

**St. Petersburg College**  
**Collegiate High School**  
A Charter School and Restricted Fund  
of St. Petersburg College

Annual Financial Report  
June 30, 2020

## Contents

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RSM US LLP

## Independent Auditor's Report

Board of Trustees  
St. Petersburg College Collegiate High School

### Report on the Financial Statements

We have audited the accompanying financial statements of St. Petersburg College Collegiate High School (Collegiate High School), a Charter School and a Restricted Fund of St. Petersburg College, St. Petersburg, Florida (the College), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Collegiate High School's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP); this includes 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.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Basis for Qualified Opinion

As described in Note 1, the Collegiate High School's financial statements do not report the deferred outflow, liability, deferred inflow, and expense amounts relating to the pension and other post-employment defined benefit plans its employees participate in. The impact of such a departure from generally accepted accounting principles on the financial statements of the Collegiate High School is unknown.

### **Qualified Opinion**

In our opinion, except for the possible effects of the matter described in the “Basis for Qualified Opinion” paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the Collegiate High School as of June 30, 2020 and the changes in its net position and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

### **Emphasis of Matter**

As discussed in Note 1, the financial statements present only the Collegiate High School and do not purport to, and do not present fairly, the financial position of the College as of June 30, 2020, and the changes in its financial position and cash flows for the year then ended in accordance with generally accepted accounting principles in the United States of America.

As further discussed in Note 1, the financial statements were prepared for the purpose of complying with the Rules of the Auditor General as applicable to charter schools organized in the State of Florida and are not intended to be a complete presentation of the Collegiate High School's assets, deferred outflows, liabilities and deferred inflows in accordance with GAAP. The Pension and OPEB liabilities, deferred outflows and deferred inflows are reported in aggregate in the College's financial statements and have not been prorated to the Collegiate High School, which is a restricted fund within the College. As a result, the financial statements may not be suitable for another purposes.

### **Other Matters**

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits 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.

#### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2020, on our consideration of the Collegiate High School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Collegiate High School'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 Collegiate High School's internal control over financial reporting and compliance.

*RSM US LLP*

St. Petersburg, Florida  
September 30, 2020

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Management's Discussion and Analysis (Unaudited)  
June 30, 2020 and 2019**

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Management's discussion and analysis of St. Petersburg College Collegiate High School's (Collegiate High School) financial statements provides an overview of the Collegiate High School's financial activities for the years ended June 30, 2020, 2019 and 2018. Management has prepared the accompanying financial statements and the related footnote disclosures along with the discussion and analysis. Responsibility for the completeness and fairness of this information rests with school management. The discussion and analysis contain financial activities of the Collegiate High School as a restricted fund of St. Petersburg College (the College).

**Financial Highlights**

For the year ended June 30, 2020, Collegiate High School revenues exceeded expenses, resulting in a net position balance of \$1,510,833. This represents an increase in net position of \$256,698 over the year ended June 30, 2019. During the 2019-2020 school year, the Collegiate High School had net non-operating revenues of \$1,938,810. This figure represents an increase in net non-operating revenues of \$8,588 over the year ended June 30, 2019. Non-operating revenues include Florida Education Finance Program (FEFP), Charter School Capital Outlay Funds, and a State of Florida school recognition award for fiscal year 2019-2020. In accordance with Florida Statute 1007.271 Dual Enrollment Programs, the College invoiced the Collegiate High School for the value of semester hours taken by Collegiate High School students for the fall and spring terms. As no additional State appropriations were provided to the Collegiate High School, St. Petersburg College contributed funds in the amount of \$395,026 to help offset various operating expenses.

For the year ended June 30, 2019, Collegiate High School revenues exceeded expenses, resulting in a net position balance of \$1,254,135. This represents an increase in net position of \$65,847 over the year ended June 30, 2018. During the 2018-2019 school year, the Collegiate High School had net non-operating revenues of \$1,930,222. This figure represents an increase in net non-operating revenues of \$33,405 over the year ended June 30, 2018. Non-operating revenues include Florida Education Finance Program (FEFP), Charter School Capital Outlay Funds for fiscal year 2018-2019, and a State of Florida school recognition award for fiscal year 2018-2019. In accordance with Florida Statute 1007.271 Dual Enrollment Programs, the College invoiced the Collegiate High School for the value of semester hours taken by Collegiate High School students, for the fall and spring terms. As no additional State appropriations were provided to the Collegiate High School, the College contributed funds in the amount of \$422,667 to help offset various operating expenses.

**Using This Annual Report**

This report consists of three basic financial statements: the statements of net position; the statements of revenues, expenses and change in net position; and the statements of cash flows. These financial statements are prepared in accordance with Governmental Accounting Standards Board (GASB) principles, which establish standards for external financial reporting for public colleges and universities. These statements provide information on the Collegiate High School as a whole and, over time, will present a long-term view of the Collegiate High School's finances and fiscal health.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Management's Discussion and Analysis (Unaudited)  
June 30, 2020 and 2019**

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The St. Petersburg Collegiate High School (Collegiate High School), located on the St. Petersburg-Gibbs campus, is a public charter school of the Pinellas County School District open to Pinellas County public, private, and home-schooled students who are in grades 10 through 12. Students entering grades 10 or 11 are accepted into the program. The purpose of the Collegiate High School is to provide academic educational opportunities for students who are emotionally and academically prepared to participate in college-level studies. The three-year curriculum allows serious students to simultaneously complete the requirements for a high school diploma and an Associate in Arts degree from the College. The educational programs are distinctive in that they meld secondary and post-secondary curricula. The programs employ various instructional techniques to accommodate different learning styles, use of technology across the curriculum and utilization of extensive group and individual counseling and mentoring. The high school has received an "A" rating every year since it opened in 2004.

The Collegiate High School is organized by a nonprofit organization, the College. The College is governed by a local Board of Trustees appointed by the governor of the State of Florida. The Southern Association of Colleges and Schools accredits the College. The Board of Trustees of the College employs a president to act on its behalf in implementing its policies and to serve as the chief administrative officer of the College. The Board of Trustees also serves as the "Governing Board" of the Collegiate High School.

The contract between the Board of Trustees of the College on behalf of the Collegiate High School and the School Board of Pinellas County was amended in 2013. The Collegiate High School charter became effective July 1, 2004, renewed in 2009, amended in 2013 and shall end on June 30, 2024. The charter stipulates that the Collegiate High School shall serve students in grades 10 through 12, with a maximum funded school enrollment of 240 students.

The Collegiate High School is recognized as a separate and discrete department in the accounting system of the College. Currently, the State of Florida Auditor General's Office audits the College's financials and operations. The College currently adheres to internal control procedures contained in the Board of Trustee Rules and the Accounting Manual for Florida's College System. The College has also established additional internal control procedures in accordance with standards contained in the Florida Schools Red Book and other stipulated guidelines for charter schools.

**Statements of Net Position and Statements of Revenues, Expenses, and Change in Net Position**

One of the most important questions asked about the institution's finances is "Is St. Petersburg College Collegiate High School, as a whole, better or worse off as a result of the year's activities?" The statements of net position and the statements of revenues, expenses, and change in net position report information on the institution as a whole and on its activities in a way that helps answer this question. When revenues and other support exceed expenses, the result is an increase in net position. When the reverse occurs, the result is a decrease in net position. The relationship between revenues and expenses may be thought of as the Collegiate High School's operating results.

These two statements report the Collegiate High School's net position and change in net position. One may think of the Collegiate High School's net position, the difference between assets and deferred outflows and liabilities and deferred inflows, as one way to measure the institution's financial health or financial position. Over time, increases or decreases in the institution's net position are one indicator of whether its financial health is improving or deteriorating.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Management's Discussion and Analysis (Unaudited)  
June 30, 2020 and 2019**

The statements of net position and the statements of revenues, expenses and change in net position include all assets and deferred outflows, liabilities and deferred inflows, revenues and expenses using the accrual basis of accounting, which is similar to the accounting used by most private-sector institutions. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid. Condensed statements of assets, liabilities and net position for the Collegiate High School at June 30, 2020, 2019 and 2018 are shown in the following table:

	<u>2020</u>	2019	2018
Assets:			
Current assets	<b>\$ 1,585,147</b>	\$ 1,396,705	\$ 1,539,537
<b>Total assets</b>	<b>\$ 1,585,147</b>	<b>\$ 1,396,705</b>	<b>\$ 1,539,537</b>
Liabilities:			
Current liabilities	<b>\$ 11,175</b>	\$ 16,292	\$ 15,042
Noncurrent liabilities	<b>63,139</b>	126,278	107,376
<b>Total liabilities</b>	<b>74,314</b>	<b>142,570</b>	<b>122,418</b>
Deferred inflows of resources:			
Deferred inflows – capital outlay	-	-	228,831
<b>Total deferred inflows</b>	<b>-</b>	<b>-</b>	<b>228,831</b>
Net position:			
Unrestricted	<b>1,510,833</b>	1,254,135	1,188,288
<b>Total net position</b>	<b>1,510,833</b>	<b>1,254,135</b>	<b>1,188,288</b>
<b>Total liabilities, deferred inflows and net position</b>	<b>\$ 1,585,147</b>	<b>\$ 1,396,705</b>	<b>\$ 1,539,537</b>

The condensed statements of net position show the assets, liabilities, deferred inflows and net position for the years ended June 30, 2020, 2019 and 2018. Assets consist primarily of cash and due from other governments. Current assets increased by \$188,442 or 13.5% during 2019-2020, and decreased by \$142,832 or 9.3% during 2018-2019. Liabilities consist primarily of accounts payable and payroll accruals. Liabilities decreased by \$68,256 or 47.9% during 2020, and increased by \$20,152 or 16.5% during 2019.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Management's Discussion and Analysis (Unaudited)  
June 30, 2020 and 2019**

The statements of revenues, expenses and change in net position present the Collegiate High School's results of operations. In accordance with GASB reporting principles, revenues and expenses are classified as either operating or nonoperating. All Collegiate High School revenues are considered nonoperating revenues under GASB. Condensed statements of revenues, expenses and change in net position of the Collegiate High School for the years ended June 30, 2020, 2019 and 2018, are presented in the following table:

	2020	2019	2018
Operating revenues	\$ -	\$ -	\$ -
Less operating expenses	<b>(1,682,112)</b>	(1,864,375)	(1,796,359)
<b>Net operating loss</b>	<b>(1,682,112)</b>	(1,864,375)	(1,796,359)
Nonoperating revenues (expenses):			
State appropriations from county school district	<b>1,402,624</b>	1,472,766	1,409,242
Capital outlay funds	<b>113,784</b>	345,469	41,586
Award funds	<b>26,489</b>	27,184	22,621
Contributions	<b>395,026</b>	422,667	422,595
Other non-operating revenues, net of related expenses	<b>887</b>	(3,481)	773
Capital outlay expense	-	(127,394)	-
St. Petersburg Collegiate High School Contribution expense	-	(206,989)	-
<b>Total net nonoperating revenues</b>	<b>1,938,810</b>	1,930,222	1,896,817
<b>Change in net position</b>	<b>256,698</b>	65,847	100,458
Net position at beginning of year	<b>1,254,135</b>	1,188,288	1,087,830
Net position at end of year	<b>\$ 1,510,833</b>	\$ 1,254,135	\$ 1,188,288

For the year ended June 30, 2020, Collegiate High School revenues exceeded expenses, resulting in a net position balance of \$1,510,833. This represents an increase in net position of \$256,698 over the year ended June 30, 2019, compared to an increase in net position of \$65,847 over 2018. During the 2019-2020 school year, the Collegiate High School conducted operations with non-operating revenues of \$1,938,810. This figure represents an increase in non-operating revenues of \$8,588 over the year ended June 30, 2019, as compared to an increase of \$33,405 over 2018. The non-operating revenues include FEFP, Charter School Capital Outlay Funds, State of Florida school recognition awards, and a contribution from the college to offset various operating expenses.

**Operating Expenses**

Operating expenses for the Collegiate High School for the years ended June 30, 2020, 2019 and 2018 are presented in the following table:

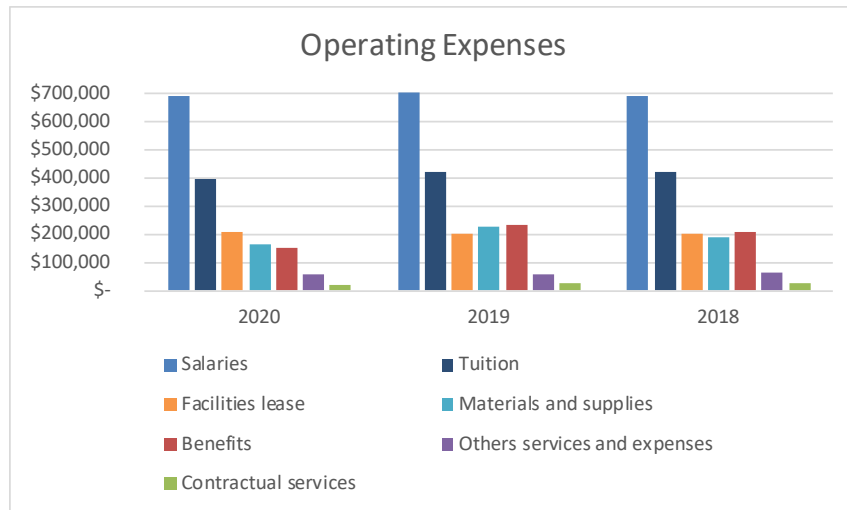
	2020	2019	2018
Salaries	\$ <b>691,312</b>	\$ 704,141	\$ 691,790
Benefits	<b>148,588</b>	232,746	204,316
Contractual services	<b>20,371</b>	23,345	26,683
Others services and expenses	<b>53,757</b>	53,970	61,709
Materials and supplies	<b>165,443</b>	223,962	189,713
Facilities lease	<b>207,615</b>	203,544	199,553
Tuition	<b>395,026</b>	422,667	422,595
<b>Total operating expenses</b>	<b>\$ 1,682,112</b>	\$ 1,864,375	\$ 1,796,359



**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Management’s Discussion and Analysis (Unaudited)  
June 30, 2020 and 2019**

Operating expenses of the Collegiate High School for the years ended June 30, 2020, 2019 and 2018, are presented in the following chart:



**Statements of Cash Flows**

The statements of cash flows provide another way to assess the financial health of an institution. Its primary purpose is to provide relevant information about the cash receipts and cash payments of an entity during a period. The statements of cash flows also help users assess:

- An entity’s ability to generate future net cash flows,
- Its ability to meet its obligations as they come due, and
- Its need for external financing.

A summary of the Collegiate High School’s statements of cash flows for the years ended June 30, 2020, 2019 and 2018, is shown in the following table:

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Cash (used) provided by:			
Operating activities	<b>\$ (1,750,368)</b>	\$ (1,844,223)	\$ (1,800,592)
Noncapital financing activities	<b>1,825,026</b>	1,588,175	1,860,308
Capital and related financing activities	<b>114,158</b>	107,012	266,995
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>188,816</b>	(149,036)	326,711
Cash and cash equivalents at beginning of year	<b>1,387,079</b>	1,536,115	1,209,404
Cash and cash equivalents at end of year	<b>\$ 1,575,895</b>	\$ 1,387,079	\$ 1,536,115

Cash used by operating activities was \$1,750,368 for the year ended June 30, 2020 compared to \$1,844,223 and \$1,800,592 for the years ended June 30, 2019 and 2018, respectively. Uses of cash during 2020, 2019 and 2018 included payments to suppliers of \$166,693, \$222,580 and \$189,633; payments to employees of \$691,213, \$703,323 and \$691,780; benefit payments of \$215,693, \$214,794 and \$208,639; payments for other services of \$74,128, \$77,315 and \$88,392; payments for facilities lease of \$207,615, \$203,544 and \$199,553; and payments for tuition of \$395,026, \$422,667 and \$422,595, respectively. Payroll, benefits, payments to suppliers, facilities lease and tuition are the major outflows of operating activities.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Management's Discussion and Analysis (Unaudited)  
June 30, 2020 and 2019**

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Cash provided by noncapital financing activities was \$1,825,026 for the year ended June 30, 2020 compared to \$1,588,175 and \$1,860,308 for the years ended June 30, 2019 and 2018, respectively. These amounts primarily represent state appropriations passed through the Pinellas County School District, awards, and contributions from the College to offset various operating expenses.

Cash provided by capital and related financing activities including capital outlay funding was \$114,158 for the year ended June 30, 2020, which was an increase of \$7,146 from 2019 compared to a decrease of \$159,983 from 2018.

**Economic Factors That Will Affect the Future**

The economic position of the Collegiate High School continues to be closely tied to that of the State of Florida. It is expected that the Collegiate High School will continue to maintain its present level of services and financial health.

For the 2019-2020 school year, the High Performing Charter School status was maintained, which kept the Pinellas County Schools administrative fee reduced from 5% to 2%.

Additionally, the Collegiate High School received the honor of being selected as one of *Newsweek's* best high schools in America. <https://www.usnews.com/education/best-high-schools/florida/districts/pinellas/st-petersburg-collegiate-high-school-5488>

For the school year 2019-2020, the initial fulltime equivalent (FTE) calculation indicates a slight increase in per-student annual charter revenue. The anticipated expenditures for the 2019-2020 school year may increase by an amount greater than the projected revenue, however, any shortfall will be covered by the Collegiate High School's unrestricted net position. The renewed Collegiate High School charter became effective on July 1, 2009 for a period of fifteen (15) years, which is the longest term pursuant to Florida law. The present contract, as amended in 2013, provides funding for up to 230 students and will continue through June 30, 2024. Occasionally the enrollment exceeds 230 students, allowing for a certain expected amount of student withdrawals. St. Petersburg College Collegiate High School received funding for 228 students for the 2019-2020 school year and expects to receive funding for 235 students for the 2020-2021 school year.

Questions concerning this report or request for additional information should be addressed to St. Petersburg College, P.O. Box 13489, St. Petersburg, FL 33733.

**St. Petersburg College Collegiate High School**  
**A Charter School and Restricted Fund of St. Petersburg College**

**Statements of Net Position**  
**June 30, 2020**

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**Assets**

Current assets:

Cash and cash equivalents	\$ 1,575,895
Due from other governments	9,252
<b>Total assets</b>	<u><u>\$ 1,585,147</u></u>

**Liabilities**

Current liabilities:

Accounts payable	\$ 229
Salary and payroll taxes payable	3,931
Current portion, compensated absences payable	7,015
<b>Total current liabilities</b>	<u>11,175</u>

Noncurrent liabilities:

Compensated absences payable, net of current portion	<u>63,139</u>
<b>Total liabilities</b>	<u>74,314</u>

**Net Position**

Net position:

Unrestricted	<u>1,510,833</u>
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<b>Total liabilities and net position</b>	<u><u>\$ 1,585,147</u></u>
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See notes to the financial statements.

**St. Petersburg College Collegiate High School**  
**A Charter School and Restricted Fund of St. Petersburg College**

**Statements of Revenues, Expenses and Change in Net Position**  
**Year Ended June 30, 2020**

Operating revenues	\$ -
Operating expenses:	
Salaries	691,312
Benefits	148,588
Contractual services	20,371
Other services and expenses	53,757
Materials and supplies	165,443
Facilities lease	207,615
Tuition	395,026
<b>Total operating expenses</b>	<u>1,682,112</u>
<b>Operating loss</b>	<u>(1,682,112)</u>
Non-operating revenues (expenses):	
State appropriations from county school district	1,402,624
Capital outlay funds	113,784
Award funds	26,489
St. Petersburg College contribution	395,026
Other non-operating revenues, net of related expense of \$8,364 in 2020	<u>887</u>
<b>Total non-operating revenues</b>	<u>1,938,810</u>
<b>Change in net position</b>	256,698
Net position at beginning of year	1,254,135
Net position at end of year	<u>\$ 1,510,833</u>

See notes to financial statements.

**St. Petersburg College Collegiate High School**  
**A Charter School and Restricted Fund of St. Petersburg College**

**Statements of Cash Flows**  
**Year Ended June 30, 2020**

Cash flows from operating activities:	
Payments to suppliers	\$ (166,693)
Payments to employees	(691,213)
Payments for benefits	(215,693)
Payments for other services	(74,128)
Payments for facilities lease	(207,615)
Payments for tuition	(395,026)
<b>Net cash used by operating activities</b>	<u><u>(1,750,368)</u></u>
Cash flows from noncapital financing activities:	
State appropriations	1,402,624
Award funds	26,489
Receipts for other nonoperating activities	9,251
Payments for other nonoperating activities	(8,364)
St. Petersburg College contribution	395,026
<b>Net cash provided by noncapital financing activities</b>	<u><u>1,825,026</u></u>
Cash flows from capital and related financing activities:	
Capital outlay funds	<u>114,158</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	188,816
Cash and cash equivalents:	
Beginning of year	<u>1,387,079</u>
End of year	<u><u>\$ 1,575,895</u></u>
Reconciliation of operating loss to net cash used	
by operating activities:	
Operating loss	\$ (1,682,112)
Adjustments to reconcile net operating loss to net cash	
used by operating activities:	
Changes in assets and liabilities:	
Accounts payable	(1,250)
Salary and payroll taxes payable	99
Compensated absences payable	(67,105)
<b>Net cash used by operating activities</b>	<u><u>\$ (1,750,368)</u></u>

See notes to financial statements.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Notes to Financial Statements**

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**Note 1. Nature of Activities and Significant Accounting Policies**

**Nature of activities:** St. Petersburg College Collegiate High School (Collegiate High School) is a restricted fund of St. Petersburg College (the College). The general operating authority of the Collegiate High School is contained in Section 1002.33, *Florida Statutes*. The Collegiate High School operates under a charter with the sponsoring school district, the School Board of Pinellas County (Sponsor or District). The initial charter was renewed on November 11, 2008 for a period of 15 years. The renewed charter became effective on July 1, 2009 and is effective through June 30, 2024. The charter can be renewed every five school years or longer by mutual written agreement of the parties, pursuant to Florida law. At the end of the term of the charter, the Sponsor may choose not to renew the charter under grounds specified in the charter, in which case, the Sponsor is required to notify the Collegiate High School in writing at least 90 days prior to the charter's expiration. During the term of the charter, the Sponsor may also terminate the charter if good cause is shown. The Collegiate High School shall notify the Sponsor in writing at least 90 days prior to the expiration of the charter as to its intent to renew or not renew.

A summary of the Collegiate High School's significant accounting policies as follows:

**Basis of presentation:** The records of the Collegiate High School are maintained as a fund on the books of the College and, accordingly, they follow the same basis of presentation. The Collegiate High School's accounting policies conform to accounting principles generally accepted in the United States of America applicable to colleges and universities as prescribed by the Governmental Accounting Standards Board (GASB), except as discussed below. The National Association of College and University Business Officers (NACUBO) also provide the College with recommendations prescribed in accordance with generally accepted accounting principles promulgated by GASB.

GASB Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*, allows public colleges and universities the option of reporting as a special-purpose government either engaged in only business-type activities, or engaged in both governmental and business-type activities. The College elected to report as an entity engaged in only business-type activities. Therefore, these financial statements are presented accordingly.

The financial statements of the Collegiate High School are prepared only for the purpose of complying with the Rules of the Florida Auditor General and Florida Statute 218.39 and are not intended to be a complete presentation of the Collegiate High School's assets, deferred outflows, liabilities and deferred inflows in accordance with accounting principles generally accepted in the United States (GAAP). The Rules of the Florida Auditor General, Chapter 10.850, do not require the Collegiate High School to report its portion of the College's liabilities, deferred outflows, and deferred inflows related to the Collegiate High School's employees participation in the defined benefit pension and other post-employment benefit (OPEB) plans offered through their employment with the College. The pension and OPEB liabilities, deferred outflows and deferred inflows are reported in aggregate in the College's financial statements and have not been prorated to the Collegiate High School. Because these items are not reported in the Collegiate High School's financial statements, required supplementary information relating to the pension and OPEB plans are also excluded from the school's financial statements. The related note disclosures refer to the College's financial statements where complete pension and OPEB disclosures are reported.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Notes to Financial Statements**

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**Note 1. Nature of Activities and Significant Accounting Policies (Continued)**

**Basis of accounting:** Basis of accounting refers to when revenues, expenses and related assets and liabilities are recognized in the accounts and reported in the financial statements. The Collegiate High School's financial statements are presented using the economic resource measurement focus and accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America as promulgated by the GASB. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Revenues, expenses, gains, losses, assets and deferred outflows and liabilities and deferred inflows resulting from nonexchange activities are generally recognized when all applicable eligibility requirements, including time requirements, are met.

The Collegiate High School's principal activity is instruction. Operating expenses include all fiscal transactions related to instruction as well as administration, academic support, student services and physical plant operations. Nonoperating revenues include state appropriations from the county school district, a State of Florida School Recognition Award, Charter School Capital Outlay Funds, contribution from the College and other grants.

**Classification of current and noncurrent assets and liabilities:** The Collegiate High School considers assets to be current if, as part of its normal operations, they are held as or can be converted to cash and be available for operating needs or payments of current liabilities within 12 months of the statement of net position date. Similarly, liabilities are considered to be current if they can be expected, as part of the normal Collegiate High School operations, to be due and paid within 12 months of the statements of net position date. All other assets and liabilities are considered non-current.

**Cash and cash equivalents:** Amounts reported as cash and cash equivalents consist of cash on hand and cash in demand deposit accounts. Cash deposits of the Collegiate High School are held by banks designated as qualified public depositories under Florida Statute Chapter 280. All such deposits are insured by federal depository insurance or collateralized with securities held in Florida's multiple financial institution collateral pool.

For purposes of the statements of cash flows, the Collegiate High School considers all unrestricted and restricted highly liquid investments with original maturities of three months or less, such as money market accounts, to be cash equivalents.

**Due from other governments:** Management considers all due from other governments at June 30, 2020 to be fully collectible. Accordingly, no allowance for uncollectible accounts has been provided at June 30, 2020.

**Capital assets:** The Collegiate High School uses the policies of the College for capitalization and depreciation. The Collegiate High School has a capitalization threshold of \$5,000 for tangible personal property and \$25,000 for improvements other than buildings. There were no capital assets as of June 30, 2020.

**Net position:** The Collegiate High School's net position is classified into the following net position categories:

*Restricted for Capital Outlay Projects – Expendable:* Net position that must be used for the purchase, lease-purchase or lease of permanent or relocatable school facilities and for the payment of the premiums for property and casualty insurance necessary to insure the school facilities. There was no restricted net position as of June 30, 2020.

*Unrestricted:* Net position available without restriction for carrying out the Collegiate High School's objectives.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Notes to Financial Statements**

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**Note 1. Nature of Activities and Significant Accounting Policies (Continued)**

When both restricted and unrestricted resources are available to fund capital outlay projects, it is the Collegiate High School's policy to first apply the restricted resources to such projects followed by the use of unrestricted resources. If capital outlay funds are received and expended in the same fiscal year, the Collegiate High School reports the resources as unrestricted. There was no restricted net position at June 30, 2020.

**Classification of revenues and expenses:** The Collegiate High School considers operating revenues and expenses in the statement of revenues, expenses, and change in net position to be those revenues and expenses that result from activities that are connected directly to the Collegiate High School's primary functions. Other transactions, including the State appropriations from the County School District, are reported as non-operating revenues and expenses.

**Revenue sources:** Revenue for current operations is received primarily from the School Board of Pinellas County, Florida pursuant to the funding provisions included in the Collegiate High School's charter. In accordance with the funding provisions of the charter and Section 1002.33(18)(b), Florida Statutes, the Collegiate High School reports the number of fulltime equivalent (FTE) students and related data to the District. State appropriations, capital outlay funds, awards, contributions and grant funding are classified as nonoperating revenue. The level of the Collegiate High School's operations and program services may be impacted or discontinued if funding is not renewed.

**Use of estimates:** The preparation of the financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure.

**Note 2. Due from Other Government**

Due from other government as of June 30, 2020 consists of \$9,252 representing accrued capital outlay revenue due from the Pinellas County School Board for the month of June 2020 that was collected in July 2020.

**Note 3. Compensated Absences Liability**

College employees may accrue annual vacation and sick leave based on length of service, subject to certain limitations regarding the amount that will be paid upon termination. The College reports a liability for the accrued leave; however, state noncapital appropriations fund only the portion of accrued leave that is used or paid in the current fiscal year. Although the College expects the liability to be funded primarily from future appropriations, generally accepted accounting principles do not permit the recording of a receivable in anticipation of future appropriations.



**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Notes to Financial Statements**

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**Note 3. Compensated Absences Liability (Continued)**

The following is a summary of changes in accrued compensated absences At June 30, 2020, the estimated liability for compensated absences payable to the Collegiate High School employees includes the College's share of the Florida Retirement System and FICA contributions.

Beginning balance July 1,	\$ 137,259
Additions	15,311
Deletions	82,417
	<hr/>
Ending balance, June 30	<u>\$ 70,153</u>
	<hr/>
Amounts due within one year	<u>\$ 7,015</u>

**Note 4. Functional Distribution of Expenses**

Operating expenses on the statements of revenues, expenses, and change in net position are presented in natural classifications. Below are those same expenses presented in functional classifications as recommended by NACUBO. The functional classification is assigned to a department based on the nature of the activity, which represents the material portion of the activity attributable to the department. Functional classification of expenses for the years ended June 30, 2020, is summarized in the following table:

Instruction	\$ 961,248
Academic support	720,864
Total operating expenses	<u>\$ 1,682,112</u>

**Note 5. State Retirement Programs and Other Post-Employment Benefits**

*Florida Retirement System*

The College participates in the Florida Retirement System (FRS) defined benefit pension plan and the Health Insurance Subsidy (HIS) defined benefit plan administered by the Florida Division of Retirement. As a participating employer, the College implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions, which requires employers participating in cost-sharing multiple-employer defined benefit pension plans to report the employers' proportionate share of the net pension liabilities of the defined benefit pension plan. The requirements of this statement were being implemented prospectively, with the College reporting its proportionate share of the actuarially determined liabilities at the July 1, 2014 date of transition, amortized over 30 years.

Essentially all regular employees of the College, which includes the employees of the Collegiate High School 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 Florida Retirement System Rules, Chapter 60S, *Florida Administrative Code*, wherein eligibility, contributions and benefits are defined and described in detail.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Notes to Financial Statements**

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**Note 5. State Retirement Programs and Other Post-Employment Benefits (Continued)**

The College reports net pension liability, deferred outflows and deferred inflows in aggregate. The Collegiate High School, as a restricted department of the college, is not required to include a prorated amount of the pension liabilities, deferred inflows and deferred outflows in its financial statements to comply with the Rules of the Auditor General, Chapter 10.855(5). This practice differs from GAAP. The complete presentation of pension liabilities, deferred outflows, deferred inflows and the related note disclosures can be found in the College's financial statements.

The FRS is a cost-sharing, multiple-employer public-employee retirement system with two defined benefit plans and other nonintegrated programs administered by the Department of Management Services, Division of Retirement. These include a defined-benefit pension plan (Pension Plan), a Deferred Retirement Option Program (DROP), and a defined contribution plan, referred to as the Florida Retirement System Investment Plan (Investment Plan).

Employees enrolled in the Pension Plan prior to July 1, 2011 vest at 6 years of creditable service, and employees enrolled in the Pension Plan on or after July 1, 2011 vest at 8 years of creditable service. All vested members enrolled prior to July 1, 2011 are eligible for normal retirement benefits at age 62 or at any age after 30 years of service.

All members enrolled in the Pension 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 Pension 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 Pension Plan provides retirement, disability, death benefits and annual cost-of-living adjustments.

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. Collegiate High School employees already participating in the State College System Optional Retirement Program or the DROP are not eligible to participate in the Investment Plan. Employer contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds.

The Investment Plan is funded by employer and employee contributions that are based on salary and membership class (Regular Class, Senior Management Service Class, etc.). Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Employees in the Investment Plan vest at one year of service for employer contributions and vest fully and immediately for employee contributions.

DROP is subject to the provisions of Section 121.091, *Florida Statutes*, and permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Fund and accrue interest.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Notes to Financial Statements**

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**Note 5. State Retirement Programs and Other Post-Employment Benefits (Continued)**

*Contributions*

The state of Florida establishes contribution rates for participating employers and employees. Contribution rates during for the year ended June 30, 2020, were as follows:

Class or Plan	Percent of Employee	Gross Salary Employer (a)
FRS – regular	3%	8.47%
DROP – applicable to members from all of the above classes of plan	0%	14.60%

*(a) Employer rates include 1.66% for the post-employment health insurance subsidy. Also, employer rates, other than for DROP participants, include .06% for administrative costs of the Investment Plan.*

The Collegiate High School’s contributions to the state administered FRS for the year ended June 30, 2020 was \$54,119, which were equal to the required contributions for each year.

Effective July 1, 2011, employees are required to contribute 3% to their respective state administered retirement plan. During the year ended June 30, 2020, there were nine Collegiate High School participants enrolled in the Pension Plan, one participant enrolled in the DROP plan, and eight participants enrolled in the Investment Plan. Employee contributions totaled \$19,159 for the year ended June 30, 2020, which were equal to the required contributions for each year.

A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services, Division of Retirement. The FRS Investment Plan is administered by the Florida State Board Administration (SBA), and is reported in an SBA annual financial statement and in the State of Florida Comprehensive Annual Financial Report.

*Other Post-Employment Benefits*

The College administers a single-employer defined benefit OPEB plan that provides healthcare benefits for retirees and their benefits for all employees who satisfy the College’s retirement eligibility provisions. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who retire from the College are eligible to participate in the College’s self-insured dental, health and hospitalization plan for medical and prescription drug and life insurance coverage. The College subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the OPEB Plan on average than those of active employees. The College does not offer any explicit subsidies for retiree coverage. Retirees are required to enroll in the Federal Medicare (Medicare) program for their primary coverage as soon as they are eligible. The OPEB Plan contribution requirements and benefit terms of the College and the OPEB Plan members are established and may be amended by action from the Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Notes to Financial Statements**

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**Note 5. State Retirement Programs and Other Post-Employment Benefits (Continued)**

The OPEB liability, deferred inflows, and deferral of outflows, as determined by an actuarial valuation, are reported in aggregate in the College's financial statements. The Collegiate High School, as a restricted department of the College, is not required to include a prorated amount of the OPEB liabilities, deferred inflows and deferred outflows in the its financial statements to comply with the Rules of the Auditor General, Chapter 10.855(5). This practice differs from GAAP. The complete presentation of OPEB liabilities, deferred outflows, deferred inflows and the related note disclosures can be found in the College's financial statements.

**Note 6. Risk Management Programs**

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The College provided coverage for these risks through a self-insured program and the Florida Community Colleges Risk Management Consortium. The Collegiate High School is part of the College's self-insured program for risk management.

*Self-Insured Program*

The Board of Trustees of the College has established an individual self-insured program to provide group health and dental insurance for College employees, retirees, former employees, and their dependents. The College's liability was limited by excess reinsurance to \$350,000 per insured person for the year ended June 30, 2020.

The plan is provided by an insurance company licensed by the State of Florida Department of Financial Services, Office of Insurance Regulation. The College contributes a portion of employee premiums as a fringe benefit. The remaining portion of the employee premium and dependent coverage is by payroll deduction. Coverage for retirees, former employees and their dependents is by prepaid premium. The Collegiate High School is part of the College's self-insured program for group health insurance benefits.

*Consortium*

The College participated in the Florida Community Colleges Risk Management Consortium (the Consortium), which was created under authority of Section 1001.64(27), Florida Statutes, by the boards of trustees of Florida public community colleges for the purpose of joining a cooperative effort to develop, implement and participate in a coordinated statewide community college risk management program.

The Consortium is self-sustaining through member assessments (premiums) and is reinsured through commercial companies for claims in excess of specified amounts. Insurance coverage obtained through the Consortium included fire and extended property, general and automobile liability, workers' compensation, and other liability coverage. Settled claims resulting from these risks have not exceeded coverage in any of the past three years. The Collegiate High School is part of the College's participation in the Consortium.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Notes to Financial Statements**

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**Note 7. Related Parties**

There is a formal lease agreement between the Collegiate High School and the College for facility space utilized by the Collegiate High School. The term of the lease agreement is 30 years and commenced on September 1, 2007. Either party may terminate this agreement upon giving the other party no less than 360 days' notice. The Collegiate High School will pay to the College base rent for the leased premises for each year during the lease term in the amount of \$15 per square foot or \$168,630. The base rent shall escalate on the anniversary date of each year during the lease term at a rate of 2% from the immediately preceding year's base rent. Lease payments made for the year ended June 30, 2020 were \$207,615.

Scheduled lease payments for future periods under the operating lease with the College are as follows:

Years ending June 30:	
2021	\$ 211,767
2022	216,002
2023	220,322
2024	224,729
2025	229,223
2026-2030	1,216,745
2031-2035	1,343,385
2036-2037	428,927
	<u>\$ 4,091,100</u>

The Collegiate High School receives annual Capital Outlay funding, restricted for lease payments and other capital outlay requirements. This funding allocation is expected to be insufficient to cover capital outlay requirements including lease payments. The Collegiate High School has no net position restricted for capital outlay projects at June 30, 2020.

*Tuition*

Florida Statute Section 1007.271, Dual Enrollment Programs, addresses enrollment of eligible secondary students in post-secondary courses creditable toward high school completion and a career certificate or an associate or baccalaureate degree.

The Statute requires each district school superintendent and each public post-secondary institution president to develop a comprehensive dual enrollment articulation agreement for the respective school district and post-secondary institution. Such agreement must be submitted annually to the Florida Department of Education. The components of the articulation agreement include a requirement for a funding provision that delineates costs incurred by each entity.

The funding provision requirement further details that school districts shall pay public post-secondary institutions the standard tuition rate per credit hour from funds provided in the Florida Education Finance Program when dual enrollment course instruction takes place on the post-secondary institution's campus, and the course is taken during the fall or spring term.

In accordance with this legislation, the College invoiced the Collegiate High School for the number of semester hours taken by Collegiate High School students for classes at St. Petersburg College, multiplied by the standard tuition rate per credit hour, for the fall and spring terms. The Collegiate High School recorded this tuition expense which totaled \$395,026 for the fiscal year ended June 30, 2020.

**St. Petersburg College Collegiate High School  
A Charter School and Restricted Fund of St. Petersburg College**

**Notes to Financial Statements**

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**Note 7. Related Parties (Continued)**

As no additional state appropriations were provided to the Collegiate High School, the College contributed funds in the amount of \$395,026 for the fiscal year ended June 30, 2020, to help offset various operating expenses such as the costs for textbooks, nutrition, contracted services and educational supplies.

**Note 8. Operating Lease Commitments**

The Collegiate High School leases computer equipment and a copier under operating leases with various expiration dates through 2021. These leased assets and the related commitments are not reported on the Collegiate High School's statements of net position. Operating lease payments are recorded as expenses when paid or incurred. Future minimum lease commitments for noncancelable operating leases are as follows:

Year ending June 30:		
2021	\$	23,426

**Note 9. Subsequent Events**

As a result of the spread of the COVID-19 Coronavirus, economic uncertainties have arisen which may impact the Charter School's revenues. Other financial impact could occur, though such potential impact is unknown at this time.

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

**Independent Auditor's Report**

Board of Trustees  
St. Petersburg College Collegiate High School

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of St. Petersburg College Collegiate High School (Collegiate High School) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Collegiate High School's basic financial statements, and have issued our report thereon dated September 30, 2020. Our report contains a qualified opinion because the Collegiate High School does not report the pension and other post-employment benefit liabilities, deferred inflows and deferred outflows associated with its employees.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Collegiate High School's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Collegiate High School's internal control. Accordingly, we do not express an opinion on the effectiveness of Collegiate High School'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or 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 have not been identified.

**Compliance and Other Matters**

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

**Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Collegiate High School'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 Collegiate High School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*RSM US LLP*

St. Petersburg, Florida  
September 30, 2020



**Management Letter in Accordance with the  
Rules of the Auditor General of the State of Florida**

Board of Trustees  
St. Petersburg College Collegiate High School

**Report on the Financial Statements**

We have audited the financial statements of St. Petersburg College Collegiate High School (Collegiate High School) as of and for the fiscal year ended June 30, 2020, and have issued our report thereon dated September 30, 2020. Our report contains a qualified opinion because the Collegiate High School does not report the pension and other post-employment benefit liabilities, deferred inflows and deferred outflows associated with its employees.

**Auditor's Responsibility**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and Chapter 10.850, *Rules of the Florida Auditor General*.

**Other Reporting Requirements**

We have issued our 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*. Disclosures in that report, if any, which is dated September 30, 2020, should be considered in conjunction with this management letter.

**Prior Audit Findings**

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

**Financial Condition and Management**

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

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

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

**Transparency**

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

**Additional Matters**

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

**Purpose of this Letter**

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

*RSM US LLP*

St. Petersburg, Florida  
September 30, 2020