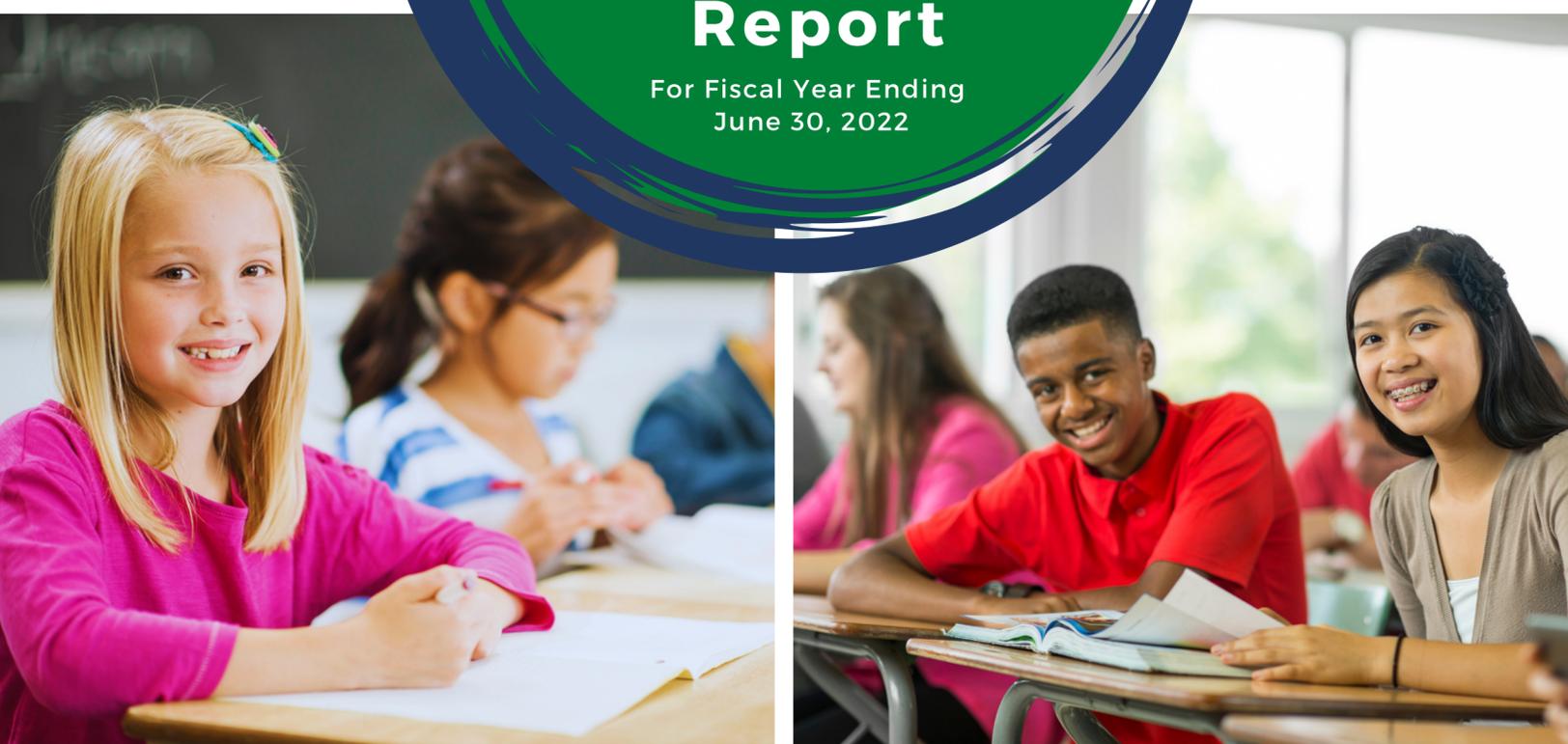




The School District of
Osceola County, FL

Annual Comprehensive Financial Report

For Fiscal Year Ending
June 30, 2022



School Board Members

Terry Castillo
Chair

Julius Melendez
Vice Chair

Clarence Thacker

Jon Arguello

Robert Bass

Dr. Debra Pace
Superintendent

Sarah E. Graber, CPA, CGFO
Chief Finance Officer

Angela Barner
Director of Finance

Our Mission: Inspiring all learners to reach their highest potential as responsible, productive citizens.

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The School District of Osceola County, Florida
817 Bill Beck Boulevard
Kissimmee, Florida 34744
<http://www.osceolaschools.net>



Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2022

Prepared By:
Business & Fiscal Services

Inspiring all learners to reach their highest potential as responsible, productive citizens.

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THE SCHOOL DISTRICT OF OSCEOLA COUNTY, FLORIDA

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2022

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THE SCHOOL DISTRICT OF OSCEOLA COUNTY, FLORIDA

Annual Comprehensive Financial Report

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INTRODUCTORY SECTION



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THE SCHOOL DISTRICT OF OSCEOLA COUNTY, FLORIDA

817 Bill Beck Boulevard • Kissimmee • Florida 34744-4492
Phone: 407-870-4600 • Fax: 407-870-4010 • www.osceolaschools.net

SCHOOL BOARD MEMBERS

District 1 – Teresa “Terry” Castillo – Chair
407-577-5022
District 2 – Julius Melendez
321-442-2862
District 3 – Jon Arguello
407-433-9082
District 4 – Heather Kahoun
689-241-7822
District 5 – Erika Booth – Vice Chair
407-870-4009



Superintendent of Schools
Dr. Debra P. Pace

December 14, 2022

District School Board of Osceola County
817 Bill Beck Boulevard
Kissimmee, FL 34744

Dear Chair, School Board Members, and Citizens of Osceola County:

State law requires that all local governments publish, after the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) in the United States of America and audited in accordance with auditing standards generally accepted in the United States of America by a licensed certified public accountant. Pursuant to that requirement, we hereby issue the annual comprehensive financial report (ACFR) of The School District of Osceola County, Florida (District) for the fiscal year ended June 30, 2022.

This report consists of management’s representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the District’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District’s comprehensive framework of internal controls 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 Office of the Florida Auditor General has audited the District’s financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2022, 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 auditors concluded that there was a reasonable basis for rendering an unmodified opinion that the District’s basic financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with GAAP.

The independent auditor’s report 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 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”). 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 auditors' reports 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 MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditors' report.

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 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 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 Section 1010.01, Florida Statutes, as prescribed by the State Board of Education.

The geographic boundaries of the District are those of Osceola County. During fiscal year 2021-22, the District operated 79 schools. Of this number, 49 were traditional K-12 schools including 25 elementary schools, 9 middle schools, 10 high schools, 4 multilevel schools, and one virtual school. In addition, the District sponsored 26 charter schools, 2 alternative schools and 2 adult centers. 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 districts within the State. Charter schools operating through a contract with the District are provided with their proportionate share of these funds, based upon the number of full-time equivalent students enrolled at the charter school. In fiscal year 2021-22, the District provided general, special, vocational, and other educational programs to 75,158 unweighted full-time equivalent students. The initial projected enrollment for fiscal year 2022-23 was 69,194 unweighted full-time equivalent students. The average age of the schools within the District is approximately 22 years.

The Board 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 fund-function level (e.g. salaries, benefits, and purchased services) within each function activity (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.

ECONOMIC CONDITION AND OUTLOOK

Osceola County is part of the Orlando Metropolitan Statistical Area (MSA) along with Orange, Seminole and Lake Counties. According to the Metro Orlando Economic Development Commission (the Commission), Metro Orlando is one of the fastest growing MSA in Florida with a population of 2.68 million people. The Commission promotes Osceola County's government and business leaders as visionaries who are paving the way for the diversification of the county's economy with cutting-edge commercial development and the next generation of advanced manufacturing technology.

According to the United States Census Bureau, the population of Osceola County increased 44.7 percent from 2010 to 2020, as compared to the state of Florida, which increased 14.6 percent. There were an estimated 403,282 people and 109,642 households in the County. Based on the 2020 Census, the racial makeup of the County was 79.1 percent white, 14.1 percent black and 6.8 percent from other races. Hispanics make up 55.8 percent of the total population.

Of Osceola County's population, 24.1 percent are 17 and younger, and 13.5 percent are 65 and older. The average household size is 3.3. The median household income is \$55,538. The per capita income for the County is \$24,146. Of the 25 and older population, 86.1 percent are high school graduates. Of the 18 and older population, 61.2% are part of the labor force in Osceola County.

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 District remains Osceola County's largest employer, employing 7,987 full and part-time employees, including 3,812 classroom teachers.

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 fiscal year 2010-11, 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.

The Florida Legislature enacted Senate Bill-30A implementing the reduction of the average number of students in each classroom by at least two students per year, beginning in fiscal year 2003-04 until the maximum number of students per classroom does not exceed the fiscal year 2010-11 maximum. If a district's class size does not meet the constitutional maximum, then the district must reduce the average number of students in each of the three grade groupings by two students until the constitutional maximums are reached. The District complied with this requirement for the 2021-22 fiscal year.

Capital Outlay Program

The District appropriated \$300.9 million for construction projects as part of its capital outlay program during the 2021-2022 fiscal year. The District purchased land to construct a K8 campus and a second transportation facility. The design of a new elementary school and two K8 schools, as well as the comprehensive renovation of a high school were in progress at the end of the fiscal year. Major deferred maintenance projects, safety and security improvements and technology were funded by sales tax revenue.

Infrastructure Sales Surtax

In November, 2022 Osceola County voters approved by referendum, the extension of the one-cent infrastructure sales surtax. The infrastructure sales surtax will continue to be split at 75% of revenues for Osceola County, City of Kissimmee, City of St. Cloud, and 25% of revenues for the School District. The extension of the infrastructure sales surtax will remain in effect until December 31, 2045.

Accomplishments

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

School districts throughout the state are held accountable and receive school grades based on the results of the Florida Standards Assessment (FSA). On March 23, 2020, Florida Department of Education (FDOE) Emergency Order No. 2020-EO-1 was issued, cancelling all spring K-12 statewide assessment test administrations for the 2019-20 school year; accountability measures reliant on such data were not calculated for the 2019-20 school year. Only schools that opted in, received a letter grade assigned for the 2020-21 school year. During the 2021-22 school year, the District received an overall grade of 'B'. Two high schools and two multi-level schools received a grade 'A'. Twelve schools received a grade 'B', 30 received a grade 'C', and two schools received a grade 'D'. There were no schools that received a grade 'F'.

FINANCIAL INFORMATION

Internal Controls

Management of the District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the

preparation of financial statements in conformity with generally accepted accounting principles. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary Controls

The District maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board. Activities of all governmental fund types are included in the annual appropriated budget. Project-length financial plans are adopted for the Capital Projects Funds. The level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established at the fund-function level.

Budgetary information is integrated into the accounting system, and, to facilitate budgetary control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at year-end, and encumbrances outstanding are honored from the subsequent year's appropriations.

In order to provide budgetary control for salaries, the District utilizes a centralized position control system. On an annual basis, the Board adopts a District staffing plan that establishes teacher positions based generally on student populations served. Additionally, support and administrative positions are created based on established criteria.

Long-Term Financial Planning

Over the past two years, the District received revenues from non-recurring sources, such as Coronavirus Aid, Relief and Economic Security (CARES), Coronavirus Response and Relief Supplemental Appropriation (CRRSA), and Elementary and Secondary School Emergency Relief (ESSER). These non-recurring funding sources are set to expire after the 2023-2024 fiscal year.

During the 2021-2022 fiscal year, in order to maintain the same level of operations to fund the settlement of a claim, the District spent down \$1.3 million of its operating fund balance.

Long-term forecasts of State revenue do not include a replacement funding source to cover the loss of Federal revenue. In spite of this foreseen loss, the District's long range projections provide for a balanced budget in the 2022-2023 fiscal year.

ACKNOWLEDGEMENTS

The preparation of this report on a timely basis was made possible by the dedicated service of the entire staff of the Finance 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 School Board for their leadership and support in planning and conducting the financial operations of the District.

Respectfully submitted,

Debra Pace

Dr. Debra P. Pace
Superintendent

Sarah Graber

Sarah E. Graber, CPA, CGFO
Chief Business and Finance Officer

**OSCEOLA SCHOOL DISTRICT OFFICIALS
JUNE 30, 2022**

SCHOOL BOARD MEMBERS

Teresa “Terry” Castillo, Chair
District 1

Julius Melendez, Vice Chair
District 2

Jon Arguello
District 3

Clarence Thacker
District 4

Robert Bass
District 5

SUPERINTENDENT

Dr. Debra P. Pace

CHIEF OF STAFF FOR TEACHING, LEADING & LEARNING

Michael S. Flowers

DEPUTY SUPERINTENDENT FOR HUMAN SERVICES

Thomas A. Phelps

ASSISTANT SUPERINTENDENTS

ELEMENTARY CURRICULUM & INSTRUCTION

Dr. Belinda Reyes

MIDDLE SCHOOL CURRICULUM & INSTRUCTION

Michael Allen

HIGH SCHOOL CURRICULUM & INSTRUCTION

Dr. Chundra Evens

SCHOOL OPERATIONS

Randolph Shuttera

CHIEFS

BUSINESS & FINANCE OFFICER

Sarah E. Graber

FACILITIES OFFICER

Marc Clinch

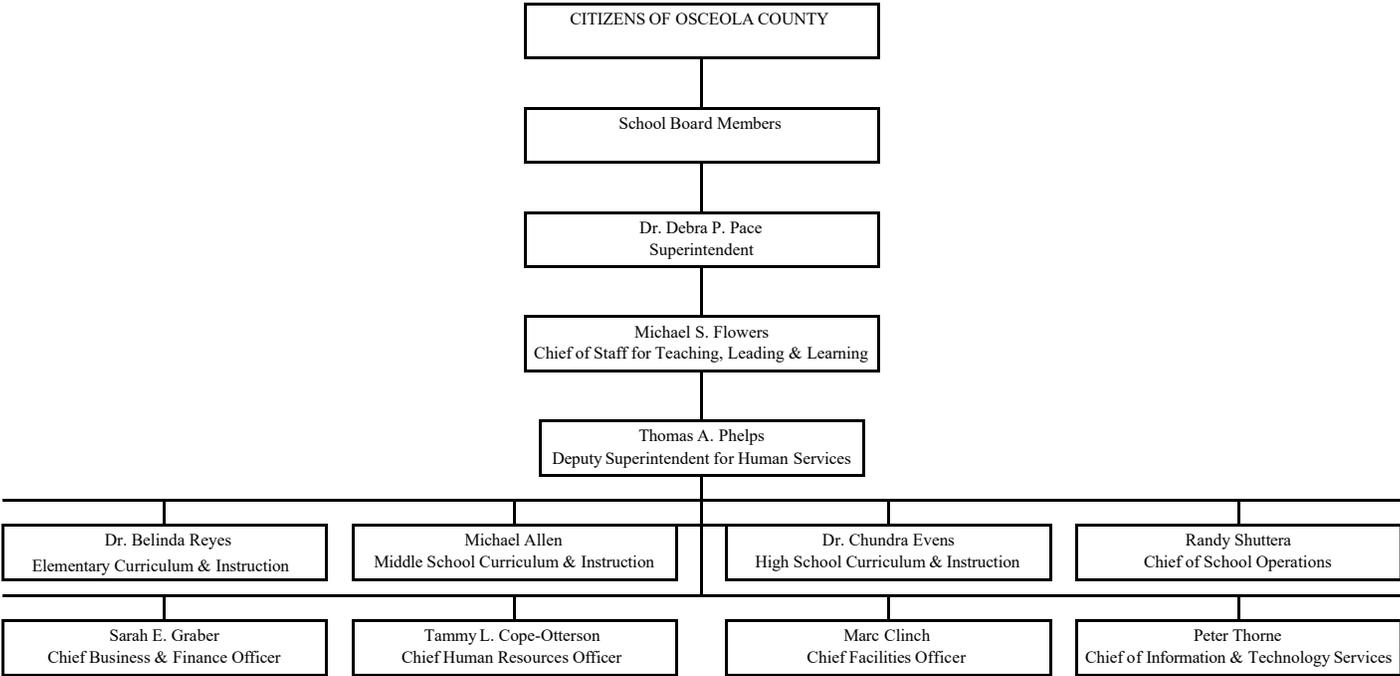
INFORMATION & TECHNOLOGY OFFICER

Peter Thorne

HUMAN RESOURCES OFFICER

Tammy L. Cope-Otterson

**The School District of Osceola County, Florida
DISTRICT ADMINISTRATIVE ORGANIZATIONAL
CHART 2021-22**





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**School District of Osceola County
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

The School District of Osceola County, FL

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021.**

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

FINANCIAL SECTION



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Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

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



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

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

INDEPENDENT AUDITOR'S REPORT

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Osceola County District School Board (District), as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Osceola County District School Board, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the school internal funds, which represent 4 percent, 2 percent, 4 percent, 6 percent, and 5 percent, respectively, of the assets, liabilities, net position and fund balance, additions and revenues, and deductions and expenditures of the aggregate remaining fund information. In addition, we did not audit the financial statements of the aggregate discretely presented component units, which represents 100 percent of the transactions and account balances of the aggregate discretely presented component units columns. The financial statements of the school internal funds and the aggregate discretely presented component units were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for those financial statements, 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 (GAAS) 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 that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that **Management's Discussion and Analysis**; the **Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual: General Fund, Special Revenue Fund – Other Federal Programs, and Special Revenue Fund – Federal Education Stabilization**; **Schedule of Changes in the Total Other Postemployment Benefits Liability and Related Ratios**; **Schedule of Proportionate Share of Net Pension Liability – Florida Retirement System**; **Schedule of Contributions – Florida Retirement System**; **Schedule of Proportionate Share of Net Pension Liability – Health Insurance Subsidy Program**; **Schedule of Contributions – Health Insurance Subsidy Program**; and **Notes to Required Supplementary Information**, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund statements and schedules and the accompanying **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund statements and schedules, and the accompanying **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 comprehensive financial 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 14, 2022, on our consideration of the District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading **INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control over financial reporting and compliance.

Respectfully submitted,



Sherrill F. Norman, CPA
Tallahassee, Florida
December 14, 2022
Audit Report No. 2023-064

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Osceola County District School Board, Florida (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2022.

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 basic financial statements found on pages 21-31 of this report.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2021-22 fiscal year are as follows:

- Total assets and deferred outflows of resources of the District exceed total liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$1,057,115,764.
- At June 30, 2022, the District's combined governmental fund balances totaled \$669,868,470, an increase of \$129,847,134 or 24.04 percent, in comparison with the prior fiscal year.
- The unassigned fund balance of the General Fund, representing the net current financial resources available for general appropriation by the Board, totals \$51,822,391 at June 30, 2022, or 9.24 percent of total General Fund revenues.
- The District's total bonded debt (Bonds Payable and Certificates of Participation, excluding premiums and discounts) decreased by \$28,416,000, or 9.60 percent during the current fiscal year. The key factor in this was the payment of principal.
- The District's net capital assets increased by \$3,573,296, or 0.38 percent from the 2021-22 fiscal year.

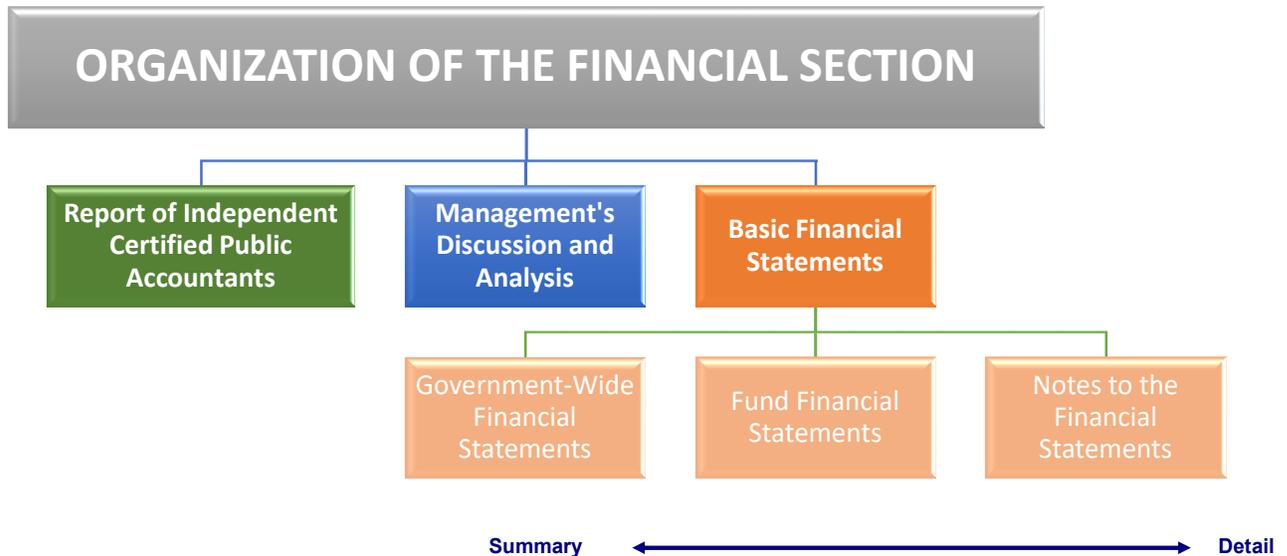
OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements.

The District's basic financial statements are comprised of three components:

- Government-wide financial statements.
- Fund financial statements.
- Notes to financial statements.

The illustration below shows how the various parts of the financial section are arranged and relate to one another.



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, liabilities, and deferred inflows/outflows of resources using an economic resources measurement focus. Assets plus deferred outflows of resources, less liabilities and deferred inflows of resources, equals 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. An increase or decrease in net position is an indication of whether the District's financial health is improving or deteriorating.

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 twenty-six separate legal entities in this report, including American Classical Charter Academy St. Cloud, Bellalago Educational Facilities Benefit District, BridgePrep Academy of Osceola, BridgePrep Academy of Saint Cloud, Creative Inspiration Journey School, Flora Ridge Educational Facilities Benefit District, Florida Cyber Charter Academy at Osceola, The Foundation for Osceola Education, Inc., Four Corners Charter School, Inc., Four Corners Upper

School, Lincoln-Marti Charter Schools, Inc., Main Street High School, Mater Academy Preparatory High School, Mater Academy St. Cloud, Mater Brighton Lakes Academy, Mater Palms Academy, New Dimensions High School, Inc., Osceola Science Charter School, Renaissance Charter School at Boggy Creek, Renaissance Charter School at Poinciana, Renaissance Charter School at Tapestry, Sports Leadership Arts Management, St. Cloud Preparatory Academy, Inc., UCP Osceola Charter School, Victory Charter School, and Victory Charter School K-5. 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. Financial information for these component units is reported separately from the financial information presented for the primary government.

The government-wide financial statements can be found on pages 21-22 of this report.

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. Certain funds are established by law 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 as discussed below.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains 10 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the major funds. The District's major funds are the: (1) General Fund, (2) Special Revenue – Other Federal Programs Fund, (3) Special Revenue – Federal Education Stabilization Fund and (4) Capital Projects – Other Fund. Data from the other governmental funds are combined into a single, aggregated presentation.

The District adopts an annual appropriated budget for its governmental funds. A budgetary comparison schedule has been provided for the General and major Special Revenue Funds on pages 71-73 of this report to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 23-26 of this report.

Proprietary Funds. Proprietary funds may be established to account for activities in which a fee is charged for services. One type of proprietary fund is maintained.

The internal service funds are used to report activities that provide goods and services to support the District's other programs and functions through user charges. The District uses the internal service funds to account for the Health and Life Insurance Trust Fund and Casualty Insurance Loss Fund. 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.

Proprietary fund statements provide the same type of information as the government-wide financial statements, only in more detail. Conversely, the internal service funds are combined into a single, aggregated column in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 27-29 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held in a trustee or fiduciary capacity for the benefit of parties outside the government. The District only has custodial funds that are classified as fiduciary funds. Fiduciary funds are not reflected in the government-wide financial statements, because the resources of those funds are not available to support the District's own programs. In its fiduciary capacity, the District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes.

The District uses custodial funds to account for resources held for student activities and groups.

The fiduciary fund financial statements can be found on pages 30-31 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 33-68 of this report.

Other Supplemental Information

The combining statements referred to earlier in connection with nonmajor governmental funds are presented on pages 85-92 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceed liabilities and deferred inflows by \$1,057,115,764 at June 30, 2022. The following is a summary of the District's net position as of June 30, 2022, compared to net position as of June 30, 2021:

	Net Position, End of Year	
	Governmental Activities	
	6/30/2022	6/30/2021
Current and Other Non-Capital Assets	\$ 711,343,381	\$ 584,175,217
Capital Assets	936,038,673	932,465,376
Total Assets	1,647,382,054	1,516,640,593
Deferred Outflow of Resources	104,920,558	118,767,399
Total Deferred Outflow of Resources	104,920,558	118,767,399
Current Liabilities	31,825,233	32,361,352
Long-Term Liabilities	482,029,486	706,354,952
Total Liabilities	513,854,719	738,716,304
Deferred Inflow of Resources	181,332,129	21,705,792
Total Deferred Inflow of Resources	181,332,129	21,705,792
Net Position:		
Net Investment in Capital Assets	697,813,675	669,257,845
Restricted	559,931,087	414,159,573
Unrestricted	(200,628,998)	(208,431,521)
Total Net Position	\$ 1,057,115,764	\$ 874,985,897

By far, the largest portion of the District's net position, \$697,813,675 or 66.01 percent, reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to educate the students of Osceola County, Florida; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

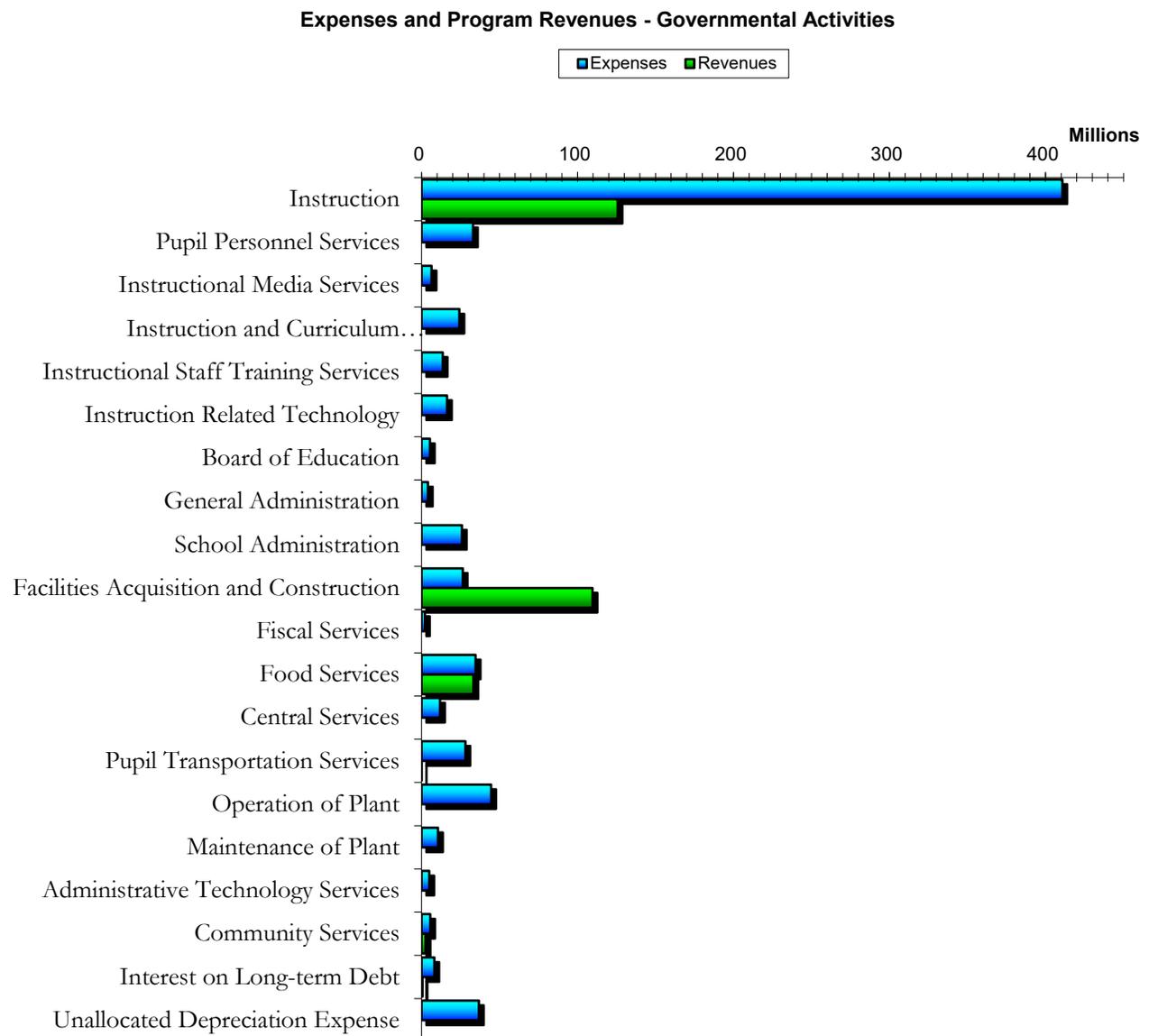
An additional portion of the District's net position, \$559,931,087 or 52.97 percent, represents resources that are subject to external restrictions on how they may be used. There was an increase of \$145,771,514 in restricted net position reported in connection with the District's governmental activities. This increase is primarily due to the increase in the District's reserve for capital projects primarily resulting from new constructions, renovations and deferred maintenance. The remaining net position represents resources that are not subject to external restrictions on how they may be used. The balance of unrestricted net position of (\$200,629,998) is primarily the result of recognizing pension liabilities. More information on the standard related to pension, and its effect on the financial statements can be found in Note 11 to the financial statements.

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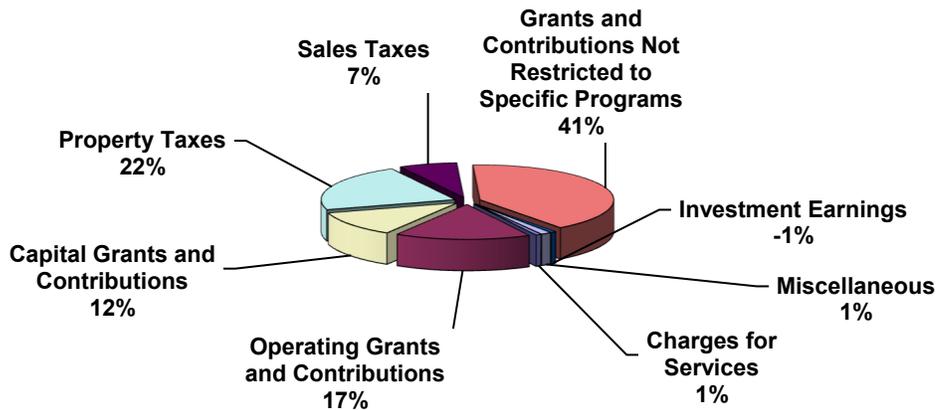
The key elements of the changes in the District's net position for the fiscal years ended June 30, 2022, and June 30, 2021, are as follows:

	Operating Results for the Year	
	Governmental	
	Activities	
	<u>6/30/2022</u>	<u>6/30/2021</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 6,091,994	\$ 4,419,740
Operating Grants and Contributions	155,380,643	184,333,813
Capital Grants and Contributions	110,191,937	85,913,615
General Revenues:		
Property Taxes	206,730,733	196,509,818
Local Sales Taxes	66,335,040	45,489,330
Grants and Contributions not Restricted to Specific Programs	384,763,523	318,123,331
Investment Earnings/(Loss)	(6,101,476)	1,345,660
Miscellaneous	11,936,320	18,281,436
Total Revenues	<u>935,328,714</u>	<u>854,416,743</u>
Functions/Program Expenses:		
Instruction	410,792,620	415,275,745
Pupil Personnel Services	32,961,067	32,494,498
Instructional Media Services	6,427,101	5,184,681
Instruction and Curriculum Development Services	24,242,642	24,560,164
Instructional Staff Training Services	13,536,619	11,884,929
Instruction Related Technology	16,310,549	9,141,686
Board of Education	5,339,041	1,778,741
General Administration	4,059,795	4,154,629
School Administration	25,863,321	27,230,029
Facilities Acquisition and Construction	26,431,434	29,153,446
Fiscal Services	2,163,302	2,530,927
Food Services	34,631,424	25,083,377
Central Services	11,833,065	12,339,829
Pupil Transportation Services	28,096,622	25,686,161
Operation of Plant	44,576,013	40,909,210
Maintenance of Plant	10,522,020	10,878,590
Administrative Technology Services	4,941,620	7,783,017
Community Services	5,519,122	5,219,174
Interest on Long-Term Debt	8,193,588	8,853,423
Unallocated Depreciation Expense	36,757,882	37,187,781
Total Expenses	<u>753,198,847</u>	<u>737,330,037</u>
Increase in Net Position	182,129,867	117,086,706
Net Position, Beginning	874,985,897	757,899,191
Net Position, Ending	<u>\$ 1,057,115,764</u>	<u>\$ 874,985,897</u>

Operating Grants and Contributions Program Revenues decreased by \$28,953,170, when compared to the prior year. The decrease is due primarily to a reclassification of stabilization funding. Capital Grants and Contributions Program Revenues increased by \$24,278,322, during the current year. The increase is a result of additional impact fees collected from local development projects. Local Sales Tax revenues increased by \$20,845,710 when compared to the prior fiscal year. The increase is related to additional sales tax collections driven by an increase in local consumer spending. Grant and Contributions not Restricted to Specific Programs increased by \$66,640,192. The increase is the result of a reclassification of stabilization funding and additional funding received during the current fiscal year. The government-wide net position increased by \$182,129,867 during the current fiscal year. The increase represents the excess of revenues over expenses in the current year.



Revenues by Source - Governmental Activities



Governmental Activities.

Governmental activities increased the District's net position by \$182,129,867 accounting for the total increase in the net position of the District. This increase is primarily due to program revenues held in reserve for future construction projects.

The largest revenue sources are the State of Florida and local sources. Combined, these two revenue sources account for 85.10 percent of total revenues. Revenues from State sources for current operations are primarily received through the Florida Education Finance Program (FEFP) funding formula. The FEFP formula utilizes student enrollment data and is designed to maintain equity in funding across all Florida school districts, taking into consideration the District's funding ability based on the local property tax base. Total state sources increased by \$12,023,968 or 3.06 percent primarily due to the increase in FEFP funding. Revenues from local sources consist primarily of ad valorem taxes and impact fees. Property tax revenues increased by \$10,220,915 or 5.2 percent, primarily due to the increase in the local property tax base.

Instructional expenses represent 54.54 percent of total governmental expenses in the 2021-22 fiscal year. Instructional expenses decreased by \$4,483,125 or 1.08 percent, from the previous fiscal year as a result of a decrease in pension related expenditures.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the District's financing requirements. In

particular, assigned plus unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds report combined ending fund balances of \$669,868,470, an increase of \$129,847,134, in comparison with the 2020-21 fiscal year. Unassigned fund balance of \$51,822,391 represents 7.74 percent of the ending fund balances and is available to meet the District's short-term spending needs. Remaining fund balances are non-spendable, restricted, or assigned, to indicate that they are not available for new spending. Inventory balances of \$4,296,161 are considered non-spendable. Fund balances totaling \$608,765,454 are restricted for state required carryover programs, debt service, capital projects, grants and programs, and food service. Fund balances totaling \$4,984,464 are assigned to cover contract commitments and carryover appropriations.

Major Governmental Funds

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, the assigned plus unassigned fund balance of the General Fund was \$56,806,855, while total fund balance reached \$87,670,312. As a measure of the General Fund's liquidity, it may be useful to compare both assigned plus unassigned fund balance and total fund balance to total revenues. Assigned plus unassigned fund balance represents 10.13 percent of total General Fund revenues, while total fund balance represents 15.64 percent of that same amount.

During the current fiscal year, the fund balance of the General Fund decreased by \$1,317,968. This decrease was the result of an unexpected claims expense settlement.

There were no changes to the fund balance for the Special Revenue – Other Federal Programs Fund and the Special Revenue – Federal Education Stabilization Fund since revenues are recognized once expenditures are incurred for these programs.

The fund balances for the Capital Projects – Other Fund increased by \$122,125,837. This was a planned increase to provide for future construction projects.

The fund balance for non-major funds – reported as Other Governmental Funds – increased by \$9,039,265 to \$106,818,997. This was a planned increase to provide for future capital expenditures.

Proprietary Funds

The District's proprietary funds provide the same type of information found in the government-wide financial statements. The District's proprietary fund includes two internal service funds that are used to account for its self-insurance programs. Net position decreased by \$1,021,809 due to purchased services and insurance claims payments exceeding premiums.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the 2021-22 fiscal year, the District amended its General Fund budget, which resulted in an increase in total budgeted revenues of approximately \$5,501,069 or 0.99 percent. At the same time, final appropriations were more than the original budgeted amounts by approximately \$4,089,598 or 0.67 percent. Budget revisions occurred primarily from changes in estimated funding levels as a result of the State's distribution of funding based on student enrollment and transfers into the Health and Life Insurance Trust Fund. Planned expenditures were adjusted to meet the District's needs while maintaining an adequate fund balance.

Actual revenues are \$240,854 or 0.04 percent, less than the final budget amounts, primarily due to decreases in other local revenue. The actual expenditures are \$36,954,202 or 6.02 percent, less than final budget amounts. The primary cause for unspent appropriations is related to schools and other programs carrying forward unspent appropriations that will be used in succeeding years.

During the current fiscal year, assigned plus unassigned fund balance in the General Fund decreased by \$5,014,179 from the prior year (\$61,821,034 to \$56,806,855). This is a result of claims payment and increase in restricted fund balance.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for the governmental activities as of June 30, 2022, amounts to \$936,038,673 (net of accumulated depreciation). This investment in capital assets includes land; land improvements; construction in progress; improvements other than buildings; buildings and fixed equipment; furniture, fixtures and equipment; investments in the educational facilities benefit district; motor vehicles; lease assets, and audio-visual materials and computer software. The total increase in the District's investment in capital assets (net of accumulated depreciation) for the current fiscal year was \$3,573,296 or a 0.38 percent increase from the 2020-21 fiscal year.

Major capital asset events during the current fiscal year included the following:

- Construction in Progress for comprehensive renovations at one high school.
- Construction in Progress for the construction of one new elementary school and two new K-8 schools.
- Construction in Progress for several air handler unit replacements, roofing, and fire suspension system projects.

Following is a summary of the District's capital assets as of June 30, 2022, compared to June 30, 2021.

Schedule of Capital Assets
(net of accumulated depreciation)

	Governmental Activities	
	June 30, 2022	June 30, 2021
Land and Land Improvements	\$ 78,007,768	\$ 62,738,546
Construction in Progress	21,113,189	39,701,495
Improvements Other Than Buildings	10,403,714	10,021,645
Buildings and Fixed Equipment	780,423,564	770,372,486
Furniture, Fixtures, and Equipment	18,354,449	18,660,293
Motor Vehicles	17,672,091	20,627,213
Investment In EFBD	9,979,610	10,246,810
Audio Visual Materials and Computer Software	84,288	96,889
Total	<u>\$ 936,038,673</u>	<u>\$ 932,465,377</u>

Additional information on the District's capital assets can be found in Note 4 to the financial statements.

Long-Term Debt

At the end of the current fiscal year, the District's long-term debt principal, excluding premiums and discounts, totals \$275,527,994. Of this amount, \$267,707,000 is outstanding bonded debt and \$7,820,994 is other long-term debt. Bonded debt constituted the largest portion of long-term debt at the end of the fiscal year and was comprised of \$1,260,000 outstanding in State School Bonds, \$154,122,000 in District Revenue Bonds, and \$112,325,000 in certificates of participation.

Following is a summary of the District's long-term debt as of June 30, 2022, compared to June 30, 2021.

Schedule of Outstanding Long-Term Debt
(excluding premiums and discounts)

	Governmental Activities	
	June 30, 2022	June 30, 2021
State School (SBE) Bonds	\$ 1,260,000	\$ 1,809,000
District Revenue Bonds	154,122,000	172,304,000
Certificates of Participation	112,325,000	122,010,000
Other Long-Term Debt	7,820,994	7,820,994
Total Outstanding Long-Term Debt	<u>\$ 275,527,994</u>	<u>\$ 303,943,994</u>

The District's total debt decreased by \$28,416,000 or 9.35 percent, during the current fiscal year.

Additional information on the District's long-term debt can be found in Notes 5 through 9 to the financial statements.

OTHER MATTERS OF SIGNIFICANCE

As of June 2022, the Florida Department of Economic Opportunity reports the unemployment rate for Osceola County, Florida, at 3.9 percent. It is a decrease from the rate of 7.2 percent a year ago. Osceola County's rate is 1.1 percent higher than the State's average unemployment rate of 2.8 percent, and 0.3 percent higher than the national unemployment rate of 3.6 percent. Osceola County's unemployment rate is commensurate with the pre-COVID-19 unemployment rate in 2019 and early 2020.

Section 212.055(6), Florida Statutes, authorizes the imposition by school boards of a one-half cent sales surtax on all taxable transactions to fund capital outlay projects and technology implementation, including the payment of bond indebtedness, subject to approval by the electors of the county voting in a referendum. In November 2016, Osceola County voters approved by referendum the imposition of a one-half cent discretionary sales surtax to be effective beginning January 1, 2017, and ending December 31, 2036.

REQUESTS FOR INFORMATION

This report is designed to provide citizens, taxpayers, customers, 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 financial information should be addressed to the Director of Finance, Osceola County School District, 817 Bill Beck Boulevard, Kissimmee, Florida 34744.

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BASIC FINANCIAL STATEMENTS



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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF NET POSITION
June 30, 2022

	Governmental Activities	Component Units
ASSETS		
Cash and Cash Equivalents	\$ 371,512,808	\$ 36,613,074
Investments	285,954,352	7,137,326
Accounts Receivable	2,694,678	1,143,555
Deposits	-	321,065
Due from Other Agencies	44,548,990	10,755,466
Due from Management Company	-	1,389,100
Inventories	4,296,161	-
Prepaid Items	2,336,392	758,170
Restricted Assets:		
Beneficial Interest in Assets Held by Others	-	1,948,255
Capital Assets:		
Land	75,405,050	3,336,264
Land Improvements, Nondepreciable	2,602,718	9,828
Construction in Progress	21,113,189	1,202,625
Improvements Other Than Buildings, Net	10,403,714	5,444,939
Buildings and Fixed Equipment, Net	780,423,564	49,078,824
Furniture, Fixtures and Equipment, Net	18,354,449	4,076,290
Lease Asset, Net	-	193,083,363
Motor Vehicles, Net	17,672,091	425,342
Investment in Educational Facilities Benefit District, Net	9,979,610	-
Audio Visual Materials and Computer Software, Net	84,288	1,208,152
Total Assets	1,647,382,054	317,931,638
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Amount on Debt Refunding	2,398,133	572,062
Pension	100,509,185	2,046,061
Other Postemployment Benefits	2,013,240	-
Total Deferred Outflows of Resources	104,920,558	2,618,123
LIABILITIES		
Salaries and Benefits Payable	1,840,806	4,768,652
Payroll Deductions and Withholdings	614,074	-
Accounts Payable	3,329,417	3,646,111
Accrued Expenses	-	883,499
Construction Contracts Payable	6,433,988	-
Construction Contracts Payable-Retainage	232,528	-
Due to Other Agencies	7,227,826	2,255,784
Due to Management Company	-	2,285,105
Sales Tax Payable	6,732	-
Accrued Interest Payable	2,993,102	181,540
Other Liabilities	-	600,790
Estimated Insurance Claims Payable	6,695,640	-
Unearned Revenue	2,451,120	21,941
Long-Term Liabilities:		
Portion Due Within One Year:		
Bonds Payable	19,149,739	2,013,321
Notes Payable	-	3,083,139
Loan Payable	-	223,898
Obligations Under Leases	-	4,138,240
Certificates of Participation Payable	11,899,782	-
Compensated Absences Payable	6,350,264	121,681
Other Postemployment Benefits Payable	794,160	-
Net Pension Liability	528,471	-
Educational Facilities Benefit District Agreement Payable	508,015	-
Portion Due After One Year:		
Bonds Payable	136,377,241	65,168,921
Notes Payable	-	3,843,816
Loan Payable	-	3,532,959
Obligations Under Leases	-	198,571,608
Certificates of Participation Payable	100,730,000	-
Compensated Absences Payable	31,601,709	40,559
Other Postemployment Benefits Payable	14,485,405	-
Net Pension Liability	150,790,201	3,884,664
Educational Facilities Benefit District Agreement Payable	7,312,978	-
Impact Fee Credit Vouchers	1,501,521	-
Total Liabilities	513,854,719	299,266,228
DEFERRED INFLOWS OF RESOURCES		
Deferred Revenue	-	251,136
Deferred Amount on Debt Refunding	3,137,970	493,647
Pension	172,440,764	4,025,766
Other Postemployment Benefits	5,753,395	-
Total Deferred Inflows of Resources	181,332,129	4,770,549
NET POSITION		
Net Investment in Capital Assets	697,813,675	(10,034,540)
Restricted For:		
State Required Carryover Programs	27,386,662	-
Food Service	15,742,425	-
Debt Service	24,831,183	3,112,004
Capital Projects	491,970,817	4,039,303
Other Purposes	-	1,627,959
Unrestricted	(200,628,998)	17,768,258
Total Net Position	\$ 1,057,115,764	\$ 16,512,984

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

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2022

FUNCTIONS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities	Component Units
Governmental Activities:						
Instruction	\$ 410,792,620	\$ 2,801,671	\$ 122,853,261	\$ -	\$ (285,137,688)	\$ 70,505,515
Pupil Personnel Services	32,961,067	-	-	-	(32,961,067)	3,466,668
Instructional Media Services	6,427,101	-	-	-	(6,427,101)	98,325
Instruction and Curriculum Development Services	24,242,642	-	-	-	(24,242,642)	3,555,615
Instructional Staff Training Services	13,536,619	-	-	-	(13,536,619)	225,546
Instruction Related Technology	16,310,549	-	-	-	(16,310,549)	1,159,157
Board of Education	5,339,041	-	-	-	(5,339,041)	829,035
General Administration	4,059,795	-	-	-	(4,059,795)	2,696,192
School Administration	25,863,321	-	-	-	(25,863,321)	15,220,447
Facilities Services	26,431,434	-	-	109,573,095	83,141,661	3,144,397
Fiscal Services	2,163,302	-	-	-	(2,163,302)	5,522,519
Food Services	34,631,424	668,393	32,527,382	-	(1,435,649)	1,868,985
Central Services	11,833,065	-	-	-	(11,833,065)	1,634,742
Pupil Transportation Services	28,096,622	62,578	-	-	(28,034,044)	1,623,863
Operation of Plant	44,576,013	-	-	-	(44,576,013)	21,584,807
Maintenance of Plant	10,522,020	-	-	-	(10,522,020)	2,752,123
Administrative Technology Services	4,941,620	-	-	-	(4,941,620)	424,329
Community Services	5,519,122	2,559,352	-	-	(2,959,770)	4,158,623
Interest on Long-term Debt	8,193,588	-	-	618,842	(7,574,746)	12,446,032
Unallocated Depreciation Expense*	36,757,882	-	-	-	(36,757,882)	522,731
Total Primary Government	\$ 753,198,847	\$ 6,091,994	\$ 155,380,643	\$ 110,191,937	(481,534,273)	153,439,651
Component Units:						
Charter Schools, Foundation and Benefit Districts	\$ 153,439,651	\$ 2,734,080	\$ 13,162,032	\$ 9,213,312		\$ (128,330,227)
General Revenues:						
Taxes:						
Property Taxes, Levied for Operational Purposes					154,140,544	-
Property Taxes, Levied for Capital Projects					52,590,189	-
Local Sales Taxes					66,335,040	-
State passed through local school district					-	42,996,907
Debt forgiveness, from a related party					-	1,696,628
Grants and Contributions Not Restricted to Specific Programs					384,763,523	77,062,990
Unrestricted Investment Earnings (Loss)					(6,101,476)	146,173
Miscellaneous					11,936,320	6,848,669
Special Items					-	889,199
Total General Revenues and Special Items					663,664,140	129,640,566
Change in Net Position					182,129,867	1,310,339
Net Position - Beginning					874,985,897	16,032,225
Adjustments to Beginning Net Position					-	(829,580)
Net Position - Ending					\$ 1,057,115,764	\$ 16,512,984

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

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

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2022

	General Fund	Special Revenue - Other Federal Programs Fund	Special Revenue - Federal Education Stabilization Fund	Capital Projects - Other Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 45,240,100	\$ 1	\$ 938,799	\$ 247,130,493	\$ 62,925,638	\$ 356,235,031
Investments	35,774,246	-	-	210,002,738	40,169,077	285,946,061
Accounts Receivable	905,476	71,483	17	-	1,742	978,718
Due from Other Funds	10,379,137	-	-	-	-	10,379,137
Due from Other Agencies	306,752	5,778,384	8,078,144	26,508,871	3,876,839	44,548,990
Inventories	3,476,795	-	-	-	819,366	4,296,161
Total Assets	\$ 96,082,506	\$ 5,849,868	\$ 9,016,960	\$ 483,642,102	\$ 107,792,662	\$ 702,384,098
LIABILITIES AND FUND BALANCES						
Liabilities:						
Salaries and Benefits Payable	\$ 689,433	\$ 384,591	\$ 730,132	\$ -	\$ 36,650	\$ 1,840,806
Payroll Deductions and Withholdings	303,264	112,542	184,061	-	14,207	614,074
Accounts Payable	1,824,167	608,313	825,518	23,424	47,995	3,329,417
Construction Contracts Payable	-	-	-	5,849,438	584,550	6,433,988
Construction Contracts Payable-Retainage	-	-	-	158,337	74,191	232,528
Due to Other Funds	-	4,318,485	6,060,652	-	-	10,379,137
Due to Other Agencies	5,479,446	425,937	1,216,597	-	105,846	7,227,826
Sales Tax Payable	6,732	-	-	-	-	6,732
Unearned Revenue	109,152	-	-	2,231,742	110,226	2,451,120
Total Liabilities	8,412,194	5,849,868	9,016,960	8,262,941	973,665	32,515,628
Fund Balances:						
Nonspendable	3,476,795	-	-	-	819,366	4,296,161
Restricted	27,386,662	-	-	475,379,161	105,999,631	608,765,454
Assigned	4,984,464	-	-	-	-	4,984,464
Unassigned	51,822,391	-	-	-	-	51,822,391
Total Fund Balances	87,670,312	-	-	475,379,161	106,818,997	669,868,470
TOTAL LIABILITIES AND FUND BALANCES	\$ 96,082,506	\$ 5,849,868	\$ 9,016,960	\$ 483,642,102	\$ 107,792,662	\$ 702,384,098

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

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
June 30, 2022**

Total Fund Balances - Governmental Funds \$ 669,868,470

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

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. 936,038,673

Deferred amount on refunding (loss) are not recognized in the fund level statements but are included in the government-wide statements. 2,398,133

Deferred amount on refunding (gain) are not recognized in the fund level statements but are included in the government-wide statements. (3,137,970)

Deferred amount for pensions (contributions, assumptions, investments, and proportionate change) are not recognized in the fund level statements but are included in the government-wide statements. 100,509,185

Deferred amount for OPEB (contributions, assumptions, investments, and proportionate change) are not recognized in the fund level statements but are included in the government-wide statements. 2,013,240

Deferred amount for pensions (experience, investments, and proportionate change) are not recognized in the fund level statements but are included in the government-wide statements. (172,440,764)

Deferred amount for OPEB (experience, investments, and proportionate change) are not recognized in the fund level statements but are included in the government-wide statements. (5,753,395)

Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position net of capital assets reported above.

Total Assets - Internal Service Funds	\$	22,461,130	
Total Liabilities - Internal Service Funds		(6,695,640)	
Less: Depreciable Assets Reported Above		(3,122,710)	
			12,642,780

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. (2,993,102)

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

Bonds Payable	\$	155,526,980	
Certificates of Participation Payable		112,629,782	
Compensated Absences Payable		37,951,973	
Other Postemployment Benefits Payable		15,279,565	
Net Pension Liability		151,318,672	
Educational Facilities Benefit District Agreement Payable		7,820,993	
Impact Fee Credit Vouchers		1,501,521	
			(482,029,486)

Total Net Position - Governmental Activities \$ 1,057,115,764

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

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2022

	General Fund	Special Revenue - Other Federal Programs Fund	Special Revenue - Federal Education Stabilization Fund	Capital Projects - Other Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Intergovernmental:						
Federal Direct	\$ 556,213	\$ 1,197,478	\$ 1,207,381	\$ -	\$ 2,220,430	\$ 5,181,502
Federal Through State	2,563,519	44,364,304	55,288,109	-	32,082,938	134,298,870
State	390,029,194	-	-	11,083,352	3,372,473	404,485,019
Local:						
Property Taxes	154,140,544	-	-	-	52,590,189	206,730,733
Local Sales Taxes	-	-	-	66,335,040	-	66,335,040
Impact Fees	-	-	-	108,721,163	-	108,721,163
Charges for Services - Food Service	-	-	-	-	668,393	668,393
Other Local Revenues	13,284,210	-	-	(2,666,728)	(638,085)	9,979,397
Total Revenues	560,573,680	45,561,782	56,495,490	183,472,827	90,296,338	936,400,117
EXPENDITURES						
Current-Education:						
Instruction	369,730,040	25,962,529	25,223,899	-	-	420,916,468
Pupil Personnel Services	30,011,874	2,800,964	1,414,719	-	-	34,227,557
Instructional Media Services	5,339,280	4,806	1,279,834	-	-	6,623,920
Instruction and Curriculum Development Services	16,105,610	8,014,566	1,091,479	-	-	25,211,655
Instructional Staff Training Services	5,387,267	5,442,561	3,148,313	-	-	13,978,141
Instruction Related Technology	2,144,643	114,925	14,258,272	-	-	16,517,840
Board of Education	5,350,821	-	-	-	-	5,350,821
General Administration	1,957,871	1,091,867	1,064,072	-	-	4,113,810
School Administration	26,873,312	963	127,779	-	-	27,002,054
Facilities Acquisition and Construction	14,342,417	-	1,888,706	4,027,962	7,181,754	27,440,839
Fiscal Services	2,241,128	-	13,096	-	-	2,254,224
Food Services	391,145	-	644	-	31,849,882	32,241,671
Central Services	7,932,256	624,621	3,554,694	-	-	12,111,571
Pupil Transportation Services	25,349,090	105,641	237,525	-	-	25,692,256
Operation of Plant	43,670,824	-	1,339,353	-	-	45,010,177
Maintenance of Plant	10,701,414	47,439	65,517	-	-	10,814,370
Administrative Technology Services	4,636,976	28,149	426,827	-	-	5,091,952
Community Services	3,631,155	1,041,046	971,028	-	-	5,643,229
Fixed Capital Outlay:						
Facilities Acquisition and Construction	-	-	-	25,143,648	16,521,295	41,664,943
Other Capital Outlay	743,521	281,705	389,733	1,211,884	1,092,100	3,718,943
Debt Service:						
Principal	-	-	-	-	29,963,886	29,963,886
Interest and Fiscal Charges	-	-	-	-	8,265,297	8,265,297
Dues, Fees and Issuance Costs	-	-	-	-	227,097	227,097
Total Expenditures	576,540,644	45,561,782	56,495,490	30,383,494	95,101,311	804,082,721
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,966,964)	-	-	153,089,333	(4,804,973)	132,317,396
OTHER FINANCING SOURCES (USES)						
Transfers In	17,313,250	-	-	-	37,741,431	55,054,681
Issuance of Certificates of Participation	-	-	-	-	21,060,000	21,060,000
Proceeds from the Sale of Capital Assets	-	-	-	10,000	-	10,000
Insurance Loss Recoveries	335,746	-	-	-	-	335,746
Payments to Escrow Agent for Refunded Debt	-	-	-	-	(20,876,008)	(20,876,008)
Transfers Out	(3,000,000)	-	-	(30,973,496)	(24,081,185)	(58,054,681)
Total Other Financing Sources (Uses)	14,648,996	-	-	(30,963,496)	13,844,238	(2,470,262)
Net Change in Fund Balances	(1,317,968)	-	-	122,125,837	9,039,265	129,847,134
Fund Balances, July 1, 2021	88,988,280	-	-	353,253,324	97,779,732	540,021,336
Fund Balances, June 30, 2022	\$ 87,670,312	\$ -	\$ -	\$ 475,379,161	\$ 106,818,997	\$ 669,868,470

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

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
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, 2022**

Net Change in Fund Balances - Total Governmental Funds \$ 129,847,134

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 a depreciation expense. This is the amount of capital outlays in excess of depreciation expense in the current period.			
Capital Outlays net of amounts not capitalized	\$ 45,383,886		
Depreciation Expense(excluding internal service funds)	<u>(39,909,590)</u>		5,474,296
Capital assets not purchased by the District increase net assets in the government-wide statements, but are not financial resources and, therefore, are not reported in the governmental funds. This is the net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations).			1,500,999
Vouchers payable associated with impact fee credits are accrued in the government-wide statements, but are not recognized in the governmental funds.			(1,501,521)
The cost of capital assets disposed of during the current year is expensed in the statement of activities. In the governmental funds, the cost 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.			(3,651,553)
Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the net effect of these transactions.			
Certificates of Participation	\$ (21,060,000)		
Redemption of Principal	29,963,886		
Debt Refunded	20,876,008		
Amortization of Deferred Inflows/Outflows	<u>528,742</u>		30,308,636
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 compensated absences. This is the net amount of compensated absences earned in excess of the amount paid in the current period.			(1,806,558)
In the statement of activities, the cost of other postemployment benefits is measured by the decrease in the total OPEB liability during the year, while in the governmental funds, expenditures are recognized based on the amounts actually paid for the OPEB costs. This is the amount paid in excess of the decrease in the OPEB liability in the current period.			(162,084)
In the statement of activities, the cost of pension benefits is measured by the decrease in the net pension liability during the year, while in the governmental funds, expenditures are recognized based on the amounts actually paid for pension costs. This is the amount of the decrease in the net pension liability in excess of the amount paid in the current period.			23,047,693
Internal service funds are used by management to charge the cost of certain activities, such as insurance, to individual funds. The net revenue (expense) plus depreciation expense of internal service funds is reported with governmental activities.			<u>(927,175)</u>

Change in Net Position of Governmental Activities \$ 182,129,867

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

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2022

	Governmental Activities - Internal Service Funds
	<u> </u>
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 15,277,777
Investments	8,291
Accounts Receivable	1,715,960
Prepaid Items	2,336,392
Total Current Assets	<u>19,338,420</u>
Noncurrent Assets:	
Capital Assets:	
Construction in Progress	12,935
Buildings and Fixed Equipment, Net	3,037,013
Furniture, Fixtures and Equipment, Net	72,762
Total Noncurrent Assets	<u>3,122,710</u>
Total Assets	<u>22,461,130</u>
LIABILITIES	
Current Liabilities:	
Estimated Insurance Claims Payable	6,695,640
Total Liabilities	<u>6,695,640</u>
NET POSITION	
Investment in Capital Assets	3,122,710
Unrestricted	12,642,780
Total Net Position	<u>\$ 15,765,490</u>

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

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2022

	Governmental Activities - Internal Service Funds
OPERATING REVENUES	
Premium Revenues	\$ 64,469,049
Total Operating Revenues	<u>64,469,049</u>
OPERATING EXPENSES	
Purchased Services	15,199,378
Materials and Supplies	483,169
Capital Outlay	6,436
Insurance Claims	52,708,204
Depreciation/Amortization Expense	94,634
Total Operating Expenses	<u>68,491,821</u>
Operating Income/(Loss)	<u>(4,022,772)</u>
NONOPERATING REVENUES	
Interest	(292)
Miscellaneous Local Sources	1,575
Loss on Disposition of Assets	(320)
Total NonOperating Revenues	<u>963</u>
Transfers In	<u>3,000,000</u>
Change In Net Position	<u>(1,021,809)</u>
Total Net Position - July 1, 2021	<u>16,787,299</u>
Total Net Position - June 30, 2022	<u><u>\$ 15,765,490</u></u>

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

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF FIDUCIARY
NET POSITION
June 30, 2022

	Custodial Funds
ASSETS	
Cash and Cash Equivalents	\$ 5,200,843
Accounts Receivable	84,842
Inventory	107,760
Total Assets	<u>5,393,445</u>
 LIABILITIES	
Accounts Payable	117,493
Total Liabilities	<u>117,493</u>
 NET POSITION	
Restricted for:	
Student Groups	5,275,952
TOTAL NET POSITION	<u>\$ 5,275,952</u>

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

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION
For the Fiscal Year Ended June 30, 2022

	Custodial Funds
ADDITIONS	
Student Group Collections	\$ 9,794,668
DEDUCTIONS	
Student Group Disbursements	9,183,669
Change in Net Position	610,999
Net Position - Beginning	4,664,953
Net Positions- Ending	<u>\$ 5,275,952</u>

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

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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

➤ **Description of Government-wide Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities are normally supported by taxes, intergovernmental revenues, and other nonexchange transactions. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The District has no business-type activities.

The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the Osceola County School District's (District) 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 expense associated with the District's transportation department is allocated to the student transportation services function, while remaining depreciation expense is not readily associated with a particular function and is reported as unallocated.

➤ **Reporting Entity**

The Osceola County School Board (Board) has direct responsibility for operation, control, and supervision of District schools and is considered a primary government for financial reporting. The District is considered part of the Florida system of public education, operates under the general direction of the Florida Department of Education (FDOE), and is governed by State law and State Board of Education (SBE) Rules. The governing body of the District is the Board, which 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 Osceola 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 application of these criteria provides for identification of any entities for which the Board is financially accountable and other organizations for which the nature and significance of their relationship with the Board are such that exclusion would cause the District's basic financial statements to be misleading. Based on the application of these criteria, the following component units are included within the District's reporting entity:

- **Blended Component Units.** Blended component units are, in substance, part of the District's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the District.

The District's employee group health and life insurance program, described in a subsequent note, is administered through the Osceola County District School Board Group Health and Life Insurance Trust (Trust). Assets necessary to fund the program are transferred to the Trust; however, under the terms of the Trust agreement, the District retains control of the assets. Therefore, the financial activities of the Trust are reported in the District's financial statements. Separate financial statements for the Trust are not published.

The Osceola County School Board Leasing Corporation, Inc. (Leasing Corporation) was formed to facilitate financing for the acquisition of facilities and equipment. The governing board of the Leasing Corporation is the Board. Due to the substantive economic relationship between the District and the Leasing Corporation, the financial activities of the Leasing Corporation are included in the accompanying basic financial statements. Separate financial statements for the Leasing Corporation are not published.

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2022

- 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. A separate column is used to emphasize that they are legally separate from the District.

The Foundation for Osceola Education, Inc. (Foundation), is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to provide charitable and educational aid to the Board, to promote education, and to encourage research, learning, and dissemination of information. Additionally, the Foundation entered into two separate charter agreements with the District to operate Bellalago Academy, and PM Wells Charter Academy, which are considered divisions of the Foundation and are included in the Foundation's financial statements. Because of the nature and significance of its relationship with the District, the Foundation is considered a component unit. An annual audit of the organization's financial statements is conducted by an independent certified public accountant and is filed in the District's administrative office at 817 Bill Beck Boulevard, Kissimmee, Florida, 34744.

The Bellalago Educational Facilities Benefit District and the Flora Ridge Educational Facilities Benefit District (Benefit Districts) are separate districts organized pursuant to Chapter 125, Florida Statutes, and Section 1013.355, Florida Statutes, to provide for the timely construction and maintenance of school facilities. The Benefit Districts are an alternate mechanism that allows for the sharing of educational facilities costs that are necessary to accommodate new growth and development. The Benefit Districts have imposed a specific financial burden on the Osceola County School District and are considered fiscally dependent in accordance with the criteria described in Governmental Accounting Standards Board *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. Two staff members of the Osceola County School District have been appointed to the board of each Benefit District. Audits of the Benefit District's annual financial statements are conducted by an independent certified public accountant and are filed in the District's administrative office at 817 Bill Beck Boulevard, Kissimmee, Florida, 34744.

American Classical Charter Academy, BridgePrep Academy of Osceola, BridgePrep Academy of Saint Cloud, Creative Inspiration Journey School, Florida Cyber Charter Academy at Osceola, Four Corners Charter School, Inc., Four Corners Upper School, Lincoln-Marti Charter Schools, Inc., Main Street High School, Mater Academy Preparatory High School, Mater Academy St. Cloud, Mater Brighton Lakes Academy, Mater Palms Academy, New Dimensions High School, Inc., Osceola Science Charter School, Renaissance Charter School at Boggy Creek, Renaissance Charter School at Poinciana, Renaissance Charter School at Tapestry, Sports Leadership Arts Management, St. Cloud Preparatory Academy, Inc., UCP Osceola Charter School, Victory Charter School, and Victory Charter School K-5 are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not for Profit Corporation Act; and Section 1002.33, Florida Statutes. The charter schools operate under a charter approved by their sponsor, the Osceola County District School Board. The charter schools are considered to be component units of the District because the District is financially accountable for the charter schools as the District established the charter schools by approval of the charter, which is tantamount to the initial appointment of the charter schools, and there is the potential for the charter schools to impose specific financial burdens on the District. In addition, pursuant to the Florida Constitution, the charter schools are public schools and the District is responsible for the operation, control, and supervision of public schools within the District. The financial data reported on the accompanying statements was derived from the charter school's audited financial statements for the fiscal year ended June 30, 2022. The audited reports are filed in the District's administrative offices at 817 Bill Beck Boulevard, Kissimmee, Florida, 34744.

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2022

➤ **Basis of Presentation: Government-wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

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

➤ **Basis of Presentation: Fund Financial Statements**

The fund financial statements provide information about the District's funds, including the fiduciary funds and blended component units. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

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 – Other Federal Programs Fund – to account for funds from the State or Federal Government which are restricted for Federal programs.
- Special Revenue—Federal Education Stabilization Fund – to account for funds from Federal Government in support of ongoing state and institutional COVID – 19 recovery efforts.
- Capital Projects – Other Fund – to account for other miscellaneous funds from various sources which are restricted for capital outlay purposes.

Additionally, the District reports the following proprietary and fiduciary fund types:

- Internal Service Funds – to account for the District's individual self-insurance programs.
- Custodial Funds – to account for resources of the school internal funds, which are used to administer moneys collected at several schools in connection with school, student athletic, class, and club activities.

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year-end are reported as due from/to other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in and out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

➤ **Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources

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or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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.

The governmental fund financial statements are reported using the current financial resources measurement focus and 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. 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Sales taxes and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditures are generally recognized when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, claims and judgments, pension benefits, other postemployment benefits, and compensated absences are recognized when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt is reported as other financing sources. Allocations of cost, such as depreciation, are not recognized in governmental funds.

The proprietary funds and custodial funds are reported using the economic resources measurement focus and the accrual basis of accounting.

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

➤ **Cash Equivalents**

The District's cash and cash equivalents are considered to be cash on hand, cash with fiscal agent, demand deposits, and short-term, highly liquid investments with original maturities of 3 months or less. Investments classified as cash equivalents include amounts placed with the State Board of Administration (SBA) in Florida PRIME, the Florida Public Assets for Liquidity Management (Florida PALM), and Money Market accounts.

Cash deposits are held by banks qualified as public depositories under Florida law. All deposits, except for cash dividends and interest held in an investment account, are insured by Federal depository insurance, up to specified limits, or collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes.

➤ **Investments**

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

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The District’s investments in Florida PRIME and Florida Public Assets for Liquidation Management (PALM) are similar to money market funds in which shares are owned in the fund rather than the underlying investments. The SBA Debt Service Accounts and Florida (PALM) indicate that the District’s investments in the Florida PRIME and Florida (PALM) are Securities and Exchange Commission Rule 2a7-like external investment pools. These investments are reported at fair value, which is amortized cost. The District also invests in Florida Fixed Income Trust (FIT) external investment pool in which shares are owned in the fund, rather than in the underlying investments. Florida FIT investments are reported at net asset value (NAV). The District’s other investments consist of US Treasury Bonds/Notes, Municipal Bonds/Notes, Federal Agency Mortgage-Backed Securities, Federal Agency Commercial Mortgage-Backed Securities, Federal Agency Collateralized Mortgage Obligations, Federal Agency Bonds/Notes, and Corporate Notes are reported at fair value.

Types and amounts of investments held at fiscal year-end are described in Note 2.

➤ **Inventories and Prepaid Items**

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories held at the maintenance department, transportation department, central warehouse and for the District’s food service program are stated at cost valued on a weighted-average basis, except that United States Department of Agriculture donated foods are stated at their fair 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 District applies the consumption method to account for its inventories. As such, the expenditure for supplies inventory is recognized when the supplies are actually used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

➤ **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 at cost 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 \$1,000 for tangible personal property and \$25,000 for real property. 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 are depreciated using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Improvements Other Than Buildings	8 - 40 years
Buildings, Fixed Equipment, and Investment in Educational Facilities Benefit District	10 -50 years
Furniture, Fixtures, and Equipment	3 - 15 years
Motor Vehicles	5 - 10 years
Audio Visual Materials and Computer Software	3 - 5 years

Current year information relative to changes in capital assets is described in Note 4.

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➤ **Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position reports separate sections for deferred outflows of resources.

The deferred outflow 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.

In addition to liabilities, the statement of net position reports separate sections for deferred inflows of resources. The deferred inflow 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 three items that qualify for reporting in the deferred outflows of resources and deferred inflows of resources sections of the statement of net position. The deferred charges on refunding reported in the government-wide statement of net position results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Changes in net pension liability are reported as deferred outflows of resources and deferred inflows of resources related to pensions. The deferred outflows of resources and deferred inflows of resources related to pensions are discussed in a subsequent note. Changes in Other Postemployment Benefits (“OPEB”) liability are reported as deferred outflows of resources and deferred inflows of resources related to OPEB. The deferred outflows of resources and deferred inflows of resources related to OPEB are discussed in Note 12.

➤ **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 Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (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 described in Note 11.

➤ **Long-Term Liabilities**

Long-term 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. Debt premiums and discounts are deferred and amortized over the life of the debt using the effective interest method. Bonds and certificates of participation payable are reported net of the applicable premium or discount.

In the governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due. Governmental fund types recognize bond premiums and discounts 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 liabilities for the current year are reported in Note 9.

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➤ **Net Position Flow Assumption**

The District occasionally funds outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. To calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. Consequently, it is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

➤ **Fund Balance Flow Assumptions**

The District may fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). To calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

➤ **Fund Balance Policies**

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board is the highest level of decision-making authority for the District that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The Board has by resolution authorized the Chief Business and Finance Officer to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

In addition, the District has adopted Board Rule 7.10 which establishes "contingency reserves" to help sustain the financial stability of the District during times of emergency spending for items such as disaster recovery and revenue shortfalls that could potentially occur after the current year's budget adoption. School Board Rule 7.10 requires an amount equal to 6 percent of the General Fund revenues and other financing sources to be reserved for contingency purposes. The Superintendent shall obtain approval from the School Board if at any time it is projected that this balance will not be maintained.

➤ **Program Revenues**

Amounts reported as 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 particular program. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than program revenues. Revenues that are not classified as program revenues are presented as general revenues. The comparison of direct expenses with program revenues

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identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

➤ **State Revenue Sources**

Significant revenues from State sources for current operations include the Florida Education Finance Program administered by the FDOE 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 FDOE. The FDOE 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 for a period of 5 months following the date of the original reporting. Such amendments may impact funding allocations for subsequent fiscal years. The FDOE 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 fiscal year when the adjustments are made.

The State provides financial assistance to administer certain educational programs. 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 fiscal year to be expended for the same educational programs. The FDOE 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 fund financial statements for the unencumbered balance of categorical and earmarked educational program resources.

The State allocates gross receipts taxes, generally known as Public Education Capital Outlay money, to the District on an annual basis. The District is authorized to expend these funds only upon applying for and receiving an encumbrance authorization from the FDOE.

A schedule of revenue from State sources for the current year is presented in Note 14.

➤ **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 Osceola County Property Appraiser, and property taxes are collected by the Osceola County Tax Collector.

The Board adopted the 2021 tax levy on September 7, 2021. 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 Osceola County Tax Collector at fiscal year-end but not yet remitted to the District.

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Millages and taxes levied for the current year are presented in Note 15.

➤ **Educational Impact Fees**

Osceola County imposes an educational impact fee based on an ordinance adopted by the County Commission in 1992. This ordinance has been amended from time to time, most recently in March 2018, when Ordinance 2018-21 established the revised rates to be collected. The educational impact fee is collected for all new residential construction within the County. The fees are collected by the County and each municipality within the County, based on an interlocal agreement. The fees can only be used for capital expenditures directly affected by new residential growth. Educational impact fee credits granted in exchange for land are shown in the government-wide financial statements as unearned revenue until the credits are used, at which time the revenues are recognized.

➤ **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.

➤ **Compensated Absences**

In the government-wide financial statements, compensated absences (i.e., paid absences for employee vacation leave and sick leave) are accrued as liabilities to the extent that it is probable that the benefits will result in termination payments. A liability for these amounts is reported in the governmental fund financial statements only if it has matured, such as for occurrences of employee resignations and retirements. The liability for compensated absences includes salary-related benefits, where applicable.

➤ **Proprietary Funds Operating and Non-Operating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from non-operating 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 employee health insurance premiums. Operating expenses include insurance claims and excess coverage premiums. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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2. INVESTMENTS

As of June 30, 2022, the District has the following investments and maturities:

<u>Investment</u>	<u>Maturities</u>	<u>Fair Value</u>
<i>Cash Equivalents</i>		
State Board of Administration (SBA):		
Florida PRIME	28 Day Average	\$ 163,901,541
Florida Public Assets for Liquidity Management (PALM)	25 Day Average	84,126,117
Money Market:		
Goldman Sachs Financial Square Govt. Fund	16 Day Average	<u>5,826,105</u>
Total Cash Equivalents		\$ 253,853,763
<i>Investments</i>		
Florida Fixed Income Trust (FIT)	163 Days	105,422,002
SBA Debt Service Accounts	6 Months	28,860
US Treasury Bonds/Notes	1/2023 - 5/2025	98,823,564
Municipal Bonds/Notes	10/2022 - 7/2025	4,426,592
Federal Agency Mortgage-Backed Securities	6/2027 - 7/2035	3,415,804
Federal Agency Commercial Mortgage-Backed Securities	8/2022 - 6/2025	5,193,798
Federal Agency Collateralized Mortgage Obligation	8/2027 - 4/2041	1,729,066
Federal Agency Bonds/Notes	4/2023 - 12/2023	29,270,031
Corporate Notes	7/2022 - 4/2026	<u>37,644,635</u>
Total Investments		285,954,352
Total Cash Equivalents and Investments		<u><u>\$ 539,808,115</u></u>

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

- The District’s investment policy limits investments to a maximum of 5½ years and the investment of current operating funds to no longer than 2 years.
- Florida PRIME had a weighted average days to maturity (WAM) of 28 days, Florida PALM had a WAM of 25 days, Florida FIT had a WAM of 163 days, and Money Market funds had a WAM of 16 days at June 30, 2022. 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.
- For Florida PRIME, Chapter 218.409(8)(a), Florida Statutes, states that “The principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the moneys in the trust fund. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board can invest moneys entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, and the Investment Advisory Council. The Trustees shall convene an emergency meeting as soon as practicable from the time the Executive Director has instituted such measures and review the necessity of those measures. If the Trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the moratorium may be extended by the Executive Director until the Trustees are able to meet to review the necessity for the moratorium. If the Trustees agree with such measures, the Trustees shall vote to continue the measures for up to an additional 15 days. The Trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the Trustees exceed 15 days.” With regard to liquidity fees, Florida Statute 218.409(4) provides authority for the SBA

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to impose penalties for early withdrawal, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made. As of June 30, 2022, there were no redemption fees, maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100 percent of their account value.

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

- The District’s investment policy allows for investments in certificates of deposit, time deposits, securities of the United States Government, other forms of authorized investments described in the Florida Statutes, and money market funds based on the highest rating by any one Nationally Recognized Statistical Ratings Organization (NRSRO).
- The District’s investments in 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 for this account.
- As of June 30, 2022, the District’s investments in Florida PRIME, the Florida PALM, and Money Market accounts are rated “AAAm” by Standard & Poor’s. Investments in Florida FIT are rated AAAf/S1 by Fitch.

Custodial credit risk is the risk of loss attributed to the failure of the depository bank.

- 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 a 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, 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, must be immediately placed for safekeeping in a secured vault. The District’s investments are held by a safekeeping agent, in the name of the District. Concentration of credit risk is the risk of loss attributed to the magnitude of the District’s investment in a single issuer.
- The District’s investment policy limits the amounts the District may invest in any one issuer, based on the type of instrument as follows:

<u>Investment Type</u>	<u>Percent</u>
United States Government Securities	100%
United States Government Agencies	75%
Corporates	25%
Municipals	25%
Agency Mortgage-Backed Securities	25%
Non-Negotiable Collateralized Bank Deposits/Savings Account	50%
Commercial Paper	25%
Bankers' Acceptances	10%
Repurchase Agreements	40%
Money Market Funds	50%

- Most of the District’s investments are issued or explicitly guaranteed by the United States Government or are in external investment pools, which do not require disclosure for concentration of credit risk. Remaining investments are in compliance with investment policy limits.

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- As of June 30, 2022, approximately 37 percent of the District’s investments were in Florida FIT, followed by 26 percent in US Treasury Bonds/Notes and 13 percent in Corporate Notes. For the Capital Projects – Other Fund, Corporate Notes are 17 percent of investments in the fund.

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

The District has the following recurring fair value measurements as of June 30, 2022:

<u>Investment by fair value level</u>	<u>Fiscal Year Ending</u> <u>6/30/2022</u>	<u>Quoted Prices in</u> <u>Active Markets for</u> <u>Identical Assets</u> <u>(Level 1)</u>	<u>Significant Other</u> <u>Observable</u> <u>Inputs</u> <u>(Level 2)</u>	<u>Significant</u> <u>Unobservable</u> <u>Inputs</u> <u>(Level 3)</u>
SBA Debt Service Accounts	\$ 28,860	\$ 28,860	\$ -	\$ -
US Treasury Bonds/Notes	98,823,564	-	98,823,564	-
Municipal Bonds/Notes	4,426,592	-	4,426,592	-
Federal Agency Mortgage-Backed Securities	3,415,804	-	3,415,804	-
Federal Agency Commercial Mortgage-Backed Securities	5,193,798	-	5,193,798	-
Federal Agency Collateralized Mortgage Obligation	1,729,066	-	1,729,066	-
Federal Agency Bonds/Notes	29,270,031	-	29,270,031	-
Corporate Notes	37,644,535	-	37,644,535	-
Total Investments by fair value level	<u>\$ 180,532,250</u>	<u>\$ 28,860</u>	<u>\$ 180,503,390</u>	<u>\$ -</u>
 Investments Measured at Net Asset Value (NAV)				
Florida Fixed Income Trust-(FIT)	105,422,002			
Total Investments at NAV	<u>\$ 105,422,002</u>			
 Total Investments	<u>\$ 285,954,252</u>			

SBA Debt Service Accounts classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. U.S. Treasury Bonds/Notes, Municipal Bonds/Notes, Federal Agency Bond, Securities and Mortgage Obligations, and Corporate Notes classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices.

3. 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 accounts receivable is accrued.

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4. CHANGES IN CAPITAL ASSETS

Changes in capital assets are presented in the table below:

	<u>Balance 6/30/2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/2022</u>
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated:				
Land	\$ 60,135,828	\$ 15,269,222	\$ -	\$ 75,405,050
Land Improvements, Nondepreciable	2,602,718	-	-	2,602,718
Construction in Progress	39,701,495	26,373,271	44,961,577	21,113,189
Total Capital Assets Not Being Depreciated	<u>102,440,041</u>	<u>41,642,493</u>	<u>44,961,577</u>	<u>99,120,957</u>
Capital Assets Being Depreciated:				
Improvements Other Than Buildings	42,222,922	1,384,776	-	43,607,698
Buildings and Fixed Equipment	1,266,220,241	43,564,901	3,576,494	1,306,208,648
Furniture, Fixtures, and Equipment	63,560,876	5,269,955	2,659,111	66,171,720
Investment in Educational Facilities Benefit				
District	14,158,434	-	-	14,158,434
Motor Vehicles	51,260,167	196,786	2,575,225	48,881,728
Audio Visual Materials and Computer Software	5,478,694	37,105	1,127,383	4,388,416
Total Capital Assets Being Depreciated	<u>1,442,901,334</u>	<u>50,453,523</u>	<u>9,938,213</u>	<u>1,483,416,644</u>
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	32,201,277	1,002,707	-	33,203,984
Buildings and Fixed Equipment	495,847,755	29,937,329	-	525,785,084
Furniture, Fixtures, and Equipment	44,900,583	5,500,940	2,584,252	47,817,271
Investment in Educational Facilities Benefit				
District	3,911,624	267,200	-	4,178,824
Motor Vehicles	30,632,954	3,151,708	2,575,025	31,209,637
Audio Visual Materials and Computer Software	5,381,805	49,706	1,127,383	4,304,128
Total Accumulated Depreciation	<u>612,875,998</u>	<u>39,909,590</u>	<u>6,286,660</u>	<u>646,498,928</u>
Total Capital Assets Being Depreciated, Net	<u>830,025,336</u>	<u>10,543,933</u>	<u>3,651,553</u>	<u>836,917,716</u>
Governmental Activities Capital Assets, Net	<u>\$ 932,465,377</u>	<u>\$ 52,186,426</u>	<u>\$ 48,613,130</u>	<u>\$ 936,038,673</u>

Depreciation expense was charged to functions as follows:

<u>Function</u>	<u>Amount</u>
GOVERNMENTAL ACTIVITIES	
Student Transportation Services	\$ 3,151,708
Unallocated	36,757,882
Total Depreciation Expense - Governmental Activities	<u>\$ 39,909,590</u>

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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
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5. EDUCATIONAL FACILITIES BENEFIT DISTRICT AGREEMENT PAYABLE

Pursuant to Section 1013.355, Florida Statutes, the District entered into an interlocal agreement with Osceola County, Florida, dated September 15, 2003, authorizing the creation of the Bellalago Educational Facilities Benefit District (Benefit District). The purpose of the Benefit District is to finance the construction of school facilities using a combination of sources, including impact fees, non-ad valorem assessments from homeowners, charter capital, and payments from the District. The District also entered into a charter contract on April 6, 2004, with the Foundation for Osceola Education, Inc. (Foundation), creating Bellalago Academy. The Foundation entered into an interlocal agreement with the Benefit District under which it agreed to pay to the Benefit District any charter capital received in exchange for use of the school facilities. On December 16, 2003, the District entered into an interlocal funding agreement with the Benefit District and Avatar Properties, Inc., to formalize the obligations of the parties. Under the terms of this agreement, the District is obligated to pay the portion of debt service on bonds issued by the Benefit District not otherwise funded by impact fees, non-ad valorem assessments, and charter capital. Phase I of the construction was funded through bonds issued by the Benefit District at a rate of 6.05 percent. Phase II of the construction was funded by issuing a second series of bonds by the Benefit District at a rate of 5.83 percent.

On May 28, 2014, the District issued \$23,150,000 in refunding Capital Improvement Refunding Bonds, Series 2014A, with an average interest rate of 3.48 percent, to refund and redeem \$23,535,000 of the District's outstanding Capital Improvement Revenue Bonds Series 2004A and 2004B. The 2014A Series were issued to reduce the total debt service payments from the 2004A and 2004B certificates, resulting in savings to the District of \$6,181,793 over the next 20 years.

Estimated amounts payable for the Benefit District agreement are as follows:

Fiscal Year Ending June 30	Total	Principal	Interest
2023	\$ 924,878	\$ 508,015	\$ 416,863
2024	923,835	546,248	377,587
2025	913,629	575,274	338,355
2026	914,075	614,519	299,556
2027	904,846	644,108	260,738
2028-2032	4,377,548	3,641,977	735,571
2033-2034	1,784,118	1,290,852	493,266
Total	<u>\$ 10,742,929</u>	<u>\$ 7,820,993</u>	<u>\$ 2,921,936</u>

The amounts required from the District in the future are dependent on the amount of charter capital received, which is dependent on enrollment at the school and the level of funding appropriated annually by the Legislature.

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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
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6. CERTIFICATES OF PARTICIPATION

Certificates of Participation at June 30, 2022, are as follows:

Series	Amount Outstanding	Interest Rate (percent)	Lease Term Maturity	Original Amount
2010 COPS, Series A (QSCB)	\$ 40,500,000	6.658 ⁽¹⁾	2027	\$ 40,500,000
2013 COPS Refunding	2,820,000	5.0	2023	41,880,000
2014 COPS Refunding	3,605,000	2.24	2028	12,005,000
2015 COPS Refunding	2,990,000	2.67	2025	8,310,000
2017 COPS Refunding	38,335,000	2.1	2027	58,170,000
2020 COPS Refunding	3,190,000	0.76	2024	6,340,000
2021 COPS Refunding	20,885,000	1.72	2028	21,060,000
Total	<u>112,325,000</u>			
Plus: Unamortized Premiums	<u>304,782</u>			
Total Certificates of Participation	<u><u>\$ 112,629,782</u></u>			

Note (1): The Series 2010A Lease is designated as a "Qualified School Construction Bond" (QSCB) as defined in Section 54F of the Internal Revenue Code, and pursuant to Section 6431 of the Code, the School Board has elected to receive federal subsidy payments on each interest payment date for the Series 2010A Certificates in an amount equal to the lesser of the amount of interest payable with respect to the Series 2010A Certificates on such date or the amount of interest which would have been payable with respect to the Series 2010A Certificates if the interest were determined at the applicable tax credit rate for the Series 2010A Certificates pursuant to Section 54A(b)(3) of the Code.

The District entered into a master financing arrangement on April 1, 1992, which arrangement was characterized as a lease-purchase agreement, with the Osceola School Board Leasing Corporation, Inc., whereby the District secured financing of various educational facilities. The financings were accomplished through the issuance of Certificates of Participation to be repaid from the proceeds of rents paid by the District.

As a condition of the financing arrangement, the District has given ground leases on District properties to the Osceola School Board Leasing Corporation, Inc., with a rental fee of \$1 per year. The properties covered by the ground leases are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the leases and to provide for the rent payments through to term, the District may be required to surrender the sites included under the various Ground Lease Agreements for the benefit of the securers of the Certificates for a period of time specified by the arrangement as follows:

Certificates	Lease Term
Series 2010	Earlier of date paid in full or April 30, 2027
Series 2013, Refunding	Earlier of date paid in full or June 30, 2023
Series 2014, Refunding	Earlier of date paid in full or June 30, 2028
Series 2015, Refunding	Earlier of date paid in full or August 30, 2024
Series 2017, Refunding	Earlier of date paid in full or June 30, 2027
Series 2020, Refunding	Earlier of date paid in full or June 30, 2024
Series 2021, Refunding	Earlier of date paid in full or June 30, 2028

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
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The District properties included in the ground leases under this arrangement include the following:

Certificates	Description of Properties
Series 2010	Osceola High School Renovations, Thacker Avenue Elementary School Renovations, and Highlands Elementary School Renovations
Series 2013, Refunding	Liberty High School and Chestnut Elementary School
Series 2014, Refunding	Poinciana High School (correct defects/deficiencies to original construction), Kissimmee Elementary School, Liberty High School, and Chestnut Elementary School
Series 2015, Refunding	Four Corners Charter School
Series 2017, Refunding	Celebration High School, Poinciana High School Auditorium, and the Osceola County School for the Arts
Series 2020, Refunding	Poinciana High School (correct defects/deficiencies to original construction), Horizon Middle School, Osceola High School Classroom Addition and Labs, and Kissimmee Elementary
Series 2021, Refunding	Liberty High School and Chestnut Elementary School

The lease payments are payable by the District, semiannually, on June 1 and December 1 for Series 2013, 2014, 2017, 2020 and 2021; February 1 and August 1 for Series 2015; and a bullet maturity due on April 1, 2027 for Series 2010. The following is a schedule by years of future minimum lease payments under the lease agreements together with the present value of minimum lease payments as of June 30:

Fiscal Year Ending June 30	COPs		COPs from Direct Borrowings and Direct Placements		Total
	Principal	Interest	Principal	Interest	
2023	\$ 2,820,000	\$ 2,837,490	\$ 8,775,000	\$ 1,317,758	\$ 15,750,248
2024	-	2,696,490	11,960,000	1,094,450	15,750,940
2025	-	2,696,490	12,295,000	883,374	15,874,864
2026	-	2,696,490	11,480,000	658,069	14,834,559
2027	40,500,000	2,696,490	11,705,000	434,120	55,335,610
2028	-	-	12,790,000	205,667	12,995,667
Total Minimum Lease Payments	43,320,000	<u>\$ 13,623,450</u>	69,005,000	<u>\$ 4,593,438</u>	<u>\$ 130,541,888</u>
Plus: Unamortized Premiums	304,782		-		
Total Certificates of Participation	<u>\$ 43,624,782</u>		<u>\$ 69,005,000</u>		

➤ **Qualified School Construction Bonds**

The District issued Certificates of Participation (COPs) dated April 29, 2010, under the Qualified School Construction Bond (QSCB) Program pursuant to Section 54F of the United States Internal Revenue Code of 1986 as amended (the Code). The QSCB Program provides for an issuer interest rate subsidy on certain bonds or COPs. The School District of Osceola County received an approved allocation of funds from the Florida Department of Education sufficient for the designation of the Series 2010A COP as a QSCB under the Code. Pursuant to Section 6431 of the Code, the District has elected to receive Federal subsidy payments (the Issuer

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
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Subsidy) from the United States Treasury on each interest payment date for the Series 2010A Certificates in an amount equal to the lesser of the amount of interest payable with respect to the Series 2010A Certificates if the interest were determined at the applicable tax credit rate pursuant to Section 54aA(b)(3) of the Code. The tax credit rate which would have been applicable to the Series 2010A Certificates is 5.8 percent.

The Series 2010A Certificates were issued in the amount of \$40,500,000. Interest payments are to be made to the holders of the Certificates on April 1st and October 1st of each year at the stated coupon rate of 6.658 percent with the Issuer Subsidy received by the District on the same date. The principal amount of the Certificates is to be repaid in one lump sum on April 1, 2027. Currently, the District deposits \$2,199,826.88 into a Sinking Fund annually on April 1st. The accumulated amount in this fund plus interest at a projected 3 percent is to be used to repay the principal amount of these certificates upon maturity.

7. DEFEASED DEBT

On December 16, 2021, the District issued Refunding Certificates of Participation, Series 2021A, in the amount of \$21,060,000, with an interest rate of 1.72 percent. The refunding bonds were issued to advance-refund a portion of the District's Certificates of Participation, Series 2013A. The refunding bonds are being issued to advance-refund the \$19,550,000, that matured on or after June 1, 2024. The District also intends to issue the Series 2023A Certificate of Participation for the purpose of refunding, on a current basis, the taxable Series 2021A Certificates on the exchange date of March 3, 2023.

The net proceeds of \$20,876,008 (after payment of \$183,992 issuance costs and \$37,886 escrow payment) were placed in an irrevocable trust to provide for a portion of future debt service payments on the Series 2013A bonds. As a result, \$19,550,000 of the Series 2013A bonds are considered to be in-substance defeased and the liability for these bonds have been removed from the government-wide financial statements.

The Series 2013A bonds were refunded to reduce its total debt service payments over the next 6 years by approximately \$1,348,044 and to obtain an economic gain (difference between the present value of the debt service payments on the old and the new debt) of \$1,277,071.

8. BONDS PAYABLE

Bonds payable at June 30, 2022, are as follows:

Bond Type	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To	Original Amount
State School Bonds:				
Series 2011A, Refunding	\$ 165,000	3.0	2023	\$ 1,135,000
Series 2014A, Refunding	559,000	3.0 - 5.0	2025	1,796,000
Series 2017A, Refunding	536,000	5.0	2026	986,000
District Revenue Bonds:				
Sales Tax Revenue Series 2015	13,582,000	2.29	2025	30,087,000
Sales Tax Revenue Series 2017	5,785,000	1.72	2024	19,420,000
Capital Outlay Sales Tax Rev. Series 2017	66,575,000	2.76	2033	86,250,000
Capital Outlay Sales Tax Rev. Series 2020	68,180,000	1.52	2030	75,150,000
Total Bonds	155,382,000			
Plus: Unamortized Bond Premium	144,980			
Total Bonds Payable	<u>\$ 155,526,980</u>			

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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 are 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. 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.

➤ **District Revenue Bonds**

The School Board issued Sales Tax Revenue Bonds, Series 2007A and 2007B on April 12, 2007, totaling \$47,580,000 and \$32,255,000, respectively. These bonds are authorized by Chapter 1001, Florida Statutes and Chapter 212, Part I, Florida Statutes. A resolution providing for the issuance of the bonds was adopted by the Board on March 20, 2007. Proceeds of the discretionary local government infrastructure sales tax surtax received by the District pursuant to an interlocal agreement between Osceola County, the cities of Kissimmee and St. Cloud, and the District are pledged for the payment of bonds. Proceeds of the 2007A bonds were used to finance the acquisition, construction, reconstruction, renovation, and equipping of certain capital improvements and educational facilities within the District. Proceeds of the 2007B bonds were used to advance-refund a portion of the District's outstanding Sales Tax Revenue Bonds, Series 2001.

On July 17, 2015, the District issued Sales Tax Revenue Bonds, Series 2015. Proceeds of the 2015 bonds were used to advance-refund a portion of the Series, 2007A bonds. On September 21, 2016, the District reissued the Sales Tax Revenue Bonds, Series 2015 to modify the terms of bond and reduce the interest rate payable on the outstanding principal balance of the bonds. On June 16, 2017, the District issued Sales Tax Revenue Bonds, Series 2017, to refund a portion of the Series, 2007B.

Both, the Sales Tax Revenue Bonds, Series 2015 and Series 2017 contain provisions by which the purchaser can, upon the occurrence and continuation of an event of default, impose a default interest rate of 6 percent and 8 percent, respectively, in excess of the rate of interest on the bonds, until the default.

In November 2016, Osceola County voters approved by referendum the imposition of a one-half cent discretionary sales surtax to be effective beginning January 1, 2017, and ending December 31, 2036. A resolution providing for the issuance of the Capital Outlay Sales Tax Revenue Bonds, Series 2017, was adopted by the Board on May 2, 2017, and pledging the one-half cent discretionary sales surtax for the principal and interest payments of the bonds. On May 11, 2017, the District issued bonds in the amount of \$86,250,000. On September 2, 2020, the Board adopted an amending and supplementing resolution to issue additional Capital Outlay Sales Tax Revenue bonds. On September 8, 2020, the District issued Capital Outlay Sales Tax Revenue Bonds, Series 2020A in the amount of \$75,150,000. The proceeds of the bonds will be used for fixed capital expenditures or fixed capital costs associated with the construction, reconstruction, or improvement of school facilities and campuses, land acquisition, land improvement, design and engineering costs, retrofitting and providing for technology implementation, including hardware and software, for the various sites within the District.

Both the Capital Outlay Sales Tax Revenue Bonds, Series 2017 and 2020 contain provisions by which the purchaser can, upon the occurrence and continuation of an event of default, impose a default interest rate of Prime plus 8 percent, to the lesser of 18% or the maximum allowed rate by law.

The District has pledged a combined total of \$170,254,903 of discretionary and capital outlay sales surtax revenues (sales tax revenues) in connection with the Series 2015 and 2017 Sales Tax Revenue Bonds, and 2017 and 2020 Capital Outlay Sales Tax Bonds issues described above. During the 2021-22 fiscal year, the District

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recognized sales tax revenues totaling \$66,335,040 and expended \$21,667,311 (33 percent) of these revenues for debt service directly collateralized by these revenues. The pledged sales tax revenues for the discretionary sales surtax, which will be levied through December 31, 2045, are committed until the debt matures in June 2024 and June 2025. The pledged sales tax revenues for capital outlay sales surtax, which will be levied through December 31, 2036, are committed until the debt matures in October 2030 and October 2032. Assuming a nominal growth rate in the collection of the sales tax revenues, approximately 26 percent of this revenue stream combined, has been pledged in connection with debt service on the revenue bonds.

Bonds payable as of June 30, 2022 are as follows:

Fiscal Year Ending June 30	Bonds		Bonds from Direct Borrowings and Direct Placements		Total
	Principal	Interest	Principal	Interest	
State School Bonds:					
2023	\$ 497,000	\$ 57,400	\$ -	\$ -	\$ 554,400
2024	358,000	35,850	-	-	393,850
2025	254,000	17,950	-	-	271,950
2026	151,000	7,550	-	-	158,550
Total State School Bonds	<u>1,260,000</u>	<u>118,750</u>	<u>-</u>	<u>-</u>	<u>1,378,750</u>
District Revenue Bonds:					
2023	-	-	18,602,000	3,116,852	21,718,852
2024	-	-	18,991,000	2,744,487	21,735,487
2025	-	-	19,704,000	2,363,961	22,067,961
2026	-	-	13,165,000	1,960,624	15,125,624
2027	-	-	13,440,000	1,686,630	15,126,630
2028-2032	-	-	63,310,000	4,164,991	67,474,991
2033	-	-	6,910,000	95,358	7,005,358
Total District Revenue Bonds	<u>-</u>	<u>-</u>	<u>154,122,000</u>	<u>16,132,903</u>	<u>170,254,903</u>
Total	<u>\$ 1,260,000</u>	<u>\$ 118,750</u>	<u>\$ 154,122,000</u>	<u>\$ 16,132,903</u>	<u>\$ 171,633,653</u>

9. CHANGES IN LONG-TERM LIABILITIES

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

Description	Balance 7-1-21	Additions	Deductions	Balance 6-30-22	Due in One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable	\$ 2,015,516	\$ -	\$ 610,536	\$ 1,404,980	\$ 547,739
Bonds from Direct Borrowings and Direct Placements	172,304,000	-	18,182,000	154,122,000	18,602,000
Certificates of Participation Payable COP from Direct Borrowings and Direct Placements	67,718,477	-	24,093,695	43,624,782	3,124,782
Educational Facilities Benefit District Agreement Payable	56,425,000	21,060,000	8,480,000	69,005,000	8,775,000
Impact Fee Credit Vouchers	7,820,993	-	-	7,820,993	508,015
Net Pension Liability	-	14,380,787	12,879,266	1,501,521	-
Other Postemployment Benefits Payable	347,343,200	87,869,545	283,894,073	151,318,672	528,471
Compensated Absences Payable	16,582,352	2,284,888	3,587,675	15,279,565	794,160
	36,145,415	6,809,841	5,003,283	37,951,973	6,350,264
Total Governmental Activities	<u>\$ 706,354,953</u>	<u>\$ 132,405,061</u>	<u>\$ 356,730,528</u>	<u>\$ 482,029,486</u>	<u>\$ 39,230,431</u>

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The District's outstanding COPs from direct borrowings and direct placements totaled \$69,005,000 and \$154,122,000 for bonds. Information related to securities pledged as collateral and events of default provisions related to COPs and bonds are discussed in Note 6 and Note 8, respectively.

The District issues educational impact fee credits in exchange for land in connection with the construction of school facilities within the Bellalago Educational Facilities Benefit Districts (BEFBD) and Flora Ridge Educational Facilities Benefit District (FREFBD). Impact fee credits issued to the BEFBD are related to the K-8 portion of the educational impact fees authorized, while the FREFBD impact fee credits are related to the K-5 portion of the educational impact fees authorized.

For the governmental activities, compensated absences, pension, and other postemployment benefits are generally liquidated with resources of the General Fund.

10. FUND BALANCE REPORTING

The following is a schedule of fund balances by category at June 30, 2022:

	Major Funds					Total Governmental Funds
	General	Special Revenue - Other Federal Programs	Special Revenue - Federal Education Stabilization	Capital Projects - Other	Nonmajor Governmental Funds	
Fund Balances						
Nonspendable:						
Inventory	\$ 3,476,795	\$ -	\$ -	\$ -	\$ 819,366	\$ 4,296,161
Restricted:						
State Categorical Programs	17,315,182	-	-	-	-	17,315,182
Debt Service	-	-	-	-	27,824,283	27,824,283
Capital Projects	-	-	-	475,379,161	63,252,289	538,631,450
Grants and Programs	10,071,480	-	-	-	-	10,071,480
Food Services	-	-	-	-	14,923,059	14,923,059
Assigned:						
Contract Commitments	1,043,253	-	-	-	-	1,043,253
Carryover Appropriations	3,941,211	-	-	-	-	3,941,211
Unassigned	51,822,391	-	-	-	-	51,822,391
Total Fund Balances	<u>\$ 87,670,312</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 475,379,161</u>	<u>\$ 106,818,997</u>	<u>\$ 669,868,470</u>

In addition to committed and assigned fund balance categories discussed in the Fund Balance Policies note disclosures, fund balance may be classified as follows:

➤ **Nonspendable Fund Balance**

Nonspendable fund balance is the net current financial resources that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Generally, not in spendable form means that an item is not expected to be converted to cash. The District has inventory of \$4,296,161 classified as non-spendable.

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➤ **Restricted Fund Balance**

Restricted fund balance is 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 has a total of \$608,765,454 in restricted fund balance as of June 30, 2022.

➤ **Unassigned Fund Balance**

The unassigned fund balance is the portion of fund balance that is the residual classification for the General Fund. This balance represents amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned for specific purposes. As discussed in the Fund Balance Policies note disclosure, the District has set aside “contingency reserves” as per School Board Rule 7.10. The contingency funds of \$34,800,000 are included as part of the unassigned general fund balance of \$51,822,391.

11. RETIREMENT PLANS

➤ **FLORIDA RETIREMENT SYSTEM (FRS) – 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 Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any State-administered retirement system in paying the costs of health insurance.

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

The District’s FRS and HIS pension expense totaled \$8,671,495 for the fiscal year ended June 30, 2022.

➤ **FRS Pension Plan**

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

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

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Employees enrolled in the Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at 8 years of service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service. Members of both Plans may include up to 4 years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, 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 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

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

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Contributions. The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2021-22 fiscal year were as follows:

Class or Plan	Percent of Gross Salary	
	Employee	Employer (A)
FRS, Regular	3.00	10.82
FRS, Elected County Officers	3.00	51.42
FRS, Senior Management	3.00	29.01
DROP - Applicable to Members from All of the Above Classes or Plans	0.00	18.34
Florida Retirement System, 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 Program.

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

The District's contributions to the Plan totaled \$26,489,646 for the fiscal year ended June 30, 2022.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2022, the District reported a liability of \$46,339,922 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The district's proportionate share of the net pension liability was based on the district's 2020-21 fiscal year contributions relative to the total 2020-21 fiscal year contributions of all participating members. At June 30, 2021, the District's proportionate share was 0.614920867 percent, which was an increase of 0.054026902 from its proportionate share measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the District recognized pension expense of \$1,390,590 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:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 7,961,652	\$ -
Change of assumptions	31,783,586	-
Net difference between projected and actual earnings on FRS pension plan investments	-	162,053,360
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	-	-
District FRS contributions subsequent to the measurement date	15,290,099	3,970,378
	26,489,646	-
Total	\$ 81,524,983	\$ 166,023,738

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The deferred outflows of resources related to pensions, totaling \$26,489,646 resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30	Amount
2023	\$ (19,550,822)
2024	(22,690,467)
2025	(30,789,953)
2026	(40,275,068)
2027	2,317,909
Total	\$ (110,988,401)

Actuarial Assumptions. The total pension liability in the July 1, 2020, 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	6.80 percent, net of pension plan investment expense, including inflation

Mortality rates were based on PUB2010 base table, projected generationally with Scale MP-2018. The actuarial assumptions used in the July 1, 2021, 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 (A)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.1%	2.1%	1.1%
Fixed Income	20.0%	3.8%	3.7%	3.3%
Global Equity	54.2%	8.2%	6.7%	17.8%
Real Estate	10.3%	7.1%	6.2%	13.8%
Private Equity	10.8%	11.7%	8.5%	26.4%
Strategic Investments	3.7%	5.7%	5.4%	8.4%
Total	100%			
Assumed inflation - Mean			2.4%	1.2%

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

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Discount Rate. The discount rate used to measure the total pension liability was 6.8 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.

Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the district’s proportionate share of the net pension liability calculated using the discount rate of 6.8 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 (5.8 percent) or 1 percentage point higher (7.8 percent) than the current rate:

	1% Decrease 5.8%	Current Discount Rate 6.8%	1% Increase 7.8%
District's proportionate share of the net pension liability	\$ 207,235,233	\$ 46,339,922	\$ (88,150,519)

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

Payables to the Pension Plan. On June 30, 2022, the District reported a payable of \$4,233,299 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2022.

➤ **HIS Pension Plan**

Plan Description. The HIS Pension Plan (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided. For the fiscal year ended June 30, 2022, 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.

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, 2022, 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 3 years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The District's contributions to the HIS Plan totaled \$5,229,542 for the fiscal year ended June 30, 2022.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2022, the District reported a net pension liability of \$104,978,750 for its proportionate share of the HIS Plan’s net pension liability. The current portion of the net pension liability is the District's

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proportionate share of benefit payments expected to be paid within one year, net of the Districts 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, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020, and update procedures were used to determine the net pension liability as of June 30, 2021. The District's proportionate share of the net pension liability was based on the District's 2020-21 fiscal year contributions relative to the total 2020-21 fiscal year contributions of all participating members. At June 30, 2021, the District's proportionate share was 0.855919525 percent, which was an increase of 0.000021197 from its proportionate share measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the District recognized pension expense of \$7,280,905. 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>
Differences between expected and actual experience	\$ 3,513,277	\$ 43,975
Change of assumptions	8,249,974	4,325,913
Net difference between projected and actual earnings on HIS pension plan investments	109,450	-
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	1,881,959	2,047,138
District contributions subsequent to the measurement date	5,229,542	-
Total	<u>\$ 18,984,202</u>	<u>\$ 6,417,026</u>

The deferred outflows of resources, totaling \$5,229,542 was related to pensions resulting from District contributions to the HIS Plan subsequent to the measurement date, which will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2023. 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	\$ 1,922,604
2024	604,134
2025	1,429,404
2026	2,066,814
2027	1,043,706
Thereafter	270,972
Total	<u>\$ 7,337,634</u>

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Actuarial Assumptions. The total pension liability in the July 1, 2020, 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	2.16 percent

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 plan, the FRS Actuarial Assumptions Conference reviewed the actuarial assumptions for the plan.

Discount Rate. The discount rate used to measure the total pension liability was 2.16 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 2.21 percent to 2.16 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 2.16 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 (1.16 percent) or 1 percentage point higher (3.16 percent) than the current rate:

	1%	Current	1%
	Decrease	Discount Rate	Increase
	1.16%	2.16%	3.16%
District's proportionate share of the net pension liability	\$ 121,380,226	\$ 104,978,750	\$ 91,553,388

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

Payables to the Pension Plan. At June 30, 2022, the District reported a payable of \$71,355 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2022.

Pension Plan Aggregates. The aggregate amount of net pension liability, related deferred outflows of resources and deferred inflows of resources, and pension expense for the district's defined pension plans are summarized below:

	<u>Pension Plan</u>	<u>HIS Plan</u>	<u>Total</u>
Net pension liability	\$ 46,339,922	\$ 104,978,750	\$ 151,318,672
Deferred outflows of resources	81,524,983	18,984,202	100,509,185
Deferred inflows of resources	166,023,738	6,417,026	172,440,764
Pension expense	1,390,590	7,280,905	8,671,495

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➤ **FRS – DEFINED CONTRIBUTION PENSION PLAN**

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

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. District employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member’s accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Service retirement benefits are based upon the value of the member’s account upon retirement. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Allocations to the Investment Plan member’s accounts during the 2021-22 fiscal year were as follows:

Class	Percent of Gross Compensation
FRS, Regular	6.30
FRS, Elected County Officers	11.34
FRS, Senior Management Service	7.67

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings, regardless of membership class. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Non-vested 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, 2022, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan or remain in the Investment Plan and rely upon that account balance for retirement income.

The District’s Investment Plan pension expense totaled \$9,206,761 for the fiscal year ended June 30, 2022.

Payables to the Pension Plan. At June 30, 2022, the District reported a payable of \$1,694,741 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2022.

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12. OTHER POSTEMPLOYMENT BENEFITS PAYABLE

➤ **Plan Description**

The Other Postemployment Benefits Plan (OPEB Plan) is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, employees who retire from the District, and eligible dependents, may continue to participate in the District's health and hospitalization plan for medical and prescriptions and life insurance coverage. Such provisions may be amended at any time by further action from the Florida Legislature. The District subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at the 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 offer any explicit subsidies for retiree coverage. Retirees are assumed to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The OPEB Plan does not issue a stand-alone report, and is not included in the report of a public employee retirement system or another entity.

➤ **Benefit Terms and Employees Covered**

Plan contribution requirements and benefit terms 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 advanced funded or established a funding methodology for the annual OPEB costs or the net OPEB obligation. As of the valuation date, June 30, 2021, there were 6,162 active plan members and 105 inactive plan members or beneficiaries receiving benefits. There are no inactive plan members entitled to benefits not yet receiving benefits. The District provided contributions of \$794,160 toward annual OPEB costs, comprised of benefit payments made on behalf of the retirees for claims expense, retention costs, and net of retiree contributions totaling \$1,148,793. Required contributions are based on projected pay-as-you-go financing.

➤ **Total OPEB Liability**

The District's total OPEB liability of \$15,279,565 was measured as of June 30, 2021 and was determined by an actuarial valuation as of June 30, 2021.

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➤ **Actuarial Assumptions and Other Inputs**

The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumption and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2021
Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Discount Rate	1.92%
Salary Increases	FRS 7/1/2021 Actuarial Valuation 3.4% - 7.8%, including inflation
Retirement Age	Rates used in the 7/1/2021 FRS Actuarial Valuation based on a statewide experience study from 2013 to 2018
Mortality	PUB-2010 mortality tables, MP-2018 scale used on the 7/1/2019 FRS actuarial valuation, based on the results of a statewide experience study from 2013 to 2018
Healthcare Cost Trend Rates	Getzen Model with trend starting at 6.0% and gradually decreasing to an ultimate trend rate of 3.75% in 2040.
Aging Factors	2013 SOA Study “Health Care Costs-From Birth to Death”
Administrative Expenses	Included in the per capita health costs

The District selected the economic, demographic, and health care claim cost assumption used in the June 30, 2021 valuation. The current actuary provided guidance with respect to the economic assumptions demographic assumptions, the health care participation rate assumption, and the spouse coverage election rate assumption. The demographic assumptions were based on those employed in the July 1, 2021, Defined Benefit Pension Plan Actuarial Valuation of the FRS, which were developed by the FRS from an Actuarial Experience Study. These include assumed rates of future termination, mortality, disability and retirement. In addition, salary increase assumptions for development of the pattern of the normal cost increases were the same as those used by the FRS.

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➤ **Changes to the Total OPEB Liability**

Below are the details regarding the total OPEB liability for the measurement period from June 30, 2020, to June 30, 2021.

	Total OPEB Liability
Balance Recognized at 6/30/2021	\$ 16,582,352
Changes for the Fiscal Year:	
Service Cost	1,026,554
Interest on the Total OPEB Liability	419,891
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	838,442
Changes in Assumptions and Other Inputs	(2,773,786)
Benefit Payments	(813,888)
Net Changes	(1,302,787)
Balance as of 6/30/2022	\$ 15,279,565

The changes of assumptions or other inputs reflect a change in the discount rate from 2.45 percent as of the beginning of the measurement period, to 1.92 percent as of June 30, 2021. The expected claims and premiums were updated to reflect recent information provided for this valuation. Also, the ultimate healthcare cost trend rate was lowered from 3.99 percent to 3.75 percent.

➤ **Discount Rate**

The District has no plan assets held in trust to finance the OPEB plan liability. Therefore, the discount rate in the calculation of the total OPEB liability is equal to the tax-exempt municipal bond rate based on a 20-year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of the OPEB plan valuation, the municipal bond rate was 1.92 percent (based on the most recent date available on or before the measurement date of “Fidelity 20-Year Municipal GO AA Index”). The discount rate was 2.45 percent as of the beginning of the measurement period.

➤ **Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the District, as well as what the District’s total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (0.92 percent) or 1 percentage point higher (2.92 percent) than the current discount rate:

	Decrease 0.92%	Discount Rate 1.92%	Increase 2.92%
Total OPEB Liability	\$ 16,072,855	\$ 15,279,565	\$ 14,448,360

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➤ **Sensitivity to the Total OPEB Liability to Changes in the Healthcare Cost Trend**

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percent point lower and 1 percent point higher than the current healthcare cost trend rates:

	Health Care Cost		
	1% Decrease	Trend Rate	1% Increase
Total OPEB Liability	\$ 13,629,187	\$ 15,279,565	\$ 17,229,126

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

For the year ended June 30, 2022, the District recognized an OPEB expense of \$956,243. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between Expected and Actual Experience	\$ 775,401	\$ 64,758
Changes of assumptions of other inputs	443,679	5,688,637
Benefits paid subsequent to the measurement date	794,160	-
Total	\$ 2,013,240	\$ 5,753,395

The deferred outflows of resources related to OPEB, totaling \$794,160 resulting from District benefits paid subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the fiscal year ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30	Amount
2023	\$ (490,201)
2024	(490,201)
2025	(490,201)
2026	(490,201)
2027	(490,201)
Thereafter	(2,083,310)
Total	\$ (4,534,315)

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13. 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:		
General	\$ 10,379,137	\$ -
Special Revenue:		
Other Federal Programs	-	4,318,485
Federal Education Stabilization	-	6,060,652
Total	<u>\$ 10,379,137</u>	<u>\$ 10,379,137</u>

The interfund amounts represent temporary loans to cover expenditures incurred prior to reimbursement from outside sources. These amounts are expected to be repaid within one year. The following is a summary of interfund transfers reported in the fund financial statements:

Funds	Interfund	
	Transfers In	Transfers Out
Major:		
General	\$ 17,313,250	\$ 3,000,000
Capital Projects:		
Other	-	30,973,496
Nonmajor Governmental	37,741,431	24,081,185
Internal Service Fund	3,000,000	-
Total	<u>\$ 58,054,681</u>	<u>\$ 58,054,681</u>

The major transfers out of the Capital Projects funds were to provide debt service principal and interest payments and to assist in funding general maintenance operations of the District. The remaining transfers between funds were to fund the health plan.

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14. SCHEDULE OF STATE REVENUE SOURCES

The following is a schedule of the District's State revenue for the 2021-22 fiscal year:

Source	Amount
Florida Education Finance Program	\$ 306,778,208
Categorical Educational Program - Class Size Reduction	73,091,838
Charter School Capital Outlay	9,306,185
Workforce Development Program	6,731,307
Voluntary Prekindergarten Program	2,250,000
Capital Outlay & Debt Service	2,972,246
Miscellaneous State Revenue	3,355,235
Total	\$ 404,485,019

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

15. PROPERTY TAXES

The following is a summary of millages and taxes levied on the 2021 tax roll for the 2021-22 fiscal year:

	Millages	Taxes Levied
<u>GENERAL FUND</u>		
Nonvoted School Tax:		
Required Local Effort (RLE)	3.639	\$ 132,828,166
RLE Prior Period Adjustment	0.010	365,013
Basic Discretionary Local Effort	0.748	27,302,959
<u>CAPITAL PROJECTS - LOCAL CAPITAL IMPROVEMENT FUND</u>		
Nonvoted Tax:		
Local Capital Improvements	1.500	54,751,923
Total	5.897	\$ 215,248,061

16. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

➤ **Encumbrances**

Appropriations in governmental funds are encumbered upon issuance of purchase orders 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.

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The following is a schedule of encumbrances at June 30, 2022:

Major Funds					
General	Special Revenue - Other Federal Programs	Special Revenue - Federal Education Stabilization	Capital Project- Other	Nonmajor Governmental Funds	Total Governmental Funds
\$ 2,302,890	\$ 955,512	\$ 11,910,746	\$ 138,335,788	\$ 5,626,361	\$ 159,131,297

➤ **Construction Contracts**

The following is a summary of major construction contract commitments remaining at fiscal year-end:

Project	Contract Amount	Completed to Date	Balance Committed
"A" Celebration Island K5	\$ 33,512,651	\$ 1,832,871	\$ 31,679,780
"BB" Knightsbridge K8	2,182,791	333,944	1,848,847
"CC" Sunbridge K8	2,245,141	1,364,248	880,893
Discovery HVAC Pump & Repipe Project	545,393	355,981	189,412
Gateway High School Comprehensive Renovation	91,849,263	4,628,646	87,220,617
Harmony High School Space Reconfiguration	1,605,374	480,102	1,125,272
Horizon Middle School Air Handler Unit Replacement	3,284,850	2,912,411	372,439
Kissimmee Middle School Air Handler Unit Replacement	3,290,439	2,932,287	358,152
Narcoossee Elementary School Site	210,651	86,291	124,360
oTECH Welding & CNC Program Project	3,359,740	2,740,665	619,075
Poinciana High School Tennis Court	326,734	278,156	48,578
Professional Development Roofing	347,563	272,932	74,631
Transportation East	1,299,098	61,253	1,237,845
Warehouse Fire Suppression System	366,546	311,813	54,733
Grand Total	<u>\$ 144,426,234</u>	<u>\$ 18,591,600</u>	<u>\$ 125,834,634</u>

17. RISK MANAGEMENT PROGRAMS

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. Effective May 1, 2010, for property insurance and effective July 1, 2010 for all other casualty and workers' compensation coverage, the School Board implemented a stand-alone program of self-insurance and excess insurance.

The Board established the Osceola County School Board Group Health and Life Insurance Trust to provide for a health, hospitalization, and life insurance program. These programs are accounted for in the District's internal service funds. The program is on a self-insured basis up to specified limits. The District did not elect to purchase the aggregate stop-loss coverage due to the rising premium cost and the high attachment point. The District elected to increase the individual deductible from \$900,000 to \$1,500,000 with a corresponding aggregate deductible of \$135,000 for a total 1st claim exposure of \$1,635,000. The Board has contracted with a professional administrator to administer the self-insurance program, including the processing, investigating, and payment of claims. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal

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June 30, 2022

years. A liability in the amount of \$5,577,000 was actuarially determined to cover estimated incurred, but not reported, insurance claims payable for the group health program at June 30, 2022.

Effective July 1, 2003, the District's general liability and auto liability programs were established on a self-insured basis. These programs are administered by the Trust and are accounted for in the District's internal service funds. A liability of \$1,118,640 was established based on reserves for outstanding claims at June 30, 2022, as reported by the program administrator.

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

Fiscal Year	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2020-21	\$ 6,029,497	\$ 44,630,739	\$ (44,584,207)	\$ 6,076,029
2021-22	6,076,029	52,708,204	(52,088,593)	6,695,640

18. BOND INSURANCE RATINGS

As of June 30, 2022, the Districts Certificates of Participation, Series 2010, Series 2013, Series 2014, Series 2015, Series 2017, Series 2020 and Series 2021 are uninsured.

19. LITIGATION

The District is involved in several threatened and pending legal actions. In the opinion of the District's legal counsel and management, it is not probable that a material loss will occur from these actions.

REQUIRED SUPPLEMENTARY INFORMATION



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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Direct	\$ 570,000	\$ 570,000	\$ 556,213	\$ (13,787)
Federal Through State	2,000,000	2,663,518	2,563,519	(99,999)
State	385,474,479	388,741,870	390,029,194	1,287,324
Local:				
Property Taxes	154,150,857	154,150,857	154,140,544	(10,313)
Local Sales Taxes	13,118,129	14,688,289	13,284,210	(1,404,079)
Total Revenues	555,313,465	560,814,534	560,573,680	(240,854)
EXPENDITURES				
Current - Education:				
Instruction	413,058,687	396,761,363	369,730,040	27,031,323
Pupil Personnel Services	29,047,246	30,550,754	30,011,874	538,880
Instructional Media Services	5,136,979	5,577,742	5,339,280	238,462
Instruction and Curriculum Development Services	16,618,795	17,099,267	16,105,610	993,657
Instructional Staff Training Services	5,843,535	6,398,149	5,387,267	1,010,882
Instruction Related Technology	2,267,806	2,198,335	2,144,643	53,692
Board of Education	1,554,229	5,351,487	5,350,821	666
General Administration	2,213,674	2,257,558	1,957,871	299,687
School Administration	26,392,773	28,182,789	26,873,312	1,309,477
Facilities Services	12,981,286	14,371,563	14,342,417	29,146
Fiscal Services	2,585,096	2,518,252	2,241,128	277,124
Food Services	244,720	391,960	391,145	815
Central Services	8,525,232	9,005,254	7,932,256	1,072,998
Pupil Transportation Services	21,915,258	25,576,249	25,349,090	227,159
Operation of Plant	38,167,140	43,671,161	43,670,824	337
Maintenance of Plant	11,900,290	12,229,189	10,701,414	1,527,775
Administrative Technology Services	5,306,083	5,151,573	4,636,976	514,597
Community Services	5,135,438	5,458,680	3,631,155	1,827,525
Fixed Capital Outlay:				
Other Capital Outlay	510,981	743,521	743,521	-
Total Expenditures	609,405,248	613,494,846	576,540,644	36,954,202
Excess (Deficiency) of Revenues Over (Under) Expenditures	(54,091,783)	(52,680,312)	(15,966,964)	36,713,348
OTHER FINANCING SOURCES				
Transfers In	25,442,561	26,772,584	17,313,250	(9,459,334)
Insurance Loss Recoveries	100,000	335,506	335,746	240
Transfers Out	-	(3,000,000)	(3,000,000)	-
Total Other Financing Sources	25,542,561	24,108,090	14,648,996	(9,459,094)
Net Change in Fund Balances	(28,549,222)	(28,572,222)	(1,317,968)	27,254,254
Fund Balances, July 1, 2021	88,988,280	88,988,280	88,988,280	-
Fund Balances, June 30, 2022	\$ 60,439,058	\$ 60,416,058	\$ 87,670,312	\$ 27,254,254

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Direct	\$ 1,933,250	\$ 2,047,296	\$ 1,197,478	\$ (849,818)
Federal Through State	59,932,554	64,974,073	44,364,304	(20,609,769)
Total Revenues	<u>61,865,804</u>	<u>67,021,369</u>	<u>45,561,782</u>	<u>(21,459,587)</u>
EXPENDITURES				
Current - Education:				
Instruction	37,851,373	41,448,098	25,962,529	15,485,569
Pupil Personnel Services	3,685,688	3,871,801	2,800,964	1,070,837
Instructional Media Services	168,772	73,446	4,806	68,640
Instruction and Curriculum Development Services	10,492,597	9,013,259	8,014,566	998,693
Instructional Staff Training Services	5,948,699	8,012,969	5,442,561	2,570,408
Instruction Related Technology	114,950	114,947	114,925	22
General Administration	764,070	1,443,554	1,091,867	351,687
School Administration	6,454	9,439	963	8,476
Central Services	580,061	816,991	624,621	192,370
Pupil Transportation Services	641,389	196,725	105,641	91,084
Maintenance of Plant	36,829	47,495	47,439	56
Administrative Technology Services	31,323	32,103	28,149	3,954
Community Services	1,400,294	1,550,343	1,041,046	509,297
Fixed Capital Outlay:				
Other Capital Outlay	143,305	390,199	281,705	108,494
Total Expenditures	<u>61,865,804</u>	<u>67,021,369</u>	<u>45,561,782</u>	<u>21,459,587</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING USES				
Transfers Out				
Total Other Financing Sources	-	-	-	-
Net Change in Fund Balances				
Fund Balances, July 1, 2021	-	-	-	-
Fund Balances, June 30, 2022	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Direct	\$ -	\$ 2,590,517	\$ 1,207,381	\$ (1,383,136)
Federal Through State	187,601,910	200,445,813	55,288,109	(145,157,704)
Total Revenues	187,601,910	203,036,330	56,495,490	(146,540,840)
EXPENDITURES				
Current - Education:				
Instruction	170,295,823	116,496,833	25,223,899	91,272,934
Pupil Personnel Services	1,999,653	3,957,586	1,414,719	2,542,867
Instructional Media Services	1,173,908	1,371,660	1,279,834	91,826
Instruction and Curriculum Development Services	547,585	3,769,175	1,091,479	2,677,696
Instructional Staff Training Services	1,884,329	19,707,236	3,148,313	16,558,923
Instruction Related Technology	9,606,324	30,701,116	14,258,272	16,442,844
General Administration	542,117	6,055,173	1,064,072	4,991,101
School Administration	-	127,779	127,779	-
Facilities Acquisition and Construction	1	7,029,122	1,888,706	5,140,416
Fiscal Services	-	150,000	13,096	136,904
Food Services	-	644	644	-
Central Services	845,650	6,235,213	3,554,694	2,680,519
Pupil Transportation Services	86,026	1,703,231	237,525	1,465,706
Operation of Plant	2,190	3,574,891	1,339,353	2,235,538
Maintenance of Plant	-	65,517	65,517	-
Administrative Technology Services	479,625	526,763	426,827	99,936
Community Services	-	971,028	971,028	-
Fixed Capital Outlay:				
Other Capital Outlay	138,679	593,363	389,733	203,630
Total Expenditures	187,601,910	203,036,330	56,495,490	146,540,840
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING USES				
Transfers Out				
Total Other Financing Sources	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances, July 1, 2021	-	-	-	-
Fund Balances, June 30, 2022	\$ -	\$ -	\$ -	\$ -

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF CHANGES IN THE TOTAL
OTHER POSTEMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u> **
Total OPEB Liability					
Service Cost	\$ 1,026,554	\$ 917,455	\$ 1,108,994	\$ 1,195,877	\$ 1,254,867
Interest on the Total OPEB Liability	419,891	501,366	694,516	744,758	613,015
Changes of benefits terms	-	-	(2,205,337)	-	-
Difference between expected and actual experience	838,442	-	(87,088)	-	-
Changes of assumptions and other inputs	(2,773,786)	522,908	(3,456,391)	(83,594)	(869,829)
Benefit payments	(813,888)	(1,047,099)	(1,418,884)	(1,023,065)	(1,002,025)
Adjustment - error correction	-	-	-	(17,900)	-
Net Change in total OPEB Liability	\$ (1,302,787)	\$ 894,630	\$ (5,364,190)	\$ 816,076	\$ (3,972)
Total Beginning OPEB Liability	16,582,352	15,687,722	21,051,912	20,235,836	20,239,808
Total Ending OPEB Liability	<u>\$ 15,279,565</u>	<u>\$ 16,582,352</u>	<u>\$ 15,687,722</u>	<u>\$ 21,051,912</u>	<u>\$ 20,235,836</u>
Covered Payroll	\$ 251,119,275	\$ 229,794,534	\$ 223,101,490	\$ 274,164,824	\$ 240,100,401
Total OPEB Liability as a percentage of covered payroll	6.09%	7.23%	7.04%	7.68%	8.43%

Notes: * The amounts presented for each fiscal year were determined as of June 30.

** Data was unavailable prior to 2017

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
FLORIDA RETIREMENT SYSTEM
LAST TEN FISCAL YEARS***

	2021	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the FRS net pension liability	0.614920867%	0.560893965%	0.582333296%	0.570426911%	0.570368400%	0.572630955%	0.616946585%	0.616274953%	0.617635316%
District's proportionate share of the net pension liability	\$ 46,339,922	\$ 242,899,707	\$ 200,186,534	\$ 171,410,401	\$ 168,421,603	\$ 144,541,817	\$ 79,606,150	\$ 37,601,835	\$ 106,322,527
District's covered-employee payroll	\$ 302,769,352	\$ 297,282,408	\$ 293,344,775	\$ 276,205,310	\$ 270,558,074	\$ 273,388,232	\$ 266,042,494	\$ 264,519,865	\$ 252,711,788
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	15.31%	81.71%	68.24%	62.06%	62.25%	52.87%	29.92%	14.22%	42.07%
FRS plan fiduciary net position as a percentage of the total pension liability	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%	88.54%

Note: *The amounts presented for each fiscal year were determined as of June 30.

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM
LAST TEN FISCAL YEARS***

	<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 contribution	\$ 26,489,646	\$ 23,425,828	\$ 18,636,021	\$ 18,056,535	\$ 16,256,709	\$ 14,848,093	\$ 13,964,519	\$ 15,026,754	\$ 13,499,037
FRS contributions in relation to the contractually required contribution	(26,489,646)	(23,425,828)	(18,636,021)	(18,056,535)	(16,256,709)	(14,848,093)	(13,964,519)	(15,026,754)	(13,499,037)
FRS contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 315,054,545	\$ 302,769,352	\$ 297,282,408	\$ 293,344,775	\$ 276,205,310	\$ 270,558,074	\$ 273,388,232	\$ 266,042,494	\$ 264,519,865
FRS contributions as a percentage of covered-employee payroll	8.41%	7.74%	6.27%	6.16%	5.89%	5.49%	5.11%	5.65%	5.10%

Note: *The amounts presented for each fiscal year were determined as of June 30.

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
HEALTH INSURANCE SUBSIDY PROGRAM
LAST TEN FISCAL YEARS***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the HIS net pension liability	0.855919525%	0.855898328%	0.875429086%	0.845269481%	0.848996056%	0.857952516%	0.865679313%	0.870195724%	0.858869196%
District's proportionate share of the net pension liability	\$ 104,978,750	\$ 104,443,493	\$ 97,629,068	\$ 89,108,381	\$ 90,517,456	\$ 99,947,559	\$ 88,211,874	\$ 81,345,641	\$ 74,794,277
Covered-employee payroll	\$ 302,769,352	\$ 297,282,408	\$ 293,344,775	\$ 276,205,310	\$ 270,558,074	\$ 273,388,232	\$ 266,042,494	\$ 264,519,865	\$ 252,711,788
Proportionate share of the net pension liability as a percentage of its covered-employee payroll	35%	35%	33%	32%	33%	37%	33%	31%	30%
HIS plan fiduciary net position as a percentage of the total pension liability	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%	1.78%

Note: *The amounts presented for each fiscal year were determined as of June 30.

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF CONTRIBUTIONS
HEALTH INSURANCE SUBSIDY PROGRAM
LAST TEN FISCAL YEARS***

	<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 contribution	\$ 5,229,542	\$ 5,031,102	\$ 4,932,141	\$ 4,861,173	\$ 4,583,917	\$ 4,493,132	\$ 4,397,554	\$ 3,305,881	\$ 2,983,497
HIS contributions in relation to the contractually required contribution	(5,229,542)	(5,031,102)	(4,932,141)	(4,861,173)	(4,583,917)	(4,493,132)	(4,397,554)	(3,305,881)	(2,983,497)
HIS contribution deficiency (excess)	<u>\$ -</u>								
District's covered-employee payroll	\$ 315,054,545	\$ 302,769,352	\$ 297,282,408	\$ 293,344,775	\$ 276,205,310	\$ 270,558,074	\$ 273,388,232	\$ 266,042,494	\$ 264,519,865
HIS contributions as a percentage of covered-employee payroll	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%	1.61%	1.24%	1.13%

Note: *The amounts presented for each fiscal year were determined as of June 30.

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Fiscal Year Ended June 30, 2022

1. BUDGETARY COMPLIANCE AND ACCOUNTABILITY

The Board follows procedures established by State statutes and State Board of Education 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 State Board of Education rules.
- Appropriations are controlled at the object level (e.g., salaries, purchased services, and capital outlay) within each activity (e.g., instruction, pupil personnel 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 legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund-function level. The Board made several supplemental budgetary appropriations throughout the year. Supplemental budgetary appropriations are presented in budget and actual comparison statements by original budget and final budget amounts and discussed in the Management's Discussion and Analysis (MD&A).

2. SCHEDULE OF CHANGES IN THE TOTAL OTHER POSTEMPLOYMENT BENEFITS PLAN LIABILITY AND RELATED RATIOS

No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits. The June 30, 2022, total OPEB liability decreased from the prior fiscal year as a result of changes to assumptions as discussed below:

- The discount rate was changed from 2.45 percent as of the beginning of the measurement period to 1.92 percent as of June 30, 2021 to reflect changes in the yield on 20-year general obligation municipal bonds.
- The expected claims and premiums were updated to reflect recent information provided for this valuation.
- The ultimate healthcare cost trend rate was lowered from 3.99% to 3.75%.

3. SCHEDULE OF NET PENSION LIABILITY AND SCHEDULE OF CONTRIBUTIONS – FLORIDA RETIREMENT SYSTEM PENSION PLAN

Changes of Assumptions. In 2021, the maximum amortization period was decreased to 20 years for all current and future amortization bases.

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Fiscal Year Ended June 30, 2022

**4. SCHEDULE OF NET PENSION LIABILITY AND SCHEDULE OF
CONTRIBUTIONS – HEALTH INSURANCE SUBSIDY PENSION PLAN**

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

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES



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NONMAJOR GOVERNMENTAL FUNDS



Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Food Service Funds—To account for the activities of the District's food services function. These activities are primarily funded through local charges and Federal awards.

Debt Service Funds

Debt service funds are used to account for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs.

State Board of Education (SBE) and Capital Outlay Bond Issue (COBI) Fund—To account for the 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.

Other Debt Service—To account for the payment of principal, interest and related costs for Certificates of Participation.

ARRA Economic Stimulus Debt Service Fund—To account for the payment of principal, interest and related costs for the Qualified School Construction Bonds.

Capital Projects Fund

Capital project funds are used to account for the financial resources to be used for educational capital outlay needs, including new construction, renovation and remodeling projects.

Capital Outlay and Debt Service (CO&DS) Fund — To account for capital project activity funded by the District's portion of the state Capital Outlay and Debt Service program.

Nonvoted Capital Improvement Fund District School Tax — To account for a tax levied by the district school board against the taxable value of property is used to finance projects advertised for expenditures pursuant to this authority.

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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2022

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 14,847,733	\$ 1,010,641	\$ 47,067,264	\$ 62,925,638
Investments	-	25,636,080	14,532,997	40,169,077
Accounts Receivable	1,742	-	-	1,742
Due from Other Agencies	376,410	1,181,562	2,318,867	3,876,839
Inventories	819,366	-	-	819,366
Total Assets	<u>\$ 16,045,251</u>	<u>\$ 27,828,283</u>	<u>\$ 63,919,128</u>	<u>\$ 107,792,662</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Salaries and Benefits Payable	\$ 36,650	\$ -	\$ -	\$ 36,650
Payroll Deductions and Withholdings	14,207	-	-	14,207
Accounts Payable	38,268	4,000	5,727	47,995
Construction Contracts Payable	-	-	584,550	584,550
Construction Contracts Payable-Retainage	-	-	74,191	74,191
Due to Other Agencies	105,846	-	-	105,846
Unearned Revenue	107,855	-	2,371	110,226
Total Liabilities	<u>302,826</u>	<u>4,000</u>	<u>666,839</u>	<u>973,665</u>
FUND BALANCES				
Nonspendable	819,366	-	-	819,366
Restricted	14,923,059	27,824,283	63,252,289	105,999,631
Total Fund Balances	<u>15,742,425</u>	<u>27,824,283</u>	<u>63,252,289</u>	<u>106,818,997</u>
Total Liabilities and Fund Balances	<u>\$ 16,045,251</u>	<u>\$ 27,828,283</u>	<u>\$ 63,919,128</u>	<u>\$ 107,792,662</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2022

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Intergovernmental:				
Federal Direct	\$ -	\$ 2,220,430	\$ -	\$ 2,220,430
Federal Through State	32,082,938	-	-	32,082,938
State	444,444	618,842	2,309,187	3,372,473
Local:				
Property Taxes	-	-	52,590,189	52,590,189
Charges for Services - Food Service	668,393	-	-	668,393
Miscellaneous	126,857	(825,898)	60,956	(638,085)
Total Revenues	<u>33,322,632</u>	<u>2,013,374</u>	<u>54,960,332</u>	<u>90,296,338</u>
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction	-	-	7,181,754	7,181,754
Food Services	31,849,882	-	-	31,849,882
Fixed Capital Outlay:				
Facilities Acquisition and Construction	2,972,978	-	13,548,317	16,521,295
Other Capital Outlay	356,335	-	735,765	1,092,100
Debt Service:				
Principal	-	29,963,886	-	29,963,886
Interest and Fiscal Charges	-	8,265,297	-	8,265,297
Dues, Fees and Issuance Costs	-	223,760	3,337	227,097
Total Expenditures	<u>35,179,195</u>	<u>38,452,943</u>	<u>21,469,173</u>	<u>95,101,311</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,856,563)</u>	<u>(36,439,569)</u>	<u>33,491,159</u>	<u>(4,804,973)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	37,741,431	-	37,741,431
Issuance of Certificates of Participation	-	21,060,000	-	21,060,000
Payments to Escrow Agent for Refunded Debt	-	(20,876,008)	-	(20,876,008)
Transfers Out	-	-	(24,081,185)	(24,081,185)
Total Other Financing Sources (Uses)	<u>-</u>	<u>37,925,423</u>	<u>(24,081,185)</u>	<u>13,844,238</u>
Net Change in Fund Balances	(1,856,563)	1,485,854	9,409,974	9,039,265
Fund Balances, July 1, 2021	17,598,988	26,338,429	53,842,315	97,779,732
Fund Balances, June 30, 2022	<u>\$ 15,742,425</u>	<u>\$ 27,824,283</u>	<u>\$ 63,252,289</u>	<u>\$ 106,818,997</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
June 30, 2022

	Food Service Funds	Total Nonmajor Special Revenue Funds
ASSETS		
Cash and Cash Equivalents	\$ 14,847,733	\$ 14,847,733
Accounts Receivable	1,742	1,742
Due from Other Agencies	376,410	376,410
Inventory	819,366	819,366
Total Assets	<u>\$ 16,045,251</u>	<u>\$ 16,045,251</u>
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Salaries and Benefits Payable	\$ 36,650	\$ 36,650
Payroll Deductions and Withholdings	14,207	14,207
Accounts Payable	38,268	38,268
Due to Other Agencies	105,846	105,846
Unearned Revenue	107,855	107,855
Total Liabilities	<u>302,826</u>	<u>302,826</u>
FUND BALANCES		
Nonspendable	819,366	819,366
Restricted	14,923,059	14,923,059
Total Fund Balances	<u>15,742,425</u>	<u>15,742,425</u>
Total Liabilities and Fund Balances	<u>\$ 16,045,251</u>	<u>\$ 16,045,251</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
For the Fiscal Year Ended June 30, 2022

	Food Service Funds	Total Nonmajor Special Revenue Funds
REVENUES		
Intergovernmental:		
Federal Through State	\$ 32,082,938	\$ 32,082,938
State	444,444	444,444
Local:		
Charges for Services - Food Service	668,393	668,393
Miscellaneous	126,857	126,857
Total Revenues	<u>33,322,632</u>	<u>33,322,632</u>
EXPENDITURES		
Current - Education:		
Food Services	31,849,882	31,849,882
Fixed Capital Outlay:		
Facilities Acquisition and Construction	2,972,978	2,972,978
Other Capital Outlay	356,335	356,335
Total Expenditures	<u>35,179,195</u>	<u>35,179,195</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,856,563)</u>	<u>(1,856,563)</u>
Net Change in Fund Balances	(1,856,563)	(1,856,563)
Fund Balances, July 1, 2021	17,598,988	17,598,988
Fund Balances, June 30, 2022	<u>\$ 15,742,425</u>	<u>\$ 15,742,425</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
 June 30, 2022

	Debt Service Funds			Total Nonmajor Debt Service Funds
	SBE/COBI Bonds	Other Debt Service	ARRA Economic Stimulus Debt Service	
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 1,010,641	\$ -	\$ 1,010,641
Investments	28,860	-	25,607,220	25,636,080
Due from Other Agencies			1,181,562	1,181,562
Total Assets	<u>\$ 28,860</u>	<u>\$ 1,010,641</u>	<u>\$ 26,788,782</u>	<u>\$ 27,828,283</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ 4,000	\$ 4,000
Total Liabilities	<u>-</u>	<u>-</u>	<u>4,000</u>	<u>4,000</u>
FUND BALANCES				
Restricted	28,860	1,010,641	26,784,782	27,824,283
Total Fund Balances	<u>28,860</u>	<u>1,010,641</u>	<u>26,784,782</u>	<u>27,824,283</u>
Total Liabilities and Fund Balances	<u>\$ 28,860</u>	<u>\$ 1,010,641</u>	<u>\$ 26,788,782</u>	<u>\$ 27,828,283</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
For the Fiscal Year Ended June 30, 2022

	Debt Service Funds			
	SBE/COBI Bonds	Other Debt Service	ARRA Economic Stimulus Debt Service	Total Nonmajor Debt Service Funds
REVENUES				
Intergovernmental:				
Federal Direct	\$ -	\$ -	\$ 2,220,430	\$ 2,220,430
State	618,842	-	-	618,842
Local:				
Miscellaneous	-	1,055,878	(1,881,776)	(825,898)
Total Revenues	618,842	1,055,878	338,654	2,013,374
EXPENDITURES				
Debt Service:				
Principal	549,000	29,414,886	-	29,963,886
Interest and Fiscal Charges	81,850	5,486,957	2,696,490	8,265,297
Dues, Fees and Issuance Costs	230	211,669	11,861	223,760
Total Expenditures	631,080	35,113,512	2,708,351	38,452,943
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,238)	(34,057,634)	(2,369,697)	(36,439,569)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	33,884,785	3,856,646	37,741,431
Issuance of Certificates of Participation	-	21,060,000	-	21,060,000
Payments to Escrow Agent for Refunded Debt	-	(20,876,008)	-	(20,876,008)
Total Other Financing Sources (Uses)	-	34,068,777	3,856,646	37,925,423
Net Change in Fund Balances	(12,238)	11,143	1,486,949	1,485,854
Fund Balances, July 1, 2021	41,098	999,498	25,297,833	26,338,429
Fund Balances, June 30, 2022	\$ 28,860	\$ 1,010,641	\$ 26,784,782	\$ 27,824,283

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS
June 30, 2022

	Capital Projects Funds		
	Capital Outlay and Debt Service Funds (CO & DS)	Capital Projects - Nonvoted Capital Improvement Funds	Total Nonmajor Capital Projects Funds
ASSETS			
Cash and Cash Equivalents	\$ 49,957	\$ 47,017,307	\$ 47,067,264
Investments	5,944,167	8,588,830	14,532,997
Due from Other Agencies	2,308,221	10,646	2,318,867
Total Assets	<u>\$ 8,302,345</u>	<u>\$ 55,616,783</u>	<u>\$ 63,919,128</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 5,489	\$ 238	\$ 5,727
Construction Contracts Payable	-	584,550	584,550
Construction Contracts Payable-Retainage Percentage	-	74,191	74,191
Unearned Revenue	2,371	-	2,371
Total Liabilities	<u>7,860</u>	<u>658,979</u>	<u>666,839</u>
FUND BALANCES			
Restricted	<u>8,294,485</u>	<u>54,957,804</u>	<u>63,252,289</u>
Total Fund Balances	<u>8,294,485</u>	<u>54,957,804</u>	<u>63,252,289</u>
Total Liabilities and Fund Balances	<u>\$ 8,302,345</u>	<u>\$ 55,616,783</u>	<u>\$ 63,919,128</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS
For the Fiscal Year Ended June 30, 2022

	Capital Outlay and Debt Service Funds (CO & DS)	Capital Projects - Nonvoted Capital Improvement Fund	Total Nonmajor Capital Projects Funds
REVENUES			
Intergovernmental:			
State	\$ 2,309,187	\$ -	\$ 2,309,187
Local:			
Property Taxes	-	52,590,189	52,590,189
Miscellaneous	(82,250)	143,206	60,956
Total Revenues	<u>2,226,937</u>	<u>52,733,395</u>	<u>54,960,332</u>
EXPENDITURES			
Current - Education:			
Facilities Acquisition and Construction	594,721	6,587,033	7,181,754
Fixed Capital Outlay:			
Facilities Acquisition and Construction	20,400	13,527,917	13,548,317
Other Capital Outlay	-	735,765	735,765
Debt Service:			
Dues, Fees and Issuance Costs	3,337	-	3,337
Total Expenditures	<u>618,458</u>	<u>20,850,715</u>	<u>21,469,173</u>
Excess of Revenues Over Expenditures	<u>1,608,479</u>	<u>31,882,680</u>	<u>33,491,159</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	(24,081,185)	(24,081,185)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(24,081,185)</u>	<u>(24,081,185)</u>
Net Change in Fund Balances	1,608,479	7,801,495	9,409,974
Fund Balances, July 1, 2021	6,686,006	47,156,309	53,842,315
Fund Balances, June 30, 2022	<u>\$ 8,294,485</u>	<u>\$ 54,957,804</u>	<u>\$ 63,252,289</u>

INDIVIDUAL BUDGETARY COMPARISON SCHEDULES



These include budgetary comparison schedules for all governmental funds.

For nonmajor special revenue funds, all debt service funds, and all capital projects funds, budgetary comparison statements were not presented as part of the basic financial statements. Budgetary comparison schedules are presented as other supplementary schedules for each of these funds to demonstrate the District's compliance with its budget in each fund.

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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - FOOD SERVICE FUNDS
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Through State	\$ 34,426,009	\$ 32,158,023	\$ 32,082,938	\$ (75,085)
State	453,306	444,444	444,444	-
Local:				
Charges for Service - Food Service	1,302,419	886,917	668,393	(218,524)
Miscellaneous	385,000	98,578	126,857	28,279
Total Revenues	<u>36,566,734</u>	<u>33,587,962</u>	<u>33,322,632</u>	<u>(265,330)</u>
EXPENDITURES				
Current - Education:				
Food Services	42,978,269	36,943,503	31,849,882	5,093,621
Fixed Capital Outlay:				
Facilities Acquisition and Construction	-	2,972,978	2,972,978	-
Other Capital Outlay	663,387	496,855	356,335	140,520
Total Expenditures	<u>43,641,656</u>	<u>40,413,336</u>	<u>35,179,195</u>	<u>5,234,141</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,074,922)</u>	<u>(6,825,374)</u>	<u>(1,856,563)</u>	<u>4,968,811</u>
Net Change in Fund Balances	<u>(7,074,922)</u>	<u>(6,825,374)</u>	<u>(1,856,563)</u>	<u>4,968,811</u>
Fund Balances, July 1, 2021	17,598,988	17,598,988	17,598,988	-
Fund Balances, June 30, 2022	<u>\$ 10,524,066</u>	<u>\$ 10,773,614</u>	<u>\$ 15,742,425</u>	<u>\$ 4,968,811</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUNDS - SBE/COBI BONDS
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
State	\$ 630,850	\$ 630,620	\$ 618,842	\$ (11,778)
Total Revenues	630,850	630,620	618,842	(11,778)
EXPENDITURES				
Current - Education:				
Debt Service:				
Principal	549,000	549,000	549,000	-
Interest and Fiscal Charges	81,850	81,850	81,850	-
Dues, Fees and Issuance Costs	-	230	230	-
Total Expenditures	630,850	631,080	631,080	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(460)	(12,238)	(11,778)
Net Change in Fund Balances	-	(460)	(12,238)	(11,778)
Fund Balances, July 1, 2021	41,098	41,098	41,098	-
Fund Balances, June 30, 2022	\$ 41,098	\$ 40,638	\$ 28,860	\$ (11,778)

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUNDS - OTHER DEBT SERVICE
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Local:				
Miscellaneous	\$ 1,042,029	\$ 1,042,029	\$ 1,055,878	\$ 13,849
Total Revenues	1,042,029	1,042,029	1,055,878	13,849
EXPENDITURES				
Current - Education:				
Debt Service:				
Principal	29,672,453	29,885,339	29,414,886	470,453
Interest and Fiscal Charges	6,231,781	5,943,172	5,486,957	456,215
Dues, Fees and Issuance Costs	35,105	219,144	211,669	7,475
Total Expenditures	35,939,339	36,047,655	35,113,512	934,143
Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,897,310)	(35,005,626)	(34,057,634)	947,992
OTHER FINANCING SOURCES (USES)				
Transfers In	34,883,465	34,807,743	33,884,785	(922,958)
Issuance of Certificates of Participation	-	21,060,000	21,060,000	-
Payments to Escrow Agent for Refunded Debt	-	(20,876,008)	(20,876,008)	-
Total Other Financing Sources (Uses)	34,883,465	34,991,735	34,068,777	(922,958)
Net Change in Fund Balances	(13,845)	(13,891)	11,143	25,034
Fund Balances, July 1, 2021	999,498	999,498	999,498	-
Fund Balances, June 30, 2022	\$ 985,653	\$ 985,607	\$ 1,010,641	\$ 25,034

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE - ARRA ECONOMIC STIMULUS DEBT SERVICE FUND
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Direct	\$ 2,215,107	\$ 2,215,107	\$ 2,220,430	\$ 5,323
Local:				
Miscellaneous	-	-	(1,881,776)	(1,881,776)
Total Revenues	<u>2,215,107</u>	<u>2,215,107</u>	<u>338,654</u>	<u>(1,876,453)</u>
EXPENDITURES				
Current - Education:				
Debt Service:				
Interest and Fiscal Charges	2,696,490	2,696,490	2,696,490	-
Dues, Fees and Issuance Costs	12,115	12,068	11,861	207
Total Expenditures	<u>2,708,605</u>	<u>2,708,558</u>	<u>2,708,351</u>	<u>207</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(493,498)</u>	<u>(493,451)</u>	<u>(2,369,697)</u>	<u>(1,876,246)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	2,786,762	2,786,762	3,856,646	1,069,884
Total Other Financing Sources (Uses)	<u>2,786,762</u>	<u>2,786,762</u>	<u>3,856,646</u>	<u>1,069,884</u>
Net Change in Fund Balances	2,293,264	2,293,311	1,486,949	(806,362)
Fund Balances, July 1, 2021	25,297,833	25,297,833	25,297,833	-
Fund Balances, June 30, 2022	<u>\$ 27,591,097</u>	<u>\$ 27,591,144</u>	<u>\$ 26,784,782</u>	<u>\$ (806,362)</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECT FUNDS - CAPITAL OUTLAY & DEBT SERVICE (CO&DS)
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
State	\$ 1,000,000	\$ 1,000,000	\$ 2,309,187	\$ 1,309,187
Local:				
Miscellaneous	1,000,000	1,000,000	(82,250)	(1,082,250)
Total Revenues	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,226,937</u>	<u>226,937</u>
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction	-	594,721	594,721	-
Fixed Capital Outlay:				
Facilities Acquisition and Construction	2,648,982	2,028,939	20,400	2,008,539
Debt Service:				
Dues, Fees and Issuance Costs	-	3,337	3,337	-
Total Expenditures	<u>2,648,982</u>	<u>2,626,997</u>	<u>618,458</u>	<u>2,008,539</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(648,982)</u>	<u>(626,997)</u>	<u>1,608,479</u>	<u>2,235,476</u>
Fund Balances, July 1, 2021	6,686,006	6,686,006	6,686,006	-
Fund Balances, June 30, 2022	<u>\$ 6,037,024</u>	<u>\$ 6,059,009</u>	<u>\$ 8,294,485</u>	<u>\$ 2,235,476</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS - NONVOTED CAPITAL IMPROVEMENT FUND
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Local:				
Property Taxes	\$ 52,570,226	\$ 52,570,226	\$ 52,590,189	\$ 19,963
Miscellaneous	137,642	137,642	143,206	5,564
Total Revenues	<u>52,707,868</u>	<u>52,707,868</u>	<u>52,733,395</u>	<u>25,527</u>
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction	-	6,587,033	6,587,033	-
Fixed Capital Outlay:				
Facilities Acquisition and Construction	37,942,876	28,086,348	13,527,916	14,558,432
Other Capital Outlay	-	735,765	735,765	-
Total Expenditures	<u>37,942,876</u>	<u>35,409,146</u>	<u>20,850,714</u>	<u>14,558,432</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>14,764,992</u>	<u>17,298,722</u>	<u>31,882,681</u>	<u>14,583,959</u>
OTHER FINANCING (USES)				
Transfers Out	(33,461,846)	(33,386,123)	(24,081,186)	9,304,937
Total Other Financing Sources (Uses)	<u>(33,461,846)</u>	<u>(33,386,123)</u>	<u>(24,081,186)</u>	<u>9,304,937</u>
Net Change in Fund Balances	(18,696,854)	(16,087,401)	7,801,495	23,888,896
Fund Balances, July 1, 2021	47,156,309	47,156,309	47,156,309	-
Fund Balances, June 30, 2022	<u>\$ 28,459,455</u>	<u>\$ 31,068,908</u>	<u>\$ 54,957,804</u>	<u>\$ 23,888,896</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS - OTHER FUND
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
State	\$ 7,976,162	\$ 11,083,352	\$ 11,083,352	\$ -
Local:				
Local Sales Tax	45,000,000	57,000,000	66,335,040	9,335,040
Impact Fees	70,000,000	92,768,258	108,721,163	15,952,905
Miscellaneous	344,337	344,337	(2,666,728)	(3,011,065)
Total Revenues	<u>123,320,499</u>	<u>161,195,947</u>	<u>183,472,827</u>	<u>22,276,880</u>
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction	-	4,027,962	4,027,962	-
Fixed Capital Outlay:				
Other Capital Outlay	-	1,211,884	1,211,884	-
Facilities Acquisition and Construction	197,227,355	238,607,162	25,143,648	213,463,514
Total Expenditures	<u>197,227,355</u>	<u>243,847,008</u>	<u>30,383,494</u>	<u>213,463,514</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(73,906,856)</u>	<u>(82,651,061)</u>	<u>153,089,333</u>	<u>235,740,394</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the Sale of Capital Assets	-	10,000	10,000	-
Transfers Out	(29,650,942)	(30,980,965)	(30,973,496)	7,469
Total Other Financing Sources (Uses)	<u>(29,650,942)</u>	<u>(30,970,965)</u>	<u>(30,963,496)</u>	<u>7,469</u>
Net Change in Fund Balances	<u>(103,557,798)</u>	<u>(113,622,026)</u>	<u>122,125,837</u>	<u>235,747,863</u>
Fund Balances, July 1, 2021	353,253,324	353,253,324	353,253,324	-
Fund Balances, June 30, 2022	<u>\$ 249,695,526</u>	<u>\$ 239,631,298</u>	<u>\$ 475,379,161</u>	<u>\$ 235,747,863</u>

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INTERNAL SERVICE FUNDS



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

Self-Insurance Trust Fund — To account for the financial activities of the District's self-insured employee health and life insurance programs.

Casualty Insurance Loss Fund — To account for the financial activities of the District's self-insured property, casualty, liability, and workers' compensation programs.

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2022

	Self-Insurance Trust Fund	Casualty Insurance Loss Fund	Total Internal Service Funds
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 14,613,968	\$ 663,809	\$ 15,277,777
Investments	8,291	-	8,291
Accounts Receivable	1,715,960	-	1,715,960
Prepaid Items	-	2,336,392	2,336,392
Total Current Assets	<u>16,338,219</u>	<u>3,000,201</u>	<u>19,338,420</u>
Noncurrent Assets:			
Capital Assets:			
Construction in Progress	12,935	-	12,935
Buildings and Fixed Equipment, Net	3,037,013	-	3,037,013
Furniture, Fixtures and Equipment, Net	72,762	-	72,762
Total Noncurrent Assets	<u>3,122,710</u>	<u>-</u>	<u>3,122,710</u>
Total Assets	<u>19,460,929</u>	<u>3,000,201</u>	<u>22,461,130</u>
LIABILITIES			
Current Liabilities:			
Estimated Insurance Claims Payable	5,577,000	1,118,640	6,695,640
Total Liabilities	<u>5,577,000</u>	<u>1,118,640</u>	<u>6,695,640</u>
NET POSITION			
Investment in Capital Assets	3,122,710	-	3,122,710
Unrestricted	10,761,219	1,881,561	12,642,780
Total Net Position	<u>\$ 13,883,929</u>	<u>\$ 1,881,561</u>	<u>\$ 15,765,490</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2022

	Self-Insurance Trust Fund	Casualty Insurance Loss Fund	Total Internal Service Funds
OPERATING REVENUES			
Premium Revenues	\$ 56,964,682	\$ 7,504,367	\$ 64,469,049
Total Operating Revenues	<u>56,964,682</u>	<u>7,504,367</u>	<u>64,469,049</u>
OPERATING EXPENSES			
Purchased Services	11,602,768	3,596,610	15,199,378
Materials and Supplies	483,169	-	483,169
Capital Outlay	6,436	-	6,436
Insurance Claims	48,573,407	4,134,797	52,708,204
Depreciation/Amortization Expense	94,634	-	94,634
Total Operating Expenses	<u>60,760,414</u>	<u>7,731,407</u>	<u>68,491,821</u>
Operating Income (loss)	<u>(3,795,732)</u>	<u>(227,040)</u>	<u>(4,022,772)</u>
NONOPERATING REVENUES			
Interest Revenue	(292)	-	(292)
Miscellaneous Local Sources	1,575	-	1,575
Loss on Disposition of Assets	(320)	-	(320)
Total Nonoperating Revenues	<u>963</u>	<u>-</u>	<u>963</u>
Transfers In	3,000,000	-	3,000,000
Change In Net Position	(794,769)	(227,040)	(1,021,809)
Net Position - July 1, 2021	14,678,698	2,108,601	16,787,299
Net Position - June 30, 2022	<u>\$ 13,883,929</u>	<u>\$ 1,881,561</u>	<u>\$ 15,765,490</u>

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2022**

	Self-Insurance Trust Fund	Casualty Insurance Loss Fund	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Board Funds and Participants	\$ 56,600,401	\$ 7,258,794	\$ 63,859,195
Payments for Insurance Claims	(12,451,923)	(3,596,610)	(16,048,533)
Cash Payments to Vendors for Goods and Services	(48,072,407)	(4,016,186)	(52,088,593)
Net Cash Provided/(Used) by Operating Activities	<u>(3,923,929)</u>	<u>(354,002)</u>	<u>(4,277,931)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers from Other Funds	3,000,000	-	3,000,000
Net Cash Provided by Noncapital Financing Activities	<u>3,000,000</u>	<u>-</u>	<u>3,000,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and Construction of Capital Assets	(19,935)	-	(19,935)
Net Cash Used by Capital and Related Financing Activities	<u>(19,935)</u>	<u>-</u>	<u>(19,935)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Sale of Investments	1,861	-	1,861
Interest	(292)	-	(292)
Net Cash Provided by Investing Activities	<u>1,569</u>	<u>-</u>	<u>1,569</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	(942,295)	(354,002)	(1,296,297)
Cash and Cash Equivalents - Beginning	15,556,263	1,017,811	16,574,074
Cash and Cash Equivalents - Ending	<u>\$ 14,613,968</u>	<u>\$ 663,809</u>	<u>\$ 15,277,777</u>
Reconciliation of Operating Gain/(Loss) to Net Cash Provided by/(Used by) Operating Activities:			
Operating Income/(Loss)	\$ (3,795,732)	\$ (227,040)	\$ (4,022,772)
Adjustments to Reconcile Operating Gain/(Loss) to Net Cash Provided by/(Used by) Operating Activities:			
Depreciation	94,634	-	94,634
Changes in Assets and Liabilities:			
(Increase)/Decrease in Accounts Receivable	(364,281)	-	(364,281)
(Increase)/Decrease in Prepaid Items	-	(245,573)	(245,573)
Increase/(Decrease) in Accounts Payable	(359,550)	-	(359,550)
Increase/(Decrease) in Estimated Insurance Claims Payable	501,000	118,611	619,611
Total Adjustments	<u>(128,197)</u>	<u>(126,962)</u>	<u>(255,159)</u>
Net Cash Provided/(Used) by Operating Activities	<u>\$ (3,923,929)</u>	<u>\$ (354,002)</u>	<u>\$ (4,277,931)</u>

NONMAJOR DISCRETELY PRESENTED COMPONENT UNITS



The component units columns in the basic financial statements include the financial data of the District's nonmajor discretely presented component units.

The Foundation for Osceola Education, Inc. (Foundation), is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to provide charitable and educational aid to the Board, to promote education, and to encourage research, learning, and dissemination of information. Additionally, the Foundation entered into three separate charter agreements with the District to operate Bellalago Charter Academy, Canoe Creek Charter Academy, and PM Wells Charter Academy, which are considered divisions of the Foundation and are included in the Foundation's financial statements. Because of the nature and significance of its relationship with the District, the Foundation is considered a component unit.

The Bellalago Educational Facilities Benefit District and the Flora Ridge Educational Facilities Benefit District (Benefit Districts) are separate districts organized pursuant to Chapter 125, Florida Statutes, and Section 1013.355, Florida Statutes, to provide for the timely construction and maintenance of school facilities. The Benefit Districts are an alternate mechanism that allows for the sharing of educational facilities costs that are necessary to accommodate new growth and development. The Benefit Districts have imposed a specific financial burden on the Osceola County School District and are considered fiscally dependent in accordance with the criteria described in Governmental Accounting Standards Board *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600.

American Classical Charter Academy, BridgePrep Academy of Osceola, BridgePrep Academy of Saint Cloud, Creative Inspiration Journey School, Florida Cyber Charter Academy at Osceola, Four Corners Charter School, Inc., Four Corners Upper School, Lincoln-Marti Charter Schools, Inc., Main Street High School, Mater Academy Preparatory High School, Mater Academy St. Cloud, Mater Brighton Lakes Academy, Mater Palms Academy, New Dimensions High School, Inc., Osceola Science Charter School, Renaissance Charter School at Boggy Creek, Renaissance Charter School at Poinciana, Renaissance Charter School at Tapestry, Sports Leadership Arts Management, St. Cloud Preparatory Academy, Inc., UCP Osceola Charter School, Victory Charter School, and Victory Charter School K-5 are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not for Profit Corporation Act; and Section 1002.33, Florida Statutes. The charter schools operate under a charter approved by their sponsor, the Osceola County District School Board. The charter schools are considered to be component units of the District because the District is financially accountable for the charter schools as the District established the charter schools by approval of the charter, which is tantamount to the initial appointment of the charter schools, and there is the potential for the charter schools to impose specific financial burdens on the District. In addition, pursuant to the Florida Constitution, the charter schools are public schools and the District is responsible for the operation, control, and supervision of public schools within the District.

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF NET POSITION
COMBINING STATEMENT OF COMPONENT UNITS
June 30, 2022

	American Classical Charter Academy	Bellalago Educational Facilities Benefit District	BridgePrep Academy of Osceola	BridgePrep Academy of St Cloud	Creative Inspiration Journey School	Flora Ridge Educational Facilities Benefit District	Florida Cyber Charter Academy at Osceola	The Foundation for Osceola Education, Inc.	Four Corners Charter School, Inc.	Four Corners Upper School	Lincoln-Marti Charter Schools, Inc.	Main Street High School
ASSETS												
Cash and Cash Equivalents	\$ 128,269	\$ 2,625,728	\$ 458,707	\$ 151,984	\$ 5,262,637	\$ 651,660	\$ 381,077	\$ 5,494,279	\$ 5,625,295	\$ 2,013,810	\$ 1,124,975	\$ 50,855
Investments	-	-	-	-	-	-	-	4,959,915	-	-	-	496,469
Accounts Receivable	-	802,745	-	6,965	34,290	6,107	-	4,032	40,308	14,564	-	7,060
Deposits	-	-	19,734	20,000	-	-	-	28,082	5,398	2,947	-	31,872
Due from Other Agencies	18,421	705,183	64,358	136,973	55,105	-	78,219	981,082	412,893	194,430	-	71,823
Due from Management Company	-	-	-	-	-	-	-	206,392	607,165	-	-	35,543
Prepaid Items	22,564	-	-	-	-	-	30,077	24,854	80,740	23,091	-	4,148
Restricted Assets:												
Beneficial Interest in Assets Held by Others	-	-	-	-	-	-	-	550,519	-	-	-	-
Capital Assets:												
Land	-	1,010,800	-	-	1,812,244	-	-	238,220	-	-	-	-
Construction in Progress	-	-	-	-	1,202,625	-	-	-	-	-	-	-
Land Improvements, Nondepreciable	-	9,828	-	-	-	-	-	-	-	-	-	-
Improvements Other Than Buildings, Net	-	102,700	-	-	102,261	-	-	4,152,686	380,090	13,533	-	25,241
Buildings and Fixed Equipment, Net	-	15,306,929	163,394	-	10,465,497	-	-	242,995	456,431	-	-	-
Furniture, Fixtures and Equipment, Net	46,352	-	111,212	34,673	41,756	-	-	214,389	415,616	62,569	57,090	19,829
Lease Asset, Net	58,744	-	15,927,951	15,624,793	-	-	-	31,964	3,111,218	14,835,996	334,695	4,531,350
Motor Vehicles, Net	-	-	-	-	-	-	-	-	-	-	-	-
Audio Visual Materials and Computer Software, Net	-	-	-	132,696	-	-	-	101,792	16,512	311,511	-	-
Total Assets	274,350	20,563,913	16,745,356	16,108,084	18,976,415	657,767	489,373	17,231,201	11,151,666	17,472,451	1,516,760	5,274,190
DEFERRED OUTFLOWS OF RESOURCES												
Net Carrying Amount of Debt Refunding	-	-	-	-	-	61,558	-	-	-	-	-	-
Pension	-	-	-	-	-	-	-	1,658,705	-	-	-	-
	-	-	-	-	-	61,558	-	1,658,705	-	-	-	-
LIABILITIES												
Salaries and Benefits Payable	\$ 134,488	\$ -	\$ 379,609	\$ 220,941	\$ 230,602	\$ -	\$ -	\$ -	\$ 782,515	\$ 359,216	\$ -	\$ -
Accounts Payable	483,102	750	57,429	254,895	164,926	-	489,373	23,793	171,731	98,148	19,315	47,107
Accrued Expenses	-	294,877	-	20,500	-	-	-	556,404	-	-	-	11,718
Due to Other Agencies	-	-	-	-	-	-	-	1,712,837	-	9,928	6,821	-
Due to Management Company	-	-	-	-	-	-	-	78,679	-	310,265	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-	-	-	-
Accrued Interest Payable	-	-	-	-	-	-	100,440	-	-	-	521	-
Other Liabilities	-	-	-	-	-	-	-	542,853	-	-	-	-
Long-Term Liabilities:												
Portion Due Within One Year:												
Notes Payable	721,826	-	127,972	60,809	-	-	-	-	-	-	-	-
Loan Payable	-	-	-	144,023	1,272	-	-	3,603	-	75,000	-	-
Obligations Under Capital Leases	-	-	240,189	-	-	-	-	6,871	1,036,883	350,000	74,746	140,788
Bonds Payable	-	1,040,000	-	-	-	220,000	-	385,000	-	-	-	-
Compensated Absences	-	-	-	-	-	-	-	-	-	31,753	-	-
Portion Due After One Year:												
Notes Payable	236,005	-	72,521	93,791	-	-	-	-	-	-	-	-
Obligations Under Capital Leases	-	-	16,275,381	16,186,836	-	-	-	25,093	-	17,126,406	257,926	4,635,979
Loan Payable	-	-	-	630,977	-	-	-	146,397	2,074,335	81,250	-	-
Bonds Payable	-	15,267,525	-	-	18,818,972	5,929,305	-	4,245,313	-	-	-	-
Compensated Absences	-	-	-	-	-	-	-	-	-	10,584	-	-
Pension Liability	-	-	-	-	-	-	-	3,104,829	-	-	-	-
Deferred Revenue	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	1,575,421	16,603,152	17,153,101	17,612,772	19,215,772	6,249,745	489,373	10,831,672	4,065,464	18,453,071	358,808	4,835,592
DEFERRED INFLOWS OF RESOURCES												
Deferred Revenue	-	-	-	-	-	-	-	251,136	-	-	-	-
Deferred Amount on Debt Refunding	-	371,822	-	-	-	-	-	121,825	-	-	-	-
Pension	-	-	-	-	-	-	-	3,190,073	-	-	-	-
Total Deferred Inflows of Resources	-	371,822	-	-	-	-	-	3,563,034	-	-	-	-
NET POSITION												
Net Investment in Capital Assets	105,096	(249,490)	(513,506)	(549,274)	(5,194,589)	-	-	169,769	1,268,649	(2,252,797)	59,113	(200,347)
Restricted For:												
Debt Service	-	572,683	-	-	1,346,883	-	-	1,192,438	-	-	-	-
Capital Projects	-	705,183	-	-	2,570,171	-	-	763,949	-	-	-	-
Other Purposes	-	-	-	-	-	-	-	1,308,477	-	123,891	-	-
Unrestricted	(1,406,167)	2,560,163	105,761	(955,414)	1,038,178	(5,530,420)	-	1,060,567	5,817,553	1,148,286	1,098,839	638,945
Total Net Position	\$ (1,301,071)	\$ 3,588,939	\$ (407,745)	\$ (1,504,688)	\$ (239,357)	\$ (5,530,420)	\$ -	\$ 4,495,200	\$ 7,086,202	\$ (980,620)	\$ 1,157,952	\$ 438,598

Mater Academy Preparatory High School	Mater Academy St. Cloud	Mater Brighton Lakes Academy	Mater Palms Academy	New Dimensions High School, Inc.	Osceola Science Charter School	Renaissance Charter School at Bogy Creek	Renaissance Charter School at Poinciana	Renaissance Charter School at Tapestry	Sports Leadership Arts Management	St Cloud Preparatory Academy, Inc.	UCP Osceola Charter School	Victory Charter School KS	Victory Charter School	Total Component Units
\$ 22,583	\$ 499,868	\$ 143,999	\$ 304,447	\$ 2,209,974	\$ 2,568,713	\$ 1,143,728	\$ 2,202,317	\$ 3,062,829	\$ 164,239	\$ 42,699	\$ -	\$ 122,450	\$ 155,952	\$ 36,613,074
71,000	660,000	165,000	653,000	-	-	1,942	-	-	130,000	-	-	-	-	7,137,326
-	-	-	-	29,297	2,040	24,706	7,447	7,044	-	18,626	18,598	-	119,726	1,143,555
1,743	14,100	47,164	13,900	8,771	-	45,921	43,768	23,030	-	-	-	-	14,635	321,065
617,598	71,844	224,568	256,519	-	399,153	44,998	131,836	271,480	9,363	-	5,479,456	218,507	311,657	10,755,466
90,000	250,000	200,000	-	-	-	-	-	-	-	-	-	-	-	1,389,100
34,674	118,492	88,253	81,538	-	43,236	11,379	-	147,449	31,670	-	-	16,005	-	758,170
-	-	-	-	-	-	1,397,736	-	-	-	-	-	-	-	1,948,255
-	-	-	-	275,000	-	-	-	-	-	-	-	-	-	3,336,264
-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,202,625
-	-	-	-	-	-	-	-	-	-	-	-	-	-	9,828
48,188	-	68,462	-	215,607	-	6,864	146,173	183,134	-	-	-	-	-	5,444,939
-	-	-	16,955	4,919,622	-	17,496,601	-	-	-	-	-	-	10,400	49,078,824
498,638	401,459	512,139	164,667	1,003	117,746	118,835	357,183	169,769	189,425	-	48,721	-	493,219	4,076,290
14,564,777	7,152,385	18,226,428	10,380,881	-	35,767,556	3,603,063	11,421,493	14,943,342	1,546,298	-	-	21,020,429	-	193,083,363
150,055	153,184	101,506	-	20,597	-	-	-	-	-	-	-	-	-	425,342
146,538	4,038	-	32,648	87,583	-	69,369	21,298	144,512	139,655	-	-	-	-	1,208,152
16,245,794	9,325,370	19,777,519	11,904,555	7,767,454	38,898,444	23,965,142	14,331,515	18,952,589	2,210,650	61,325	5,546,775	21,377,391	1,105,589	317,931,638
-	-	-	-	-	-	-	-	510,504	-	-	-	-	-	572,062
-	-	-	-	387,356	-	-	-	-	-	-	-	-	-	2,046,061
-	-	-	-	387,356	-	-	-	510,504	-	-	-	-	-	2,618,123
\$ 68,186	\$ 76,966	\$ 238,192	\$ 189,847	\$ 230,093	\$ 216,973	\$ 274,229	\$ 395,807	\$ 596,013	\$ 41,908	\$ 117,227	\$ -	\$ 63,811	\$ 152,029	\$ 4,768,652
255,395	440,277	192,239	236,611	-	101,861	33,305	18,687	113,559	127,814	9,418	138,755	144,878	22,743	3,646,111
-	-	-	-	-	-	-	-	-	-	-	-	-	-	883,499
-	-	-	520,000	-	-	-	-	6,198	-	-	-	-	-	2,255,784
-	-	-	-	-	-	777,719	685,126	138,316	295,000	-	-	-	-	2,285,105
-	-	21,941	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	80,579	-	-	-	-	-	-	-	181,540
-	-	-	-	-	-	-	-	-	-	-	-	57,937	-	600,790
-	1,213,135	500,000	125,631	113,599	-	-	-	-	46,417	27,500	-	-	146,250	3,083,139
-	-	-	-	-	-	-	-	-	-	-	-	-	-	223,898
175,866	312,136	215,729	487,375	-	190,170	-	193,108	365,000	258,922	-	-	90,457	-	4,138,240
-	-	-	-	-	-	368,321	-	-	-	-	-	-	-	2,013,321
-	-	-	-	-	-	27,782	22,605	39,541	-	-	-	-	-	121,681
-	97,845	-	10,325	3,215,829	-	-	-	-	-	-	-	-	117,500	3,843,816
15,136,699	7,155,778	18,567,683	10,141,974	-	35,577,386	3,774,979	13,870,895	17,442,948	1,295,242	-	-	21,100,403	-	198,571,608
600,000	-	-	-	-	-	-	-	-	-	-	-	-	-	3,532,959
-	-	-	-	-	-	20,907,806	-	-	-	-	-	-	-	65,168,921
-	-	-	-	-	-	9,260	7,535	13,180	-	-	-	-	-	40,559
-	-	-	-	779,835	-	-	-	-	-	-	-	-	-	3,884,664
16,236,146	9,296,137	19,735,784	11,711,763	4,339,356	36,086,390	26,253,980	15,193,763	18,714,755	2,065,303	154,145	138,755	21,457,486	438,522	299,266,228
-	-	-	-	-	-	-	-	-	-	-	-	-	-	251,136
-	-	-	-	-	-	-	-	-	-	-	-	-	-	493,647
-	-	-	-	835,693	-	-	-	-	-	-	-	-	-	4,025,766
-	-	-	-	835,693	-	-	-	-	-	-	-	-	-	4,770,549
711,156	52,834	62,162	-	2,189,984	117,746	(2,358,638)	(1,607,352)	(2,367,191)	274,797	-	-	(170,431)	417,369	(10,034,540)
-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,112,004
-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,039,303
-	-	-	-	-	-	115,917	50,017	29,657	-	-	-	-	-	1,627,959
(701,508)	(23,601)	(20,427)	192,792	789,777	2,694,308	(46,117)	1,205,591	2,575,368	(129,450)	(92,820)	5,408,020	90,336	249,698	17,768,258
\$ 9,648	\$ 29,233	\$ 41,735	\$ 192,792	\$ 2,979,761	\$ 2,812,054	\$ (2,288,838)	\$ (351,744)	\$ 237,834	\$ 145,347	\$ (92,820)	\$ 5,408,020	\$ (80,095)	\$ 667,067	\$ 16,512,984

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF ACTIVITIES
COMBINING STATEMENT OF COMPONENT UNITS
For the Fiscal Year Ended June 30, 2022

	American Classical Charter Academy	Bellalago Educational Facilities Benefit District	BridgePrep Academy of Osceola	BridgePrep Academy of St Cloud	Creative Inspiration Journey School	Flora Ridge Educational Facilities Benefit District	Florida Cyber Charter Academy at Osceola	The Foundation for Osceola Education, Inc.	Four Corners Charter School, Inc.	Four Corners Upper School	Lincoln-Marti Charter Schools, Inc.	Main Street High School
Component Unit Activities:												
Instruction	\$ 1,769,660	\$ -	\$ 2,826,031	\$ 1,397,874	\$ 1,953,003	\$ -	\$ 2,272,818	\$ 9,145,986	\$ 5,737,404	\$ 4,583,624	\$ 250,760	\$ 499,926
Pupil Personnel Services	46,125	-	51,766	29,852	127,754	-	492,623	-	-	338,006	-	255,946
Instructional Media Services	-	-	-	-	21,520	-	-	-	-	-	-	-
Instruction and Curriculum Development	-	-	-	-	178,465	-	3,047,903	-	-	-	31,784	-
Instructional Staff Training Services	3,200	-	12,941	5,550	-	-	6,838	-	-	30,066	-	-
Instruction Related Technology	16,552	-	-	-	723	-	676,172	-	-	71,074	-	-
Board	267,496	39,271	-	-	43,211	40,331	12,734	-	6,311	20,509	36,499	-
General Administration	-	20,000	615,941	228,553	90,053	6,750	70,421	-	691,403	-	-	231,256
School Administration	260,487	-	597,714	412,730	323,034	-	1,240,035	2,650,689	-	890,625	21,968	-
Facilities Acquisition and Construction	-	563,751	-	-	143,847	-	-	1,038,915	1,171,969	-	-	-
Fiscal Services	33,333	-	7,012	-	162,645	20,000	31	-	20,000	740,312	2,500	524,089
Food Services	12,872	-	16,499	79,369	224,991	-	-	-	-	103	59,404	-
Central Services	-	-	-	-	45,837	-	-	-	-	93,095	19,540	-
Pupil Transportation Services	-	-	-	-	-	-	-	-	-	220,077	-	27,832
Operation of Plant	1,104,533	-	1,121,720	714,591	248,721	-	67,592	2,625,018	-	1,310,073	85,784	758,317
Maintenance of Plant	15,245	-	81,935	127,079	16,156	-	-	-	344,000	270,272	109,855	-
Administrative Technology Services	-	-	-	-	12,080	-	-	-	-	-	-	-
Community Services	10,802	-	2,255	20,164	88,446	-	-	2,580,430	-	184,478	-	-
Interest on Long Term Debt	37,859	711,149	891,610	424,417	1,213,148	248,386	167,242	-	-	1,233,649	5,100	266,726
Unallocated Depreciation/Amortization	21,627	-	-	-	257,455	2,940	-	-	-	-	-	-
Total Expenses	3,599,791	1,334,171	6,225,424	3,440,179	5,151,089	318,407	7,887,167	18,208,280	7,971,087	9,985,963	623,194	2,564,092
Program Revenues												
Charges for Services	3,385	-	12,000	64,404	184,709	-	-	366,579	-	30,075	-	-
Operating Grants and Contributions	40,844	-	493,594	171,231	446,252	-	63,655	3,202,319	-	1,040,969	59,404	106,051
Capital Grants and Contributions	189,046	-	400,450	139,730	259,125	-	-	1,212,883	-	683,019	176	178,248
Net (Expenses) Revenue	(3,366,516)	(1,334,171)	(5,319,380)	(3,064,814)	(4,261,003)	(318,407)	(7,823,512)	(13,426,499)	(7,280,418)	(8,231,900)	(563,614)	(2,279,793)
General Revenues												
Federal	-	-	-	-	-	-	-	-	-	-	-	-
State passed through local school district	2,537,821	-	-	-	3,680,235	-	5,436,463	13,101,000	-	-	510,048	-
Debt forgiveness, from a related party	-	-	-	-	167,880	-	-	446,698	-	-	-	-
Grants and Contributions												
not restricted to specific programs	55,148	2,631,710	4,290,222	1,905,399	6,212	567,479	-	-	7,651,594	8,763,255	3,681	1,870,602
Investment Earnings	-	117	-	-	-	27	-	275	7,484	9,996	-	-
Miscellaneous	90,257	-	231,827	26,960	-	-	2,387,049	598,748	-	79	-	1,505
Special Items	-	-	-	-	274,842	-	-	-	-	-	100,000	-
Total General Revenues and Special Items	2,683,226	2,631,827	4,522,049	1,932,359	4,129,169	567,506	7,823,512	14,146,721	7,659,078	8,773,330	613,729	1,872,107
Change in Net Position	(683,290)	1,297,656	(797,331)	(1,132,455)	(131,834)	249,099	-	720,222	378,660	541,430	50,115	(407,686)
Net Position - beginning	(617,781)	2,291,283	389,586	-	(107,523)	(5,779,519)	-	4,062,193	6,707,542	(1,522,050)	1,064,640	961,009
Adjustments to Beginning Net Position	-	-	-	(372,233)	-	-	-	(287,215)	-	-	43,197	(114,725)
Net Position - beginning	(617,781)	2,291,283	389,586	(372,233)	(107,523)	(5,779,519)	-	3,774,978	6,707,542	(1,522,050)	1,107,837	846,284
Net Position - ending	\$ (1,301,071)	\$ 3,588,939	\$ (407,745)	\$ (1,504,688)	\$ (239,357)	\$ (5,530,420)	\$ -	\$ 4,495,200	\$ 7,086,202	\$ (980,620)	\$ 1,157,952	\$ 438,598

Mater Academy Preparatory High School	Mater Academy St. Cloud	Mater Brighton Lakes Academy	Mater Palms Academy	New Dimensions High School, Inc.	Osceola Science Charter School	Renaissance Charter School at Bogy Creek	Renaissance Charter School at Poinciana	Renaissance Charter School at Tapestry	Sports Leadership Arts Management	St Cloud Preparatory Academy, Inc.	UCP Osceola Charter School	Victory Charter School KS	Victory Charter School	Total Component Units
\$ 1,634,098	\$ 1,720,193	\$ 4,902,916	\$ 4,061,737	\$ 2,226,576	\$ 4,334,092	\$ 2,564,969	\$ 3,626,039	\$ 5,513,877	\$ 815,252	\$ 2,271,044	\$ 2,161,023	\$ 1,436,485	\$ 2,800,128	\$ 70,505,515
13,068	33,559	53,885	63,015	-	57,059	270,488	746,798	756,768	26,105	40,496	11,253	4,360	47,742	3,466,668
-	-	-	-	-	-	62,308	-	-	-	-	-	-	-	12,177
-	-	-	-	-	-	230,743	-	1,003	8,492	3,152	-	3,189	50,884	3,555,615
1,500	14,227	19,294	7,917	-	3,931	4,194	57,630	19,289	10,969	-	1,800	9,131	17,069	225,546
-	-	-	-	-	-	10,255	142,463	77,029	162,429	-	-	-	2,460	1,159,157
24,018	32,462	87,785	41,840	-	7,500	22,087	31,296	16,749	12,845	46,946	-	26,500	12,645	829,035
-	-	-	-	36,901	98,933	-	-	-	48,643	213,803	57,899	41,040	244,596	2,696,192
379,824	509,231	1,291,897	607,630	490,365	869,212	452,379	610,821	961,611	381,919	678,872	663,599	292,440	633,365	15,220,447
-	-	-	-	225,915	-	-	-	-	-	-	-	-	-	3,144,397
46,875	58,425	175,425	129,150	-	149,836	22,746	602,087	1,846,006	20,700	17,821	205,975	206,738	530,813	5,522,519
170,234	26,968	641,299	346,317	-	-	695	26,784	30	106,460	156,960	-	-	-	1,868,985
105,304	96,141	243,709	254,499	-	35,170	93,501	152,942	20,278	60,869	5,274	226,806	92,281	89,496	1,634,742
436	121,129	50,983	136,575	130,912	-	215,038	56,305	-	120,577	1,175	-	317,338	225,486	1,623,863
743,625	865,766	1,981,542	1,435,178	101,615	540,232	1,207,010	1,176,133	1,333,539	409,787	767,856	440,470	1,347,133	1,198,572	21,584,807
9,808	62,405	229,743	216,641	182,103	103,748	234,069	194,883	237,567	25,304	71,748	89,149	31,381	99,032	2,752,123
19,638	37,579	66,828	66,348	-	97,632	-	-	-	-	18,049	8,495	35,956	61,724	424,329
26,858	104,120	211,038	185,497	-	209,256	110,261	104,163	168,312	27,904	123,094	-	1,545	-	4,158,623
757,100	392,761	955,957	358,828	149,570	1,075,570	1,197,342	822,704	1,250,317	86,597	-	-	-	-	12,446,032
-	-	-	-	-	222,968	-	-	-	-	-	17,741	-	-	522,731
3,932,386	4,074,966	10,912,301	8,111,172	3,543,957	8,108,445	6,539,562	8,286,617	12,295,264	2,047,471	4,365,790	4,041,170	3,845,517	6,026,189	153,439,651
51,697	116,119	195,191	236,822	24,000	-	78,605	103,824	203,270	21,399	128,650	-	913,351	-	2,734,080
1,429,986	74,221	1,181,496	750,508	241,200	622,642	446,280	762,836	720,843	157,358	97,646	-	306,442	746,255	13,162,032
187,207	257,300	840,284	673,587	406,974	536,086	385,761	620,225	749,711	72,969	112,078	-	195,766	422,018	9,213,312
(2,263,496)	(3,627,326)	(8,695,330)	(6,450,255)	(2,871,783)	(6,949,717)	(5,628,916)	(6,799,732)	(10,621,440)	(1,795,745)	(4,027,416)	(4,041,170)	(2,429,958)	(4,857,916)	(128,330,227)
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	3,138,444	7,261,537	-	-	-	-	2,926,439	4,404,920	-	-	42,996,907
-	-	-	-	-	-	-	-	-	117,650	964,400	-	-	-	1,696,628
2,150,597	2,788,922	8,246,344	6,035,850	-	-	5,437,377	6,651,340	10,125,891	984,600	-	98,301	2,196,850	4,601,616	77,062,990
-	-	-	66,502	86	-	2,170	41,816	17,700	-	-	-	-	-	146,173
94,139	808,522	408,590	-	-	-	191,550	1,109	-	694,886	439,396	-	48,945	825,107	6,848,669
-	-	-	-	-	-	514,357	-	-	-	-	-	-	-	889,199
2,244,736	3,597,444	8,654,934	6,102,352	3,138,530	7,967,444	5,440,636	6,693,156	10,143,591	1,797,136	4,330,235	4,503,221	2,245,795	5,426,723	129,640,566
(18,760)	(29,882)	(40,390)	(347,903)	266,747	1,017,727	(188,260)	(106,570)	(477,849)	1,391	302,819	462,051	(184,163)	568,807	1,310,339
28,408	59,115	82,131	540,695	2,713,014	1,794,327	(2,001,974)	(245,168)	715,683	143,956	(395,639)	4,945,969	104,068	98,260	16,032,225
-	-	-	-	-	-	(98,604)	-	-	-	-	-	-	-	(829,580)
28,408	59,115	82,131	540,695	2,713,014	1,794,327	(2,100,578)	(245,168)	715,683	143,956	(395,639)	4,945,969	104,068	98,260	15,202,645
\$ 9,648	\$ 29,233	\$ 41,735	\$ 192,792	\$ 2,979,761	\$ 2,812,054	\$ (2,288,838)	\$ (351,744)	\$ 237,834	\$ 145,347	\$ (92,820)	\$ 5,408,020	\$ (80,095)	\$ 667,067	\$ 16,512,984

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STATISTICAL SECTION



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Introduction to the Statistical Section

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Schedule 1	Net Position by Component-Primary Government
Schedule 2	Changes in Net Position-Primary Government
Schedule 3	General Revenues and Total Changes in Net Position
Schedule 4	Fund Balances, Governmental Funds
Schedule 5	Governmental Funds Revenues
Schedule 6	Governmental Funds Expenditures and Debt Service Ratio
Schedule 7	Other Financing Sources and Uses and Net Change in Fund Balances- Governmental Funds

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

Schedule 8	Assessed Value and Estimated Actual Value of Taxable Property
Schedule 9	Direct and Overlapping Property Tax Rates
Schedule 10	Principal Osceola County Property Tax Payers
Schedule 11	Property Tax Levies and Collections

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Schedule 12	Outstanding Debt by Type
Schedule 13	Direct and Overlapping Governmental Activities Debt
Schedule 14	Legal Debt Margin Information
Schedule 15	Pledged-Revenue Coverage

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Schedule 16	Demographic and Economic Statistics
Schedule 17	Osceola County Principal Employers

Operating Information

These schedules contain service and infrastructure 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.

Schedule 18	Full-time-Equivalent District Employees by Type
Schedule 19	Operating Statistics
Schedule 20	Teacher Salaries
Schedule 21	School Building Information & Unweighted Full Time Equivalent Enrollment Data

Sources: *Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.*

Schedule 1
 District School Board of Osceola County
 Net Position by Component - Primary Government
 Last Ten Fiscal Years
(accrual basis of accounting)
 Unaudited

	For the Fiscal Year ending June 30			
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Governmental Activities				
Net investment in Capital Assets	\$ 477,532,359	\$ 494,470,617	\$ 487,069,988	\$ 484,808,699
Restricted	91,902,083	75,247,973	83,317,955	119,173,058
Unrestricted	<u>16,937,578</u>	<u>(10,626,220)</u>	<u>(171,469,553)</u>	<u>(173,075,853)</u>
Total governmental activities net position	<u>\$ 586,372,020</u>	<u>\$ 559,092,370</u>	<u>\$ 398,918,390</u>	<u>\$ 430,905,904</u>

Source:
 District records

	<u>2017</u>		<u>2018</u>		<u>2019</u>		<u>2020</u>		<u>2021</u>		<u>2022</u>
\$	508,196,302	\$	556,200,796	\$	594,521,122	\$	642,091,911	\$	669,257,845	\$	697,813,675
	148,132,173		170,937,433		240,578,560		308,631,681		414,159,573		559,931,087
	(187,484,019)		(156,403,703)		(162,506,739)		(192,824,401)		(208,431,521)		(200,628,998)
	<u>468,844,456</u>		<u>570,734,526</u>		<u>672,592,943</u>		<u>757,899,191</u>		<u>874,985,897</u>		<u>1,057,115,764</u>

Schedule 2
District School Board of Osceola County
Changes in Net Position - Primary Government
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	For the Fiscal Year ending June 30			
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Primary Government:				
Expenses				
Governmental activities:				
Instruction	\$ 268,705,463	\$ 290,738,409	\$ 287,060,332	\$ 311,639,361
Pupil Personnel Services	21,225,019	22,892,264	22,519,240	23,533,909
Instructional Media Services	4,590,168	4,954,439	4,493,306	4,638,080
Instruction and Curriculum Development Services	13,955,272	16,291,806	15,765,392	16,950,455
Instructional Staff Training Services	8,683,127	9,304,247	8,908,032	8,895,901
Instruction-Related Technology	3,400,004	4,070,147	4,327,747	4,268,253
Board of Education	1,449,083	1,478,064	1,862,188	1,748,662
General Administration	2,223,978	2,494,349	2,255,012	2,760,587
School Administration	22,187,638	23,645,915	22,432,816	23,324,361
Facilities Services	7,301,809	11,431,928	12,186,629	14,914,658
Fiscal Services	2,068,151	2,073,286	1,998,168	1,971,065
Food Services	26,792,335	31,642,638	28,841,287	29,309,705
Central Services	6,854,756	6,828,128	6,771,155	7,564,360
Pupil Transportation Services	22,887,687	24,340,819	23,123,277	22,452,171
Operation of Plant	30,799,393	32,314,289	34,174,683	31,647,174
Maintenance of Plant	7,116,029	8,587,830	7,520,421	8,295,989
Administrative Technology Services	3,920,100	4,012,196	3,889,429	4,071,518
Community Services	4,607,250	4,978,829	5,082,800	5,444,934
Interest on Long-term Debt	15,195,406	11,420,473	14,635,622	12,049,157
Loss on Disposal of Capital Assets	-	-	-	-
Unallocated Depreciation Expense	34,621,488	35,275,678	35,257,897	35,316,748
Total expenses - Primary Government	<u><u>\$ 508,584,156</u></u>	<u><u>\$ 548,775,734</u></u>	<u><u>\$ 543,105,433</u></u>	<u><u>\$ 570,797,048</u></u>
Program Revenues				
Governmental Activities				
Charges for Services				
Instruction	\$ 2,303,121	\$ 2,076,715	\$ 2,339,173	\$ 2,642,876
Food Services	4,791,692	4,291,076	3,678,965	3,390,984
Pupil Transportation Services	589,816	392,314	497,908	646,279
Community Services	2,750,258	2,874,860	2,805,201	2,829,867
Operating Grants and Contributions				
Instruction	-	97,871,733	95,237,159	108,562,019
Food Services	23,618,227	26,203,051	27,460,542	31,689,599
Student Transportation Services	-	-	-	-
Capital Grants and Contributions				
Facilities Acquisition and Construction	584,483	16,532,017	27,067,210	36,043,720
Community Services	-	-	-	-
Interest on Long-term Debt	1,654,690	1,630,218	1,611,974	1,832,828
Total Program Revenues - Primary Government	<u><u>\$ 36,292,287</u></u>	<u><u>\$ 151,871,984</u></u>	<u><u>\$ 160,698,132</u></u>	<u><u>\$ 187,638,172</u></u>
Net (Expense) - Primary Government	<u><u>\$ (472,291,869)</u></u>	<u><u>\$ (396,903,750)</u></u>	<u><u>\$ (382,407,301)</u></u>	<u><u>\$ (383,158,876)</u></u>

Source:
District records

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$	333,153,721	\$ 352,078,958	\$ 386,512,557	\$ 395,651,095	\$ 415,275,745	\$ 410,792,620
	25,245,474	27,161,815	30,655,797	31,286,985	32,494,498	32,961,067
	4,767,568	5,076,970	5,370,748	4,997,342	5,184,681	6,427,101
	18,401,374	19,201,920	21,941,930	22,621,624	24,560,164	24,242,642
	9,279,268	9,928,182	12,595,631	12,407,615	11,884,929	13,536,619
	4,540,916	4,828,689	4,924,091	5,036,599	9,141,686	16,310,549
	1,578,395	1,255,886	1,211,308	1,243,539	1,778,741	5,339,041
	2,851,014	3,089,842	3,260,521	3,462,702	4,154,629	4,059,795
	24,531,728	25,768,790	26,538,432	26,491,620	27,230,029	25,863,321
	12,483,779	17,348,888	21,289,873	34,209,654	29,153,447	26,431,434
	2,068,355	2,310,798	2,391,647	2,292,148	2,530,927	2,163,302
	30,676,116	32,571,028	33,576,252	30,929,431	25,083,377	34,631,424
	7,777,920	8,220,245	8,836,176	9,071,627	12,339,829	11,833,065
	22,826,052	25,326,208	27,235,730	26,247,815	25,686,161	28,096,622
	33,552,679	34,662,229	36,421,063	41,569,779	40,909,210	44,576,013
	8,808,276	9,405,015	10,641,145	10,338,335	10,878,590	10,522,020
	4,442,744	5,007,879	5,755,107	4,523,927	7,783,017	4,941,620
	5,294,861	4,838,607	4,924,520	4,467,594	5,219,173	5,519,122
	15,788,423	9,051,396	9,495,189	8,945,531	8,853,423	8,193,588
	681,916	-	-	-	-	-
	35,026,910	34,635,528	34,896,561	34,151,861	37,187,781	36,757,882
	<u>\$ 603,777,489</u>	<u>\$ 631,768,873</u>	<u>\$ 688,474,278</u>	<u>\$ 709,946,823</u>	<u>\$ 737,330,037</u>	<u>\$ 753,198,847</u>
\$	2,454,403	\$ 2,181,514	\$ 2,424,452	\$ 1,948,570	\$ 1,821,774	\$ 2,801,671
	2,519,613	2,214,598	1,809,646	1,328,966	579,136	668,393
	663,527	904,007	94,448	75,447	20,940	62,578
	2,803,086	3,296,995	3,415,103	2,651,189	1,997,891	2,559,352
	110,127,867	113,634,808	118,869,038	120,658,558	122,573,469	122,853,261
	33,985,232	34,774,560	36,948,188	28,189,494	61,760,344	32,527,382
	-	-	-	-	-	-
	42,941,325	43,917,297	78,912,194	78,197,965	85,268,479	109,573,095
	1,264,597	-	-	-	-	-
	-	942,878	763,389	677,985	645,136	618,842
	<u>\$ 196,759,650</u>	<u>\$ 201,866,657</u>	<u>\$ 243,236,458</u>	<u>\$ 233,728,174</u>	<u>\$ 274,667,169</u>	<u>\$ 271,664,574</u>
\$	<u>(407,017,839)</u>	<u>(429,902,216)</u>	<u>(445,237,820)</u>	<u>(476,218,649)</u>	<u>(462,662,868)</u>	<u>(481,534,273)</u>

Schedule 3
District School Board of Osceola County
General Revenues and Total Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	For the Fiscal Year ending June 30			
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Net (Expense)/Revenue - Primary Government	<u>\$ (472,291,869)</u>	<u>\$ (396,903,750)</u>	<u>\$ (382,407,301)</u>	<u>\$ (383,158,876)</u>
General Revenues and Changes in Net Position				
Taxes:				
Property taxes, levied for operational purposes	\$ 98,493,989	\$ 105,900,393	\$ 111,668,108	\$ 117,462,480
Property taxes, levied for capital projects	25,367,760	26,438,255	28,370,255	30,186,687
Local sales taxes	10,416,923	10,600,770	12,129,743	12,771,275
Impact Fees	12,286,659	-	-	-
Grants and contributions not restricted to specific programs	299,164,318	215,374,466	223,592,024	242,260,027
Investment earnings/(loss)	483,975	1,199,839	1,389,318	3,176,842
Miscellaneous	7,959,969	10,110,377	11,503,406	9,289,079
Total General Revenues - Primary Government	<u>\$ 454,173,593</u>	<u>\$ 369,624,100</u>	<u>\$ 388,652,854</u>	<u>\$ 415,146,390</u>
Changes in Net Position - Primary Government	<u>\$ (18,118,276)</u>	<u>\$ (27,279,650)</u>	<u>\$ 6,245,553</u>	<u>\$ 31,987,514</u>

Source:
District records

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$	<u>(407,017,839)</u>	<u>\$ (429,902,216)</u>	<u>\$ (445,237,820)</u>	<u>\$ (476,218,649)</u>	<u>\$ (462,662,868)</u>	<u>\$ (481,534,273)</u>
\$	117,411,122	\$ 125,285,264	\$ 130,434,603	\$ 140,658,925	\$ 147,611,813	\$ 154,125,199
	32,537,685	34,733,867	39,812,487	44,488,771	48,898,005	52,605,534
	25,010,568	45,404,305	47,849,163	44,396,966	45,489,330	66,335,040
	-	-	-	-	-	-
	259,580,554	277,817,616	304,090,750	308,037,023	318,123,332	384,763,523
	1,060,614	2,339,176	10,499,198	12,624,596	1,345,658	(6,101,476)
	<u>9,355,848</u>	<u>10,200,372</u>	<u>14,410,036</u>	<u>11,318,616</u>	<u>18,281,436</u>	<u>11,936,320</u>
\$	<u>444,956,391</u>	<u>\$ 495,780,600</u>	<u>\$ 547,096,237</u>	<u>\$ 561,524,897</u>	<u>\$ 579,749,574</u>	<u>\$ 663,664,140</u>
\$	<u>37,938,552</u>	<u>\$ 65,878,384</u>	<u>\$ 101,858,417</u>	<u>\$ 85,306,248</u>	<u>\$ 117,086,706</u>	<u>\$ 182,129,867</u>

Schedule 4
District School Board of Osceola County
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

For the Fiscal Year Ending June 30

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
General Fund				
Nonspendable	\$ 1,931,315	\$ 2,077,677	\$ 2,303,278	\$ 2,504,747
Restricted	21,044,012	21,082,476	19,487,714	18,156,321
Assigned	8,688,530	13,375,810	3,303,083	4,844,727
Unassigned	44,389,869	33,702,182	41,368,678	41,010,743
Total General Fund	<u>\$ 76,053,726</u>	<u>\$ 70,238,145</u>	<u>\$ 66,462,753</u>	<u>\$ 66,516,538</u>
All Other Governmental Funds				
Nonspendable	\$ 724,170	\$ -	\$ 974,141	\$ 1,162,356
Restricted	73,637,841	58,179,268	69,347,218	106,161,674
Assigned	1,081,812	1,393,760	-	-
Unassigned	-	-	-	-
Total All Other Governmental Funds	<u>\$ 75,443,823</u>	<u>\$ 59,573,028</u>	<u>\$ 70,321,359</u>	<u>\$ 107,324,030</u>
Total Governmental Funds	<u>\$ 151,497,549</u>	<u>\$ 129,811,173</u>	<u>\$ 136,784,112</u>	<u>\$ 173,840,568</u>

Source:
District records

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 2,714,482	\$ 2,504,820	\$ 2,425,555	\$ 3,175,284	\$ 2,976,253	\$ 3,476,795
18,400,024	15,905,069	15,428,255	20,064,640	24,190,993	27,386,662
4,681,885	5,962,073	6,853,872	4,896,493	6,519,633	4,984,464
<u>41,618,791</u>	<u>44,079,630</u>	<u>44,243,507</u>	<u>49,808,926</u>	<u>55,301,401</u>	<u>51,822,391</u>
<u>\$ 67,415,182</u>	<u>\$ 68,451,592</u>	<u>\$ 68,951,189</u>	<u>\$ 77,945,343</u>	<u>\$ 88,988,280</u>	<u>\$ 87,670,312</u>
\$ 1,205,400	\$ 1,077,716	\$ 763,956	\$ 1,550,526	\$ 668,749	\$ 819,366
222,501,059	235,402,182	260,325,766	295,794,200	450,364,307	581,378,792
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 223,706,459</u>	<u>\$ 236,479,898</u>	<u>\$ 261,089,722</u>	<u>\$ 297,344,726</u>	<u>\$ 451,033,056</u>	<u>\$ 582,198,158</u>
<u>\$ 291,121,641</u>	<u>\$ 304,931,490</u>	<u>\$ 330,040,911</u>	<u>\$ 375,290,069</u>	<u>\$ 540,021,336</u>	<u>\$ 669,868,470</u>

Schedule 5
 District School Board of Osceola County
 Governmental Funds Revenues
 Last Ten Fiscal Years
(modified accrual basis of accounting)
 Unaudited

	For the Fiscal Year Ending June 30			
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Revenues				
Federal direct	\$ 4,390,418	\$ 3,882,342	\$ 4,020,887	\$ 4,245,607
Federal through State	59,529,883	58,990,124	56,918,921	71,723,722
State sources	259,006,088	278,832,947	288,489,943	309,665,209
Local sources	<u>167,952,654</u>	<u>185,384,897</u>	<u>195,797,333</u>	<u>215,536,470</u>
 Total revenues	 <u>\$ 490,879,043</u>	 <u>\$ 527,090,310</u>	 <u>\$ 545,227,084</u>	 <u>\$ 601,171,008</u>

Source:
 District records

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 4,275,783	\$ 3,842,771	\$ 5,584,301	\$ 6,193,236	\$ 5,603,360	\$ 5,181,502
73,692,342	74,144,738	86,565,817	72,413,909	107,163,950	134,298,870
329,266,843	351,551,486	371,198,454	381,106,787	392,461,051	404,485,019
<u>231,140,276</u>	<u>265,935,801</u>	<u>323,938,115</u>	<u>333,289,983</u>	<u>348,327,256</u>	<u>392,434,726</u>
<u>\$ 638,375,244</u>	<u>\$ 695,474,796</u>	<u>\$ 787,286,687</u>	<u>\$ 793,003,915</u>	<u>\$ 853,555,617</u>	<u>\$ 936,400,117</u>

Schedule 6

District School Board of Osceola County
 Governmental Funds Expenditures and Debt Service Ratio
 Last Ten Fiscal Years

(modified accrual basis of accounting)

Unaudited

	For the Fiscal Year Ending June 30			
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Expenditures				
Instruction	\$ 264,220,967	\$ 280,329,535	\$ 287,013,856	\$ 310,555,110
Pupil Personnel Services	20,837,078	21,786,239	22,697,456	23,290,424
Instructional Media Services	4,516,147	4,771,047	4,525,806	4,627,227
Instruction and Curriculum Development Services	13,670,171	15,683,860	15,819,513	16,710,413
Instructional Staff Training Services	8,545,858	9,098,166	9,002,894	8,882,840
Instruction Related Technology	3,319,737	3,917,886	4,286,444	4,238,816
Board of Education	1,445,253	1,466,041	1,872,534	1,745,998
General Administration	2,210,250	2,415,274	2,299,003	2,819,209
School Administration	21,860,841	22,476,668	22,518,181	23,086,838
Facilities Acquisition and Construction	8,908,965	11,181,228	9,881,355	11,243,631
Fiscal Services	2,020,295	1,936,268	2,014,809	2,021,992
Food Services	26,592,821	31,050,012	28,667,778	29,143,693
Central Services	6,780,716	6,541,885	6,770,403	7,466,404
Pupil Transportation Services	19,696,499	20,842,262	20,532,244	19,832,017
Operation of Plant	30,585,170	31,742,175	32,777,540	31,140,563
Maintenance of Plant	7,023,537	8,280,498	7,697,959	8,194,955
Administrative Technology Services	3,844,461	3,815,336	3,902,468	4,099,622
Community Services	1,840,018	4,876,281	5,081,934	5,408,882
Capital outlay:				
Facilities Acquisition and Construction	16,040,556	28,540,227	15,343,982	6,817,643
Charter School Local Capital Improvement	-	-	-	-
Other Capital Outlay	4,009,251	8,600,402	6,176,371	9,798,576
Debt service:				
Principal	16,079,567	16,704,179	17,013,917	18,690,550
Interest and Fiscal Charges	15,353,689	13,924,407	12,862,021	11,797,768
Dues, Fees, and Issuance Costs	-	-	-	-
Total Expenditures	<u>\$ 499,401,847</u>	<u>\$ 549,979,876</u>	<u>\$ 538,758,468</u>	<u>\$ 561,613,171</u>
Debt Service as a Percentage of Noncapital Expenditures	6.56%	5.97%	5.78%	5.59%

Source:

District records

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$	321,579,744	\$ 339,632,764	\$ 371,095,214	\$ 380,420,950	\$ 401,926,413	\$ 420,916,468
	24,058,648	25,392,616	28,910,431	30,195,019	30,919,490	34,227,557
	4,612,307	4,811,090	5,088,937	4,821,553	4,936,980	6,623,920
	17,412,544	17,953,151	20,495,516	21,847,887	23,320,027	25,211,655
	8,843,586	9,367,984	11,974,841	11,957,354	11,355,338	13,978,141
	4,302,167	4,518,485	4,672,795	4,861,790	8,882,610	16,517,840
	1,565,672	1,236,867	1,200,520	1,189,679	1,763,849	5,350,821
	2,793,008	2,984,967	3,125,785	3,318,701	4,080,983	4,113,810
	23,459,783	24,197,009	24,893,749	25,584,213	25,836,108	27,002,054
	12,346,580	16,533,565	21,212,121	31,728,153	14,179,228	27,440,839
	1,925,667	2,140,615	2,216,960	2,211,899	2,411,036	2,254,224
	29,988,376	31,701,034	32,748,883	29,788,939	24,527,080	32,241,671
	7,534,680	7,790,493	8,524,645	8,730,710	11,999,386	12,111,571
	19,772,543	22,217,613	24,117,823	23,060,659	21,980,515	25,692,256
	32,664,336	33,315,337	35,371,798	38,876,991	38,551,657	45,010,177
	8,594,886	8,949,660	10,088,887	9,943,301	10,514,105	10,814,370
	4,255,025	4,766,512	5,544,939	4,357,240	7,593,182	5,091,952
	5,131,035	4,650,056	4,773,796	4,295,743	5,078,758	5,643,229
	40,287,143	70,625,077	91,447,376	66,843,723	77,773,443	41,664,943
	-	624,570	-	404,992	-	-
	3,663,657	13,010,289	13,157,293	12,109,706	4,522,969	3,718,943
	19,066,296	16,501,060	21,331,584	21,981,361	22,700,211	29,963,886
	12,177,869	10,350,671	10,052,163	9,678,533	9,120,262	8,265,297
	-	-	-	-	166,565	227,097
<u>\$</u>	<u>606,035,552</u>	<u>\$ 673,271,485</u>	<u>\$ 752,046,056</u>	<u>\$ 748,209,096</u>	<u>\$ 764,140,195</u>	<u>\$ 804,082,721</u>
	5.56%	4.55%	4.85%	4.73%	4.59%	5.07%

Schedule 7
 District School Board of Osceola County
 Other Financing Sources and Uses and Net Change in Fund Balances
 Governmental Funds
 Last Ten Fiscal Years
(modified accrual basis of accounting)
 Unaudited

	For the Fiscal Year Ending June 30				
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Excess of revenues over (under) expenditures	<u>\$ (8,522,804)</u>	<u>\$ (22,889,566)</u>	<u>\$ 6,468,616</u>	<u>\$ 39,557,837</u>	<u>\$ 32,339,692</u>
Other Financing Sources	76,326,708	40,663,038	51,703,245	71,455,987	199,528,943
Other Financing Uses	<u>75,750,149</u>	<u>39,459,848</u>	<u>51,198,924</u>	<u>73,957,368</u>	<u>114,587,563</u>
Net change in fund balances	<u><u>\$ (7,946,245)</u></u>	<u><u>\$ (21,686,376)</u></u>	<u><u>\$ 6,972,937</u></u>	<u><u>\$ 37,056,456</u></u>	<u><u>\$ 117,281,072</u></u>

Source:
 District records

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<u>\$ 22,203,311</u>	<u>\$ 35,240,631</u>	<u>\$ 44,794,819</u>	<u>\$ 89,415,422</u>	<u>\$ 132,317,397</u>
28,222,915	46,079,352	58,376,700	122,260,561	76,460,427
<u>36,616,377</u>	<u>56,210,562</u>	<u>57,922,361</u>	<u>46,944,719</u>	<u>78,930,690</u>
<u><u>\$ 13,809,849</u></u>	<u><u>\$ 25,109,421</u></u>	<u><u>\$ 45,249,158</u></u>	<u><u>\$ 164,731,264</u></u>	<u><u>\$ 129,847,134</u></u>

Schedule 8
District School Board of Osceola County
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years (In thousands)
Unaudited

Fiscal Year	Real Property		Personal Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2012	\$ 15,288,985	\$ 15,942,633	\$ 1,356,605	\$ 1,414,604
2013	15,075,763	15,970,088	1,387,049	1,469,332
2014	15,668,183	16,739,512	1,403,246	1,499,194
2015	18,141,220	19,035,908	1,371,038	1,438,655
2016	19,637,295	21,579,445	1,362,727	1,497,502
2017	21,532,969	23,228,661	1,423,844	1,535,970
2018	23,825,533	25,813,145	1,542,600	1,671,289
2019	26,769,110	28,417,314	1,633,570	1,734,151
2020	29,745,311	31,410,043	1,646,343	1,738,483
2021	32,467,101	47,295,622	1,635,341	3,293,290

Notes: Centrally assessed property consists of railroads and other systems which are assessed by the State of Florida.

2022 information not available

⁽¹⁾ Per \$1,000 of assessed value

Source: Osceola County Comprehensive Annual Financial Report, FYE 9/30/21, Schedule 5

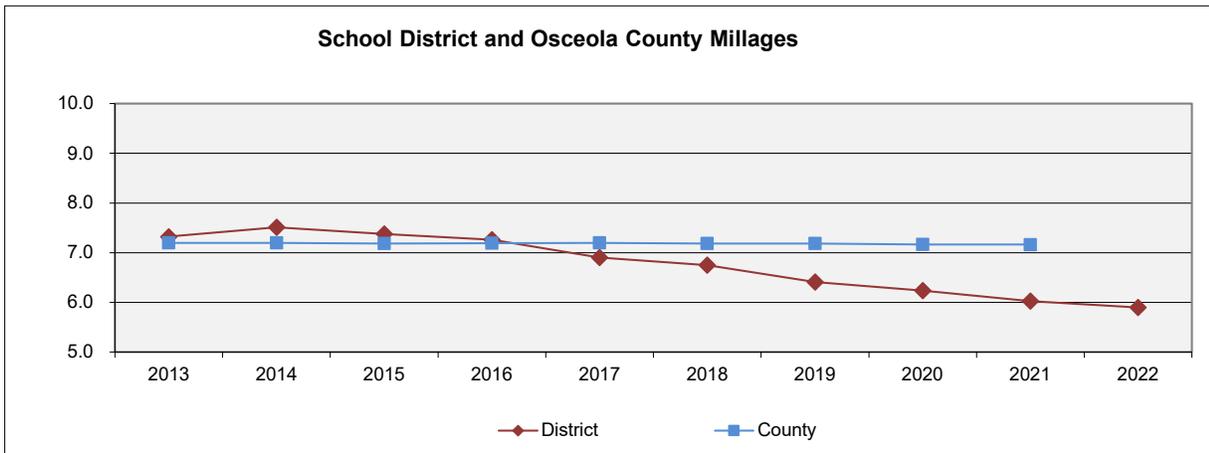
Centrally Assessed Property		Total		Total Direct Rate ⁽¹⁾
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
\$ 4,083	\$ 4,258	\$ 16,649,673	\$ 17,361,495	7.577
4,184	4,432	16,466,996	17,443,852	7.323
4,365	4,663	17,075,794	18,243,369	7.509
4,493	4,715	19,516,751	20,479,278	7.375
4,767	5,238	21,004,789	23,082,185	7.261
4,630	4,995	22,961,443	24,769,626	6.905
4,821	5,223	25,372,954	27,489,657	6.749
4,801	5,097	28,407,481	30,156,562	6.411
5,422	5,725	31,397,076	33,154,251	6.240
5,630	6,391	34,108,072	50,595,303	6.026

Schedule 9
 District School Board of Osceola County
 Direct and Overlapping Property Tax Rates
 Last Ten Levy Years
(rate per \$1,000 of assessed value)
 Unaudited

Levy Year	District Direct Rates						Overlapping Rates
	Required Local Effort	Capital Outlay	Basic Discretionary	Prior Period Funding Adjustment	Supplemental Discretionary	Total Direct	Osceola County
2013	5.075	1.500	0.748	-	-	7.323	7.197
2014	5.261	1.500	0.748	-	-	7.509	7.196
2015	5.127	1.500	0.748	-	-	7.375	7.184
2016	5.009	1.500	0.748	0.004	-	7.261	7.193
2017	4.643	1.500	0.748	0.014	-	6.905	7.199
2018	4.501	1.500	0.748	-	-	6.749	7.186
2019	4.161	1.500	0.748	0.002	-	6.411	7.186
2020	3.984	1.500	0.748	0.008	-	6.240	7.164
2021	3.761	1.500	0.748	0.017	-	6.026	7.163
2022	3.639	1.500	0.748	0.010	-	5.897	n/a

Note: Osceola County 2022 information not available

Sources: District records, District Summary Budget, Section I. Assessment and Millage Levies
 Osceola County Comprehensive Annual Financial Report, FYE 9/30/21, Schedule 6



Schedule 10
District School Board of Osceola County
Principal Osceola County Property Tax Payers
September 30, 2021 and Nine Years Earlier
(In thousands)
Unaudited

Taxpayer	September 30, 2021			September 30, 2012		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Westgate Properties/Resorts/Towers	\$ 1,131,209	1	3.32%	\$ 774,841	1	4.65%
Walt Disney Parks and Resorts US Inc.	709,564	2	2.08%	569,735	2	3.42%
Lando Resorts Corporation	672,778	3	1.97%	364,134	3	2.19%
Tempus Palms International	294,893	4	0.86%	257,723	6	1.55%
Windham Vacation Own & Resorts/Club Wyndham	276,558	5	0.81%	259,885	4	1.56%
Duke Energy Florida LLC	274,875	6	0.81%	-	-	-
RHP Property G.P. Limited Partnership	263,091	7	0.77%	-	-	-
BR Gates/Grand at Westside/Meadows/Sonoma DST	252,624	8	0.74%	-	-	-
Osceola Regional Hospital Inc.	139,457	9	0.41%	89,709	11	0.54%
Sabal Trail Transmission	115,782	10	0.34%	-	-	0.00%
Silver Lake Resort	112,459	11	0.33%	110,091	9	0.66%
Worldmark The Club	102,574	12	0.30%	-	-	-
Omni-Championsgate Resort Hotel LLC	92,550	13	0.27%	98,875	10	0.59%
Walmart Stores/WalSam Dev Co.	89,702	14	0.26%	70,147	13	0.42%
Orlando Resort Development Group, Inc.	74,108	15	0.22%	-	-	0.00%
Lowes Home Centers Inc.	71,997	16	0.21%	71,302	12	0.43%
Lexin Jamison FL LLC	70,993	17	0.21%	-	-	-
Shingle Creek Acquisition LLC	66,131	18	0.19%	-	-	-
HP Borrower LP	65,418	19	0.19%	-	-	-
Florida Gas Transmission CO	63,069	20	0.18%	63,020	16	0.38%
Progress Energy Florida Inc.	-	-	-	257,792	5	1.55%
G.P. Limited Partnership	-	-	-	249,196	7	1.50%
Genon Florida LP	-	-	-	122,062	8	0.73%
Ginn-LA/Reunion	-	-	-	64,271	14	0.39%
Embarq Florida Inc/Sprint/SprintCom	-	-	-	63,291	15	0.38%
Deerfield Land Corp	-	-	-	52,441	17	0.31%
A Loop LLC	-	-	-	50,131	18	0.30%
Adventist Health System	-	-	-	45,753	19	0.27%
Timescape Resorts LLC	-	-	-	43,873	20	0.26%
Total taxable assessed value twenty largest taxpayers	4,939,832		14.48%	3,678,272		22.09%
Total taxable assessed value all other taxpayers	29,168,240		85.52%	12,971,401		77.91%
Total taxable assessed value all taxpayers	<u>\$ 34,108,072</u>		<u>100.00%</u>	<u>\$ 16,649,673</u>		<u>100.00%</u>

Source:

Osceola County Comprehensive Annual Financial Report, FYE 9/30/21, Schedule 7

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Schedule 11
District School Board of Osceola County
Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Fiscal Year	Taxes Levied for the Fiscal Year	Collected with the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 128,129,837	\$ 123,305,931	96.24%	\$ 462,603	\$ 123,768,534	96.60%
2014	137,619,241	131,876,045	95.83%	550,115	132,426,160	96.23%
2015	144,752,427	139,488,248	96.36%	206,607	139,694,855	96.51%
2016	153,424,444	147,442,560	96.10%	164,884	147,607,444	96.21%
2017	155,326,218	149,783,923	96.43%	121,820	149,905,743	96.51%
2018	166,007,030	159,897,312	96.32%	237,430	160,134,742	96.46%
2019	175,782,158	170,009,659	96.72%	74,249	170,083,908	96.76%
2020	192,931,890	185,073,447	95.93%	67,973	185,141,420	95.96%
2021	204,181,105	196,441,845	96.21%	-	196,441,845	96.21%
2022	215,248,061	206,730,733	96.04%	-	206,730,733	96.04%

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.
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 no later than June 1st of each year.

Source: District records

Schedule 12

District School Board of Osceola County

Outstanding Debt by Type

Last Ten Fiscal Years

Unaudited

Fiscal Year	Capital Leases and Installment Purchases	Notes	Bonds	Certificates Of Participation
2013	\$ 93,280	\$ 13,163,292	\$ 76,149,609	\$ 193,328,587
2014	-	10,126,547	68,906,000	186,625,000
2015	-	6,926,368	66,112,180	182,465,005
2016	-	3,553,948	60,315,556	174,013,756
2017	-	-	139,784,038	166,041,925
2018	-	-	133,297,264	156,118,988
2019	-	-	122,116,112	145,876,051
2020	-	-	110,740,961	135,208,259
2021	-	-	174,319,516	124,143,477
2022	-	-	155,526,980	112,629,782

Notes:

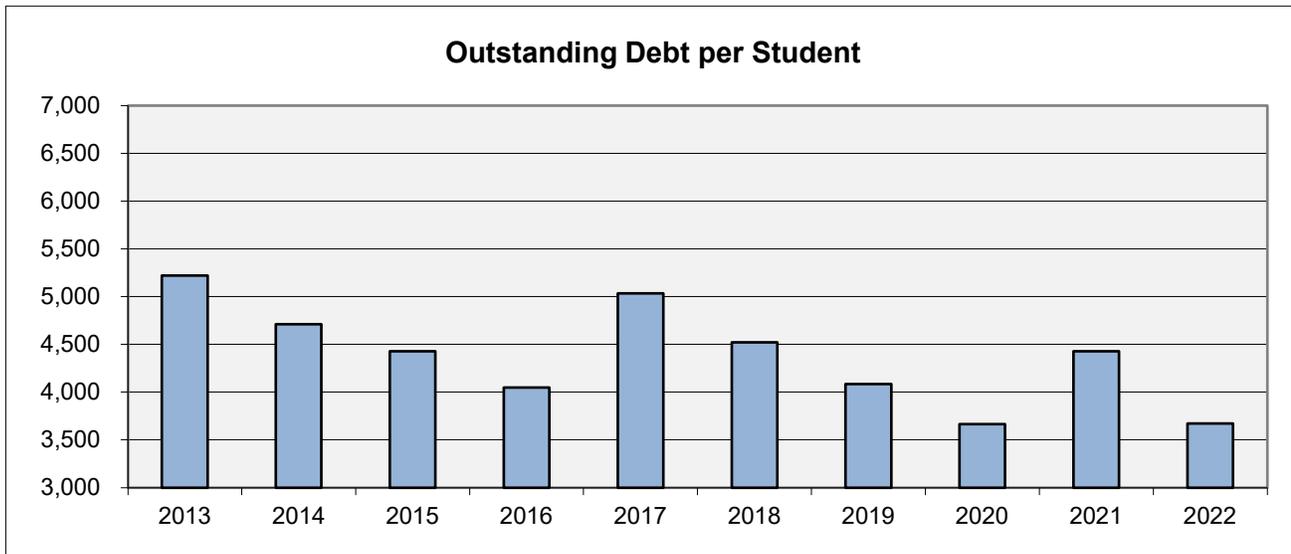
⁽¹⁾ Schedule 16 Personal Income (thousands) divided by Total Debt.

⁽²⁾ Total Debt divided by Schedule 19 Student Enrollment.

n/a = data not available

Source:

District records



EFBD Agreement Payable	Total	Percentage of Personal Income (1)	Outstanding Debt Per Student (2)
\$ 8,973,589	\$ 291,708,357	2.69%	5,219
4,020,439	269,677,986	2.99%	4,710
3,863,449	259,367,002	3.36%	4,428
9,583,179	247,466,439	3.92%	4,047
9,312,626	315,138,589	3.27%	5,035
9,001,150	298,417,402	3.79%	4,521
8,649,566	276,641,729	4.44%	4,085
8,254,204	254,203,424	5.21%	3,664
7,820,993	306,283,986	4.93%	4,426
7,820,994	275,977,756	n/a	3,672

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Schedule 13
 District School Board of Osceola County
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2022
 Unaudited

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Osceola County Board of County Commissioners			
Limited General Obligation Bonds	\$ 14,885,000	100.00%	\$ 14,885,000
Revenue Bonds	390,966,000	100.00%	390,966,000
Special Assessment Bonds	830,000	100.00%	<u>830,000</u>
Subtotal, overlapping debt			<u>406,681,000</u>
District direct debt			<u>275,977,756</u>
Total direct and overlapping debt			<u><u>\$ 682,658,756</u></u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Osceola County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt, of each overlapping government.

Sources:

- District records
- Osceola County Comprehensive Annual Financial Report, FYE 9/30/21, Schedule 9

Schedule 14
District School Board of Osceola County
Legal Debt Margin Information
Last Ten Fiscal Years (In thousands)
 Unaudited

	Fiscal Year			
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Assessed value ⁽¹⁾	\$ 16,649,673	\$ 16,466,996	\$ 17,075,794	\$ 19,516,751
Debt limit (10% of assessed value)	1,664,967	1,646,700	1,707,579	1,951,675
Debt applicable to limit:				
Bonds payable	<u>82,639</u>	<u>76,150</u>	<u>68,906</u>	<u>66,112</u>
Total net debt applicable to limit	<u>82,639</u>	<u>76,150</u>	<u>68,906</u>	<u>66,112</u>
Legal debt margin	<u>\$ 1,582,328</u>	<u>\$ 1,570,550</u>	<u>\$ 1,638,673</u>	<u>\$ 1,885,563</u>
Total net debt applicable to the limit as a percentage of debt limit	4.96%	4.62%	4.04%	3.39%

Notes:

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

⁽¹⁾ Schedule 8

Osceola County's information is not available for 2022

Sources:

District records
 Osceola County Comprehensive Annual Financial Report, FYE 9/30/21, Schedule 5

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 21,004,789	\$ 22,961,443	\$ 25,372,954	\$ 28,407,481	\$ 31,397,076	\$ 34,108,072
2,100,479	2,296,144	2,537,295	2,840,748	3,139,708	3,410,807
<u>60,316</u>	<u>139,784</u>	<u>133,297</u>	<u>122,116</u>	<u>110,741</u>	<u>174,320</u>
<u>60,316</u>	<u>139,784</u>	<u>133,297</u>	<u>122,116</u>	<u>110,741</u>	<u>174,320</u>
<u>\$ 2,040,163</u>	<u>\$ 2,156,360</u>	<u>\$ 2,403,998</u>	<u>\$ 2,718,632</u>	<u>\$ 3,028,967</u>	<u>\$ 3,236,488</u>
2.87%	6.09%	5.25%	4.30%	3.53%	5.11%

Schedule 15
District School Board of Osceola County
Pledged-Revenue Coverage
Last Ten Fiscal Years
Unaudited

Sales Tax Revenue Bonds - Local Discretionary Surtax

Fiscal Year	Local		Debt Service		Coverage
	Sales Tax Revenue	Debt Service			
		Principal	Interest		
2013	\$ 10,416,923	\$ 3,950,000	\$ 3,279,877	144.1%	
2014	10,600,770	4,125,000	3,109,678	146.5%	
2015	12,129,743	4,300,000	2,929,688	167.8%	
2016	12,771,275	4,520,000	2,714,688	176.5%	
2017	13,860,037	5,174,000	1,784,652	199.2%	
2018	15,182,038	5,624,000	901,803	232.6%	
2019	15,972,508	5,740,000	810,918	243.8%	
2020	14,805,629	5,856,000	703,928	225.7%	
2021	15,165,486	5,972,000	594,751	230.9%	
2022	22,126,113	6,092,000	483,401	336.5%	

Sales Tax Revenue Bonds - School Capital Outlay Surtax

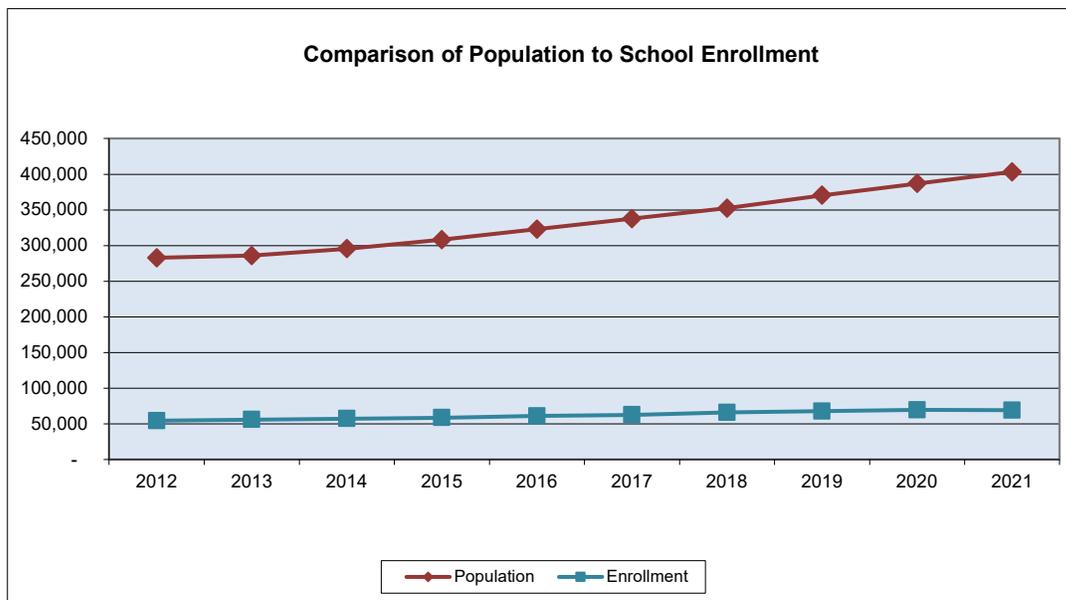
Fiscal Year	Local		Debt Service		Coverage
	Sales Tax Revenue	Debt Service			
		Principal	Interest		
2018	\$ 30,222,267	\$ -	\$ 2,116,000	1428.3%	
2019	31,876,655	4,720,000	2,315,364	453.1%	
2020	29,591,338	4,850,000	2,183,298	420.7%	
2021	30,323,844	4,985,000	2,669,483	396.2%	
2022	44,208,927	12,090,000	2,997,434	293.0%	

Source: District records

Schedule 16
 District School Board of Osceola County
 Demographic and Economic Statistics
 Last Ten Calendar Years
 Unaudited

Year	Population	Personal Income (in thousands)	Per Capita Personal Income	School Enrollment	Unemployment Rate
2012	282,676	\$ 7,503,530	\$ 26,545	54,197	9.4%
2013	286,001	7,851,188	27,452	55,892	7.2%
2014	295,553	8,065,185	27,288	57,252	6.7%
2015	308,327	8,713,098	28,259	58,569	5.7%
2016	322,862	9,691,044	30,016	61,141	5.0%
2017	337,614	10,300,608	30,510	62,590	4.2%
2018	352,496	11,303,408	32,067	66,010	3.6%
2019	370,552	12,271,080	33,116	67,632	3.3%
2020	387,055	13,248,144	34,228	69,378	12.7%
2021	403,282	15,108,065	37,463	69,194	3.5%

Sources: State of Florida, Department of Economic Opportunity, May 2022
 District records



Schedule 17
District School Board of Osceola County
Osceola County Principal Employers
Unaudited

Employer	September 30, 2021			September 30, 2012		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Total Employment	91,120			72,242		
The School District of Osceola County	8,399	1	9.22%	6,633	1	9.18%
Adventist Health System	4,317	2				
Wal-Mart Stores, INC	2,878	3		2,227	4	3.08%
Walt Disney Company (Osceola County offices)	2,041	4	2.24%	3,114	2	4.31%
Orange Lake Resorts & Holiday Inn Club Vacations	1,900	5	2.09%			
Publix Supermarkets	1,799	6		2,000	5	2.77%
Osceola Regional Medical Center	1,681	7	1.84%			
Gaylord Palms Resort & Convention Center	1,624	8	1.78%	1,434	9	1.98%
Osceola County Government	1,410	9	1.55%	2,305	3	3.19%
McLane/Suneast, Inc.	1,393	10	1.53%			
Wyndham Hotels				1,975	6	2.73%
Florida Hospital Celebration & Kissimmee				1,750	7	2.42%
Westgate Vacation Villas				1,577	8	2.18%
Total largest employers	27,442		30.12%	23,015		31.86%

Sources:

Osceola County Comprehensive Annual Financial Report, FYE 9/30/21, Schedule 17
U.S. Department of Labor, Local Area Unemployment Statistics Program
District records - School District employees as of June 30, 2021 and 2012 (See Schedule 18)

Schedule 18
District School Board of Osceola County
Full-Time-Equivalent District Employees by Type
Last Ten Fiscal Years
Unaudited

	Full-time-Equivalent Employees as of June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Supervisory										
Officials, Administrators and Managers	51	69	61	61	61	69	75	87	79	74
Consultants/Supervisors of Instruction	11	10	7	7	8	7	6	9	8	10
Principals	58	61	60	62	64	68	70	73	76	69
Assistant Principals	69	71	81	88	92	93	99	101	101	97
Community Education Coordinators	-	-	-	-	17	25	29	39	34	-
Deans/Curriculum Coordinators	9	8	6	-	-	-	-	-	-	16
Total supervisory	198	219	215	218	242	262	279	309	298	266
Instruction										
Classroom Teachers, Elementary (PK-6)	1,447	1,463	1,509	1,529	1,544	1,547	1,608	1,621	1,583	1,407
Classroom Teachers, Secondary (7-12)	1,405	1,417	1,460	1,483	1,520	1,558	1,628	1,705	1,715	1,641
Exceptional Education Teachers	402	437	437	463	443	474	543	552	538	538
Other Teachers	130	135	156	157	225	151	308	328	268	226
Total instruction	3,384	3,452	3,562	3,632	3,732	3,730	4,087	4,206	4,104	3,812
Student Services										
Guidance Counselors	100	100	107	105	114	130	154	150	159	161
Social Workers	11	10	10	11	14	13	29	28	26	30
School Psychologists	30	32	33	31	36	36	36	38	39	40
Librarians/Audio-Visual Workers	45	46	45	46	47	48	49	49	49	50
Other Professional Staff, Instructional	277	304	321	321	386	402	458	490	499	525
Other Professional Staff, Non-Instructional	183	183	189	189	201	208	223	225	245	240
Aides	728	786	817	812	876	899	959	974	922	862
Technicians	119	124	127	126	134	134	135	141	139	134
Total student services	1,493	1,585	1,649	1,641	1,808	1,870	2,043	2,095	2,078	2,042
Support and Administration										
Clerical/Secretarial	519	518	538	510	552	560	586	590	591	595
Service Workers	1,147	1,150	1,162	1,141	1,186	1,193	1,253	1,242	1,201	1,148
Skilled Crafts Workers	67	66	70	66	66	63	72	70	73	71
Unskilled Laborers	24	19	21	26	27	29	48	50	54	53
Total support and administration	1,757	1,753	1,791	1,743	1,831	1,845	1,959	1,952	1,919	1,867
Total	6,832	7,009	7,217	7,234	7,613	7,707	8,368	8,562	8,399	7,987

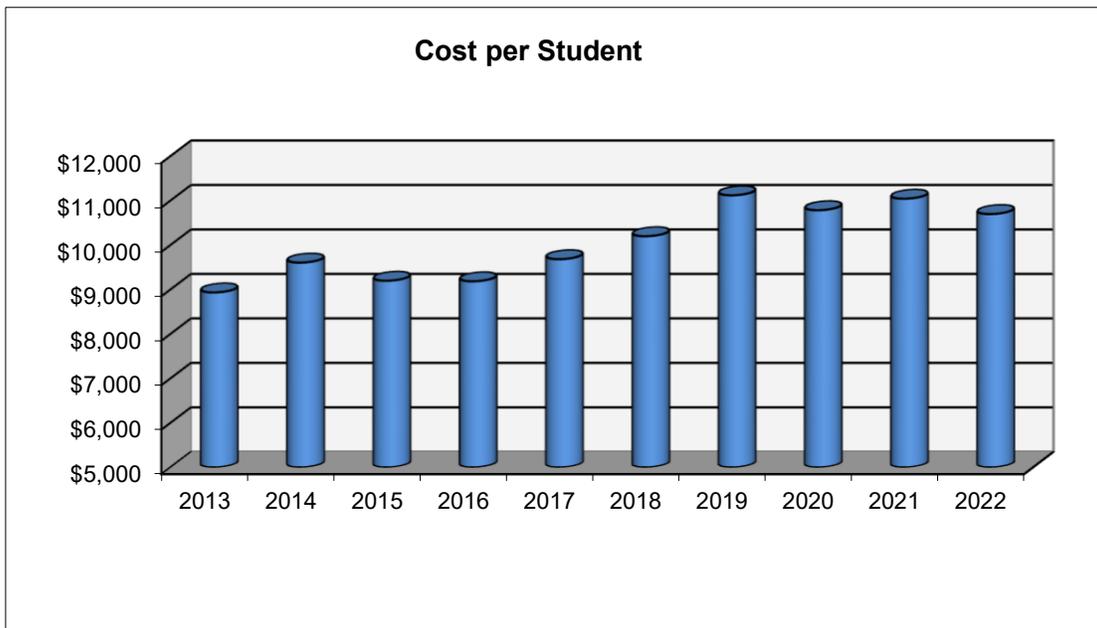
Source:
Florida Department of Education
Education Information and Accountability Services

Schedule 19
 District School Board of Osceola County
 Operating Statistics
 Last Ten Fiscal Years
 Unaudited

Fiscal Year	Expenditures	Student Enrollment	Cost per Student	Number of Schools
2013	\$ 499,401,847	55,892	\$ 8,935	45
2014	549,979,876	57,252	9,606	45
2015	538,758,468	58,569	9,199	45
2016	561,613,171	61,141	9,186	45
2017	606,035,552	62,590	9,683	45
2018	673,271,486	66,010	10,200	45
2019	752,046,056	67,632	11,120	46
2020	748,209,096	69,378	10,785	48
2021	764,140,195	69,194	11,043	52
2022	804,082,721	75,158	10,699	52

Sources:

District records
 Florida Department of Education, Education Information and Accountability Services,
 PK - 12 Public School Data Publications and Reports, Students,
 Free/Reduced Price Lunch Eligibility



Number of Classroom Teachers	Student/Teacher Ratio	Percentage of Students Receiving Free/Reduced Meals	
		Osceola	Statewide
3,384	16.5	70.4%	57.5%
3,452	16.6	64.1%	54.2%
3,562	16.4	64.6%	51.3%
3,632	16.8	65.0%	58.1%
3,732	16.8	78.6%	61.2%
3,730	17.7	82.1%	69.4%
4,087	16.6	77.2%	66.0%
4,206	16.5	74.0%	64.1%
4,104	16.9	72.1%	63.7%
3,812	19.7	72.1%	62.1%

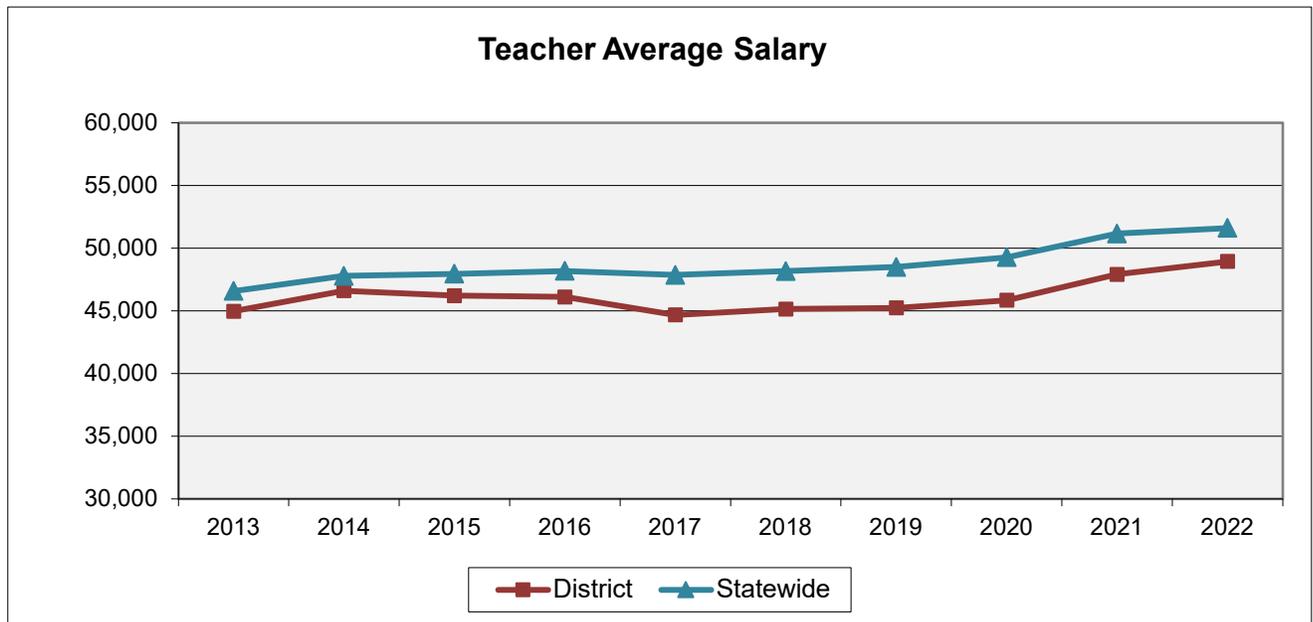
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Schedule 20
 District School Board of Osceola County
 Teacher Salaries
 Last Ten Fiscal Years
 Unaudited

Fiscal Year	Minimum Salary ⁽¹⁾	Maximum Salary ⁽¹⁾	Osceola Average Salary ⁽²⁾	Statewide Average Salary ⁽²⁾
2013	\$ 38,036	\$ 66,485	\$ 44,965	\$ 46,583
2014	39,445	67,894	46,606	47,780
2015	39,500	67,935	46,211	47,950
2016	39,500	68,685	46,103	48,179
2017	40,100	69,285	44,679	47,858
2018	40,100	70,085	45,135	48,168
2019	41,000	71,285	45,236	48,486
2020	41,400	72,785	45,839	49,269
2021	46,100	73,785	47,917	51,166
2022	47,500	88,785	48,936	51,599

Sources:

- ⁽¹⁾ District records
- ⁽²⁾ Florida Department of Education
 Education Information and Accountability Services



Schedule 21
District School Board of Osceola County
School Building Information & Unweighted Full-Time Equivalent Enrollment Data
Last Ten Fiscal Years
Unaudited

	Current		Unweighted Full-Time Equivalent Enrollment Data			
	Square	Student	2021-22	2020-21	2019-20	2018-19
	Footage	Capacity				
Elementary Schools (Placed in Service)						
Boggy Creek (1982)	101,543	878	593	591	641	673
Central Avenue (1934)	137,484	1,016	568	587	657	645
Chestnut (2005)	125,007	1,088	666	647	689	687
Cypress (1991)	107,015	782	473	496	565	609
Deerwood (1990)	129,377	990	498	518	532	549
East Lake (2010)	110,214	984	885	833	899	928
Flora Ridge (2007)	119,396	1,150	1,018	874	1,003	1,086
Harmony Community School (2007)	106,047	915	885	757	837	1,062
Hickory Tree (1983)	120,787	954	657	564	987	966
Highlands (1959)	133,844	1,009	670	662	733	814
Kissimmee (2000)	137,850	1,118	880	869	968	985
Koa (2009)	107,571	920	604	541	596	622
Lakeview (1985)	111,571	808	663	634	684	686
Michigan Avenue (1971)	134,764	951	761	734	582	632
Mill Creek (1986)	140,975	1,120	738	706	820	882
Narcoossee (2009)	136,923	1,452	1,314	1,064	1,128	1,067
Neptune (2007)	118,639	1,154	914	947	971	1,000
Partin Settlement (2002)	123,963	911	787	769	799	838
Pleasant Hill (1986)	137,626	1,056	726	731	732	763
Poinciana Academy of Fine Arts (2001)	142,990	890	585	580	612	593
Reedy Creek (1980)	111,010	1,113	846	836	990	1,049
Saint Cloud (2005)	126,309	1,186	804	841	955	979
Sunrise (2005)	125,994	1,176	988	914	921	864
Thacker Avenue (1963)	144,926	928	637	676	765	812
Ventura (1987)	135,886	1,084	736	773	823	831
Total Elementary Schools			18,896	18,144	19,889	20,622
Middle Schools (Placed in Service)						
Denn John (1973)	157,049	1,464	903	945	957	963
Discovery (2000)	180,530	1,473	970	1,018	977	951
Harmony (2019)	178,094	1,429	940	1,032	1,039	
Horizon (1993)	165,342	1,733	1,315	1,347	1,309	1,331
Kissimmee (1995)	174,697	1,957	1,420	1,393	1,401	1,348
Narcoossee (2000)	184,375	1,588	1,328	1,220	1,208	1,302
Neptune (1987)	182,485	1,570	1,004	1,007	1,089	1,329
Parkway (1986)	152,963	1,268	801	850	909	956
Saint Cloud (1974)	149,060	1,602	1,188	1,249	1,221	1,451
Total Middle Schools			9,869	10,062	10,110	9,631
High Schools (Placed in Service)						
Celebration (2001)	345,354	2,896	2,572	2,430	2,524	2,528
Gateway (1981)	214,648	2,897	1,674	1,611	1,553	1,632
Harmony (2004)	337,632	2,809	2,466	2,077	1,996	1,857
Liberty (2007)	308,983	2,484	1,739	1,719	1,857	1,945
Neocity (2019)	50,072	725	394	303	206	
Osceola (1962)	323,741	2,965	2,265	2,132	2,310	2,356
PATHS Technical Education Center (1990)	163,079	1,479	500	462	533	501
Poinciana (1991)	377,013	3,013	2,367	2,201	1,963	2,022
Saint Cloud (1962)	278,270	2,333	1,973	1,944	2,058	2,064
Tohopekaliga (2018)	341,735	3,084	2,380	2,120	2,208	2,166
Total High Schools			18,330	16,998	17,208	17,527
Multilevel Schools (Placed in Service)						
Canoe Creek K-8 (2021)	142,166	1,452	1,025	619		
Celebration K-8 (1995)	219,868	1,960	1,720	1,426	1,498	1,494
Osceola County School for the Arts (2002)	177,157	1,068	896	924	921	877
Westside K-8 (2009)	205,318	2,286	1,855	1,873	1,717	1,638
Total Multilevel Schools			5,496	4,843	4,136	4,009
Total K-12 Schools			52,591	50,046	51,343	51,789

Note: The District's adult schools at oTECH are not included in this report.

Sources:

Florida Department of Education, Educational Facilities Summary Report
District records

2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
682	651	682	714	746	720
706	635	653	712	736	711
670	677	689	752	697	671
693	753	735	726	718	755
533	571	571	672	651	676
930	1,046	1,001	974	920	867
976	864	839	921	949	1,122
1,000	954	885	830	855	799
917	807	720	716	653	620
859	821	826	938	916	963
996	937	873	996	1,036	843
663	684	708	759	783	816
704	689	654	649	656	645
626	642	648	645	634	618
955	989	998	975	868	786
1,004	926	849	767	717	748
994	973	975	984	907	886
887	799	832	791	854	790
822	823	883	890	891	880
664	658	681	765	749	714
1,060	975	969	967	909	730
1,027	969	980	970	971	924
912	891	890	1,001	928	814
827	846	874	891	850	791
854	883	888	946	919	967
<u>20,961</u>	<u>20,463</u>	<u>20,303</u>	<u>20,951</u>	<u>20,513</u>	<u>19,856</u>
881	827	948	1,022	1,140	1,169
1,001	981	1,026	1,138	1,193	1,219
1,299	1,273	1,239	1,220	1,213	1,158
1,331	1,194	1,249	1,258	1,300	1,307
1,205	1,177	1,178	1,090	1,092	1,069
1,472	1,442	1,330	1,296	1,369	1,385
948	860	858	938	1,018	1,011
1,378	1,258	1,191	1,172	1,139	1,180
<u>9,515</u>	<u>9,012</u>	<u>9,019</u>	<u>9,134</u>	<u>9,464</u>	<u>9,498</u>
2,515	2,407	2,309	2,155	2,005	1,995
2,437	2,468	2,454	2,417	2,421	2,317
2,346	2,145	1,926	1,822	1,782	1,806
1,963	1,967	1,963	1,914	1,873	1,898
2,744	2,678	2,676	2,543	2,477	2,285
537	555	593	460	641	681
1,859	1,718	1,685	1,548	1,416	1,447
2,367	2,261	2,304	2,214	2,073	2,057
-	-	-	-	-	-
<u>17,264</u>	<u>16,688</u>	<u>15,910</u>	<u>15,073</u>	<u>14,688</u>	<u>14,486</u>
1,450	1,392	1,343	1,279	1,280	1,282
879	950	906	911	859	852
<u>1,653</u>	<u>1,497</u>	<u>1,518</u>	<u>1,487</u>	<u>1,351</u>	<u>1,523</u>
<u>3,982</u>	<u>3,839</u>	<u>3,767</u>	<u>3,677</u>	<u>3,490</u>	<u>3,657</u>
<u>51,722</u>	<u>50,002</u>	<u>48,999</u>	<u>48,835</u>	<u>48,155</u>	<u>47,497</u>

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SINGLE AUDIT SECTION



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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster	Federal Assistance Listing Number	Pass - Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
Clustered				
Child Nutrition Cluster				
United States Department of Agriculture:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	22002	\$ -	\$ 5,308,377
National School Lunch Program	10.555	22001, 22003	-	26,252,375
Summer Food Service Program for Children	10.559	21006, 21007 22006, 22007	-	522,186
Total Child Nutrition Cluster			-	32,082,938
Student Financial Assistance Cluster				
United States Department of Education:				
Federal Pell Grant Program	84.063	N/A	-	1,041,046
Total Student Financial Assistance Cluster			-	1,041,046
Special Education Cluster				
United States Department of Education:				
Florida Department of Education:				
Special Education - Grants to States	84.027	263	481,560	13,556,620
Special Education - Preschool Grants	84.173	267	-	232,610
Total Special Education Cluster			481,560	13,789,230
Child Care and Development Fund Cluster				
United States Department of Health and Human Services:				
Early Learning Coalition of Osceola County:				
Child Care and Development Block	COVID-19, 93.575	N/A	-	247,380
Total Child Care and Development Fund Cluster			-	247,380
Not Clustered				
United States Department of Defense				
Air Force Junior Reserve Officers Training Corps				
	12.UNK	N/A	-	164,374
Army Junior Reserve Officers Training Corps				
	12.UNK	N/A	-	220,928
Marines Junior Reserve Officers Training Corps				
	12.UNK	N/A	-	99,132
Navy Junior Reserve Officers Training Corps				
	12.UNK	N/A	-	71,779
Total United States Department of Defense			-	556,213
United States Department of Labor				
Valencia College:				
YouthBuild	17.274	None	-	2,919
United States Department of Education				
National Council For History Education:				
American History and Civics Education				
	84.422	None	-	154,223
Education Stabilization Fund:				
Higher Education Emergency Relief Fund - Institutional Portion	84.425		-	
Discretionary Grants: Reimagining Workforce Preparation Grants	COVID-19, 84.425F	N/A	-	1,207,382
	COVID-19, 84.425G	N/A	-	30,184
Florida Department of Education:				
Governor's Emergency Education Relief Fund	COVID-19, 84.425C	123	-	210,818
Elementary and Secondary School Emergency Relief Fund	COVID-19, 84.425D	124	5,053,994	31,118,412
American Rescue Plan - Elementary and Secondary School Emergency Relief Fund	COVID-19, 84.425U	121	747,855	23,857,101
American Rescue Plan - Elementary and Secondary School Emergency Relief Fund - Homeless Children & Youth Fund	COVID-19, 84.425W	122	-	71,592
Total Education Stabilization Fund	84.425		5,801,849	56,495,489
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191, 193	-	848,927
Title I Grants to Local Educational Agencies	84.010	212, 223, 226	3,691,565	19,392,300
Career and Technical Education - Basic Grants to States	84.048	161	-	1,283,377
Education for Homeless Children and Youth	84.196	127	-	82,340
Charter Schools	84.282	298	50,110	50,110
Twenty-First Century Community Learning Centers	84.287	244	385,416	2,424,111
English Language Acquisition State Grants	84.365	102	26,804	1,912,567
Supporting Effective Instruction State Grants	84.367	224	128,210	2,709,774
School Improvement Grant	84.377	126	-	100,493
Student Support and Academic Enrichment Program	84.424	241	275,299	1,520,774
Total United States Department of Education			10,359,253	86,974,485
United States Department of Health and Human Services				
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances				
	93.104	N/A	-	2,209
Total United States Department of Health and Human Services			-	2,209
Total Expenditures of Federal Awards			\$ 10,840,813	\$ 134,696,420

The accompanying notes are an integral part of this schedule.

Notes:

(1) Basis of Presentation. The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of the Osceola County District School Board under programs of the Federal Government for the year ended June 30, 2022. 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 Account 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 minimus cost rate allowed under the Uniform Guidance.

(4) Noncash Assistance: National School Lunch Program. Includes \$4,121,626 of donated food received during the fiscal year. Donated foods are valued at fair value as determined at the time of donation.



Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

Claude Denson Pepper Building, Suite G74
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Tallahassee, Florida 32399-1450



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

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Osceola County District School Board as of and for the fiscal year ended June 30, 2022, 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 14, 2022, included under the heading **INDEPENDENT AUDITOR'S REPORT**. Our report includes a reference to other auditors who audited the financial statements of the school internal funds and the aggregate discretely presented component units, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material

misstatement of the District's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully submitted,



Sherrill F. Norman, CPA
Tallahassee, Florida
December 14, 2022
Audit Report No. 2023-064



Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

Claude Denson Pepper Building, Suite G74
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The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Osceola County District School Board's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major Federal programs for the fiscal year ended June 30, 2022. The District's major Federal programs are identified in **SECTION I – SUMMARY OF AUDITOR'S RESULTS** of the accompanying **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the fiscal year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

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

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

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

Other Matter – Federal Expenditures Not Included in the Compliance Audit

The District's basic financial statements include the operations of The Foundation for Osceola Education, Inc. (Foundation) and Mater Academy Preparatory High School, Mater Brighton Lakes Academy, and Mater Palms Academy (Charter Schools) as part of the reported aggregate discretely presented component units on the accompanying basic financial statements. The Foundation and Charter Schools expended \$2,381,853 in Federal awards, which is not included in the District's **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS** during the fiscal year ended June 30, 2022. Our compliance audit, described in the ***Opinion on Each Major Federal Program*** section of our report, did not include the operations of the Foundation and Charter Schools because, pursuant to Sections 1001.453(4) and 218.39(1)(e), Florida Statutes, the Foundation and Charter Schools engaged other auditors to perform an audit in accordance with Uniform Guidance.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and

report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

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.

Respectfully submitted,



Sherrill F. Norman, CPA
Tallahassee, Florida
December 14, 2022
Audit Report No. 2023-064

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major Federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Type of auditor’s report issued on compliance for major Federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No
Identification of major Federal programs:	
Assistance Listing Numbers: 10.553, 10.555, and 10.559 84.425	Name of Federal Program or Cluster: Child Nutrition Cluster Education Stabilization Fund
Dollar threshold used to distinguish between type A and type B programs:	\$3,000,000
Auditee qualified as low risk auditee?	Yes

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters are reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters are reported.

PRIOR AUDIT FOLLOW-UP

There were no prior financial statement or Federal award findings requiring follow-up.

THE SCHOOL DISTRICT OF OSCEOLA COUNTY, FLORIDA

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SCHOOL BOARD MEMBERS

- District 1 – Teresa “Terry” Castillo – Chair
407-577-5022
- District 2 – Julius Melendez – Vice Chair
321-442-2862
- District 3 – Jon Arguello
407-433-9082
- District 4 – Clarence Thacker
407-870-4009
- District 5 – Robert Bass
407-870-4009



Superintendent of Schools
 Dr. Debra P. Pace

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

For the Year Ended June 30, 2022

Audit Report No. (Finding No.)	Program/Area	Brief Description	Status	Comments
2017-080 (2016-001)	Child Nutrition Cluster (ALNs. 10.553 and 10.555)	Contrary to Federal regulations, the District maintained excess net cash resources for its food service program.	Partially Corrected	The District implemented an Action Plan to spend \$8.9 million on improvements to existing school food service facilities. Revisions to the timeline for completion of some of the improvement projects, to accommodate unexpected construction delays, will yield an ending cash position under the 3-month expenditure average, by the end of FY 2022-23.

Student Achievement – Our Number One Priority
 Districtwide Accreditation by the AdvancED Accreditation Commission
 An Equal Opportunity Agency