

Annual Comprehensive Financial Report

Fiscal Year ending June 30, 2023

School Board Members

Terry Castillo
Chair

Erika Booth
Vice Chair

Julius Melendez

Jon Arguello

Heather Kahoun

Mark Shanoff, Ed.D.
Superintendent

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

Angela Barner
Director of Finance

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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, 2023

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, 2023

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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 – Vice-Chair
407-577-5022
District 2 – Julius Melendez
321-442-2862
District 3 – Jon Arguello
407-433-9082
District 4 – Heather Kahoun – Chair
689-241-7822
District 5 – Erika Booth
321-442-1341



Superintendent of Schools
Dr. Mark Shanoff

December 11, 2023

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, 2023.

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.

MSL, P.A. 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, 2023, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent 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, 2023, 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 2022-23, the District operated 78 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 25 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 2022-23, the District provided general, special, vocational, and other educational programs to 76,210 unweighted full-time equivalent students. The initial projected enrollment for fiscal year 2023-24 was 79,466 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 422,545 people and 110,156 households in the County. Based on the 2022 Census, the racial makeup of the County was 77.3 percent white, 15.3 percent black and 7.4 percent from other races. Hispanics make up 56.8 percent of the total population.

Of Osceola County's population, 23.8 percent are 17 and younger, and 13.4 percent are 65 and older. The average household size is 3.44. The median household income is \$58,513. The per capita income for the County is \$25,491. Of the 25 and older population, 86.6 percent are high school graduates. Of the 16 and older population, 64.6% 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 9,047 full and part-time employees, including 4,388 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 2022-23 fiscal year.

Capital Outlay Program

The District appropriated \$514.2 million for construction projects as part of its capital outlay program during the 2022-23 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.

In March, 2022, new legislation was enacted to replace the grade-level Florida Standards Assessment (FSA) with a coordinated screening and progress monitoring system, also called the Florida's Assessment of Student Thinking (FAST). As a part of the transition into FAST, school districts throughout the state received grades for the 2022-2023 school year that will serve as a baseline to work toward improved performance in future years. During the 2022-23 school year, the District received an overall grade 'B'. Nine schools, including two elementary schools, one middle school, two high schools and four combination schools, received a grade 'A'. Nineteen schools received a grade 'B', forty schools received a grade 'C', and three 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 three 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 2022-23 fiscal year, in order to maintain the same level of operations while funding 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 2023-24 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,



Mark Shanoff, Ed.D.
Superintendent



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

**OSCEOLA SCHOOL DISTRICT OFFICIALS
JUNE 30, 2023**

SCHOOL BOARD MEMBERS

Teresa “Terry” Castillo, Chair
District 1

Julius Melendez
District 2

Jon Arguello
District 3

Heather Kahoun
District 4

Erika Booth, Vice Chair
District 5

SUPERINTENDENT
Mark Shanoff, Ed.D.

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
Scott Knoebel

CHIEFS

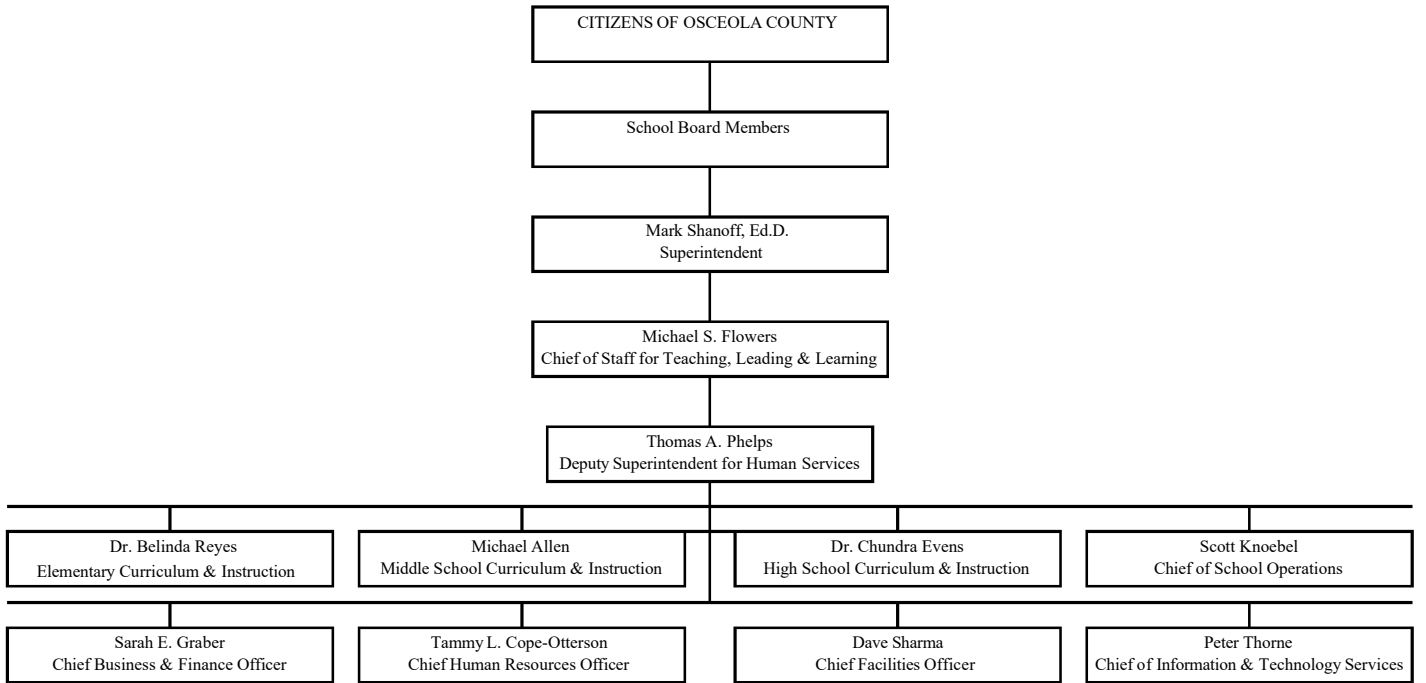
BUSINESS & FINANCE OFFICER
Sarah E. Graber

FACILITIES OFFICER
Dave Sharma

INFORMATION & TECHNOLOGY OFFICER
Peter Thorne

HUMAN RESOURCES OFFICER
Tammy L. Cope-Otterson

The School District of Osceola County, Florida
DISTRICT ADMINISTRATIVE
ORGANIZATIONAL CHART
2022-2023





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, 2022

Christopher P. Morrill

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

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

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



A handwritten signature in black ink, reading 'John W. Hutchison'. The signature is written in a cursive style and is positioned above a horizontal line.

**John W. Hutchison
President**

A handwritten signature in black ink, reading 'Siobhán McMahon'. The signature is written in a cursive style and is positioned above a horizontal line.

**Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director**

FINANCIAL SECTION



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INDEPENDENT AUDITOR'S REPORT

Chairman and Members of
The District School Board
of Osceola County, Florida

Report on the Audit of the Financial Statements

Opinions

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

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

We did not audit the financial statements of the School Internal Funds, which represent 6.7%, 1.3%, 7.4%, 6.3%, and 3.0%, 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 represent 100% 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 opinion, insofar as it relates 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 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.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Responsibilities of Management 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, 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 Responsibility for the Audit of the Financial Statements

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

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedules – General and Major Special Revenue Funds, Other Postemployment Benefit Schedules, Pension Schedules, and the related Notes to Required Supplementary Information, as listed in the table of contents, 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 and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The accompanying combining and individual major and non-major fund financial statements and schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit and the report of the other auditors, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Chairman and Members of
The District School Board
of Osceola County, Florida

INDEPENDENT AUDITOR'S REPORT
(Concluded)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 11, 2023

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, 2023.

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 2022-23 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 \$1,233,752,485.
- At June 30, 2023, the District's combined governmental fund balances totaled \$729,531,792, an increase of \$59,663,322 or 8.91 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 \$45,338,249 at June 30, 2023, or 7.47 percent of total General Fund revenues.
- The District's total bonded debt (Bonds Payable and Certificates of Participation, excluding premiums and discounts) decreased by \$30,694,000, or 11.47 percent during the current fiscal year. The key factor in this was the payment of principal.
- The District's net capital assets increased by \$109,708,320, or 11.72 percent from the 2021-22 fiscal year.

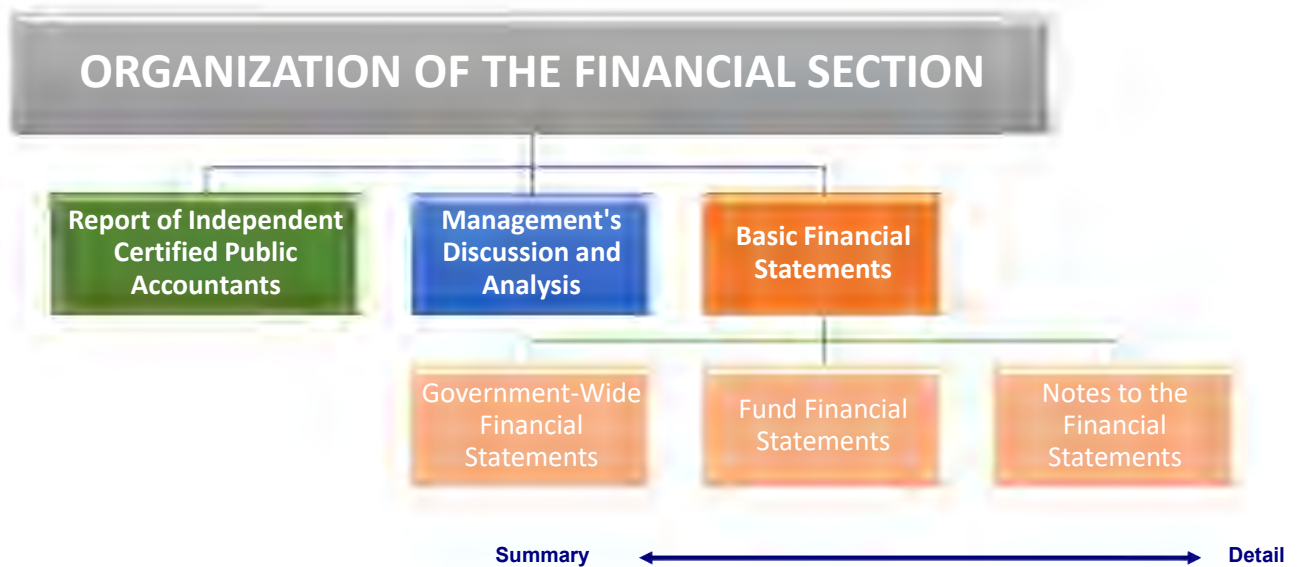
OVERVIEW OF THE FINANCIAL STATEMENTS

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-five separate legal entities in this report, including Bellalago Educational Facilities Benefit District, BridgePrep Academy of Osceola County, 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, 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 Academy of Arts and Science, Renaissance Charter School at Poinciana, Renaissance Charter School at Tapestry, Sports Leadership Arts Management, UCP Osceola Charter School, Victory Charter School, Victory Charter School K-5 and Virtual Preparatory Academy of Florida. 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 Program Fund, (3) Special Revenue – Federal Education Stabilization Fund, (4) Capital Projects – Nonvoted Capital Improvement Fund and (5) 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 page 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 through 67 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 \$1,233,752,485 at June 30, 2023. The following is a summary of the District's net position as of June 30, 2023, compared to net position as of June 30, 2022:

	Net Position, End of Year	
	<u>Governmental Activities</u>	
	<u>6/30/2023</u>	<u>6/30/2022</u>
Current and Other Non-Capital Assets	\$ 795,025,610	\$ 711,343,381
Capital Assets	1,045,746,993	936,038,673
Total Assets	<u>1,840,772,603</u>	<u>1,647,382,054</u>
Deferred Outflow of Resources	113,155,084	104,920,558
Total Deferred Outflow of Resources	<u>113,155,084</u>	<u>104,920,558</u>
Current Liabilities	58,610,959	31,825,233
Long-Term Liabilities	633,508,302	482,029,486
Total Liabilities	<u>692,119,261</u>	<u>513,854,719</u>
Deferred Inflow of Resources	28,055,941	181,332,129
Total Deferred Inflow of Resources	<u>28,055,941</u>	<u>181,332,129</u>
Net Position:		
Net Investment in Capital Assets	773,820,159	697,813,675
Restricted	649,673,946	559,931,087
Unrestricted	(189,741,620)	(200,628,998)
Total Net Position	<u>\$ 1,233,752,485</u>	<u>\$ 1,057,115,764</u>

By far, the largest portion of the District's net position, \$773,820,159 or 62.72 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.

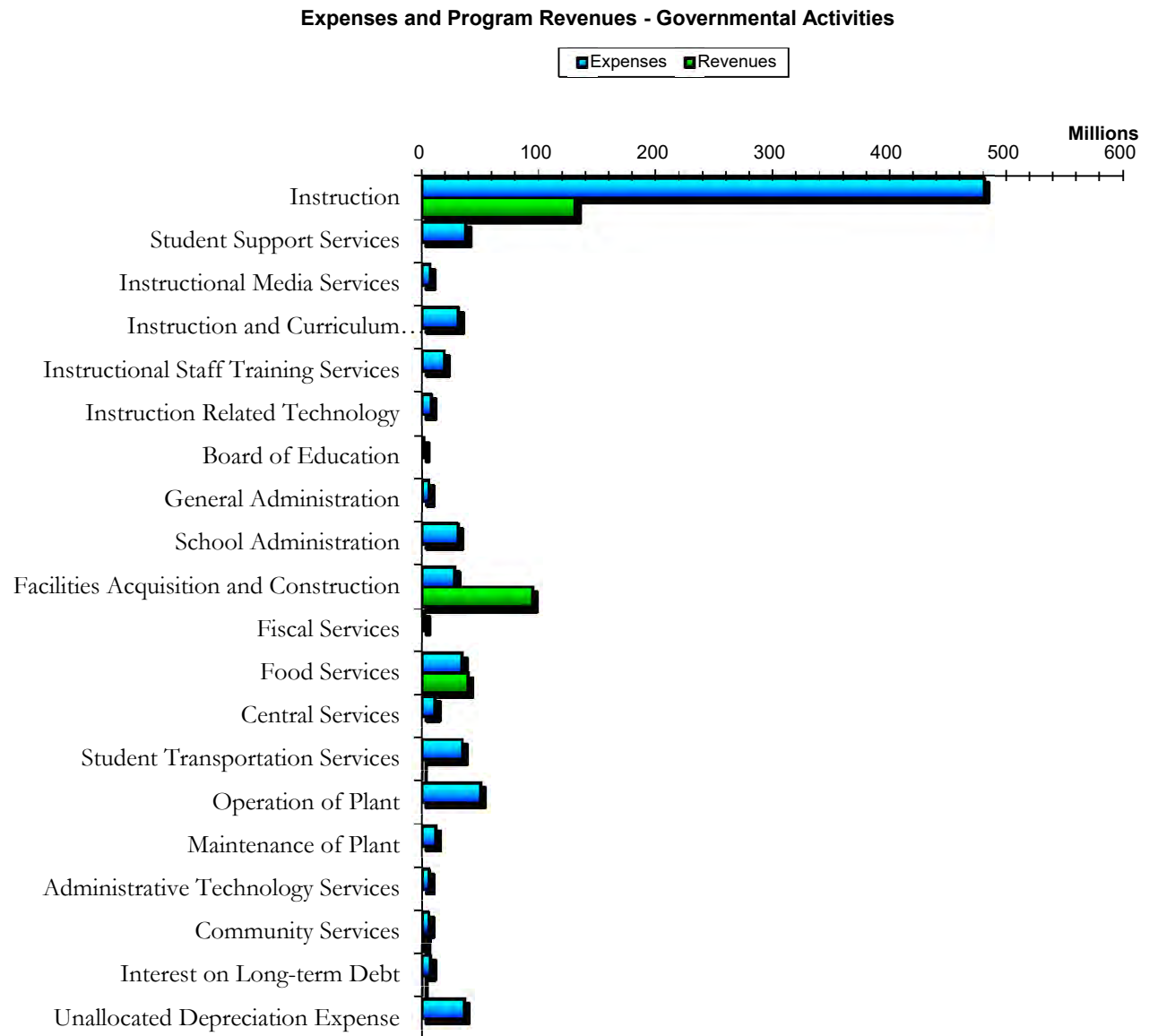
An additional portion of the District's net position, \$649,673,946 or 52.66 percent, represents resources that are subject to external restrictions on how they may be used. There was an increase of \$89,742,859 in restricted net position reported in connection with the District's governmental activities. 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 (\$189,741,620) 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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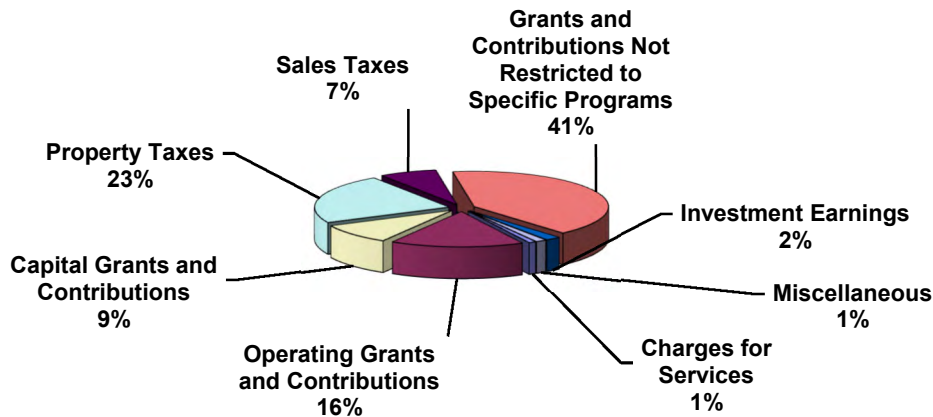
The key elements of the changes in the District's net position for the fiscal years ended June 30, 2023, and June 30, 2022, are as follows:

	Operating Results for the Year	
	Governmental	
	Activities	
	6/30/2023	6/30/2022
Revenues:		
Program Revenues:		
Charges for Services	\$ 9,002,562	\$ 6,091,994
Operating Grants and Contributions	164,653,983	155,380,643
Capital Grants and Contributions	94,920,014	110,191,937
General Revenues:		
Property Taxes	234,178,063	206,730,733
Local Sales Taxes	70,994,530	66,335,040
Grants and Contributions not Restricted to Specific Programs	422,245,150	384,763,523
Investment Earnings/(Loss)	18,983,891	(6,101,476)
Miscellaneous	13,226,388	11,936,320
Total Revenues	<u>1,028,204,581</u>	<u>935,328,714</u>
Functions/Program Expenses:		
Instruction	480,860,171	410,792,620
Student Support Services	37,906,125	32,961,067
Instructional Media Services	7,135,163	6,427,101
Instruction and Curriculum Development Services	31,401,139	24,242,642
Instructional Staff Training Services	18,893,634	13,536,619
Instruction Related Technology	8,106,534	16,310,549
Board of Education	1,856,404	5,339,041
General Administration	5,734,032	4,059,795
School Administration	30,984,653	25,863,321
Facilities Acquisition and Construction	28,319,916	26,431,434
Fiscal Services	2,633,438	2,163,302
Food Services	34,258,784	34,631,424
Central Services	11,437,356	11,833,065
Student Transportation Services	34,401,118	28,096,622
Operation of Plant	50,248,745	44,576,013
Maintenance of Plant	11,942,576	10,522,020
Administrative Technology Services	5,830,987	4,941,620
Community Services	5,746,978	5,519,122
Interest on Long-Term Debt	7,669,716	8,193,588
Unallocated Depreciation Expense	36,200,391	36,757,882
Total Expenses	<u>851,567,860</u>	<u>753,198,847</u>
Increase in Net Position	176,636,721	182,129,867
Net Position, Beginning	1,057,115,764	874,985,897
Net Position, Ending	<u>\$ 1,233,752,485</u>	<u>\$ 1,057,115,764</u>

Property Taxes increased by \$27,447,330, during the current fiscal year. The increase is a result of additional impact fees collected from local development projects. Grant and Contributions not Restricted to Specific Programs decreased by \$15,271,923. The decrease is the result of a reduction in Federal Education Stabilization funding received during the current fiscal year. Investment earnings increased by \$25,085,367, during the current fiscal year. The increase is the result of the rising interest rates throughout the current fiscal year. The government-wide net position increased by \$176,636,721 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 \$176,636,721 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 83.89 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 \$20,016,246 or 4.95 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 \$27,447,331 or 13.28 percent, primarily due to the increase in the local property tax base.

Instructional expenses represent 56.47 percent of total governmental expenses in the 2022-23 fiscal year. Instructional expenses increased by \$70,067,551 or 17.06 percent, from the previous fiscal year as a result of salary adjustments for instructional staff and additional staff and materials needed to accommodate the unweighted full-time equivalent growth during the current fiscal year.

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 \$729,531,792, an increase of \$59,663,322, in comparison with the 2021-22 fiscal year. Unassigned fund balance of \$45,338,249 represents 6.21 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 \$4,492,051 are considered non-spendable. Fund balances totaling \$674,160,683 are restricted for state required carryover programs, debt service, capital projects, grants and programs, and food service. Fund balances totaling \$5,540,809 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 \$50,879,058, while total fund balance reached \$88,647,750. 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 8.38 percent of total General Fund revenues, while total fund balance represents 14.6 percent of that same amount.

During the current fiscal year, the fund balance of the General Fund increased by \$977,438. This increase was the result of additional funding assigned for projected operating deficit.

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 balance for the Capital Projects – Nonvoted Capital Improvement Fund increased by \$33,434,370. This was a result of an increase in capital outlay tax revenue.

The fund balance for the Capital Projects – Other Fund increased by \$18,376,316. This was a planned increase to provide for future construction projects.

The fund balance for non-major funds – reported as Other Governmental Funds – decreased by \$48,082,606 to \$58,736,391. This was primarily related to the reclassification of Capital Projects - Nonvoted Capital Improvement as a major fund.

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 \$4,172,489 due to purchased services and insurance claims payments exceeding premiums.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the 2022-23 fiscal year, the District amended its General Fund budget, which resulted in a decrease in total budgeted revenues of approximately \$5,850,714 or 0.96 percent. At the same time, final appropriations were less than the original budgeted amounts by approximately \$4,663,027 or 0.71 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 \$5,371,392 or 0.89 percent, more than the final budget amounts, primarily due to decreases in other local revenue. The actual expenditures are \$38,321,137 or 5.84 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 \$5,927,797 from the prior year (\$56,806,855 to \$50,879,058). This is a result of an 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, 2023, amounts to \$1,045,746,993 (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 \$109,708,320 or a 11.72 percent increase from the 2021-22 fiscal year.

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

- Construction of Island Village Elementary School
- Construction in progress of two K-8 schools and design in progress of two additional K-8 schools

- Construction in progress of Gateway High School Comprehensive Renovation and NeoCity Academy Phase 2
- Construction in progress of Transportation Building East, Design in progress of Transportation Building West

Following is a summary of the District’s capital assets as of June 30, 2023, compared to June 30, 2022.

Schedule of Capital Assets (net of accumulated depreciation)			
	Governmental Activities		
	June 30, 2023	June 30, 2022	
Land and Land Improvements	\$ 78,307,738	\$ 78,007,768	
Construction in Progress	137,592,919	21,113,189	
Improvements Other Than Buildings	11,464,923	10,403,714	
Buildings and Fixed Equipment	763,905,069	780,423,564	
Furniture, Fixtures, and Equipment	23,346,510	18,354,449	
Motor Vehicles	21,318,208	17,672,091	
Investment In EFBD	9,712,411	9,979,610	
Audio Visual Materials and Computer Software	99,215	84,288	
Total	\$ 1,045,746,993	\$ 936,038,673	

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 \$244,325,978. Of this amount, \$237,013,000 is outstanding bonded debt and \$7,312,978 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 \$763,000 outstanding in State School Bonds, \$135,520,000 in District Revenue Bonds, and \$100,730,000 in certificates of participation.

Following is a summary of the District’s long-term debt as of June 30, 2023, compared to June 30, 2022.

Schedule of Outstanding Long-Term Debt (excluding premiums and discounts)			
	Governmental Activities		
	June 30, 2023	June 30, 2022	
State School (SBE) Bonds	\$ 763,000	\$ 1,260,000	
District Revenue Bonds	135,520,000	154,122,000	
Certificates of Participation	100,730,000	112,325,000	
Other Long-Term Debt	7,312,978	7,820,994	
Total Outstanding Long-Term Debt	\$ 244,325,978	\$ 275,527,994	

The District's total debt decreased by \$31,302,016 or 11.32 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 2023, the Florida Department of Economic Opportunity reports the unemployment rate for Osceola County, Florida, at 3.5 percent. It is a slight increase from the rate of 3.4 percent a year ago. Osceola County's rate is 0.5 percent higher than the State's average unemployment rate of 3 percent, and 0.3 percent lower than the national unemployment rate of 3.8 percent.

Osceola County Board of County Commissioners approved an extension of the existing one-cent infrastructure sales surtax for an additional period of 20 years, subject to the approval of a majority of electors. The residents of Osceola County approved the extension of the discretionary sales surtax by referendum conducted on November 8, 2022. The surtax is split between Osceola County, the City of Kissimmee, the City of St. Cloud and the Osceola County School District.

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, 2023

	Governmental	Component
ASSETS	Activities	Units
Cash and Cash Equivalents	\$ 353,239,153	\$ 34,143,813
Investments	386,856,064	10,742,203
Accounts Receivable	3,618,106	624,548
Deposits	-	393,633
Due from Other Agencies	44,060,946	11,309,346
Due from Management Company	-	852,903
Inventories	4,492,051	-
Prepaid Items	2,468,148	1,786,061
Restricted Assets:		
Cash with Fiscal Agent	291,142	-
Beneficial Interest in Assets Held by Others	-	1,930,940
Capital Assets:		
Land	75,705,020	3,336,264
Land Improvements, Nondepreciable	2,602,718	9,827
Construction in Progress	137,592,919	248,961
Improvements Other Than Buildings, Net	11,464,923	2,519,188
Buildings and Fixed Equipment, Net	763,905,069	54,873,960
Furniture, Fixtures and Equipment, Net	23,346,510	4,398,125
Lease Asset, Net	-	186,523,722
Motor Vehicles, Net	21,318,208	424,626
Investment in Educational Facilities Benefit District, Net	9,712,411	-
Audio Visual Materials and Computer Software, Net	99,215	755,560
Total Assets	1,840,772,603	314,873,680
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Amount on Debt Refunding	595,256	551,438
Pension	111,340,748	1,827,755
Other Postemployment Benefits	1,219,080	-
Total Deferred Outflows of Resources	113,155,084	2,379,193
LIABILITIES		
Salaries and Benefits Payable	2,523,596	4,636,303
Payroll Deductions and Withholdings	1,120,811	-
Accounts Payable	5,143,197	5,127,549
Accrued Expenses	-	1,157,932
Construction Contracts Payable	28,935,238	-
Construction Contracts Payable-Retainage	2,546,821	-
Due to Other Agencies	8,672,563	2,633,002
Due to Management Company	-	1,388,576
Sales Tax Payable	8,416	-
Accrued Interest Payable	1,666,866	70,927
Other Liabilities	-	799,597
Estimated Insurance Claims Payable	7,413,281	-
Unearned Revenue	580,170	201,550
Long-Term Liabilities:		
Portion Due Within One Year:		
Loan Payable	-	644,953
Notes Payable	-	1,409,405
Certificates of Participation Payable	11,960,000	-
Bonds Payable	19,391,849	2,310,795
Obligations Under Leases	-	4,509,525
Compensated Absences Payable	6,540,675	348,587
Other Postemployment Benefits Payable	788,161	-
Educational Facilities Benefit District Agreement Payable	546,248	-
Portion Due After One Year:		
Loan Payable	-	1,210,194
Notes Payable	-	3,263,088
Bonds Payable	116,985,392	62,818,650
Certificates of Participation Payable	88,770,000	-
Obligations Under Leases	-	196,365,659
Compensated Absences Payable	39,223,753	42,694
Other Postemployment Benefits Payable	13,471,837	244,517
Net Pension Liability	321,234,636	7,099,355
Educational Facilities Benefit District Agreement Payable	6,766,730	-
Impact Fee Credit Vouchers	7,829,021	-
Total Liabilities	692,119,261	296,282,858
DEFERRED INFLOWS OF RESOURCES		
Deferred Amount on Debt Refunding	2,793,943	450,686
Pension	18,637,756	500,674
Other Postemployment Benefits	6,624,242	-
Total Deferred Inflows of Resources	28,055,941	951,360
NET POSITION		
Net Investment in Capital Assets	773,820,159	(9,362,243)
Restricted For:		
State Required Carryover Programs	20,062,549	-
Food Service	20,283,116	-
Debt Service	27,062,481	2,875,969
Capital Projects	582,265,800	1,712,763
Other Purposes	-	1,721,217
Unrestricted	(189,741,620)	23,070,949
Total Net Position	\$ 1,233,752,485	\$ 20,018,655

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, 2023

FUNCTIONS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Component Units
Governmental Activities:						
Instruction	\$ 480,860,171	\$ 3,830,939	\$ 127,534,133	\$ -	\$ (349,495,099)	\$ 76,835,456
Pupil Personnel Services	37,906,125	-	-	-	(37,906,125)	4,270,821
Instructional Media Services	7,135,163	-	-	-	(7,135,163)	136,141
Instruction and Curriculum Development Services	31,401,139	-	-	-	(31,401,139)	3,805,363
Instructional Staff Training Services	18,893,634	-	-	-	(18,893,634)	439,557
Instruction Related Technology	8,106,534	-	-	-	(8,106,534)	1,380,173
Board of Education	1,856,404	-	-	-	(1,856,404)	633,085
General Administration	5,734,032	-	-	-	(5,734,032)	3,065,208
School Administration	30,984,653	-	-	-	(30,984,653)	16,810,007
Facilities Services	28,319,916	-	-	94,374,543	66,054,627	3,287,524
Fiscal Services	2,633,438	-	-	-	(2,633,438)	6,716,172
Food Services	34,258,784	2,034,062	37,119,850	-	4,895,128	2,208,779
Central Services	11,437,356	-	-	-	(11,437,356)	1,696,800
Pupil Transportation Services	34,401,118	202,357	-	-	(34,198,761)	1,356,835
Operation of Plant	50,248,745	-	-	-	(50,248,745)	25,130,633
Maintenance of Plant	11,942,576	-	-	-	(11,942,576)	3,226,486
Administrative Technology Services	5,830,987	-	-	-	(5,830,987)	376,129
Community Services	5,746,978	2,935,204	-	-	(2,811,774)	6,925,514
Interest on Long-term Debt	7,669,716	-	-	545,471	(7,124,245)	9,234,605
Unallocated Depreciation Expense*	36,200,391	-	-	-	(36,200,391)	1,859,324
Total Primary Government	\$ 851,567,860	\$ 9,002,562	\$ 164,653,983	\$ 94,920,014	(582,991,301)	169,394,612
Component Units:						
Charter Schools, Foundation and Benefit Districts	\$ 169,394,612	\$ 3,494,790	\$ 25,273,463	\$ 9,214,719		\$ (131,411,640)
General Revenues:						
Taxes:						
Property Taxes, Levied for Operational Purposes					170,509,611	-
Property Taxes, Levied for Capital Projects					63,668,452	-
Local Sales Taxes					70,994,530	-
State passed through local school district					-	123,497,788
Grants and Contributions Not Restricted to Specific Programs					422,245,150	7,918,792
Unrestricted Investment Earnings (Loss)					18,983,891	544,816
Miscellaneous					13,226,388	1,559,718
Special Items					-	32,214
Total General Revenues and Special Items					<u>759,628,022</u>	<u>133,553,328</u>
Change in Net Position					176,636,721	2,141,688
Net Position - Beginning					1,057,115,764	17,906,875
Adjustments to Beginning Net Position					-	(29,908)
Net Position - Ending					<u>\$ 1,233,752,485</u>	<u>\$ 20,018,655</u>

*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, 2023

	General Fund	Special Revenue - Other Federal Programs Fund	Special Revenue - Federal Education Stabilization Fund	Capital Projects - Nonvoted Capital Improvement Fund	Capital Projects - Other Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and Cash Equivalents	\$ 42,392,855	\$ 1	\$ 11,560	\$ 80,806,255	\$ 192,764,358	\$ 26,522,161	\$ 342,497,190
Investments	36,906,043	-	-	9,142,403	307,276,642	33,522,574	386,847,662
Accounts Receivable	410,465	46,394	61,464	5,529	12,994	19,811	556,657
Due from Other Funds	13,307,530	-	-	-	-	-	13,307,530
Due from Other Agencies	1,173,097	7,245,519	12,275,233	14,599	22,907,955	431,439	44,047,842
Due from Internal Funds	210,081	-	4,321	-	-	-	214,402
Inventories	3,835,373	-	-	-	-	656,678	4,492,051
Total Assets	\$ 98,235,444	7,291,914	\$ 12,352,578	\$ 89,968,786	522,961,949	61,152,663	\$ 791,963,334
LIABILITIES AND FUND BALANCES							
Liabilities:							
Salaries and Benefits Payable	\$ 1,063,675	\$ 275,735	\$ 1,121,983	\$ -	\$ -	\$ 62,203	\$ 2,523,596
Payroll Deductions and Withholdings	721,253	80,544	299,748	-	-	19,266	1,120,811
Accounts Payable	1,241,140	1,379,522	772,023	25,988	632,243	680,779	4,731,695
Construction Contracts Payable	7,952	-	-	1,445,229	26,200,266	1,281,791	28,935,238
Construction Contracts Payable-Retainage	-	-	-	105,395	2,373,963	67,463	2,546,821
Due to Other Funds	-	4,864,166	8,443,364	-	-	-	13,307,530
Due to Other Agencies	6,375,898	458,253	1,715,460	-	-	122,952	8,672,563
Due to Internal Funds	4,702	-	-	-	-	-	4,702
Sales Tax Payable	8,416	-	-	-	-	-	8,416
Unearned Revenue	164,658	233,694	-	-	-	181,818	580,170
Total Liabilities	9,587,694	7,291,914	12,352,578	1,576,612	29,206,472	2,416,272	62,431,542
Fund Balances:							
Nonspendable	3,835,373	-	-	-	-	656,678	4,492,051
Restricted	33,933,319	-	-	88,392,174	493,755,477	58,079,713	674,160,683
Assigned	5,540,809	-	-	-	-	-	5,540,809
Unassigned	45,338,249	-	-	-	-	-	45,338,249
Total Fund Balances	88,647,750	-	-	88,392,174	493,755,477	58,736,391	729,531,792
TOTAL LIABILITIES AND FUND BALANCES	\$ 98,235,444	7,291,914	\$ 12,352,578	\$ 89,968,786	522,961,949	61,152,663	\$ 791,963,334

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, 2023**

Total Fund Balances - Governmental Funds \$ 729,531,792

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. 1,045,746,993

Deferred amount on refunding (loss) are not recognized in the fund level statements but are included in the government-wide statements. 595,257

Deferred amount on refunding (gain) are not recognized in the fund level statements but are included in the government-wide statements. (2,793,943)

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. 111,340,748

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. 1,219,080

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. (18,637,757)

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. (6,624,242)

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	\$	19,413,084	
Total Liabilities - Internal Service Funds		(7,820,082)	
Less: Depreciable Assets Reported Above		(3,043,277)	
			8,549,725

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. (1,666,866)

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	\$	136,377,241	
Certificates of Participation Payable		100,730,000	
Compensated Absences Payable		45,764,428	
Other Postemployment Benefits Payable		14,259,998	
Net Pension Liability		321,234,636	
Educational Facilities Benefit District Agreement Payable		7,312,978	
Impact Fee Credit Vouchers		7,829,021	
			(633,508,302)

Total Net Position - Governmental Activities **\$ 1,233,752,485**

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, 2023

	General Fund	Special Revenue - Other Federal Programs Fund	Special Revenue - Federal Education Stabilization Fund	Capital Projects - Nonvoted Capital Improvement Fund	Capital Projects - Other Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Intergovernmental:							
Federal Direct	\$ 1,068,416	\$ 1,849,027	\$ 1,336,056	\$ -	\$ -	\$ 2,148,161	\$ 6,401,660
Federal Through State	1,210,832	47,530,399	74,612,404	-	-	36,675,148	160,028,783
State	412,089,630	-	-	-	8,946,776	3,464,859	424,501,265
Local:							
Property Taxes	170,499,513	-	-	63,678,550	-	-	234,178,063
Local Sales Taxes	-	-	-	-	70,994,530	-	70,994,530
Impact Fees	-	-	-	-	98,182,176	-	98,182,176
Charges for Services - Food Service	-	-	-	-	-	2,034,062	2,034,062
Other Local Revenues	22,201,618	96,534	-	3,779,585	9,702,560	1,334,327	37,114,624
Total Revenues	607,070,009	49,475,960	75,948,460	67,458,135	187,826,042	45,656,557	1,033,435,163
EXPENDITURES							
Current-Education:							
Instruction	394,019,538	26,156,779	48,311,463	-	-	-	468,487,780
Pupil Personnel Services	31,473,796	1,930,555	2,982,644	-	-	-	36,386,995
Instructional Media Services	5,270,954	20,023	1,580,003	-	-	-	6,870,980
Instruction and Curriculum Development Services	18,552,312	9,578,913	2,007,372	-	-	-	30,138,597
Instructional Staff Training Services	6,930,341	5,404,864	5,966,446	-	-	-	18,301,651
Instruction Related Technology	2,320,854	83,381	5,437,662	-	-	-	7,841,897
Board of Education	1,842,561	-	-	-	-	-	1,842,561
General Administration	2,219,662	1,301,193	2,135,601	-	-	-	5,656,456
School Administration	28,688,188	28,960	963,650	-	-	-	29,680,798
Facilities Acquisition and Construction	14,488,451	-	422,400	-	64	472,063	15,382,978
Fiscal Services	2,431,775	-	95,287	-	-	-	2,527,062
Food Services	523,185	-	918,297	-	-	34,415,575	35,857,057
Central Services	9,281,407	872,191	959,317	-	-	-	11,112,915
Pupil Transportation Services	28,545,539	180,957	1,199,387	-	-	-	29,925,883
Operation of Plant	48,317,834	-	1,461,259	-	-	-	49,779,093
Maintenance of Plant	11,286,900	47,540	279,210	-	-	-	11,613,650
Administrative Technology Services	5,010,457	24,439	610,730	-	-	-	5,645,626
Community Services	4,131,275	1,292,259	175,852	-	-	-	5,599,386
Fixed Capital Outlay:							
Facilities Acquisition and Construction	-	-	-	13,969,328	138,873,225	725,451	153,568,004
Other Capital Outlay	2,362,416	2,553,906	441,880	-	-	364,648	5,722,850
Debt Service:							
Principal	-	-	-	-	-	31,202,015	31,202,015
Interest and Fiscal Charges	-	-	-	-	-	7,764,655	7,764,655
Dues, Fees and Issuance Costs	-	-	-	-	-	127,969	127,969
Total Expenditures	617,697,445	49,475,960	75,948,460	13,969,328	138,873,289	75,072,376	971,036,858
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,627,436)	-	-	53,488,807	48,952,753	(29,415,819)	62,398,305
OTHER FINANCING SOURCES (USES)							
Transfers In	14,359,357	-	-	-	-	36,291,017	50,650,374
Refunding Bonds Issued	-	-	-	-	-	20,570,000	20,570,000
Proceeds from the Sale of Capital Assets	-	-	-	-	19,500	-	19,500
Insurance Loss Recoveries	245,517	-	-	-	-	-	245,517
Payments to Escrow Agent for Refunded Debt	-	-	-	-	-	(20,570,000)	(20,570,000)
Transfers Out	(3,000,000)	-	-	(20,054,437)	(30,595,937)	-	(53,650,374)
Total Other Financing Sources (Uses)	11,604,874	-	-	(20,054,437)	(30,576,437)	36,291,017	(2,734,983)
Net Change in Fund Balances	977,438	-	-	33,434,370	18,376,316	6,875,198	59,663,322
Fund Balances, July 1, 2022	87,670,312	-	-	54,957,804	475,379,161	51,861,193	669,868,470
Fund Balances, June 30, 2023	\$ 88,647,750	\$ -	\$ -	\$ 88,392,174	\$ 493,755,477	\$ 58,736,391	\$ 729,531,792

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, 2023**

Net Change in Fund Balances - Total Governmental Funds \$ 59,663,322

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	\$ 148,665,600	
Depreciation Expense(excluding internal service funds)	<u>(39,788,756)</u>	108,876,844

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). 831,834

Vouchers payable associated with impact fee credits are accrued in the government-wide statements, but are not recognized in the governmental funds. (6,327,500)

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. (358)

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	\$ (20,570,000)	
Redemption of Principal	31,202,015	
Debt Conversion	20,570,000	
Amortization of Deferred Inflows/Outflows	<u>222,907</u>	31,424,922

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. (7,812,455)

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. (645,439)

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. (5,281,394)

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. (4,093,055)

Change in Net Position of Governmental Activities \$ 176,636,721

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, 2023

	Governmental Activities - Internal Service Funds
	<hr/>
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 11,033,105
Investments	8,402
Accounts Receivable	2,847,048
Due from Other Agencies	13,103
Prepaid Items	2,468,148
Total Current Assets	<hr/> 16,369,806 <hr/>
Noncurrent Assets:	
Capital Assets:	
Construction in Progress	23,515
Buildings and Fixed Equipment, Net	2,967,990
Furniture, Fixtures and Equipment, Net	51,772
Total Noncurrent Assets	<hr/> 3,043,277 <hr/>
Total Assets	<hr/> 19,413,083 <hr/>
LIABILITIES	
Current Liabilities:	
Accounts Payable	406,801
Estimated Insurance Claims Payable	7,413,281
Total Liabilities	<hr/> 7,820,082 <hr/>
NET POSITION	
Investment in Capital Assets	3,043,277
Unrestricted	8,549,724
Total Net Position	<hr/> \$ 11,593,001 <hr/>

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, 2023

	Governmental Activities - Internal Service Funds
OPERATING REVENUES	
Premium Revenues	\$ 67,049,964
Total Operating Revenues	<u>67,049,964</u>
OPERATING EXPENSES	
Purchased Services	17,700,651
Materials and Supplies	277,440
Insurance Claims	56,496,855
Depreciation/Amortization Expense	65,816
Total Operating Expenses	<u>74,540,762</u>
Operating Income/(Loss)	<u>(7,490,798)</u>
NONOPERATING REVENUES	
Interest	66
Miscellaneous Local Sources	348,090
Loss on Disposition of Assets	(29,847)
Total NonOperating Revenues	<u>318,309</u>
Transfers In	<u>3,000,000</u>
Change In Net Position	<u>(4,172,489)</u>
Net Position - Beginning	15,765,490
Net Position - Ending	<u><u>\$ 11,593,001</u></u>

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

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2023**

	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Board Funds and Participants	\$ 65,787,120
Payments for Insurance Claims	(17,571,290)
Cash Payments to Vendors for Goods and Services	(55,792,317)
Net Cash Provided(Used) by Operating Activities	<u>(7,576,487)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers from Other Funds	3,000,000
Net Cash Provided by Noncapital Financing Activities	<u>3,000,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition and Construction of Capital Assets	(16,229)
Net Cash Used by Capital and Related Financing Activities	<u>(16,229)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Sale of Investments	347,978
Interest	66
Net Cash Provided by Investing Activities	<u>348,044</u>
Net Increase/(Decrease)in Cash and Cash Equivalents	(4,244,672)
Cash and Cash Equivalents, Beginning	15,277,777
Cash and Cash Equivalents, Ending	<u><u>\$ 11,033,105</u></u>
 Reconciliation of Operating Gain/(Loss) to Net Cash Provided by/(Used in) Operating Activities:	
Operating Income/(Loss)	\$ (7,490,798)
Adjustments to Reconcile Operating Gain to Net Cash Provided by Operating Activities:	
Depreciation	65,816
Changes in Assets and Liabilities:	
(Increase)/Decrease in Accounts Receivable	(1,131,088)
(Increase)/Decrease in Due from Other Agencies	(13,103)
(Increase)/Decrease in Prepaid Items	(131,756)
Increase/(Decrease) in Accounts Payable	406,801
Increase/(Decrease) in Estimated Insurance Claims Payable	717,641
Total Adjustments	<u>(85,689)</u>
Net Cash Provided/(Used) by Operating Activities	<u><u>\$ (7,576,487)</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, 2023

	Custodial Funds
ASSETS	
Cash and Cash Equivalents	\$ 5,392,129
Accounts Receivable	289,656
Inventory	82,691
Total Assets	<u>5,764,476</u>
 LIABILITIES	
Accounts Payable	139,246
Total Liabilities	<u>139,246</u>
 NET POSITION	
Restricted for:	
Student Groups	5,625,230
TOTAL NET POSITION	<u><u>\$ 5,625,230</u></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, 2023

	Custodial Funds
ADDITIONS	
Student Group Collections	\$ 11,856,038
DEDUCTIONS	
Student Group Disbursements	11,506,760
Change in Net Position	349,278
Net Position - Beginning	5,275,952
Net Positions- Ending	<u>\$ 5,625,230</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, 2023

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, 2023

- 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.

BridgePrep Academy of Osceola County, 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 Academy of Arts and Science, Renaissance Charter School at Poinciana, Renaissance Charter School at Tapestry, Sports Leadership Arts Management, UCP Osceola Charter School, Victory Charter School, Victory Charter School K-5 and Virtual Prep Academy of Florida, 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, 2023. However, the accompanying statements do not include the beginning net position of \$1,301,071 for American Classical Charter Academy, and \$92,820 for St. Cloud Preparatory Academy, Inc. These two charter schools ceased operating as of June 30, 2022. The audited reports are filed in the District's administrative offices at 817 Bill Beck Boulevard, Kissimmee, Florida, 34744.

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➤ **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 – Local Capital Improvement Fund – to account for financial resources generated by the local capital improvement tax levy to be used for educational capital outlay needs.
- 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 fund, which is used to administer moneys collected at several schools in connection with school, student athletic, class, and club activities. Currently, the District maintains one Custodial Fund.

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.

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➤ **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 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,

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Florida Statutes, and those made locally. The investment pool operates under investment guidelines established by Section 215.47, Florida Statutes.

The District's investments in Florida PRIME 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 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

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

➤ **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 2022 tax levy on September 9, 2022. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4 percent for early payment.

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

Property tax revenues are recognized in the government-wide financial statements when the Board adopts the tax levy. Property tax revenues are recognized in the governmental fund financial statements when taxes are received by the District, except that revenue is accrued for taxes collected by the 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, 2023, 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	37 Day Average	\$ 251,376,055
Florida Public Assets for Liquidity Management (PALM)	28 Day Average	28,151,382
Money Market:		
Goldman Sachs Financial Square Govt. Fund	17 Day Average	68,169
Total Cash Equivalents		<u>\$ 279,595,606</u>
<i>Investments</i>		
Florida Fixed Income Trust (FIT)	105 Days	108,922,010
SBA Debt Service Accounts	6 Months	19,751
US Treasury Bonds/Notes	5/2024 - 6/2026	184,364,807
Municipal Bonds/Notes	10/2022 - 6/2026	2,645,272
Federal Agency Mortgage-Backed Securities	6/2027 - 7/2035	2,473,667
Federal Agency Commercial Mortgage-Backed Securities	11/2023 - 8/2026	17,014,336
Federal Agency Collateralized Mortgage Obligation	9/2024 - 4/2041	2,652,247
Federal Agency Bonds/Notes	8/2023 - 12/2023	7,607,643
Corporate Notes	8/2023 - 1/2027	61,156,331
Total Investments		386,856,064
Total Cash Equivalents and Investments		<u><u>\$ 666,451,669</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 37 days, Florida PALM had a WAM of 28 days, Florida FIT had a WAM of 105 days, and Money Market funds had a WAM of 17 days at June 30, 2023. 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, 2023, 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, 2023, 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:

Investment Type	Percent
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, 2023, approximately 28 percent of the District’s investments were in Florida FIT, followed by 48 percent in US Treasury Bonds/Notes and 16 percent in Corporate Notes. For the Capital Project – Other Fund Corporate Notes are 8 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, 2023:

<u>Investment by fair value level</u>	<u>Fiscal Year Ending</u> <u>6/30/2023</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	\$ 19,751	\$ 19,751	\$ -	\$ -
US Treasury Bonds/Notes	184,364,807	-	184,364,807	-
Municipal Bonds/Notes	2,645,272	-	2,645,272	-
Federal Agency Mortgage-Backed Securities	2,473,667	-	2,473,667	-
Federal Agency Commercial Mortgage-Backed Securities	17,014,336	-	17,014,336	-
Federal Agency Collateralized Mortgage Obligation	2,652,247	-	2,652,247	-
Federal Agency Bonds/Notes	7,607,643	-	7,607,643	-
Corporate Notes	61,156,331	-	61,156,331	-
Total Investments by fair value level	<u>\$ 277,934,053</u>	<u>\$ 19,751</u>	<u>\$ 277,914,303</u>	<u>\$ -</u>
Investments Measured at Net Asset Value (NAV)				
Florida Fixed Income Trust-(FIT)	108,922,010			
Total Investments at NAV	<u>\$ 108,922,010</u>			
Total Investments	<u>\$ 386,856,064</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.

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
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4. CHANGES IN CAPITAL ASSETS

Changes in capital assets are presented in the table below:

	<u>Balance 6/30/2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/2023</u>
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated:				
Land	\$ 75,405,050	\$ 299,970	\$ -	\$ 75,705,020
Land Improvements, Nondepreciable	2,602,718	-	-	2,602,718
Construction in Progress	21,113,189	131,182,546	14,702,817	137,592,919
Total Capital Assets Not Being Depreciated	<u>99,120,957</u>	<u>131,482,517</u>	<u>14,702,817</u>	<u>215,900,657</u>
Capital Assets Being Depreciated:				
Improvements Other Than Buildings	43,607,698	1,951,661	-	45,559,359
Buildings and Fixed Equipment	1,306,208,648	12,745,540	-	1,318,954,188
Furniture, Fixtures, and Equipment	66,171,720	10,883,409	3,043,828	74,011,301
Investment in Educational Facilities Benefit				
District	14,158,434	-	-	14,158,434
Motor Vehicles	48,881,728	7,234,662	6,966,571	49,149,819
Audio Visual Materials and Computer Software	4,388,416	46,259	35,272	4,399,404
Total Capital Assets Being Depreciated	<u>1,483,416,644</u>	<u>32,861,531</u>	<u>10,045,671</u>	<u>1,506,232,504</u>
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	33,203,984	890,452	-	34,094,436
Buildings and Fixed Equipment	525,785,084	29,264,035	-	555,049,119
Furniture, Fixtures, and Equipment	47,817,271	5,747,571	2,900,051	50,664,791
Investment in Educational Facilities Benefit				
District	4,178,824	267,199	-	4,446,023
Motor Vehicles	31,209,637	3,588,365	6,966,391	27,831,611
Audio-Visual Materials and Computer Software	4,304,128	31,135	35,074	4,300,189
Total Accumulated Depreciation	<u>646,498,928</u>	<u>39,788,756</u>	<u>9,901,516</u>	<u>676,386,168</u>
Total Capital Assets Being Depreciated, Net	<u>836,917,716</u>	<u>(6,927,225)</u>	<u>144,155</u>	<u>829,846,336</u>
Governmental Activities Capital Assets, Net	<u>\$ 936,038,673</u>	<u>\$ 124,555,292</u>	<u>\$ 14,846,972</u>	<u>\$ 1,045,746,993</u>

Depreciation expense was charged to functions as follows:

<u>Function</u>	<u>Amount</u>
GOVERNMENTAL ACTIVITIES	
Student Transportation Services	\$ 3,588,365
Unallocated	36,200,391
Total Depreciation Expense - Governmental Activities	<u>\$ 39,788,756</u>

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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
2024	\$ 923,835	\$ 546,248	\$ 377,587
2025	913,628	575,274	338,355
2026	914,075	614,519	299,556
2027	904,846	644,108	260,738
2028	895,896	673,583	222,313
2029-2033	4,324,102	3,774,430	549,672
2034	941,669	484,816	456,853
Total	<u>\$ 9,818,051</u>	<u>\$ 7,312,978</u>	<u>\$ 2,505,073</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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6. CERTIFICATES OF PARTICIPATION

Certificates of Participation at June 30, 2023, 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
2014 COPS Refunding	3,605,000	2.24	2028	12,005,000
2015 COPS Refunding	2,020,000	2.67	2025	8,310,000
2017 COPS Refunding	32,435,000	2.1	2027	58,170,000
2020 COPS Refunding	1,600,000	0.76	2024	6,340,000
2023 COPS Refunding	20,570,000	1.36	2028	20,570,000
Total Certificates of Participation	<u>\$ 100,730,000</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 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 2023, Refunding	Earlier of date paid in full or June 30, 2028

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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
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 2023, 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 2014, 2017, 2020 and 2023; 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	
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 Certificates of Participation	<u>\$ 40,500,000</u>	<u>\$ 10,785,960</u>	<u>\$ 60,230,000</u>	<u>\$ 3,275,680</u>	<u>\$ 114,791,640</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 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 54a(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

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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 \$2,199,827 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 June 1st, 2023, the District issued an exchange of the taxable Certificates of Participation, Series 2021A previously issued in the amount of \$21,060,000 for the tax-exempt Certificates of Participation, Series 2023A, maturing on June 1, 2028, in the amount of \$20,570,000, with an interest rate of 1.36% per annum.

The net proceeds of \$20,570,000 (after payment of \$73,700 issuance costs) were placed in an irrevocable trust to provide debt service payments on the Series 2021A bonds. As a result, \$20,570,000 of the Series 2021A bonds are considered to be in-substance defeased and the liability for these bonds have been removed from the government-wide financial statements.

The exchange of the taxable Certificates of Participation, Series 2021A for the tax-exempt Certificates of Participation, Series 2023A reduced the total debt service payments over the next 5 years by approximately \$260,496 to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$252,352.

8. BONDS PAYABLE

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

Bond Type	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To	Original Amount
State School Bonds:				
Series 2014A, Refunding	\$ 344,000	3.0 - 5.0	2025	1,796,000
Series 2017A, Refunding	419,000	5.0	2026	986,000
District Revenue Bonds:				
Sales Tax Revenue Series 2015	10,230,000	2.29	2025	30,087,000
Sales Tax Revenue Series 2017	2,920,000	1.72	2024	19,420,000
Capital Outlay Sales Tax Rev. Series 2017	61,315,000	2.76	2033	86,250,000
Capital Outlay Sales Tax Rev. Series 2020	61,055,000	1.52	2030	75,150,000
Total Bonds	136,283,000			
Plus: Unamortized Bond Premium	94,241			
Total Bonds Payable	<u>\$ 136,377,241</u>			

The various bonds were issued to finance capital outlay projects of the District. The following is a description of the bonded debt issues:

➤ **State School Bonds**

These bonds 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.

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➤ **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 \$148,536,052 of discretionary and capital outlay surtax sales 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 2022-23 fiscal year, the District recognized sales tax revenues totaling \$70,994,530 and expended \$21,726,100 (31 percent) of these revenues for debt service directly collateralized by these revenues. The pledged sales tax revenues are committed until final maturity of the debt, or October 1, 2032. Assuming a nominal growth rate in the collection of sales tax revenues, which are levied through June 30, 2037 approximately 15 percent of this revenue stream has been pledged in connection with debt service on the revenue bonds.

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

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Fiscal Year Ending June 30	Bonds		Bonds from Direct Borrowings and Direct Placements		Total
	Principal	Interest	Principal	Interest	
State School Bonds:					
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>763,000</u>	<u>61,350</u>	<u>-</u>	<u>-</u>	<u>824,350</u>
District Revenue Bonds:					
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>135,520,000</u>	<u>13,016,051</u>	<u>148,536,051</u>
Total	<u>\$ 763,000</u>	<u>\$ 61,350</u>	<u>\$ 135,520,000</u>	<u>\$ 13,016,051</u>	<u>\$ 149,360,401</u>

9. CHANGES IN LONG-TERM LIABILITIES

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

Description	Balance 7-1-22	Additions	Deductions	Balance 6-30-23	Due in One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable	\$ 1,404,980	\$ -	\$ 547,739	\$ 857,241	\$ 400,849
Bonds from Direct Borrowings and Direct Placements	154,122,000	-	18,602,000	135,520,000	18,991,000
Certificates of Participation Payable COP from Direct Borrowings and Direct Placements	43,624,782	-	3,124,782	40,500,000	-
Educational Facilities Benefit District Agreement Payable	69,005,000	20,570,000	29,345,000	60,230,000	11,960,000
Impact Fee Credit Vouchers	7,820,993	-	508,015	7,312,978	546,248
Net Pension Liability	1,501,521	6,327,500	-	7,829,021	-
Other Postemployment Benefits Payable	151,318,672	271,725,672	101,809,708	321,234,636	-
Compensated Absences Payable	15,279,565	5,179,755	6,199,322	14,259,998	788,161
	37,951,973	13,457,860	5,645,406	45,764,428	6,540,675
Total Governmental Activities	<u>\$ 482,029,486</u>	<u>\$ 317,260,787</u>	<u>\$ 165,781,972</u>	<u>\$ 633,508,302</u>	<u>\$ 39,226,933</u>

The District's outstanding COPs from direct borrowings and direct placements totaled \$60,230,000 and \$135,520,000 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.

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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, 2023:

	Major Funds						Total Governmental Funds
	General	Special Revenue - Other Federal Programs	Special Revenue - Federal Education Stabilization	Nonvoted Capital Improvement Fund	Capital Projects - Other	Nonmajor Governmental Funds	
Fund Balances							
Nonspendable:							
Inventory	\$ 3,835,373	\$ -	\$ -		\$ -	\$ 656,678	\$ 4,492,051
Restricted:							
State Categorical Programs	20,062,549	-	-	-	-	-	20,062,549
Debt Service	-	-	-	-	-	28,729,348	28,729,348
Capital Projects	-	-	-	88,392,174	493,755,477	9,723,927	591,871,578
Contract Commitments	1,215,940	-	-	-	-	-	1,215,940
Grants and Programs	12,654,830	-	-	-	-	-	12,654,830
Food Services	-	-	-	-	-	19,626,438	19,626,438
Assigned:							
Carryover Appropriations	2,572,660	-	-	-	-	-	2,572,660
Projected Operating Deficit	2,968,149	-	-	-	-	-	2,968,149
Unassigned	45,338,249	-	-	-	-	-	45,338,249
Total Fund Balances	\$ 88,647,749	\$ -	\$ -	\$ 88,392,174	\$ 493,755,477	\$ 58,736,391	\$ 729,531,791

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

➤ **Non spendable Fund Balance**

Non spendable 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 \$4,492,051 classified as non-spendable.

➤ **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 \$674,160,683 in restricted fund balance as of June 30, 2023.

➤ **Assigned Fund Balance**

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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. The District has a total of \$5,540,809 in assigned fund balance as of June 30th, 2023.

➤ **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 \$37,300,000 are included as part of the unassigned general fund balance of \$45,338,249.

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 \$39,253,416 for the fiscal year ended June 30, 2023.

➤ **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.

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,

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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
Special Risk	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.

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

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Class or Plan	Percent of Gross Salary	
	Employee	Employer (A)
FRS, Regular	3.00	11.91
FRS, Elected County Officers	3.00	57.00
FRS, Senior Management	3.00	31.57
FRS, Special Risk	3.00	27.83
FRS, Special Risk Administrative	3.00	38.65
DROP - Applicable to Members from All of the Above Classes or Plans	0.00	18.60
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 \$28,336,206 for the fiscal year ended June 30, 2023.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2023, the District reported a liability of \$230,151,929 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The district's proportionate share of the net pension liability was based on the district's 2021-22 fiscal year contributions relative to the total 2021-22 fiscal year contributions of all participating members. At June 30, 2022, the District's proportionate share was 0.620776116 percent, which was an increase of 0.005855249 from its proportionate share measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the District recognized pension expense of \$34,584,695 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	\$ 10,970,150	\$ -
Change of assumptions	28,445,982	-
Net difference between projected and actual earnings on FRS pension plan investments	15,251,486	-
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	12,672,447	2,611,504
District FRS contributions subsequent to the measurement date	28,336,206	-
Total	<u>\$ 95,676,271</u>	<u>\$ 2,611,504</u>

The deferred outflows of resources related to pensions, totaling \$28,336,206 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, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

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Fiscal Year Ending June 30	Amount
2024	\$ 15,813,557
2025	7,611,081
2026	(1,993,745)
2027	41,140,972
2028	2,156,698
Total	\$ 64,728,563

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

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

Mortality rates were based on PUB2010 base table, projected generationally with Scale MP-2018.

The actuarial assumptions used in the July 1, 2022, valuation was 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%	2.6%	2.6%	1.1%
Fixed Income	19.8%	4.4%	4.4%	3.2%
Global Equity	54.0%	8.2%	7.3%	17.8%
Real Estate	10.3%	7.4%	6.3%	15.7%
Private Equity	11.1%	12.0%	8.9%	26.3%
Strategic Investments	3.8%	6.2%	5.9%	7.8%
Total	100%			
Assumed inflation - Mean			2.4%	1.3%

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

Discount Rate. The discount rate used to measure the total pension liability was 6.7 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate changed from 6.8 percent to 6.7 percent.

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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 6.7 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 (5.7 percent) or 1 percentage point higher (7.7 percent) than the current rate:

	1% Decrease 5.70%	Current Discount Rate 6.70%	1% Increase 7.70%
District's proportionate share of the net pension liability	\$ 398,031,937	\$ 230,151,928	\$ 89,784,267

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, 2023, the District reported a payable of \$4,628,864 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2023.

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

Contributions. The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2023, the contribution rate was 1.66 percent of payroll pursuant to Section 112.363, Florida Statutes. The district contributed 100 percent of its statutorily required contributions for the current and preceding 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 \$5,635,810 for the fiscal year ended June 30, 2023.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2023, the District reported a net pension liability of \$91,082,708 for its proportionate share of the HIS Plan's net pension liability. The current portion of the net pension liability is the District's proportionate share of benefit payments expected to be paid within one year, net of the District's proportionate share of the HIS Plan's fiduciary net position available to pay that amount. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The district's proportionate share of the net pension liability was based on the District's 2021-22 fiscal year contributions relative to the total 2021-22 fiscal year contributions of all

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participating members. At June 30, 2022, the District's proportionate share was 0.864266813 percent, which was an increase of 0.008347288 from its proportionate share measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the District recognized pension expense of \$4,668,722. 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	\$ 2,778,445	\$ 402,782
Change of assumptions	5,247,112	14,161,127
Net difference between projected and actual earnings on HIS pension plan investments	132,530	-
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	1,870,580	1,462,343
District contributions subsequent to the measurement date	5,635,810	-
Total	<u>\$ 15,664,477</u>	<u>\$ 16,026,252</u>

The deferred outflows of resources, totaling \$5,635,810 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, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2024	\$ (1,509,215)
2025	(676,067)
2026	(33,065)
2027	(1,063,823)
2028	(1,861,367)
Thereafter	(854,051)
Total	<u>\$ (5,997,588)</u>

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

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

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

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

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

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

	1% Decrease 2.54%	Current Discount Rate 3.54%	1% Increase 4.54%
District's proportionate share of the net pension liability	\$ 104,206,097	\$ 91,082,708	\$ 80,223,375

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, 2023, the District reported a payable of \$78,777 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2023.

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:

	Pension Plan	HIS Plan	Total
Net pension liability	\$ 230,151,928	\$ 91,082,708	\$ 321,234,636
Deferred outflows of resources	95,676,270	15,664,478	111,340,748
Deferred inflows of resources	2,611,504	16,026,252	18,637,756
Pension expense	34,584,695	4,668,722	39,253,417

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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 Annual Comprehensive 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. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of Investment Plan members. Allocations to the Investment Plan member accounts during the 2022-23 fiscal year were as follows:

Class	Percent of Gross Compensation
FRS, Regular	9.30
FRS, Elected County Officers	14.34
FRS, Senior Management Service	10.67

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings, regardless of membership class. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5-year period, the employee will regain control over their account. If the employee does not return within the 5-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2023, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

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

The District’s Investment Plan pension expense totaled \$11,643,056 for the fiscal year ended June 30, 2023.

Payables to the Pension Plan. At June 30, 2023, the District reported a payable of \$2,157,881 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2023.

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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 6,270 active plan members and 107 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 \$788,161 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 \$955,538. Required contributions are based on projected pay-as-you-go financing.

➤ **Total OPEB Liability**

The District’s total OPEB liability of \$14,259,998 was measured as of June 30, 2022 and was determined by an actuarial valuation as of June 30, 2021.

➤ **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, 2022
Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Discount Rate	3.69%
Salary Increases	FRS 7/1/2021 Actuarial Valuation 3.4% - 7.8%, including inflation

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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.

➤ **Changes to the Total OPEB Liability**

Below are the details regarding the total OPEB liability for the measurement period from June 30, 2021, to June 30, 2022.

	<u>Total OPEB Liability</u>
Balance Recognized at 6/30/2022	<u>\$ 15,279,565</u>
Changes for the Fiscal Year:	
Service Cost	943,654
Interest on the Total OPEB Liability	302,641
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	-
Changes in Assumptions and Other Inputs	(1,471,702)
Benefit Payments	<u>(794,160)</u>
Net Changes	<u>(1,019,567)</u>
Balance as of 6/30/2023	<u><u>\$ 14,259,998</u></u>

The changes of assumptions or other inputs reflect a change in the discount rate from 1.92 percent as of the beginning of the measurement period, to 3.69 percent as of June 30, 2022. 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.

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➤ **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 3.69 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 1.92percent 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 (2.69 percent) or 1 percentage point higher (4.69 percent) than the current discount rate:

	Decrease 2.69%	Discount Rate 3.69%	Increase 4.69%
Total OPEB Liability	\$ 15,103,745	\$ 14,259,998	\$ 13,411,604

➤ **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 that the current healthcare cost trend rates:

	Health Care Cost		
	1% Decrease	Trend Rate	1% Increase
Total OPEB Liability	\$ 12,733,646	\$ 14,259,998	\$ 16,051,115

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

For the year ended June 30, 2023, the District recognized an OPEB expense of \$645,439. At June 30, 2023, 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	\$ 26,855	\$ 159,970
Changes of assumptions of other inputs	404,064	6,464,272
Benefits paid subsequent to the measurement date	788,161	-
Total	\$ 1,219,080	\$ 6,624,242

The deferred outflows of resources related to OPEB, totaling \$788,161 resulting from District benefits paid subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the fiscal

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year ending June 30, 2024. 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
2024	\$ (600,856)
2025	(600,856)
2026	(600,856)
2027	(600,856)
2028	(600,856)
Thereafter	(3,189,044)
Total	\$ (6,193,323)

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	\$ 13,307,530	\$ -
Special Revenue:		
Federal Education Stabilization	-	8,443,364
Other Federal Programs Fund	-	4,864,166
Total	\$ 13,307,530	\$ 13,307,530

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	\$ 14,359,357	\$ 3,000,000
Capital Projects:		
Nonvoted Capital Improvement Funds	-	20,054,436
Other Funds	-	30,595,938
Nonmajor Governmental	36,291,017	-
Internal Service Funds	3,000,000	-
Total	\$ 53,650,374	\$ 53,650,374

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 2022-23 fiscal year:

Source	Amount
Florida Education Finance Program	\$ 324,160,474
Categorical Educational Program - Class Size Reduction	73,731,452
Charter School Capital Outlay	8,789,787
School Recognition	1,660,295
Workforce Development Program	6,999,595
Voluntary Prekindergarten Program	3,465,142
Capital Outlay & Debt Service	3,065,338
Miscellaneous State Revenue	2,629,183
Total	<u>\$ 424,501,265</u>

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 2022 tax roll for the 2022-23 fiscal year:

	Millages	Taxes Levied
<u>GENERAL FUND</u>		
Nonvoted School Tax:		
Required Local Effort (RLE)	3.262	\$ 138,612,160
RLE Prior Period Adjustment	0.006	254,958
Basic Discretionary Local Effort	0.748	31,784,763
<u>CAPITAL PROJECTS - LOCAL CAPITAL IMPROVEMENT FUND</u>		
Nonvoted Tax:		
Local Capital Improvements	1.500	63,739,497
Total	<u>5.516</u>	<u>\$ 234,391,378</u>

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.

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

Major Funds						
General	Special Revenue - Other Federal Programs	Special Revenue - Federal Education Stabilization	Nonvoted Capital Improvement Fund	Capital Project- Other Funds	Nonmajor Governmental Funds	Total Governmental Funds
\$ 3,991,054	\$ 2,824,692	\$ 10,265,623	\$ 12,524,361	\$ 180,285,880	\$ 5,470,150	\$ 215,361,760

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2023

➤ **Construction Contracts**

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

Project	Contract (s) Amount	Completed to Date	Balance Committed
"AAA" Nova Road High School	\$ 5,856,929	\$ 512,356	\$ 5,344,572
"BB" Knightsbridge K8	58,645,143	14,141,378	44,503,765
"CC" Sunbridge K8	53,771,471	15,755,265	38,016,206
Gateway High School Comprehensive Renovation	88,016,882	53,667,629	34,349,253
Neodity Expansion	28,853,650	5,070,671	23,782,979
St. Cloud High Wing Addition	11,525,968	2,217,998	9,307,969
Transportation East	34,779,764	1,162,064	33,617,700
Grand Total	<u>\$ 281,449,806</u>	<u>\$ 92,527,362</u>	<u>\$ 188,922,444</u>

17. INVESTMENT IN CAPITAL ASSETS

The amount reported on the Statement of Net Position as Net Investment in Capital Assets as of June 30, 2023, consists of the following:

Capital Assets	\$ 1,722,133,161
Less: Accumulated depreciation/amortization	<u>676,386,166</u>
Net carrying value of capital assets	1,045,746,995
Less:	
Outstanding principal of capital debt/borrowings expended for capital purposes	166,414,221
Outstanding principal balance of debt/borrowing used for refundings	60,993,000
Outstanding principal balance of any other capital-related liabilities	46,624,058
Unamortized premiums	94,242
Unamortized balance of deferred inflows of resources	595,256
Plus:	
Unamortized discounts	-
Unamortized balance deferred outflows	<u>2,793,941</u>
Net Investment in Capital Assets	<u><u>\$ 773,820,159</u></u>

18. 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 maintained the individual deductible at \$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 years. A liability in the amount of \$6,191,000 was actuarially determined to cover estimated incurred, but not reported, insurance claims payable for the group health program at June 30, 2023.

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2023

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 \$1,222,281 was established based on reserves for outstanding claims at June 30, 2023, 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 End of Fiscal Year
2021-22	\$ 6,076,029	\$ 52,708,204	\$ (52,088,593)	\$ 6,695,640
2022-23	6,695,640	57,280,312	(56,562,671)	7,413,281

19. BOND INSURANCE RATINGS

As of June 30, 2023, the Districts Certificates of Participation, Series 2010, Series 2014, Series 2015, Series 2017, Series 2020 and Series 2023 are uninsured.

20. 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.

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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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Direct	\$ 570,000	\$ 1,195,589	\$ 1,068,416	\$ (127,173)
Federal Through State	2,000,000	1,210,832	1,210,832	-
State	421,934,298	411,432,862	412,089,630	656,768
Local:				
Property Taxes	170,701,881	170,701,881	170,499,513	(202,368)
Local Sales Taxes	12,343,152	17,157,453	22,201,618	5,044,165
Total Revenues	<u>607,549,331</u>	<u>601,698,617</u>	<u>607,070,009</u>	<u>5,371,392</u>
EXPENDITURES				
Current - Education:				
Instruction	435,781,825	424,622,015	394,019,538	30,602,477
Pupil Personnel Services	31,982,671	31,969,915	31,473,796	496,119
Instructional Media Services	6,091,926	6,067,029	5,270,954	796,075
Instruction and Curriculum Development Services	19,655,418	19,646,858	18,552,312	1,094,546
Instructional Staff Training Services	6,150,560	6,948,722	6,930,341	18,381
Instruction Related Technology	2,459,084	2,455,099	2,320,854	134,245
Board of Education	1,619,859	1,861,859	1,842,561	19,298
General Administration	2,244,640	2,253,753	2,219,662	34,091
School Administration	27,977,793	28,697,406	28,688,188	9,218
Facilities Services	14,527,372	14,498,983	14,488,451	10,532
Fiscal Services	2,629,511	2,608,645	2,431,775	176,870
Food Services	446,564	538,563	523,185	15,378
Central Services	9,102,259	9,286,175	9,281,407	4,768
Pupil Transportation Services	29,041,326	28,971,406	28,545,539	425,867
Operation of Plant	45,985,247	48,326,383	48,317,834	8,549
Maintenance of Plant	12,211,386	12,409,510	11,286,900	1,122,610
Administrative Technology Services	5,805,650	5,792,783	5,010,457	782,326
Community Services	5,431,295	5,571,105	4,131,275	1,439,830
Fixed Capital Outlay:				
Other Capital Outlay	1,537,223	3,492,373	2,362,416	1,129,957
Total Expenditures	<u>660,681,609</u>	<u>656,018,582</u>	<u>617,697,445</u>	<u>38,321,137</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(53,132,278)</u>	<u>(54,319,965)</u>	<u>(10,627,436)</u>	<u>43,692,529</u>
OTHER FINANCING SOURCES				
Transfers In	24,484,224	25,671,911	14,359,357	(11,312,554)
Insurance Loss Recoveries	100,000	100,000	245,517	145,517
Transfers Out	(3,000,000)	(3,000,000)	(3,000,000)	-
Total Other Financing Sources	<u>21,584,224</u>	<u>22,771,911</u>	<u>11,604,874</u>	<u>(11,167,037)</u>
Net Change in Fund Balances	<u>(31,548,054)</u>	<u>(31,548,054)</u>	<u>977,438</u>	<u>32,525,492</u>
Fund Balances, July 1, 2022	87,670,312	87,670,312	87,670,312	-
Fund Balances, June 30, 2023	<u>\$ 56,122,258</u>	<u>\$ 56,122,258</u>	<u>\$ 88,647,750</u>	<u>\$ 32,525,492</u>

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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Direct	\$ 1,427,939	\$ 2,647,236	\$ 1,849,027	\$ (798,209)
Federal Through State	59,108,124	71,364,357	47,530,399	(23,833,958)
Local:				
Miscellaneous	-	44,212	96,534	52,322
Total Revenues	60,536,063	74,055,805	49,475,960	(24,579,845)
EXPENDITURES				
Current - Education:				
Instruction	38,073,582	42,968,214	26,156,779	16,811,435
Pupil Personnel Services	2,382,486	2,642,928	1,930,555	712,373
Instructional Media Services	36,435	122,224	20,023	102,201
Instruction and Curriculum Development Services	10,243,899	10,883,516	9,578,913	1,304,603
Instructional Staff Training Services	6,356,408	8,663,309	5,404,864	3,258,445
Instruction Related Technology	82,030	83,383	83,381	2
General Administration	955,269	1,759,632	1,301,193	458,439
School Administration	2,321	33,820	28,960	4,860
Central Services	628,123	1,196,539	872,191	324,348
Pupil Transportation Services	88,428	278,594	180,957	97,637
Maintenance of Plant	46,817	47,614	47,540	74
Administrative Technology Services	31,516	31,515	24,439	7,076
Community Services	1,550,048	1,557,859	1,292,259	265,600
Fixed Capital Outlay:				
Other Capital Outlay	58,701	3,786,658	2,553,906	1,232,752
Total Expenditures	60,536,063	74,055,805	49,475,960	24,579,845
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances, July 1, 2022	-	-	-	-
Fund Balances, June 30, 2023	\$ -	\$ -	\$ -	\$ -

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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Direct	\$ 1,383,136	\$ 1,383,136	\$ 1,336,056	\$ (47,080)
Federal Through State	144,731,534	164,051,950	74,612,404	(89,439,546)
Total Revenues	<u>146,114,670</u>	<u>165,435,086</u>	<u>75,948,460</u>	<u>(89,486,626)</u>
EXPENDITURES				
Current - Education:				
Instruction	90,973,096	118,994,752	48,311,463	70,683,289
Pupil Personnel Services	2,542,868	5,353,442	2,982,644	2,370,798
Instructional Media Services	91,826	1,648,810	1,580,003	68,807
Instruction and Curriculum Development Services	2,661,314	2,508,768	2,007,372	501,396
Instructional Staff Training Services	16,491,236	11,385,325	5,966,446	5,418,879
Instruction Related Technology	16,442,844	12,098,314	5,437,662	6,660,652
General Administration	4,991,101	3,906,916	2,135,601	1,771,315
School Administration	-	963,650	963,650	-
Facilities Acquisition and Construction	140,415	442,220	422,400	19,820
Fiscal Services	136,904	245,287	95,287	150,000
Food Services	-	918,297	918,297	-
Central Services	2,646,274	1,273,672	959,317	314,355
Pupil Transportation Services	1,460,806	2,141,234	1,199,387	941,847
Operation of Plant	2,235,538	1,886,177	1,461,259	424,918
Maintenance of Plant	-	279,210	279,210	-
Administrative Technology Services	99,936	613,570	610,730	2,840
Community Services	-	175,852	175,852	-
Fixed Capital Outlay:				
Facilities Acquisition and Construction	200,512	-	-	-
Other Capital Outlay	5,000,000	599,590	441,880	157,710
Total Expenditures	<u>146,114,670</u>	<u>165,435,086</u>	<u>75,948,460</u>	<u>89,486,626</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, 2022	-	-	-	-
Fund Balances, June 30, 2023	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u> **
Total OPEB Liability						
Service Cost	\$ 943,654	\$ 1,026,554	\$ 917,455	\$ 1,108,994	\$ 1,195,877	\$ 1,254,867
Interest on the Total OPEB Liability	302,641	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	(1,471,702)	(2,773,786)	522,908	(3,456,391)	(83,594)	(869,829)
Benefit payments	(794,160)	(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	\$ (1,019,567)	\$ (1,302,787)	\$ 894,630	\$ (5,364,190)	\$ 816,076	\$ (3,972)
Total Beginning OPEB Liability	15,279,565	16,582,352	15,687,722	21,051,912	20,235,836	20,235,836
Total Ending OPEB Liability	<u>\$ 14,259,998</u>	<u>\$ 15,279,565</u>	<u>\$ 16,582,352</u>	<u>\$ 15,687,722</u>	<u>\$ 21,051,912</u>	<u>\$ 20,231,864</u>
Covered-Employee Payroll	\$ 258,652,853	\$ 251,119,275	\$ 229,794,534	\$ 223,101,490	\$ 274,164,824	\$ 240,100,401
Total OPEB Liability as a percentage of covered-employee pa	5.52%	6.09%	7.23%	7.04%	7.68%	8.43%

Notes: * The amounts presented for each fiscal year were determined as of June 30. The District implemented GASB 75 in fiscal year 2018.

Data was unavailable prior to 2017

** There are no assets accumulated in a trust that meets the criteria of GASB codification or to pay related benefits for the OPEB plan

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the FRS net pension liability	0.620776116%	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	\$ 234,054,895	\$ 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 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	\$ 252,711,788
District's proportionate share of the net pension liability as a percentage of its covered payroll	74.29%	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	82.89%	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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 28,336,206	\$ 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	(28,336,206)	(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 payroll	\$ 330,964,172	\$ 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 payroll	8.56%	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>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>	<u>2013</u>
District's proportion of the HIS net pension liability	0.864266813%	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	\$ 91,082,707	\$ 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 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	\$ 252,711,788
Proportionate share of the net pension liability as a percentage of its covered payroll	29%	35%	35%	33%	32%	33%	37%	33%	31%	30%
HIS plan fiduciary net position as a percentage of the total pension liability	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%	1.78%

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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 5,635,810	\$ 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	<u>(5,635,810)</u>	<u>(5,229,542)</u>	<u>(5,031,102)</u>	<u>(4,932,141)</u>	<u>(4,861,173)</u>	<u>(4,583,917)</u>	<u>(4,493,132)</u>	<u>(4,397,554)</u>	<u>(3,305,881)</u>	<u>(2,983,497)</u>
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 330,964,172	\$ 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 payroll	1.70%	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, 2023

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, 2023, 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 1.92 percent as of the beginning of the measurement period to 3.69 percent as of June 30, 2022 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 maintained its rate of 3.75%.

3. SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY AND SCHEDULE OF CONTRIBUTIONS – FRS PENSION PLAN

The Florida Retirement System Actuarial Assumptions Conference performs an annual review of the actuarial assumptions for the FRS Pension Plan. The most recent study for the FRS Pension Plan was completed in 2022 for the period of July 1, 2013 through June 30, 2018. There were no changes in the Pension Plan benefit terms. The following were changes in actuarial assumptions in the 2022 study:

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Fiscal Year Ended June 30, 2023

- The inflation rate assumption remained at the rate of 2.40 percent.
- Payroll growth, remained at the rate of 3.25 percent.
- The long-term expected rate of return remained at the rate of 6.70 percent.

A summary of key changes in plan provisions are described in the Florida Department of Management Services, GASB 68 Reporting Information, which can be found at: https://www.dms.myflorida.com/workforce_operations/retirement/publications/annual_reports

A summary of key changes implemented since the latest valuation are described in the Florida Department of Management Services, Actuarial Valuations at: https://www.dms.myflorida.com/workforce_operations/retirement/publications/actuarial_valuations

4. SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY AND SCHEDULE OF CONTRIBUTIONS – HIS PENSION PLAN

The Florida Retirement System Actuarial Assumptions Conference performs an annual review of the actuarial assumptions for the FRS Pension Plan. The HIS Program has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent study for the FRS Pension Plan was completed in 2022 for the period of July 1, 2013 through June 30, 2018. There were no changes in the HIS Program benefit terms. The following were changes in actuarial assumptions in 2022:

- The inflation rate assumption remained at 2.40 percent.
- Payroll growth, including inflation remained at 3.25 percent.
- The municipal bond rate maintained its rate of 2.16 percent.

Because the HIS Program uses a pay-as-you-go funding structure, a municipal bond rate of 3.54% was used to determine the total pension liability for the program.

A summary of key changes in plan provisions are described in the Florida Department of Management Services, GASB 68 Reporting Information, which can be found at:

https://www.dms.myflorida.com/workforce_operations/retirement/publications/annual_reports

A summary of key changes implemented since the latest valuation are described in the Florida Department of Management Services, Actuarial Valuations at:

https://www.dms.myflorida.com/workforce_operations/retirement/publications/actuarial_valuations

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.

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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2023

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 21,611,919	\$ 1,289,409	\$ 3,620,833	\$ 26,522,161
Investments	-	27,422,469	6,100,105	33,522,574
Accounts Receivable	2,341	17,470	-	19,811
Due from Other Agencies	427,754	-	3,685	431,439
Inventories	656,678	-	-	656,678
Total Assets	<u>\$ 22,698,692</u>	<u>\$ 28,729,348</u>	<u>\$ 9,724,623</u>	<u>\$ 61,152,663</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Salaries and Benefits Payable	\$ 62,203	\$ -	\$ -	\$ 62,203
Payroll Deductions and Withholdings	19,266	-	-	19,266
Accounts Payable	680,083	-	696	680,779
Construction Contracts Payable	1,281,791	-	-	1,281,791
Construction Contracts Payable-Retainage	67,463	-	-	67,463
Due to Other Funds	-	-	-	-
Due to Other Agencies	122,952	-	-	122,952
Unearned Revenue	181,818	-	-	181,818
Total Liabilities	<u>2,415,576</u>	<u>-</u>	<u>696</u>	<u>2,416,272</u>
FUND BALANCES				
Nonspendable	656,678	-	-	656,678
Restricted	19,626,438	28,729,348	9,723,927	58,079,713
Total Fund Balances	<u>20,283,116</u>	<u>28,729,348</u>	<u>9,723,927</u>	<u>58,736,391</u>
Total Liabilities and Fund Balances	<u>\$ 22,698,692</u>	<u>\$ 28,729,348</u>	<u>\$ 9,724,623</u>	<u>\$ 61,152,663</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, 2023

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Intergovernmental:				
Federal Direct	\$ -	\$ 2,148,161	\$ -	\$ 2,148,161
Federal Through State	36,675,148	-	-	36,675,148
State	444,702	545,471	2,474,686	3,464,859
Local:				
Charges for Services - Food Service	2,034,062	-	-	2,034,062
Miscellaneous	167,002	1,011,405	155,920	1,334,327
Total Revenues	<u>39,320,914</u>	<u>3,705,037</u>	<u>2,630,606</u>	<u>45,656,557</u>
EXPENDITURES				
Current - Education:				
Instruction	-	-	-	-
Pupil Personnel Services	-	-	-	-
Instructional Media Services	-	-	-	-
Instruction and Curriculum Development Services	-	-	-	-
Instructional Staff Training Services	-	-	-	-
Instruction Related Technology	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Facilities Acquisition and Construction	-	-	472,063	472,063
Food Services	34,415,575	-	-	34,415,575
Central Services	-	-	-	-
Pupil Transportation Services	-	-	-	-
Maintenance of Plant	-	-	-	-
Administrative Technology Services	-	-	-	-
Community Services	-	-	-	-
Fixed Capital Outlay:				
Facilities Acquisition and Construction	-	-	725,451	725,451
Other Capital Outlay	364,648	-	-	364,648
Debt Service:				
Principal	-	31,202,015	-	31,202,015
Interest and Fiscal Charges	-	7,764,655	-	7,764,655
Dues, Fees and Issuance Costs	-	124,319	3,650	127,969
Total Expenditures	<u>34,780,223</u>	<u>39,090,989</u>	<u>1,201,164</u>	<u>75,072,376</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,540,691</u>	<u>(35,385,952)</u>	<u>1,429,442</u>	<u>(29,415,819)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	36,291,017	-	36,291,017
Refunding Bonds Issued	-	20,570,000	-	20,570,000
Payments to Escrow Agent for Refunded Debt	-	(20,570,000)	-	(20,570,000)
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>36,291,017</u>	<u>-</u>	<u>36,291,017</u>
Net Change in Fund Balances	4,540,691	905,065	1,429,442	6,875,198
Fund Balances, July 1, 2022	15,742,425	27,824,283	8,294,485	51,861,193
Fund Balances, June 30, 2023	<u>\$ 20,283,116</u>	<u>\$ 28,729,348</u>	<u>\$ 9,723,927</u>	<u>\$ 58,736,391</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
June 30, 2023

	Food Service Funds	Total Nonmajor Special Revenue Funds
ASSETS		
Cash and Cash Equivalents	\$ 21,611,919	\$ 21,611,919
Accounts Receivable	2,341	2,341
Due from Other Agencies	427,754	427,754
Inventory	656,678	656,678
Total Assets	<u>\$ 22,698,692</u>	<u>\$ 22,698,692</u>
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Salaries and Benefits Payable	\$ 62,203	\$ 62,203
Payroll Deductions and Withholdings	19,266	19,266
Accounts Payable	680,083	680,083
Construction Contracts Payable	1,281,791	1,281,791
Construction Contracts Payable-Retainage	67,463	67,463
Due to Other Funds	-	-
Due to Other Agencies	122,952	122,952
Sales Tax Payable	-	-
Unearned Revenue	181,818	181,818
Total Liabilities	<u>2,415,576</u>	<u>2,415,576</u>
FUND BALANCES		
Nonspendable	656,678	656,678
Restricted	19,626,438	19,626,438
Total Fund Balances	<u>20,283,116</u>	<u>20,283,116</u>
Total Liabilities and Fund Balances	<u>\$ 22,698,692</u>	<u>\$ 22,698,692</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, 2023

	Food Service Funds	Total Nonmajor Special Revenue Funds
REVENUES		
Intergovernmental:		
Federal Direct	\$ -	\$ -
Federal Through State	36,675,148	36,675,148
State	444,702	444,702
Local:		
Charges for Services - Food Service	2,034,062	2,034,062
Miscellaneous	167,002	167,002
Total Revenues	<u>39,320,914</u>	<u>39,320,914</u>
EXPENDITURES		
Current - Education:		
Instruction	-	-
Pupil Personnel Services	-	-
Instructional Media Services	-	-
Instruction and Curriculum Development Services	-	-
Instructional Staff Training Services	-	-
Instruction Related Technology	-	-
General Administration	-	-
School Administration	-	-
Food Services	34,415,575	34,415,575
Central Services	-	-
Pupil Transportation Services	-	-
Maintenance of Plant	-	-
Administrative Technology Services	-	-
Community Services	-	-
Fixed Capital Outlay:		
Other Capital Outlay	364,648	364,648
Total Expenditures	<u>34,780,223</u>	<u>34,780,223</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,540,691</u>	<u>4,540,691</u>
Net Change in Fund Balances	4,540,691	4,540,691
Fund Balances, July 1, 2022	15,742,425	15,742,425
Fund Balances, June 30, 2023	<u>\$ 20,283,116</u>	<u>\$ 20,283,116</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
 June 30, 2023

	Debt Service Funds			Total Nonmajor Debt Service Funds
	SBE/COBI Bonds	Other Debt Service	ARRA Economic Stimulus Debt Service	
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 1,287,867	\$ 1,542	\$ 1,289,409
Investments	19,752	-	27,402,717	27,422,469
Accounts Receivable	-	17,470	-	17,470
Due from Other Agencies	-	-	-	-
Total Assets	<u>\$ 19,752</u>	<u>\$ 1,305,337</u>	<u>\$ 27,404,259</u>	<u>\$ 28,729,348</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Restricted	<u>19,752</u>	<u>1,305,337</u>	<u>27,404,259</u>	<u>28,729,348</u>
Total Fund Balances	<u>19,752</u>	<u>1,305,337</u>	<u>27,404,259</u>	<u>28,729,348</u>
Total Liabilities and Fund Balances	<u>\$ 19,752</u>	<u>\$ 1,305,337</u>	<u>\$ 27,404,259</u>	<u>\$ 28,729,348</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, 2023

	Debt Service Funds			
	SBE/COBI Bonds	Other Debt Service	ARRA Economic Stimulus Debt Service	Total Nonmajor Debt Service Funds
REVENUES				
Intergovernmental:				
Federal Direct	\$ -	\$ -	\$ 2,148,161	\$ 2,148,161
State	545,471	-	-	545,471
Local:				
Miscellaneous	-	1,414,482	(403,077)	1,011,405
Total Revenues	545,471	1,414,482	1,745,084	3,705,037
EXPENDITURES				
Debt Service:				
Principal	497,000	30,705,015	-	31,202,015
Interest and Fiscal Charges	57,400	5,010,765	2,696,490	7,764,655
Dues, Fees and Issuance Costs	179	117,183	6,957	124,319
Total Expenditures	554,579	35,832,963	2,703,447	39,090,989
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,108)	(34,418,481)	(958,363)	(35,385,952)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	34,713,177	1,577,840	36,291,017
Refunding Bonds Issued	-	20,570,000	-	20,570,000
Payments to Escrow Agent for Refunded Debt	-	(20,570,000)	-	(20,570,000)
Total Other Financing Sources (Uses)	-	34,713,177	1,577,840	36,291,017
Net Change in Fund Balances	(9,108)	294,696	619,477	905,065
Fund Balances, July 1, 2022	28,860	1,010,641	26,784,782	27,824,283
Fund Balances, June 30, 2023	\$ 19,752	\$ 1,305,337	\$ 27,404,259	\$ 28,729,348

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS
June 30, 2023

	Capital Projects Funds	
	Capital Outlay and Debt Service Funds (CO & DS)	Total Nonmajor Capital Projects Funds
ASSETS		
Cash and Cash Equivalents	\$ 3,620,833	\$ 3,620,833
Investments	6,100,105	6,100,105
Due from Other Agencies	3,685	3,685
Total Assets	<u>\$ 9,724,623</u>	<u>\$ 9,724,623</u>
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts Payable	\$ 696	\$ 696
Construction Contracts Payable	-	-
Construction Contracts Payable-Retainage Percentage	-	-
Unearned Revenue	-	-
Total Liabilities	<u>696</u>	<u>696</u>
FUND BALANCES		
Restricted	<u>9,723,927</u>	<u>9,723,927</u>
Total Fund Balances	<u>9,723,927</u>	<u>9,723,927</u>
Total Liabilities and Fund Balances	<u>\$ 9,724,623</u>	<u>\$ 9,724,623</u>

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUN
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS
For the Fiscal Year Ended June 30, 2023

	Capital Outlay and Debt Service Funds (CO & DS)	Total Nonmajor Capital Projects Funds
REVENUES		
Intergovernmental:		
State	\$ 2,474,686	\$ 2,474,686
Local:		
Miscellaneous	155,920	155,920
Total Revenues	<u>2,630,606</u>	<u>2,630,606</u>
EXPENDITURES		
Current - Education:		
Facilities Acquisition and Construction	472,063	472,063
Fixed Capital Outlay:		
Facilities Acquisition and Construction	725,451	725,451
Debt Service:		
Dues, Fees and Issuance Costs	3,650	3,650
Total Expenditures	<u>1,201,164</u>	<u>1,201,164</u>
Excess of Revenues Over Expenditures	<u>1,429,442</u>	<u>1,429,442</u>
OTHER FINANCING SOURCES (USES)		
Transfers Out	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>
Net Change in Fund Balances	1,429,442	1,429,442
Fund Balances, July 1, 2022	8,294,485	8,294,485
Fund Balances, June 30, 2023	<u>\$ 9,723,927</u>	<u>\$ 9,723,927</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 project 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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Through State	\$ 29,737,129	\$ 29,737,129	\$ 36,675,148	\$ 6,938,019
State	445,500	445,500	444,702	(798)
Local:				
Charges for Service - Food Service	2,895,800	2,895,800	2,034,062	(861,738)
Miscellaneous	-	-	167,002	167,002
Total Revenues	<u>33,078,429</u>	<u>33,078,429</u>	<u>39,320,914</u>	<u>6,242,485</u>
EXPENDITURES				
Current - Education:				
Food Services	41,428,724	41,301,633	34,415,575	6,886,058
Fixed Capital Outlay:				
Other Capital Outlay	315,901	442,993	364,648	78,345
Total Expenditures	<u>41,744,625</u>	<u>41,744,626</u>	<u>34,780,223</u>	<u>6,964,403</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(8,666,196)</u>	<u>(8,666,197)</u>	<u>4,540,691</u>	<u>13,206,888</u>
Net Change in Fund Balances	<u>(8,666,196)</u>	<u>(8,666,197)</u>	<u>4,540,691</u>	<u>13,206,888</u>
Fund Balances, July 1, 2022	<u>15,742,425</u>	<u>15,742,425</u>	<u>15,742,425</u>	<u>-</u>
Fund Balances, June 30, 2023	<u>\$ 7,076,229</u>	<u>\$ 7,076,228</u>	<u>\$ 20,283,116</u>	<u>\$ 13,206,888</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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
State	\$ 566,638	\$ 566,638	\$ 545,471	\$ (21,167)
Total Revenues	566,638	566,638	545,471	(21,167)
EXPENDITURES				
Current - Education:				
Debt Service:				
Principal	497,000	497,000	497,000	-
Interest and Fiscal Charges	57,400	57,400	57,400	-
Dues, Fees and Issuance Costs	-	180	179	1
Total Expenditures	554,400	554,580	554,579	1
Excess (Deficiency) of Revenues Over (Under) Expenditures	12,238	12,058	(9,108)	(21,166)
Net Change in Fund Balances	12,238	12,058	(9,108)	(21,166)
Fund Balances, July 1, 2022	28,860	28,860	28,860	-
Fund Balances, June 30, 2023	\$ 41,098	\$ 40,918	\$ 19,752	\$ (21,166)

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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Local:				
Miscellaneous	\$ 1,052,636	\$ 1,127,838	\$ 1,414,482	\$ 286,644
Total Revenues	<u>1,052,636</u>	<u>1,127,838</u>	<u>1,414,482</u>	<u>286,644</u>
EXPENDITURES				
Current - Education:				
Debt Service:				
Principal	30,705,015	30,705,015	30,705,015	-
Interest and Fiscal Charges	4,992,473	5,010,765	5,010,765	-
Dues, Fees and Issuance Costs	108,831	118,295	117,183	1,112
Total Expenditures	<u>35,806,319</u>	<u>35,834,075</u>	<u>35,832,963</u>	<u>1,112</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(34,753,683)</u>	<u>(34,706,237)</u>	<u>(34,418,481)</u>	<u>287,756</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	34,753,708	34,714,290	34,713,177	(1,113)
Refunding Bonds Issued	-	20,566,000	20,570,000	4,000
Payments to Escrow Agent for Refunded Debt	-	(20,570,000)	(20,570,000)	-
Total Other Financing Sources (Uses)	<u>34,753,708</u>	<u>34,710,290</u>	<u>34,713,177</u>	<u>2,887</u>
Net Change in Fund Balances	25	4,053	294,696	290,643
Fund Balances, July 1, 2022	1,010,641	1,010,641	1,010,641	-
Fund Balances, June 30, 2023	<u>\$ 1,010,666</u>	<u>\$ 1,014,694</u>	<u>\$ 1,305,337</u>	<u>\$ 290,643</u>

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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
Federal Direct	\$ 2,215,107	\$ 2,215,107	\$ 2,148,161	\$ (66,946)
Local:				
Miscellaneous	-	-	(403,077)	(403,077)
Total Revenues	<u>2,215,107</u>	<u>2,215,107</u>	<u>1,745,084</u>	<u>(470,023)</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	7,446	6,957	489
Total Expenditures	<u>2,708,605</u>	<u>2,703,936</u>	<u>2,703,447</u>	<u>489</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(493,498)</u>	<u>(488,829)</u>	<u>(958,363)</u>	<u>(469,534)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	2,693,325	2,688,656	1,577,840	(1,110,816)
Total Other Financing Sources (Uses)	<u>2,693,325</u>	<u>2,688,656</u>	<u>1,577,840</u>	<u>(1,110,816)</u>
Net Change in Fund Balances	2,199,827	2,199,827	619,477	(1,580,350)
Fund Balances, July 1, 2022	26,784,782	26,784,782	26,784,782	-
Fund Balances, June 30, 2023	<u>\$ 28,984,609</u>	<u>\$ 28,984,609</u>	<u>\$ 27,404,259</u>	<u>\$ (1,580,350)</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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
State	\$ 1,000,000	\$ 1,000,000	\$ 2,474,686	\$ 1,474,686
Local:				
Miscellaneous	-	-	155,920	155,920
Total Revenues	<u>1,000,000</u>	<u>1,000,000</u>	<u>2,630,606</u>	<u>1,630,606</u>
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction	2,817,073	1,149,416	472,063	677,353
Fixed Capital Outlay:				
Facilities Acquisition and Construction	111,789	411,447	725,451	(314,004)
Debt Service:				
Dues, Fees and Issuance Costs	-	3,650	3,650	-
Total Expenditures	<u>2,928,862</u>	<u>1,564,513</u>	<u>1,201,164</u>	<u>363,349</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,928,862)</u>	<u>(564,513)</u>	<u>1,429,442</u>	<u>1,993,955</u>
Fund Balances, July 1, 2022	<u>8,294,485</u>	<u>8,294,485</u>	<u>8,294,485</u>	<u>-</u>
Fund Balances, June 30, 2023	<u>\$ 6,365,623</u>	<u>\$ 7,729,972</u>	<u>\$ 9,723,927</u>	<u>\$ 1,993,955</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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Local:				
Property Taxes	\$ 63,739,497	\$ 63,739,497	\$ 63,678,550	\$ (60,947)
Miscellaneous	162,665	232,651	3,779,585	3,546,934
Total Revenues	<u>63,902,162</u>	<u>63,972,148</u>	<u>67,458,135</u>	<u>3,485,987</u>
EXPENDITURES				
Fixed Capital Outlay:				
Facilities Acquisition and Construction	33,717,309	40,633,562	13,969,328	26,664,234
Total Expenditures	<u>33,717,309</u>	<u>40,633,562</u>	<u>13,969,328</u>	<u>26,664,234</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>30,184,853</u>	<u>23,338,586</u>	<u>53,488,807</u>	<u>30,150,221</u>
OTHER FINANCING (USES)				
Transfers Out	(32,095,710)	(32,477,807)	(20,054,437)	12,423,370
Total Other Financing Sources (Uses)	<u>(32,095,710)</u>	<u>(32,477,807)</u>	<u>(20,054,437)</u>	<u>12,423,370</u>
Net Change in Fund Balances	<u>(1,910,857)</u>	<u>(9,139,221)</u>	<u>33,434,370</u>	<u>42,573,591</u>
Fund Balances, July 1, 2022	54,957,804	54,957,804	54,957,804	-
Fund Balances, June 30, 2023	<u>\$ 53,046,947</u>	<u>\$ 45,818,583</u>	<u>\$ 88,392,174</u>	<u>\$ 42,573,591</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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental:				
State	\$ 8,110,000	\$ 10,330,922	\$ 8,946,776	\$ (1,384,146)
Local:				
Local Sales Tax	52,500,000	52,500,000	70,994,530	18,494,530
Impact Fees	80,000,000	80,000,000	98,182,176	18,182,176
Miscellaneous	542,209	1,507,209	9,702,560	8,195,351
Total Revenues	<u>141,152,209</u>	<u>144,338,131</u>	<u>187,826,042</u>	<u>43,487,911</u>
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction	-	64	64	-
Fixed Capital Outlay:				
Facilities Acquisition and Construction	415,665,675	428,172,612	138,873,225	289,299,387
Total Expenditures	<u>415,665,675</u>	<u>428,172,676</u>	<u>138,873,289</u>	<u>289,299,387</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(274,513,466)</u>	<u>(283,834,545)</u>	<u>48,952,753</u>	<u>332,787,298</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the Sale of Capital Assets	-	10,000	19,500	9,500
Transfers Out	(29,835,547)	(30,597,051)	(30,595,937)	1,114
Total Other Financing Sources (Uses)	<u>(29,835,547)</u>	<u>(30,587,051)</u>	<u>(30,576,437)</u>	<u>10,614</u>
Net Change in Fund Balances	(304,349,013)	(314,421,596)	18,376,316	332,797,912
Fund Balances, July 1, 2022	475,379,161	475,379,161	475,379,161	-
Fund Balances, June 30, 2023	<u>\$ 171,030,148</u>	<u>\$ 160,957,565</u>	<u>\$ 493,755,477</u>	<u>\$ 332,797,912</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.

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DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2023

	Self-Insurance Trust Fund	Casualty Insurance Loss Fund	Total Internal Service Funds
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 10,116,343	\$ 916,762	\$ 11,033,105
Investments	8,402	-	8,402
Accounts Receivable	2,847,048	-	2,847,048
Due from Other Agencies	13,103	-	13,103
Prepaid Items	-	2,468,148	2,468,148
Total Current Assets	<u>12,984,896</u>	<u>3,384,910</u>	<u>16,369,806</u>
Noncurrent Assets:			
Cash with Fiscal Agent	-	-	-
Total Noncurrent Assets			-
Noncurrent Assets:			
Capital Assets:			
Construction in Progress	23,515	-	23,515
Buildings and Fixed Equipment, Net	2,967,990	-	2,967,990
Furniture, Fixtures and Equipment, Net	51,772	-	51,772
Total Noncurrent Assets	<u>3,043,277</u>	<u>-</u>	<u>3,043,277</u>
Total Assets	<u>16,028,173</u>	<u>3,384,910</u>	<u>19,413,083</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	406,801	-	406,801
Estimated Insurance Claims Payable	6,191,000	1,222,281	7,413,281
Total Current Liabilities	<u>6,597,801</u>	<u>1,222,281</u>	<u>7,820,082</u>
Total Liabilities	<u>6,597,801</u>	<u>1,222,281</u>	<u>7,820,082</u>
NET POSITION			
Net Investment in Capital Assets	3,043,277	-	3,043,277
Unrestricted	6,387,095	2,162,629	8,549,724
Total Net Position	<u>\$ 9,430,372</u>	<u>\$ 2,162,629</u>	<u>\$ 11,593,001</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, 2023

	Self-Insurance Trust Fund	Casualty Insurance Loss Fund	Total Internal Service Funds
OPERATING REVENUES			
Premium Revenues	\$ 59,113,296	\$ 7,936,668	\$ 67,049,964
Total Operating Revenues	<u>59,113,296</u>	<u>7,936,668</u>	<u>67,049,964</u>
OPERATING EXPENSES			
Purchased Services	13,716,552	3,984,099	17,700,651
Materials and Supplies	277,440	-	277,440
Insurance Claims	52,825,354	3,671,501	56,496,855
Depreciation/ Amortization Expense	65,816	-	65,816
Total Operating Expenses	<u>66,885,162</u>	<u>7,655,600</u>	<u>74,540,762</u>
Operating Income (loss)	<u>(7,771,866)</u>	<u>281,068</u>	<u>(7,490,798)</u>
NONOPERATING REVENUES			
Interest Revenue	66	-	66
Miscellaneous Local Sources	348,090	-	348,090
Loss on Disposition of Assets	(29,847)	-	(29,847)
Total Nonoperating Revenues	<u>318,309</u>	<u>-</u>	<u>318,309</u>
Transfers In	3,000,000	-	3,000,000
Change In Net Position	(4,453,557)	281,068	(4,172,489)
Fund Balances, July 1, 2022	13,883,929	1,881,561	15,765,490
Fund Balances, June 30, 2023	<u>\$ 9,430,372</u>	<u>\$ 2,162,629</u>	<u>\$ 11,593,001</u>

**DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2023**

	Self-Insurance Trust Fund	Casualty Insurance Loss Fund	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Board Funds and Participants	\$ 57,982,208	\$ 7,804,912	\$ 65,787,120
Payments for Insurance Claims	(13,587,191)	(3,984,099)	(17,571,290)
Cash Payments to Vendors for Goods and Services	(52,224,457)	(3,567,860)	(55,792,317)
Net Cash Provided/(Used) by Operating Activities	(7,829,440)	252,953	(7,576,487)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers from Other Funds	3,000,000	-	3,000,000
Net Cash Provided by Noncapital Financing Activities	3,000,000	-	3,000,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and Construction of Capital Assets	(16,229)	-	(16,229)
Net Cash Used by Capital and Related Financing Activities	(16,229)	-	(16,229)
CASH FLOWS FROM INVESTING ACTIVITIES			
Sale of Investments	347,978	-	347,978
Interest	66	-	66
Net Cash Provided by Investing Activities	348,044	-	348,044
Net Increase/(Decrease) in Cash and Cash Equivalents	(4,497,625)	252,953	(4,244,672)
Cash and Cash Equivalents - Beginning	14,613,968	663,809	15,277,777
Cash and Cash Equivalents - Ending	\$ 10,116,343	\$ 916,762	\$ 11,033,105
Reconciliation of Operating Gain/(Loss) to Net Cash Provided by/(Used by) Operating Activities:			
Operating Income/(Loss)	\$ (7,771,866)	\$ 281,068	\$ (7,490,798)
Adjustments to Reconcile Operating Gain/(Loss) to Net Cash Provided by/(Used by) Operating Activities:			
Depreciation	65,816	-	65,816
Changes in Assets and Liabilities:			
(Increase)/Decrease in Accounts Receivable	(1,131,088)	-	(1,131,088)
(Increase)/Decrease in Due from Other Agencies	(13,103)	-	(13,103)
(Increase)/Decrease in Prepaid Items		(131,756)	(131,756)
Increase/(Decrease) in Accounts Payable	406,801	-	406,801
Increase/(Decrease) in Estimated Insurance Claims Payable	614,000	103,641	717,641
Total Adjustments	(57,574)	(28,115)	(85,689)
Net Cash Provided/(Used) by Operating Activities	\$ (7,829,440)	\$ 252,953	\$ (7,576,487)

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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.

Bellalago Educational Facilities Benefit District, BridgePrep Academy of Osceola County, 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, 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 Academy of Arts and Science, Renaissance Charter School at Poinciana, Renaissance Charter School at Tapestry, Sports Leadership Arts Management, UCP Osceola Charter School, Victory Charter School, Victory Charter School K-5 and Virtual Preparatory Academy of Florida 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, 2023

	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	Mater Academy Preparatory High School
ASSETS												
Cash and Cash Equivalents	\$ 2,427,728	\$ 242,498	\$ 89,864	\$ 3,123,381	\$ 695,257	\$ 1,105,156	\$ 5,463,097	\$ 5,131,186	\$ 1,777,388	\$ 1,137,767	\$ 148,896	\$ 12,005
Investments	-	-	-	1,057,722	-	-	6,210,010	-	-	-	509,471	291,000
Accounts Receivable	6,424	10,120	27,505	28,304	6,851	-	7,432	92,262	14,564	-	-	-
Deposits	-	19,734	24,055	-	-	-	28,882	14,003	32,721	-	31,886	1,743
Due from Other Agencies	471,936	473,983	470,977	26,541	-	13,871	438,551	355,573	196,035	-	130,175	360,135
Due from Management Company	786,783	-	-	-	-	-	-	-	-	-	46,730	-
Prepaid Items	-	-	-	16,016	-	16,777	9,844	245,389	352,156	32,724	7,323	55,888
Restricted Assets:												
Beneficial Interest in Assets Held by Others	-	-	-	-	-	-	464,530	-	-	-	-	-
Capital Assets:												
Land	1,010,800	-	-	1,812,244	-	-	238,220	-	-	-	-	-
Construction in Progress	-	-	-	114,907	-	-	1,170	-	-	-	-	-
Land Improvements, Nondepreciable	9,827	-	-	-	-	-	-	-	-	-	-	-
Improvements Other Than Buildings, Net	76,016	-	-	187,525	-	-	191,681	942,294	79,149	-	10,069	269,046
Buildings and Fixed Equipment, Net	14,795,630	157,107	-	13,605,706	-	-	4,004,251	456,431	0	-	-	-
Furniture, Fixtures and Equipment, Net	-	22,562	43,812	74,121	-	-	347,884	448,998	478,797	61,600	18,834	407,956
Lease Asset, Net	-	15,089,638	14,950,342	-	-	-	25,093	2,074,335	14,449,810	260,318	4,267,388	14,136,401
Motor Vehicles, Net	-	-	-	-	-	-	-	121,749	-	-	-	105,038
Audio Visual Materials and Computer Software, Net	-	242,490	239,655	-	-	-	94,399	4,268	-	-	-	145,615
Total Assets	19,585,144	16,258,132	15,846,210	20,046,467	702,108	1,135,804	17,524,244	9,886,488	17,380,620	1,492,409	5,170,772	15,784,827
DEFERRED OUTFLOWS OF RESOURCES												
Net Carrying Amount of Debt Refunding	-	-	-	-	57,608	-	-	-	-	-	-	-
Pension	-	-	-	-	-	-	1,437,522	-	-	-	-	-
	-	-	-	-	57,608	-	1,437,522	-	-	-	-	-
LIABILITIES												
Salaries and Benefits Payable	\$ -	\$ 215,436	\$ 238,298	\$ 328,769	\$ -	\$ -	\$ -	\$ 414,734	\$ 481,355	\$ -	\$ -	\$ 102,587
Accounts Payable	-	768,168	965,017	134,539	-	1,135,804	49,661	54,389	72,214	22,152	120,864	80,176
Accrued Expenses	279,278	-	-	-	97,867	-	562,137	-	-	-	29,551	-
Due to Other Agencies	-	-	-	-	-	-	1,208,928	-	73,594	-	-	354,453
Due to Management Company	-	-	-	-	-	-	121,225	112,379	602,975	-	-	-
Accrued Interest Payable	-	-	-	-	-	-	70,927	-	-	-	-	-
Other Liabilities	-	-	20,500	440,409	-	-	338,688	-	-	-	-	-
Long-Term Liabilities:												
Portion Due Within One Year:												
Loan Payable	-	-	-	-	-	-	3,703	-	81,250	-	-	-
Notes Payable	-	45,068	67,810	-	-	-	-	-	-	-	-	-
Bonds Payable	1,080,000	-	-	200,000	240,000	-	400,000	-	-	-	-	-
Obligations Under Leases	-	284,709	109,543	-	-	-	7,080	1,035,651	375,000	75,109	148,729	184,863
Compensated Absences	-	-	-	-	-	-	-	-	31,732	-	-	-
Portion Due After One Year:												
Loan Payable	-	-	825,000	-	-	-	142,694	-	-	-	-	100,000
Notes Payable	-	85,276	25,982	-	-	-	-	-	-	-	-	-
Bonds Payable	14,212,358	-	-	18,568,903	5,693,199	-	3,838,264	-	-	-	-	-
Obligations Under Leases	-	15,988,672	16,077,293	-	-	-	18,013	1,038,684	16,772,199	218,920	4,487,250	14,951,836
Compensated Absences	-	-	-	-	-	-	-	-	10,577	-	-	-
Other Postemployment Benefits Payable	-	-	-	-	-	-	244,517	-	-	-	-	-
Pension Liability	-	-	-	-	-	-	5,579,083	-	-	-	-	-
Deferred Revenue	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	15,571,636	17,387,329	18,329,443	19,672,620	6,031,066	1,135,804	12,584,920	2,655,837	18,500,896	316,181	4,786,394	15,773,915
DEFERRED INFLOWS OF RESOURCES												
Deferred Revenue	-	-	-	-	-	-	201,550	-	-	-	-	-
Deferred Amount on Debt Refunding	342,273	-	-	-	-	-	108,413	-	-	-	-	-
Pension	-	-	-	-	-	-	365,526	-	-	-	-	-
Total Deferred Inflows of Resources	342,273	-	-	-	-	-	675,489	-	-	-	-	-
NET POSITION												
Net Investment in Capital Assets	257,642	(891,928)	(1,046,819)	(2,974,400)	-	-	530,928	1,973,740	(2,139,443)	27,889	(339,688)	(72,643)
Restricted For:												
Debt Service	591,018	-	-	1,059,264	-	-	1,225,687	-	-	-	-	-
Capital Projects	471,936	-	-	542,493	-	-	698,334	-	-	-	-	-
Other Purposes	-	32,686	47,446	-	-	-	1,325,837	-	89,727	-	-	9,577
Unrestricted	2,350,639	(269,955)	(1,483,860)	1,746,490	(5,271,350)	-	1,920,571	5,256,911	929,440	1,148,339	724,066	73,978
Total Net Position	\$ 3,671,235	\$ (1,129,197)	\$ (2,483,233)	\$ 373,847	\$ (5,271,350)	\$ -	\$ 5,701,357	\$ 7,230,651	\$ (1,120,276)	\$ 1,176,228	\$ 384,378	\$ 10,912

Mater Academy St. Cloud	Mater Brighton Lakes Academy	Mater Palms Academy	New Dimensions High School, Inc.	Osceola Science Charter School	Renaissance Academy of Arts and Sciences	Renaissance Charter School at Poinciana	Renaissance Charter School at Tapestry	Sports Leadership Arts Management	UCP Osceola Charter School	Victory Charter School	Victory Charter School KS	Virtual Preparatory Academy of Florida	Total Component Units
\$ 190,778	\$ 189,218	\$ 315,436	\$ 2,802,623	\$ 4,063,702	\$ 491,765	\$ 1,629,551	\$ 2,554,587	\$ 125,248	\$ -	\$ 192,078	\$ 149,357	\$ 84,347	\$ 34,143,813
1,290,000	725,000	559,000	-	-	-	-	-	100,000	-	-	-	-	10,742,203
-	-	-	-	2,832	38,555	10,800	93,513	-	80,127	170,766	170,766	34,493	624,548
14,100	47,164	13,900	8,771	-	53,884	60,925	23,030	-	14,635	-	-	5,000	393,633
217,582	161,322	59,417	-	-	140,023	46,937	144,801	1,326	5,991,084	278,511	187,066	1,143,500	11,309,346
-	-	-	-	-	4,769	-	14,621	-	-	-	-	-	852,903
44,504	131,154	171,225	-	25,000	129,718	110,469	383,016	54,025	-	-	-	833	1,786,061
-	-	-	-	-	1,466,410	-	-	-	-	-	-	-	1,930,940
-	-	-	275,000	-	-	-	-	-	-	-	-	-	3,336,264
4,116	-	128,768	-	-	-	-	-	-	-	-	-	-	248,961
-	-	-	-	-	-	-	-	-	-	-	-	-	9,827
-	72,803	-	195,513	40,530	6,052	196,841	224,289	27,380	-	-	-	-	2,519,188
-	-	46,302	4,720,246	-	17,079,187	-	-	-	-	9,100	-	-	54,873,960
213,283	436,103	107,392	60,044	68,796	175,199	386,459	433,407	202,714	31,914	357,898	20,352	-	4,398,125
6,705,361	17,690,357	9,688,822	-	35,577,386	3,517,105	11,109,024	14,550,195	1,370,508	-	-	20,823,370	238,269	186,523,722
109,171	76,729	-	11,939	-	-	-	-	-	-	-	-	-	424,626
2,691	-	26,442	-	-	-	-	-	-	-	-	-	-	755,560
8,791,586	19,529,850	11,116,704	8,074,136	39,778,246	23,102,667	13,565,627	18,406,838	1,881,201	6,022,998	933,249	21,350,911	1,506,442	314,873,680
-	-	-	-	-	-	493,830	-	-	-	-	-	-	551,438
-	-	-	390,233	-	-	-	-	-	-	-	-	-	1,827,755
-	-	-	390,233	-	-	493,830	-	-	-	-	-	-	2,379,193
\$ 113,398	\$ 303,917	\$ 172,847	\$ 225,818	\$ 282,266	\$ 300,449	\$ 380,729	\$ 603,778	\$ 39,495	\$ -	\$ 156,159	\$ 83,748	\$ 192,520	\$ 4,636,303
55,018	58,854	190,387	-	163,353	197,916	67,644	63,969	229,504	110,995	250,241	335,296	1,388	5,127,549
-	-	-	-	-	103,809	-	-	-	-	-	-	85,290	1,157,932
-	-	-	-	-	-	1,045	6,831	-	-	-	-	988,151	2,633,002
-	-	-	-	-	45,172	364,080	142,745	-	-	-	-	-	1,388,576
-	-	-	-	-	-	-	-	-	-	-	-	-	70,927
-	-	-	-	-	-	-	-	-	-	-	-	-	799,597
-	500,000	-	-	-	-	-	-	-	-	60,000	-	-	644,953
1,167,679	-	10,325	118,523	-	-	-	-	-	-	-	-	-	1,409,405
-	-	-	-	-	390,795	-	-	-	-	-	-	-	2,310,795
328,105	226,766	512,310	-	234,297	-	17,617	390,000	331,448	-	194,980	-	53,318	4,509,525
-	-	-	-	-	37,691	238,121	41,043	-	-	-	-	-	348,587
-	-	-	-	-	-	-	-	85,000	-	57,500	-	-	1,210,194
47,344	-	-	3,104,486	-	-	-	-	-	-	-	-	-	3,263,088
-	-	-	-	-	20,505,926	-	-	-	-	-	-	-	62,818,650
6,881,294	18,340,918	9,709,326	-	35,343,089	3,774,979	13,646,720	17,075,394	947,802	-	-	20,905,421	187,849	196,365,659
-	-	-	-	-	12,564	5,872	13,681	-	-	-	-	-	42,694
-	-	-	-	-	-	-	-	-	-	-	-	-	244,517
-	-	-	1,520,272	-	-	-	-	-	-	-	-	-	7,099,355
8,592,838	19,430,455	10,595,195	4,969,099	36,023,005	25,369,301	14,721,828	18,337,441	1,633,249	110,995	523,900	21,519,445	1,508,516	296,081,308
-	-	-	-	-	-	-	-	-	-	-	-	-	201,550
-	-	-	-	-	-	-	-	-	-	-	-	-	450,686
-	-	-	135,148	-	-	-	-	-	-	-	-	-	500,674
-	-	-	135,148	-	-	-	-	-	-	-	-	-	1,152,910
(293,440)	(291,692)	(234,235)	2,039,733	109,326	(2,492,694)	(1,698,687)	(2,257,503)	321,352	-	366,998	(256,679)	-	(9,362,243)
-	-	-	-	-	-	-	-	-	-	-	-	-	2,875,969
-	-	-	-	-	-	-	-	-	-	-	-	-	1,712,763
-	54,110	-	-	-	124,409	-	31,592	-	-	-	-	5,833	1,721,217
492,188	336,977	755,744	1,320,389	3,645,915	101,651	1,036,316	2,295,308	(73,400)	5,912,003	42,351	88,145	(7,907)	23,070,949
\$ 198,748	\$ 99,395	\$ 521,509	\$ 3,360,122	\$ 3,753,241	\$ (2,266,634)	\$ (662,371)	\$ 69,397	\$ 247,952	\$ 5,912,003	\$ 409,349	\$ (168,534)	\$ (2,074)	\$ 20,018,655

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY
STATEMENT OF ACTIVITIES
COMBINING STATEMENT OF COMPONENT UNITS
For the Fiscal Year Ended June 30, 2023

	Bellaigo 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	Mater Academy Preparatory High School
Component Unit Activities:												
Instruction	\$ -	\$ 2,783,411	\$ 2,783,339	\$ 2,822,512	\$ -	\$ 2,142,642	\$ 10,487,713	\$ 6,288,913	\$ 5,386,375	\$ 409,575	\$ 702,806	\$ 2,211,090
Pupil Personnel Services	-	59,327	73,035	140,554	-	403,986	-	-	401,736	-	332,491	31,486
Instructional Media Services	-	-	-	45,037	-	-	-	-	-	11,700	-	-
Instruction and Curriculum Development	-	-	-	321,609	-	2,982,667	-	-	846	-	-	-
Instructional Staff Training Services	-	25,778	11,454	5,895	-	17,038	-	-	92,418	-	-	41,705
Instruction Related Technology	-	18,598	-	192	-	620,464	-	-	219,781	-	-	-
Board	41,731	-	-	52,670	42,770	11,630	-	7,000	33,608	44,660	-	33,925
General Administration	32,456	662,427	575,414	90,894	7,000	79,766	-	1,178,932	-	-	-	-
School Administration	-	599,279	559,889	453,869	-	1,350,644	2,532,543	-	851,651	4,048	239,317	337,825
Facilities Acquisition and Construction	891,206	-	-	-	-	-	941,142	1,184,930.00	-	-	-	-
Fiscal Services	-	9,958	272	206,723	20,000	62	-	20,000	1,199,587	22,597	628,081	65,700
Food Services	-	21,719	149,300	207,320	-	-	-	-	-	96,021	-	194,435
Central Services	-	-	-	40,808	-	-	-	-	103,066	72	-	84,450
Pupil Transportation Services	-	-	-	0	-	-	-	-	371,205	-	22,230	92
Operation of Plant	-	2,113,385	1,627,477	378,498	-	65,974	2,830,817	-	1,500,854	76,000	849,970	927,206
Maintenance of Plant	-	102,351	181,932	17,464	-	-	-	393,680	373,110	102,861	-	43,772
Administrative Technology Services	-	-	-	12,000	-	-	-	-	-	-	-	11,641
Community Services	-	51,036	202,256	110,130	-	-	4,751,026	-	295,575	-	-	97,571
Interest on Long Term Debt	662,557	15,161	-	814,931	242,433	-	155,477	-	-	14,932	259,208	761,634
Unallocated Depreciation/Amortization	-	-	53,019	331,308	3,894	-	-	-	1,210,216	-	-	-
Total Expenses	<u>1,627,950</u>	<u>6,462,430</u>	<u>6,217,387</u>	<u>6,052,414</u>	<u>316,097</u>	<u>7,674,873</u>	<u>21,698,718</u>	<u>9,073,455</u>	<u>12,040,028</u>	<u>782,466</u>	<u>3,034,103</u>	<u>4,842,532</u>
Program Revenues												
Charges for Services	-	101,962	275,958	306,994	-	-	470,958	-	25,715	96,021	-	113,795
Operating Grants and Contributions	-	1,001,812	569,855	1,092,029	-	83,891	7,288,265	1,182,029	1,355,454	35,095	388,433	680,297
Capital Grants and Contributions	-	-	296,886	331,129	-	-	951,339	512,282	740,530	-	179,548	364,669
Net (Expenses) Revenue	<u>(1,627,950)</u>	<u>(5,358,656)</u>	<u>(5,074,688)</u>	<u>(4,322,262)</u>	<u>(316,097)</u>	<u>(7,590,982)</u>	<u>(12,988,156)</u>	<u>(7,379,144)</u>	<u>(9,918,329)</u>	<u>(651,350)</u>	<u>(2,466,122)</u>	<u>(3,683,771)</u>
General Revenues												
Federal	-	-	-	-	-	-	-	-	-	-	-	-
State passed through local school district	-	4,637,204	4,096,143	4,772,632	-	5,971,448	13,034,404	7,335,146	9,752,315	664,908	2,391,136	3,098,113
Debt forgiveness, from a related party	-	-	-	-	-	-	-	-	-	-	-	-
Grants and Contributions	-	-	-	-	-	-	-	-	-	-	-	-
not restricted to specific programs	1,707,459	-	-	162,834	573,067	1,619,534	-	-	-	34,626	-	586,922
Investment Earnings	2,787	-	-	-	2,100	-	261,742	30,364	26,031	-	-	-
Miscellaneous	-	-	-	-	-	-	898,167	158,083	327	-	20,766	-
Special Items	-	-	-	-	-	-	-	-	-	-	-	-
Total General Revenues and Special Items	<u>1,710,246</u>	<u>4,637,204</u>	<u>4,096,143</u>	<u>4,935,466</u>	<u>575,167</u>	<u>7,590,982</u>	<u>14,194,313</u>	<u>7,523,593</u>	<u>9,778,673</u>	<u>699,534</u>	<u>2,411,902</u>	<u>3,685,035</u>
Change in Net Position	<u>82,296</u>	<u>(721,452)</u>	<u>(978,545)</u>	<u>613,204</u>	<u>259,070</u>	<u>-</u>	<u>1,206,157</u>	<u>144,449</u>	<u>(139,656)</u>	<u>48,184</u>	<u>(54,220)</u>	<u>1,264</u>
Net Position - beginning	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	9,648
Adjustments to Beginning Net Position	-	-	-	-	-	-	-	-	-	(29,908)	-	-
Net Position - beginning	3,588,939	(407,745)	(1,504,688)	(239,357)	(5,530,420)	-	4,495,200	7,086,202	(980,620)	1,128,044	438,598	9,648
Net Position - ending	<u>\$ 3,671,235</u>	<u>\$ (1,129,197)</u>	<u>\$ (2,483,233)</u>	<u>\$ 373,847</u>	<u>\$ (5,271,350)</u>	<u>\$ -</u>	<u>\$ 5,701,357</u>	<u>\$ 7,230,651</u>	<u>\$ (1,120,276)</u>	<u>\$ 1,176,228</u>	<u>\$ 384,378</u>	<u>\$ 10,912</u>

Mater Academy St. Cloud	Mater Brighton Lakes Academy	Mater Palms Academy	New Dimensions High School, Inc.	Osceola Science Charter School	Renaissance Academy of Arts and Sciences	Renaissance Charter School at Poinciana	Renaissance Charter School at Tapestry	Sports Leadership Arts Management	UCP Osceola Charter School	Victory Charter School	Victory Charter School KS	Virtual Preparatory Academy of Florida	Total Component Units
\$ 2,472,677	\$ 5,708,590	\$ 3,798,653	\$ 2,241,824	\$ 4,896,674	\$ 2,760,162	\$ 3,983,757	\$ 5,658,836	\$ 956,787	\$ 2,406,404	\$ 3,235,440	\$ 1,736,972	\$ 960,304	\$ 76,835,456
40,772	129,115	68,412	-	55,129	505,927	719,415	1,033,883	63,497	34,535	8,434	8,176	160,911	4,270,821
-	-	-	-	79,404	-	-	-	-	-	-	-	-	136,141
-	-	-	-	440,998	407	-	2,155	-	-	24,081	32,600	-	3,805,363
5,115	40,876	36,005	-	6,222	51,390	53,774	37,826	7,064	1,900	2,410	2,687	-	439,557
-	-	-	-	8,756	166,914	136,854	203,104	-	-	5,510	-	-	1,380,173
37,970	99,534	106,713	-	7,500	21,563	20,619	24,322	18,195	-	21,675	7,000	-	633,085
-	-	-	37,238	107,534	-	-	-	-	82,780	163,708	47,059	-	3,065,208
676,891	1,512,686	801,881	602,824	769,534	676,917	746,018	1,134,602	470,747	810,264	794,512	219,784	664,282	16,810,007
-	-	-	220,473	-	-	-	-	-	-	-	-	-	3,287,524
83,250	192,000	129,750	-	182,813	14,877	617,052	2,076,896	24,600	220,026	564,965	238,275	198,688	6,716,172
25,518	793,338	564,017	-	-	58	-	69	-	156,984	-	-	-	2,208,779
132,526	260,460	166,254	-	43,054	103,143	112,521	117,527	53,723	297,996	87,964	93,236	-	1,696,800
104,258	50,844	168,737	147,936	-	304,210	72,575	-	114,748	-	-	-	-	1,356,835
1,034,837	2,644,509	1,646,900	121,922	680,674	1,445,421	1,400,402	1,611,373	407,337	467,632	1,577,890	1,645,262	76,293	25,130,633
98,229	231,009	155,230	247,658	118,011	258,459	289,645	325,409	20,791	82,921	111,417	11,919	60,618	3,226,486
8,413	79,379	80,146	-	108,172	-	-	-	-	14,818	57,348	4,212	-	376,129
100,438	245,966	97,850	-	263,799	157,556	218,122	305,977	23,232	-	-	4,980	-	6,925,514
388,745	942,865	522,523	144,988	1,070,550	1,178,395	826,437	1,227,736	6,033	-	-	-	-	9,234,605
-	-	-	-	242,913	-	-	-	-	17,974	-	-	-	1,859,324
5,209,639	12,931,171	8,343,071	3,764,863	9,081,737	7,645,399	9,197,191	13,759,715	2,166,754	4,594,234	6,655,354	4,052,162	2,170,869	169,394,612
83,275	330,472	128,457	22,270	-	109,212	147,691	256,215	28,943	-	-	996,852	-	3,494,790
324,290	2,211,207	1,365,551	564,900	556,797	886,806	1,321,961	1,744,144	165,581	676,269	1,127,696	651,101	-	25,273,463
411,052	1,248,392	814,915	316,178	609,141	386,478	499,497	769,075	110,876	170,711	356,717	145,304	-	9,214,719
(4,391,022)	(9,141,100)	(6,034,148)	(2,861,515)	(7,915,799)	(6,262,903)	(7,228,042)	(10,990,281)	(1,861,354)	(3,747,254)	(5,170,941)	(2,258,905)	(2,170,869)	(131,411,640)
-	-	-	-	-	-	-	-	-	-	-	-	-	-
4,098,323	9,177,952	6,314,430	3,225,799	8,561,165	5,326,379	6,880,466	10,769,561	1,242,888	4,218,773	4,814,959	2,088,349	1,025,295	123,497,788
430,000	-	-	-	-	886,269	-	-	660,000	32,464	-	82,117	1,143,500	7,918,792
-	-	48,435	16,077	-	72,266	33,090	51,924	-	-	-	-	-	544,816
-	20,808	-	-	297,821	193	3,859	359	61,071	-	98,264	-	-	1,559,718
32,214	-	-	-	-	-	-	-	-	-	-	-	-	32,214
4,560,537	9,198,760	6,362,865	3,241,876	8,858,986	6,285,107	6,917,415	10,821,844	1,963,959	4,251,237	4,913,223	2,170,466	2,168,795	133,553,328
169,515	57,660	328,717	380,361	943,187	22,204	(310,627)	(168,437)	102,605	503,983	(257,718)	(88,439)	(2,074)	2,141,688
29,233	41,735	192,792	2,979,761	2,812,054	(2,288,838)	(351,744)	237,834	145,347	5,408,020	667,067	(80,095)	-	17,906,875
-	-	-	-	-	-	-	-	-	-	-	-	-	(29,908)
29,233	41,735	192,792	2,979,761	2,812,054	(2,288,838)	(351,744)	237,834	145,347	5,408,020	667,067	(80,095)	-	17,876,967
\$ 198,748	\$ 99,395	\$ 521,509	\$ 3,360,122	\$ 3,755,241	\$ (2,266,634)	\$ (662,371)	\$ 69,397	\$ 247,952	\$ 5,912,003	\$ 409,349	\$ (168,534)	\$ (2,074)	\$ 20,018,655

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STATISTICAL SECTION



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Introduction to the Statistical Section

This part of the District's annual comprehensive 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>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Governmental Activities					
Net investment in Capital Assets	\$ 494,470,617	\$ 487,069,988	\$ 484,808,699	\$ 508,196,302	\$ 556,200,796
Restricted	75,247,973	83,317,955	119,173,058	148,132,173	170,937,433
Unrestricted	<u>(10,626,220)</u>	<u>(171,469,553)</u>	<u>(173,075,853)</u>	<u>(187,484,019)</u>	<u>(156,403,703)</u>
Total governmental activities net position	<u>\$ 559,092,370</u>	<u>\$ 398,918,390</u>	<u>\$ 430,905,904</u>	<u>\$ 468,844,456</u>	<u>\$ 570,734,526</u>

Source:
 District records

	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$	594,521,122	\$ 642,091,911	\$ 669,257,845	\$ 697,813,675	\$ 773,820,159
	240,578,560	308,631,681	414,159,573	559,931,087	649,673,946
	<u>(162,506,739)</u>	<u>(192,824,401)</u>	<u>(208,431,521)</u>	<u>(200,628,998)</u>	<u>(189,741,620)</u>
\$	<u>672,592,943</u>	<u>757,899,191</u>	<u>874,985,897</u>	<u>1,057,115,764</u>	<u>1,233,752,485</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>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Primary Government:				
Expenses				
Governmental activities:				
Instruction	\$ 290,738,409	\$ 287,060,332	\$ 311,639,361	\$ 333,153,721
Pupil Personnel Services	22,892,264	22,519,240	23,533,909	25,245,474
Instructional Media Services	4,954,439	4,493,306	4,638,080	4,767,568
Instruction and Curriculum Development Services	16,291,806	15,765,392	16,950,455	18,401,374
Instructional Staff Training Services	9,304,247	8,908,032	8,895,901	9,279,268
Instruction-Related Technology	4,070,147	4,327,747	4,268,253	4,540,916
Board of Education	1,478,064	1,862,188	1,748,662	1,578,395
General Administration	2,494,349	2,255,012	2,760,587	2,851,014
School Administration	23,645,915	22,432,816	23,324,361	24,531,728
Facilities Services	11,431,928	12,186,629	14,914,658	12,483,779
Fiscal Services	2,073,286	1,998,168	1,971,065	2,068,355
Food Services	31,642,638	28,841,287	29,309,705	30,676,116
Central Services	6,828,128	6,771,155	7,564,360	7,777,920
Pupil Transportation Services	24,340,819	23,123,277	22,452,171	22,826,052
Operation of Plant	32,314,289	34,174,683	31,647,174	33,552,679
Maintenance of Plant	8,587,830	7,520,421	8,295,989	8,808,276
Administrative Technology Services	4,012,196	3,889,429	4,071,518	4,442,744
Community Services	4,978,829	5,082,800	5,444,934	5,294,861
Interest on Long-term Debt	11,420,473	14,635,622	12,049,157	15,788,423
Loss on Disposal of Capital Assets	-	-	-	681,916
Unallocated Depreciation Expense	35,275,678	35,257,897	35,316,748	35,026,910
Total expenses - Primary Government	<u><u>\$ 548,775,734</u></u>	<u><u>\$ 543,105,433</u></u>	<u><u>\$ 570,797,048</u></u>	<u><u>\$ 603,777,489</u></u>
Program Revenues				
Governmental Activities				
Charges for Services				
Instruction	\$ 2,076,715	\$ 2,339,173	\$ 2,642,876	\$ 2,454,403
Food Services	4,291,076	3,678,965	3,390,984	2,519,613
Pupil Transportation Services	392,314	497,908	646,279	663,527
Community Services	2,874,860	2,805,201	2,829,867	2,803,086
Operating Grants and Contributions				
Instruction	97,871,733	95,237,159	108,562,019	110,127,867
Food Services	26,203,051	27,460,542	31,689,599	33,985,232
Student Transportation Services	-	-	-	-
Capital Grants and Contributions				
Facilities Acquisition and Construction	16,532,017	27,067,210	36,043,720	42,941,325
Community Services	-	-	-	1,264,597
Interest on Long-term Debt	1,630,218	1,611,974	1,832,828	-
Total Program Revenues - Primary Government	<u><u>\$ 151,871,984</u></u>	<u><u>\$ 160,698,132</u></u>	<u><u>\$ 187,638,172</u></u>	<u><u>\$ 196,759,650</u></u>
Net (Expense) - Primary Government	<u><u>\$ (396,903,750)</u></u>	<u><u>\$ (382,407,301)</u></u>	<u><u>\$ (383,158,876)</u></u>	<u><u>\$ (407,017,839)</u></u>

Source:
District records

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$	352,078,958	\$ 386,512,557	\$ 395,651,095	\$ 415,275,745	\$ 410,792,620	\$ 480,860,171
	27,161,815	30,655,797	31,286,985	32,494,498	32,961,067	37,906,125
	5,076,970	5,370,748	4,997,342	5,184,681	6,427,101	7,135,163
	19,201,920	21,941,930	22,621,624	24,560,164	24,242,642	31,401,139
	9,928,182	12,595,631	12,407,615	11,884,929	13,536,619	18,893,634
	4,828,689	4,924,091	5,036,599	9,141,686	16,310,549	8,106,534
	1,255,886	1,211,308	1,243,539	1,778,741	5,339,041	1,856,404
	3,089,842	3,260,521	3,462,702	4,154,629	4,059,795	5,734,032
	25,768,790	26,538,432	26,491,620	27,230,029	25,863,321	30,984,653
	17,348,888	21,289,873	34,209,654	29,153,447	26,431,434	28,319,916
	2,310,798	2,391,647	2,292,148	2,530,927	2,163,302	2,633,438
	32,571,028	33,576,252	30,929,431	25,083,377	34,631,424	34,258,784
	8,220,245	8,836,176	9,071,627	12,339,829	11,833,065	11,437,356
	25,326,208	27,235,730	26,247,815	25,686,161	28,096,622	34,401,118
	34,662,229	36,421,063	41,569,779	40,909,210	44,576,013	50,248,745
	9,405,015	10,641,145	10,338,335	10,878,590	10,522,020	11,942,576
	5,007,879	5,755,107	4,523,927	7,783,017	4,941,620	5,830,987
	4,838,607	4,924,520	4,467,594	5,219,173	5,519,122	5,746,978
	9,051,396	9,495,189	8,945,531	8,853,423	8,193,588	7,669,716
	-	-	-	-	-	-
	34,635,528	34,896,561	34,151,861	37,187,781	36,757,882	36,200,391
<u>\$</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>	<u>\$ 851,567,860</u>
\$	2,181,514	\$ 2,424,452	\$ 1,948,570	\$ 1,821,774	\$ 2,801,671	\$ 3,830,939
	2,214,598	1,809,646	1,328,966	579,136	668,393	2,034,062
	904,007	94,448	75,447	20,940	62,578	202,357
	3,296,995	3,415,103	2,651,189	1,997,891	2,559,352	2,935,204
	113,634,808	118,869,038	120,658,558	122,573,469	122,853,261	127,534,133
	34,774,560	36,948,188	28,189,494	61,760,344	32,527,382	37,119,850
	-	-	-	-	-	-
	43,917,297	78,912,194	78,197,965	85,268,479	109,573,095	94,374,543
	-	-	-	-	-	-
	942,878	763,389	677,985	645,136	618,842	545,471
<u>\$</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>\$ 268,576,559</u>
<u>\$</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>	<u>\$ (582,991,301)</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

	<u>For the Fiscal Year ending June 30</u>		
	<u>2014</u>	<u>2015</u>	<u>2016</u>
Net (Expense)/Revenue - Primary Government	<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	\$ 105,900,393	\$ 111,668,108	\$ 117,462,480
Property taxes, levied for capital projects	26,438,255	28,370,255	30,186,687
Local sales taxes	10,600,770	12,129,743	12,771,275
Grants and contributions not restricted to specific programs	215,374,466	223,592,024	242,260,027
Investment earnings/(loss)	1,199,839	1,389,318	3,176,842
Miscellaneous	10,110,377	11,503,406	9,289,079
Total General Revenues - Primary Government	<u>\$ 369,624,100</u>	<u>\$ 388,652,854</u>	<u>\$ 415,146,390</u>
Changes in Net Position - Primary Government	<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>2023</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>	<u>\$ (582,991,301)</u>
\$	117,411,122	\$ 125,285,264	\$ 130,434,603	\$ 140,658,925	\$ 147,611,813	\$ 154,125,199	\$ 170,509,611
	32,537,685	34,733,867	39,812,487	44,488,771	48,898,005	52,605,534	63,668,452
	25,010,568	45,404,305	47,849,163	44,396,966	45,489,330	66,335,040	70,994,530
	259,580,554	277,817,616	304,090,750	308,037,023	318,123,332	384,763,523	422,245,150
	1,060,614	2,339,176	10,499,198	12,624,596	1,345,658	(6,101,476)	18,983,891
	<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>13,226,388</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>\$ 759,628,022</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>	<u>\$ 176,636,721</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>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund				
Nonspendable	\$ 2,077,677	\$ 2,303,278	\$ 2,504,747	\$ 2,714,482
Restricted	21,082,476	19,487,714	18,156,321	18,400,024
Assigned	13,375,810	3,303,083	4,844,727	4,681,885
Unassigned	<u>33,702,182</u>	<u>41,368,678</u>	<u>41,010,743</u>	<u>41,618,791</u>
Total General Fund	<u>\$ 70,238,145</u>	<u>\$ 66,462,753</u>	<u>\$ 66,516,538</u>	<u>\$ 67,415,182</u>
All Other Governmental Funds				
Nonspendable	\$ -	\$ 974,141	\$ 1,162,356	\$ 1,205,400
Restricted	58,179,268	69,347,218	106,161,674	222,501,059
Assigned	1,393,760	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Other Governmental Funds	<u>\$ 59,573,028</u>	<u>\$ 70,321,359</u>	<u>\$ 107,324,030</u>	<u>\$ 223,706,459</u>
Total Governmental Funds	<u>\$ 129,811,173</u>	<u>\$ 136,784,112</u>	<u>\$ 173,840,568</u>	<u>\$ 291,121,641</u>

Source:
District records

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 2,504,820	\$ 2,425,555	\$ 3,175,284	\$ 2,976,253	\$ 3,476,795	\$ 3,835,373
15,905,069	15,428,255	20,064,640	24,190,993	27,386,662	33,933,319
5,962,073	6,853,872	4,896,493	6,519,633	4,984,464	5,540,809
44,079,630	44,243,507	49,808,926	55,301,401	51,822,391	45,338,249
<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>	<u>\$ 88,647,750</u>
\$ 1,077,716	\$ 763,956	\$ 1,550,526	\$ 668,749	\$ 819,366	\$ 656,678
235,402,182	260,325,766	295,794,200	450,364,307	581,378,792	640,227,364
-	-	-	-	-	-
-	-	-	-	-	-
<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>\$ 640,884,042</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>	<u>\$ 729,531,792</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>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Revenues				
Federal direct	\$ 3,882,342	\$ 4,020,887	\$ 4,245,607	\$ 4,275,783
Federal through State	58,990,124	56,918,921	71,723,722	73,692,342
State sources	278,832,947	288,489,943	309,665,209	329,266,843
Local sources	<u>185,384,897</u>	<u>195,797,333</u>	<u>215,536,470</u>	<u>231,140,276</u>
 Total revenues	 <u>\$ 527,090,310</u>	 <u>\$ 545,227,084</u>	 <u>\$ 601,171,008</u>	 <u>\$ 638,375,244</u>

Source:
 District records

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 3,842,771	\$ 5,584,301	\$ 6,193,236	\$ 5,603,360	\$ 5,181,502	\$ 6,468,606
74,144,738	86,565,817	72,413,909	107,163,950	134,298,870	160,028,783
351,551,486	371,198,454	381,106,787	392,461,051	404,485,019	424,501,265
<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>442,436,509</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>	<u>\$ 1,033,435,163</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			
	2014	2015	2016	2017
Expenditures				
Instruction	\$ 280,329,535	\$ 287,013,856	\$ 310,555,110	\$ 321,579,744
Pupil Personnel Services	21,786,239	22,697,456	23,290,424	24,058,648
Instructional Media Services	4,771,047	4,525,806	4,627,227	4,612,307
Instruction and Curriculum Development Services	15,683,860	15,819,513	16,710,413	17,412,544
Instructional Staff Training Services	9,098,166	9,002,894	8,882,840	8,843,586
Instruction Related Technology	3,917,886	4,286,444	4,238,816	4,302,167
Board of Education	1,466,041	1,872,534	1,745,998	1,565,672
General Administration	2,415,274	2,299,003	2,819,209	2,793,008
School Administration	22,476,668	22,518,181	23,086,838	23,459,783
Facilities Acquisition and Construction	11,181,228	9,881,355	11,243,631	12,346,580
Fiscal Services	1,936,268	2,014,809	2,021,992	1,925,667
Food Services	31,050,012	28,667,778	29,143,693	29,988,376
Central Services	6,541,885	6,770,403	7,466,404	7,534,680
Pupil Transportation Services	20,842,262	20,532,244	19,832,017	19,772,543
Operation of Plant	31,742,175	32,777,540	31,140,563	32,664,336
Maintenance of Plant	8,280,498	7,697,959	8,194,955	8,594,886
Administrative Technology Services	3,815,336	3,902,468	4,099,622	4,255,025
Community Services	4,876,281	5,081,934	5,408,882	5,131,035
Capital outlay:				
Facilities Acquisition and Construction	28,540,227	15,343,982	6,817,643	40,287,143
Charter School Local Capital Improvement	-	-	-	-
Other Capital Outlay	8,600,402	6,176,371	9,798,576	3,663,657
Debt service:				
Principal	16,704,179	17,013,917	18,690,550	19,066,296
Interest and Fiscal Charges	13,924,407	12,862,021	11,797,768	12,177,869
Dues, Fees, and Issuance Costs	-	-	-	-
Total Expenditures	<u>\$ 549,979,876</u>	<u>\$ 538,758,468</u>	<u>\$ 561,613,171</u>	<u>\$ 606,035,552</u>
Debt Service as a Percentage of Noncapital Expenditures	5.97%	5.78%	5.59%	5.56%

Source:

District records

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$	339,632,764	\$ 371,095,214	\$ 380,420,950	\$ 401,926,413	\$ 420,916,468	\$ 468,487,779
	25,392,616	28,910,431	30,195,019	30,919,490	34,227,557	36,386,995
	4,811,090	5,088,937	4,821,553	4,936,980	6,623,920	6,870,980
	17,953,151	20,495,516	21,847,887	23,320,027	25,211,655	30,138,597
	9,367,984	11,974,841	11,957,354	11,355,338	13,978,141	18,301,651
	4,518,485	4,672,795	4,861,790	8,882,610	16,517,840	7,841,897
	1,236,867	1,200,520	1,189,679	1,763,849	5,350,821	1,842,561
	2,984,967	3,125,785	3,318,701	4,080,983	4,113,810	5,656,456
	24,197,009	24,893,749	25,584,213	25,836,108	27,002,054	29,680,798
	16,533,565	21,212,121	31,728,153	14,179,228	27,440,839	15,382,978
	2,140,615	2,216,960	2,211,899	2,411,036	2,254,224	2,527,062
	31,701,034	32,748,883	29,788,939	24,527,080	32,241,671	35,857,057
	7,790,493	8,524,645	8,730,710	11,999,386	12,111,571	11,112,915
	22,217,613	24,117,823	23,060,659	21,980,515	25,692,256	29,925,883
	33,315,337	35,371,798	38,876,991	38,551,657	45,010,177	49,779,093
	8,949,660	10,088,887	9,943,301	10,514,105	10,814,370	11,613,650
	4,766,512	5,544,939	4,357,240	7,593,182	5,091,952	5,645,626
	4,650,056	4,773,796	4,295,743	5,078,758	5,643,229	5,599,386
	70,625,077	91,447,376	66,843,723	77,773,443	41,664,943	153,568,004
	624,570	-	404,992	-	-	-
	13,010,289	13,157,293	12,109,706	4,522,969	3,718,943	5,722,850
	16,501,060	21,331,584	21,981,361	22,700,211	29,963,886	31,202,015
	10,350,671	10,052,163	9,678,533	9,120,262	8,265,297	7,764,655
	-	-	-	166,565	227,097	127,969
<u>\$</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>	<u>\$ 971,036,857</u>

4.55%

4.85%

4.73%

4.59%

5.04%

4.80%

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>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Excess of revenues over (under) expenditures	\$ (22,889,566)	\$ 6,468,616	\$ 39,557,837	\$ 32,339,692	\$ 22,203,311
Other Financing Sources	40,663,038	51,703,245	71,455,987	199,528,943	28,222,915
Other Financing Uses	<u>39,459,848</u>	<u>51,198,924</u>	<u>73,957,368</u>	<u>114,587,563</u>	<u>36,616,377</u>
Net change in fund balances	<u>\$ (21,686,376)</u>	<u>\$ 6,972,937</u>	<u>\$ 37,056,456</u>	<u>\$ 117,281,072</u>	<u>\$ 13,809,849</u>

Source:
 District records

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<u>\$ 35,240,631</u>	<u>\$ 44,794,819</u>	<u>\$ 89,415,422</u>	<u>\$ 132,317,397</u>	<u>\$ 62,398,306</u>
46,079,352	58,376,700	122,260,561	76,460,427	71,485,391
<u>56,210,562</u>	<u>57,922,361</u>	<u>46,944,719</u>	<u>78,930,690</u>	<u>74,220,374</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>	<u><u>\$ 59,663,323</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
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
2022	37,993,073	56,612,265	1,742,857	3,485,680

Notes: (1) Per \$1,000 of assessed value
Osceola County's information is not available for 2023

Source: Osceola County Annual Comprehensive Financial Report, FYE 9/30/22, Schedule 5

Centrally Assessed Property			Total			Total Direct Rate ⁽¹⁾
Assessed Value	Estimated Actual Value		Assessed Value	Estimated Actual Value		
\$ 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
6,088	6,843		39,742,018	60,104,788		5.897

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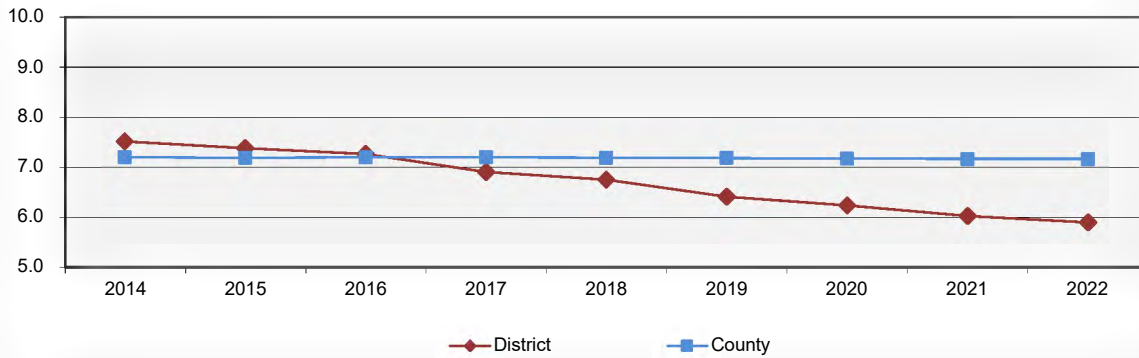
Schedule 9
 District School Board of Osceola County
 Direct and Overlapping Property Tax Rates
 Last Ten Levy Years
(rate per \$1,000 of assessed value)
 Unaudited

Levy Year	District Direct Rates						Overlapping Rates
	Required Local Effort	Capital Outlay	Basic Discretionary	Prior Period Funding Adjustment	Supplemental Discretionary	Total Direct	Osceola County
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	7.163
2023	3.262	1.500	0.748	0.006	-	5.516	n/a

Note: Osceola County 2023 information not available

Sources: District records, District Summary Budget, Section I. Assessment and Millage Levies
 Osceola County Annual Comprehensive Financial Report, FYE 9/30/22, Schedule 6

School District and Osceola County Millages



Schedule 10
District School Board of Osceola County
Principal Osceola County Property Tax Payers
September 30, 2022 and Ten Years Earlier
(In thousands)
Unaudited

Taxpayer	September 30, 2022			September 30, 2013		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Westgate Properties/Resorts/Towers	\$ 1,131,945	1	2.98%	\$ 776,877	1	4.72%
Walt Disney Parks and Resorts US Inc.	698,588	2	1.84%	582,534	2	3.54%
Lando Resorts Corporation	672,727	3	1.77%	378,603	3	2.30%
RHP Property G.P. Limited Partnership	436,216	4	1.15%	-	-	-
Tempus Palms International	295,207	5	0.78%	254,618	7	1.55%
Windham Vacation Own & Resorts/Club Wyndham	282,781	6	0.74%	-	-	0.00%
BR Gates/Grand at Westside/Meadows/Sonoma DST	279,573	7	0.74%	-	-	-
Duke Energy Florida LLC	265,069	8	0.70%	-	-	-
Osceola Regional Hospital Inc.	140,964	9	0.37%	82,527	11	0.50%
Sabal Trail Transmission	121,404	10	0.32%	-	-	0.00%
Silver Lake Resort	111,167	11	0.29%	110,089	8	0.67%
Worldmark The Club	102,567	12	0.27%	-	-	-
Omni-Championsgate Resort Hotel LLC	100,295	13	0.26%	100,494	9	0.61%
Walmart Stores/WalSam Dev Co.	96,643	14	0.25%	67,814	13	0.41%
Orlando Resort Development Group, Inc.	74,814	15	0.20%	60,583	17	0.37%
Lowe's Home Centers Inc.	73,208	16	0.19%	68,556	12	0.42%
IH Borrower LP	71,887	17	0.19%	-	-	-
Florida Southeast Connection LLC	71,173	18	0.19%	-	-	-
Shingle Creek Acquisition LLC	70,599	19	0.19%	-	-	-
Lexin Jamison FL LLC	66,061	20	0.17%	-	-	-
G.P. Limited Partnership	-	-	-	269,981	4	1.64%
Progress Energy Florida Inc.	-	-	-	267,507	5	1.62%
Star Island/Vacation Break/Wyndham	-	-	-	259,728	6	1.58%
Genon Florida LP	-	-	-	97,465	10	0.59%
Florida Gas Transmission CO	-	-	-	67,754	14	0.41%
Ginn-LA/Reunion	-	-	-	63,889	15	0.39%
Embarq Florida Inc/Sprint/SprintCom	-	-	-	61,572	16	0.37%
Timescape Resorts LLC	-	-	-	48,721	18	0.30%
A Loop LLC	-	-	-	48,337	19	0.29%
Deerfield Land Corp	-	-	-	46,335	20	0.28%
Total taxable assessed value twenty largest taxpayers	5,162,888		13.60%	3,713,984		22.55%
Total taxable assessed value all other taxpayers	32,798,367		86.40%	12,753,012		77.45%
Total taxable assessed value all taxpayers	<u>\$ 37,961,255</u>		<u>100.00%</u>	<u>\$ 16,466,996</u>		<u>100.00%</u>

Source:

Osceola County Annual Comprehensive Financial Report, FYE 9/30/22, Schedule 7

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
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	204,516,334	196,441,845	96.05%	50,058	196,491,903	96.08%
2022	215,282,378	206,681,373	96.00%	40,397	206,721,770	96.02%
2023	244,157,685	234,137,666	95.90%	-	234,137,666	95.90%

Note: Property Taxes are due by March 31 of each year. A four (4) percent discount applies if taxes are paid in November of the previous year, with the discounts declining by one percent (1%) each month thereafter. Taxes become delinquent on April 1st and tax certificates for unpaid taxes are sold on or before June 1st.

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
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
2023	-	-	136,377,241	100,730,000

Notes:

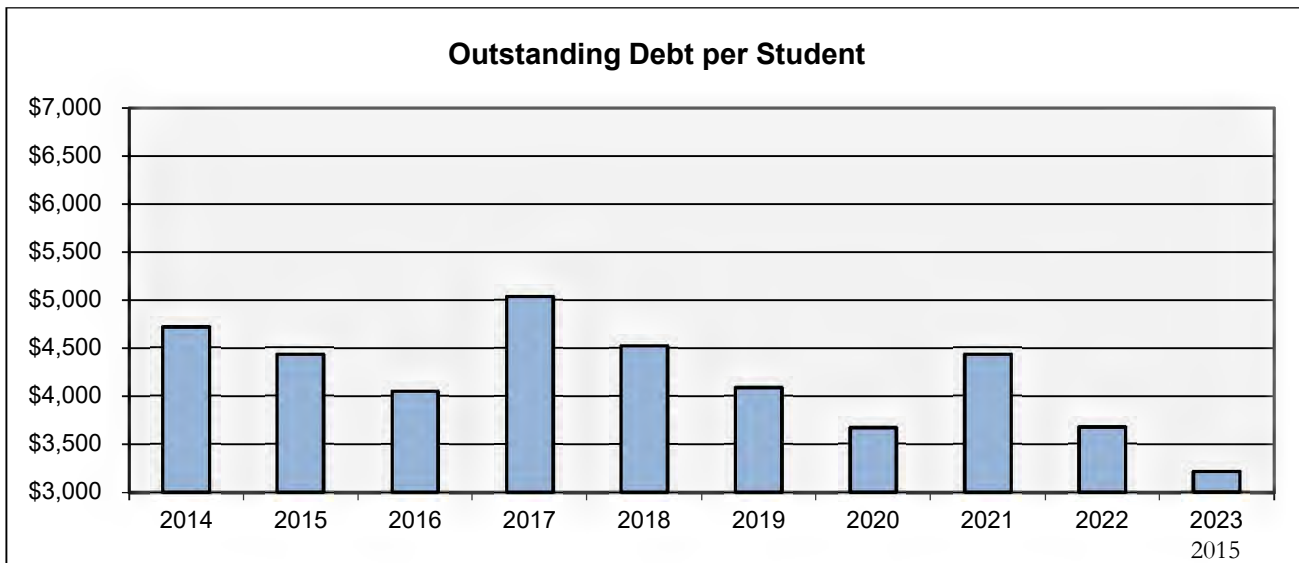
⁽¹⁾ Schedule 16 Personal Income (thousands) divided by Total Debt.

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

⁽³⁾ n/a = data not available

Source:

District records



EFBD Agreement Payable	Total	Percentage of Personal Income (1)	Outstanding Debt Per Student (2)
\$ 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
7,820,993	275,977,755	6.34%	3,672
7,312,978	244,420,219	n/a (3)	3,207

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Schedule 13
 District School Board of Osceola County
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2023
 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	\$ 11,985,000	100.00%	\$ 11,985,000
Revenue Bonds	360,380,000	100.00%	360,380,000
Special Assessment Bonds	510,000	100.00%	<u>510,000</u>
Subtotal, overlapping debt			<u>372,875,000</u>
District direct debt			<u>244,420,219</u>
Total direct and overlapping debt			<u><u>\$ 617,295,219</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 Annual Comprehensive Financial Report, FYE 9/30/22, Schedule 9

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

	Fiscal Year			
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Assessed value ⁽¹⁾	\$ 16,466,996	\$ 17,075,794	\$ 19,516,751	\$ 21,004,789
Debt limit (10% of assessed value)	1,646,700	1,707,579	1,951,675	2,100,479
Debt applicable to limit:				
Bonds payable	<u>76,150</u>	<u>68,906</u>	<u>66,112</u>	<u>60,316</u>
Total net debt applicable to limit	<u>76,150</u>	<u>68,906</u>	<u>66,112</u>	<u>60,316</u>
Legal debt margin	<u>\$ 1,570,550</u>	<u>\$ 1,638,673</u>	<u>\$ 1,885,563</u>	<u>\$ 2,040,163</u>
Total net debt applicable to the limit as a percentage of debt limit	4.62%	4.04%	3.39%	2.87%

Notes:

⁽¹⁾ Schedule 8

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.

Osceola County's information is not available for 2023

Sources:

District records

Osceola County Annual Comprehensive Financial Report, FYE 9/30/22, Schedule 5

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 22,961,443	\$ 25,372,954	\$ 28,407,481	\$ 31,397,076	\$ 34,108,072	\$ 39,742,018
2,296,144	2,537,295	2,840,748	3,139,708	3,410,807	3,974,202
<u>139,784</u>	<u>133,297</u>	<u>122,116</u>	<u>110,741</u>	<u>174,320</u>	<u>155,527</u>
<u>139,784</u>	<u>133,297</u>	<u>122,116</u>	<u>110,741</u>	<u>174,320</u>	<u>155,527</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>	<u>\$ 3,818,675</u>
6.09%	5.25%	4.30%	3.53%	5.11%	3.91%

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		
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%	
2023	23,667,527	6,217,000	369,784	359.3%	

Sales Tax Revenue Bonds - School Capital Outlay Surtax

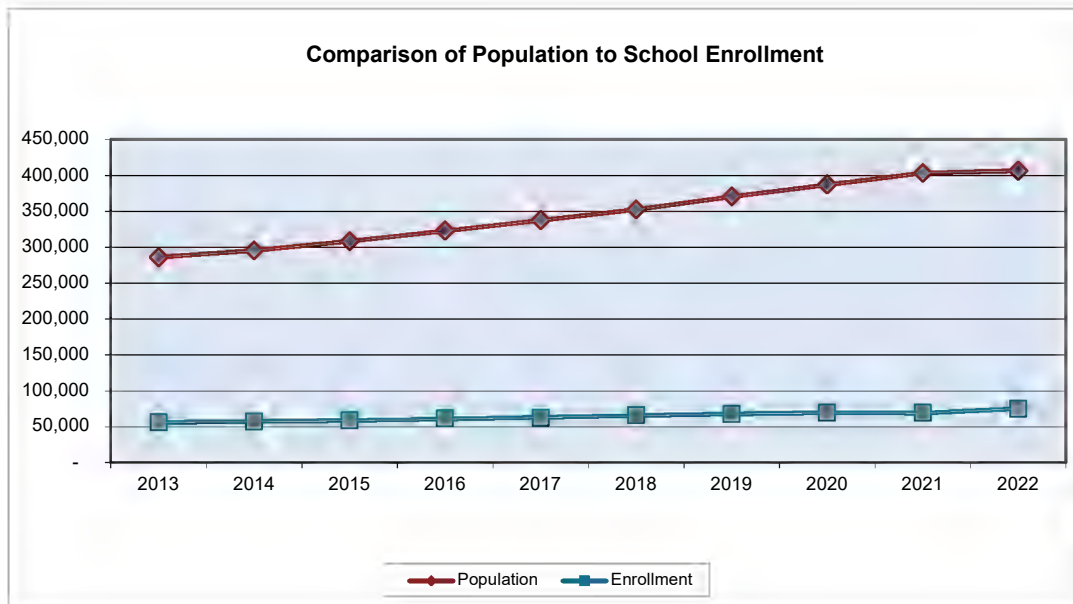
Fiscal Year	Local		Debt Service		Coverage
	Sales Tax Revenue	Debt Service			
		Principal	Interest		
2018	\$ 30,222,267	\$ -	\$ 2,116,000	1428.3%	
2019	31,876,655	4,720,000	2,315,364	453.1%	
2020	29,591,338	4,850,000	2,183,298	420.7%	
2021	30,323,844	4,985,000	2,669,483	396.2%	
2022	44,208,927	12,090,000	2,997,434	293.0%	
2023	47,327,004	12,385,000	2,747,068	312.8%	

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
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%
2022	406,460	17,483,723	43,015	75,158	3.6%

Sources: State of Florida, Department of Economic Opportunity Estimates, June 2023 report
 District records



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

Employer	September 30, 2022			September 30, 2013		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Total Employment	94,298			76,536		
The School District of Osceola County	7,987	1	8.47%	6,832	1	8.93%
Walt Disney Company (Osceola County offices)	3,419	2	3.63%	3,700	2	4.83%
Adventist Health System	2,998	3	3.18%	-	-	-
Osceola Regional Medical Center	1,593	4	1.69%	1,357	7	1.77%
Osceola County Government	1,410	5	1.50%	2,348	4	3.07%
Buena Vista Construction Co.	1,296	6	1.37%	-	-	-
McLane/Suneast, Inc.	1,270	7	1.35%	900	9	1.18%
Lowes RDC	1,035	8	1.10%	607	10	0.79%
Jr. Davis Construction Co. Inc.	928	9	0.98%	-	-	-
Omni Orlando Resort at Champions Gate	831	10	0.88%	-	-	-
Gaylord Palms Resort & Convention Center	-	-	-	1,445	6	1.89%
Florida Hospital Celebration & Kissimmee	-	-	-	1,750	5	2.29%
Wal-Mart Stores, INC	-	-	-	2,730	3	3.57%
Publix Supermarkets	-	-	-	1,350	8	1.76%
Total largest employers	<u>22,767</u>		<u>24.14%</u>	<u>23,019</u>		<u>30.08%</u>

Sources:

Osceola County Annual Comprehensive Financial Report, FYE 9/30/22, Schedule 17
U.S. Department of Labor, Local Area Unemployment Statistics Program
District records - School District employees as of June 30, 2022 and 2013 (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									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Supervisory										
Officials, Administrators and Managers	69	61	61	61	69	75	87	79	74	91
Consultants/Supervisors of Instruction	10	7	7	8	7	6	9	8	10	16
Principals	61	60	62	64	68	70	73	76	69	79
Assistant Principals	71	81	88	92	93	99	101	101	97	111
Community Education Coordinators	-	-	-	17	25	29	39	34	-	-
Deans/Curriculum Coordinators	8	6	-	-	-	-	-	-	16	37
Total supervisory	219	215	218	242	262	279	309	298	266	334
Instruction										
Classroom Teachers, Elementary (PK-6)	1,463	1,509	1,529	1,544	1,547	1,608	1,621	1,583	1,407	1,627
Classroom Teachers, Secondary (7-12)	1,417	1,460	1,483	1,520	1,558	1,628	1,705	1,715	1,641	1,779
Exceptional Education Teachers	437	437	463	443	474	543	552	538	538	581
Other Teachers	135	156	157	225	151	308	328	268	226	401
Total instruction	3,452	3,562	3,632	3,732	3,730	4,087	4,206	4,104	3,812	4,388
Student Services										
Guidance Counselors	100	107	105	114	130	154	150	159	161	165
Social Workers	10	10	11	14	13	29	28	26	30	36
School Psychologists	32	33	31	36	36	36	38	39	40	43
Librarians/Audio-Visual Workers	46	45	46	47	48	49	49	49	50	52
Other Professional Staff, Instructional	304	321	321	386	402	458	490	499	525	617
Other Professional Staff, Non-Instructional	183	189	189	201	208	223	225	245	240	271
Aides	786	817	812	876	899	959	974	922	862	964
Technicians	124	127	126	134	134	135	141	139	134	142
Total student services	1,585	1,649	1,641	1,808	1,870	2,043	2,095	2,078	2,042	2,290
Support and Administration										
Clerical/Secretarial	518	538	510	552	560	586	590	591	595	646
Service Workers	1,150	1,162	1,141	1,186	1,193	1,253	1,242	1,201	1,148	1,264
Skilled Crafts Workers	66	70	66	66	63	72	70	73	71	67
Unskilled Laborers	19	21	26	27	29	48	50	54	53	58
Total support and administration	1,753	1,791	1,743	1,831	1,845	1,959	1,952	1,919	1,867	2,035
Total	7,009	7,217	7,234	7,613	7,707	8,368	8,562	8,399	7,987	9,047

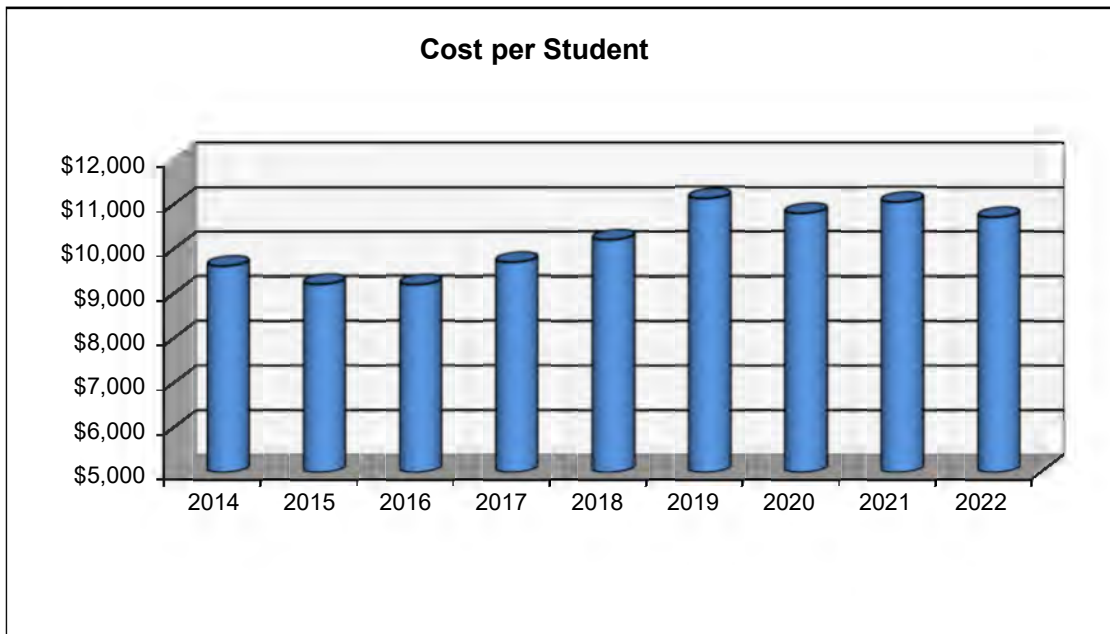
Source:
Florida Department of Education
Education Information and Accountability Services

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
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
2023	971,036,857	76,209	12,742	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
3,452	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%
4,388	17.4	77.0%	71.0%

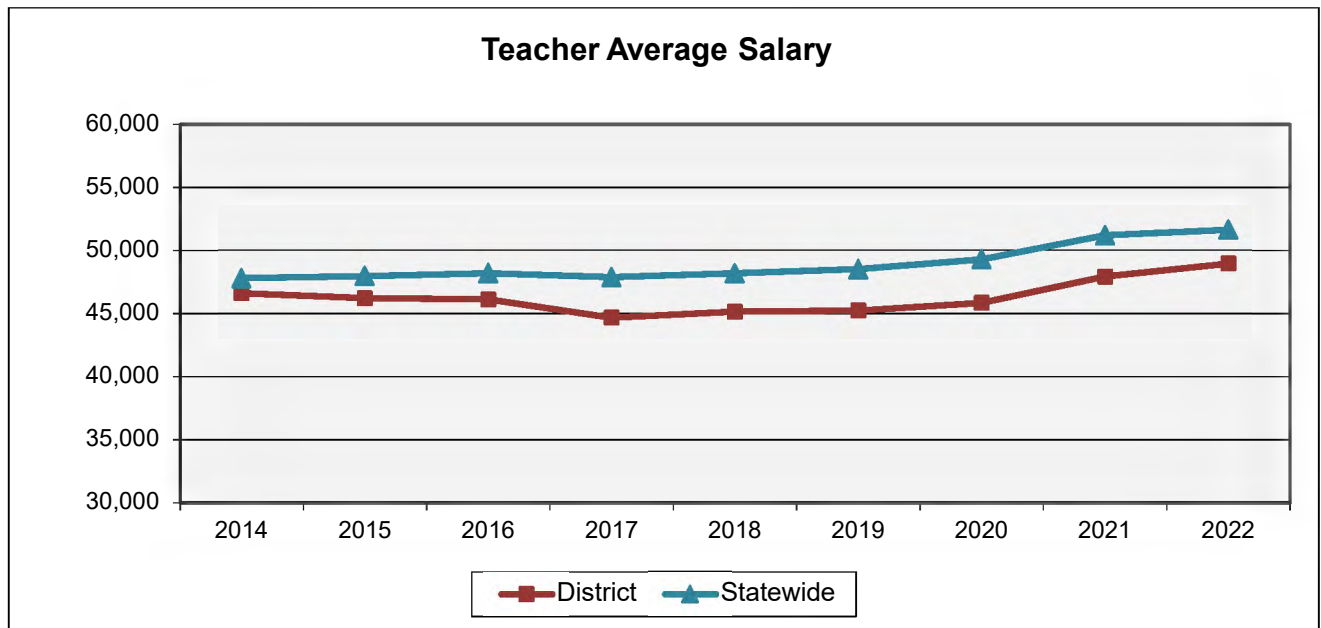
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Schedule 20
 District School Board of Osceola County
 Teacher Salaries
 Last Ten Fiscal Years
 Unaudited

Fiscal Year	Minimum Salary ⁽¹⁾	Maximum Salary ⁽¹⁾	Osceola Average Salary ⁽²⁾	Statewide Average Salary ⁽²⁾
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
2023	48,500	90,485	49,904	53,142

Sources:

- ⁽¹⁾ District Salary Schedule
- ⁽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	2022-23	2021-22	2020-21	2019-20
	Footage	Capacity				
Elementary Schools (Placed in Service)						
Boggy Creek (1982)	101,543	878	602	593	591	641
Central Avenue (1934)	137,484	1,016	572	568	587	657
Chestnut (2005)	125,007	1,088	696	666	647	689
Cypress (1991)	107,015	782	469	473	496	565
Deerwood (1990)	129,377	990	492	498	518	532
East Lake (2010)	110,214	984	875	885	833	899
Flora Ridge (2007)	119,396	1,150	1,015	1,018	874	1,003
Harmony Community School (2007)	106,047	915	997	885	757	837
Hickory Tree (1983)	125,766	1,086	785	657	564	987
Highlands (1959)	134,393	1,013	639	670	662	733
Kissimmee (2000)	137,850	1,118	812	880	869	968
Koa (2009)	107,571	920	645	604	541	596
Lakeview (1985)	111,571	808	742	663	634	684
Michigan Avenue (1971)	134,764	951	793	761	734	582
Mill Creek (1986)	140,975	1,120	725	738	706	820
Narcoossee (2009)	136,923	1,452	1,471	1,314	1,064	1,128
Neptune (2007)	118,639	1,154	959	914	947	971
Partin Settlement (2002)	123,963	911	786	787	769	799
Pleasant Hill (1986)	137,626	1,056	704	726	731	732
Poinciana Academy of Fine Arts (2001)	142,990	890	601	585	580	612
Reedy Creek (1980)	111,010	1,113	845	846	836	990
Saint Cloud (2005)	126,309	1,186	821	804	841	955
Sunrise (2005)	125,994	1,176	1,020	988	914	921
Thacker Avenue (1963)	144,926	928	597	637	676	765
Ventura (1987)	135,885	1,084	761	736	773	823
Total Elementary Schools			19,425	18,896	18,144	19,889
Middle Schools (Placed in Service)						
Denn John (1973)	157,049	1,464	864	903	945	957
Discovery (2000)	180,530	1,473	892	970	1,018	977
Harmony (2019)	178,094	1,429	1,053	940	1,032	1,039
Horizon (1993)	165,342	1,733	1,278	1,315	1,347	1,309
Kissimmee (1995)	174,697	1,957	1,296	1,420	1,393	1,401
Narcoossee (2000)	184,547	1,698	1,373	1,328	1,220	1,208
Neptune (1987)	182,485	1,570	992	1,004	1,007	1,089
Parkway (1986)	152,963	1,268	740	801	850	909
Saint Cloud (1974)	149,060	1,602	1,219	1,188	1,249	1,221
Total Middle Schools			9,707	9,869	10,062	10,110
High Schools (Placed in Service)						
Celebration (2001)	345,365	2,955	2,657	2,572	2,430	2,524
Gateway (1981)	205,779	2,572	1,635	1,674	1,611	1,553
Harmony (2004)	337,649	2,859	2,639	2,466	2,077	1,996
Liberty (2007)	310,303	2,484	1,542	1,739	1,719	1,857
Neocity (2019)	50,072	725	391	394	303	206
Osceola (1962)	323,741	2,965	2,258	2,265	2,132	2,310
PATHS Technical Education Center (1990)	163,079	1,479	530	500	462	533
Poinciana (1991)	377,013	3,013	2,373	2,367	2,201	1,963
Saint Cloud (1962)	278,270	2,333	2,139	1,973	1,944	2,058
Tohopekaliga (2018)	341,735	3,084	2,546	2,380	2,120	2,208
Total High Schools			18,709	18,330	16,998	17,208
Multilevel Schools (Placed in Service)						
Canoe Creek K-8 (2021)	142,166	1,452	1,145	1,025	619	
Celebration K-8 (1995)	219,868	1,960	1,700	1,720	1,426	1,498
Osceola County School for the Arts (2002)	177,157	1,068	900	896	924	921
Westside K-8 (2009)	200,594	2,154	1,724	1,855	1,873	1,717
Total Multilevel Schools			5,469	5,496	4,843	4,136
Total K-12 Schools			53,310	52,591	50,046	51,343

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

2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
673	682	651	682	714	746
645	706	635	653	712	736
687	670	677	689	752	697
609	693	753	735	726	718
549	533	571	571	672	651
928	930	1,046	1,001	974	920
1,086	976	864	839	921	949
1,062	1,000	954	885	830	855
966	917	807	720	716	653
814	859	821	826	938	916
985	996	937	873	996	1,036
622	663	684	708	759	783
686	704	689	654	649	656
632	626	642	648	645	634
882	955	989	998	975	868
1,067	1,004	926	849	767	717
1,000	994	973	975	984	907
838	887	799	832	791	854
763	822	823	883	890	891
593	664	658	681	765	749
1,049	1,060	975	969	967	909
979	1,027	969	980	970	971
864	912	891	890	1,001	928
812	827	846	874	891	850
831	854	883	888	946	919
<u>20,622</u>	<u>20,961</u>	<u>20,463</u>	<u>20,303</u>	<u>20,951</u>	<u>20,513</u>
963	881	827	948	1,022	1,140
951	1,001	981	1,026	1,138	1,193
1,331	1,299	1,273	1,239	1,220	1,213
1,348	1,331	1,194	1,249	1,258	1,300
1,302	1,205	1,177	1,178	1,090	1,092
1,329	1,472	1,442	1,330	1,296	1,369
956	948	860	858	938	1,018
1,451	1,378	1,258	1,191	1,172	1,139
<u>9,631</u>	<u>9,515</u>	<u>9,012</u>	<u>9,019</u>	<u>9,134</u>	<u>9,464</u>
2,528	2,515	2,407	2,309	2,155	2,005
1,632	2,437	2,468	2,454	2,417	2,421
1,857	2,346	2,145	1,926	1,822	1,782
1,945	1,963	1,967	1,963	1,914	1,873
2,356	2,744	2,678	2,676	2,543	2,477
501	537	555	593	460	641
2,022	1,859	1,718	1,685	1,548	1,416
2,064	2,367	2,261	2,304	2,214	2,073
2,166	-	-	-	-	-
<u>17,527</u>	<u>17,264</u>	<u>16,688</u>	<u>15,910</u>	<u>15,073</u>	<u>14,688</u>
1,494	1,450	1,392	1,343	1,279	1,280
877	879	950	906	911	859
1,638	1,653	1,497	1,518	1,487	1,351
<u>4,009</u>	<u>3,982</u>	<u>3,839</u>	<u>3,767</u>	<u>3,677</u>	<u>3,490</u>
<u>51,789</u>	<u>51,722</u>	<u>50,002</u>	<u>48,999</u>	<u>48,835</u>	<u>48,155</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, 2023

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Pass-Through Grantor Number	Amount Provided to Subrecipients	Amount of Expenditures
Clustered				
United States Department of Agriculture				
Child Nutrition Cluster				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	22002	\$ -	5,770,199
National School Lunch Program	10.555	22001, 22003	-	30,292,256
	10.559	21006, 21007	-	
Summer Food Service Program for Children		22006, 22007	-	528,978
Total United States Department of Agriculture			-	36,591,433
Special Education Cluster				
United States Department of Education:				
Florida Department of Education:				
Special Education - Grants to States	84.027	262, 263	160,427	14,868,757
Individuals with Disabilities Education Act/American Rescue Plan Act of 2021	84.027X	N/A	201,478	866,450
Special Education - Preschool Grants	84.173	266, 267	-	419,212
Individuals with Disabilities Education Act/American Rescue Plan Act of 2021	84.173X	N/A	-	253,465
Total Special Education Cluster			361,905	16,407,884
Student Financial Assistance Cluster				
United States Department of Education:				
Federal Pell Grant Program	84.063	N/A	-	1,291,746
Total Student Financial Assistance Cluster			-	1,291,746
Not Clustered				
United States Department of Defense				
Air Force Junior Reserve Officers Training Corps	12.UNK	N/A	-	164,247
Army Junior Reserve Officers Training Corps	12.UNK	N/A	-	465,509
Marines Junior Reserve Officers Training Corps	12.UNK	N/A	-	111,766
Total United States Department of Defense			-	741,522
United States Department of Labor				
Valencia College:				
National Farmworker Jobs Program	17.264	N/A	-	2,464
YouthBuild	17.274	N/A	-	67,244
			-	69,708
United States Department of Education				
National Council For History Education:				
American History and Civics Education	84.422	N/A	-	35,509
Education Stabilization Fund:	84.425	N/A	-	
Higher Education Emergency Relief Fund - Student Aid Portion	COVID-19, 84.425E	N/A	-	
Higher Education Emergency Relief Fund - Institutional Portion	COVID-19, 84.425F	N/A	-	450,967
Discretionary Grants: Reimagining Workforce Preparation Grants	COVID-19, 84.425G	N/A	-	
Florida Department of Education:				
Governor's Emergency Education Relief Fund	123		-	60
Elementary and Secondary School Emergency Relief Fund	COVID-19, 84.425D	124	4,466,150	14,359,772
American Rescue Plan - Elementary and Secondary School Emergency Relief Fund	COVID-19, 84.425U	121	8,652,210	59,831,811
American Rescue Plan - Elementary and Secondary School Emergency Relief Fund - Homeless Children & Youth Fund	COVID-19, 84.425W	122	-	185,936
Total Education Stabilization Fund	84.425	N/A	13,118,360	74,828,546
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191, 193	-	1,063,771
Title I Grants to Local Educational Agencies	84.010	126, 212, 223, 226	3,867,800	20,806,728
Career and Technical Education - Basic Grants to States	84.048	161	-	1,240,627
Education for Homeless Children and Youth	84.196	127	-	138,405
Charter Schools	84.282	298	-	
Twenty-First Century Community Learning Centers	84.287	244	224,794	2,012,100
English Language Acquisition State Grants	84.365	102	-	2,430,489
Supporting Effective Instruction State Grants	84.367	224	3,479	3,249,941
School Improvement Grant	84.377	126	-	
Student Support and Academic Enrichment Program	84.424	241	203,598	1,311,831
Office of Elementary and Secondary Education:				
Jacob K. Javits Gifted and Talented Students Education (Javits)	84.206A	N/A	-	331,052
Congressionally Funded Community Projects	84.215K	N/A	-	109,495
Total United States Department of Education			17,418,031	107,558,493
United States Department of Health and Human Services				
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances	93.104	N/A	-	78,762
Florida Department of Education:				
Child Care and Development Block Grant	COVID-19, 93.575	N/A	-	17,828
Total United States Department of Health and Human Services			-	96,590
Total Expenditures of Federal Awards			\$ 17,779,936	\$ 162,757,377

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, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

(2) Summary of Significant Account Policies. Expenditures are reported on the modified accrual basis of accounting. Such expenditures are recognized as 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.



Certified Public Accountants

**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***

Chairman and Members of
The District School Board
of Osceola County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Osceola County, Florida (the "District") as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 11, 2023. 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting 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.

Chairman and Members of
The District School Board
of Osceola County, Florida

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of 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*.

Pursuant to provisions of Chapter 10.800, *Rules of the Auditor General*, we reported certain matters to management of the District in a separate management letter dated December 11, 2023.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Certified Public Accountants
MSL, P.A.
Orlando, Florida
December 11, 2023



Certified Public Accountants

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR
EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE AND REPORT ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

Chairman and Members of
The District School Board
of Osceola County, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of the District School Board of Osceola County, Florida (the “District”) with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (“OMB”) *Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended June 30, 2023. The District’s major federal programs are identified in the summary of auditor’s results section of the accompanying Schedule of Findings and Questioned Costs.

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

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe 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.

Responsibility of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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.

Report on Internal Control over Compliance (Continued)

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 may exist that have not been 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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the basic financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 11, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. Our report on the basic financial statements included disclosures regarding our reference to the reports of other auditors. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis, as required by the Uniform Guidance, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 11, 2023

DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS *(Continued)*

For the Year Ended June 30, 2023

Section II - Findings Related to the Financial Statement Audit, as required to be reported in accordance with *Government Auditing Standards*

No matters were reported.

Section III - Federal Awards Findings and Questioned Costs Section reported in accordance with the Uniform Guidance

No matters were reported.

Section IV - Prior Audit Findings

No matters were reported over federal awards in the prior year.



INDEPENDENT ACCOUNTANT'S REPORT

Chairman and Members of
The District School Board
of Osceola County, Florida

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

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

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

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

In our opinion, the District complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2023.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 11, 2023



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Chairman and Members of
The District School Board
of Osceola County, Florida

Report on Financial Statements

We have audited the financial statements of the District School Board of Osceola County, Florida (the "District") as of and for the year ended June 30, 2023, and have issued our report thereon dated December 11, 2023.

Auditor's Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance, Schedule of Findings and Questioned Costs, and our Independent Accountant's Report in accordance with AICPA Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.800, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated December 11, 2023, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Chairman and Members of
The District School Board
of Osceola County, Florida

Financial Condition and Management

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

Pursuant to Sections 10.804(1)(f)5a. and 10.805(7), *Rules of the Auditor General*, we applied financial condition assessment procedures for the District. It is management's responsibility to monitor the District's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information 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, did not have any such recommendations.

Transparency

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

Additional Matters

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

Purpose of this Letter

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

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 11, 2023