and Defined Contribution Plan to comply with GASB Statement No. 82.

(3) Changes of Assumptions. In 2017 the long-term expected rate of return was decreased from 7.6 percent to 7.1 percent, and the active member mortality assumption was updated.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Required Supplementary Information -
Schedule of District Contributions
Florida Retirement System Pension Plan (1)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required FRS contribution	\$ 31,663,129	\$ 27,149,321	\$ 23,166,269	\$ 18,583,462	\$ 17,321,614	\$ 15,874,706	\$ 15,495,986	\$ 12,622,611	\$ 15,005,878	\$ 13,811,303
FRS contributions in relation to the contractually required contribution	(31,663,129)	(27,149,321)	(23,166,269)	(18,583,462)	(17,321,614)	(15,874,706)	(15,495,986)	(12,622,611)	(15,005,878)	(13,811,303)
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll (2)	\$ 346,645,616	\$ 303,157,550	\$ 284,185,233	\$ 276,726,403	\$ 265,880,651	\$ 257,518,853	\$ 266,505,637	\$ 218,283,032	\$ 240,187,608	\$ 237,587,546
FRS contributions as a percentage of covered payroll	9.13%	8.96%	8.15%	6.72%	6.51%	6.16%	5.81%	5.78%	6.25%	5.81%

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

(2) Covered payroll includes all salaries and wages paid to employees enrolled in the FRS Defined Benefit Plan and Defined Contribution Plan to comply with GASB Statement No. 82.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Required Supplementary Information -
Schedule of the District's Proportionate Share of The Net Pension Liability
Health Insurance Subsidy Pension Plan (1)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the HIS net pension liability	0.831408143%	0.802325708%	0.797124283%	0.794624383%	0.788202390%	0.835246364%	0.706997805%	0.791444173%	0.799648048%	0.797990362%
District's proportionate share of the HIS net pension liability (3)	\$ 88,059,402	\$ 98,417,311	\$ 97,327,577	\$ 89,910,516	\$ 83,424,226	\$ 89,308,395	\$ 82,397,665	\$ 80,714,856	\$ 74,769,044	\$ 69,475,553
District's covered payroll (2)	\$ 346,645,616	\$ 303,157,550	\$ 284,185,233	\$ 276,726,402	\$ 257,518,853	\$ 266,505,637	\$ 218,283,032	\$ 240,187,608	\$ 237,587,546	\$ 231,843,140
District's proportionate share of the HIS net pension liability as a percentage of its covered payroll	25.40%	32.46%	34.25%	32.49%	32.40%	33.51%	37.75%	33.60%	31.47%	29.97%
HIS Plan fiduciary net position as a percentage of the total pension liability	4.81%	3.56%	3.00%	2.63%	2.15%	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 all salaries and wages paid to employees enrolled in the FRS Defined Benefit Plan and Defined Contribution Plan to comply with GASB Statement No. 82.

(3) Changes of Assumptions. In 2017 the municipal bond rate used to determine total pension liability was increased from 2.85 percent to 3.58 percent.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Required Supplementary Information -
Schedule of District Contributions
Health Insurance Subsidy Pension Plan (1)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required HIS contribution	\$ 5,754,210	\$ 5,030,719	\$ 4,716,077	\$ 4,593,454	\$ 4,412,472	\$ 4,274,441	\$ 4,420,365	\$ 3,623,814	\$ 3,025,392	\$ 2,739,325
HIS contributions in relation to the contractually required contribution	(5,754,210)	(5,030,719)	(4,716,077)	(4,593,454)	(4,412,472)	(4,274,441)	(4,420,365)	(3,623,814)	(3,025,392)	(2,739,325)
HIS contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll (2)	\$ 346,645,616	\$ 303,157,550	\$ 284,185,233	\$ 265,880,651	\$ 265,880,651	\$ 257,518,853	\$ 266,505,637	\$ 218,283,032	\$ 240,187,608	\$ 237,587,546
HIS contributions as a percentage of covered payroll	1.66%	1.66%	1.66%	1.73%	1.66%	1.66%	1.66%	1.66%	1.26%	1.15%

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

(2) Covered payroll includes all salaries and wages paid to employees enrolled in the FRS Defined Benefit Plan and Defined Contribution Plan to comply with GASB Statement No. 82.

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COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

Nonmajor Governmental Funds

Special Revenue Funds

The Special Revenue Funds account for certain revenues derived from the State of Florida, the Federal Government and other local and private sources that are required to finance designated activities. Activities included within the funds are as follows:

Food Service Fund – To account for and report on activities of the food service program in serving breakfast and lunch at the schools.

Contracted Programs Fund – To account for and report on activities of various programs of different Federal and State funding sources according to the specifications and requirements of each funding source.

Miscellaneous Special Revenue Fund – To account for and report on activities of various programs of different Local funding sources according to the specifications and requirements of each funding source.

Debt Service Funds

The Debt Service Funds are used to account for the payment of interest and principal of the current portion of long-term debt.

State Board of Education Bonds Fund – To account for and report on payment of principal, interest, and related costs on the State School Bonds issued by the State Board of Education on behalf of the District. These bonds are payable from the District's portion of the State-assessed motor vehicle license tax.

ARRA Economic Stimulus Fund – To account for and report on payment of annual sinking fund deposit, interest and related costs on the Federal Qualified School Construction Bonds as authorized in the American Recovery and Reinvestment Act of 2009 (ARRA) for various education facilities and equipment.

(continued)

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

Nonmajor Governmental Funds (continued)

Capital Projects Funds

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

Capital Outlay and Debt Service Fund – To account for capital activity funded by the District's portion of the state Capital Outlay and Debt Service program.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Cash and cash equivalents	\$ 17,713,910	\$ 1,062,742	\$ 3,334,310	\$ 22,110,962
Investments	-	30,600,409	-	30,600,409
Accounts receivable	255,695	-	-	255,695
Interest receivable	-	4,091	-	4,091
Due from other funds	2,077,198	-	-	2,077,198
Due from other agencies	1,337,923	983,908	2,705	2,324,536
Prepaid items	573,843	-	-	573,843
Inventories	435,360	-	-	435,360
Total assets	\$ 22,393,929	\$ 32,651,150	\$ 3,337,015	\$ 58,382,094
Liabilities and fund balances				
Liabilities:				
Salaries and wages payable	\$ 2,985,811	\$ -	\$ -	\$ 2,985,811
Payroll deductions and withholdings payable	330	-	-	330
Accounts payable	1,346,815	-	-	1,346,815
Construction contracts payable	-	-	1,060,008	1,060,008
Due to other funds	1,174,695	983,908	-	2,158,603
Due to other agencies	30,474	-	-	30,474
Matured interest payable	-	1,062,742	-	1,062,742
Unearned revenue	1,812,873	-	-	1,812,873
Total liabilities	7,350,998	2,046,650	1,060,008	10,457,656
Fund balances:				
Nonspendable	1,009,203	-	-	1,009,203
Restricted	14,033,728	30,604,500	2,277,007	46,915,235
Total fund balances	15,042,931	30,604,500	2,277,007	47,924,438
Total liabilities and fund balances	\$ 22,393,929	\$ 32,651,150	\$ 3,337,015	\$ 58,382,094

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2023

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Federal direct	\$ 1,896,382	\$ 1,967,816	\$ -	\$ 3,864,198
Federal through state and local	44,601,994	-	-	44,601,994
State sources	152,851	496,446	1,382,678	2,031,975
Local Sources:				
Charges for services	5,727,497	-	-	5,727,497
Interest income	297,735	17,424	85,940	401,099
Net decrease in fair value of investments	-	(447,943)	-	(447,943)
Other local revenue	9,840,494	-	-	9,840,494
Total revenues	<u>62,516,953</u>	<u>2,033,743</u>	<u>1,468,618</u>	<u>66,019,314</u>
Expenditures				
Current:				
Instruction	16,857,750	-	-	16,857,750
Student support services	5,138,245	-	-	5,138,245
Instructional media services	335	-	-	335
Instruction and curriculum development services	341,210	-	-	341,210
Instructional staff training services	3,665,889	-	-	3,665,889
General administration	688,044	-	-	688,044
School administration	495	-	-	495
Facility services - non-capitalized	70,153	-	-	70,153
Food services	25,300,883	-	-	25,300,883
Central services	461,500	-	-	461,500
Student transportation services	83,654	-	-	83,654
Operation of plant	258	-	-	258
Administrative technology services	88,427	-	-	88,427
Community services	8,246,981	-	-	8,246,981
Capital outlay:				
Facilities acquisition and construction	-	-	1,884,745	1,884,745
Other capital outlay	80,063	-	-	80,063
Debt service:				
Principal	-	410,000	-	410,000
Interest	-	2,218,434	-	2,218,434
Dues and fees	-	7,163	2,271	9,434
Total expenditures	<u>61,023,887</u>	<u>2,635,597</u>	<u>1,887,016</u>	<u>65,546,500</u>
Excess (deficiency) of revenues over (under) expenditures	1,493,066	(601,854)	(418,398)	472,814
Other financing sources				
Transfers in	-	1,992,141	-	1,992,141
Total other financing sources	<u>-</u>	<u>1,992,141</u>	<u>-</u>	<u>1,992,141</u>
Net change in fund balances	1,493,066	1,390,287	(418,398)	2,464,955
Fund balance - beginning	<u>13,549,865</u>	<u>29,214,213</u>	<u>2,695,405</u>	<u>45,459,483</u>
Fund balance - ending	<u>\$ 15,042,931</u>	<u>\$ 30,604,500</u>	<u>\$ 2,277,007</u>	<u>\$ 47,924,438</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2023

	Food Service Fund	Contracted Programs Fund	Miscellaneous Special Revenue Fund	Total Nonmajor Special Revenue Funds
Assets				
Cash and cash equivalents	\$ 7,835,679	\$ 67,615	\$ 9,810,616	\$ 17,713,910
Accounts receivable	-	-	255,695	255,695
Due from other funds	-	2,053,273	23,925	2,077,198
Due from other agencies	278,551	1,008,762	50,610	1,337,923
Prepaid items	563,429	-	10,414	573,843
Inventories	435,360	-	-	435,360
Total assets	\$ 9,113,019	\$ 3,129,650	\$ 10,151,260	\$ 22,393,929
Liabilities and fund balances				
Liabilities:				
Salaries and wages payable	\$ 834,968	\$ 2,101,201	\$ 49,642	\$ 2,985,811
Payroll deductions and withholdings payable	-	330	-	330
Accounts payable	34,486	613,489	698,840	1,346,815
Due to other funds	617,905	395,199	161,591	1,174,695
Due to other agencies	8,963	19,431	2,080	30,474
Unearned revenue	369,822	-	1,443,051	1,812,873
Total liabilities	1,866,144	3,129,650	2,355,204	7,350,998
Fund balances:				
Nonspendable	998,789	-	10,414	1,009,203
Restricted	6,248,086	-	7,785,642	14,033,728
Total fund balances	7,246,875	-	7,796,056	15,042,931
Total liabilities and fund balances	\$ 9,113,019	\$ 3,129,650	\$ 10,151,260	\$ 22,393,929

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023

	Food Service Fund	Contracted Programs Fund	Miscellaneous Special Revenue Fund	Total Nonmajor Special Revenue Funds
Revenues				
Federal direct	\$ -	\$ 1,896,382	\$ -	\$ 1,896,382
Federal through state and local	20,036,931	24,565,063	-	44,601,994
State sources	152,851	-	-	152,851
Local Sources:				
Charges for services	5,727,497	-	-	5,727,497
Interest income	242,768	-	54,967	297,735
Other local revenue	49,523	-	9,790,971	9,840,494
Total revenues	<u>26,209,570</u>	<u>26,461,445</u>	<u>9,845,938</u>	<u>62,516,953</u>
Expenditures				
Current:				
Instruction	-	16,282,835	574,915	16,857,750
Student support services	-	4,995,812	142,433	5,138,245
Instructional media services	-	-	335	335
Instruction and curriculum development services	-	280,354	60,856	341,210
Instructional staff training services	-	2,909,224	756,665	3,665,889
General administration	-	687,957	87	688,044
School administration	-	495	-	495
Facility services - non-capitalized	-	-	70,153	70,153
Food services	25,300,883	-	-	25,300,883
Central services	-	160,967	300,533	461,500
Student transportation services	-	15,327	68,327	83,654
Operation of plant	-	-	258	258
Administrative technology services	-	-	88,427	88,427
Community services	-	1,048,411	7,198,570	8,246,981
Capital outlay:				
Other capital outlay	-	80,063	-	80,063
Total expenditures	<u>25,300,883</u>	<u>26,461,445</u>	<u>9,261,559</u>	<u>61,023,887</u>
Excess of revenues over expenditures	908,687	-	584,379	1,493,066
Fund balance - beginning	<u>6,338,188</u>	<u>-</u>	<u>7,211,677</u>	<u>13,549,865</u>
Fund balance - ending	<u>\$ 7,246,875</u>	<u>\$ -</u>	<u>\$ 7,796,056</u>	<u>\$ 15,042,931</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2023

	State Board of Education Bonds Fund	ARRA Economic Stimulus Fund	Total Nonmajor Debt Service Funds
Assets			
Cash and cash equivalents	\$ -	\$ 1,062,742	\$ 1,062,742
Investments	39,932	30,560,477	30,600,409
Interest receivable	-	4,091	4,091
Due from other agencies	-	983,908	983,908
Total assets	\$ 39,932	\$ 32,611,218	\$ 32,651,150
Liabilities and fund balances			
Liabilities:			
Due to other funds	\$ -	\$ 983,908	\$ 983,908
Matured interest payable	-	1,062,742	1,062,742
Total liabilities	-	2,046,650	2,046,650
Fund balance:			
Restricted for debt service	39,932	30,564,568	30,604,500
Total fund balance	39,932	30,564,568	30,604,500
Total liabilities and fund balances	\$ 39,932	\$ 32,611,218	\$ 32,651,150

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2023

	State Board of Education Bonds Fund	ARRA Economic Stimulus Fund	Total Nonmajor Debt Service Funds
Revenues			
Federal direct	\$ -	\$ 1,967,816	\$ 1,967,816
State sources	496,446	-	496,446
Local Sources:			
Interest income	-	17,424	17,424
Net decrease in fair value of investments	-	(447,943)	(447,943)
Total revenues	<u>496,446</u>	<u>1,537,297</u>	<u>2,033,743</u>
Expenditures			
Debt service:			
Principal	410,000	-	410,000
Interest	92,950	2,125,484	2,218,434
Dues and fees	163	7,000	7,163
Total expenditures	<u>503,113</u>	<u>2,132,484</u>	<u>2,635,597</u>
Deficiency of revenues under expenditures	(6,667)	(595,187)	(601,854)
Other financing sources			
Transfers in	-	1,992,141	1,992,141
Total other financing sources	<u>-</u>	<u>1,992,141</u>	<u>1,992,141</u>
Net change in fund balance	(6,667)	1,396,954	1,390,287
Fund balance - beginning	<u>46,599</u>	<u>29,167,614</u>	<u>29,214,213</u>
Fund balance - ending	<u>\$ 39,932</u>	<u>\$ 30,564,568</u>	<u>\$ 30,604,500</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2023

	Capital Outlay and Debt Service Fund	Total Capital Projects Funds
Assets		
Cash and cash equivalents	\$ 3,334,310	\$ 3,334,310
Due from other agencies	2,705	2,705
Total assets	\$ 3,337,015	\$ 3,337,015
Liabilities and fund balance		
Liabilities:		
Construction contracts payable	\$ 1,060,008	\$ 1,060,008
Total liabilities	1,060,008	1,060,008
Fund balance:		
Restricted for capital projects	2,277,007	2,277,007
Total fund balances	2,277,007	2,277,007
Total liabilities and fund balance	\$ 3,337,015	\$ 3,337,015

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2023

	Capital Outlay and Debt Service Fund	Total Capital Projects Funds
Revenues		
State sources	\$ 1,382,678	\$ 1,382,678
Local Sources:		
Interest income	85,940	85,940
Total revenues	<u>1,468,618</u>	<u>1,468,618</u>
Expenditures		
Capital outlay:		
Facilities acquisition and construction	1,884,745	1,884,745
Debt service:		
Dues and fees	2,271	2,271
Total expenditures	<u>1,887,016</u>	<u>1,887,016</u>
Deficiency of revenues under expenditures	(418,398)	(418,398)
Net change in fund balance	(418,398)	(418,398)
Fund balance - beginning	<u>2,695,405</u>	<u>2,695,405</u>
Fund balance - ending	<u><u>\$ 2,277,007</u></u>	<u><u>\$ 2,277,007</u></u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Food Service - Nonmajor Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	Food Service			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Federal through state and local:				
Food service	\$ 16,967,677	\$ 19,804,315	\$ 20,036,931	\$ 232,616
Total federal through state and local	16,967,677	19,804,315	20,036,931	232,616
State sources:				
Food service	155,065	155,065	152,851	(2,214)
Total state sources	155,065	155,065	152,851	(2,214)
Local sources:				
Food service	5,776,571	5,213,734	5,727,497	513,763
Interest income	1,720	121,343	242,768	121,425
Other local sources	40,000	40,000	49,523	9,523
Total local sources	5,818,291	5,375,077	6,019,788	644,711
Total revenues	22,941,033	25,334,457	26,209,570	875,113
Expenditures				
Current:				
Food services	27,296,646	26,905,828	25,300,883	1,604,945
Total expenditures	27,296,646	26,905,828	25,300,883	1,604,945
	(4,355,613)	(1,571,371)	908,687	2,480,058
Other financing sources				
Transfers in	800,000	-	-	-
Total other financing sources	800,000	-	-	-
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (3,555,613)</u>	<u>\$ (1,571,371)</u>	<u>908,687</u>	<u>\$ 2,480,058</u>
Fund balance - beginning			<u>6,338,188</u>	
Fund balance - ending			<u>\$ 7,246,875</u>	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Contracted Programs - Nonmajor Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	Contracted Programs			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Federal direct	\$ 2,102,797	\$ 2,076,447	\$ 1,896,382	\$ (180,065)
Federal through state and local	27,808,619	28,497,186	24,565,063	(3,932,123)
Total revenues	29,911,416	30,573,633	26,461,445	(4,112,188)
Expenditures				
Current:				
Instruction	17,525,494	18,257,286	16,282,835	1,974,451
Student support services	5,635,617	5,869,732	4,995,812	873,920
Instructional media services	31	-	-	-
Instruction and curriculum development services	430,267	405,143	280,354	124,789
Instructional staff training services	3,605,640	3,794,134	2,909,224	884,910
Instruction related technology	168,855	-	-	-
General administration	865,465	753,115	687,957	65,158
School administration	37,109	495	495	-
Fiscal services	6,049	1,944	-	1,944
Central services	476,496	294,870	160,967	133,903
Student transportation services	27,740	68,440	15,327	53,113
Community services	1,052,590	1,048,411	1,048,411	-
Capital outlay:				
Other capital outlay	80,063	80,063	80,063	-
Total expenditures	29,911,416	30,573,633	26,461,445	4,112,188
Excess of revenues over expenditures	\$ -	\$ -	-	\$ -
Fund balance - beginning			-	
Fund balance - ending			\$ -	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Miscellaneous Special Revenue - Nonmajor Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	Miscellaneous Special Revenue			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Local Sources:				
Interest income	\$ -	\$ -	\$ 54,967	\$ 54,967
Other local revenue	9,653,138	11,050,376	9,790,971	(1,259,405)
Total revenues	9,653,138	11,050,376	9,845,938	(1,204,438)
Expenditures				
Current:				
Instruction	948,757	1,096,741	574,915	521,826
Student support services	55,644	221,122	142,433	78,689
Instructional media services	2,418	2,418	335	2,083
Instruction and curriculum development services	107,290	93,546	60,856	32,690
Instructional staff training services	1,036,885	1,170,877	756,665	414,212
General administration	2,133	207	87	120
Facility services - non-capitalized	98,781	70,384	70,153	231
Food services	58	58	-	58
Central services	188,306	367,053	300,533	66,520
Student transportation services	5,989	77,777	68,327	9,450
Operation of plant	-	258	258	-
Administrative technology services	93,905	102,146	88,427	13,719
Community services	7,112,972	7,296,887	7,198,570	98,317
Total expenditures	9,653,138	10,499,474	9,261,559	1,237,915
Excess of revenues over expenditures	\$ -	\$ 550,902	584,379	\$ 33,477
Fund balance - beginning			7,211,677	
Fund balance - ending			\$ 7,796,056	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Other Debt Service - Major Debt Service Fund
For the Fiscal Year Ended June 30, 2023

	Other Debt Service			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local sources:				
Interest income	\$ -	\$ 43,925	\$ 43,925	\$ -
Total revenues	-	43,925	43,925	-
Expenditures				
Debt service:				
Principal	26,876,754	24,882,300	24,882,300	-
Interest	3,519,475	4,629,170	4,629,170	-
Dues and fees	13,500	634,797	634,796	1
Total expenditures	30,409,729	30,146,267	30,146,266	1
Deficiency of revenues under expenditures	(30,409,729)	(30,102,342)	(30,102,341)	1
Other financing sources				
Issuance of certificates of participation	-	629,539	629,539	-
Transfers in	30,409,729	29,507,566	29,507,566	-
Total other financing sources	30,409,729	30,137,105	30,137,105	-
Net change in fund balance	\$ -	\$ 34,763	34,764	\$ 1
Fund balance - beginning			-	
Fund balance - ending			\$ 34,764	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
State Board of Education Bonds - Nonmajor Debt Service Fund
For the Fiscal Year Ended June 30, 2023

	State Board of Education Bonds			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
State sources:				
CO&DS withheld for SBE Bonds	\$ 123,402	\$ 496,446	\$ 496,446	\$ -
Total revenues	123,402	496,446	496,446	-
Expenditures				
Debt service:				
Principal	410,000	410,000	410,000	-
Interest	90,825	92,950	92,950	-
Dues and fees	2,500	163	163	-
Total expenditures	503,325	503,113	503,113	-
Deficiency of revenues under expenditures	\$ (379,923)	\$ (6,667)	(6,667)	\$ -
Fund balance - beginning			46,599	
Fund balance - ending			\$ 39,932	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
ARRA Economic Stimulus - Nonmajor Debt Service Fund
For the Fiscal Year Ended June 30, 2023

	ARRA Economic Stimulus			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Federal direct	\$ 1,967,816	\$ 1,967,816	\$ 1,967,816	\$ -
Local sources:				
Interest Income	-	-	17,424	17,424
Net decrease in fair value of investments	-	-	(447,943)	(447,943)
Total revenues	1,967,816	1,967,816	1,537,297	(430,519)
Expenditures				
Debt service:				
Interest	2,125,484	2,125,484	2,125,484	-
Dues and fees	3,000	7,000	7,000	-
Total expenditures	2,128,484	2,132,484	2,132,484	-
Deficiency of revenues under expenditures	(160,668)	(164,668)	(595,187)	(430,519)
Other financing sources				
Transfers in	2,049,907	1,992,141	1,992,141	-
Total other financing sources	2,049,907	1,992,141	1,992,141	-
Net change in fund balance	\$ 1,889,239	\$ 1,827,473	1,396,954	\$ (430,519)
Fund balance - beginning			29,167,614	
Fund balance - ending			\$ 30,564,568	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Local Capital Improvement Tax - Major Capital Projects Fund
For the Fiscal Year Ended June 30, 2023

	Local Capital Improvement Tax			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local sources:				
Property taxes levied for capital projects	\$ 136,462,848	\$ 136,872,898	\$ 136,935,841	\$ 62,943
Interest income	-	4,770,020	4,157,521	(612,499)
Net increase in fair value of investments	-	-	172,556	172,556
Total local sources	136,462,848	141,642,918	141,265,918	(377,000)
Total revenues	136,462,848	141,642,918	141,265,918	(377,000)
Expenditures				
Current:				
Facility services - non-capitalized	122,549,654	99,540,937	14,515,808	85,025,129
Capital outlay:				
Facilities acquisition and construction	-	29,869,287	29,869,287	-
Charter school local capital improvement	1,786,904	1,499,958	1,499,958	-
Total expenditures	124,336,558	130,910,182	45,885,053	85,025,129
Excess of revenues over expenditures	12,126,290	10,732,736	95,380,865	84,648,129
Other financing uses				
Transfers out	(63,615,458)	(62,970,680)	(61,631,217)	1,339,463
Total other financing uses	(63,615,458)	(62,970,680)	(61,631,217)	1,339,463
Net change in fund balance	\$ (51,489,168)	\$ (52,237,944)	33,749,648	\$ 85,987,592
Fund balance - beginning			100,759,353	
Fund balance - ending			\$ 134,509,001	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Other Capital Projects - Major Capital Projects Fund
For the Fiscal Year Ended June 30, 2023

	Other Capital Projects			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
State sources:				
Charter school capital outlay funding	\$ 3,554,281	\$ 3,432,687	\$ 3,963,141	\$ 530,454
Miscellaneous state revenue	1,160,446	1,200,343	624,256	(576,087)
Local sources:				
Sales tax collections	22,767,000	32,172,538	32,172,538	-
Impact fee collections	5,413,800	8,116,257	8,141,863	25,606
Interest income	100,000	3,256,559	4,832,924	1,576,365
Net decrease in fair value of investments	-	-	(1,090,018)	(1,090,018)
Miscellaneous local revenue	-	117,497	117,497	-
Total local sources	28,280,800	43,662,851	44,174,804	511,953
Total revenues	32,995,527	48,295,881	48,762,201	466,320
Expenditures				
Current:				
Facility services - non-capitalized	1,441,930	14,718,281	21,290,215	(6,571,934)
Capital outlay:				
Facilities acquisition and construction	157,376,041	147,696,114	45,380,466	102,315,648
Total expenditures	158,817,971	162,414,395	66,670,681	95,743,714
Deficiency of revenues under expenditures	(125,822,444)	(114,118,514)	(17,908,480)	96,210,034
Other financing sources (uses)				
Issuance of certificates of participation	84,000	132,600	116,475,461	116,342,861
Premium on sale of certificates of participation	-	-	16,160,027	16,160,027
Inception of leases	-	24,823,659	24,823,659	-
Loss recoveries	-	21,980,826	2,000,000	(19,980,826)
Transfer in	6,812,967	-	-	-
Transfer out	(3,687,029)	(3,685,788)	(3,573,838)	111,950
Total other financing sources	3,209,938	43,251,297	155,885,309	112,634,012
Net change in fund balance	\$ (122,612,506)	\$ (70,867,217)	137,976,829	\$ 208,844,046
Fund balance - beginning			65,320,948	
Fund balance - ending			\$ 203,297,777	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Capital Outlay and Debt Service - Nonmajor Capital Projects Fund
For the Fiscal Year Ended June 30, 2023

	Capital Outlay and Debt Service			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
State sources:				
CO&DS Distribution	\$ 1,304,783	\$ 1,382,678	\$ 1,382,678	\$ -
Local sources:				
Interest income	37,880	85,940	85,940	-
Total revenues	1,342,663	1,468,618	1,468,618	-
Expenditures				
Capital outlay:				
Facilities acquisition and construction	4,026,068	4,147,244	1,884,745	2,262,499
Debt service:				
Dues and fees	2,000	2,271	2,271	-
Total expenditures	4,028,068	4,149,515	1,887,016	2,262,499
Deficiency of revenues under expenditures	\$ (2,685,405)	\$ (2,680,897)	(418,398)	\$ 2,262,499
Fund balance - beginning			2,695,405	
Fund balance - ending			\$ 2,277,007	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

Internal Service Funds

Internal Service funds are used to account for the District's individual self-insurance programs.

Workers' Compensation Insurance Fund – To account for the financial activities of the District's self-insured workers compensation program.

General & Automobile Liability Insurance Fund – To account for the financial activities of the District's self-insured automobile and general liability coverages.

Cafeteria Plan Funds – To account for self-insured dental and Internal Revenue Code Section 125 benefits for employees.

Health Insurance Fund – To account for self-insured medical benefits for employees.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Schedule of Fund Net Position
Internal Service Funds
June 30, 2023

	Workers' Compensation Insurance	General & Automobile Liability Insurance
Assets		
Current Assets		
Cash and cash equivalents	\$ 1,438,640	\$ 884,256
Investments	7,792,333	2,983,700
Accounts receivable	-	-
Interest receivable	44,502	17,040
Deposits receivable	75,000	-
Due from other funds	-	-
Due from other agencies	-	-
Prepaid items	952	448
Total current assets	<u>9,351,427</u>	<u>3,885,444</u>
Total assets	<u>9,351,427</u>	<u>3,885,444</u>
Liabilities		
Current liabilities		
Accounts payable	41,187	-
Unearned revenue	-	-
Estimated insurance claims payable	2,975,386	614,861
Total current liabilities	<u>3,016,573</u>	<u>614,861</u>
Long-term liabilities		
Liability for compensated absences	29,265	13,366
Estimated insurance claims payable	4,686,237	863,248
Total long-term liabilities	<u>4,715,502</u>	<u>876,614</u>
Total liabilities	<u>7,732,075</u>	<u>1,491,475</u>
Net position		
Unrestricted	<u>1,619,352</u>	<u>2,393,969</u>
Total net position	<u><u>\$ 1,619,352</u></u>	<u><u>\$ 2,393,969</u></u>

Cafeteria Plan		Health Insurance	Internal Service Funds Total
Dental Insurance	Cafeteria		
\$ 1,505,267	\$ 1,821,297	\$ 13,751,688	\$ 19,401,148
-	-	28,700,200	39,476,233
-	-	2,419,471	2,419,471
-	-	163,910	225,452
-	-	-	75,000
1,867	-	-	1,867
5,123	-	-	5,123
877	646	1,203	4,126
1,513,134	1,821,943	45,036,472	61,608,420
1,513,134	1,821,943	45,036,472	61,608,420
-	-	4,950,008	4,991,195
-	-	10,593,526	10,593,526
115,000	115,973	3,575,000	7,396,220
115,000	115,973	19,118,534	22,980,941
7,516	14,186	32,949	97,282
-	-	-	5,549,485
7,516	14,186	32,949	5,646,767
122,516	130,159	19,151,483	28,627,708
1,390,618	1,691,784	25,884,989	32,980,712
\$ 1,390,618	\$ 1,691,784	\$ 25,884,989	\$ 32,980,712

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2023

	Workers' Compensation Insurance	General & Automobile Liability Insurance
Operating revenues		
Charges for services	\$ 3,591,291	\$ -
Other operating revenues	-	-
Total operating revenues	<u>3,591,291</u>	<u>-</u>
Operating expenses		
Salaries	199,688	53,416
Employee benefits	51,257	15,459
Purchased services	421,474	80,500
Insurance claims	3,423,166	165,732
Other	-	-
Total operating expenses	<u>4,095,585</u>	<u>315,107</u>
Operating income (loss)	(504,294)	(315,107)
Nonoperating revenues		
Investment income	68,367	44,206
Net increase in fair value of investments	<u>63,463</u>	<u>45,468</u>
Change in net position	(372,464)	(225,433)
Total net position - beginning	<u>1,991,816</u>	<u>2,619,402</u>
Total net position - ending	<u><u>\$ 1,619,352</u></u>	<u><u>\$ 2,393,969</u></u>

Cafeteria Plan			
Dental Insurance	Cafeteria	Health Insurance	Internal Service Funds Total
\$ 2,519,728	\$ 233,093	\$ 58,336,891	\$ 64,681,003
-	-	7,061,553	7,061,553
2,519,728	233,093	65,398,444	71,742,556
69,023	57,856	117,914	497,897
23,168	18,616	36,713	145,213
194,349	28,759	5,023,389	5,748,471
2,281,707	-	64,648,956	70,519,561
-	-	64,178	64,178
2,568,247	105,231	69,891,150	76,975,320
(48,519)	127,862	(4,492,706)	(5,232,764)
50,233	66,800	483,614	713,220
-	-	278,843	387,774
1,714	194,662	(3,730,249)	(4,131,770)
1,388,904	1,497,122	29,615,238	37,112,482
\$ 1,390,618	\$ 1,691,784	\$ 25,884,989	\$ 32,980,712

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Schedule of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2023

	Workers' Compensation Insurance	General & Automobile Liability Insurance
Cash flows from operating activities		
Cash receipts from interfund services provided	\$ 3,591,291	\$ -
Cash payments to suppliers	(380,900)	(97,438)
Cash payments to employees	(242,634)	(63,628)
Cash payments for insurance claims	(3,069,223)	(372,307)
Cash receipts from other operating revenues	-	-
Net cash provided (used) by operating activities	<u>(101,466)</u>	<u>(533,373)</u>
Cash flows from investing activities		
Interest income received	39,708	34,327
Purchase of investments	999,978	1,007,059
Net cash provided by investing activities	<u>1,039,686</u>	<u>1,041,386</u>
Net increase in cash	<u>938,220</u>	<u>508,013</u>
Cash and cash equivalents - beginning of year	<u>500,420</u>	<u>376,243</u>
Cash and cash equivalents- end of year	<u><u>\$ 1,438,640</u></u>	<u><u>\$ 884,256</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities		
Operating income (loss)	\$ (504,294)	\$ (315,107)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Change in assets and liabilities		
(Increase) in accounts receivable	-	-
(Increase) in due from other funds	-	-
Decrease in due from other agencies	-	-
(Increase) in prepaid items	(36)	(17)
(Decrease) in salaries and benefits payable	(613)	-
Increase (decrease) in accounts payable	40,837	(16,938)
(Decrease) in due to other agencies	(96)	-
Increase in unearned revenue	-	-
Increase in liability for compensated absences	8,793	5,264
Increase (decrease) in estimated insurance claims payable	353,943	(206,575)
Total adjustments	<u>402,828</u>	<u>(218,266)</u>
Net cash provided (used) by operating activities	<u><u>\$ (101,466)</u></u>	<u><u>\$ (533,373)</u></u>
Noncash investing, capital and financing activities:		
Net increase in fair value of investments	<u><u>\$ 63,463</u></u>	<u><u>\$ 45,468</u></u>

Cafeteria Plan		Internal Service Funds	
Dental Insurance	Cafeteria	Health Insurance	Funds Total
\$ 2,520,068	\$ 233,093	\$ 58,567,448	\$ 64,911,900
(194,349)	(28,759)	(4,695,528)	(5,396,974)
(93,205)	(72,854)	(144,525)	(616,846)
(2,273,707)	(9,313)	(64,428,956)	(70,153,506)
-	-	6,997,375	6,997,375
(41,193)	122,167	(3,704,186)	(4,258,051)
50,233	66,800	380,389	571,457
-	-	5,012,887	7,019,924
50,233	66,800	5,393,276	7,591,381
9,040	188,967	1,689,090	3,333,330
1,496,227	1,632,330	12,062,598	16,067,818
\$ 1,505,267	\$ 1,821,297	\$ 13,751,688	\$ 19,401,148
\$ (48,519)	\$ 127,862	\$ (4,492,706)	\$ (5,232,764)
-	-	(861,700)	(861,700)
(1,086)	-	-	(1,086)
340	-	15,156	15,496
(150)	(58)	(62)	(323)
-	-	-	(613)
-	-	327,861	351,760
-	-	-	(96)
-	-	1,077,101	1,077,101
222	3,676	10,164	28,119
8,000	(9,313)	220,000	366,055
7,326	(5,695)	788,520	974,713
\$ (41,193)	\$ 122,167	\$ (3,704,186)	\$ (4,258,051)
\$ -	\$ -	\$ 278,843	\$ 387,774

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SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

Discretely Presented Component Units

The District's discretely presented component units consist of the following entities:

Charter Schools – The following charter schools are considered discretely presented component units: Island Village Montessori Charter School, Inc., Sarasota Suncoast Academy, Inc., Student Leadership Academy of Venice, Inc., Imagine School at North Port, Inc., Sarasota Military Academy, Inc., Sarasota School of Arts and Sciences, Inc., Sarasota Academy of the Arts, Inc., Suncoast School for Innovative Studies, Inc. and Dreamers Academy, Inc. (charter schools), are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, and Section 1002.33, Florida Statutes. Imagine School at Sarasota, LLC, doing business as Imagine School at Palmer Ranch is organized as a limited liability company pursuant to Chapter 608, Florida Statutes, and Section 1002.33, Florida Statutes.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Statement of Net Position
Component Units - Charter Schools
June 30, 2023

	Island Village Montessori Charter School, Inc.	Sarasota Suncoast Academy, Inc.	Student Leadership Academy of Venice, Inc.	Imagine School at North Port, Inc.	Imagine School at Palmer Ranch
Assets					
Cash and cash equivalents	\$ 1,113,756	\$ 1,720,140	\$ 884,628	\$ 1,659,772	\$ 207,368
Restricted cash	-	-	-	-	-
Accounts receivable	37,479	-	-	-	-
Due from other agencies	99,318	37,765	-	-	-
Due from related parties	-	-	-	-	97,589
Prepaid items	222,141	487,870	31,292	181,717	31,902
Other	65,938	-	600	-	-
Capital assets:					
Land	224,116	-	-	106,016	-
Land improvements	93,016	-	-	-	-
Construction In process	-	473,838	-	-	-
Improvements other than buildings	-	23,105	-	1,163,915	401,989
Leasehold improvements	-	2,767,110	1,168,679	-	-
Buildings and fixed equipment	10,488,083	-	-	2,214,468	-
Furniture, fixtures and equipment and audiovisual materials and computer software	1,466,710	1,133,469	761,599	1,425,199	399,067
Motor vehicles	187,212	58,500	-	603,711	223,141
Leased assets	71,008	7,917,258	667,423	6,288,047	3,568,286
Less Accumulated Depreciation/Amortization	(3,947,214)	(4,446,652)	(1,648,876)	(5,304,653)	(2,683,431)
Total assets	10,121,563	10,172,403	1,865,345	8,338,192	2,245,911
Deferred outflows of resources					
Pensions	-	2,311,360	601,424	-	-
Total deferred outflows of resources	-	2,311,360	601,424	-	-
Liabilities					
Salaries and wages payable	168,692	586,221	-	813,552	296,645
Accounts payable	168,007	45,926	229,427	183,106	8,311
Unearned revenue	-	-	-	-	-
Accrued interest payable	-	-	670	-	-
Noncurrent liabilities:					
Portion due within one year:					
Notes payable	300,165	-	-	120,085	74,788
Bonds payable	-	-	-	-	-
Obligations under leases	-	896,170	229,624	1,253,703	1,248,061
Liability for compensated absences	-	-	2,000	-	-
Portion due after one year:					
Notes payable	1,194,953	-	-	1,101,803	102,791
Bonds payable	-	-	-	-	-
Interest rate swap	-	-	-	-	-
Obligations under leases	50,843	5,381,372	-	2,740,051	110,063
Liability for compensated absences	-	-	41,932	-	-
Net pension liability	-	3,443,117	1,422,998	-	-
Total liabilities	1,882,660	10,352,806	1,926,651	6,212,300	1,840,659
Deferred inflows of resources					
Pensions	-	169,391	171,128	-	-
Total deferred inflows of resources	-	169,391	171,128	-	-
Net position					
Net investment in capital assets	7,046,970	1,649,086	719,201	1,392,472	550,928
Restricted for capital projects	-	-	-	-	-
Restricted for debt service	-	-	-	-	-
Restricted for other purposes	-	-	-	-	-
Unrestricted	1,191,933	312,480	(350,211)	733,420	(145,676)
Total net position	\$ 8,238,903	\$ 1,961,566	\$ 368,990	\$ 2,125,892	\$ 405,252

Sarasota Military Academy, Inc.	Sarasota School of Arts and Sciences, Inc.	Sarasota Academy of the Arts, Inc.	Suncoast School for Innovative Studies, Inc.	Dreamers Academy, Inc.	Total Component Units
\$ 1,531,380	\$ 3,589,358	\$ 305,620	\$ 111,012	\$ 636,718	\$ 11,759,752
-	-	200,000	-	5,994,224	6,194,224
-	-	-	420,598	-	458,077
320,631	-	-	-	-	457,714
-	-	-	-	-	97,589
6,353	174,135	28,603	-	33,880	1,197,893
-	-	-	-	-	66,538
8,398,300	652,565	-	-	1,516,525	10,897,522
-	-	-	-	-	93,016
-	-	-	-	10,901,115	11,374,953
153,483	-	-	-	-	1,742,492
-	-	-	-	17,320	3,953,109
13,970,558	9,719,281	1,261,995	582,437	656,127	38,892,949
3,804,262	2,027,639	79,839	640,669	233,598	11,972,051
793,027	425,375	25,787	108,056	22,500	2,447,309
455,232	111,120	3,449,240	677,077	-	23,204,691
(8,375,534)	(4,686,515)	(258,664)	(1,100,682)	(242,823)	(32,695,044)
21,057,692	12,012,958	5,092,420	1,439,167	19,769,184	92,114,835
(642,994)	-	-	-	-	2,269,790
(642,994)	-	-	-	-	2,269,790
-	298,803	126,054	45,139	177,521	2,512,627
556,580	16,949	1,793	132,036	10,779	1,352,914
-	-	-	35,000	-	35,000
-	-	-	-	564,720	565,390
-	132,334	138,962	-	-	766,334
591,987	408,916	-	-	-	1,000,903
103,516	21,228	67,552	169,600	-	3,989,454
18,307	-	-	-	-	20,307
-	-	461,038	353,118	-	3,213,703
9,405,765	7,737,349	-	-	20,475,392	37,618,506
(46,311)	-	-	-	-	(46,311)
254,703	58,303	3,337,645	334,852	-	12,267,832
-	-	375	-	-	42,307
7,159,407	-	-	-	-	12,025,522
18,043,954	8,673,882	4,133,419	1,069,745	21,228,412	75,364,488
905,111	-	-	-	-	1,245,630
905,111	-	-	-	-	1,245,630
8,901,910	23,669	623,932	49,987	(7,371,030)	13,587,125
-	-	-	-	3,129,633	3,129,633
-	-	-	-	2,299,871	2,299,871
28,337	-	200,000	-	-	228,337
(7,464,614)	3,315,407	135,069	319,435	482,298	(1,470,459)
\$ 1,465,633	\$ 3,339,076	\$ 959,001	\$ 369,422	\$ (1,459,228)	\$ 17,774,507

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Statement of Activities
Component Units - Charter Schools
For the Fiscal Year Ended June 30, 2023

	Island Village Montessori Charter School, Inc.	Sarasota Suncoast Academy, Inc.	Student Leadership Academy of Venice, Inc.	Imagine School at North Port, Inc.	Imagine School at Palmer Ranch
Expenses:					
Instruction	\$ 3,291,876	\$ 5,156,453	\$ 1,788,788	\$ 7,238,631	\$ 2,810,751
Student support services	184,671	10,102	201,979	218,322	30
Instructional media services	-	2,539	31	130,790	66,233
Instructional curriculum development services	-	1,690	-	189,313	88,349
Instructional staff training services	-	34,878	5,500	16,611	-
Instruction related technology	-	89,710	-	79,436	59,951
Board	-	86,987	14,400	25,089	29,555
General administration	51,106	-	45,278	1,177,502	644,959
School administration	973,732	1,162,893	572,178	1,112,235	441,733
Facility services - non-capitalized	-	-	-	-	-
Fiscal services	134,877	85,000	26,475	132,274	85,024
Food services	-	192,257	5,099	850	168,185
Central services	-	-	-	430	1,246
Student transportation services	337,858	119,486	108,475	279,493	128,186
Operation of plant	784,196	1,801,879	505,169	1,104,526	507,465
Maintenance of plant	71,411	134,297	62,370	331,648	118,530
Administrative Technology Services	-	-	-	210,087	-
Community services	-	125,674	-	70,743	312,444
Interest on long-term debt	47,673	475,234	-	258,759	81,106
Other debt service	-	-	-	-	-
Unallocated depreciation/amortization	581,043	1,209,451	-	1,348,687	1,190,279
Total expenses	6,458,443	10,688,530	3,335,742	13,925,426	6,734,026
Program Revenues:					
Charges for services	-	118,667	-	189,770	315,690
Operating grants and contributions	145,955	277,311	-	305,108	261,359
Capital grants and contributions	310,023	450,011	-	634,891	250,792
Total program revenues	455,978	845,989	-	1,129,769	827,841
Net program expense	(6,002,465)	(9,842,541)	(3,335,742)	(12,795,657)	(5,906,185)
General Revenues:					
Grants and contributions not restricted to specific programs	6,173,064	8,922,249	3,358,249	10,462,466	4,833,967
Other state and local sources	225,828	434,106	90,467	2,666,867	1,583,987
Total general revenues	6,398,892	9,356,355	3,448,716	13,129,333	6,417,954
Change in net position	396,427	(486,186)	112,974	333,676	511,769
Total net position - beginning of year	7,842,476	2,447,752	256,016	1,792,216	(106,517)
Total net position - end of year	\$ 8,238,903	\$ 1,961,566	\$ 368,990	\$ 2,125,892	\$ 405,252

Sarasota Military Academy, Inc.	Sarasota School of Arts and Sciences, Inc.	Sarasota Academy of the Arts, Inc.	Suncoast School for Innovative Studies, Inc.	Dreamers Academy, Inc.	Total Component Units
\$ 8,382,666	\$ 4,881,779	\$ 1,037,440	\$ 1,049,377	\$ 1,856,688	\$ 37,494,449
453,867	59,000	-	21,563	19,088	1,168,622
129,847	169,405	-	-	-	498,845
-	-	-	-	-	279,352
-	31,407	-	-	-	88,396
-	-	-	-	-	229,097
-	96,421	50,576	20,602	117,641	441,271
-	29,405	31,862	68,102	140,988	2,189,202
2,519,622	1,180,394	255,351	450,556	454,283	9,122,977
-	-	206,767	163,681	7,074	377,522
353,790	31,028	27,546	1,909	46,093	924,016
-	-	378	-	-	366,769
-	-	832	27,898	9,130	39,536
514,818	157,300	44,428	153,766	45,669	1,889,479
1,604,497	571,740	353,839	138,237	651,889	8,023,437
110,756	487,739	66,159	267,284	9,651	1,659,845
-	-	25,697	-	500	236,284
-	-	29,075	-	20,140	558,076
378,188	304,107	84,838	-	1,244,176	2,874,081
-	-	-	39,260	11,928	51,188
-	-	-	78,935	-	4,408,395
14,448,051	7,999,725	2,214,788	2,481,170	4,634,938	72,920,839
-	-	23,307	-	139,450	786,884
300,803	76,227	6,059	489,245	115,155	1,977,222
639,189	-	41,517	126,947	33,883	2,487,253
939,992	76,227	70,883	616,192	288,488	5,251,359
(13,508,059)	(7,923,498)	(2,143,905)	(1,864,978)	(4,346,450)	(67,669,480)
12,700,227	8,536,435	1,700,864	1,442,251	3,222,535	61,352,307
691,078	8,670	227,881	209,277	417,068	6,555,229
13,391,305	8,545,105	1,928,745	1,651,528	3,639,603	67,907,536
(116,754)	621,607	(215,160)	(213,450)	(706,847)	238,056
1,582,387	2,717,469	1,174,161	582,872	(752,381)	17,536,451
\$ 1,465,633	\$ 3,339,076	\$ 959,001	\$ 369,422	\$ (1,459,228)	\$ 17,774,507

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School Board of Sarasota County, Florida



Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023

STATISTICAL SECTION

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Statistical Section

This part of The School Board of Sarasota County, Florida's annual comprehensive financial report presents detail information as a context for understanding what the information in the financial statements, notes disclosures and required supplementary information says about the School Board's overall financial health.

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>	134
Revenue Capacity <i>These schedules contain information to help the reader assess the District's most significant local revenues sources, the property tax.</i>	148
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	152
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.</i>	157
Operating Information <i>These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</i>	160
Additional Disclosure Information <i>These schedules contain additional disclosure information as it relates to Outstanding Certificates of Participation.</i>	168

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Net Position by Component
Last 10 Fiscal Years
(Unaudited)

Net position components	Fiscal Year			
	2014	2015	2016	2017
Primary government				
Net investment in capital assets	\$ 754,873,856	\$ 777,726,583	\$ 794,655,165	\$ 816,565,183
Restricted	94,797,196	84,677,632	99,819,203	104,981,610
Unrestricted (deficit)	22,701,000	(129,257,091) ^a	(129,544,072)	(111,912,970)
Total primary government net position	<u>\$ 872,372,052</u>	<u>\$ 733,147,124 ^a</u>	<u>\$ 764,930,296</u>	<u>\$ 809,633,823</u>

^a Decrease in Net Position in 2015 due to the implementation of GASB 68 and 71.

^b The increase is primarily due to school campuses being closed during the last quarter of the fiscal year from the COVID-19 pandemic.

^c The increase in Net Position in 2022 is primarily due to decrease in capital project expenditures.

^d This increase is mainly due to the issuance of COPS 2022A

Source: District records

Table 1

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 831,134,795	\$ 835,369,281	\$ 826,064,013	\$ 853,685,240	\$ 855,395,638	\$ 874,021,208
100,681,123	123,275,441	161,689,852	176,885,796	222,770,685	271,763,603
(128,106,285)	(133,989,342)	(133,597,210)	(154,316,145)	(135,368,871)	(145,475,490)
<u>\$ 803,709,633</u>	<u>\$ 824,655,380</u>	<u>\$ 854,156,655 ^b</u>	<u>\$ 876,254,891 ^b</u>	<u>\$ 942,797,452 ^c</u>	<u>\$ 1,000,309,321 ^d</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Expenses, Program Revenues and Net (Expense)/Revenue
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2014	2015	2016	2017
Primary Government Expenses				
Governmental activities:				
Instruction	\$ 299,703,201	\$ 304,759,710	\$ 317,993,211	\$ 329,898,711
Student support services	24,326,894	24,796,691	26,177,975	27,147,514
Instructional media services	3,196,433	6,706,553	4,505,216	3,653,084
Instruction and curriculum development services	3,359,671	3,230,349	3,350,535	3,487,191
Instructional staff training services	5,031,783	4,691,992	4,105,576	4,478,484
Instructional related technology	3,475,721	3,572,269	4,924,996	5,740,468
Board	1,283,234	1,104,220	946,510	1,148,680
General administration	2,751,981	3,128,034	3,189,440	2,665,551
School administration	17,338,048	17,269,900	18,031,984	18,191,723
Facility services - non-capitalized	16,972,664	16,399,611	22,209,758	22,274,456
Fiscal services	1,998,046	2,017,043	2,013,262	2,169,566
Food services	17,193,318	17,009,351	18,101,850	19,447,812
Central services	6,523,876	6,698,741	6,128,154	6,300,563
Student transportation services	19,415,299	18,261,021	18,157,778	18,061,854
Operation of plant	34,507,859	33,445,833	33,634,202	33,510,809
Maintenance of plant	14,784,318	14,294,204	14,933,393	15,881,826
Administrative technology services	3,719,238	3,989,386	3,679,800	3,185,164
Community services	3,555,076	3,589,142	3,304,544	3,585,836
Interest on long-term debt	9,262,395	8,643,739	8,788,740	6,706,159
Total expenses	<u>\$ 488,399,055</u>	<u>\$ 493,607,789</u>	<u>\$ 514,176,924</u>	<u>\$ 527,535,451</u>
Program Revenues				
Governmental activities:				
Charges for services				
Instruction	\$ 3,570,476	\$ 3,611,562	\$ 2,641,709	\$ 2,016,896
Food	5,190,096	4,723,056	4,639,412	4,948,140
Transportation	596,210	238,596	259,658	221,890
Community Service ^a	-	492,875	204,936	350,630
Operating grants and contributions	12,602,559	12,622,205	48,213,215	43,711,318
Capital grants and contributions	6,299,479	5,774,799	6,021,626	9,729,270
Total program revenues	<u>28,258,820</u>	<u>27,463,093</u>	<u>61,980,556</u>	<u>60,978,144</u>
Primary government net expense	<u><u>\$ (460,140,235)</u></u>	<u><u>\$ (466,144,696)</u></u>	<u><u>\$ (452,196,368)</u></u>	<u><u>\$ (466,557,307)</u></u>

^a All transportation services revenues were previously reported in Transportation Services.
In FY15 they were segregated between community service fees and student transportation fees.

Source: District records

Table 2

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 354,712,133	\$ 365,537,244	\$ 368,157,537	\$ 388,297,757	\$ 378,803,677	\$ 448,249,252
29,906,129	35,885,282	32,291,478	34,800,877	35,922,744	44,480,015
5,794,752	5,771,948	4,797,613	9,510,922	6,499,773	5,007,792
3,931,181	4,028,085	4,153,970	4,545,712	3,973,521	5,538,857
4,651,341	4,786,922	4,722,085	4,848,400	5,863,551	9,885,389
4,920,427	5,546,799	5,376,458	5,874,515	5,706,355	7,785,895
1,557,029	1,451,468	2,590,854	2,478,946	2,800,674	2,429,378
2,871,103	2,683,312	3,047,903	3,108,271	4,066,201	5,185,802
21,176,512	21,949,027	22,112,669	23,367,933	22,623,565	27,404,442
31,070,638	31,339,373	29,626,442	33,711,946	29,574,088	42,710,523
2,094,829	2,207,031	2,026,086	2,533,801	2,207,564	2,386,285
20,255,948	20,563,313	18,518,258	20,832,816	24,224,384	26,852,896
6,884,275	7,172,486	7,423,746	8,111,717	7,591,436	8,707,813
19,237,414	20,135,953	19,671,943	19,947,563	20,730,835	24,562,987
36,840,850	37,150,224	41,922,183	47,279,621	48,616,976	56,368,803
15,791,450	17,078,883	18,179,208	20,188,330	21,099,385	20,898,690
2,880,835	2,917,970	2,629,966	3,424,414	3,073,962	7,177,426
4,221,778	4,572,879	4,384,979	8,081,785	10,115,820	13,250,721
6,359,669	5,682,196	5,359,921	4,933,023	4,686,948	8,438,563
<u>\$ 575,158,293</u>	<u>\$ 596,460,395</u>	<u>\$ 596,993,299</u>	<u>\$ 645,878,349</u>	<u>\$ 638,181,459</u>	<u>\$ 767,321,529</u>
\$ 2,241,244	\$ 2,374,141	\$ 1,912,712	\$ 1,934,242	\$ 2,522,857	\$ 2,672,353
4,520,614	5,443,411	4,042,626	1,438,927	1,604,633	5,727,497
228,010	213,588	180,789	31,332	110,912	141,968
274,515	413,012	341,330	41,756	118,408	188,072
44,662,620	44,976,399	45,729,050	54,271,778	86,095,414	88,957,560
5,720,580	9,063,377	7,911,018	8,424,891	8,229,928	7,654,356
<u>57,647,583</u>	<u>62,483,928</u>	<u>60,117,525</u>	<u>66,142,926</u>	<u>98,682,152</u>	<u>105,341,806</u>
<u>\$ (517,510,710)</u>	<u>\$ (533,976,467)</u>	<u>\$ (536,875,774)</u>	<u>\$ (579,735,423)</u>	<u>\$ (539,499,307)</u>	<u>\$ (661,979,723)</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
General Revenues and
Total Changes in Net Position
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2014	2015	2016	2017
Net (Expense)				
Total primary government net expense	\$ (460,140,235)	\$ (466,144,696)	\$ (452,196,368)	\$ (466,557,307)
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes				
Property taxes, levied for general purposes ^a	272,808,869	284,782,027	305,488,678	315,616,843
Property taxes, levied for capital projects	63,261,086	68,078,087	73,219,437	79,833,647
Local sales taxes	15,791,473	17,293,948	18,312,133	18,810,036
Grants and contributions				
Not restricted to specific programs	105,250,969	108,386,450	73,924,680	81,540,851
Miscellaneous	3,755,476	6,756,842	9,876,880	14,551,372
Special Items	-	-	-	-
Unrestricted investment earnings	1,039,599	1,378,495	3,157,732	908,085
Total primary government	<u>461,907,472</u>	<u>486,675,849</u>	<u>483,979,540</u>	<u>511,260,834</u>
Change in Net Position	<u>\$ 1,767,237</u>	<u>\$ 20,531,153 ^b</u>	<u>\$ 31,783,172 ^c</u>	<u>\$ 44,703,527 ^c</u>

^a Changes in property tax revenues are a product of underlying changes in property values and tax rates.

^b Change in Net Position in 2015 was due to the implementation of GASB 68 and 71 and increase in property tax revenues.

^c Change in Net Position in 2016, 2017 and 2020 was due to increase in property tax revenues.

^d Change in Net Position in 2018 was due to an increase in salary and benefit costs due to a negotiated salary settlement offset by an increase in state funding of the Best and Brightest Teacher Scholarship program and property tax revenues.

^e Decrease in investment earnings due to the decrease in fair value of investments of \$7,605,966 offset by investment earnings \$1,185,431.

^f Change in Net Position in 2022 was attributed to additional ESSER II grant received in 2022 and increase in property values.

^g Change in Net Position in 2023 was attributed to an increase in property revenues.

Source: District records

Table 3

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ (517,510,710)	\$ (533,976,467)	\$ (536,875,774)	\$ (579,735,423)	\$ (539,499,307)	\$ (661,979,723)
325,234,264	334,039,420	347,920,617	365,150,595	374,849,230	435,790,876
85,447,804	91,044,453	95,871,076	100,049,687	107,906,122	136,935,841
19,890,827	21,451,257	21,254,038	23,109,104	29,512,357	32,172,538
83,132,274	85,546,235	82,279,494	89,567,683	86,359,013	81,870,124
12,819,395	13,460,938	9,087,551	17,111,463	13,835,681	16,956,220
-	-	-	-	-	-
2,929,414	9,379,911	9,964,273	(30,601)	(6,420,535) ^f	15,765,993
529,453,978	554,922,214	566,377,049	594,957,931	606,041,868	719,491,592
<u>\$ 11,943,268</u> ^d	<u>\$ 20,945,747</u>	<u>\$ 29,501,275</u> ^c	<u>\$ 15,222,508</u> ^e	<u>\$ 66,542,561</u> ^f	<u>\$ 57,511,869</u> ^g

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Fund Balances, Governmental Funds (A)
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2014	2015	2016	2017
General Fund				
Nonspendable	\$ 3,625,467	\$ 3,044,959	\$ 5,764,339	\$ 9,587,659
Restricted	2,551,274	1,384,125	10,691,981	10,343,577
Assigned	5,270,713	7,307,149	6,302,763	6,023,599
Unassigned	39,435,810	33,104,480	36,118,713	47,480,009
Total General Fund	<u>\$ 50,883,264</u>	<u>\$ 44,840,713</u>	<u>\$ 58,877,796</u>	<u>\$ 73,434,844</u>
All Other Governmental Funds				
Nonspendable	\$ 482,990	\$ 285,958	\$ 563,422	\$ 792,344
Restricted	99,989,018	84,329,189	82,497,218	88,451,915
Assigned	6,797,498	6,804,589	-	-
Total all other governmental funds	<u>\$ 107,269,506</u>	<u>\$ 91,419,736</u>	<u>\$ 83,060,640</u>	<u>\$ 89,244,259</u>

Note: (A) Includes all governmental fund types

- ^a The decrease is primarily attributed to increased salary and benefit expenditures from the loss of Federal Education Jobs Act funds and from the reinstatement of 2011-12 furlough days and a one-time compensation adjustment.
- ^b The increase is primarily due to school campuses being closed during the last quarter of the fiscal year from the COVID-19 pandemic.
- ^c The increase is primarily due to additional ESSER II grant received in 2022.
- ^d The increase is primarily due to issuance of COPS 2022A

Source: District records

Table 4

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 9,716,816	\$ 10,293,248	\$ 11,791,370	\$ 11,045,142	\$ 11,741,930	\$ 13,813,807
8,989,385	6,577,989	7,093,370	9,003,244	10,247,815	13,005,224
6,904,681	5,412,978	10,664,286	6,546,514	7,999,668	10,676,939
49,391,090	58,871,103	57,295,149	69,053,901	69,031,492	69,401,105
<u>\$ 75,001,972</u>	<u>\$ 81,155,318</u>	<u>\$ 86,844,175</u>	<u>\$ 95,648,801</u>	<u>\$ 99,020,905</u>	<u>\$ 106,897,075</u>
\$ 943,502	\$ 967,108	\$ 460,275	\$ 1,082,042	\$ 905,670	\$ 1,032,227
91,871,318	116,771,617	153,412,719	166,108,061	210,634,114	384,733,753
-	-	-	-	-	-
<u>\$ 92,814,820</u>	<u>\$ 117,738,725</u>	<u>\$ 153,872,994 ^b</u>	<u>\$ 167,190,103 ^b</u>	<u>\$ 211,539,784 ^c</u>	<u>\$ 385,765,980 ^d</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Governmental Funds Revenues (A)
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2014	2015	2016	2017
Revenues				
Federal sources:				
Federal grants	\$ 28,014,773	\$ 27,787,365	\$ 27,430,354	\$ 26,721,768
Food services	12,429,723	12,451,231	13,246,184	13,410,204
Total federal sources	<u>40,444,496</u>	<u>40,238,596</u>	<u>40,676,538</u>	<u>40,131,972</u>
State sources:				
Florida education finance program	19,283,432	20,307,095	18,598,374	21,506,285
Public education capital outlay	-	730,373	777,187	4,156,515
Food services	172,836	170,974	166,526	160,987
State grants and other	61,897,910	62,457,310	62,897,589	63,962,633
Total state sources	<u>81,354,178</u>	<u>83,665,752</u>	<u>82,439,676</u>	<u>89,786,420</u>
Local sources:				
Ad valorem taxes	336,069,955	352,860,114	378,708,115	395,450,490
Food service sales	5,230,946	4,723,056	4,662,835	5,020,583
Interest and other income	974,909	1,246,687	2,857,768	646,762
Other revenues	31,414,929	30,809,526	34,115,948	40,701,122
Total local sources	<u>373,690,739</u>	<u>389,639,383</u>	<u>420,344,666</u>	<u>441,818,957</u>
 Total revenues	 <u>\$ 495,489,413</u>	 <u>\$ 513,543,731</u>	 <u>\$ 543,460,880</u>	 <u>\$ 571,737,349</u>

Note: (A) Includes all governmental fund types.

Source: District records

Table 5

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 26,544,776	\$ 28,270,760	\$ 27,970,022	\$ 39,068,158	\$ 54,528,894	\$ 63,117,119
13,847,375	13,840,999	12,147,206	20,399,557	26,474,186	20,036,931
40,392,151	42,111,759	40,117,228	59,467,715	81,003,080	83,154,050
20,583,775	21,696,113	23,646,980	20,610,424	27,225,971	14,842,669
770,992	767,266	-	-	-	-
161,185	157,992	155,653	152,025	152,763	152,851
65,892,779	70,697,322	66,175,965	64,692,565	61,185,612	68,083,227
87,408,731	93,318,693	89,978,598	85,455,014	88,564,346	83,078,747
410,682,068	425,083,873	443,791,693	465,200,282	482,755,352	572,726,717
4,643,609	5,506,253	4,156,545	1,579,489	1,641,400	5,777,020
2,651,784	7,533,130	8,149,819	75,828	(4,943,419)	14,664,998
40,829,761	41,634,127	37,960,164	45,674,294	57,509,871	63,589,120
458,807,222	479,757,383	494,058,221	512,529,893	536,963,204	656,757,855
\$ 586,608,104	\$ 615,187,835	\$ 624,154,047	\$ 657,452,622	\$ 706,530,630	\$ 822,990,652

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Governmental Funds Expenditures and Debt Service Ratios
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2014	2015	2016	2017
Expenditures:				
Instruction	\$ 269,857,115	\$ 279,137,225	\$ 282,745,603	\$ 293,039,782
Student support services	24,264,846	25,655,367	26,220,551	27,250,541
Instructional media services	3,202,524	6,808,597	4,520,833	3,678,680
Instruction and curriculum development services	3,345,644	3,335,041	3,354,421	3,493,397
Instructional staff training services	4,989,989	4,776,234	4,079,366	4,448,291
Instruction related technology	3,467,956	3,687,874	4,929,740	5,754,174
Board	1,281,964	1,114,914	945,580	1,154,365
General administration	2,515,371	2,979,669	3,028,922	2,508,920
School administration	17,313,523	17,862,844	18,045,224	18,224,122
Facility services - non-capitalized	15,286,991	14,753,121	20,054,401	19,960,401
Fiscal services	1,992,715	2,091,942	2,017,672	2,177,017
Food services	17,081,034	17,146,209	17,973,961	19,439,295
Central services	6,113,262	6,475,311	5,746,112	5,943,872
Student transportation services	17,017,521	16,210,486	15,539,110	15,589,262
Operation of plant	34,371,988	33,994,410	33,584,074	33,555,362
Maintenance of plant	14,579,869	14,389,522	14,832,133	15,806,393
Administrative technology services	3,642,831	3,999,646	3,654,680	3,168,921
Community services	3,544,119	3,660,407	3,311,442	3,582,045
Capital Outlay:				
Facilities acquisition and construction	59,890,757	51,900,047	46,634,963	54,096,140
Charter School Local Capital Improvement	-	-	-	-
Other capital outlay	1,699,615	2,417,246	2,823,879	1,247,140
Debt Service:				
Principal	21,481,477	22,668,538	18,460,021	21,809,640
Interest and fiscal charges	9,288,125	8,633,642	7,941,009	6,778,262
Total expenditures	<u>\$ 536,229,236</u>	<u>\$ 543,698,292</u>	<u>\$ 540,443,697</u>	<u>\$ 562,706,022</u>
Debt service as a percentage of noncapital expenditures ^a	6.47%	6.39%	5.34%	5.63%

^a The percentage calculation only includes principal and interest.

Source: District records

Table 6

Fiscal Year						
2018	2019	2020	2021	2022	2023	
\$ 307,240,299	\$ 313,886,108	\$ 323,009,243	\$ 325,851,661	\$ 345,662,982	\$ 391,389,389	
29,052,226	34,466,835	31,165,838	32,520,825	37,365,743	43,067,169	
5,732,892	5,663,536	4,755,503	9,342,189	6,594,053	4,894,147	
3,813,327	3,867,810	3,977,435	4,258,647	4,154,226	5,371,795	
4,519,618	4,648,970	4,515,672	4,582,509	6,082,039	9,673,898	
4,821,687	5,360,432	5,218,721	5,573,249	5,866,874	7,634,763	
1,549,980	1,431,491	2,612,492	2,467,976	2,814,525	2,405,185	
2,645,626	2,448,983	2,779,580	2,802,990	4,006,110	4,931,069	
20,513,978	21,015,530	21,260,860	21,829,738	23,603,063	26,522,124	
21,158,786	28,720,312	25,348,330	22,515,398	25,820,218	39,584,856	
2,032,136	2,111,408	1,944,932	2,352,537	2,321,780	2,297,995	
20,016,919	20,004,125	18,551,870	20,122,108	24,455,512	26,251,729	
6,352,651	6,577,118	6,875,991	7,412,251	7,563,849	8,130,069	
16,110,838	16,694,756	16,677,319	16,155,667	18,135,112	21,107,693	
36,252,895	36,117,099	41,237,759	45,292,253	49,540,197	54,942,122	
15,430,159	16,597,960	17,758,110	19,434,523	21,418,664	20,441,085	
2,819,235	2,834,704	2,552,082	3,248,083	3,189,307	7,354,766	
4,111,524	4,450,058	4,229,041	7,901,695	10,232,021	13,149,086	
49,573,330	29,045,882	29,091,037	71,053,807	42,651,234	77,134,498	
7,371,158	-	1,630,865	1,420,394	1,536,092	1,499,958	
1,753,809	1,284,416	1,011,528	411,862	977,187	411,891	
23,393,611	22,127,839	22,661,157	22,797,357	25,039,885	25,292,300	
5,386,323	4,892,595	5,601,744	4,066,442	3,821,966	7,491,834	
<u>\$ 591,653,007</u>	<u>\$ 584,247,967</u>	<u>\$ 594,467,109</u>	<u>\$ 653,414,161</u>	<u>\$ 672,852,639</u>	<u>\$ 800,979,421</u>	
5.40%	4.87%	4.82%	4.62%	4.60%	4.45%	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Other Financing Sources and Uses and Net Changes in Fund Balance,
Governmental Funds
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2014	2015	2016	2017
Excess (deficiency) of revenues over (under) expenditures	\$ (40,739,823)	\$ (30,154,561)	\$ 3,017,183	\$ 9,031,327
Other Financing Sources (Uses)				
Proceeds of Lease-Purchase	-	-	-	-
Premium on sale of bonds	-	-	-	-
Inception of leases	8,006,208	8,867,710	9,804,168	10,535,376
Refunding bonds issued	-	2,802,000	-	1,750,044
Refunding certificates of participation	-	266,434	68,365,000	-
Payments to refunded escrow agent	-	(3,126,542)	(68,168,044)	-
Loss recoveries	80,556	2,917	50,557	1,830
Transfers in	51,432,335	49,964,273	44,475,294	46,388,900
Transfers out	(51,982,614)	(50,514,552)	(51,866,171)	(46,966,810)
Total other financing sources (uses)	<u>7,536,485</u>	<u>8,262,240</u>	<u>2,660,804</u>	<u>11,709,340</u>
Net change in fund balances	<u>\$ (33,203,338)</u>	<u>\$ (21,892,321)</u>	<u>\$ 5,677,987</u>	<u>\$ 20,740,667</u>

Source: District records

Table 7

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ (5,044,903)	\$ 30,939,868	\$ 29,686,938	\$ 4,038,461	\$ 33,677,991	\$ 22,011,231
-	-	-	-	-	117,105,000
-	-	-	-	-	16,160,027
11,623,156	-	10,999,743	11,033,584	14,042,226	24,823,659
-	-	1,132,564	-	-	-
-	-	-	-	-	-
(866,736)	-	-	-	-	-
4,082	137,383	3,881	173,962	1,568	2,002,449
46,304,524	49,946,907	51,897,705	53,350,534	63,699,789	65,205,055
(46,882,434)	(49,946,907)	(51,897,705)	(53,350,534)	(63,699,789)	(65,205,055)
10,182,592	137,383	12,136,188	11,207,546	14,043,794	160,091,135
\$ 5,137,689	\$ 31,077,251	\$ 41,823,126	\$ 15,246,007	\$ 47,721,785	\$ 182,102,366

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Assessed Value and Estimated Actual Value of Taxable Property
Last 10 Fiscal Years
(in thousands of dollars)
(Unaudited)

Table 8

Fiscal Year	Assessed Value		Less: Exemptions	Total Taxable Value	Total Direct Rate⁽¹⁾
	Residential and Commercial Property	Personal Property			
2014	48,972,181	2,122,290	7,518,325	43,576,146	7.970
2015	52,353,366	2,161,143	7,654,933	46,859,576	7.777
2016	56,300,468	2,334,950	8,333,521	50,301,897	7.763
2017	61,540,071	2,368,414	9,061,854	54,846,631	7.433
2018	65,662,252	2,538,854	9,387,548	58,813,558	7.209
2019	69,788,283	2,671,051	9,739,156	62,720,178	7.003
2020	73,374,921	2,654,646	9,917,408	66,112,159	6.943
2021	76,802,915	2,849,256	10,590,693	69,061,478	6.975
2022	82,360,665	2,951,323	10,876,560	74,435,428	6.709
2023	103,303,693	3,188,421	12,010,780	94,481,334	6.272

Note: Assessed values approximate estimated actual values. For each fiscal year ending June 30, property is valued as of the preceding January 1st.

⁽¹⁾ Per \$1,000 of assessed value

Source: Sarasota County Property Appraiser

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Direct and Overlapping Property Tax Rates
Last 10 Fiscal Years
(Unaudited)
(per \$1,000 assessed valuation)

Table 9

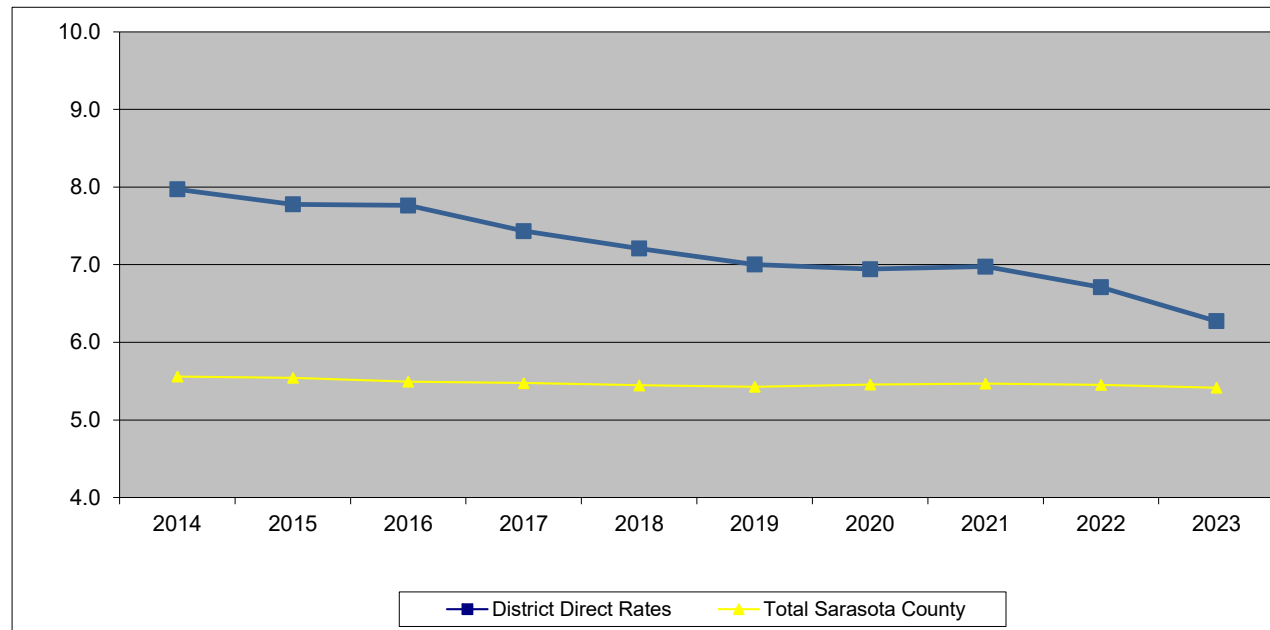
Fiscal Year	District Direct Rates			Overlapping Rates ⁽¹⁾				
	General Purposes	Capital Purposes	Total	Sarasota County	City of Sarasota	City of Venice	Town of Longboat Key ⁽²⁾	City of North Port
2014	6.470	1.500	7.970	5.559	3.582	3.302	2.132/2.132	3.447
2015	6.277	1.500	7.777	5.543	3.561	3.292	2.449/3.087	3.597
2016	6.263	1.500	7.763	5.492	3.498	3.277	2.396/3.020	3.597
2017	5.933	1.500	7.433	5.475	3.473	3.766	2.362/2.939	3.477
2018	5.709	1.500	7.209	5.446	3.447	4.278	2.348/2.893	3.407
2019	5.503	1.500	7.003	5.428	3.515	4.338	2.337/2.862	3.407
2020	5.443	1.500	6.943	5.455	3.497	4.320	2.329/2.792	3.874
2021	5.475	1.500	6.975	5.468	3.487	4.957	2.412/3.121	3.767
2022	5.209	1.500	6.709	5.451	3.347	4.917	2.385/3.025	3.767
2023	4.772	1.500	6.272	5.414	3.178	4.829	2.217/2.751	3.767

(1) Additional millages for incorporated areas include levies for operating and debt service costs.

(2) Inland/Beach side

Source: Sarasota County Property Appraiser

County and School District Millages



SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Principal Property Taxpayers
Current Year and 9 Years Ago
(Unaudited)

Table 10

Taxpayer	2023 ⁽¹⁾			2014		
	Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value
Florida Power & Light Company	\$ 848,042,657	1	1.02 %	\$ 378,677,887	1	0.87 %
TB Mall at UTC LLC	247,497,500	2	0.30	-	-	-
MHC Mobile Home Communities	221,788,464	3	0.27	-	-	-
Camelot Ventures - Retirement Communities	130,775,620	4	0.16	-	-	-
Ashford Sarasota LP	122,701,935	5	0.15	-	-	-
Sarasota Associates A-1, LLC	118,950,826	6	0.14	-	-	-
Publix Super Markets	117,512,906	7	0.14	82,747,531	5	0.19
SNF Property, LLC	105,034,700	8	0.13	91,113,201	4	0.21
Comcast Cable Communications, LLC	103,244,891	9	0.13	-	-	-
Sarasota Doctors Hospital, Inc.	95,917,340	10	0.12	69,036,322	7	0.16
Southgate Mall Owner LLC	-	-	-	71,368,673	10	0.16
Wal-Mart Stores/Sam's East Inc.	-	-	-	68,712,117	8	0.16
Verizon Florida, Inc.	-	-	-	151,541,298	2	0.35
The Glenridge on Palmer Ranch	-	-	-	78,936,958	6	0.18
Venice HMA	-	-	-	68,475,732	9	0.16
Sarasota Shoppingtown LLC	-	-	-	97,121,821	3	0.22
Total	<u>\$ 2,111,466,839</u>		<u>2.56 %</u>	<u>\$ 1,157,731,540</u>		<u>2.66 %</u>

Source: Sarasota County Property Appraiser

(1) Prepared by Sarasota County government from data received from Sarasota County Property Appraiser.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Property Tax Levies and Collections
Last 10 Fiscal Years
(Unaudited)

Table 11

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent Collections (1)	Total Fiscal Year Collections	
		Amount	Percentage of Levy		Amount (1)	Percentage of Levy
2015	347,301,881	352,515,412	101.50	344,702	352,860,114	101.60
2016	390,493,628	378,538,568	96.94	169,547	378,708,115	96.98
2017	407,675,006	394,679,759	96.81	770,731	395,450,490	97.00
2018	423,986,941	410,682,068	96.86	203,636	410,885,704	96.91
2019	439,229,406	424,861,359	96.73	222,514	425,083,873	96.78
2020	459,016,720	443,529,457	96.63	262,236	443,791,693	96.68
2020	459,016,720	443,529,457	96.63	262,236	443,791,693	96.68
2021	481,703,805	465,099,790	96.55	100,492	465,200,282	96.57
2022	499,387,286	482,560,362	96.63	194,990	482,755,352	96.67
2023	592,586,927	572,726,717	96.65	-	572,726,717	96.65

Note: Property Taxes become due and payable on November 1st of each year. A four percent (4%) discount is allowed if taxes are paid in November, with the discounts declining by one percent (1%) each month thereafter. Accordingly, taxes collected will never be 100% of the tax levy. Taxes become delinquent on April 1st of each year and tax certificates for the full amount of any unpaid taxes and assessments must be sold not later than June 1st of each year. Accordingly, the majority of taxes are collected in the fiscal year levied.

(1) Net of allowable discounts

Source: Sarasota County Tax Collector and District records

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Outstanding Debt by Type
Last 10 Fiscal Years
(dollars in thousands, except per capita)
(Unaudited)

Table 12

Governmental Activities								
Fiscal Year	State Board of Education Bonds	Qualified Zone Academy Bonds	Certificates of Participation	Race Track Revenue Bonds	Obligation Under Leases	Total Primary Government	Percentage of Personal Income ⁽¹⁾	Per Capita ⁽¹⁾
2014	10,470	1,300	164,359	-	21,488	197,617	0.92	510
2015	8,966	1,300	149,467	-	23,351	183,084	0.80	467
2016	7,628	1,300	146,782	-	24,895	180,605	0.74	452
2017	6,166	1,300	135,793	-	25,623	168,882	0.65	415
2018	4,590	1,300	124,358	-	26,166	156,414	0.56	375
2019	3,875	1,300	112,445	-	16,260	133,880	0.46	314
2020	3,302	1,300	100,101	-	17,051	121,754	0.39	277
2021	2,870	1,300	87,726	-	18,012	109,908	0.31	249
2022	2,415	-	75,131	-	21,286	98,832	0.25	218
2023	1,921	-	195,581 ⁽²⁾	-	36,160 ⁽³⁾	233,662	N/A	503

Note: Details regarding the District's outstanding debt can be found in the notes to the basic financial statements.
N/A = Data not currently available.

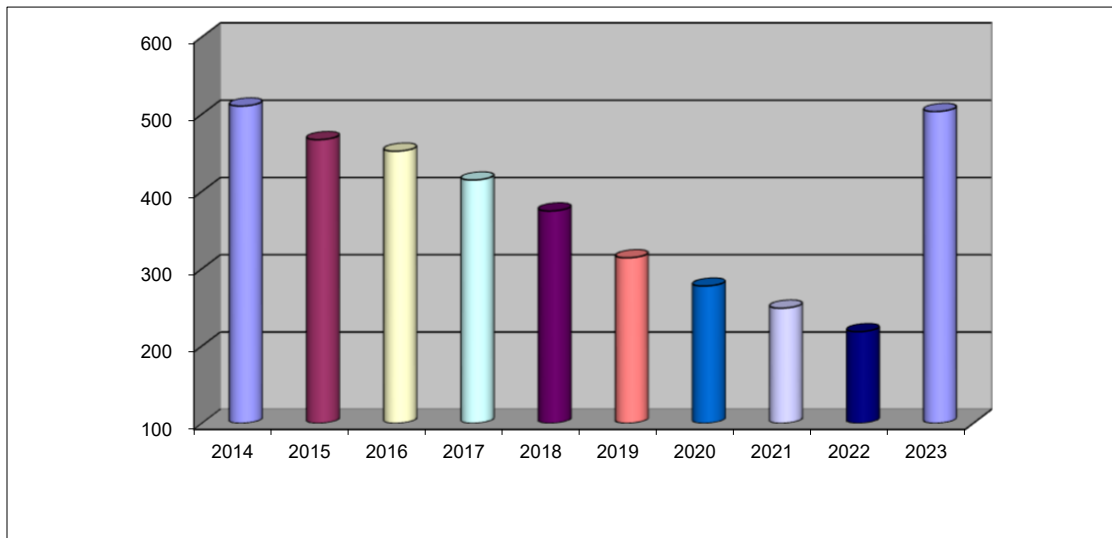
⁽¹⁾ Population and personal income data can be found in Table 16.

⁽²⁾ Increased due to Issuance of COPS 2022A

⁽³⁾ Includes SBITAs with the implementation of GASB 96

Source: District records

Debt Per Capita



SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Direct and Overlapping Governmental Activities Debt
as of June 30, 2019
(dollars in thousands)
(Unaudited)

Table 13

	Debt Outstanding	Estimated Percentage Applicable to this Governmental Unit	Estimated Share of Overlapping Debt
Direct debt			
State Board of Education (SBE) Bonds	\$ 1,921	100.00 %	\$ 1,921
Certificates of Participation	195,581	100.00 %	195,581
Obligations under Leases	36,160	100.00 %	36,160
Subtotal, direct debt	\$ 233,662		\$ 233,662
Overlapping debt			
Overlapping debt for governmental entities within Sarasota County is not presented.			

Source: District records

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Legal Debt Margin Information
Last 10 Fiscal Years
(dollars in thousands)
(Unaudited)

Legal Debt Margin Calculation for Fiscal Year 2023	
Assessed value 2022 tax roll	\$ 94,481,334
Limit of bonded indebtedness, 10% of net assessed taxable property value	9,448,133
Amount of debt applicable to the debt limit	<u>233,662</u>
Legal Debt Margin	<u><u>\$ 9,214,471</u></u>

	Fiscal Year			
	2014	2015	2016	2017
Debt limit	\$ 4,357,615	\$ 4,685,958	\$ 5,030,190	\$ 5,484,663
Total debt applicable to limit	<u>197,617</u>	<u>183,084</u>	<u>180,605</u>	<u>168,882</u>
Legal debt margin	<u><u>\$ 4,159,998</u></u>	<u><u>\$ 4,502,874</u></u>	<u><u>\$ 4,849,585</u></u>	<u><u>\$ 5,315,781</u></u>
Total debt applicable as a percentage of debt limit	4.53%	3.91%	3.59%	3.08%

Note: This schedule was previously presented as a requirement of State Board of Education Rule 6A-1.037(2), Florida Administrative Code which established a legal debt limit of 10 percent of the assessed valuation of the District. This rule was repealed in March 2006, however, management believes this information may still be of value to users.

Source: District records
Assessed value data provided by the Sarasota County Property Appraiser.

Table 14

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 5,881,356	\$ 6,272,018	\$ 6,611,216	\$ 6,906,148	\$ 7,443,543	\$ 9,448,133
156,414	133,880	121,754	109,908	98,832	233,662
<u>\$ 5,724,942</u>	<u>\$ 6,138,138</u>	<u>\$ 6,489,462</u>	<u>\$ 6,796,240</u>	<u>\$ 7,333,635</u>	<u>\$ 9,214,471</u>
2.66%	2.13%	1.84%	1.59%	1.33%	2.47%

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Pledged-Revenue Coverage
Last Ten Fiscal Years
(Unaudited)

Table 15

State Board of Education Bonds					
Fiscal Year	Motor Vehicle		Debt Service		Coverage
	License				
	Tax	Principal	Interest		
2014	1,706,997	1,215,000 (1)	520,933		0.98
2015	1,669,757	1,264,000 (2)	372,253		1.02
2016	1,612,622	1,260,000	395,147		0.97
2017	1,641,415	1,352,000 (3)	322,655		0.98
2018	1,621,630	1,407,000	226,307		0.99
2019	796,252	641,000	179,580		0.97
2020	585,363	448,000 (4)	148,330		0.98
2021	467,323	350,000	126,276		0.98
2022	478,811	377,000	110,400		0.98
2023	494,908	410,000	92,950		0.98

Note: Details regarding the District's outstanding debt can be found in Note

- (1) Excludes \$745,000 related to the refunding of the 2004A bonds.
- (2) Excludes \$3,020,000 related to the refunding of the 2005B bond
- (3) Excludes \$1,710,000 related to the refunding of the 2006A and :
- (4) Excludes \$1,125,000 related to the refunding of the 2010A bond

Source: District records

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Demographic and Economic Statistics
Last 10 Fiscal Years
(Unaudited)

Table 16

Calendar Year	Estimated Population⁽¹⁾	Personal Income⁽²⁾ (thousands of dollars)	Per Capita Personal Income⁽²⁾	Student Membership⁽³⁾	Unemployment Rate⁽⁴⁾
2014	387,140	21,494,117	54,147	41,398	5.9
2015	392,090	22,883,580	56,426	41,910	5.1
2016	399,538	24,347,014	59,013	42,354	4.5
2017	407,260	25,785,640	61,523	42,810	3.9
2018	417,442	28,079,762	65,864	42,901	3.7
2019	426,275	29,007,979	66,878	43,119	3.4
2020	438,816	31,434,476	70,884	43,498	8.5
2021	441,508	35,234,656	78,815	42,618	4.9
2022	452,378	38,848,199	84,035	43,896	2.8
2023	464,223	N/A	N/A	45,077	3.0

N/A = Data not currently available.

Source: (1) Bureau of Economic and Business Research
(2) US Department of Commerce, Bureau of Economic Analysis.
(3) The Florida Department of Education's Data Publications and Reports entitled "Membership in Florida's Public Schools Survey 2" for each respective year
(4) US Department of Labor, Bureau of Labor Statistics

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Principal Employers
Current Year and 9 Years Ago
(Unaudited)

Table 17

Employer	2023			2014		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Sarasota Memorial Hospital	8,834	1	4.50%	3,099	2	1.92%
School Board of Sarasota County, Florida	6,311	2	3.22%	4,664	1	2.89%
Publix Super Markets, Inc.	4,282	3	2.18%	1,335	5	0.83%
Sarasota County Government	3,630	4	1.85%	2,052	3	1.27%
PGT Innovations	1,992	5	1.02%	1,440	4	0.89%
Walmart	1,633	6	0.83%			0.00%
City of Sarasota	811	7	0.41%			0.00%
City of North Port	777	8	0.40%			0.00%
Helios Technologies, Inc.	718	9	0.37%			0.00%
Target	585	10	0.30%			0.00%
Venice Regional Medical Center	-	-	-	1,300	6	0.81%
Sarasota County Sheriff	-	-	-	976	7	0.60%
Sun Hydraulics Corporation	-	-	-	702	9	0.43%
Goodwill Industries	-	-	-	682	10	0.42%
FCCI Insurance Group	-	-	-	720	8	0.45%
Total	<u>29,573</u>		<u>15.08%</u>	<u>16,970</u>		<u>10.51%</u>
Total Sarasota County Employment	<u>196,145</u>			<u>161,468</u>		

Source: Economic Development Corporation Sarasota County, Florida Department of Economic Opportunity and Florida Department of Education Data Publications and Reports entitled "Staff in Florida's Public Schools survey 2" for each respective year. Florida Research and Economic Information Database Application, Labor Market Statistics.

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SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Full-Time Equivalent District Employees by Type
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2014	2015	2016	2017
Supervisory				
Administrators	43	40	40	41
Consultants/supervisors of instruction	10	12	13	13
Principals	53	51	53	59
Assistant principals	60	61	63	64
Curriculum coordinators	62	61	66	67
Total supervisory	228	225	235	244
Instruction				
Elementary classroom teachers	1,230	1,248	1,245	1,267
Secondary classroom teachers	1,101	1,127	1,136	1,151
ESE teachers	536	541	547	547
Other teachers (adult)	29	29	27	29
Other professionals (instructional)	133	135	147	143
Aides	568	571	570	572
Total instructional	3,597	3,651	3,672	3,709
Student Services				
Guidance counselors	87	93	92	94
Visiting teachers/Social workers	13	13	13	12
Psychologists	21	20	21	23
Librarians	1	1	1	-
Other professionals (non-instructional)	191	190	193	200
Technicians	67	69	69	67
Total student services	380	386	389	396
Support and Administration				
Clerical/secretarial	288	289	290	291
Service workers	936	895	910	854
Skilled crafts	79	79	79	77
Unskilled laborers	38	39	36	36
Total support and administration	1,341	1,302	1,315	1,258
Total employees	5,546	5,564	5,611	5,607

Note: Employee data includes only full-time staff
Information presented above excludes Charter Schools and
Second Chance Schools. The number of personnel is total employees.

Source: Florida Department of Education Data Publications and Reports entitled
"Staff in Florida's Public Schools survey 2" 2022-23, Final Survey 2

Table 18

Fiscal Year					
2018	2019	2020	2021	2022	2023
45	47	42	38	49	54
13	15	15	19	18	22
54	54	55	52	55	57
83	84	86	86	88	91
68	69	67	68	72	8
263	269	265	263	282	232
1,282	1,264	1,251	1,200	1,211	1,265
1,181	1,183	1,220	1,182	1,206	1,228
545	513	501	523	527	564
35	45	52	55	70	114
155	165	173	168	196	213
594	598	597	606	640	734
3,792	3,768	3,794	3,734	3,850	4,118
103	102	104	104	104	115
12	12	12	12	12	16
21	22	21	21	21	27
-	-	-	-	1	1
200	233	265	272	279	281
70	76	79	84	91	94
406	445	481	493	508	534
298	306	302	295	290	366
923	911	929	913	901	946
71	71	70	74	67	68
35	38	40	39	39	47
1,327	1,326	1,341	1,321	1,297	1,427
5,788	5,808	5,881	5,811	5,937	6,311

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Operating Statistics - General
Last 10 Fiscal Years
(Unaudited)

Table 19

Fiscal Year	Operating Expenditures ⁽¹⁾	Fall Student Memberships ⁽²⁾	Cost per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio
2014	426,913,268	41,398	10,312	2.95	2,896	14.3
2015	442,085,438	41,910	10,548	2.29	2,945	14.2
2016	444,066,293	42,354	10,485	(0.60)	2,955	14.3
2017	456,546,556	42,810	10,664	1.72	2,994	14.3
2018	480,800,397	42,901	11,207	5.09	3,043	14.1
2019	495,147,638	43,119	11,483	2.46	3,005	14.3
2020	506,019,440	43,498	11,633	1.31	3,024	14.4
2021	527,019,586	42,618	12,366	6.30	2,960	14.4
2022	567,293,438	43,896	12,924	4.51	3,014	14.6
2023	640,605,722	45,077	14,211	9.96	3,171	14.2

Note: Expenditures only include General and Special Revenue Funds.
Community service expenditures are not included in total expenditure amounts.

Source: (1) District records
(2) The Florida Department of Education's Data Publications and Reports entitled "Membership in Florida's Public Schools Survey 2" for each respective year

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Operating Statistics-Food Service
Last 10 Fiscal Years
(Unaudited)

Table 19
(continued)

Fiscal Year	Total Days Meals Were Served	Number of Free and Reduced Meals Served	Percentage of Free and Reduced Meals to Total Meals Served	Total Meals Served
2014	180	3,702,768	76%	4,903,344
2015	180	3,606,046	76%	4,749,288
2016	180	3,731,114	75%	4,958,110
2017	180	3,752,120	75%	5,016,594
2018	174 (1)	3,827,944	77%	4,955,261
2019	180	3,553,287	72%	4,955,236
2020	132 (2)	2,586,379	70%	3,687,581
2021	176	4,322,484	99% (3)	4,382,259
2022	180	6,031,152	100% (3)	6,031,152
2023	172	3,628,007	72% (3)	5,049,939

Note: (1) FY 2018 total days served changed due to our schools being closed due to Hurricane Irma.
(2) FY 2020 total days served changed due to schools being closed due to COVID 19.
(3) Change from National School Lunch Program to Summer Food Service Program (SFSP).
SFSP reimburses all meals as free.

Source: District records - Food Service Department Records

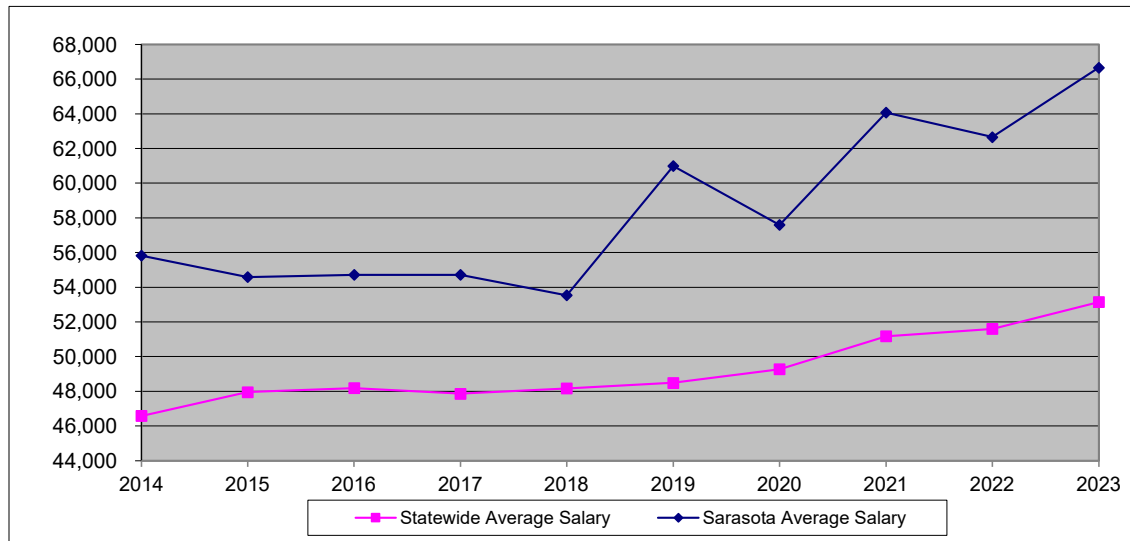
SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Teacher Salaries
Last 10 Fiscal Years
(Unaudited)

Table 20

Fiscal Year	Minimum Salary⁽¹⁾	Maximum Salary⁽¹⁾	Sarasota Average Salary⁽¹⁾	Statewide Average Salary⁽²⁾
2014	38,997	75,811	55,823	46,583
2015	39,783	78,275	54,589	47,950
2016	39,783	78,275	54,715	48,179
2017	39,783	78,275	54,715	47,858
2018	43,150	84,375 ⁽³⁾	53,531	48,168
2019	44,300	88,280	60,983 ⁽⁴⁾	48,486
2020	44,300	90,108	57,590	49,269
2021	47,500	104,145	64,074	51,167
2022	47,500	109,612	62,656	51,598
2023	50,000	117,504	66,665	53,142

Source: (1) District records
(2) Florida Department of Education
(3) Salary settlement effective 7/1/2017 consolidated longevity into base salary.
(4) Timing difference due to a 2 year salary settlement implemented March 2018, effective 7/1/2017.

Teacher Average Salary



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SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
School Building Information
Last 10 Fiscal Years
(Unaudited)

School	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Elementary										
Alta Vista (1955)										
Square feet	122,455	143,145	141,577	141,577	141,577	141,577	141,737	141,281	141,281	139,461
Student Stations	953	848	848	848	848	848	848	848	848	848
Enrollment	639	634	681	661	589	545	491	456	455	506
Ashton (1976)										
Square feet	112,423	114,790	119,756	122,801	125,945	125,945	131,144	130,324	129,671	130,692
Student Stations	908	938	1,002	1,025	1,061	1,061	1,141	1,234	1,234	1,234
Enrollment	835	896	922	934	997	1,058	1,086	1,006	1,027	1,030
Atwater (2010)										
Square feet	130,501	130,501	130,501	130,501	130,501	130,501	130,581	130,501	130,501	130,581
Student Stations	1,028	1,028	1,028	1,028	1,028	1,028	1,028	1,028	1,028	1,028
Enrollment	731	717	712	696	710	665	644	603	635	695
Bay Haven (1926)										
Square feet	70,305	70,161	84,091	82,789	82,789	82,789	82,789	85,349	95,223	95,241
Student Stations	701	593	664	664	664	664	664	664	664	831
Enrollment	597	591	602	603	614	612	613	594	602	587
Emma Booker (1990)										
Square feet	119,105	118,290	120,672	126,809	126,809	126,809	124,427	124,427	125,184	125,184
Student Stations	882	917	972	977	977	977	977	977	972	986
Enrollment	519	550	556	551	539	560	539	509	505	556
Brentwood (1958)										
Square feet	133,899	134,499	134,499	134,559	134,559	134,559	134,559	152,514	152,514	153,114
Student Stations	1,043	1,043	1,043	1,043	1,043	1,043	1,043	1,043	984	984
Enrollment	640	669	720	695	680	655	697	631	631	658
Cranberry (2003)										
Square feet	129,122	128,340	128,340	128,340	128,340	128,340	128,340	128,340	128,340	128,340
Student Stations	985	957	957	957	957	957	957	957	957	957
Enrollment	756	792	772	745	718	683	677	646	685	767
Englewood (1958)										
Square feet	103,953	103,953	103,906	105,009	105,009	105,009	105,569	116,198	105,718	106,961
Student Stations	698	698	698	698	698	698	698	698	824	698
Enrollment	492	523	541	581	544	588	591	554	571	563
Fruitville (1941)										
Square feet	115,917	117,495	119,017	127,509	127,509	127,509	127,509	127,429	127,429	127,509
Student Stations	1,014	1,050	985	985	985	985	985	985	985	985
Enrollment	773	762	748	743	736	752	778	727	743	765
Garden (1974)										
Square feet	83,463	83,463	83,463	83,463	83,463	83,463	82,715	82,432	82,432	81,673
Student Stations	751	751	751	751	751	751	751	751	751	751
Enrollment	612	649	595	604	605	575	573	534	545	542
Glenallen (1984)										
Square feet	143,398	143,398	143,398	143,398	143,398	143,398	139,476	139,476	139,424	144,867
Student Stations	1,020	1,020	1,020	1,020	1,020	1,020	1,020	984	984	984
Enrollment	673	689	699	703	728	703	681	621	630	669
Gocio (1966)										
Square feet	120,261	118,906	119,784	112,726	112,855	112,855	112,855	111,807	111,807	112,855
Student Stations	844	1,069	1,015	931	931	931	931	931	931	931
Enrollment	700	668	638	646	644	625	628	580	600	599
Gulf Gate (2000)										
Square feet	154,265	154,264	154,265	154,265	154,265	154,265	153,190	153,189	153,192	153,192
Student Stations	913	913	913	913	913	913	913	913	913	913
Enrollment	752	749	724	730	716	710	699	645	653	700
Lakeview (1987)										
Square feet	82,395	80,094	80,094	79,310	79,310	79,310	80,876	80,876	80,876	80,876
Student Stations	922	886	886	868	868	868	868	868	868	868
Enrollment	575	607	588	599	608	599	658	598	603	700
Lamarque (2006)										
Square feet	164,485	162,113	162,113	157,397	157,397	157,397	155,039	155,039	159,057	159,832
Student Stations	1,430	1,376	1,376	1,260	1,260	1,260	1,201	1,201	1,201	1,291
Enrollment	876	805	808	810	842	856	919	942	1,001	1,045
Phillippi Shores (2005)										
Square feet	121,162	121,162	121,162	121,162	121,522	121,522	121,842	121,162	121,162	121,842
Student Stations	731	731	731	731	731	731	731	731	731	731
Enrollment	727	752	800	804	785	789	803	775	801	782
Southside (1926)										
Square feet	110,371	111,157	111,157	106,043	106,043	106,043	106,043	106,043	106,007	106,007
Student Stations	851	873	873	873	873	873	873	873	873	873
Enrollment	779	725	763	787	769	730	692	673	682	676
Tatum Ridge (2005)										
Square feet	129,651	128,068	128,068	124,128	125,694	125,694	125,694	125,694	130,391	132,716
Student Stations	893	875	807	789	825	825	825	825	825	940
Enrollment	696	669	656	673	680	671	669	688	684	832
Taylor Ranch (1989)										
Square feet	137,550	131,864	131,864	133,436	135,002	135,002	135,038	134,947	140,465	142,826
Student Stations	1,057	933	933	958	994	994	994	994	994	1,120
Enrollment	626	628	642	694	731	749	804	766	799	902
Toledo Blade (1992)										
Square feet	140,921	140,921	140,921	140,708	140,708	140,708	140,708	139,801	139,787	140,794
Student Stations	987	987	1,002	1,002	1,002	1,002	1,002	1,002	1,002	1,002
Enrollment	747	741	722	720	763	758	766	710	710	780
Tuttle (1998)										
Square feet	133,027	124,748	124,748	124,748	124,748	124,748	124,748	124,748	124,748	124,748
Student Stations	921	967	967	967	967	967	967	967	967	967
Enrollment	680	703	695	772	732	704	736	688	691	641
Venice (2005)										
Square feet	131,371	131,315	131,315	131,315	131,315	131,315	128,787	128,787	128,362	128,362
Student Stations	784	784	784	784	784	784	784	784	784	784
Enrollment	601	592	585	576	578	570	565	525	511	569
Wilkinson (2005)										
Square feet	144,862	144,862	144,862	144,862	144,862	144,862	144,862	144,430	144,430	144,430
Student Stations	786	786	786	786	786	786	786	786	786	786
Enrollment	513	480	434	474	485	511	491	489	500	492

Table 21

School	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Middle										
Booker (1992)										
Square feet	209,394	209,363	208,432	247,164	247,164	247,164	247,188	247,188	247,188	247,188
Student Stations	1,810	2,011	2,022	2,022	2,022	2,022	2,022	2,022	2,026	2,026
Enrollment	848	850	781	798	789	805	794	816	822	906
Brookside (1999)										
Square feet	208,812	208,678	208,678	208,678	208,678	208,678	208,678	208,678	208,660	208,660
Student Stations	1,484	1,649	1,649	1,649	1,649	1,649	1,649	1,649	1,682	1,682
Enrollment	820	816	833	800	750	755	760	749	747	704
Heron Creek (2003)										
Square feet	218,937	214,095	214,095	214,095	214,095	214,095	214,095	213,596	213,596	214,076
Student Stations	1,643	1,724	1,724	1,724	1,724	1,724	1,724	1,724	1,774	1,774
Enrollment	872	865	873	877	842	863	903	846	844	812
McIntosh (1961)										
Square feet	219,237	219,187	219,187	216,948	216,948	216,948	217,285	216,726	216,726	217,243
Student Stations	1,275	1,439	1,439	1,439	1,439	1,439	1,439	1,439	1,445	1,445
Enrollment	803	682	678	699	737	714	735	781	803	875
Sarasota (1992)										
Square feet	189,980	183,187	183,187	185,539	185,539	185,539	185,539	184,677	184,677	183,704
Student Stations	1,508	1,654	1,654	1,710	1,710	1,710	1,710	1,710	1,717	1,717
Enrollment	1,218	1,271	1,271	1,292	1,232	1,244	1,233	1,167	1,156	1,225
Venice (1984)										
Square feet	169,752	169,752	169,752	169,783	169,783	169,783	161,446	163,551	163,551	162,736
Student Stations	1,497	1,663	1,663	1,661	1,661	1,661	1,440	1,410	1,336	1,336
Enrollment	549	543	554	628	680	786	812	799	800	747
Woodland (2008)										
Square feet	227,483	227,483	227,483	227,483	227,483	227,483	227,483	227,483	227,483	227,483
Student Stations	1,410	1,567	1,567	1,567	1,567	1,567	1,567	1,567	1,602	1,602
Enrollment	832	858	859	821	915	941	1,002	978	965	939
High										
Booker (2011 rebuilt)										
Square feet	269,174	290,080	290,129	290,129	290,129	290,129	290,177	290,176	290,176	300,212
Student Stations	3,821	1,616	1,616	1,616	1,616	1,616	1,616	1,616	1,617	1,617
Enrollment	1,100	1,094	1,171	1,210	1,231	1,285	1,285	1,307	1,286	1,290
North Port (2001)										
Square feet	479,575	480,339	480,339	480,339	479,575	479,575	485,897	489,799	483,197	483,573
Student Stations	2,842	2,992	2,992	2,992	2,992	2,992	2,992	2,980	2,980	2,980
Enrollment	2,267	2,325	2,360	2,300	2,362	2,344	2,347	2,333	2,373	2,472
Riverview (2008 rebuilt)										
Square feet	494,051	490,804	490,804	490,866	490,758	490,758	490,758	489,011	489,011	490,758
Student Stations	2,786	2,786	2,786	2,786	2,786	2,786	2,786	2,786	2,812	2,812
Enrollment	2,560	2,492	2,491	2,547	2,595	2,607	2,571	2,590	2,561	2,563
Sarasota (1951)										
Square feet	462,600	458,594	463,382	410,249	410,249	410,249	410,249	398,202	413,335	413,529
Student Stations	2,516	3,148	3,148	2,775	2,775	2,775	2,775	2,775	2,814	3,236
Enrollment	2,016	2,129	2,086	2,128	2,118	2,145	2,179	2,302	2,322	2,519
Suncoast Polytechnical (2008)										
Square feet	78,177	78,177	78,177	78,177	78,177	78,177	79,705	79,705	79,704	79,704
Student Stations	545	606	606	606	606	606	656	656	656	656
Enrollment	528	541	570	567	560	565	562	551	556	556
Venice (2011 rebuilt)										
Square feet	541,926	417,896	412,168	415,691	415,691	415,691	425,665	425,665	425,665	430,167
Student Stations	4,854	2,207	2,207	2,207	2,207	2,207	2,301	2,351	2,351	2,351
Enrollment	1,909	1,953	2,113	2,087	2,169	2,238	2,280	2,366	2,360	2,425
Other										
Laurel Nokomis (1991)										
Square feet	221,485	205,937	205,937	210,007	210,007	210,007	206,863	205,823	211,562	214,927
Student Stations	1,963	2,013	2,008	1,926	1,926	1,926	1,894	1,894	1,905	2,031
Enrollment	1,014	1,030	1,076	1,152	1,138	1,183	1,193	1,167	1,199	1,357
Oak Park (1993)										
Square feet	169,171	168,345	169,913	169,913	166,769	166,769	166,769	166,769	166,769	166,769
Student Stations	666	716	716	716	686	686	686	686	686	686
Enrollment	333	345	301	308	307	325	316	275	278	283
Pineview (1993)										
Square feet	225,269	228,149	235,999	234,863	234,863	234,863	229,428	226,392	310,079	311,040
Student Stations	1,974	2,238	2,557	2,557	2,557	2,557	2,557	2,412	2,412	2,586
Enrollment	2,146	2,187	2,174	2,051	1,967	1,924	1,876	1,818	1,780	1,702

Sources: District Records
Florida Inventory of School Houses

Notes: Rebuilt schools only include information after rebuilding.
Prior to 2015 Booker High and Venice High square footage and student stations reflect the old and new buildings on campus as these schools were being rebuilt.
These numbers were updated in FISH in 2015.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
SUMMARY OF CAPITAL PROJECTS FUND REVENUE AND EXPENDITURES
(Unaudited)

Table 22

	2020	2021	2022	2023
Beginning Fund Balance	\$ 90,303,254	\$ 123,511,537	\$ 126,795,895	\$ 168,775,706
Revenues				
State Sources	\$ 4,650,984	\$ 5,827,731	\$ 5,226,089	\$ 5,970,075
Local Sources	125,412,848	131,037,670	145,468,800	185,526,661
TOTAL Revenues	<u>\$ 130,063,832</u>	<u>\$ 136,865,401</u>	<u>\$ 150,694,889</u>	<u>\$ 191,496,736</u>
Other Financing Sources				
Transfers In	\$ 10,999,743	\$ -	\$ -	\$ -
Proceeds of Loans	-	11,033,584	14,042,226	24,823,659
Loss Recoveries	-	-	-	2,000,000
Sale of Bonds	-	-	-	132,635,489
TOTAL Other Sources	<u>\$ 10,999,743</u>	<u>\$ 11,033,584</u>	<u>\$ 14,042,226</u>	<u>\$ 159,459,148</u>
Expenditures				
Buildings	\$ 13,040,942	\$ 16,074,607	\$ 13,669,907	\$ 24,606,633
Remodeling	18,274,486	16,636,175	23,455,534	43,903,621
Furniture/Equipment	14,564,131	21,247,719	19,342,157	33,570,058
Vehicles	2,796,402	5,005,804	1,062,437	1,108,515
Other	7,281,626	32,666,766	8,937,339	11,253,923
TOTAL Expenditures	<u>\$ 55,957,587</u>	<u>\$ 91,631,071</u>	<u>\$ 66,467,374</u>	<u>\$ 114,442,750</u>
Other Uses				
Transfers Out	\$ (51,897,705)	\$ (52,983,556)	\$ (56,289,930)	\$ (65,205,055)
Ending Fund Balance, June 30	<u><u>\$ 123,511,537</u></u>	<u><u>\$ 126,795,895</u></u>	<u><u>\$ 168,775,706</u></u>	<u><u>\$ 340,083,785</u></u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Anticipated Local Option Millage Levy Required
to Cover Basic Rent Payments Represented by the Outstanding Certificates

Table 23

<i>Fiscal Year 2022-23</i>	
Net Taxable Assessed Valuation ⁽¹⁾	\$94,481,334
Local Option Millage Levy	1.5
Assumed Tax Collection Rate	96.00%
Total Revenue Generated by 1.50 mill Levy actual collections	\$136,936
<i>on Millage Levy Required to Satisfy Maximum Annual Basic Rent Payments Represented by the Outstanding Certificates and the LOML Eligible Portion of the Series 2022A Certificates (Fiscal Year 2023-24)⁽²⁾</i>	
Maximum Annual Basic Rent Payments Represented by the Outstanding Certificates and the LOML Eligible Portion of the Series 2022A Certificates (Fiscal Year 2023-24) ⁽²⁾	\$22,791,120
Minimum Local Option Millage Levy Needed to Satisfy Maximum Annual Lease Payments Represented by the Outstanding Certificates and the LOML Eligible Portion of the Series 2022A Certificates ⁽²⁾⁽³⁾	0.227 mills
<i>Sharing of the Local Option Millage Levy with Eligible District Charter Schools</i>	
Annual Debt Service Obligation Incurred as of March 1, 2017	\$15,943,292 ⁽⁴⁾
Estimated Total Allocation of Local Option Millage Levy to Eligible District Charter Schools	\$3,583,200 ⁽⁴⁾
Less Total Amount of State Charter School Local Option Funding Allocated to Eligible District Charter Schools	\$3,583,200 ⁽⁴⁾
Maximum Local Option Millage Levy Revenue Shared with Eligible District Charter Schools ⁽⁴⁾	
Maximum Local Option Millage Levy Shared with Eligible District Charter Schools	0.00 mills
Minimum Local Option Millage Levy Revenue Remaining after Charter School Payments	\$136,462,848
<i>Local Option Millage Levy Available After Basic Rent Payments and Charter School Payments</i>	
Minimum Remaining Local Option Millage	1.273 mills
Total Minimum Remaining Revenue Anticipated from Local Option Millage Levy	\$116,086,787

(1) Preliminary July 1, 2022 certified figure. Prior to adjustments on appeals from taxpayers. See "AD VALOREM TAXATION – Property Assessment and County Property Appraiser" herein.

(2) Assumes the Outstanding Certificates have the financial arrangements, assumptions, and accounting practices described in footnotes under "COMBINED PRIOR CERTIFICATE PAYMENT SCHEDULE."

(3) Under current law, the 75% limitation on the use of the Local Option Millage Levy revenues for the payment of lease-purchase agreements is waived for lease-purchase agreements originally entered into prior to June 30, 2009. Accordingly, only the Lease Payments with respect to Leases originally entered into after June 30, 2009 are subject to the 75% limitation. The 2022A Lease is the only Lease subject to the 75% limitation and, therefore, such limitation has been taken into account in the table above in calculating the estimated millage levy that would satisfy the maximum annual Lease Payments.

(4) Pursuant to CS/HB 7055, the State appropriated the full amount of the charter school capital outlay funds per unweighted FTE student for the Fiscal Year 2020-21. In future years, if the State does not appropriate an amount at least equal to the average charter school capital outlay per unweighted FTE student for Fiscal Year 2018-19, multiplied by the estimated number of charter school students for the applicable fiscal year and adjusted for inflation from the previous year, charter school capital outlay funds would also consist of the Local Option Millage Levy revenue.

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School Board of Sarasota County, Florida



Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023

Federal Reports and Schedules

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

Schedule of Expenditures of Federal Awards

Notes to Schedule of Expenditures of Federal Awards

Schedule of Findings and Questioned Costs

Summary Schedule of Prior Audit Findings – Federal Awards

**Report of Independent Auditor on Internal Control over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards**

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School Board of Sarasota County, Florida (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 5, 2023. Our report includes a reference to other auditors who audited the financial statements of the aggregate discretely presented component units, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

Cherry Bekaert LLP

Tampa, Florida
December 5, 2023

Report of Independent Auditor on Compliance for the Major Program and on Internal Control over Compliance Required by the Uniform Guidance

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited School Board of Sarasota County, Florida's (the "District") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the District's major federal program for the year ended June 30, 2023. The District's major federal program is identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2023.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists.

The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the *Auditor's Responsibilities for the Audit of Compliance* section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Cherry Bekaert LLP

Tampa, Florida
December 5, 2023

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Expenditures of Federal Awards
For the Fiscal Year End June 30, 2023

Federal Grantor/Pass-Through Grantor/Program or Cluster	Federal ALN Number	Pass - Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
Child Nutrition Cluster:				
United States Department of Agriculture:				
Florida Department of Agriculture and Consumer Services:				
Fresh Fruit and Vegetable Program	10.582	21004	\$ -	\$ 387,290
Total Fresh Fruit and Vegetable Program			-	387,290
School Breakfast Program	10.553	21002	-	2,789,729
Total School Breakfast Program	10.555		-	2,789,729
National School Lunch Program-Non Cash Assistance		21001	-	15,563,592
Total National School Lunch Program	10.555		-	15,563,592
Summer Food Service Program for Children	10.559	20006, 20007, 21006, 21007	-	432,585
Total Child Nutrition Cluster			-	19,173,196
Student Financial Assistance Cluster:				
United States Department of Education:				
Federal Supplemental Educational Opportunity Grants	84.007	N/A	-	85,000
Federal Pell Grant Program	84.063	N/A	-	963,411
Total Student Financial Assistance Cluster			-	1,048,411
Special Education Cluster:				
United States Department of Education:				
Special Education - Grants to States:				
Florida Department of Education	84.027	262, 263	384,599	11,300,542
Florida Department of Education	84.027X		-	2,172,668
Putnam County District School Board		None	-	14,600
Total Special Education - Grants to States			384,599	13,487,810
Special Education Preschool Grants:				
Florida Department of Education	84.173A		-	299,508
Florida Department of Education	84.173X	267	-	143,265
Total Special Education Cluster			384,599	13,930,583
Not Clustered				
United States Department of Agriculture:				
Florida Department of Health:				
Child and Adult Care Food Program	10.558	4161	-	863,735
Total United States Department of Agriculture			-	863,735
United States Department of Defense:				
Army Junior Reserve Officers Training Corps	12.UNK	N/A	-	230,015
Marine Junior Reserve Officers Training Corps	12.UNK	N/A	-	136,177
Navy Junior Reserve Officers Training Corps	12.UNK	N/A	-	96,575
Total United States Department of Defense			-	462,767
National Endowment of the Arts				
Promotion of the Arts Grants to Organizations and Individuals	45.024	N/A	-	19,359
United States Department of Education:				
Advancing Classroom Climates in Sarasota Schools (ACCISS)	84.184G	190	-	828,612
Education Stabilization Fund	84.425			
Higher Education Emergency Relief Fund - Institutional Portion	COVID-19, 84.425E	N/A	-	911,623
Higher Education Emergency Relief Fund - Institutional Portion	COVID-19, 84.425F	N/A	-	66,790
Florida Department of Education:				
Elementary and Secondary School Emergency Relief Fund	COVID-19, 84.425D	124	185,004	6,414,974
Elementary and Secondary School Emergency Relief (ESSER) Fund under the American Rescue Plan (ARP) Act	COVID-19, 84.425U	121	3,036,254	22,799,425
Elementary and Secondary School Emergency Relief (ESSER) Fund under the American Rescue Plan (ARP) Act	COVID-19, 84.425W	122	-	57,224
Total Education Stabilization Fund	84.425		3,221,258	30,250,036
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191, 193	-	524,604
Title I Grants to Local Educational Agencies	84.010	212, 226	656,282	9,368,435
Career and Technical Education - Basic Grants to States	84.048	161	-	497,421
Education for Homeless Children and Youth	84.196	127	-	77,087
English Language Acquisition State Grants	84.365	102	-	459,977
Supporting Effective Instruction State Grants	84.367	224	157,193	1,365,130
Student Support and Academic Enrichment Program	84.424	241	13,258	657,759
Total United States Department of Education			4,047,991	44,029,061
Total Expenditures of Federal Awards			\$ 4,432,590	\$ 79,527,112

The accompanying notes are an integral part of this schedule.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Expenditures of Federal Awards
For the Fiscal Year End June 30, 2023

Notes:

- (1) Basis of Presentation. The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of the Sarasota County District School Board under programs of the Federal Government for the fiscal year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.
- (2) Summary of Significant Accounting Policies. Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (3) Indirect Cost Rate. The District has not elected to use the 10 percent de minimis cost rate allowed under the Uniform Guidance.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FISCAL YEAR ENDED JUNE 30, 2023

Part I — Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? yes x no

Significant deficiency(ies) identified that are
not considered to be a material weakness(es)? yes x none reported

Noncompliance material to financial
statements noted? yes x no

Federal Awards Section

Internal control over major programs:

Material weakness(es) identified? yes x no

Significant deficiency(ies) identified that are
not considered to be a material weakness(es)? yes x none reported

Type of auditor's report on compliance for
major programs: Unmodified

Any audit findings disclosed that are
required to be reported in accordance with
2 CFR 200.516(a) yes x no

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

FISCAL YEAR ENDED JUNE 30, 2023

Part I — Summary of Auditor's Results (continued)

Federal Awards Section (continued)

Identification of major programs:

Name of Program or Cluster	AL Number
U.S Department of Education Education Stabilization Fund	84.425

Dollar threshold used to determine Type A programs:

Federal \$ 2,385,813

Auditee qualified as low-risk auditee for federal purposes? x yes no

Part II — Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

There were no findings required to be reported in accordance with *Government Auditing Standards*.

Part III — Findings and Questioned Costs – Major Federal Awards

This section identifies the significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, as well as any material abuse findings, related to the audit of major programs, as required to be reported by the Uniform Guidance.

There were no findings required to be reported by the Uniform Guidance.

Summary Schedule of Prior Audit Findings

A Summary Schedule of Prior Audit Findings is not necessary since there were no prior audit findings.

Independent Auditor's Management Letter

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

Report on the Financial Statements

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School Board of Sarasota County, Florida (the "District") as of and for the year ended June 30, 2023 and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 5, 2023. We did not audit the financial statements of the aggregate discretely presented component units; those financial statements were audited by other auditors.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"); and Chapter 10.800, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Report of Independent Auditor on Compliance for the Major Program and on Internal Control over Compliance Required by the Uniform Guidance, Schedule of Findings and Questioned Costs, and Report of the Independent Accountant on Compliance with Local Government Investment Policies. Disclosures in those reports and schedule, which are dated December 5, 2023, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.804(1)(f)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. No findings or recommendations were made in the preceding annual financial audit report.

Financial Condition and Management

Section 10.804(1)(f)2., Rules of the Auditor General, requires us to communicate whether or not the District has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific conditions met. In connection with our audit, we determined that the District did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.804(1)(f)5.a, and 10.805(7) Rules of the Auditor General, we applied financial condition assessment procedures for the District. It is management's responsibility to monitor the District's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information proved by same.

Section 10.804(1)(f)3., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Transparency

Section 10.804(1)(f)6., Rules of the Auditor General, requires that we communicate the results of our determination as to whether the District maintains on its website the information specified in Section 1011.035, Florida Statutes. In connection with our audit, we determined that the District maintained on its website the information specified in Section 1011.035, Florida Statutes.

Additional Matters

Section 10.804(1)(f)4., Rules of the Auditor General, requires that us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that has occurred, or is likely to have occurred that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, District School Board members, and applicable management and is not intended to be, and should not be, used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Cherry Bekaert LLP".

Tampa, Florida
December 5, 2023

Report of Independent Accountant on Compliance with Local Government Investment Policies

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

We have examined the School Board of Sarasota County, Florida's (the "District") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended June 30, 2023. Management of the District is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on the District's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the District complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe the evidence obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination does not provide a legal determination on the District's compliance with the specified requirements.

In our opinion, the District complied, in all material respects, with the local investment policy requirements of Section 218.415, Florida Statutes, during the year ended June 30, 2023.

The purpose of this report is to comply with the audit requirements of Section 218.415, Florida Statutes, and Rules of the Auditor General.

Cherry Bekaert LLP

Tampa, Florida
December 5, 2023