

**For the Fiscal Year Ended 2024
Prepared by the Finance Department**



**DISTRICT SCHOOL BOARD
OF MARTIN COUNTY, FLORIDA**
Annual Comprehensive Financial Report



For the Fiscal Year Ended June 30, 2024

Prepared by the Finance Department



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Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2024

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INTRODUCTORY SECTION





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THE SCHOOL BOARD OF MARTIN COUNTY, FLORIDA

1939 SE Federal Highway • Stuart, Florida 34994 • Telephone (772) 219-1200



March 31, 2025

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

State law requires that all school districts publish after the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles in the United States of America ("GAAP") and audited in accordance with auditing standards generally accepted in the United States of America by a licensed certified public accountant. Pursuant to this requirement, we hereby issue the Annual Comprehensive Financial Report ("ACFR") of the District School Board of Martin County, Florida (the "District") for the fiscal year ended June 30, 2024.

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 the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuses and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The audit firm of Cherry Bekaert Advisory LLC 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, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering unmodified opinions that the District's financial statements for the fiscal year ended June 30, 2024, 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 the federal grantor agencies. The District is required to undergo an annual Single Audit in conformity with the provisions of the Single Audit Act of 1996 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). The standards governing the Single Audit engagement 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.

Michael Maine, Superintendent

School Board Members: Dr. Brian Moriarty • Marsha B. Powers • Amy B. Pritchett • Christia Li Roberts • Jennifer Russell

"To Educate all Students for Success"

Information related to this Single Audit, including the Schedule of Expenditures of Federal Awards, Findings and Questioned Costs, Summary of Prior Audit Findings, and the Independent Auditor's Report on the system of internal control and on compliance with applicable requirements, are included in the Single Audit section.

This report includes all funds of the District, The Martin County School Board Leasing Corporation, Hope Center for Autism, Inc., and Treasure Coast Classical Academy, which comprise the reporting entity. The Martin County School Board Leasing Corporation was formed by the School Board to be the lessor in connection with financing the construction of the Dr. David L. Anderson Middle School and is included as a blended component unit. The Hope Center for Autism and Treasure Coast Classical Academy are public schools operating under a charter issued by the District's governing board (the "Board"). The charter schools are included as a discretely presented component unit.

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 auditor's report.

PROFILE OF THE GOVERNMENT

The District and the Board were created pursuant to Section 4, Article IX of the Constitution of the State of Florida. The District is an independent taxing and reporting entity managed, controlled, operated, administered, and supervised by the District 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 the District's 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 Board policies. The Superintendent has the specific responsibility for maintaining a uniform system of records and accounts in the District as prescribed by the State Board of Education.

The geographic boundaries of the District are those of Martin County, Florida. During the 2023-2024 fiscal year, the District operated 22 schools, including 12 elementary schools, 5 middle schools, 3 high schools, and 2 special schools. The District operates 2 specialized schools for special needs students and sponsors 2 charter schools, the Hope Center for Autism and Treasure Coast Classical Academy, which are considered component units. The Board also awarded a charter to Indian River State College ("IRSC") for the Clark Advanced Learning Center and Indiantown High School. The schools are operated under the direction of IRSC and are not considered component units of the District. In the fiscal year 2023-2024, the District provided general, special, vocational, and other education programs to 19,119 unweighted full-time equivalent students.

The District receives most 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.

ECONOMIC CONDITION AND OUTLOOK

Martin County is part of the area known as the Treasure Coast along with St. Lucie and Indian River Counties. It is located on the East Central Coast of Florida. There are approximately 15,963 linear feet of public beaches in the County and 556 square miles of land. Martin County was established in 1925 and named for the then Governor of Florida, John Wellborn Martin.

The local economy is based upon agriculture, tourism, professional and banking services, healthcare services, and light manufacturing. It is home to many winter citizens and has developed a pattern for slow but steady growth. The City of Stuart, (County Seat) is known as the “Sailfish Capital of the World” and as such, attracts many anglers visiting from all over the world.

The District is included among the largest employers in the County, along with the Cleveland Clinic, formerly known as Martin Memorial Health Systems, and the Martin County Government.

Changes in levels of tourism, immigration into the State of Florida, and unemployment may affect the State revenue streams, which in turn, will affect District revenue streams. The Martin County population increased from 162,064 in the prior year to 163,315 according to U.S. Census estimates and the unemployment rate for Martin County is currently 3.4 percent, which is an increase from the rate of 2.9 percent a year ago. Student enrollment (K-12) increased from 18,673 in the 2022-2023 Fourth Calculations to 19,119 in the 2023-2024 Fourth Calculations and enrollment is expected to continue to follow this trend.

MAJOR INITIATIVES

The District was successful in renewing its voter referenda initially passed during the 2018-19 fiscal year. In 2022-2023 and 2024-2025 the voters of Martin County approved the renewal of the 0.50 Operating Millage for another 4 years. The voter approved millage provides operational funding for salary stipends to instructional personnel and initiatives supporting student instruction and student safety during its four-year term. In 2018-19, voters approved half-cent local sales tax increase for seven years to replace two elementary schools (Jensen Beach Elementary School and Palm City Elementary School, which were completed in September 2024) and several other large capital projects at various schools, along with funding school safety initiatives and other school infrastructure needs during its seven-year term. That additional sales tax will no longer be collected after December 31, 2025. The District continues to purchase school buses, maintain facilities, complete site improvements, and enhance technology and school security/safety for its students.

ACCOMPLISHMENTS

The District is dedicated to providing students with a high-quality education. Among the many educational tools administered by the District for teachers, parents, and students are:

- ***FOCUS*** - a secure, online gradebook and student information system that provides parents with instant information on how their student is performing in school as well as assessment results and reporting of student grades and attendance.
- ***Thrillshare***- a mass notification and communication system capable of sending voice, text and email messages to parents and employees in minutes.
- ***Frontline*** – a resource that enables districts to meet all employees’ diverse learning needs. Educators drive their own learning with relevant, just-in-time content or address areas of need identified in surveys, observations, and evaluations. Additional options allow users to collaborate across grade levels and school sites as well as create custom content.
- ***SCOIR*** – a college admissions network that connects students, families, high schools, and college for a better admissions experience. SCOIR helps students find post-secondary options based on their interest and academic progress and then guides them through the application process.
- ***Edgenuity*** – an online learning platform that allows students to complete rigorous coursework at an individual pace for acceleration and credit recovery.

- **Performance Matters** – PowerSchool Unified Classroom Performance Matters enables schools and districts to build and deliver formative and comprehensive assessments. Performance Matters enables teachers and school/district administrators the ability to do the following:
 - Access items and assessments aligned to state standards.
 - Identify learning loss and monitor student progress to ensure that instruction remains data-driven
 - Create and share reports throughout our learning community.
 - The development of custom assessments aligned to standards.
- **Raptor Technologies** – The Raptor Volunteer Management System screens, tracks, and manages volunteers. The Visitor Management System confirms each visitor is safe and enables sites to know precisely who is on campus in the event of an emergency.
- **IXL** – a supplemental educational resource that provides diagnostic assessments and instructional support aligned to each students’ individual needs.
- Full English Language Arts (ELA), Social Studies, and Mathematics instructional materials adoptions- Florida Department of Education approved, standards-aligned instructional materials have been adopted and provided for all students in K-12 within the last three years.

These tools, combined with the knowledge and dedication of the District’s teachers, administrators, and staff, have helped the District become one of the highest performing school districts in the state. Among the noted accomplishments:

- The District boasts six Schools of Excellence: Bessey Creek Elementary, Citrus Grove Elementary, Jensen Beach Elementary, Palm City Elementary, Hidden Oaks Middle and Jensen Beach High.
- During the 2023-24 school year, the District completed the full accreditation cycle and earned the Circle of Excellence Award through Cognia, the parent organization of the Southern Association of Colleges and Schools Council on Accreditation and School Improvement. This award was given in recognition of the District’s leadership, community empowerment, initiating change and innovation, and pursuing excellence in education with equity and integrity.
- The District is an Advancement via Individual Determination (AVID) district where high schools, two middle schools, and one elementary school participate in a system designed to assist in closing opportunity and achievement gaps of all students. Additionally, the AVID tools of engagement, rigor, and inquiry strategies are used throughout the school district. Two schools entered their planning year.
- The District has four Instructional Empowerment Schools: three elementary schools and one middle school. This instructional system aligns to a framework that provides a model of instruction, which creates a rigorous and positive classroom learning environment and ultimately shapes the learning culture of the school. This system will add extra support structure to help those schools with diverse populations.
- The District’s Career and Technical Education (CTE) programs underwent a Comprehensive Local Needs Assessment (CLNA) to enhance decision-making and planning through data analysis and stakeholder input. This significant project required strong leadership and meticulous project management. The CLNA results now guide the CAPE Strategic Plan and future CTE initiatives. Notably, the 2023-24 school year marked the first year for the 0.3 bonus funding allocation for students who complete three courses in the same program and earn an industry certification.
- Innovation & Choice: During the 2023-24 school year, Martin County School District undertook a bold revitalization of its School Choice application system to better serve parents, schools, and students while adhering to statutory requirements for controlled open enrollment. This effort strategically reimaged

feeder pattern pathways from K-12, extending far beyond traditional CTE alignments. This initiative sparked the activation of innovative branding and attractor programming across all grade levels, creating a cohesive vision for future readiness and academic excellence. The modernization of the School Choice process represents a transformative leap forward, ensuring that families have clear, equitable access to opportunities tailored to their needs while driving district-wide alignment with state policies.

- College & Career Readiness: There are two Graduation Specialists assigned to each of the three high school and one assigned to the alternative sites. These graduation specialists maintain a database of students who are at-risk to not graduate from high school, track the progress of the students, meet with the students and their families, and provide interventions and recommendations to assist the student in graduating. Highly rigorous coursework and diploma opportunities are available for students in each of our high schools. Students may earn an Advanced International Certificate of Education (AICE), International Baccalaureate (IB), or Advanced Placement (AP) diploma in addition to their standard Florida high school diploma. Students K-12 have access to XELLO, a college and career readiness platform where students can explore their personal interests aligned to career pathways and educational opportunities.
- The District maintained a 1:1 technology program, putting a laptop in the hands of each third through twelfth grade student and laptop carts in classrooms for Kindergarten through grade two students. This program is being supported by layers of professional learning from Digital Learning Specialists for teachers and administrators both site-specific and district wide.
- The District continued to increase professional learning opportunities and expand professional capacities for teachers, leaders, and operational staff through specialized training programs that include the Aspiring Assistant Principal Academy, Aspiring Principal Academy, Martin Mentors program, Camp Teach, attendance for plant operators at FSPMA, and continuing education for our operational staff through a partnership with IRSC.
- The District uses Navigate 360 Florida in its middle and high schools to provide character and resiliency education. Students learn to be productive members of society through the teaching of core values such as character, responsibility, success skills, trustworthiness, respect and citizenship while being in compliance with Florida state statutes.
- The District expanded industry certification opportunities for high school students through the introduction of certifications in: Ecology Management, 911 Public Safety Telecommunicator, AWS Certified Welder-FCAW Plate, Python Coding Specialist, Agrotechnology Specialist Certification, Certified Landscape Maintenance Technician, HBI Pre-Apprenticeship Certificate Training (PACT), Carpentry, HVAC Excellence Employment Ready - Air Conditioning, and Certified Clinical Medical Assistant (CCMA).
- The District created opportunities for students to engage in expanded opportunities for environmental stewardship and experiential learning at the Environmental Studies Center.
- The District has strong relationships with its community partners, including The Education Foundation of Martin County, Children's Services Council, United Way, Character Counts!, Tykes and Teens, CareerSource, Early Learning Coalition, Boys and Girls Club, and many more.
- The Student Supporting Schools (S3) program has continued to thrive. More than two dozen student employees are supporting our district not only in our Educational Technology department, but this program now has S3+ students employed as elementary teacher's aides, creative directors, athletic assistants, groundskeepers, project manager assistants, and more.

FINANCIAL PLANNING

Providing adequate facilities to all students is fundamental to maintaining an effective education system. It speaks to a range of standards, including safety, class size, and equity. The District's school building ages range from 1932 to 2024. The District has a master facility plan to rebuild, remodel, and expand schools and sites, which will take place over several years.

Recruiting and retaining District teachers and other staff members is a high priority for the Board and the Superintendent, as evidenced by the renewal of the operating millage initiative passed by Martin County voters on November 5, 2024, which provided salary stipends to teachers for four years.

FINANCIAL POLICIES

The District has a policy to operate in accordance with State law and has developed a long-range Strategic Plan. The plan sets forth goals and objectives for progress in all areas of District operations and outlines steps to be taken for their achievement. As part of the strategic plan for the District, the School Board approves strategic goals and objectives to serve as a guide for planning on an annual basis in all areas of operations. The Board reviews the plan annually with periodic progress reports made by staff. The Superintendent is responsible for keeping the plan updated as needed.

The District has an Investment Policy in place for the investment of temporarily idle funds. The purpose of the policy is to outline the responsibility, authority, and general guidelines for the investment management of the District's cash reserves and to ensure compliance with Florida Statutes. See related Notes to the Basic Financial Statements for more information on the Investment Policy.

BUDGETARY CONTROLS

The annual budget serves as the basis for the District's financial planning and control and the level of budgetary control is established at the function and object level. Project length financial plans are adopted for the capital project funds. Activities of all governmental fund types are included in the annual appropriated budget.

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 are reappropriated as part of the subsequent year's budget.

In order to provide budgetary control for salaries, the District utilizes a centralized position control system. On May 21, 2024, the Board adopted the District's School Staffing Plan that establishes teaching positions based generally on student populations served. Additionally, support and administrative positions are created based upon established criteria.

REPORTING ACHIEVEMENT

Certificate of Achievement for Excellence in Financial Reporting - The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2024. This was the eighteenth consecutive year that the District has received this prestigious award. The Certificate is a national award, recognizing conformance with the highest standards for preparation of state and local government financial reports. To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized ACFR, whose contents conform to program standards. Such ACFRs must satisfy both generally accepted accounting principles and applicable legal requirements.

Certificate of Excellence in Financial Reporting - The Association of School Business Officials International (ASBO) also awards a Certificate of Excellence in Financial Reporting to governments who meet the reporting requirements and submit their reports for review and consideration. The District received its sixteenth consecutive award for Certificate of Excellence in Financial Reporting, for the fiscal year 2023-2024. The Certificate of Excellence in Financial Reporting awarded by ASBO certifies that the ACFR substantially conforms to the accounting and reporting standards adopted by ASBO. In addition, District School Board of Martin County's Fiscal Year 2020 Annual Comprehensive Financial Report (ACFR) was posted on the ASBO website as an example for members who are considering preparing an ACFR.

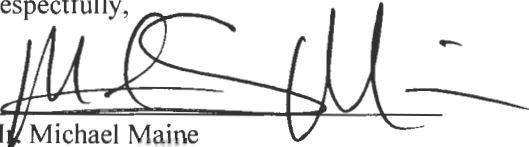
A GFOA Certificate of Achievement and the ASBO Certificate of Excellence are valid for a period of one year. We believe our current report continues to meet the requirements of the Certificate of Achievement Program as well as the Certificate of Excellence Program. Accordingly, we are submitting it to both the GFOA and the ASBO for consideration for these awards.

ACKNOWLEDGEMENTS

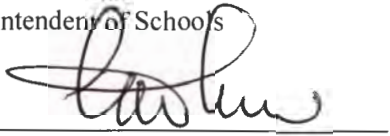
A comprehensive financial report of this nature could not have been prepared without the efficient and dedicated efforts of the Finance Department staff. We would like to express appreciation to all members of the Finance Department and those other staff members who assisted in providing a wealth of information for the preparation of this report.

In closing, we would also like to thank the members of the Board for their leadership and support in establishment of policies and approving processes for financial operations of the District.

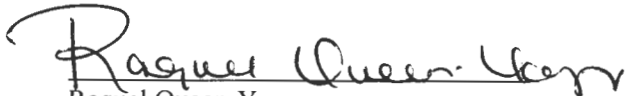
Respectfully,



Mr. Michael Maine
Superintendent of Schools



Carter Morrison
Assistant Superintendent of Finance



Raquel Queen-Young
Director of Accounting

District School Board of Martin County, Florida



Michael Maine
Superintendent



Christia Li Roberts
School Board Member
District 1



Marsha Powers
School Board Chair
District 2



Jennifer Russell
School Board Member
District 3



Amy B. Pritchett
School Board Vice Chair
District 4



Michael DiTerlizzi
School Board Member
District 5



**2023-24 Fiscal Year
Superintendent and School Board Members**

District School Board of Martin County, Florida

LIST OF PRINCIPAL OFFICIALS – APPOINTED



Dr. Tracey Miller
Deputy
Superintendent



Troy Labarbara
Assistant Superintendent
of Academics



Julie Sessa
Assistant Superintendent
Human Resources



Carter Morrison
Assistant Superintendent
of Finance



Lisa Estevez
Assistant Superintendent
of Student Support
Services



Jennifer DeShazo
Chief of Staff & Strategic
Communication



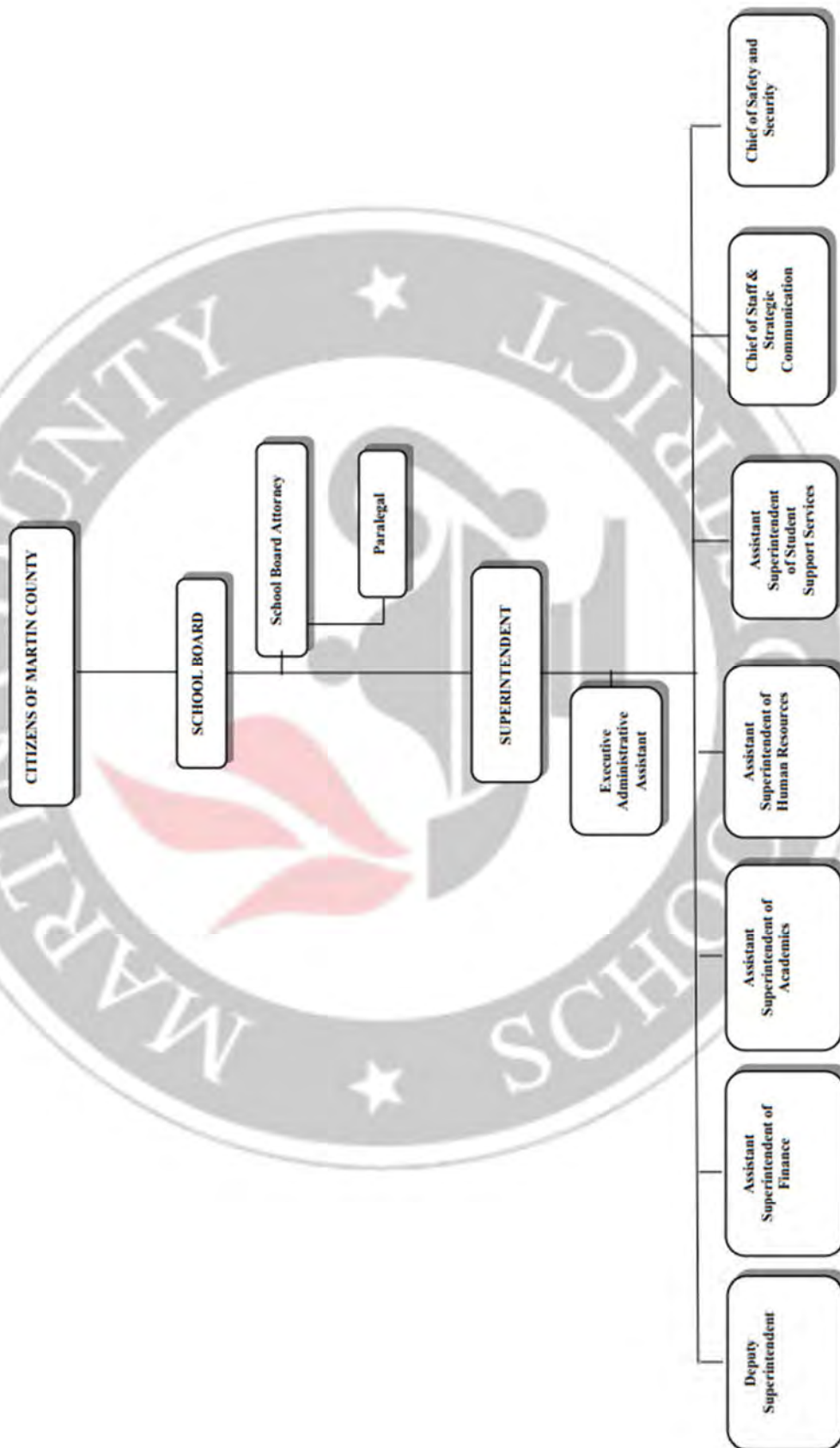
Frank Frangella
Chief of Safety
and Security



Dr. Melissa Riviotta
Executive Director, of
Principals and School
Improvement



School District of Martin County Organizational Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**District School Board of Martin County
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

**District School Board of Martin County,
Florida**

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2023.**

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



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

Ryan S. Stechschulte
President

A handwritten signature in black ink, reading 'James M. Rowan'.

James M. Rowan, CAE, SFO
CEO/Executive Director

FINANCIAL SECTION





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Report of Independent Auditor

The Honorable Members
District School Board of Martin County, Florida
Stuart, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Martin County, Florida (the "District"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2024, and the respective changes in financial position, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison information for the general fund and federal education stabilization special revenue fund 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 discretely presented component units, as of June 30, 2024. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the discretely presented component units is based solely on the reports of the other auditors.

Basis for Opinions

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

Responsibility of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve 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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and 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 have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Cherry Bekaert LLP

Orlando, Florida
March 31, 2025



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MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the District School Board of Martin County has prepared the following discussion and analysis of financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to assist the reader in focusing on significant financial issues, provide an overview and analysis of the District's financial activities, identify changes in the District's financial position, identify material deviations from the approved budget, and highlight significant issues in individual funds.

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

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements consist of three components:

1. Government-wide financial statements
2. Fund Financial Statement
3. Notes to the basic financial statements

This report also contains supplementary information intended to furnish additional details to support the basic financial statements.

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances in a manner similar to those of private-sector business and consist of the following two statements:

- The *statement of net position* presents information on most of the District's assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is strengthening or weakening.
- The *statement of activities* presents information showing how the government's net position changed during the 2023-24 fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

- The *government-wide statements* present the District's activities in the following categories:
 - *Governmental activities* - This represents most of the District's services, including its educational programs such as 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.
 - *Business-type activities* - The District charges fees to cover the cost of the services it provides for its Extended Day Program.
 - *Component units* - The District presents two separate legal entities in this report.
 - o *The Hope Center for Autism, Inc. and Treasure Coast Classical Academy, Inc. charter schools* are legally separate organizations and component units that 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.
 - o *The Martin School Board Leasing Corporation (Leasing Corporation)*, although also a legally separate entity, was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in Note VII A. Due to the substantive economic relationship between the Board 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.

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 are 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 detailed information about the District's financial activities, focusing on its most significant or "major" funds rather than fund types. This is in contrast to the entity-wide perspective contained in the government-wide statements. All of the District's funds may be classified within one of three broad categories: governmental funds, proprietary fund, or fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government wide financial statements; however, the governmental funds utilize a current economic resources measurement focus rather than the economic resources measurement focus found in the government-wide financial statements. The current economic resources measurement focus allows the governmental fund statements to provide information on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District'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 the 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 governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances provide detailed information about the District's most significant funds. The District's major funds are the General, Special Revenue - Federal Education Stabilization Fund, Capital Projects - Local Capital Improvement Tax, and Capital Projects - Other Capital Projects Funds. Data from the other six governmental funds is combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the supplementary information section of this report.

The District adopts annual budgets for its General and Special Revenue - Federal Education Stabilization funds. Budgetary to actual comparisons have been provided for these funds as well as the other major and nonmajor funds to demonstrate budgetary compliance.

Proprietary Funds

Proprietary funds may be established to account for activities in which a fee is charged for services. The District reports the following Proprietary fund type:

- ▶ Enterprise Fund - to account for Extended Day Program. Enterprise funds are used to report the same function as business-type activities in the government-wide financial statements.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or fiduciary capacity for the benefit of external parties, such as student activity funds. Fiduciary funds are not reflected in the government-wide 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 reports the following fiduciary fund types:

- ▶ Pension Trust Fund - to account for resources used to finance the early retirement program.
- ▶ Private-Purpose Trust Funds - to account for resources of various scholarship trust funds.
- ▶ Custodial Fund - to account for resources held for student activities and groups.

Notes to the Basic 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.

Other Information

Combining statements referred to earlier, present a more detailed view of nonmajor funds used in governmental funds. This section includes budget to actual schedules for nonmajor special revenue, debt service, and capital projects funds. Also included are statements for private-purpose trust funds.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2023-2024 fiscal year are as follows:

Government-wide Statements

- The District's assets and deferred outflows exceed its liabilities and deferred inflows as of June 30, 2024, by \$494.1 million (*net position*).
- The District's total net position increased by \$30.5 million, which is a 6.6 percent increase from the 2022-23 fiscal year. This change is primarily attributable to a 14.7 percent increase in the Tax Roll and subsequent collections, and grant and contribution revenues.
- General revenues total \$313.9 million, or 94.2 percent of all revenues. Program-specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions total \$19.4 million, or 5.8 percent of all revenues. The taxes levied in total for operational, capital, and local sales tax purposes increased over the prior year by approximately \$24.9 million or 12.2 percent.
- Expenses total \$302.8 million; \$19.4 million of these expenses are offset by program-specific charges, with the remainder paid from the general revenues. Total revenues exceed total expenses by \$30.5 million.

Fund Statements

- As of June 30, 2024, the District's governmental funds report combined ending fund balances of \$228.5 million, an increase of \$11.2 million.
- As of June 30, 2024, the assigned and unassigned fund balance of the General Fund, representing the net current financial resources available for general appropriations by the Board, totals \$18.2 million or 9.3 percent of *total* General Fund revenues before the carryforward of prior year encumbrances and other obligations.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following is a summary of the District's net position as of June 30, 2024, compared to the net position as of June 30, 2023:

District School Board of Martin County, Florida Net Position

	Governmental Activities		Business-Type Activities	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current and other assets	\$ 240,209,446	\$ 240,255,475	\$ 541,385	\$ 792,191
Capital assets	474,644,162	445,243,679	-	-
Total assets	714,853,608	685,499,154	541,385	792,191
Net carrying amount of debt refunding	643,651	724,107	-	-
Other postemployment benefits obligation	7,546,955	8,856,336	49,146	31,285
Pensions	40,640,939	42,832,570	405,147	639,495
Total deferred outflows of resources	48,831,545	52,413,013	454,293	670,780
Other liabilities	10,829,204	22,178,589	115,050	121,005
Long-term liabilities	234,233,858	227,782,854	2,009,162	2,220,153
Total liabilities	245,063,062	249,961,443	2,124,212	2,341,158
Other postemployment benefits obligation	15,171,186	13,893,882	98,796	49,080
Pensions	8,055,537	9,402,058	72,871	128,083
Total deferred inflows of resources	23,226,723	23,295,940	171,667	177,163
Net position:				
Net investment in capital assets	433,878,885	393,653,877	-	-
Restricted	216,195,681	190,419,379	-	-
Unrestricted (deficit)	(154,679,198)	(119,419,472)	(1,300,201)	(1,055,350)
Total net position	\$ 495,395,368	\$ 464,653,784	\$ (1,300,201)	\$ (1,055,350)

The largest portion of the District's net position, \$433.9 million, reflects its investment in capital assets (e.g., land, buildings, furniture, fixtures, and equipment) less any related outstanding debt used to acquire those assets. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its 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 liabilities.

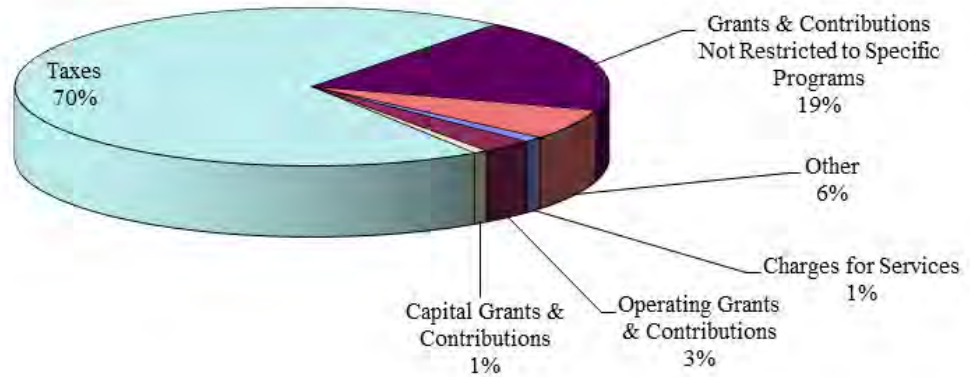
An additional portion of the District's net position, \$216.2 million, represents resources that are subject to external restrictions on how they may be used. The District's unrestricted net position balance is negative because of the District's future liabilities for employee compensated absences, other postemployment benefits, and pension plan obligations; however, the District has sufficient current assets to meet its current obligations.

Restricted net position increased \$25.8 million from June 30, 2023, to June 30, 2024. This net position represents restrictions from specific revenue sources and grants. The deficit in unrestricted net position in the governmental type activities increased by \$35.3 million, reflecting positive operating results, net of amounts restricted.

The key elements of the changes in the District's net position for the fiscal years ended June 30, 2024, and June 30, 2023, are as follows:

District School Board of Martin County, Florida				
Changes in Net Position				
	Governmental Activities		Business-Type Activities	
	2024	2023	2024	2023
Revenues				
Program revenues:				
Charges for services	\$ 3,553,573	\$ 3,890,631	\$ 3,908,593	\$ 3,516,637
Operating grants and contributions	9,410,289	9,968,753	-	-
Capital grants and contributions	2,560,471	2,414,965	-	-
Total program revenues	15,524,333	16,274,349	3,908,593	3,516,637
General revenues:				
Property taxes, levied for operational purposes	152,230,383	134,116,007	-	-
Property taxes, levied for capital purposes	51,393,456	44,820,130	-	-
Local sales taxes	26,145,849	25,893,948	-	-
Grants and contributions not restricted to specific programs	63,495,985	74,547,012	10,000	-
Other	20,607,717	19,347,103	-	-
Total general revenues	313,873,390	298,724,200	10,000	-
Total revenues	329,397,723	314,998,549	3,918,593	3,516,637
	Governmental Activities		Business-Type Activities	
	2024	2023	2024	2023
Expenses				
Instruction	152,364,543	136,975,980	-	-
Student support services	18,644,514	15,885,380	-	-
Instructional media services	2,949,270	2,663,991	-	-
Instructional and curriculum development services	6,122,877	5,065,382	-	-
Instructional staff training services	5,801,690	3,686,877	-	-
Instruction related technology	3,711,440	3,418,095	-	-
School board	612,511	590,427	-	-
General administration	1,604,841	1,125,475	-	-
School administration	14,124,628	12,126,541	-	-
Facilities services	17,792,977	16,271,331	-	-
Fiscal services	1,920,833	2,686,443	-	-
Food services	13,347,053	12,013,846	-	-
Central services	8,500,534	6,572,920	-	-
Student transportation services	9,321,448	8,183,339	-	-
Operation of plant	30,697,644	25,864,543	-	-
Maintenance of plant	6,277,362	5,545,815	-	-
Administrative technology services	1,484,118	1,202,717	-	-
Community services	898,798	202,080	-	-
Interest on long-term debt	2,479,059	2,664,990	-	-
Other business-type activities	-	-	4,163,444	4,037,078
Total expenses	298,656,140	262,746,172	4,163,444	4,037,078
Change in net position	30,741,583	52,252,377	(244,851)	(520,441)
Net position - beginning	464,653,784	411,866,498	(1,055,350)	-
Adjustment to beginning net position		534,909		(534,909)
Net position - ending	\$ 495,395,367	\$ 464,653,784	\$ (1,300,201)	\$ (1,055,350)

Revenues by Source - Governmental Activities



Major changes in revenues were caused by the following:

- Grants and Contribution - Decreased by 558,484 thousand or 8.7 percent due to the spend down of the American Rescue Plan (ARP) funding.
- Property taxes, levied for operational, and capital purposes - Increased by \$18.1 million or 13.5 percent and \$6.5 million or 14.7 percent, respectively. This change was due to an increase in the certified taxable value of property, or assessed value, by 1 4.7 percent over the prior year; however, property taxes levied for operational purposes were offset by a reduction of the associated millage rate.
- Local sales taxes - This revenue source, the voter-approved half-cent sales surtax, is in its sixth year of implementation and increased by \$252 thousand or 1.0 percent.
- Grants and Other revenues - Grants revenues decreased by \$11 million or 14.8 percent and other revenues increased by \$1.2 million or 6.5 percent, respectively.

Major changes in expenses were caused by the following:

- Instruction - Increased by 11.2 percent or \$ 15.4 million primarily due to increases in the Florida Retirement System rates, employee salary increases and the spend down of federal budgetary support provided through the American Rescue Plan.
- Student Support - Increased by 17.4 percent or \$2.7 million primarily due to increases in the Florida Retirement System rates, employee salary increases and the spend down of federal budgetary support provided through the American Rescue Plan.
- Instructional and Curriculum - Increased by 20.9 percent or \$1.5 million primarily due to increases in the Florida Retirement System rates, employee salary increases and the spend down of federal budgetary support provided through the American Rescue Plan.
- Instructional Staff Training - Increased by 57.4 percent or \$2.1 million primarily due to an increase in professional and technical services costs, travel and dues and fees.
- Facilities Services - Increased by 9.4 percent or \$1.5 million due to the phased continuation of District-wide security enhancements, several HVAC projects, and various construction related projects.
- Fiscal Services - Decreased by 28.5 percent or \$765 thousand primarily due a decrease in the expenditures for the reimbursement of eligible medical insurance costs incurred due to the COVID-19 pandemic.
- Central Services - Increased by 29.3 percent or \$1.9 million, primarily due to increases in property casualty insurance premiums.

FUND FINANCIAL ANALYSIS

The District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Major Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful when assessing the District's financing requirements. For example, unassigned fund balance may serve as a useful measure of the District's resources available to finance future contracts or services.

District School Board of Martin County, Florida Fund Balance

	2024	2023
Fund balance:		
Nonspendable	\$ 936,272	\$ 912,361
Restricted	204,966,517	192,177,417
Committed	4,347,764	6,803,189
Assigned	8,379,842	6,631,644
Unassigned	9,838,094	10,755,987
Total fund balance	<u>\$ 228,468,489</u>	<u>\$ 217,280,598</u>

As of the end of the 2023-24 fiscal year, the District's governmental funds reported combined ending fund balances of \$228.5 million, an increase of \$11.2 million in comparison with the prior fiscal year.

Major Funds

The General Fund, Special Revenue - Federal Education Stabilization Fund, Capital Projects - Local Capital Improvement Tax Fund and Capital Projects - Other Capital Projects Fund were reported as major funds.

The General Fund is the chief operating fund of the District. The General Fund had an increase in fund balance of \$877 thousand, primarily due to increased collections as a result of 14.7 percent increase in tax roll. The total fund balance is \$42.0 million, of which approximately \$9.8 million or 23.4 percent is unassigned. As a measure of the General Fund's liquidity, it may be useful to compare both assigned fund balance and unassigned fund balance to total fund revenues. Assigned/unassigned fund balance represents 9.3 percent of total General Fund operating revenue before carryovers and prior year encumbrances, while the total fund balance represents 21.3 percent of that same amount.

The Special Revenue – Federal Education Stabilization Fund is a continuation grant for fiscal year 2023-24 and accounts for the financial resources of certain Federal grants associated with COVID-19 relief funding. Revenues and expenditures totaled \$14.1 million.

The Capital Projects – Local Capital Improvement Tax Fund has an decrease in fund balance of \$927.1 thousand to a total fund balance of \$85.3 million, which is restricted for acquisition, construction, and maintenance of capital assets. The decrease is primarily due to major projects expenditures taking place during the reporting period.

The Capital Projects - Other Capital Projects Fund has an increase in fund balance of \$10.0 million to a total fund balance of \$85.2 million, which is restricted for acquisition, construction, and maintenance of capital assets.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the course of the 2023-24 fiscal year, the District amended its General Fund budget monthly. Budget revisions were due primarily to the need to record prior year carryforward budgets and adjust planned expenditures to meet actual needs throughout the year.

Actual expenditures equaled to the final budget at \$209.3 million.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's capital assets, net of accumulated depreciation, as of June 30, 2024, total \$474.6 million. Capital assets include land; construction in progress; improvements other than buildings; buildings and fixed equipment; furniture, fixtures, and equipment; and motor vehicles. The District experienced an increase of net capital assets compared to the previous fiscal year of approximately 6.6 percent.

Major capital assets events during the 2023-2024 fiscal year include:

► Projects in progress:

- Jensen Beach Elementary School - Replacement School
- Palm City Elementary School - Replacement School
- South Fork High School - Athletic Complex
- Stuart Middle School - Administration, Media, and Multipurpose Buildings
- Instructional Center - Board Room Renovations

District School Board of Martin County, Florida
Capital Assets
(net of depreciation)

	2024	2023	Percent Change
Land	\$ 12,401,732	\$ 12,401,732	0.0%
Construction in progress	134,215,135	97,588,930	37.5%
Improvements other than buildings	10,786,427	10,689,551	0.9%
Buildings and fixed equipment	306,922,697	314,995,652	-2.6%
Furniture, fixtures, and equipment	7,527,288	7,294,560	3.2%
Motor vehicles	2,790,883	2,273,254	22.8%
Total capital assets (net of depreciation)	<u>\$ 474,644,162</u>	<u>\$ 445,243,679</u>	6.6%

Construction in progress increased due to the beginning of the projects listed above. Additional information on the District's capital assets can be found in Note VI of this report.

Long-Term Debt

As of June 30, 2024, the District has total long-term debt outstanding of \$37.2 million, comprised of Certificates of Participation (COPS) Series 2024, 2021 and 2014A and State Board of Education (SBE) Bonds.

District School Board of Martin County, Florida Outstanding Debt

	2024	2023
Certificates of Participation	\$ 36,445,000	\$ 52,741,946
State School (SBE) Bonds Payable	800,000	1,330,000
	<u>\$ 37,245,000</u>	<u>\$ 54,071,946</u>

The District's outstanding debt decreased by \$16.8 million during the 2023-24 fiscal year. The decrease was primarily due to the refunding the outstanding callable portion of the Series 2014A COPS from 2025, 2027 and 2029-2031. In addition to scheduled principal payments of Series 2014A COPS, Series 2021 COPS, State School Bonds. Additional information on the District's debt may be found in Note VII. of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Local property taxes are the District's primary source of revenue. The required local effort (RLE) for the 2024-25 fiscal year is projected to be 3.072 mills (a decrease of 0.118 mills), the discretionary millage is projected to be 0.748 mills, the capital outlay millage is projected to be 1.500 mills, and the additional voted millage for operations will be adjusted to 0.425 mills. General Fund revenues and other financing sources are projected to be at \$210.8 million, and expenditures and other financing uses are expected to be \$221.4 million.

Approximately 94 percent of total General Fund revenues are from the State of Florida and local taxes; therefore, economic conditions at the national, state, and local levels will affect the general operating funds and activities of the District. Changes in levels of tourism, immigration into the State of Florida, and unemployment may affect the State revenue streams, which in turn, will affect District revenue streams.

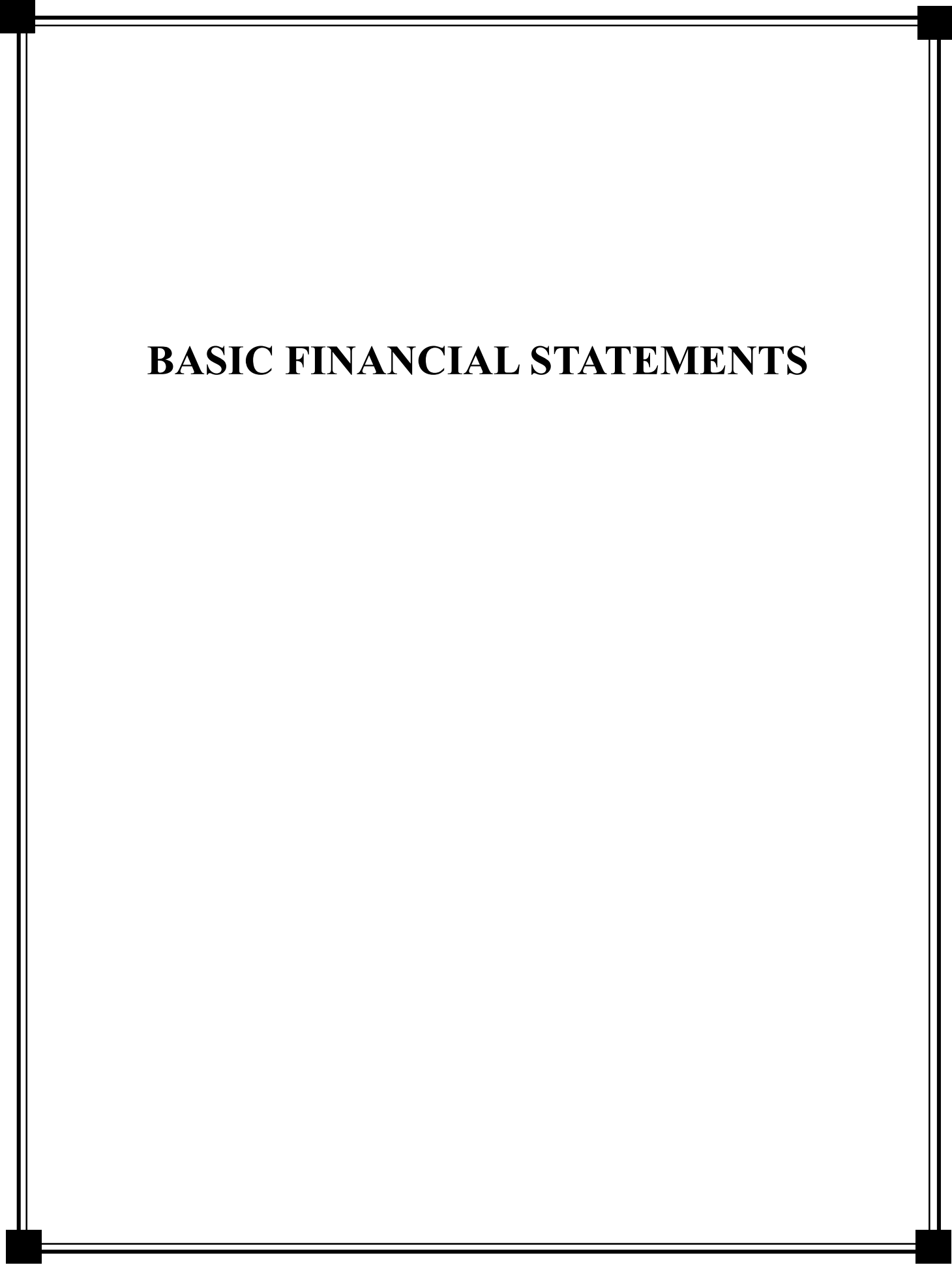
- The unemployment rate for Martin County is currently 3.4 percent, which is an increase from the rate of 2.9 percent a year ago.
- Student enrollment (K-12) increased marginally from 18,673 in the 2022-23 Fourth Calculations to 19,119 in the 2023-2024 Fourth Calculations.
- The Martin County population increased from 162,064 in the prior year to 163,315 according to U.S. Census estimates.

REQUEST FOR INFORMATION

This financial report is designed to provide users with a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Martin County School Board, Finance Department, 1939 SE Federal Highway, Stuart, FL 34994. Additional financial information can be found on our Web site (www.matiinschools.org).



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BASIC FINANCIAL STATEMENTS



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DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Net Position
June 30, 2024

	Primary Government			Component Units
	Governmental Activities	Business Type Activities	Total	
Assets				
Unrestricted:				
Cash and cash equivalents	\$ 213,461,733	\$ 502,812	\$ 213,964,545	\$ 5,049,609
Investments	15,276,349	-	15,276,349	762,412
Accounts receivable	1,088,239	38,573	1,126,812	948,363
Due from other governmental agencies	6,579,706	-	6,579,706	-
Inventories	848,700	-	848,700	-
Prepaid items	87,572	-	87,572	21,403
Other current assets	-	-	-	102,167
Net pension asset	911,752	-	911,752	-
Restricted:				
Cash with fiscal agent	1,955,395	-	1,955,395	-
Capital assets not being depreciated:				
Land	12,401,732	-	12,401,732	2,769,084
Construction in progress	134,215,135	-	134,215,135	679,107
Capital assets net of accumulated depreciation:				
Improvements other than buildings	10,786,427	-	10,786,427	31,785
Buildings and fixed equipment	306,922,697	-	306,922,697	15,635,744
Furniture, fixtures, and equipment	7,527,288	-	7,527,288	177,983
Motor vehicles	2,790,883	-	2,790,883	-
Total assets	714,853,608	541,385	715,394,993	26,177,657
Deferred outflows of resources				
Net carrying amount of debt refunding	643,651	-	643,651	-
Other postemployment benefits obligation	7,546,955	251,082	7,798,037	-
Pensions	40,640,939	49,146	40,690,085	-
Total deferred outflows of resources	48,831,545	300,228	49,131,773	-
Liabilities				
Salaries and benefits payable	5,421,969	115,050	5,537,019	-
Accounts payable	1,999,391	-	1,999,391	1,674,524
Construction contracts payable	1,388,275	-	1,388,275	-
Construction contracts payable - retainage	1,311,007	-	1,311,007	-
Unearned revenue	708,562	-	708,562	-
Long-term liabilities:				
Portion due in one year:				-
Notes and bonds payable	306,000	-	306,000	210,461
Certificates of participation payable	12,860,062	-	12,860,062	-
Compensated absences payable	755,475	21,624	777,099	-
Total other postemployment benefits obligation	1,988,925	12,952	2,001,877	-
Portion due in more than one year:				
Notes and bonds payable	494,000	-	494,000	19,327,991
Certificates of participation payable	27,748,866	-	27,748,866	-
Compensated absences payable	12,172,455	157,344	12,329,799	-
Net pension liability	142,620,799	1,461,208	144,082,007	-
Total other postemployment benefits obligation	35,287,276	229,796	35,517,072	-
Total liabilities	245,063,062	1,997,974	247,061,036	21,212,976
Deferred inflows of resources				
Other postemployment benefits obligation	15,171,186	98,796	15,269,982	-
Pensions	8,055,537	72,871	8,128,408	-
Total deferred inflows of resources	23,226,723	171,667	23,398,390	-
Net position				
Net investment in capital assets	431,179,603	-	431,179,603	(100,464)
Restricted for:				
State required carryover programs	3,730,042	-	3,730,042	-
Capital projects	177,318,741	-	177,318,741	-
Debt service	1,969,265	-	1,969,265	139,794
Food service	6,777,405	-	6,777,405	-
Other	15,171,065	-	15,171,065	-
Unrestricted net position (deficit)	(140,750,753)	(1,328,028)	(142,078,781)	4,925,351
Total net position	\$ 495,395,368	\$ (1,328,028)	\$ 494,067,340	\$ 4,964,681

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Activities
For the Fiscal Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
Instruction	\$ 152,464,543	\$ 448,813	\$ -	\$ -
Student support services	18,644,514	-	-	-
Instructional media services	2,949,270	-	-	-
Instruction and curriculum development services	6,122,877	-	-	-
Instructional staff training services	5,801,690	-	-	-
Instruction related technology	3,711,440	-	-	-
School board	612,511	-	-	-
General administration	1,604,841	-	-	-
School administration	14,124,628	-	-	-
Facilities services	17,792,977	-	-	1,058,614
Fiscal services	1,920,833	-	-	-
Food services	13,347,053	2,624,614	9,410,289	-
Central services	8,500,534	-	-	-
Student transportation services	9,321,448	479,473	-	-
Operation of plant	30,697,644	-	-	-
Maintenance of plant	6,277,362	-	-	851,517
Administrative technology services	1,484,118	-	-	-
Community services	898,798	673	-	-
Interest on long-term debt	2,479,059	-	-	650,340
Total governmental activities	298,756,140	3,553,573	9,410,289	2,560,471
Business-type activities				
Extended day care program	4,091,271	3,908,593	-	-
Total business-type activities	4,091,271	3,908,593	-	-
Total primary government	302,847,411	7,462,166	9,410,289	2,560,471
Component units:				
Charter Schools	17,000,280	210,738	1,588,853	55,553

General revenues:

Taxes:

 Property taxes, levied for operational purposes

 Property taxes, levied for capital purposes

 Local sales taxes, levied for capital purposes

Grants and contributions not restricted to specific programs

Unrestricted investment earnings

Miscellaneous

Transfers

 Total general revenues

 Change in net position

Total net position - beginning

Total net position - ending

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

Net (Expense) Revenue and Changes in Net Position Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (152,015,730)	\$ -	\$ (152,015,730)	\$ 8,220,639
(18,644,514)	-	(18,644,514)	120,877
(2,949,270)	-	(2,949,270)	-
(6,122,877)	-	(6,122,877)	-
(5,801,690)	-	(5,801,690)	25,053
(3,711,440)	-	(3,711,440)	136,195
(612,511)	-	(612,511)	324,341
(1,604,841)	-	(1,604,841)	1,002,522
(14,124,628)	-	(14,124,628)	3,246,332
(16,734,363)	-	(16,734,363)	-
(1,920,833)	-	(1,920,833)	115,191
(1,312,150)	-	(1,312,150)	611,059
(8,500,534)	-	(8,500,534)	-
(8,841,975)	-	(8,841,975)	571
(30,697,644)	-	(30,697,644)	1,300,925
(5,425,845)	-	(5,425,845)	80,216
(1,484,118)	-	(1,484,118)	-
(898,125)	-	(898,125)	437,032
(1,828,719)	-	(1,828,719)	1,379,327
(283,231,807)	-	(283,231,807)	17,000,280
-	(182,678)	(182,678)	-
-	(182,678)	(182,678)	-
(283,231,807)	(182,678)	(283,414,485)	17,000,280
-	-	-	(15,145,136)
152,230,383	-	152,230,383	-
51,393,456	-	51,393,456	-
26,145,849	-	26,145,849	-
63,495,985	10,000	63,505,985	16,375,121
11,217,884	-	11,217,884	45,152
9,389,834	-	9,389,834	-
100,000	(100,000)	-	-
313,973,391	(90,000)	313,883,391	16,420,273
30,741,584	(272,678)	30,468,906	1,275,137
464,653,784	(1,055,350)	463,598,434	3,689,544
\$ 495,395,368	\$ (1,328,028)	\$ 494,067,340	\$ 4,964,681

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Balance Sheet
Governmental Funds
June 30, 2024

	General Fund	Special Revenue - Federal Education Stabilization Fund
Assets		
Cash and cash equivalents	\$ 44,229,815	\$ -
Investments	-	-
Accounts receivable	1,020,696	-
Due from other governmental agencies	589,413	2,218,723
Due from other funds	2,586,680	-
Inventories	471,239	-
Prepaid items	87,572	-
Restricted cash with fiscal agent	-	-
Total assets	\$ 48,985,415	\$ 2,218,723
Liabilities and fund balances		
Liabilities:		
Salaries and benefits payable	\$ 4,430,147	\$ 774,423
Accounts payable	1,825,431	26,643
Constructions contracts payable	-	-
Constructions contracts payable - retainage	-	-
Due to other funds	-	1,417,657
Unearned revenue	704,219	-
Total liabilities	6,959,797	2,218,723
Fund balances:		
Nonspendable	558,811	-
Restricted	18,901,107	-
Committed	4,347,764	-
Assigned	8,379,842	-
Unassigned	9,838,094	-
Total fund balances	42,025,618	-
Total liabilities and fund balances	\$ 48,985,415	\$ 2,218,723

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

Local Capital Improvement Tax Fund	Other Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 71,772,163	\$ 84,129,656	\$ 13,330,099	\$ 213,461,733
15,254,116	-	22,233	15,276,349
42,201	-	25,342	1,088,239
34	2,130,219	1,641,317	6,579,706
-	-	-	2,586,680
-	-	377,461	848,700
-	-	-	87,572
-	8,438	1,946,957	1,955,395
<u>\$ 87,068,514</u>	<u>\$ 86,268,313</u>	<u>\$ 17,343,409</u>	<u>\$ 241,884,374</u>
\$ -	\$ -	\$ 217,399	\$ 5,421,969
127,313	-	20,004	1,999,391
545,047	843,228	-	1,388,275
1,077,882	233,125	-	1,311,007
-	-	1,169,023	2,586,680
-	-	4,343	708,562
<u>1,750,242</u>	<u>1,076,353</u>	<u>1,410,769</u>	<u>13,415,884</u>
-	-	377,461	936,272
85,318,272	85,191,960	15,555,179	204,966,518
-	-	-	4,347,764
-	-	-	8,379,842
-	-	-	9,838,094
<u>85,318,272</u>	<u>85,191,960</u>	<u>15,932,640</u>	<u>228,468,490</u>
<u>\$ 87,068,514</u>	<u>\$ 86,268,313</u>	<u>\$ 17,343,409</u>	<u>\$ 241,884,374</u>



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DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Reconciliation of the Balance Sheet of Governmental Funds to the
Statement of Net Position
June 30, 2024

Total fund balances - governmental funds	\$ 228,468,490
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Amounts reported for governmental activities in the statement of net position are different because:

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

Capital assets not being depreciated	\$ 146,616,867	
Capital assets being depreciated	<u>328,027,295</u>	
		474,644,162

Net pension asset is not a financial resource and, therefore, is not reported in the governmental funds.	911,752
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The difference between the acquisition price and the net carrying amount of refunded debt is reported as a deferred outflow of resources in the government-wide statements, but is not reported in the governmental funds.	643,651
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Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources related to pensions	\$ 40,640,939	
Deferred inflows of resources related to pensions	<u>(8,055,537)</u>	
		32,585,402

Deferred outflows and inflows of resources related to other postemployment benefits are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources related to OPEB	\$ 7,546,955	
Deferred inflows of resources related to OPEB	<u>(15,171,186)</u>	
		(7,624,231)

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

Certificates of participation payable	\$ (40,608,928)	
Bonds payable	(800,000)	
Compensated absences payable	(12,927,930)	
Total other postemployment benefits obligation	(37,276,201)	
Net pension liability	<u>(142,620,799)</u>	
		<u>(234,233,858)</u>

Total net position - governmental activities	<u>\$ 495,395,368</u>
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The accompanying notes are an integral part of the basic financial statements.

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2024

	General Fund	Special Revenue - Federal Education Stabilization Fund	Capital Projects - Local Capital Improvement Tax Fund
Revenues			
Federal direct	\$ 306,751	\$ -	\$ -
Federal through state and local	784,309	14,131,993	21,536
State	33,132,965	-	-
Local:			
Taxes	152,230,383	-	51,393,456
Charges for services - food services	-	-	-
Impact fees	-	-	-
Investment income	2,894,178	-	4,143,405
Miscellaneous	7,503,235	-	988,219
Total revenues	<u>196,851,821</u>	<u>14,131,993</u>	<u>56,546,616</u>
Expenditures			
Current:			
Instruction	122,153,827	8,675,954	-
Student support services	11,340,293	1,451,332	-
Instructional media services	2,509,022	34,667	-
Instruction and curriculum development services	2,624,190	262,648	-
Instructional staff training services	2,294,173	1,393,772	-
Instruction related technology	2,855,736	93,552	-
School board	563,086	-	-
General administration	1,432,100	449,419	-
School administration	12,589,751	140,902	-
Facilities acquisition and construction	1,903,395	10,035	-
Fiscal services	1,719,092	15,509	-
Food services	418,707	130,456	-
Central services	7,599,407	148,639	-
Student transportation services	7,845,391	298,971	-
Operation of plant	24,615,733	459,662	-
Maintenance of plant	5,546,399	56,524	-
Administrative technology services	720,321	27,297	-
Community services	389,140	262,718	-
Capital outlay:			
Facilities acquisition and construction	-	-	43,413,886
Other capital outlay	142,275	219,936	-
Debt service:			
Principal	-	-	-
Interest and fees	-	-	-
Paying agent fees	-	-	3,500
Total expenditures	<u>209,262,038</u>	<u>14,131,993</u>	<u>43,417,386</u>
Excess of revenues over (under) expenditures	<u>(12,410,217)</u>	<u>-</u>	<u>13,129,230</u>
Other financing sources (uses)			
Refunding bonds issued	-	-	-
Premium on refunding bonds	-	-	-
Payments to refunded escrow agent	-	-	-
Insurance loss recoveries	14,133	-	461,055
Transfers in	13,273,504	-	-
Transfers out	-	-	(14,517,377)
Total other financing sources (uses)	<u>13,287,637</u>	<u>-</u>	<u>(14,056,322)</u>
Net change in fund balances	<u>877,420</u>	<u>-</u>	<u>(927,092)</u>
Fund balances - beginning	<u>41,148,198</u>	<u>-</u>	<u>86,245,364</u>
Fund balances - ending	<u>\$ 42,025,618</u>	<u>\$ -</u>	<u>\$ 85,318,272</u>

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

Capital Projects - Other Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 1,510,724	\$ 1,817,475
-	22,895,621	37,833,459
57,761	2,625,085	35,815,811
26,145,848	-	229,769,687
-	2,624,614	2,624,614
3,074,867	-	3,074,867
3,720,445	459,857	11,217,885
6,804	16,832	8,515,090
<u>33,005,725</u>	<u>30,132,733</u>	<u>330,668,888</u>
-	4,512,773	135,342,554
-	4,731,144	17,522,769
-	-	2,543,689
-	2,826,384	5,713,222
-	1,815,715	5,503,660
-	8,000	2,957,288
-	-	563,086
-	727,733	2,609,252
-	-	12,730,653
-	-	1,913,430
-	-	1,734,601
-	11,771,643	12,320,806
-	36,571	7,784,617
-	39,497	8,183,859
-	54,140	25,129,535
-	-	5,602,923
-	-	747,618
-	4,254	656,112
12,461,278	-	55,875,164
-	222,957	585,168
-	11,575,000	11,575,000
-	2,265,440	2,265,440
-	210,119	213,619
<u>12,461,278</u>	<u>40,801,370</u>	<u>320,074,065</u>
<u>20,544,447</u>	<u>(10,668,637)</u>	<u>10,594,823</u>
-	10,385,000	10,385,000
-	862,045	862,045
-	(11,229,164)	(11,229,164)
-	-	475,188
-	13,025,330	26,298,834
(10,542,823)	(1,138,634)	(26,198,834)
<u>(10,542,823)</u>	<u>11,904,577</u>	<u>593,069</u>
10,001,624	1,235,940	11,187,892
75,190,336	14,696,700	217,280,598
<u>\$ 85,191,960</u>	<u>\$ 15,932,640</u>	<u>\$ 228,468,490</u>



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DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Fiscal Year Ended June 30, 2024

Net change in fund balances - total governmental funds	\$ 11,187,892
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Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount of capital outlays in excess of depreciation expense.

Capital outlay	\$ 42,739,029	
Less, depreciation expense	<u>(13,240,670)</u>	
		29,498,359

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

17,588

In the statement of activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental funds expenditures are recognized based on the amounts actually paid for leave used. This is the net amount of vacation and sick leave earned in excess of the amount paid in the current period.

(328,204)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Premiums and refunding costs are reported in the governmental funds in the year the debt is issued, but are deferred and amortized over the life of the debt in the government-wide statements. The difference is the amount by which repayments exceeded proceeds in the current period.

Refunded COPs redeemed	\$ 22,115,000	
Refunded COPs premiums amortized	1,265,063	
Issuance of certificates of participation	(11,247,045)	
Bonds repayment	<u>530,000</u>	
		12,663,018

Refunding costs are reported in the governmental funds in the year the debt is issued, but are deferred and recognized over the life of the debt in the government-wide statements. This is the decrease in the net carrying amount of debt refunding for the current period.

(80,456)

Governmental funds report District OPEB contributions as expenditures. However, in the statement of activities, the cost of OPEB benefits earned net of employee contributions, as determined through an actuarial valuation, is reported as an OPEB expense.

Decrease in OPEB Liability	\$ 4,446,573	
Decrease in Deferred Outflows of Resources - OPEB	(1,309,381)	
Increase in Deferred Inflows of Resources - OPEB	<u>(1,277,304)</u>	
		1,859,888

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

Increase in Pension Liability	\$ (23,232,391)	
Decrease in Deferred Outflows of Resources - Pension	(2,190,631)	
Decrease in Deferred Inflows of Resources - Pension	<u>1,346,521</u>	
		(24,076,501)

Change in net position of governmental activities	\$ 30,741,584
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The accompanying notes are an integral part of the basic financial statements.

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Federal direct	\$ 263,527	\$ 306,751	\$ 306,751	\$ -
Federal through state and local	535,407	784,309	784,309	-
State	36,136,731	33,132,965	33,132,965	-
Local				
Taxes	151,546,357	152,230,383	152,230,383	-
Miscellaneous	8,397,574	10,397,413	10,397,413	-
Total revenues	196,879,596	196,851,821	196,851,821	-
Expenditures				
Current:				
Instruction				
Salaries	\$ 74,735,872	72,174,472	72,124,472	50,000
Employee benefits	25,767,814	22,407,888	22,390,424	17,464
Purchased services	20,032,663	22,476,554	22,473,339	3,215
Energy services	449	-	-	-
Materials and supplies	7,614,335	2,894,641	2,885,301	9,340
Capital outlay	169,793	1,310,335	297,171	1,013,164
Other	2,351,492	1,983,120	1,983,120	-
Total instruction	130,672,418	123,247,011	122,153,827	1,093,184
Student support services				
Salaries	9,194,782	8,508,106	8,491,698	16,408
Employee benefits	3,101,755	2,663,245	2,662,550	695
Purchased services	84,137	133,113	133,097	16
Energy services	616	341	341	(0)
Materials and supplies	110,023	37,263	35,319	1,944
Capital outlay	18,454	8,315	6,766	1,549
Other	37,318	10,522	10,522	0
Total student support services	12,547,085	11,360,905	11,340,293	20,612
Instructional media services				
Salaries	1,632,352	1,842,650	1,842,650	-
Employee benefits	615,406	551,549	551,549	-
Purchased services	10,445	3,588	3,588	-
Materials and supplies	33,804	23,454	23,454	-
Capital outlay	176,563	73,652	73,652	-
Other	-	14,129	14,129	-
Total instructional media services	2,468,570	2,509,022	2,509,022	-
Instruction and curriculum development services				
Salaries	1,851,465	1,960,316	1,960,316	-
Employee benefits	565,020	628,379	628,379	-
Purchased services	20,155	21,168	21,168	-
Energy services	72	726	726	-
Materials and supplies	1,423	10,435	10,435	-
Capital outlay	-	5,890	-	5,890
Other	4,821	3,166	3,166	-
Total instruction and curriculum development services	2,442,956	2,630,080	2,624,190	5,890

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

(Continued)

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Instructional staff training services				
Salaries	\$ 1,905,467	\$ 1,438,054	\$ 1,432,987	\$ 5,067
Employee benefits	553,210	438,279	438,279	-
Purchased services	2,470,499	271,794	265,794	6,000
Materials and supplies	162,872	101,614	91,070	10,544
Other	213,098	76,243	66,043	10,200
Total instructional staff training services	5,305,146	2,325,984	2,294,173	31,811
Instruction related technology				
Salaries	1,853,684	1,811,329	1,811,329	-
Employee benefits	640,713	636,022	636,022	-
Purchased services	428,634	398,655	398,655	-
Energy services	4,768	5,962	5,962	-
Materials and supplies	11,371	3,768	3,768	-
Capital outlay	83,761	-	-	-
Other	905	-	-	-
Total instruction related technology	3,023,836	2,855,736	2,855,736	-
School board				
Salaries	201,765	213,986	213,986	-
Employee benefits	170,895	161,964	161,964	-
Purchased services	224,979	162,055	162,055	-
Materials and supplies	1,807	1,196	1,196	-
Other	164,678	23,885	23,885	-
Total school board	764,124	563,086	563,086	-
General administration				
Salaries	683,930	790,808	790,808	-
Employee benefits	253,657	331,110	331,110	-
Purchased services	203,600	288,847	288,847	-
Energy services	134	115	115	-
Materials and supplies	10,131	6,978	5,580	1,398
Other	25,255	15,640	15,640	-
Total general administration	1,176,707	1,433,498	1,432,100	1,398
School administration				
Salaries	9,217,224	9,369,441	9,369,441	-
Employee benefits	3,212,528	3,065,757	3,065,757	-
Purchased services	102,728	126,170	126,170	-
Materials and supplies	8,416	13,368	13,368	-
Capital outlay	10,348	6,320	6,320	-
Other	42,022	8,695	8,695	-
Total school administration	12,593,266	12,589,751	12,589,751	-

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

(Continued)

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Facilities acquisition and construction				
Salaries	\$ 806,714	\$ 744,694	\$ 744,694	\$ -
Employee benefits	280,507	275,410	275,410	-
Purchased services	-	1,809	1,809	-
Materials and supplies	2,784	15,592	15,592	-
Capital outlay	-	952	952	-
Other	756,138	864,938	864,938	-
Total facilities acquisition and construction	1,846,143	1,903,395	1,903,395	-
Fiscal services				
Salaries	916,962	1,004,602	1,004,602	-
Employee benefits	348,413	382,011	382,011	-
Purchased services	192,650	128,225	128,225	-
Materials and supplies	14,500	23,568	23,568	-
Other	17,500	189,780	180,686	9,094
Total fiscal services	1,490,025	1,728,186	1,719,092	9,094
Food services				
Salaries	279,173	348,701	348,701	-
Employee benefits	78,733	70,006	70,006	-
Total food services	357,906	418,707	418,707	-
Central services				
Salaries	2,596,219	2,731,814	2,731,814	-
Employee benefits	2,584,578	2,506,208	2,505,549	659
Purchased services	1,501,464	1,570,155	1,570,155	-
Energy services	5,917	11,711	11,711	-
Materials and supplies	610,900	669,098	669,098	-
Capital outlay	19,240	5,370	5,370	-
Other	50,311	105,710	105,710	-
Total central services	7,368,629	7,600,066	7,599,407	659
Student transportation services				
Salaries	3,661,061	4,269,552	4,269,552	-
Employee benefits	1,638,723	1,809,246	1,809,246	-
Purchased services	420,419	634,777	621,659	13,118
Energy services	1,095,575	730,809	730,809	-
Materials and supplies	266,347	290,754	290,754	-
Capital outlay	39,732	65,030	22,346	42,684
Other	2,013	101,025	101,025	-
Total student transportation services	7,123,870	7,901,193	7,845,391	55,802
Operation of plant				
Salaries	6,223,958	6,441,555	6,441,931	(376)
Employee benefits	2,848,098	2,410,527	2,410,527	-
Purchased services	8,964,229	9,452,304	9,452,527	(223)
Energy services	5,688,921	5,838,985	5,838,985	-
Materials and supplies	413,984	483,577	463,482	20,095
Capital outlay	5,644	5,343	5,331	12
Other	2,175	2,950	2,950	-
Total operation of plant	24,147,009	24,635,241	24,615,733	19,508

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

(Continued)

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Maintenance of plant				
Salaries	\$ 3,676,617	\$ 3,522,519	\$ 3,522,519	\$ -
Employee benefits	1,356,635	1,345,434	1,345,434	-
Purchased services	128,780	311,284	310,209	1,075
Materials and supplies	355,009	368,237	368,237	-
Capital outlay	6,710	-	-	-
Total maintenance of plant	5,523,751	5,547,474	5,546,399	1,075
Administrative technology services				
Salaries	547,599	501,529	501,529	-
Employee benefits	175,608	173,481	173,481	-
Purchased services	56,536	41,494	41,494	-
Materials and supplies	318	960	960	-
Other	32	2,857	2,857	-
Total administrative technology services	780,061	720,321	720,321	-
Community services				
Salaries	273,645	305,273	299,005	6,268
Employee benefits	112,093	67,214	61,275	5,939
Purchased services	4,751	5,140	5,140	-
Materials and supplies	28,098	16,820	16,820	-
Capital outlay	92	-	-	-
Other	16,310	6,900	6,900	-
Total community services	434,989	401,347	389,140	12,207
Total current operating	220,066,491	210,371,003	209,119,763	1,251,240
Capital outlay:				
Facilities Acquisition and Construction	111,935	142,275	142,275	-
Total capital outlay	111,935	142,275	142,275	-
Total expenditures	220,178,426	210,513,278	209,262,038	1,251,240
Deficiency of revenues under expenditures	(23,298,830)	(13,661,457)	(12,410,217)	1,251,240
Other financing sources (uses)				
Insurance loss recoveries	-	-	14,133	14,133
Transfers in	11,504,573	13,287,637	13,273,504	(14,133)
Total other financing sources (uses)	11,504,573	13,287,637	13,287,637	-
Net change in fund balances	(11,794,257)	(373,820)	877,420	1,251,240
Fund balances - beginning	41,148,198	41,148,198	41,148,198	-
Fund balances - ending	\$ 29,353,941	\$ 40,774,378	\$ 42,025,618	\$ 1,251,240

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY,
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Major Special Revenue Fund - Federal Education Stabilization Fund
For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Federal through state and local	\$ 17,696,285	\$ 17,978,249	\$ 14,131,993	\$ (3,846,256)
Total revenues	17,696,285	17,978,249	14,131,993	(3,846,256)
Expenditures				
Current:				
Instruction				
Salaries	7,760,176	4,016,263	3,501,105	515,158
Employee benefits	505,188	771,900	681,323	90,577
Purchased services	6,151,387	3,177,672	2,331,693	845,979
Materials and supplies	4,282,638	2,464,882	2,122,750	342,132
Capital outlay	148,765	58,911	14,047	44,864
Other	141,108	93,737	25,036	68,701
Total instruction	18,989,262	10,583,365	8,675,954	1,907,411
Student support services				
Salaries	1,767,029	1,252,681	988,530	264,151
Employee benefits	180,092	355,147	274,287	80,860
Purchased services	218,150	300,131	177,111	123,020
Materials and supplies	27,377	27,956	10,588	17,368
Capital outlay	-	2,000	-	2,000
Other	3,750	9,166	816	8,350
Total student support services	2,196,398	1,947,081	1,451,332	495,749
Instructional media services				
Salaries	-	31,616	31,616	-
Employee benefits	-	3,051	3,051	-
Total instructional media services	-	34,667	34,667	-
Instruction and curriculum development services				
Salaries	591,829	360,439	210,103	150,336
Employee benefits	116,286	145,981	49,541	96,440
Purchased services	1,317	1,317	-	1,317
Materials and supplies	3,976	3,976	3,004	972
Capital outlay	4,430	4,430	-	4,430
Other	-	50	-	50
Total instruction and curriculum development services	717,838	516,194	262,648	253,546
Instructional staff training services				
Salaries	50,000	30,800	20,800	10,000
Employee benefits	10,055	4,236	2,007	2,229
Purchased services	1,573,063	1,807,459	1,370,965	436,494
Total instructional staff training services	1,633,118	1,842,495	1,393,772	448,723
Instruction related technology				
Salaries	755	56,250	55,275	975
Employees benefits	2,886	19,293	18,587	706
Purchased services	-	19,690	19,690	-
Total instruction-related technology	3,641	95,233	93,552	1,681
General administration				
Salaries	-	4,992	4,992	-
Employees benefits	-	482	482	-
Other	934,065	783,471	443,945	-
Total general administration	934,065	788,945	449,419	-

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY,
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Major Special Revenue Fund - Federal Education Stabilization Fund
For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
School administration				
Salaries	-	128,516	128,516	-
Employee benefits	-	12,386	12,386	-
Total school administration	-	140,902	140,902	-
Facilities acquisition and construction				
Salaries	-	9,152	9,152	-
Employees benefits	-	883	883	-
Total facilities services	-	10,035	10,035	-
Fiscal services				
Salaries	2,342	14,144	14,144	-
Employees benefits	-	1,365	1,365	-
Total fiscal services	2,342	15,509	15,509	-
Food services				
Salaries	-	118,976	118,976	-
Purchased services	30,780	11,480	11,480	-
Employees benefits	-	30,780	-	30,780
Total food services	-	161,236	130,456	30,780
Central services				
Salaries	419,550	126,886	96,682	30,204
Employees benefits	500	23,806	23,732	74
Purchased services	6,899	43,274	16,454	26,820
Materials and supplies	283,471	11,771	11,771	-
Total central services	710,420	205,737	148,639	57,098
Student transportation services				
Salaries	124,766	329,957	162,111	167,846
Employee benefits	25,649	66,508	26,418	40,090
Purchased services	79,414	138,321	110,442	27,879
Total student transportation services	229,829	534,786	298,971	235,815
Operation of plant				
Salaries	-	158,926	158,926	-
Employees benefits	-	15,305	15,305	-
Purchased services	283,728	298,571	285,011	13,560
Materials and supplies	-	1,628	420	1,208
Other	1,628	-	-	-
Total operation of plant	283,728	474,430	459,662	14,768
Maintenance of plant				
Salaries	-	51,632	51,632	-
Employee benefits	-	4,892	4,892	-
Total maintenance of plant	-	56,524	56,524	-
Administrative technology services				
Salaries	56,645	22,984	21,941	1,043
Employee benefits	16,006	11,520	4,456	7,064
Other capital outlay	37,069	17,232	900	16,332
Total administrative technology services	109,720	51,736	27,297	24,439
Community services				
Salaries	231,426	104,624	104,624	-
Employees benefits	-	11,810	11,742	68
Other	325,918	197,558	146,352	51,206
Total community services	231,426	313,992	262,718	51,274
Capital outlay				
Other capital outlay	-	287,945	219,936	68,009
Total capital outlay	-	287,945	219,936	68,009
Total expenditures	26,041,787	18,060,812	14,131,993	3,928,819
Deficiency of revenues under expenditures	(8,345,502)	(82,563)	-	82,563
Fund balance - beginning	-	-	-	-
Fund balance - ending	\$ (8,345,502)	\$ (82,563)	\$ -	\$ 82,563

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Net Position
Proprietary Fund
June 30, 2024

	Business-Type Activities
	Enterprise Fund
	Extended Day Care Program
Assets	
Cash and cash equivalents	\$ 502,812
Accounts receivable	38,573
Total assets	541,385
Deferred outflows of resources	
Other postemployment benefits obligation	49,146
Pensions	251,082
Total deferred outflows of resources	300,228
Liabilities:	
Salaries and benefits payable	115,050
Long-term liabilities:	
Portion due in one year:	
Compensated absences payable	21,624
Other postemployment benefits obligation	12,952
Portion due in more than one year:	
Compensated absences payable	157,344
Net pension liability	1,461,208
Other postemployment benefits obligation	229,796
Total liabilities	1,997,974
Deferred inflows of resources	
Other postemployment benefits obligation	98,796
Pensions	72,871
Total deferred inflows of resources	171,667
Net position	
Unrestricted	(1,328,028)
Total net position	\$ (1,328,028)

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Revenues, Expenditures, and Changes in Net Position
Proprietary Fund
For the Fiscal Year Ended June 30, 2024

	Business-Type Activities
	Enterprise Fund
	Extended Day Care Program
Operating Revenues	
Charges for services	\$ 3,908,593
Operating Expenses	
Salaries	2,523,614
Employee benefits	652,254
Purchased services	56,458
Materials and supplies	87,580
Other	771,365
Total operating expenses	4,091,271
Operating loss	(182,678)
Nonoperating revenues (expenses)	
Other	10,000
Transfers out	(100,000)
Total nonoperating revenues (expenses)	(90,000)
Change in net position	(272,678)
Net position - beginning	(1,055,350)
Net position - ending	<u>\$ (1,328,028)</u>

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Cash Flows
Proprietary Fund
June 30, 2024

Cash flows from operating activities	
Receipts from customers and users	\$ 3,895,051
Payments to suppliers	(171,202)
Payments to employees	(3,126,832)
Other payments	(771,365)
Net cash used by operating activities	(174,348)
Cash Flows noncapital financing activities	
Donations	10,000
Transfers out	(100,000)
Net cash used by noncapital financing activities	(90,000)
Net decrease in change in cash and cash equivalents	(264,348)
Cash and cash equivalents - beginning of year	767,160
Cash and cash equivalents - end of year	\$ 502,812
Reconciliation of Operating Loss to Net Cash used by Operating Activities	
Adjustments to Reconcile Operating Loss to	\$ (154,851)
Net Cash Used	
Accounts receivable	(13,542)
Salaries and benefits payable	21,209
Accounts payable	(27,164)
Liability for compensated absences	(48,272)
Net pension liability	(258,084)
Net OPEB liability	95,365
Deferred outflows related to OPEB	(373,862)
Deferred outflows related to pension	590,349
Deferred inflows related to OPEB	49,716
Deferred inflows related to pensions	(55,212)
Total Adjustments	(19,497)
Net Cash Used by Operating Activities	\$ (174,348)

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2024

	Pension Trust Fund	Private - Purpose Trust Funds	Custodial Fund
Assets			
Cash and cash equivalents	\$ 97,435	\$ 283,187	\$ 2,542,138
Pension contribution receivable	-	-	6,215
Investments			
Mutual funds	7,934,301	-	-
Inventory	-	-	53,704
Total assets	\$ 8,031,736	\$ 283,187	\$ 2,602,057
Liabilities			
Accounts payable	\$ -	\$ -	\$ 186,301
Total liabilities	-	-	186,301
Net position			
Restricted for:			
Pensions	8,031,736	-	-
Other purposes	-	283,187	-
Individuals and organizations	-	-	2,415,756
Net position	\$ 8,031,736	\$ 283,187	\$ 2,415,756

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2024

	Pension Trust Fund	Private - Purpose Trust Funds	Custodial Fund
ADDITIONS			
Contributions:			
Student group collections	\$ -	\$ -	\$ 4,808,289
Total contributions	-	-	4,808,289
Investment Earnings and Losses:			
Interest and dividends	178,978	13,016	-
Gain on sale of investments	63,247	-	-
Net increase in the fair value of investments	678,439	-	-
Total additions	920,664	13,016	4,808,289
DEDUCTIONS			
Administrative expenses	4,960	-	-
Student group disbursements	-	-	4,884,225
Other	661,922	-	-
Total deductions	666,882	-	4,884,225
Change in net position	253,782	13,016	(75,936)
Net Position - beginning	7,777,954	270,171	2,491,692
Net Position - ending	<u>\$ 8,031,736</u>	<u>\$ 283,187</u>	<u>\$ 2,415,756</u>

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



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District School Board of Martin County, Florida
Notes to the Basic Financial Statements
June 30, 2024

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District School Board of Martin County, Florida
Notes to the Basic Financial Statements
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NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Martin County District 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 School Board of Martin County, Florida (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 Martin County.

Criteria for determining if other entities are 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 legally separate entities for which the Board is financially accountable and other organizations for which the nature and significance of their relationship with the School Board are such that the exclusion would cause the District's basic financial statements to be misleading. Based on these criteria, the following component units are included within the District's reporting entity:

Blended Component Unit

The Martin County School Board Leasing Corporation (Leasing Corporation) was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in Note VII A. Due to the substantive economic relationship between the Board 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.

Discretely Presented Component Unit

The Hope Center for Autism, Inc. and Treasure Coast Classical Academy, Inc. (charter schools) 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 its sponsor, the Martin County School Board, and are considered to be component units of the District. The District is financially accountable for the charter schools as the District established each charter school by approval of the charter, which is tantamount to the initial appointment of each charter school, and there is the potential for each charter school to provide specific financial burdens on the District. In addition, pursuant to the Florida Constitution, a charter school is a public school and the District is responsible for the operation, control, and supervision of public schools within the District. A copy of the separate financial statements for each charter school is available at the District's administrative office.

The District also considered the Clark Advanced Learning Center Charter School and Indiantown High School operated by Indian River State College for inclusion in its reporting entity; however, because the Clark Advanced Learning Center and Indiantown High School is an operating component of the College and is not a separate legal entity, it does not meet the criteria for inclusion as a District component unit. The charter schools' financial statements were audited by independent certified public accountants and are filed in the District's administrative office, 1939 SE Federal Highway, Stuart, FL 34994.

B. Government-wide and Fund Financial Statements – Basis of Presentation

The basic financial statements of the District are composed of the following:

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

1. Government-wide Financial Statements

Government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information about the School District as a whole. These statements include the non-fiduciary financial activity of the primary government and its component units.

Government-wide financial statements include separate columns for the primary government and its component units. *Governmental activities* are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external customers for support. Likewise, the primary government is reported separately from the legally separate *component units* for which the primary government is financially accountable.

The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities and for each segment of the business-type 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, if not specifically associated with a particular function, is reported as unallocated. *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. Revenues that are not classified as program revenues are presented as *general revenues*. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-supporting or draws from the general revenues of the District.

As a general rule, the effects of interfund activity have been eliminated from the government-wide financial statements. Exceptions to this general rule are when eliminations would distort the direct costs and program revenues reported for the various functions concerned and net residual amounts between governmental and business-type activities.

2. Fund Financial Statements

The financial records of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenue and expenditures, or expenses, as appropriate. Government resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Fund financial statements for the District's governmental, proprietary, and fiduciary funds are presented after the government-wide financial statements. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is reported in a separate column. Nonmajor funds are aggregated and reported in a single column. The fiduciary fund statements include financial information for the custodial fund, the pension trust fund, and private purpose trust funds.

District School Board of Martin County, Florida
Notes to the Basic Financial Statements
June 30, 2024

Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements.

The District reports the following major governmental funds:

- General Fund – to account for all financial resources not required to be accounted for in another fund, and for certain revenues from the State that are legally restricted to be expended for specific current operating purposes.
- Special Revenue – Federal Education Stabilization Fund – to account for certain Federal grant program resources provided as emergency relief to address the impact of COVID-19 on elementary and secondary schools.
- Capital Projects – Local Capital Improvement Tax Fund – to account for the financial resources generated by the local capital improvement tax levy to be used for educational capital outlay needs, including new construction, renovation and remodeling projects, maintenance, repairs, and site improvement.
- Capital Projects – Other Capital Projects Fund – to account for the financial resources generated by the local sales surtax, impact fees, fuel tax rebates, and other miscellaneous sources to be used for educational capital outlay needs, including new construction, renovation and remodeling projects, maintenance, repairs, and site improvement.

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

- Enterprise Fund - to account for business-type activities for extended day care services which are provided by the District's elementary schools. This fund is intended to be self-supporting through customer charges.
- Pension Trust Fund – to account for resources used to finance the Early Retirement Plan (ERP).
- Private-Purpose Trust Funds – to account for resources of the following scholarship trust funds: M.H. Correll Research Trust Fund; T.L. Showalter Scholarship Trust Fund; J.M. Phillips, Jr., Memorial Trust Fund; Clara Neuman Scholarship Trust Fund; Dr. Tom Goodman Scholarship Trust Fund; Cecele S. Gryl Trust Fund; and Non-endowment Scholarship Trust Fund.
- Custodial Fund – to account for resources of the school's internal funds which are used to administer moneys collected at the schools in connection with school, student athletic, class, and club activities.

Noncurrent Governmental Assets/Liabilities

Generally accepted accounting principles (GAAP) require noncurrent governmental assets, such as land and buildings, noncurrent governmental liabilities, such as bonds and certificates of participation, to be reported in the governmental activities column in the government-wide Statement of Net Position.

C. Measurement Focus and Basis of Accounting

1. Government-wide Financial Statements

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

The government-wide financial statements, the proprietary fund, and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GAAP. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been satisfied.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as an “other financing source”. Amounts paid to reduce the District’s long-term indebtedness are reported as a reduction of related liability, rather than as expenditures.

2. Governmental Fund Financial Statements

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 90 days of the end of the current fiscal year. Taxes, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. 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, provided the related cash receipt is received within the period of availability. Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, pensions and other postemployment benefits, and compensated absences, which are recognized when due. Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. Allocations of cost, such as depreciation, are not recognized in governmental funds.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of “available spendable resources”. Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

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

The 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.

Because of their current financial resource measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

3. Fiduciary Fund Financial Statements

Fiduciary fund statements include trust funds and custodial funds, which are reported using the economic resources measurement focus and accrual basis of accounting.

4. Proprietary Funds

Services for which the Extended Day Program charges a fee are reported in the proprietary fund. Proprietary funds use the accrual basis of accounting, the same, as on the entity-wide statements. Proprietary funds distinguish operating revenues and expenses from nonoperating. Operating revenues and expenses generally result from providing goods and services as a part of normal ongoing operations. The principal operating revenues of the District's Extended Day Program are charges for extended daycare services. Operating expenses include costs associated with providing daycare services, including salaries, employee benefits, and supplies. Revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

5. Component Units

The charter schools, shown as discretely presented component units, are accounted for as governmental organizations and follow the same accounting model as the District's governmental activities.

D. Assets, Liabilities, and Deferred Inflows/Outflows of Resources

1. Deposits and Investments

Cash deposits are held by banks qualified as public depositories under Florida law. All deposits are insured by The Federal Depositary Insurance Corporation and collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes. The District considers cash as those accounts used as demand deposit accounts and considers cash equivalents as those amounts on deposit in money market funds. Investments classified as cash equivalents include amounts placed in the State Board of Administration's (SBA) Florida Local Government Surplus Funds Trust Fund (Florida PRIME) and the Florida Public Assets for Liquidity Management (FL PALM).

The Board has a formal investment policy. The purpose of this policy is to set forth the investment objectives and parameters for the management of the District's public funds. These policies are designed to ensure the prudent management of public funds, the availability of operating and capital funds when needed, and an investment return competitive with comparable funds and financial market indices. The District's investment policy limits investments to a maximum maturity of five years or less.

In accordance with Section 218.415, Florida Statutes, this investment policy applies to all cash and investments held or controlled by the District and shall be identified as "Pooled Funds" of the District with the exception of pension funds and funds related to the issuance of debt where there are other existing policies or indentures in effect for such funds. Funds held by State agencies (e.g., Florida Department of Education) are not subject to the provisions of this policy.

The foremost objective of this investment program is the safety of the principal of those funds within the portfolios. Investment transactions shall seek to keep capital losses at a minimum, whether they are from securities defaults or erosion of market value. The second highest priority is liquidity of funds, and the third highest priority is investment income. Section 218.45, Florida Statutes, limits the types of investments that the District can invest in unless specifically authorized in the District's investment policy. The District has a formal investment policy that allows for the following investments: Florida PRIME, United States Government securities, United States Government agencies, Federal instrumentalities (United States Government sponsored agencies), interest bearing time deposit or money market accounts, repurchase agreements, commercial paper, bankers' acceptances, municipal obligations, registered investment companies (money market mutual funds), and intergovernmental investment pools.

Investments consist of amounts placed in SBA Debt Service accounts for investment of debt services moneys, amounts place in FL PALM and with SBA for participation in the Florida PRIME investment pool, and those made locally.

The Florida PRIME investment pool operates under investment guidelines established by Section 215.47, Florida Statutes. The District's investments in Florida PRIME, as of June 30, 2024, are similar to money market funds in which shares are owned in the fund rather than the underlying investments. The District also invests in the FL PALM Portfolio, an external investment pool. This investment pool only invests in high quality money market instruments. The Florida PRIME and FL PALM investments are reported at amortized cost.

Investments made locally for the ERP and the Certificates of Participation, Series 2014A and Series 2021 are reported at fair value. Types and amounts of investments held at fiscal year-end are described in a subsequent note on investments.

2. Inventories and Prepaid Items

Inventories consist of expendable supplies held for consumption in the course of District operations. Warehouse inventories are stated at weighted average unit cost. Food service inventories are stated at the last invoice cost, which approximates the first-in, first-out basis, except that United States Department of Agriculture surplus 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 costs of inventories are recorded as expenditures when consumed on government-wide financial statements and as expenditures when purchased on fund financial statements. However, inventory and prepaid balances are offset on the balance sheet by nonspendable fund balance

accounts to indicate that they do not constitute available expendable resources, even though they are components of current assets.

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 costs of prepaid items are recorded as expenditures when consumed.

3. Capital Assets

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported at cost in the government-wide statement of net position but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$1,000 and having a useful life of two years or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value on the date of donation.

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

<u>Assets</u>	<u>Years</u>
Improvements Other Than Buildings	10 - 40
Buildings and Fixed Equipment	50
Furniture, Fixtures, and Equipment	3 - 15
Motor Vehicles	5 - 10
Audio Visual Materials and Computer Software	3 - 5

Current year information relative to changes in capital assets is described in a subsequent note.

4. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to future periods and so will *not* be recognized as an outflow of resources (expense) until then. The District has three items that qualify for reporting in this category. The first is the deferred charge on refunding reported in the government-wide statement of net position. This amount is deferred and recognized over the shorter of the life of the refunded or refunding debt. The second and third, deferred outflows of resources related to pensions and OPEB, are discussed in subsequent notes.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future periods and so will *not* be recognized as an inflow of resources (revenue) until that time. The District had two items that qualify for reporting in this category. The deferred inflows of resources related to pensions and OPEB are discussed in subsequent notes.

5. Compensated Absences

The District accrues accumulated unpaid vacation and sick leave when earned by the employee. The District's employee vacation and sick leave policies provide for the granting of a specific number of days of vacation based on years of service and governed by applicable labor contracts and sick leave with pay per each month of employment. Employees will be paid in one lump sum for accrued annual (vacation) leave as of last day of employment not to exceed the 60-day maximum allowable balance. A maximum of 500 hours of annual leave may be accrued by employees. Compensated absences are reported in the governmental funds only if they have matured. The amount estimated to be paid in the following year is the current amount. The amount estimated to be paid in subsequent fiscal years is the noncurrent amount. The current and noncurrent amounts for governmental funds are maintained separately and represent a reconciling item between the fund and government-wide presentations. A liability is reported in the governmental fund financial statements only for the current portion of compensated absences expected to be paid using expendable available resources.

6. Other 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. In the governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due.

7. 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 (asset). For purposes of measuring the net pension liability (asset), 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, the Health Insurance Subsidy (HIS) defined benefit plan, and the ERP and additions to/deductions from the net position have been determined on the same basis as they are reported by the 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 a subsequent note.

8. Other Postemployment Benefits Obligation

The Other Postemployment Benefits Plan (OPEB) is a single-employer defined benefit plan administered by the District. The OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense are reported in the government-wide statement of net position. OPEB expense is recognized when due. The District's OPEB plans and related amounts are described in a subsequent note.

E. Revenue Sources

1. 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 during specified time periods following the date of the original reporting. 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 year when the adjustments are made.

The State provides financial assistance to administer certain educational programs. State Board of Education (SBE) rules require that revenue earmarked for certain programs be expended only for the program for which the money is provided, and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same educational programs. The FDOE generally requires 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 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 revenues from State sources for the current year is presented in a subsequent note.

2. 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 Martin County Property Appraiser, and property taxes are collected by the Martin County Tax Collector.

The Board adopted the 2023 tax levy on September 5, 2023. 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 Martin County Tax Collector at fiscal year-end but not yet remitted to the District. Because any delinquent taxes collected

after June 30 would not be material, delinquent taxes receivable are not accrued and no delinquent tax revenue deferral is recorded. Millage and taxes levied for the current year are presented in Note III.

3. 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. The FDOE may require adjustments to subsequent fiscal period expenditures and related revenues based upon an audit of the District's compliance with applicable Federal awards requirements. Normally, such adjustments are treated as reductions of expenditures and related revenues in the fiscal year when the adjustments are made.

4. Educational Impact Fees

The District receives educational impact fees based on an ordinance adopted by the Martin County Commission. The educational impact fees are collected by Martin County for new residential construction. The fees shall be used solely for the purpose of capital costs of educational facilities, including repayment of indebtedness for such facilities. The authorized uses include, but are not limited to, school planning and design, land acquisition, site improvements, buildings, and capital equipment with an expected useful life of 3 years or longer but excludes maintenance and operations.

5. Voted Additional Millage

The voters of Martin County approved a one-half mill ad valorem tax increase in the County to pay for essential operating expenses in accordance with Section 1011.71(9), Florida Statutes. Revenues are to be used to fund school safety and security for all schools, mental health programs, recruiting and retaining highly qualified teachers, professional development for teachers and staff, and academic initiatives.

6. Capital Outlay Surtax

The voters of Martin County approved a one-half cent school capital outlay surtax on sales in the County to pay for critical capital needs in accordance with Section 212.055(6), Florida Statutes. Revenues will be used to fund security upgrades and enhancements at all schools, replace Jensen Beach Elementary and Palm City Elementary, and repair or renovate District-owned school buildings.

F. FUND BALANCE REPORTING

The District reports its governmental fund balances in the following categories, as applicable:

Nonspendable

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. Examples of items that are not in spendable form include inventory, prepaid amounts, long-term amounts of loans and notes receivable, and property acquired for resale. The District classifies its amounts reported as inventories and prepaid amounts as nonspendable.

Restricted

The portion of fund balance on which constraints have been placed by creditors, grantors, contributors, laws, or regulations of other governments, constitutional provisions, or enabling legislation. Restricted fund balance places the most binding level of constraint on the use of fund balance. The District classifies most of its fund balances other than General Fund as restricted, as well as unspent State categorical and earmarked educational funding, and earmarked local voted millage levy funds reported in the General Fund, that are legally or otherwise restricted.

Committed

The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the highest level of decision-making authority (i.e., the Board). These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same action it employed to previously commit the amounts.

Assigned

The portion of fund balance that is intended to be used for specific purposes but is neither restricted nor committed. Assigned amounts include those that have been set aside for a specific purpose by an authorized government body or official, but the constraint imposed does not satisfy the criteria to be classified as restricted or committed. The Board authorizes the Superintendent and the Assistant Superintendent of Finance to assign fund balance by approval of the annual financial report.

Unassigned

The portion of fund balance that is 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. A negative unassigned fund balance may be reported in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

District School Board of Martin County, Florida
Notes to the Basic Financial Statements
June 30, 2024

The following is a schedule of fund balances by category as of June 30, 2024:

	Major Funds				Total Governmental Funds
	General	Capital Projects - Local Capital Improvement Tax	Capital Projects - Other Capital Projects	Nonmajor Governmental Funds	
Fund Balances					
Nonspendable:					
Inventories	\$ 471,239	\$ -	\$ -	\$ 377,461	\$ 848,700
Prepaid Items	87,572	-	-	-	87,572
Spendable:					
Restricted:					
State Req. Carryover	3,730,042	-	-	-	3,730,042
Food Service	-	-	-	6,777,405	6,777,405
Debt Service	-	-	-	1,969,265	1,969,265
Capital Projects	-	85,318,272	85,191,960	6,808,509	177,318,741
Voted Millage Initiatives	14,291,869	-	-	-	14,291,869
Other Purposes	879,196	-	-	-	879,196
Committed:					
Self-insurance funding	4,347,764	-	-	-	4,347,764
Assigned					
Encumbrances	2,379,842	-	-	-	2,379,842
Budget stabilization	6,000,000	-	-	-	6,000,000
Unassigned	9,838,094	-	-	-	9,838,094
Total Fund Balances	<u>\$ 42,025,618</u>	<u>\$ 85,318,272</u>	<u>\$ 85,191,960</u>	<u>\$ 15,932,640</u>	<u>\$ 228,468,490</u>

Minimum Fund Balance Policy

The District's policy is to maintain a fund balance in its operating funds equal to five (5) percent of the annual resources that are not classified as restricted, committed, or non-spendable.

G. USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States, as applicable to governmental units, requires management to make use of estimates that affect the reported amounts in the combined financial statements. Actual results could differ from estimates.

NOTE II – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Basis of Accounting

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

1. Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and SBE rules.
2. Appropriations are controlled at the object level (e.g., salaries, purchased services, and capital outlay) within each function level (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.
3. Budgets are prepared using the same modified accrual basis as is used to account for governmental funds.
4. Appropriations for the District lapse at the close of the fiscal year. Encumbered appropriations are reappropriated in the ensuing year's budget.
5. Formal budgetary integration is used as a management control device for all funds of the District.

NOTE III - PROPERTY TAXES

The following is a summary of millages and taxes levied on the 2023 tax roll:

	<u>Millages</u>	<u>Taxes Levied</u>
<u>General Fund</u>		
Nonvoted School Tax:		
Required Local Effort	3.195	\$ 113,519,068
Basic Discretionary Local Effort	0.748	26,576,608
Voted School Tax:		
Voted Additional Millage	0.500	17,765,112
<u>Capital Projects - Local Capital Improvement Fund</u>		
Nonvoted Tax:		
Local Capital Improvements	1.500	53,295,337
Total	<u>5.943</u>	<u>\$ 211,156,125</u>

NOTE IV – INVESTMENTS

As of June 30, 2024, the District had the following investments and maturities:

<u>Investments</u>	<u>Maturities</u>	<u>Fair Value</u>
State Board of Administration:		
Florida Prime ⁽¹⁾	50 Day Average	\$57,675,418
Debt Service Accounts ⁽²⁾	6 Months	22,233
Florida Palm Public Assets ⁽¹⁾	56 Day Average	137,824,737
Wells Fargo Cash with Fiscal Agent ⁽³⁾	23 Day Average	1,955,395
U.S. Government Issues ⁽²⁾	N/A	15,205,215
US Bank Money Market Fund ⁽¹⁾	28 Day Average	146,544
Mutual Funds - Equity ⁽²⁾	N/A	5,183,140
Mutual Funds - Fixed Income ⁽²⁾	N/A	2,800,062
Total Investments, Primary Government		<u>\$ 220,812,744</u>

- (1) These investments are reported as cash equivalents for financial statement reporting purposes.
(2) The quoted prices for identical assets in the active market was used to determine the fair value (Level 1 inputs).
(3) These investments are held by fiscal agent for the COP Series 2014A, Series 2021 and Series 2024.

District School Board of Martin County, Florida
Notes to the Basic Financial Statements
June 30, 2024

A reconciliation of cash and investments as shown on the Statement of Net Position and fiduciary funds follows:

		Statement of Net Position
Fair Value of Investments		\$ 220,812,744
Cash in Bank		20,859,984
Total		<u>\$ 241,672,728</u>
Cash and Cash Equivalents - Statement of Net Position	\$ 213,964,545	
Cash with Fiscal Agents - Statement of Net Position	1,955,395	
Cash and Cash Equivalents - Fiduciary Funds	<u>2,542,138</u>	
Total Cash and Cash Equivalents		218,462,078
Investments - Statement of Net Position	15,276,349	
Investments - Fiduciary Funds	<u>7,934,301</u>	
Total Investments		<u>23,210,650</u>
Total		<u>\$ 241,672,728</u>

Fair Value Measurement

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

Interest Rate Risk

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 provides that investments of current operating funds shall have maturities of no longer than twelve (12) months. Investments of reserves, project funds, debt proceeds, and other non-operating funds ("core fund") shall have a term appropriate to the need for funds and in accordance with debt covenants, but in no event shall exceed five (5) years and the average duration of the funds as a whole may not exceed three (3) years.

The District utilizes "weighted average maturity" as a measurement of interest rate risk and as of June 30, 2024, the investment portfolio had a weighted average maturity of 0.14 years.

For Florida PRIME, with regard to redemption gates, Section 218.409(8)(a), Florida Statutes, states, "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 the 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 and 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.” As of June 30, 2024, there were no redemption fees, maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100% of their account value.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Section 218.415(16), Florida Statutes, provides the authority to invest in the SBA Local Government Surplus Funds, Trust Fund, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act of 1969, and limits investments in money market funds to Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency, and investments in interest-bearing time deposits to qualified public depositories, as defined in Section 280.02, Florida Statutes, and direct obligations of the United States Treasury.

The District’s investment policy permits for investments in the following investments, which are limited to credit quality ratings from nationally recognized rating agencies as follows:

- The Florida PRIME shall be rated “AAAm” or “AAAm-G” or better by Standards & Poor’s or the equivalent by another Nationally Recognized Statistical Ratings Organization (NRSRO).
- Commercial paper of any United States company that is rated, at the time of purchase, Prime-1 by Moody’s Investors Service and “A-1” by Standard & Poor’s (prime commercial paper).
- Bankers’ acceptances issued by a domestic bank or a federally chartered domestic office of a foreign bank, which are eligible for purchase by the Federal Reserve System, at the time of purchase, the short-term paper is rated, at a minimum, “P-1” by Moody’s and “A-1” Standard & Poor’s.
- Municipal obligations rated at least “A” by Moody’s and “A” by Standard & Poor’s for long-term debt, or rated at least “MIG-1” by Moody’s and “SP-1” by Standard & Poor’s for short-term debt. Stripped municipal obligations are prohibited.
- Registered investment companies (money market mutual funds) shall be rated “AAAm” by Standard & Poor’s or the equivalent by another NRSRO.
- Intergovernmental investment pools shall be rated “AAAm” by Standard & Poor’s or the equivalent NRSRO.

The District’s Early Retirement Trust Fund investment policy authorizes the following investments: Domestic and international equities, investment grade fixed income securities, and a not to exceed 30 percent of the overall portfolio in other assets, such as hedge funds, private equity, real estate, and commodities when deemed appropriate. Cash equivalents shall be held in funds complying with Rule 2(a)-7 of the Investment Company Act of 1940.

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. Disclosures for the Debt Service accounts are included in the notes to financial statements of the State's Annual Comprehensive Financial Report.

As of June 30, 2024, the District's money market funds were individually rated AAAM by Standard & Poor's. The FL PALM was rated AAAM by Standard & Poor's and fixed income and equity mutual funds are not rated. Florida PRIME was rated AAAM by Standard & Poor's.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. Section 218.415(18), Florida Statutes, requires the District to earmark all investments and 1) if registered with the issuer or its agents, the investment must be immediately placed for safekeeping in a location that protects the governing body's interest in the security; 2) if in book entry form, the investment must be held for the credit of the governing body by a depository chartered by the Federal Government, the State, or any other state or territory of the United States which has a branch or principal place of business in this State as defined in Section 658.12, Florida Statutes, 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 in obligations of the United States Government agencies and instrumentalities and corporate debt securities are held by the safekeeping agent, in the name of the District. As of June 30, 2024, the District's investment portfolios were held with a third-party custodian as required by the District's investment policy.

The District's Early Retirement Trust Fund investment policy and Certificates of Participation, Series 2014A, Series 2021, Series 2024, trust agreement, require securities in those funds to be held by a safekeeping agent in the name of the District.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy has established asset allocation and issuer limits on the following investments which are designed to reduce concentration of credit risk of the District's investment portfolio. A maximum of 25 percent of available funds may be invested in the Florida PRIME, 100 percent of available funds may be invested in United States Government Securities, 50 percent of available funds may be invested in United States Government agencies with a 25 percent limit on individual issuers, 75 percent of available funds may be invested in Federal instrumentalities with a 30 percent limit on individual issuers, 50 percent of available funds may be invested in interest-bearing time deposit or money market accounts with a 25 percent limit on individual issuers, 50 percent of available funds may be invested in repurchase agreements with a 25 percent limit on individual issuers, 35 percent of available funds may be invested in commercial paper with a 10 percent limit on individual issuers, 25 percent of available funds may be invested in bankers' acceptances with a 5 percent limit on individual issuers, 25 percent of available funds may be invested in municipal obligations, 75 percent of

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available funds may be invested in registered investment companies (money market mutual funds) with a 50 percent limit of individual issuers, 75 percent of available funds may be invested in intergovernmental investment pools with a 50 percent limit on individual issuers.

The District's Early Retirement Plan (Plan) is governed by a separate investment policy that limits investment in equities to 85 percent of the total portfolio and limits the investment in any single issuer to 5 percent of the total portfolio. No investment by any one issuer represents 5 percent or more of the Plan's assets.

NOTE V – DUE FROM OTHER GOVERNMENTAL AGENCIES

As of June 30, 2024, the District has a total of \$6,579,706 due from other agencies as follows:

- General Fund - \$589,413
\$384,702 is due from the Department of Children and Families for Medicaid Reimbursement.
\$1,531 is due from the Department of Highway Safety and Motor Vehicles.
\$60,292 is due from the Department of Health-Martin County.
\$12,337 is due from the U.S. Department of Defense for JROTC Army program.
\$102 is due from the Martin County Tax Collector for bank interest.
\$104,763 is due from the Department of Education for the Early Learning Coalition program.
\$25,686 is due from the Federal government for various grants and programs.
- Special Revenue – Food Services Fund - \$227,397
\$227,397 is due from the Department of Agriculture for the Summer Feeding Program.
- Special Revenue – Other Federal Programs Fund - \$1,340,221
\$1,340,221 is due from the Federal government for various grants and programs.
- Special Revenue – Federal Education Stabilization Fund - \$2,218,723
\$2,218,723 is due from the Federal government for various grants and programs.
- CO&DS – Capital Outlay and Debt Service Program - \$73,699
\$73,699 due from the Department of Education.
- Capital Projects – Local Capital Improvement Tax Fund - \$34
\$34 is due from the Martin County Tax Collector for bank interest.
- Capital Projects – Other Capital Projects Fund - \$2,130,219
\$1,906,199 due from the State of Florida for local sales tax levy collections.
\$207,342 is due from the Martin County Tax Collector for impact fee collections.
\$5,756 is due from the Town of Jupiter Island for impact fee collections.
\$10,922 is due from the Florida Department of Revenue for the Fuel Tax Refund.

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NOTE VI - CAPITAL ASSETS

Changes in capital assets are presented in the table below:

	Balance 7/1/2023	Additions	Deletions	Transfers (1)	Balance 6/30/2024
GOVERNMENTAL ACTIVITIES					
Capital Assets Not Being Depreciated:					
Land	\$ 12,401,732	\$ -	\$ -	\$ -	\$ 12,401,732
Construction in Progress	97,588,930	39,407,261	-	(2,781,056)	134,215,135
Subtotal	109,990,662	39,407,261	-	(2,781,056)	146,616,867
Capital Assets Being Depreciated:					
Improvements Other Than Buildings	28,908,881	-	-	999,733	29,908,614
Buildings and Fixed Equipment	505,796,573	-	-	1,781,323	507,577,896
Furniture, Fixtures, and Equipment	35,036,503	1,729,676	924,961	-	35,841,218
Motor Vehicles	13,467,012	1,602,089	1,098,221	-	13,970,880
Audio Visual Materials and Software	4,429,040	-	-	-	4,429,040
Subtotal	587,638,009	3,331,765	2,023,182	2,781,056	591,727,648
Less Accumulated Depreciation for:					
Improvements Other Than Buildings	18,219,330	902,857	-	-	19,122,187
Buildings and Fixed Equipment	190,800,921	9,854,278	-	-	200,655,199
Furniture, Fixtures, and Equipment	27,741,943	1,491,422	919,435	-	28,313,930
Motor Vehicles	11,193,758	992,113	1,005,874	-	11,179,997
Audio Visual Materials and Software	4,429,040	-	-	-	4,429,040
Total Accumulated Depreciation	252,384,992	13,240,670	1,925,309	-	263,700,353
Depreciable Capital Assets - Net	335,253,017	(9,908,905)	97,873	2,781,056	328,027,295
Governmental Activities Capital Assets, Net	\$ 445,243,679	\$ 29,498,356	\$ 97,873	\$ -	\$ 474,644,162

Note: (1) Transfers are a result of Construction in Progress being allocated to related assets.

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Depreciation expense was charged to functions/programs of the District as follows:

GOVERNMENTAL ACTIVITIES	
Instruction	\$ 3,651,448
Student Support Services	25,902
Instructional Media Services	189,909
Instruction and Curriculum Development Services	4,659
Instructional Staff Training Services	742
Instruction Related Technology	459,817
General Administration	155
School Administration	390,665
Facilities Services	3,231,206
Fiscal Services	40,377
Food Services	842,607
Central Services	27,343
Student Transportation Services	599,913
Operation of Plant	3,007,443
Maintenance of Plant	199,195
Administrative Technology Services	569,174
Community Services	115
Total Depreciation Expense	<u>\$ 13,240,670</u>

NOTE VII – LONG-TERM OBLIGATIONS

A. CERTIFICATES OF PARTICIPATION

The District entered into a financing arrangement, which was characterized as a financed purchase, with the Leasing Corporation whereby the District secured financing. The financing was 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 a ground lease on District property to the Leasing Corporation, with a rental fee of \$1 per year. The property covered by the ground lease is, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the lease and to provide for the rent payments through to term, the District may be required to surrender the site included under the Ground Lease Agreement for the benefit of the securers of the Certificates for a period of time specified by the arrangement which may be up to 30 years from the date of inception of the arrangement. The initial terms of the lease agreement for the Series 2005A is 20 years commencing on December 2005. The initial term of the Series 2014A, Refunding is 18 years. The Refunding Certificates of Participation, Series 2024 evidence an undivided proportionate interest in the Basic Rent Payments. The District property included in the ground lease under this arrangement is the Dr. David L. Anderson Middle School.

The District entered into a financing arrangement on July 1, 2021, which was characterized as a financed purchase, with the Leasing Corporation, whereby the District secured financing for the acquisition, construction, and installation of certain education facilities in the total amount of \$40,000,000.

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The financing was accomplished through the issuance of Certificates of Participation, Series 2021. The initial term of the Series 2021 is 5 years. The District properties included in the ground lease under this arrangement are Jensen Beach Elementary School and Palm City Elementary School.

The lease payments are payable by the District, semiannually, on July 1 and January 1 at interest rates ranging from 3.0 to 5.0 percent.

The following is a schedule by years of future minimum lease payments under the lease agreement together with the present value of minimum lease payments as of June 30:

Year Ending June 30	Principal	Interest	Total
2025	\$ 11,595,000	\$ 934,213	\$ 12,529,213
2026	11,975,000	982,465	12,957,465
2027	2,025,000	534,463	2,559,463
2028	1,955,000	504,088	2,459,088
2029	2,195,000	370,669	2,565,669
2030-2031	6,700,000	680,500	7,380,500
Total Minimum Lease Payments	36,445,000	4,006,398	40,451,398
Plus: Unamortized Premium	4,163,928	-	4,163,928
Total	\$ 40,608,928	\$ 4,006,398	\$ 44,615,326

B. BONDS PAYABLE

Bonds payable as of June 30, 2024, are as follows:

Bond Type	Interest Rate	Annual Maturity to	Amount Outstanding
State School Bonds: Series 2017A	3 - 5%	2028	800,000
Total			\$ 800,000

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

State School Bonds

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

Annual requirements to amortize all bonded debt outstanding as of June 30, 2024, are as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 306,000	\$ 38,320	\$ 344,320
2026	332,000	23,020	355,020
2027	78,000	6,420	84,420
2028	84,000	2,520	86,520
Total	\$ 800,000	\$ 70,280	\$ 870,280

C. CHANGES IN LONG-TERM LIABILITIES

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

	Balance 7/1/2023	Additions	Deletions	Balance 6/30/2024	Due in One Year	Due after One Year
Governmental Activities						
Certificates of Participation	\$ 48,175,000	\$ 10,385,000	\$ 22,115,000	\$ 36,445,000	\$ 11,595,000	\$ 24,850,000
Unamortized Premiums	4,566,946	862,045	1,265,063	4,163,928	1,265,062	2,898,866
Total Certificates of Participation Payable	52,741,946	11,247,045	23,380,063	40,608,928	12,860,062	27,748,866
Bonds Payable	1,330,000	-	530,000	800,000	306,000	494,000
Compensated Absences Payable	12,599,726	1,083,679	755,475	12,927,930	755,475	12,172,455
Other Postemployment Benefits Obligation	41,722,774	2,298,458	6,745,031	37,276,201	1,988,925	35,287,276
Net Pension Liability	119,388,408	67,083,765	43,851,374	142,620,799	-	142,620,799
Total Governmental Activities	\$ 227,782,854	\$ 81,712,947	\$ 75,261,943	\$ 234,233,858	\$ 15,910,462	\$ 218,323,396
Business-type Activities						
Other Postemployment Benefits Obligation	\$ 147,383	\$ 98,796	\$ 3,431	\$ 242,748	\$ 12,952	\$ 229,796
Compensated Absences Payable	227,240	21,624	69,896	178,968	21,624	157,344
Net Pension Liability	1,845,530	72,871	330,955	1,587,446	-	1,587,446
Total Business-type Activities	\$ 2,220,153	\$ 193,291	\$ 404,282	\$ 2,009,162	\$ 34,576	\$ 1,974,586

For the governmental activities, compensated absences, and pensions are liquidated with resources of the General Fund, and other postemployment benefits are generally liquidated with resources of the General Fund and special revenue funds. Compensated absences, pensions, and other postemployment benefits for business-type activities are generally liquidated with resources of the enterprise fund.

NOTE VIII - INTERFUND TRANSFERS AND ACTIVITIES

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

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General	\$ 13,273,504	\$ -
Capital Projects:		
Local Capital Improvement Tax	-	14,517,377
Other Capital Projects	-	10,542,823
Nonmajor Governmental Funds	13,025,330	1,138,634
Enterprise Fund- Extended Day Care Program	-	100,000
Total	<u>\$ 26,298,834</u>	<u>\$ 26,298,834</u>

The purpose of the transfer out from the nonmajor governmental funds to the General Fund was for charter school PECO required disbursements. The purpose of the transfer out from Local Capital Improvement Tax Fund to the General Fund was for maintenance and property and casualty insurance. Transfers out from the Local Capital Improvement Tax Fund and the Capital Projects – Other Capital Outlay Fund to the Debt Service – Other Fund was made in order to make the required interest and principal payments on the 2014A, Series 2021 and 2024A Certificates of Participation.

Due to/from other funds consisted of the following balances as of June 30, 2024:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major Funds:		
General	\$ 2,586,680	\$ -
Special Revenue - Federal Education Stabilization	-	1,417,657
Nonmajor Governmental Funds	-	1,169,023
Total interfund	<u>\$ 2,586,680</u>	<u>\$ 2,586,680</u>

The amounts payable to the General Fund are to cover temporary cash shortages, related to timing of receipts.

NOTE IX – EMPLOYEE BENEFITS

The following is a summary of the balances reported in the government-wide statements for the District's pension plans:

Defined Benefit Pension Plans	Net Pension Liability	Net Pension Asset	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
Florida Retirement System	\$ 93,208,842	\$ -	\$ 33,303,124	\$ 1,288,331	\$ 19,783,646
HIS Pension Plan	50,873,165	-	6,290,261	5,897,107	19,086,860
Early Retirement Plan	-	911,752	1,096,700	942,970	76,793
Total	\$ 144,082,007	\$ 911,752	\$ 40,690,085	\$ 8,128,408	\$ 38,947,299

A. FLORIDA RETIREMENT SYSTEM (FRS) – DEFINED BENEFIT PENSION PLAN

General Information about the FRS. The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan.

Chapter 112, Florida Statutes, established the Retiree HIS Program, a cost-sharing, multiple-employer defined benefit pension plan, to assist retired members of any State-administered retirement system in paying the costs of health insurance. Essentially all regular employees of the District are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other non-integrated 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 \$38.8 million for the fiscal year ended June 30, 2024.

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:

- Regular – Members of the FRS who do not qualify for membership in the other classes.
- Elected County Officers – Members who hold specified elective offices in local government.
- Senior Management Service – 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 creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the 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. Employees enrolled in the Plan 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.

The 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.

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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 or more years of service	1.68
Elected County Officers	3.00
Senior Management Service Class	2.00

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the Plan 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 2023-24 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer ⁽¹⁾</u>
FRS, Regular	3.00	13.57
FRS, Elected County Officers	3.00	58.68
FRS, Senior Management Service	3.00	34.52
DROP – Applicable to Members from all of the Above Classes	N/A	21.13
FRS, Reemployed Retiree	(2)	(2)

Notes:

(1) Employer rates include 2.0 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.06 percent for administrative costs of the Investment Plan.

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

The District's contributions to the Plan totaled \$12,541,191 for the fiscal year ended June 30, 2024.

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Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. As of June 30, 2024, the District reported a liability of \$93,208,842 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The District's proportionate share of the net pension liability was based on the District's 2022-23 fiscal year contributions relative to the 2022-23 fiscal year contributions of all participating members. As of June 30, 2023, the District's proportionate share was 0.233917805 percent, which was a decrease of 0.00216625 from its proportionate share measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the District recognized a pension expense of \$19,783,646 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	\$ 8,395,505	\$ -
Change of assumptions	6,076,126	-
Net difference between projected and actual earnings on FRS pension plan investments	3,892,653	-
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	2,397,649	1,288,331
District FRS contributions subsequent to the measurement date	12,541,191	-
Total	\$ 33,303,124	\$ 1,288,331

The deferred outflows of resources related to pensions resulting from District contributions to the Plan subsequent to the measurement date, totaling \$12,541,191, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30	Amount
2025	\$ 3,053,830
2026	(345,207)
2027	15,081,999
2028	1,300,407
2029	382,573
Total	\$ 19,473,602

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Actuarial Assumptions. The total pension liability in the July 1, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the July 1, 2023, 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 ⁽¹⁾	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.9%	2.9%	1.1%
Fixed income	19.8%	4.5%	4.4%	3.4%
Global equity	54.0%	8.7%	7.1%	18.1%
Real estate (property)	10.3%	7.6%	6.6%	14.8%
Private equity	11.1%	11.9%	8.8%	26.3%
Strategic investments	3.8%	6.3%	6.1%	7.7%
Total	100%			
Assumed inflation - Mean			2.4%	1.4%

Note:

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

Discount Rate. The discount rate used to measure the total pension liability was 6.7 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate used in the 2023 valuation is the same as investment return assumption chosen by the 2022 FRS Actuarial Assumption.

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 5.7%	Current Discount Rate 6.7%	1% Increase 7.7%
District's proportionate share of the net pension liability	\$ 159,129,681	\$ 93,208,842	\$ 37,982,876

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.

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, 2024, eligible retirees and beneficiaries received increase of the monthly HIS payment from \$5 to \$7.50 for each year of creditable service completed at the time of retirement, with an increase minimum HIS payment of \$45 and a maximum HIS payment of \$225 per month, pursuant to Chapter 2023-1493, Laws of Florida (Senate Bill 7024). 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 Federal 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, 2024, the contribution rate was 2.0 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 \$2,650,256 for the fiscal year ended June 30, 2024.

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Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2024, the District reported a net pension liability of \$50,873,165 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, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The District's proportionate share of the net pension liability was based on the District's 2022-23 fiscal year contributions relative to the total 2022-23 fiscal year contributions of all participating members. At June 30, 2023, the District's proportionate share was 0.3203330850 percent, which was an increase of 0.0044857679 percent from its proportionate share measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the District recognized the HIS Plan pension expense of \$19,086,860. 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	\$ 744,748	\$ 119,407
Change of Assumptions	1,337,440	4,408,331
Net Difference Between Projected and Actual Earnings on HIS Pension Plan Investments	26,272	-
Changes in Proportion and Differences Between District HIS Contributions and Proportionate Share of Contributions	1,531,545	1,369,369
District HIS Contributions Subsequent to the Measurement Date	2,650,256	-
Total	\$ 6,290,261	\$ 5,897,107

District School Board of Martin County, Florida
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The deferred outflows of resources related to pensions resulting from District contributions to the HIS Plan subsequent to the measurement date, totaling \$2,650,256 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>
2025	\$ (431,713)
2026	(263,141)
2027	(353,412)
2028	(832,285)
2029	(368,332)
Thereafter	<u>(8,219)</u>
Total	<u>\$ (2,257,102)</u>

Actuarial Assumptions. The total pension liability in the July 1, 2023, 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	3.65 percent

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

While an experience study had not been completed for the 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 3.65 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 single equivalent discount rate is equal to the municipal bond rate adopted by the FRS Actuarial Assumption Conference.

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 3.65 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 (2.65 percent) or 1 percentage point higher (4.65 percent) than the current rate:

	1% Decrease 2.65%	Current Discount Rate 3.65%	1% Increase 4.65%
District's proportionate share of the net pension liability	\$ 58,038,343	\$ 50,873,165	\$ 44,933,716

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.

B. 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’s 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. 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, 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 plan members.

District School Board of Martin County, Florida
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Allocations to the Investment Plan member accounts during the 2023-24 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Compensation</u>
FRS, Regular	11.30
FRS, Elected County Officers	16.34
FRS, Senior Management Service	12.67

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings, regardless of membership class. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Non-vested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5-year period, the employee will regain control over their account. If the employee does not return within the 5-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2024, 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 \$5.9 million for the fiscal year ended June 30, 2024.

C. EARLY RETIREMENT PLAN

Plan Description. As authorized by Section 1012.685, Florida Statutes, the Board implemented an Early Retirement Plan (ERP) effective July 1, 1986. The ERP is a single-employer defined benefit pension plan. The Board administers ERP assets in a Pension Trust Fund and is responsible for their investment. The Board acts as the administrative agent for the ERP. The ERP does not issue a stand-alone financial report and is not included in the report of a public employee retirement system or another entity.

Benefits Provided.

The ERP provides District employees, who elected to retire under the early retirement provisions of the FRS, described in Note IX A, with a monthly benefit equal to the statutory reduction of the normal retirement benefits when early retirement proceeds the normal retirement. The amount of the monthly benefits will be equal to the reduction imposed on the retirement benefit by the FRS due to early retirement and will increase annually at the rate of 3 percent.

Employees Covered by Benefit Terms.

As of June 30, 2024, employee membership data related to the Plan were as follows:

Summary of Population Statistics

Inactive ERP or Beneficiaries Currently Receiving Benefits	62
Inactive ERP Members Entitled to But Not Yet Received Benefits	-
Active ERP Employees	-
Total	<u>62</u>

The ERP is closed to new entrants.

Contributions.

The ERP was established by the Board on July 1, 1986, and may be amended by Board action. Pursuant to the ERP agreement, no contributions shall be required or permitted from any member. Board contributions shall be sufficient to meet the annual pension cost of the ERP and to amortize the unfunded actuarial accrued liability within 20 years based on an actuarial study. Subsequent changes in the level of the liability due to plan amendments or changes in actuarial assumptions are to be amortized on a straight-line basis over a period of 20 years.

All of the assets in the District's Pension Trust Fund are legally required reserves. None of the assets have been designated by the Board for any other specific purpose. No contributions were made in the current year, accordingly, there are no deferred outflows of resources for contributions made after the measurement date and before the end of the fiscal year.

Costs of administering the ERP are financed through the ERP's resources (employer contributions and investment earnings).

Investments.

Investment Policy

The ERP's investment policy is established and may be amended by the Board. The policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from drastically shifting asset class allocations over short time spans. The ERP's investment policy is discussed in Note IV.

Rate of Return

For the year ended June 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 12.33 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

District School Board of Martin County, Florida
Notes to the Basic Financial Statements
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Net Pension Liability (Asset).

The District's net pension liability (asset) was measured as of June 30, 2023, and was determined by an actuarial valuation as of July 1, 2022. Update procedures were used to determine the net pension liability (asset) as of June 30, 2023.

The components of the net pension liability (asset) of the ERP as of June 30, 2024, were as follows:

Total Pension Liability	\$ 6,866,202
Plan Fiduciary Net Position	<u>7,777,954</u>
Net Pension Liability (Asset)	<u>\$ (911,752)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	113.28%

Actuarial Assumptions.

The total pension liability was determined by an actuarial valuation as of July 1, 2022, using the following actuarial assumptions, applied to all periods included in the measurements:

Investment Rate of Return	5.5%
Projected Salary Increases	Not Applicable
Inflation Rate	2.5%
Postemployment Benefit Increases	3.0%

Mortality rates were taken from adjusted Pub-2010 mortality tables published by SOA with generational mortality improvements using scale MP-2018.

The long-term expected rate of return on the ERP investments was determined using an economic building block approach that projects economic and corporate profit growth and takes into consideration the fundamental factors driving long-term real economic growth, our expectation for inflation, productivity, and labor force growth.

The long-term real expected rate of return of the ERP is 5.5 percent. The geometric real rates of return for each major asset class included in the ERP target allocation as of June 30, 2024, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>
Equity Investments	65%
Fixed Income Securities	<u>35%</u>
Total	<u>100%</u>

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Asset Class	Long-Term Expected Rate of Return
Domestic Equity	7.70%
International Equity	7.10%
Emerging Markets Equity	7.40%
Core Fixed Income	4.70%
Investment Grade Corporate	5.40%
High Yield	6.80%
Emerging Markets Debt	6.00%

Discount Rate.

The single discount rate of 5.5 percent was used to measure the total pension liability. This single discount rate was based solely on the long-term expected rate of return on pension plan investments of 5.5 percent, without any requirement to incorporate municipal bond yields. The District complies with the State Statutes by making contributions to the trust in the amounts at least equal to the Actuarially Determined Contribution. Based on the current funded status and contribution policy, the ERP is expected to remain fully funded until all benefits are paid and, consequently, the pension plan's fiduciary net position together with the future contributions are expected to be available to finance all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset).

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Balances at June 30, 2023	\$ 6,990,766	\$ 7,787,054	\$ (796,288)
Changes for the year:			
Interest	365,706	-	365,706
Differences between expected and actual experience	192,862	-	192,862
Net investment income	-	674,032	(674,032)
Benefit payments, including refunds of employee contributions	(683,132)	(683,132)	-
Net Changes	(124,564)	(9,100)	(115,464)
Balances at June 30, 2024	\$ 6,866,202	\$ 7,777,954	\$ (911,752)

District School Board of Martin County, Florida
Notes to the Basic Financial Statements
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Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate.

The following presents the net pension liability (asset) of the Plan calculated using the discount rate of 5.5 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (4.5 percent) or 1 percentage point higher (6.5 percent) than the current rate:

	<u>1% Decrease (4.5%)</u>	<u>Current Rate (5.5%)</u>	<u>1% Increase (6.5%)</u>
Net Pension Liability	\$ (414,253)	\$ (911,752)	\$ 1,352,837

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.

For the year ended June 30, 2024, the District recognized pension expense of \$76,793.

As of June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to the ERP from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net Difference Between Projected and Actual		
Earnings on Pension Plan Investments	\$ 1,096,700	\$ 942,970

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the ERP will be recognized in pension expense as follows:

<u>Fiscal Year Ended June 30</u>	<u>Deferred Inflows, Net</u>
2025	\$ (58,505)
2026	(47,521)
2027	312,662
2028	(52,906)
Total	<u>\$ 153,730</u>

D. OTHER POSTEMPLOYMENT BENEFITS

Plan Description. The Other Postemployment Benefits Plan (OPEB Plan) is a single-employer defined benefit plan administered by the District. Pursuant to Section 112.0801, Florida Statutes, the District must offer similar health care benefits for retired employees as it does to active employees. The District subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees for health, dental, vision, and life insurance benefits. 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. Additionally, certain retirees receive insurance coverage at a lower (explicitly subsidized) premium rate than active employees. All of the District's employees may become eligible for those benefits if they reach normal retirement age (as defined by the pension or investment option) and have at least 6 years of service with the District and are activating their pension upon separation from service. Also, in accordance with union contracts and District policy, the District pays 25 percent of this benefit for employees with 15 years of service, 50 percent for employees with 20 years of service, 75 percent for employees with 25 years of service, and 100 percent for employees with 30 years of service for those employees that retire and are under the age of 65 and not eligible for Medicare. For retirees over the age 65 or Medicare eligible, with 15 or more years of service with the District that were hired on or before June 30, 2011, and either (1) receive medical insurance benefit through the District as of December 31, 2015, or (2) the employee retires on or after December 31, 2015, will receive a District Health Insurance Subsidy in the amount of \$5 per month for each year of service for a maximum of 30 years. All service must be within the District. Retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. 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. The OPEB Plan contribution requirements and benefit terms of the District and the OPEB Plan members are established and may be amended through action from the Board. No assets are accumulated in a trust.

Benefits Provided. The OPEB Plan provides for healthcare and life insurance coverage benefits for retirees and their dependents. The OPEB Plan provides an explicit subsidy as described above.

Employees Covered by Benefit Terms. As of June 30, 2024, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	961
Active Employees	<u>2,114</u>
Total	<u><u>3,075</u></u>

Total OPEB Liability. The District's total OPEB liability of \$37,518,949 was measured as of June 30, 2023, and was determined by an actuarial valuation as of June 30, 2023.

District School Board of Martin County, Florida
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Actuarial Assumptions and Other Inputs:

Valuation Date: June 30, 2023

Measurement Date: June 30, 2023

Methods and Assumptions Used to Determine Total OPEB Liability:

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Discount Rate	3.86%
Salary Increases	Salary increase rates used in the July 1, 2022, actuarial valuation of the FRS for Regular Class members; 3.4 percent – 7.8 percent, including inflation.
Retirement Age	Retirement rates used in the July 1, 2022, actuarial valuation of the FRS for K-12 Instructional and non-K-12 Instructional Regular Class members. They are based on the results of a statewide experience study covering the period 2013 through 2018.
Mortality	Mortality tables used in the July 1, 2022, actuarial valuation of the FRS for K-12 Instructional and non-K-12 Instructional Regular Class members. These rates were taken from adjusted Pub-2010 mortality tables published by SOA with generational mortality improvements using scale MP-2018. Adjustments to reference tables are based on the results of a statewide experience study covering the period 2013 through 2018.
Healthcare Cost Trend Rates	Starting at 8.15% (to reflect actual premiums), followed by 6.50% and gradually decreasing according to the Getzen Model to an ultimate trend rate of 4.00% in 2050.
Aging factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Administrative expenses are included in the per capita health costs.

Changes to the Total OPEB Liability. Below are the details regarding the total OPEB liability for the period from June 30, 2023, to June 30, 2024:

	<u>Amount</u>
Balance at June 30, 2023	<u>\$ 41,870,157</u>
Changes for the year:	
Service Cost	862,435
Interest on Total OPEB Liability	1,534,819
Difference between expected and actual experience of the Total OPEB Liability	(2,274,008)
Changes of Assumptions or Other Inputs	(2,197,299)
Benefit Payments	<u>(2,277,155)</u>
Net Change in Total OPEB Liability	<u>(4,351,208)</u>
Balance at June 30, 2024	<u><u>\$ 37,518,949</u></u>

District School Board of Martin County, Florida
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The changes of assumptions and other inputs were based on the following:

- The discount rate changed from 3.69 percent as of the beginning of the measurement period to 3.86 percent as of June 30, 2023.

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 or 1 percentage point higher than the current discount rate:

	1% Decrease 2.86%	Current Discount Rate 3.86%	1% Increase 4.86%
Total OPEB Liability	\$ 42,313,584	\$ 37,518,949	\$ 33,501,152

Sensitivity of 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 percentage point lower and 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability	\$ 36,502,470	\$ 37,518,949	\$ 38,685,986

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2024, the District recognized OPEB expense of \$269,209. On June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 439,930	\$ 2,497,559
Change of Assumptions and Other Inputs	5,154,294	12,772,423
Benefits Paid After the Measurement Date	2,001,877	-
Total	\$ 7,596,101	\$ 15,269,982

District School Board of Martin County, Florida
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The total amount reported as deferred outflows of resources related to OPEB, totaling \$2,001,877 resulting from benefits paid subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the total OPEB liability in the year ending June 30, 2025. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in the OPEB expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2025	\$ (2,072,898)
2026	(1,571,641)
2027	(1,527,526)
2028	(926,005)
2029	(668,213)
Thereafter	<u>(2,909,475)</u>
Total	<u>\$ (9,675,758)</u>

NOTE X – OTHER INFORMATION

A. SCHEDULE OF STATE REVENUE SOURCES

The following is a schedule of the District's State revenue sources for the 2023-24 fiscal year:

<u>Sources</u>	<u>Amount</u>
Florida Education Finance Program	\$ 11,120,126
Categorical Educational Program - Class Size Reduction	17,733,305
Motor Vehicle License Tax (Capital Outlay and Debt Service)	1,708,954
Voluntary Prekindergarten Program	1,000,036
Workforce Development	1,328,688
School Recognition	1,105,748
Gross Receipts Tax (Public Education Capital Outlay)	851,517
Miscellaneous	<u>967,437</u>
Total	<u>\$ 35,815,811</u>

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

B. 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; third party injuries and/or property damage and natural disasters. The District is a member of the South Central Educational Risk Management Program (SCERMP), a consortium under which seven district school boards have established a public entity risk sharing-pool for Property, General Liability, Automobile Liability, Workers' Compensation, Government Crime and other coverage deemed necessary by the members of the SCERMP. Section 1001.42(12) (k), Florida Statutes, provides the authority for the District to enter into such a risk management program. The interlocal agreement and bylaws of SCERMP provide that risk of loss is transferred to the consortium. SCERMP is self-sustaining through member contributions (premiums) and purchased insurance coverage through commercial companies for claims in excess of specified amounts. Member school boards are also subject to supplemental contributions in the event of a deficiency except to the extent that the deficiency results from a specific claim against a member school board in excess of the coverage available, then such deficiency is solely the responsibility of that member school board.

The Board of Directors for SCERMP is composed of superintendents/finance directors or an authorized representative of all participating districts. Relation Insurance Services serves as the third-party administrator, insurance broker, and fiscal agent for SCERMP.

Property damage coverage is managed by SCERMP by purchase of excess property coverage through commercial insurance carriers for property loss claims in excess of \$100,000 (except named wind and flood). The named wind/hurricane deductible is 5 percent of replacement cost value with a minimum of \$100,000 per occurrence and a maximum of \$25,000,000 per occurrence. The deductible for all other wind events is \$100,000. Special hazard flood area deductibles are \$500,000 per building and \$500,000 contents plus \$100,000-time element per occurrence. The flood deductible outside a special flood hazard area is \$100,000. SCERMP's purchased excess property loss limit during the 2023-24 fiscal year was \$75 million.

Workers' compensation claims are limited based on a per claim self-insured retention. The self-insured retention for the 2023-24 fiscal year was \$1 million. SCERMP purchases excess liability coverage through a commercial insurance carrier, which covers workers' compensation losses in excess of the self-insured retention. Employers' liability is included subject to a maximum of \$2,000,000 per occurrence. There were no significant reductions in insurance coverage during the fiscal year.

The District is protected by Section 768.28, Florida Statutes, under the doctrine of sovereign immunity, as it is now written, as it may be amended by the Legislature at future dates, which effectively limits the amount of liability of governmental entities for tort claims to \$200,000 per claim and \$300,000 per occurrence.

During the 2023-24 fiscal year, the Board provided health and prescription insurance through purchased commercial insurance. Dental and vision coverage were also provided through purchased commercial insurance under a separate agreement.

Settled claims resulting from these risks described above have not exceeded commercial insurance coverage in any of the past three fiscal years.

District School Board of Martin County, Florida
Notes to the Basic Financial Statements
June 30, 2024

C. 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 as of June 30, 2024:

Major Funds					
General	Capital Projects - Local Capital Improvement Tax	Capital Projects - Other Capital Projects	Special Revenue - Federal Education Stabilization Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 2,379,842	\$ 24,572,979	\$ 3,981,995	\$ 302,300	\$ 972,497	\$ 32,209,613

Construction Contracts

Commitments also include the following construction contract commitments remaining as of June 30, 2024:

Project		Contract Amount	Completed to Date	Balance Committed
Instructional Center Administrative Board Room Renovations	Architect	\$ 578,211	\$ 451,992	\$ 126,219
Instructional Center Administrative Board Room Renovations	Contractor	5,791,238	5,276,568	514,670
Jensen Beach Elementary School Replacement	Architect	1,365,098	1,365,098	-
Jensen Beach Elementary School Replacement	Contractor	32,570,876	24,495,870	8,075,006
Palm City Elementary School Replacement	Architect	1,262,624	1,261,282	1,342
Palm City Elementary School Replacement	Contractor	31,707,944	23,339,925	8,368,019
South Fork High School Athletic Complex	Architect	1,019,273	1,011,773	7,500
South Fork High School Athletic Complex	Contractor	26,960,000	21,003,747	5,956,253
Stuart Middle School	Architect	995,895	962,607	33,288
Administration/Media/Food Svc Buildings (Old)/ IC Admin	Contractor	1,005,682	1,005,682	-
SMS Administration/Media/Food Svc Buildings (NEW)	Contractor	18,421,387	15,206,334	3,215,053
Stuart Middle School -New Cafeteria Building Phase II	Contractor	17,042,887	2,788,504	14,254,383
Total		\$ 138,721,115	\$ 98,169,382	\$ 40,551,733

D. SUBSEQUENT EVENTS

In September 2024, the District issued tax anticipation notes in the amount of \$20,000,000. These tax anticipation notes will be repaid from the proceeds of the 2024 Ad Valorem Tax collections.

Subsequent to year-end, significant funding cuts have been implemented by the United States government. It is unclear at this time what impact, if any, these actions may have on the District.



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OTHER REQUIRED SUPPLEMENTARY INFORMATION

- ♦ **Schedule of Changes in the District's Total Liability and Related Ratios - Other Postemployment Benefits Plan**
- ♦ **Schedule of Changes in Net Pension and Related Ratios - Early Retirement Plan**
- ♦ **Schedule of Employer Contributions - Early Retirement Plan**
- ♦ **Schedule of Investment Returns - Early Retirement Plan**
- ♦ **Schedule of the District's Proportionate Share of Net Pension Liability - Florida Retirement System Pension Plan**
- ♦ **Schedule of District Contributions - Florida Retirement System Pension Plan**
- ♦ **Schedule of the District's Proportionate Share of Net Pension Liability - Health Insurance Subsidy Pension Plan**
- ♦ **Schedule of District Contributions - Health Insurance Subsidy Pension Plan**

Note: The pension schedules in the required supplementary information are intended to show information for ten years, and the additional years' information will be displayed as it becomes available.



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District School Board of Martin County, Florida
Required Supplementary Information - Schedule of Changes in the District's Total
Other Postemployment Benefits Liability and Related Ratios

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability							
Service cost	\$ 862,435	\$ 1,324,194	\$ 1,312,621	\$ 1,065,449	\$ 1,202,488	\$ 1,167,839	\$ 1,331,272
Interest	1,534,819	1,002,793	1,137,243	1,314,598	1,745,521	1,695,732	1,501,975
Difference between expected and actual	(2,274,008)	-	671,470	-	(1,212,201)	-	-
Changes in assumptions and other inputs	(2,197,299)	(10,234,263)	4,718,438	3,649,755	(5,920,096)	(387,213)	(4,356,893)
Benefit Payments	(2,277,155)	(2,254,394)	(1,826,811)	(1,890,873)	(1,904,213)	(1,946,032)	(2,288,964)
Net change in total OPEB liability	(4,351,208)	(10,161,670)	6,012,961	4,138,929	(6,088,501)	530,326	(3,812,610)
Total OPEB liability - beginning	41,870,157	52,031,827	46,018,866	41,879,937	47,968,438	47,438,112	51,250,722
Total OPEB liability - ending	\$ 37,518,949	\$ 41,870,157	\$ 52,031,827	\$ 46,018,866	\$ 41,879,937	\$ 47,968,438	\$ 47,438,112
Covered-employee payroll	\$ 98,518,845	\$ 94,638,800	\$ 91,882,330	\$ 121,922,430	\$ 99,240,446	\$ 93,440,036	\$ 93,440,036
Net OPEB liability as a percentage of covered-employee payroll	38.08%	44.24%	56.63%	37.74%	42.20%	51.34%	50.77%

The amounts presented for each fiscal year were determined as of June 30. Information for years prior to 2018 is not available.

Changes of Assumptions:

The discount rate was changed from 3.69 percent as of the beginning of the measurement period to 3.86 percent as of June 30.

District School Board of Martin County, Florida
Required Supplementary Information - Schedule of Changes in Net Pension and Related Ratios
Early Retirement Plan
Last 10 Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total pension liability				
Interest	\$ 365,706	\$ 393,487	\$ 410,481	\$ 413,757
Difference between expected and actual experience	192,862	(212,944)	(58,214)	211,472
Changes of assumptions	-	-	-	-
Benefit payments, including refunds of member contributions	(683,132)	(688,167)	(665,020)	(673,883)
Net change in total pension liability	<u>(124,564)</u>	<u>(507,624)</u>	<u>(312,753)</u>	<u>(48,654)</u>
Total pension liability - beginning	<u>6,990,766</u>	<u>7,498,390</u>	<u>5,733,124</u>	<u>5,781,778</u>
Total pension liability - ending (a)	<u><u>\$ 6,866,202</u></u>	<u><u>\$ 6,990,766</u></u>	<u><u>\$ 5,420,371</u></u>	<u><u>\$ 5,733,124</u></u>
Plan fiduciary net position				
Contributions - employer	\$ -	\$ -	\$ -	\$ -
Net investment income	674,032	(1,308,264)	2,234,386	497,713
Benefit payments, including refunds of member contributions	(683,132)	(688,167)	(665,020)	(673,883)
Administrative expense	-	(14,564)	(30,682)	(24,694)
Other	-	-	60,219	-
Net change in plan fiduciary net position	<u>(9,100)</u>	<u>(2,010,995)</u>	<u>1,598,903</u>	<u>(200,864)</u>
Plan fiduciary net position - beginning	<u>7,787,054</u>	<u>9,798,049</u>	<u>8,199,146</u>	<u>8,400,010</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 7,777,954</u></u>	<u><u>\$ 7,787,054</u></u>	<u><u>\$ 9,798,049</u></u>	<u><u>\$ 8,199,146</u></u>
Net pension liability (asset) - ending (a) - (b)	<u><u>\$ (911,752)</u></u>	<u><u>\$ (796,288)</u></u>	<u><u>\$ (4,377,678)</u></u>	<u><u>\$ (2,466,022)</u></u>
Plan fiduciary net position as a percentage of the total pension liability	113.28%	111.39%	180.76%	143.01%
Covered payroll*	\$ -	\$ -	\$ -	\$ -
Net pension liability (asset) as a percentage of covered payroll	N/A	N/A	N/A	N/A

*There are no active participants in the Plan

District School Board of Martin County, Florida
Required Supplementary Information - Schedule of Changes in Net Pension and Related Ratios
Early Retirement Plan
Last 10 Fiscal Years

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 423,734	\$ 450,442	\$ 452,951	\$ 465,541	\$ 351,561	\$ 519,582
77,234	(267,516)	148,344	(50,552)	27,805	-
-	-	-	-	2,327,539	-
(690,849)	(646,195)	(647,633)	(640,176)	(628,886)	(615,802)
(189,881)	(463,269)	(46,338)	(225,187)	2,078,019	(96,220)
5,971,659	6,434,928	6,481,266	6,706,453	6,706,453	6,802,673
<u>\$ 5,781,778</u>	<u>\$ 5,971,659</u>	<u>\$ 6,434,928</u>	<u>\$ 6,481,266</u>	<u>\$ 8,784,472</u>	<u>\$ 6,706,453</u>
\$ -	\$ -	\$ 700,000	\$ 1,200,000	\$ 1,200,000	\$ 400,000
521,580	709,653	762,784	64,392	170,867	776,328
(690,849)	(646,195)	(647,633)	(640,176)	(628,886)	(615,802)
(16,217)	(13,500)	(5,000)	(15,500)	(13,750)	(6,750)
-	-	-	-	-	-
(185,486)	49,958	810,151	608,716	728,231	553,776
8,585,496	8,535,538	7,725,387	7,116,671	6,388,440	5,834,664
<u>\$ 8,400,010</u>	<u>\$ 8,585,496</u>	<u>\$ 8,535,538</u>	<u>\$ 7,725,387</u>	<u>\$ 7,116,671</u>	<u>\$ 6,388,440</u>
<u>\$ (2,618,232)</u>	<u>\$ (2,613,837)</u>	<u>\$ (2,100,610)</u>	<u>\$ (1,244,121)</u>	<u>\$ 1,667,801</u>	<u>\$ 318,013</u>
145.28%	143.77%	132.64%	119.20%	81.01%	95.26%
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
N/A	N/A	N/A	N/A	N/A	N/A

District School Board of Martin County, Florida
Required Supplementary Information - Schedule of Employer Contributions
Early Retirement Plan
Last 10 Fiscal Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Actuarially determined contribution	\$ -	\$ -	\$ 27,430	\$ 21,100	\$ 15,825
Contributions in relation to the actuarially determined contribution ⁽¹⁾	-	-	-	-	-
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,430</u>	<u>\$ 21,100</u>	<u>\$ 15,825</u>
Covered payroll	N/A	N/A	N/A	N/A	N/A
Contributions as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A

Notes to Schedule of Contributions:

Valuation Date:

Note:

July 1, 2022, rolled forward to the June 30, 2023 measurement date

Actuarially determined contribution rates are calculated as of July 1, which is one year prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method
Amortization Method
Remaining Amortization Period
Asset Valuation Method
Inflation
Salary Increases
Investment Rate of Return
Retirement Age
Mortality

Entry Age Normal Cost Method
Level Dollar
Amortized over an open 5-year period
5-year smoothed market
2.5%
Not applicable; there are no active participants
5.5% per year compounded annually, net investment expenses
Not applicable; there are no active participants
Mortality rates were taken from adjusted Pub-2010 mortality tables published by SOA with generational mortality improvements using scale MP-2018.

District School Board of Martin County, Florida
Required Supplementary Information - Schedule of Employer Contributions
Early Retirement Plan
Last 10 Fiscal Years

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 9,537	\$ 10,597	\$ 207,988	\$ 252,718	\$ 637,322
-	-	700,000	1,200,000	1,200,000
<u>\$ 9,537</u>	<u>\$ 10,597</u>	<u>\$ (492,012)</u>	<u>\$ (947,282)</u>	<u>\$ (562,678)</u>
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A

Other Information:

(1) For the years ended 6/30/2018 through 6/30/2022, the contribution deficiency reflected expected administrative expenses paid directly by the General Fund (outside of the trust).

District School Board of Martin County, Florida
Required Supplementary Information - Schedule of Investment Returns
Early Retirement Plan
Last 10 Fiscal Years

	<u>2024</u>	<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>
Annual money-weighted rate of return, net of investment expense	12.33%	9.09%	-14.05%	28.29%	5.84%	5.95%	7.9%	10.3%	1.0%	3.0%

District School Board of Martin County, Florida
Required Supplementary Information - Schedule of the District's Proportionate Share of
Net Pension Liability
Florida Retirement System Pension Plan⁽¹⁾

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's portion of the FRS net pension liability	0.233917805%	0.236024430%	0.237662060%	0.229236201%	0.215217107%	0.226861414%	0.227195853%	0.229067379%	0.238509596%	0.246269244%
District's proportionate share of the FRS net pension liability	\$ 93,208,842	\$ 87,820,054	\$ 17,952,667	\$ 99,354,348	\$ 74,117,775	\$ 68,331,834	\$ 67,203,009	\$ 57,839,693	\$ 30,806,713	\$ 15,026,044
District's covered payroll ⁽²⁾	\$ 127,090,613	\$ 115,028,624	\$ 112,408,963	\$ 115,736,635	\$ 104,820,835	\$ 104,152,309	\$ 101,594,431	\$ 98,856,889	\$ 95,231,581	\$ 96,352,260
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	73.34%	76.35%	15.97%	85.85%	70.71%	65.61%	66.15%	58.51%	32.35%	15.59%
FRS Plan fiduciary net position as a percentage of the total pension liability	96.40%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%

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

(2) Covered payroll includes all salaries and wages paid to employees enrolled in the FRS Defined Benefit Plan and Defined Contribution Plan.

(3) Changes of Assumptions. Decreased the maximum amortization period to 20 years for all current and future amortization bases.

District School Board of Martin County, Florida
Required Supplementary Information - Schedule of the District Contributions
Florida Retirement System Pension Plan⁽¹⁾

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required FRS contribution	\$ 12,541,191	\$ 11,252,951	\$ 10,071,592	\$ 9,053,898	\$ 7,616,503	\$ 6,673,283	\$ 6,465,368	\$ 5,914,467	\$ 5,586,173	\$ 5,815,067
FRS contributions in relation to the contractually required contribution	<u>(12,541,191)</u>	<u>(11,252,951)</u>	<u>(10,071,592)</u>	<u>(9,053,898)</u>	<u>(7,616,503)</u>	<u>(6,673,283)</u>	<u>(6,465,368)</u>	<u>(5,914,467)</u>	<u>(5,586,173)</u>	<u>(5,815,067)</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll ⁽²⁾	\$ 131,093,274	\$ 127,090,613	\$ 115,028,624	\$ 112,408,963	\$ 115,736,635	\$ 104,820,835	\$ 104,152,309	\$ 101,594,431	\$ 98,856,889	\$ 95,231,581
FRS contributions as a percentage of covered payroll	9.57%	8.85%	8.76%	8.05%	6.58%	6.37%	6.21%	5.82%	5.65%	6.11%

Notes:

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

(2) Covered payroll includes all salaries and wages paid to employees enrolled in the FRS Defined Benefit Plan and Defined Contribution Plan.

District School Board of Martin County, Florida
Required Supplementary Information – Schedule of the District's Proportionate Share of
Net Pension Liability
Health Insurance Subsidy Pension Plan⁽¹⁾

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's portion of the HIS net pension liability	0.320330850%	0.315475406%	0.317255765%	0.334277124%	0.311837114%	0.318813073%	0.318610851%	0.320228973%	0.313878780%	0.324298459%
District's proportionate share of the HIS net pension liability	\$ 50,873,166	\$ 33,413,884	\$ 38,916,189	\$ 40,814,692	\$ 34,891,452	\$ 33,743,534	\$ 34,067,342	\$ 37,321,360	\$ 32,010,698	\$ 30,322,698
District's covered payroll ⁽²⁾	\$ 127,090,613	\$ 115,028,624	\$ 112,408,963	\$ 115,736,635	\$ 104,820,835	\$ 104,152,309	\$ 101,594,431	\$ 98,856,889	\$ 95,231,581	\$ 96,352,260
District's proportionate share of the HIS net pension liability as a percentage of its covered payroll	40.03%	29.05%	34.62%	35.27%	33.29%	32.40%	33.53%	37.75%	33.61%	31.47%
HIS Plan fiduciary net position as a percentage of the total pension liability	3.56%	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%

Notes:

- (1) The amounts presented for each fiscal year were determined as of June 30.
(2) Covered payroll includes all salaries and wages paid to employees enrolled in the FRS Defined Benefit Plan and Defined Contribution Plan.
(3) Change of Assumptions. The municipal bond rate used to determine total pension liability was increased from 3.54 percent to 3.65 percent.

District School Board of Martin County, Florida
Required Supplementary Information – Schedule of District Contributions
Health Insurance Subsidy Pension Plan⁽¹⁾

	<u>2024</u>	<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>
Contractually required HIS contribution	\$ 2,650,256	\$ 2,107,208	\$ 1,908,892	\$ 1,864,832	\$ 1,926,282	\$ 1,731,601	\$ 1,728,931	\$ 1,686,181	\$ 1,641,378	\$ 1,199,840
HIS contributions in relation to the contractually required contribution	<u>(2,650,256)</u>	<u>(2,107,208)</u>	<u>(1,908,892)</u>	<u>(1,864,832)</u>	<u>(1,926,282)</u>	<u>(1,731,601)</u>	<u>(1,728,931)</u>	<u>(1,686,181)</u>	<u>(1,641,378)</u>	<u>(1,199,840)</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 payroll ⁽²⁾	\$ 131,093,274	\$ 127,090,613	\$ 115,028,624	\$ 112,408,963	\$ 115,736,635	\$ 104,820,835	\$ 104,152,309	\$ 101,594,431	\$ 98,856,889	\$ 95,231,581
HIS contributions as a percentage of covered payroll	2.02%	1.66%	1.66%	1.66%	1.66%	1.65%	1.66%	1.66%	1.66%	1.26%

Notes:

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

(2) Covered payroll includes all salaries and wages paid to employees enrolled in FRS Defined Benefit Plan and Defined Contribution Plan.



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**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA

Nonmajor Governmental Funds

Special Revenue Funds

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

Food Service Special Revenue Fund - To account for and report on activities of the food service program when serving breakfast and lunch at the schools.

Miscellaneous Special Revenue Fund - To account for and report on activities of the Travel and Tourism Funds.

Debt Service Funds

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

Debt Service State Board of Education Bonds Fund - To account for and report on payment of principal, interest, and related costs on the State school bonds issued by the State Board of Education on behalf of the District.

Debt Service Other Fund - To account for and report on payment of principal, interest, and related costs on the Certificate of Participation bonds issued by the School Board.

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA

Nonmajor Governmental Funds (continued)

Capital Projects Funds

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

Public Education Capital Outlay - To account for capital project activity funded by the District's portion of the State Public Education Capital Outlay Program.

Capital Outlay and Debt Service Fund - To account for capital project activity funded by the District's portion of the State Capital Outlay and Debt Service Program.

Fiduciary Funds

Fiduciary Funds are used to report resources held by the school district in a purely custodial capacity. Fiduciary funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

Private-Purpose Trust Funds - To account for scholarships and other purposes.

Agency Fund - To account for the financial transactions of school organizations.

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

	Special Revenue			Debt Service		
	Food Service Fund	Other Federal Programs Fund	Total Nonmajor Special Revenue Funds	State Board of Education Bonds Fund	Debt Service - Other Fund	Total Nonmajor Debt Service Funds
Assets						
Cash and cash equivalents	\$ 6,590,872	\$ -	\$ 6,590,872	\$ 74	\$ -	\$ 74
Investments	-	-	-	22,233	-	22,233
Accounts receivable	24,840	502	25,342	-	-	-
Cash with fiscal agent	-	-	-	-	1,946,957	1,946,957
Due from other governmental agencies	227,397	1,340,221	1,567,618	-	-	-
Inventories	377,461	-	377,461	-	-	-
Total assets	\$ 7,220,570	\$ 1,340,723	\$ 8,561,293	\$ 22,307	\$ 1,946,957	\$ 1,969,264
Liabilities and fund balances						
Liabilities:						
Salaries and benefits payable	\$ 65,114	\$ 152,285	\$ 217,399	\$ -	\$ -	\$ -
Accounts payable	589	19,415	20,004	-	-	-
Due to other funds	-	1,169,023	1,169,023	-	-	-
Unearned revenues	-	-	-	-	-	-
Total liabilities	65,703	1,340,723	1,406,426	-	-	-
Fund balances:						
Nonspendable	377,461	-	377,461	-	-	-
Restricted	6,777,406	-	6,777,406	22,307	1,946,957	1,969,264
Total fund balances	7,154,867	-	7,154,867	22,307	1,946,957	1,969,264
Total liabilities and fund balances	\$ 7,220,570	\$ 1,340,723	\$ 8,561,293	\$ 22,307	\$ 1,946,957	\$ 1,969,264

Capital Projects			
Public Education Capital Outlay Fund	Capital Outlay and Debt Service Fund	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
\$ -	\$ 6,739,153	\$ 6,739,153	\$ 13,330,099
-	-	-	22,233
-	-	-	25,342
-	-	-	1,946,957
-	73,699	73,699	1,641,317
-	-	-	377,461
<u>\$ -</u>	<u>\$ 6,812,852</u>	<u>\$ 6,812,852</u>	<u>\$ 17,343,409</u>
\$ -	\$ -	\$ -	\$ 217,399
-	-	-	20,004
-	-	-	1,169,023
-	4,343	4,343	4,343
<u>-</u>	<u>4,343</u>	<u>4,343</u>	<u>1,410,769</u>
-	-	-	377,461
-	6,808,509	6,808,509	15,555,179
-	6,808,509	6,808,509	15,932,640
<u>\$ -</u>	<u>\$ 6,812,852</u>	<u>\$ 6,812,852</u>	<u>\$ 17,343,409</u>

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

	Special Revenue		
	Food Service Fund	Other Federal Programs Fund	Total Nonmajor Special Revenue Funds
Revenues			
Federal direct	\$ -	\$ 1,510,724	\$ 1,510,724
Federal through state and local	9,321,244	13,574,377	22,895,621
State	89,045	-	89,045
Local:			
Charges for services - food services	2,624,614	-	2,624,614
Investment income	-	-	-
Miscellaneous	16,832	-	16,832
Total revenues	<u>12,051,735</u>	<u>15,085,101</u>	<u>27,136,836</u>
Expenditures			
Current:			
Instruction	-	4,512,773	4,512,773
Student support services	-	4,731,144	4,731,144
Instruction and curriculum development services	-	2,826,384	2,826,384
Instructional staff training services	-	1,815,715	1,815,715
Instruction related technology	-	8,000	8,000
School board	-	-	-
General administration	-	727,733	727,733
School administration	-	-	-
Food services	11,771,643	-	11,771,643
Central services	-	36,571	36,571
Student transportation services	-	39,497	39,497
Operation of plant	-	54,140	54,140
Community services	-	4,254	4,254
Capital outlay:			
Facilities acquisition and construction	-	-	-
Other capital outlay	181,184	41,773	222,957
Debt Service:			
Principal	-	-	-
Interest and fees	-	-	-
Paying agent fees	-	-	-
Total expenditures	<u>11,952,827</u>	<u>14,797,984</u>	<u>26,750,811</u>
Excess (deficiency) of revenues over (under) expenditures	<u>98,908</u>	<u>287,117</u>	<u>386,025</u>
Other financing sources (uses)			
Refunding Lease-Purchase Agreements	-	-	-
Premium on Refunding Lease-Purchase Agreements	-	-	-
Payments to refunded escrow agent	-	-	-
Transfers in	-	-	-
Transfers out	-	(287,117)	(287,117)
Total other financing sources (uses)	<u>-</u>	<u>(287,117)</u>	<u>(287,117)</u>
Net change in fund balances	<u>98,908</u>	<u>-</u>	<u>98,908</u>
Fund balances - beginning	<u>7,055,959</u>	<u>-</u>	<u>7,055,959</u>
Fund balances - ending	<u>\$ 7,154,867</u>	<u>\$ -</u>	<u>\$ 7,154,867</u>

Debt Service			Capital Projects			Total Nonmajor Governmental Funds
State Board of Education Bonds Fund	Debt Service - Other Fund	Total Nonmajor Debt Service Funds	Public Education Capital Outlay Fund	Capital Outlay and Debt Service Fund	Total Nonmajor Capital Projects Funds	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,510,724
-	-	-	-	-	-	22,895,621
582,178	-	582,178	851,517	1,102,345	1,953,862	2,625,085
-	-	-	-	-	-	2,624,614
-	193,442	193,442	-	266,415	266,415	459,857
-	-	-	-	-	-	16,832
582,178	193,442	775,620	851,517	1,368,760	2,220,277	30,132,733
-	-	-	-	-	-	4,512,773
-	-	-	-	-	-	4,731,144
-	-	-	-	-	-	2,826,384
-	-	-	-	-	-	1,815,715
-	-	-	-	-	-	8,000
-	-	-	-	-	-	-
-	-	-	-	-	-	727,733
-	-	-	-	-	-	-
-	-	-	-	-	-	11,771,643
-	-	-	-	-	-	36,571
-	-	-	-	-	-	39,497
-	-	-	-	-	-	54,140
-	-	-	-	-	-	4,254
-	-	-	-	-	-	222,957
530,000	11,045,000	11,575,000	-	-	-	11,575,000
64,820	2,200,620	2,265,440	-	-	-	2,265,440
85	208,094	208,179	-	1,940	1,940	210,119
594,905	13,453,714	14,048,619	-	1,940	1,940	40,801,370
(12,727)	(13,260,272)	(13,272,999)	851,517	1,366,820	2,218,337	(10,668,637)
-	10,385,000	10,385,000	-	-	-	10,385,000
-	862,045	862,045	-	-	-	862,045
-	(11,229,164)	(11,229,164)	-	-	-	(11,229,164)
-	13,025,330	13,025,330	-	-	-	13,025,330
-	-	-	(851,517)	-	(851,517)	(1,138,634)
-	13,043,211	13,043,211	(851,517)	-	(851,517)	11,904,577
(12,727)	(217,061)	(229,788)	-	1,366,820	1,366,820	1,235,940
35,034	2,164,018	2,199,052	-	5,441,689	5,441,689	14,696,700
\$ 22,307	\$ 1,946,957	1,969,264	\$ -	\$ 6,808,509	\$ 6,808,509	\$ 15,932,640



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BUDGET AND ACTUAL
OTHER MAJOR AND NONMAJOR FUNDS

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Major and Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

	Special Revenue - Food Service Fund			Variance with
	Budgeted Amounts		Actual	Final Budget -
	Original	Final	Amounts	Positive
				(Negative)
Revenues				
Federal through state and local	\$ 9,390,565	\$ 9,321,245	\$ 9,321,244	\$ (1)
State	94,120	89,045	89,045	-
Local				
Charges for services - food services	2,726,759	2,617,405	2,624,614	7,209
Miscellaneous	481	16,831	16,832	1
Total revenues	12,211,925	12,044,526	12,051,735	7,209
Expenditures				
Current:				
Food services				
Salaries	3,568,152	3,883,763	3,883,763	-
Employee benefits	1,597,352	1,343,752	1,343,752	-
Purchased services	219,316	180,308	180,308	-
Energy services	66,496	49,913	49,913	-
Materials and supplies	7,620,082	5,322,912	5,322,912	-
Capital outlay	746,130	176,042	176,042	-
Other	842,205	814,953	814,953	-
Total food services	14,659,733	11,771,643	11,771,643	-
Capital outlay				
Other capital outlay	-	181,184	181,184	-
Total capital outlay	-	181,184	181,184	-
Total expenditures	14,659,733	11,952,827	11,952,827	-
Excess (deficiency) of revenues over (under) expenditures	(2,447,808)	91,699	98,908	7,209
Net change in fund balance	(2,447,808)	91,699	98,908	7,209
Fund balance - beginning	7,055,959	7,055,959	7,055,959	-
Fund balance - ending	\$ 4,608,151	\$ 7,147,658	\$ 7,154,867	\$ 7,209

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Major and Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

	Special Revenue - Other Federal Programs Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Federal direct	\$ 682,220	\$ 2,139,130	\$ 1,510,724	\$ (628,406)
Federal through state and local	12,898,032	19,608,962	13,574,377	(6,034,585)
Total revenues	13,580,252	21,748,092	15,085,101	(6,662,991)
Expenditures				
Current:				
Instruction				
Salaries	1,923,093	2,871,775	2,482,763	389,012
Employee benefits	635,237	942,005	845,008	96,997
Purchased services	491,959	726,960	381,641	345,319
Materials and supplies	1,029,049	1,619,150	683,641	935,509
Capital outlay	53,815	91,624	39,558	52,066
Other	17,888	117,055	80,162	36,893
Total instruction	4,151,041	6,368,569	4,512,773	1,855,796
Student support services				
Salaries	2,853,068	4,185,217	3,273,200	912,017
Employee benefits	901,810	1,364,681	1,070,225	294,456
Purchased services	304,368	916,769	312,994	603,775
Materials and supplies	148,649	383,671	59,630	324,041
Capital outlay	102,474	19,327	10,750	8,577
Other	18,102	18,874	4,345	14,529
Total student support services	4,328,471	6,888,539	4,731,144	2,157,395
Instructional Media Services				
Purchased Services	3,150	1,800	-	1,800
Total instructional media services	3,150	1,800	-	1,800
Instruction and curriculum development services				
Salaries	1,668,396	2,680,438	2,089,056	591,382
Employee benefits	523,402	847,208	674,591	172,617
Purchased services	33,027	129,159	38,481	90,678
Materials and supplies	62,175	101,639	18,680	82,959
Capital outlay	140,435	10,307	196	10,111
Other	17,760	23,260	5,380	17,880
Total instruction and curriculum development services	2,445,195	3,792,011	2,826,384	965,627
Instructional staff training services				
Salaries	915,453	1,429,671	989,654	440,017
Employee benefits	253,358	354,341	297,108	57,233
Purchased services	503,575	1,003,650	433,687	569,963
Materials and supplies	44,116	293,220	62,373	230,847
Capital outlay	393,349	94,081	32,200	61,881
Other	10,252	11,454	693	10,761
Total instructional staff training services	2,120,103	3,186,417	1,815,715	1,370,702

Instruction related technology				
Capital outlay	-	9,331	8,000	1,331
Total instruction related technology	-	9,331	8,000	1,331
General administration				
Other	421,333	920,323	727,733	192,590
Total general administration	421,333	920,323	727,733	192,590
School administration				
Purchased services	5,111	-	-	-
Total school administration	5,111	-	-	-
Central services				
Purchased services	53,658	114,881	36,514	78,367
Materials and Supplies	-	2,600	57	2,543
Total central services	53,658	117,481	36,571	80,910
Student transportation services				
Purchased services	30,382	75,571	37,630	37,941
Energy services	866	1,115	1,115	-
Capital outlay	775	752	752	-
Total student transportation services	32,023	77,438	39,497	37,941
Operation of plant				
Purchased services	13,206	57,483	42,677	14,806
Materials and supplies	4,574	36,445	11,463	24,982
Total operation of plant	17,780	93,928	54,140	39,788
Community services				
Purchased services	660	-	-	-
Materials and supplies	1,727	5,138	4,254	884
Total community services	2,387	5,138	4,254	884
Total current operating	13,580,252	21,460,975	14,756,211	6,704,764
Capital outlay:				
Other capital outlay	-	-	41,773	(41,773)
Total capital outlay	-	-	41,773	(41,773)
Total expenditures	13,580,252	21,460,975	14,797,984	6,662,991
Excess (deficiency) of revenues over (under) expenditures	-	287,117	287,117	-
Other financing sources				
Transfers out	-	(287,117)	(287,117)	-
Total other financing sources	-	(287,117)	(287,117)	-
Net change in fund balances	-	-	-	-
Fund balance - beginning	-	-	-	-
Fund balance - ending	\$ -	\$ -	\$ -	\$ -

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Major and Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

Debt Service - State Board of Education Bonds Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
State	\$ 724,897	\$ 724,897	\$ 582,178	\$ (142,719)
Total revenues	724,897	724,897	582,178	(142,719)
Expenditures				
Debt service:				
Principal	530,000	530,000	530,000	-
Interest and fees	64,820	64,820	64,820	-
Paying agent fees	-	-	85	(85)
Total expenditures	594,820	594,820	594,905	(85)
Excess (deficiency) of revenues over (under) expenditures	130,077	130,077	(12,727)	142,804
Net change in fund balance	130,077	130,077	(12,727)	142,804
Fund balance - beginning	35,034	35,034	35,034	-
Fund balance - ending	\$ 165,111	\$ 165,111	\$ 22,307	\$ 142,804

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Major and Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

	Debt Service - Other Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Local	\$ -	\$ -	\$ 193,442	\$ 193,442
Total revenues	-	-	193,442	193,442
Expenditures				
Debt service:				
Principal	11,045,000	11,045,000	11,045,000	-
Interest and fees	2,016,906	2,200,620	2,200,620	-
Paying agent fees	10,000	6,500	208,094	(201,594)
Total expenditures	13,071,906	13,252,120	13,453,714	(201,594)
Excess (deficiency) of revenues				
over (under) expenditures	(13,071,906)	(13,252,120)	(13,260,272)	(8,152)
Other financing sources (uses)				
Refunding Lease-Purchase Agreements	10,385,000	10,385,000	10,385,000	-
Premium on Refunding Lease-Purchase Agree	862,045	862,045	862,045	-
Payments to refunded escrow agent	(11,229,164)	(11,229,164)	(11,229,164)	-
Transfers in	13,061,906	13,252,120	13,025,330	(226,790)
Total other financing sources (uses)	13,079,787	13,270,001	13,043,211	(226,790)
Net change in fund balance	7,881	17,881	(217,061)	(234,942)
Fund balance - beginning	2,164,018	2,164,018	2,164,018	-
Fund balance - ending	\$ 2,171,899	\$ 2,181,899	\$ 1,946,957	\$ (234,942)

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Major and Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

	Capital Projects - Public Education Capital Outlay Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
State	\$ 756,138	\$ 851,517	\$ 851,517	\$ -
Total revenues	756,138	851,517	851,517	-
Expenditures				
Current:				
Facilities acquisition and construction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	756,138	851,517	851,517	-
Net change in fund balance	756,138	851,517	851,517	-
Other financing sources (uses)				
Transfers out	(756,138)	(851,517)	(851,517)	-
Total other financing sources (uses)	(756,138)	(851,517)	(851,517)	-
Net change in fund balance	-	-	-	-
Fund balance - beginning	-	-	-	-
Fund balance - ending	\$ -	\$ -	\$ -	\$ -

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Major and Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

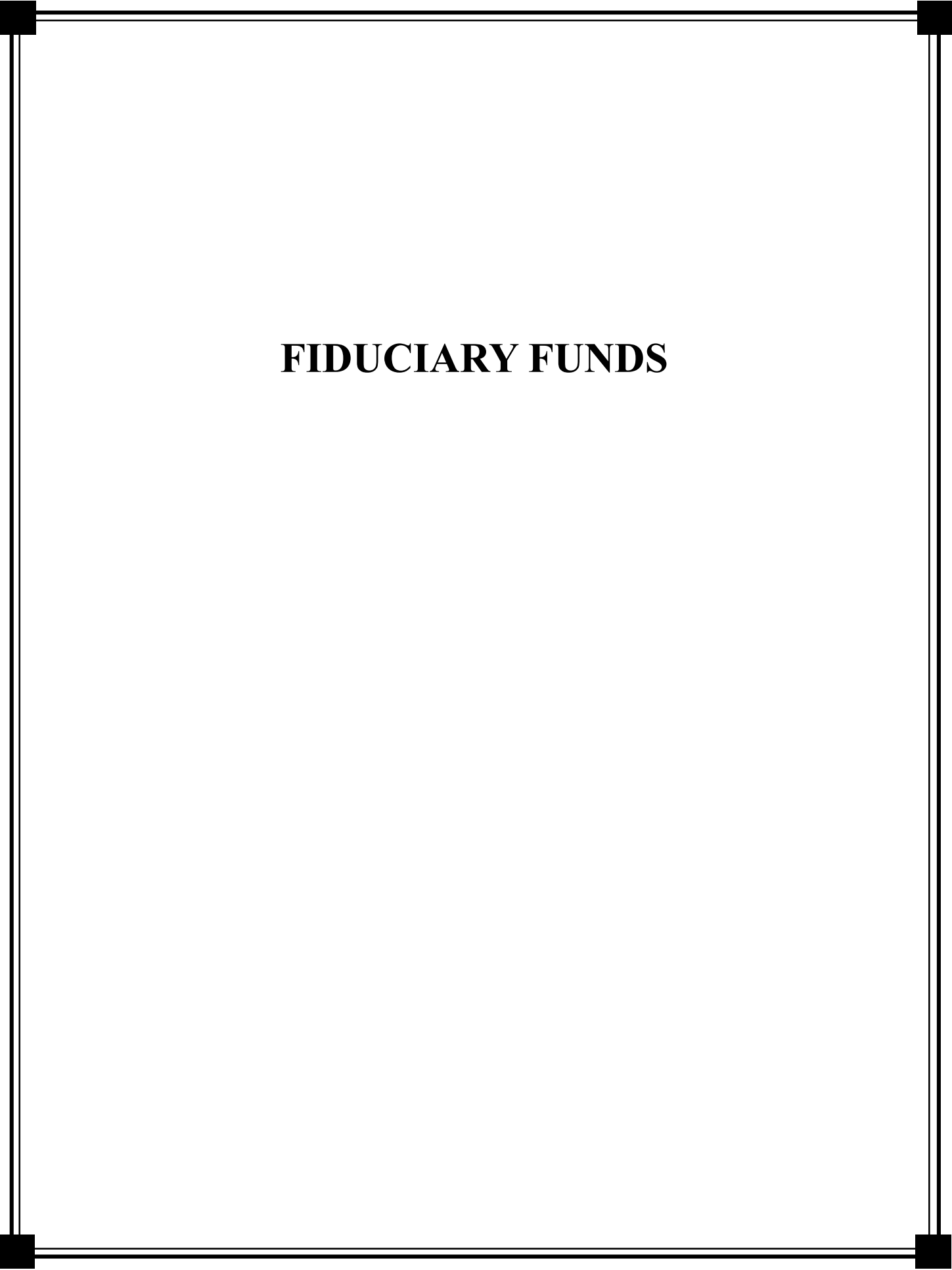
Capital Projects - Capital Outlay and Debt Service Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
State	\$ 847,074	\$ 847,074	\$ 1,102,345	\$ 255,271
Local	114,800	238,652	266,415	27,763
Total revenues	961,874	1,085,726	1,368,760	283,034
Expenditures				
Debt service:				
Paying agent fees	2,000	2,000	1,940	60
Total expenditures	2,000	2,000	1,940	60
Excess (deficiency) of revenues over (under) expenditures	959,874	1,083,726	1,366,820	282,974
Net change in fund balance	959,874	1,083,726	1,366,820	282,974
Fund balance - beginning	5,441,689	5,441,689	5,441,689	-
Fund balance - ending	\$ 6,401,563	\$ 6,525,415	\$ 6,808,509	\$ 282,974

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Major and Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

	Capital Projects - Local Capital Improvement Tax Fund (Major Fund)			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Federal through state and local	\$ -	\$ -	\$ 21,536	21,536
Local				
Taxes	51,163,523	51,163,523	51,393,456	229,933
Miscellaneous	2,141,653	4,769,636	5,131,624	361,988
Total revenues	53,305,176	55,933,159	56,546,616	613,457
Expenditures				
Capital outlay:				
Facilities acquisition and construction	98,476,858	120,088,017	43,413,886	76,674,131
Debt service:				
Paying agent fees	-	-	3,500	(3,500)
Total expenditures	98,476,858	120,088,017	43,417,386	76,670,631
Excess (deficiency) of revenues over (under) expenditures	(45,171,682)	(64,154,858)	13,129,230	77,284,088
Other financing sources (uses)				
Insurance loss recoveries	8,128	465,879	461,055	(4,824)
Transfers out	(23,796,341)	(14,744,166)	(14,517,377)	226,789
Total other financing sources (uses)	(23,788,213)	(14,278,287)	(14,056,322)	221,965
Net change in fund balance	(68,959,895)	(78,433,145)	(927,092)	77,506,053
Fund balance - beginning	86,245,364.00	86,245,364	86,245,364	-
Fund balance - ending	\$ 17,285,469	\$ 7,812,219	\$ 85,318,272	\$ 77,506,053

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Major and Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

	Capital Projects - Other Capital Projects Fund (Major Fund)			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
State	\$ 402,555	\$ 42,794	\$ 57,761	\$ 14,967
Local				
Local sales taxes	20,000,000	26,147,457	26,145,848	(1,609)
Impact fees	4,195,000	3,074,867	3,074,867	-
Interest	2,105,901	3,924,789	3,727,249	(197,540)
Total revenues	26,703,456	33,189,907	33,005,725	(184,182)
Expenditures				
Capital outlay:				
Facilities acquisition and construction	72,638,861	55,354,122	12,461,278	42,892,844
Total expenditures	72,638,861	55,354,122	12,461,278	42,892,844
Excess (deficiency) of revenues over (under) expenditures	<u>(45,935,405)</u>	<u>(22,164,215)</u>	<u>20,544,447</u>	<u>42,708,662</u>
Other financing sources (uses)				
Transfers out	(13,999)	(10,542,823)	(10,542,823)	-
Total other financing sources (uses)	<u>(13,999)</u>	<u>(10,542,823)</u>	<u>(10,542,823)</u>	<u>-</u>
Net change in fund balance	(45,949,404)	(32,707,038)	10,001,624	42,708,662
Fund balance - beginning	75,190,336.00	75,190,336	75,190,336	-
Fund balance - ending	<u>\$ 29,240,932</u>	<u>\$ 42,483,298</u>	<u>\$ 85,191,960</u>	<u>\$ 42,708,662</u>



FIDUCIARY FUNDS

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Combining Statement of Fiduciary Net Position
Private-Purpose Trust Funds
For the Fiscal Year Ended June 30, 2024

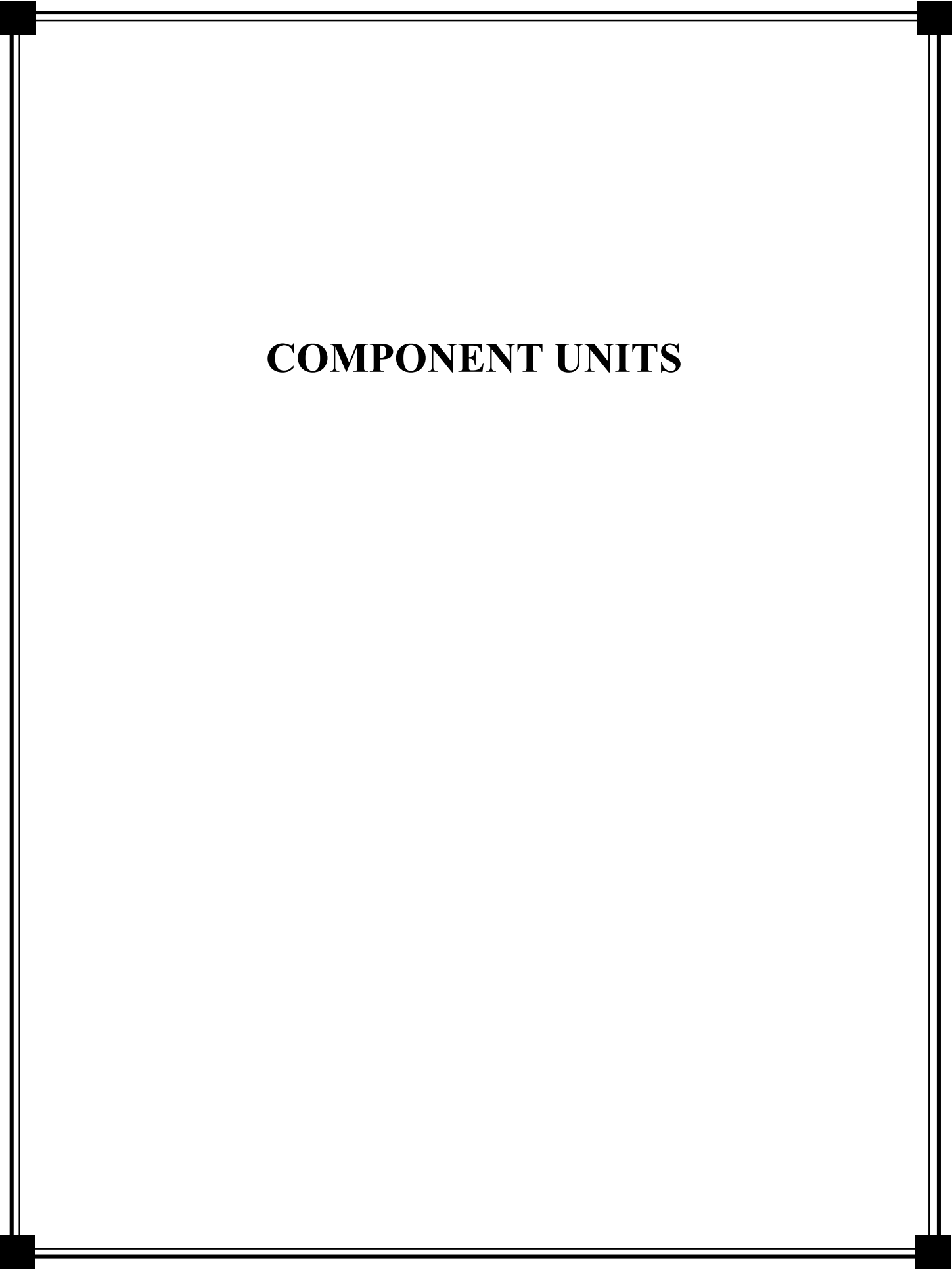
	M.H. Correll Research Trust Fund	T.L. Showalter Scholarship Trust Fund	Nonendowment Scholarship Trust Fund	Dr. Tom Goodman Scholarship Trust Fund	Clara Neuman Scholarship Trust Fund	Cecele S. Gryl Scholarship Trust Fund	J.M. Phillips, Jr. Memorial Trust Fund	Total Private-Purpose Trust Funds
ASSETS								
Cash and cash equivalents	\$ 2,514	\$ 2,130	\$ 475	\$ 3,143	\$ 74,469	\$ 189,884	\$ 10,572	\$ 283,187
NET POSITION								
Restricted for other purposes	\$ 2,514	\$ 2,130	\$ 475	\$ 3,143	\$ 74,469	\$ 189,884	\$ 10,572	\$ 283,187

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Combining Statement of Changes in Fiduciary Net Position
Private-Purpose Trust Funds
For the Fiscal Year Ended June 30, 2024

	M.H. Correll Research Trust Fund	T.L. Showalter Scholarship Trust Fund	Nonendowment Scholarship Trust Fund	Dr. Tom Goodman Scholarship Trust Fund	Clara Neuman Scholarship Trust Fund	Cecele S. Gryl Scholarship Trust Fund	J.M. Phillips, Jr. Memorial Trust Fund	Total Private-Purpose Trust Funds
ADDITIONS								
Investment earnings and losses:								
Interest and dividends	\$ 116	\$ 98	\$ 22	\$ 144	\$ 3,423	\$ 8,728	\$ 486	\$ 13,016
Total additions	116	98	22	144	3,423	8,728	486	13,016
DEDUCTIONS								
Scholarships	-	-	-	-	-	-	-	-
Change in net position	116	98	22	144	3,423	8,728	486	13,016
Net position - beginning	2,398	2,033	453	2,999	71,047	181,156	10,086	270,171
Net position - ending	\$ 2,514	\$ 2,130	\$ 475	\$ 3,143	\$ 74,469	\$ 189,884	\$ 10,572	\$ 283,187



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COMPONENT UNITS

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Combining Statement of Net Position
Component Units
For the Fiscal Year Ended June 30, 2024

	The Hope Center for Autism	Treasure Coast Classical Academy	Total Component Units
ASSETS			
Unrestricted:			
Cash and cash equivalents	\$ 770,374	\$ 4,279,235	\$ 5,049,609
Investments	762,412	-	762,412
Accounts receivable	110,204	838,159	948,363
Deposits	770	-	770
Prepaid items	21,403	-	21,403
Other current assets	-	101,397	101,397
Capital assets not being depreciated:			
Land	670,000	2,099,084	2,769,084
Construction in progress	2,554	676,553	679,107
Capital assets net of accumulated depreciation:			
Improvements other than buildings	31,785	-	31,785
Buildings and fixed equipment	1,858,052	13,777,692	15,635,744
Furniture, fixtures, and equipment	109,961	68,022	177,983
Total assets	4,337,515	21,840,142	26,177,657
LIABILITIES			
Accounts payable	82,575	1,591,949	1,674,524
Long-term liabilities:			
Portion due in one year:			
Notes payable	3,794	206,667	210,461
Bonds payable	-	19,187,500	19,187,500
Portion due in more than one year:			
Notes payable	140,491	-	140,491
Total liabilities	226,860	20,986,116	21,212,976
NET POSITION			
Net investment in capital assets	2,672,352	(2,772,816)	(100,464)
Restricted for:			
Debt service	-	139,794	139,794
Unrestricted net position	1,438,303	3,487,048	4,925,351
Total net position	\$ 4,110,655	\$ 854,026	\$ 4,964,681

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Combining Statement of Activities
Component Units
For the Fiscal Year Ended June 30, 2024

	The Hope Center for Autism	Treasure Coast Classical Academy	Total Component Units
EXPENSES			
Instruction	\$ 2,560,583	\$ 5,592,920	\$ 8,153,503
Student support services	-	120,877	120,877
Instructional staff training services	13,209	11,844	25,053
Instructional related technology	18,129	118,066	136,195
School board	90,990	233,351	324,341
General administration	-	1,002,522	1,002,522
School administration	506,272	2,740,060	3,246,332
Fiscal services	96,702	18,489	115,191
Food services	-	611,059	611,059
Student transportation services	571	-	571
Central services	-	-	-
Operation of plant	50,279	1,250,646	1,300,925
Maintenance of plant	80,216	-	80,216
Community services	67,697	369,335	437,032
Interest on long-term debt	3,710	1,375,617	1,379,327
Depreciation - unallocated	67,136	-	67,136
Total expenses	<u>3,555,494</u>	<u>13,444,786</u>	<u>17,000,280</u>
PROGRAM REVENUES			
Charges for services	46,490	164,248	210,738
Operating grants and contributions	125,466	1,463,387	1,588,853
Capital grants and contributions	55,553	-	55,553
Total program revenues	<u>227,509</u>	<u>1,627,635</u>	<u>1,855,144</u>
Net program expense	<u>(3,327,985)</u>	<u>(11,817,151)</u>	<u>(15,145,136)</u>
GENERAL REVENUES			
Grants and contributions not restricted to specific programs	3,972,749	12,402,372	16,375,121
Unrestricted investment earnings	45,152	-	45,152
Miscellaneous	-	-	-
Special Items	-	-	-
Loss on disposal of assets	-	-	-
Total general revenues	<u>4,017,901</u>	<u>12,402,372</u>	<u>16,420,273</u>
Change in net position	689,916	585,221	1,275,137
Total net position - beginning	<u>3,420,739</u>	<u>268,805</u>	<u>3,689,544</u>
Total net position - ending	<u>\$ 4,110,655</u>	<u>\$ 854,026</u>	<u>\$ 4,964,681</u>

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

STATISTICAL SECTION



The information contained in this statistical section has been obtained from public documents, records and other sources considered to be reliable and, while not guaranteed as to completeness or accuracy, management believes it to be correct.



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STATISTICAL SECTION

This part of the District School Board of Martin County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the government's overall financial health.

Contents

Financial Trends	108-117
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These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity	118-119
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These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity	120-122
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These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information	123-127
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information	128-130
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These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and activities it performs.

Table 1

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

Fiscal Year Ending	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024
Primary Government:										
Net investment in capital assets	\$ 322,910,925	\$ 325,311,543	\$ 340,881,686	\$ 337,942,651	\$ 328,447,748	\$ 334,763,659	\$ 337,477,794	\$ 326,532,448	\$ 393,653,877	\$ 433,878,885
Restricted	37,837,728	43,862,351	40,754,281	51,606,645	93,411,168	115,193,303	143,417,968	214,043,467	190,419,379	204,966,518
Unrestricted	<u>(148,470,981)</u>	<u>(141,220,840)</u>	<u>(144,327,737)</u>	<u>(108,557,428)</u>	<u>(113,357,740)</u>	<u>(124,851,203)</u>	<u>(130,920,120)</u>	<u>(128,709,417)</u>	<u>(119,419,472)</u>	<u>(143,450,035)</u>
Total primary government net position	<u>\$ 212,277,672</u>	<u>\$ 227,953,054</u>	<u>\$ 237,308,230</u>	<u>\$ 280,991,868</u>	<u>\$ 308,501,176</u>	<u>\$ 325,105,759</u>	<u>\$ 349,975,642</u>	<u>\$ 411,866,498</u>	<u>\$ 464,653,784</u>	<u>\$ 495,395,368</u>

Note: Net position decreased from 2014 to 2015 due to the implementation of GASB Statement No. 68, Accounting and Financial Reporting for Pensions. Net position increased significantly from 2017 to 2018 primarily due to the implementation of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, which required a restatement and corresponding decrease of OPEB liability for the 2017 year of \$32.8 million. The increase from 2018 to 2019 and 2019 to 2020 was due primarily to the additional restricted funds held for the new voted

Source: District Records

Table 2

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Changes in Net Position - Government-wide (1)
Last 10 Fiscal Years

(Unaudited)

	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024
Primary Government Expenses											
Governmental activities:											
Instruction	\$ 96,807,293	\$ 97,511,574	\$ 91,064,227	\$ 98,232,929	\$ 103,965,867	\$ 107,083,824	\$ 125,975,065	\$ 122,342,200	\$ 114,699,182	\$ 136,975,980	\$ 152,364,544
Student support services	10,244,916	9,560,480	9,645,370	9,913,317	9,919,459	12,863,313	11,201,303	12,568,519	13,536,649	15,885,380	18,644,514
Instructional media services	2,172,342	2,082,654	1,986,100	2,111,932	2,035,807	2,241,574	2,590,118	2,657,396	2,425,925	2,663,991	2,949,270
Instruction and curriculum development services	3,601,545	3,778,735	3,420,636	3,546,755	3,755,736	4,069,759	4,173,462	4,635,229	4,581,002	5,065,382	6,122,877
Instructional staff training services	2,785,963	2,962,444	3,191,486	4,139,857	3,739,423	3,762,359	3,651,351	3,402,489	3,159,521	3,686,877	5,801,690
Instruction related technology(3)	1,720,419	1,874,605	2,072,750	2,291,725	2,044,763	3,945,897	4,539,097	3,691,522	3,365,451	3,418,095	3,711,440
School board	566,506	597,054	533,539	586,216	655,107	737,044	494,932	565,678	542,421	590,427	612,511
General administration	503,988	496,860	813,862	957,873	1,032,663	1,083,747	1,028,170	1,362,550	1,084,472	1,125,475	1,604,842
School administration	10,222,149	10,164,576	9,395,507	10,097,942	10,115,289	11,325,346	10,930,260	11,918,340	11,327,380	12,126,541	14,124,629
Facilities acquisition and construction	22,916,304	21,355,569	22,250,987	23,601,930	20,657,069	7,410,384	10,026,634	13,651,957	10,746,915	16,271,331	17,792,977
Fiscal services	859,453	862,146	810,950	916,254	969,310	1,027,109	1,231,564	1,673,690	3,655,366	2,686,443	1,920,832
Food services	8,011,020	9,251,136	9,426,056	8,749,431	9,574,971	9,863,728	9,186,052	10,329,941	11,995,104	12,013,846	13,347,053
Central services (3)	5,293,707	7,162,409	5,393,295	3,263,117	3,270,461	4,580,116	5,177,426	6,624,742	5,387,365	6,572,920	8,500,535
Student transportation services	6,370,280	6,144,052	6,254,283	6,895,393	7,863,478	8,270,131	7,969,970	7,515,990	7,370,273	8,183,339	9,321,448
Operation of plant	13,942,964	14,125,494	13,951,480	13,971,480	14,659,051	19,706,497	23,325,249	26,079,529	24,110,624	25,864,543	30,697,644
Maintenance of plant	4,596,677	4,031,091	3,981,788	4,102,677	4,427,980	5,320,678	5,108,318	5,876,687	5,064,335	5,545,815	6,277,361
Administrative technology services(3)	639,763	649,437	636,857	640,906	714,295	4,656,516	5,282,908	2,632,270	1,056,286	1,202,717	1,484,117
Community services	2,840,225	2,901,806	3,008,816	3,104,925	3,296,315	3,519,625	3,301,462	2,779,266	2,709,301	202,080	898,798
Unallocated Interest on long-term debt	1,854,429	1,748,295	1,767,031	685,518	2,206,284	1,426,659	1,301,376	882,353	2,778,435	2,664,990	2,479,059
Total expenses	195,949,943	197,247,837	189,617,940	197,810,177	204,903,328	212,894,306	236,494,717	241,190,348	229,596,007	262,746,172	298,656,140
Business-type Activities											
Other Business-Type Activities										4,037,078	4,091,271
Total Business-Type Activities										<u>4,037,078.00</u>	<u>4,091,271.00</u>
Governmental activities:											
Charges for services											
Instruction	330,051	348,719	346,838	338,620	323,184	376,268	242,802	256,913	434,177	422,508	448,813
Food services	2,542,053	2,125,725	2,113,026	2,188,619	1,958,193	2,550,733	1,974,756	743,143	1,046,093	2,970,505	2,624,614
Student transportation	-	18,407	506,806	486,790	464,648	439,918	519,629	168,715	294,496	497,618	479,473
Community services	3,088,660	3,188,209	3,330,594	3,418,558	3,591,924	3,474,241	2,500,819	2,295,708	3,590,590	-	673
Operating grants and contributions	5,693,100	6,152,078	6,823,025	7,254,275	7,593,471	7,619,678	6,739,592	9,041,860	12,599,581	9,968,753	9,410,289
Capital grants and contributions	1,795,600	2,114,250	2,104,279	2,351,112	2,112,878	2,174,065	1,831,620	1,819,462	3,775,177	2,414,965	2,560,471
Total program revenues	13,449,464	13,947,388	15,224,568	16,037,974	16,044,298	16,634,903	13,809,218	14,325,801	21,740,114	16,274,348	15,524,333
Primary government net expense	\$ (182,500,479)	\$ (183,300,449)	\$ (174,393,372)	\$ (181,772,203)	\$ (188,859,030)	\$ (196,259,403)	\$ (222,685,499)	\$ (226,864,547)	\$ (207,855,892)	\$ (246,471,824)	\$ (283,131,807)
Governmental activities:											
Property taxes:											
Levied for operational purposes	\$ 101,934,042	\$ 103,006,102	\$ 108,645,648	\$ 109,593,774	\$ 108,967,735	\$ 121,719,875	\$ 120,182,574	\$ 120,681,327	\$ 123,857,432	\$ 134,116,007	\$ 152,230,383
Levied for capital projects	26,489,776	27,406,923	29,116,037	30,549,792	32,352,956	34,060,575	34,880,430	36,592,987	38,521,452	44,820,130	51,393,456
Local Sales Taxes, levied for capital projects	-	-	-	-	-	7,707,297	17,397,137	20,217,349	24,159,507	25,893,948	26,145,849
Grants and contributions not restricted to specific programs	44,246,019	46,504,240	45,755,151	47,640,526	52,784,580	51,588,381	58,456,112	65,125,300	67,543,711	75,547,012	63,495,985
Insurance loss recoveries	122,775	-	93,223	46,752	9,091	-	-	-	-	-	-
Miscellaneous	4,090,952	4,377,436	6,283,568	2,935,484	4,623,476	6,564,124	6,402,380	8,966,798	15,312,790	11,554,977	11,217,884
Unrestricted investment earnings	81,300	25,276	175,127	361,051	1,027,372	2,128,459	1,971,449	150,672	351,856	7,792,126	9,389,833
Total primary government	\$ 176,964,864	\$ 181,319,977	\$ 190,068,754	\$ 191,127,379	\$ 199,765,210	\$ 223,768,711	\$ 239,290,082	\$ 251,734,433	\$ 269,746,749	\$ 299,724,200	\$ 313,873,391
Business-type Activities											
Extended Day Care Program										3,516,637	3,918,593
Transfers										-	(100,000)
Total Business-Type Activities Revenue										<u>\$ 3,516,637</u>	<u>\$ 3,818,593</u>
Change in Net Position											
Total primary government(2)(3)	(5,535,615.00)	(1,980,472.00)	15,675,382.00	9,355,176.00	10,906,180.00	27,509,308.00	16,604,583.00	24,869,886.50	61,890,856.10	\$ 53,252,376	\$ 30,741,584
Total business type activity	-	-	-	-	-	-	-	-	-	\$ (520,441)	\$ (272,678)
Total primary government (2)(3)	\$ (5,535,615)	\$ (1,980,472)	\$ 15,675,382	\$ 9,355,176	\$ 10,906,180	\$ 27,509,308	\$ 16,604,583	\$ 24,869,887	\$ 61,890,856	\$ 52,731,935	\$ 30,468,906

Notes: (1) Includes all governmental fund types

(2) 2018 Change to Net Position excludes restatement of net position (increase of \$32.8 million) due to implementation of GASB Statement No. 75.

Source: District Records

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FL
Fund Balances - Governmental Funds⁽¹⁾
Last 10 Fiscal Years
(unaudited)

	Fiscal Year		2017	2018	2019	Fiscal Year		2021	2022	2023	2024
	2015	2016				2020					
General Fund											
Nonspendable	\$ 462,129	\$ 424,315	\$ 370,268	\$ 436,711	\$ 413,063	\$ 572,324	\$ 574,382	\$ 675,074	\$ 609,527	\$ 558,811	
Restricted	4,288,488	4,755,657	6,975,527	4,654,500	15,598,552	18,852,921	20,783,236	15,630,143	16,347,850	18,901,107	
Committee	-	-	-	-	-	-	-	5,605,483	6,803,189	4,347,764	
Assigned	214,301	809,842	691,938	-	4,805,389	8,409,731	7,442,329	9,864,528	6,631,644	8,379,842	
Unassigned	5,885,978	11,176,878	13,012,098	19,687,081	14,434,108	10,239,951	13,218,497	11,309,275	10,755,988	9,838,094	
Total General Fund	\$ 10,850,896	\$ 17,166,692	\$ 21,049,831	\$ 24,778,292	\$ 35,251,112	\$ 38,074,927	\$ 42,018,444	\$ 43,084,503	\$ 41,148,198	\$ 42,025,618	
All Other Governmental Funds											
Nonspendable	\$ 207,199	\$ 118,881	\$ 142,548	\$ 201,057	\$ 213,839	\$ 483,271	\$ 229,752	\$ 285,488	\$ 302,832	\$ 377,461	
Restricted	33,549,240	39,106,694	32,879,220	46,751,088	77,598,777	95,857,111	125,243,362	183,833,538	175,829,566	186,065,411	
Total All Other Governmental Fund:	\$ 33,756,439	\$ 39,225,575	\$ 33,021,768	\$ 46,952,145	\$ 77,812,616	\$ 96,340,382	\$ 125,473,114	\$ 184,119,026	\$ 176,132,398	\$ 186,442,872	

Notes: (1) Includes all governmental fund type
Source: District records

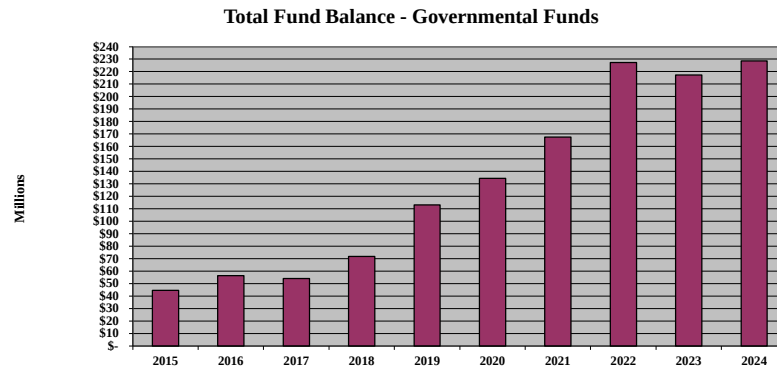


Table 4

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA

Changes in Fund Balances - Governmental Funds (1)

Last 10 Fiscal Years

(Modified Accrual Basis of Accounting)

(Unaudited)

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Federal sources:										
Federal grants	\$ 12,551,259	\$ 12,662,980	\$ 13,342,437	\$ 12,053,294	\$ 13,523,928	\$ 13,058,178	\$ 16,789,288	\$ 26,763,062	\$ 30,215,217	\$ 30,329,690
Food services	6,063,754	6,734,741	7,163,417	7,499,712	7,371,040	6,645,333	9,456,831	12,505,531	9,874,646	9,321,244
Total federal sources	18,615,013	19,397,721	20,505,854	19,553,006	20,894,968	19,703,511	26,246,119	39,268,593	40,089,862	39,650,934
State sources:										
Florida education finance program	9,420,263	8,361,358	9,704,266	13,594,744	12,593,805	19,662,843	23,669,715	19,089,044	20,730,851	11,120,126
Public education capital outlay	480,018	464,248	695,334	456,571	513,259	153,921	163,720	2,134,725	756,138	851,517
Food services	88,324	88,284	90,585	94,059	93,713	94,259	93,740	94,051	94,107	89,045
State grants and other	26,166,950	26,370,844	26,249,875	28,792,550	27,286,380	27,412,790	25,813,328	23,332,058	25,259,768	23,755,123
Total state sources	36,155,555	35,284,734	36,740,060	42,937,924	40,487,157	47,323,813	49,740,503	44,649,878	46,840,864	35,815,811
Local sources:										
Ad valorem taxes	130,413,025	137,761,685	140,143,566	141,320,691	155,780,450	155,063,004	157,274,314	162,378,884	178,936,137	203,623,839
Sales taxes					7,707,297	17,397,137	20,217,349	24,159,507	25,893,948	26,145,848
Food service sales	2,125,725	2,113,026	2,188,619	1,958,193	2,550,733	1,974,756	743,143	1,046,095	2,970,505	2,624,614
Interest and other income	25,276	361,050	1,027,372	1,027,372	2,128,459	1,971,448	152,326	351,314	6,057,685	11,217,885
Other revenues	8,763,713	11,321,469	8,120,462	9,556,918	11,202,096	10,086,006	12,489,569	21,133,982	15,856,044	11,589,957
Total local sources	141,327,739	151,371,307	150,813,697	153,863,174	179,369,035	186,492,351	190,876,700	209,069,782	229,714,320	255,202,143
Total revenues	196,098,307	206,053,762	208,059,611	216,354,104	240,751,160	253,519,675	266,863,322	292,988,253	316,645,046	330,668,888
Expenditures										
Instruction	93,507,850	91,841,224	94,633,719	98,041,607	99,831,153	114,196,329	114,718,974	119,181,910	129,973,632	135,342,554
Student support services	9,156,836	9,720,589	9,554,623	9,823,241	12,443,580	10,963,343	11,657,608	13,687,911	15,854,550	17,522,769
Instructional media services	1,988,513	2,003,013	2,031,317	2,002,944	1,981,212	2,357,746	2,294,321	2,272,086	2,396,626	2,543,689
Instruction and curriculum development services	3,636,791	3,454,552	3,409,858	3,715,791	3,922,248	4,035,830	4,308,358	4,645,129	5,104,458	5,713,222
Instructional staff training services	2,844,947	3,223,616	4,011,572	3,705,345	3,641,765	3,583,816	3,162,551	3,205,191	3,884,072	5,503,660
Instructional related technology	1,804,347	2,090,021	2,216,722	2,022,120	3,193,337	3,917,058	3,131,145	3,167,445	3,121,990	2,957,288
School board	576,082	538,202	569,729	650,691	720,504	485,826	525,786	550,014	605,725	563,086
General administration	1,318,791	1,354,848	1,501,054	1,300,413	1,273,770	1,219,268	1,752,149	2,233,485	2,630,435	2,609,252
School administration	9,873,724	9,476,272	9,682,962	9,988,366	10,474,991	10,161,570	10,673,233	11,106,569	12,011,976	12,730,653
Facilities acquisition and construction	9,017,604	9,548,817	9,349,452	11,204,728	5,429,244	8,309,669	1,522,787	9,371,683	1,755,591	1,913,430
Fiscal services	842,342	819,918	882,103	957,252	988,863	1,197,999	1,551,603	3,655,873	2,679,037	1,734,601
Food services	7,879,963	8,630,343	8,883,264	9,131,595	9,189,519	8,614,459	9,156,332	11,885,991	12,238,555	12,320,806
Central services	5,866,846	5,265,628	4,148,310	3,585,782	4,364,008	4,728,084	5,652,251	5,865,290	7,013,075	7,784,617
Student transportation services	5,922,747	6,291,268	6,681,816	6,399,115	6,567,026	6,363,228	5,719,813	6,240,635	7,517,307	8,183,859
Operation of plant	13,801,238	14,018,057	13,704,119	14,577,478	16,262,935	19,732,411	21,303,931	21,333,756	23,280,029	25,129,535
Maintenance of plant	3,869,186	4,024,239	3,957,440	4,244,993	4,680,541	4,504,586	5,055,660	4,857,998	5,440,184	5,602,923
Administrative technology services	610,589	655,930	610,367	703,145	3,832,637	4,417,807	1,780,009	709,613	727,912	747,618
Community services	2,766,942	3,024,389	3,019,374	3,257,799	3,405,381	3,206,228	2,580,484	2,746,051	276,975	656,112
Capital Outlay:										
Facilities acquisition and construction	4,444,591	11,021,858	22,078,106	4,358,477	1,244,524	13,613,101	22,536,292	44,177,846	73,082,223	55,875,164
Other capital outlay	3,974,653	3,653,484	6,134,075	4,366,845	2,606,984	3,693,926	1,380,589	362,063	2,586,398	585,168
Debt Service:										
Principal	2,495,304	2,374,874	2,369,882	2,448,720	2,195,691	2,175,000	2,279,000	4,216,000	11,221,000	11,575,000
Interest and fiscal charges	1,826,722	1,767,031	3,649,991	1,510,936	1,426,659	1,637,875	1,202,256	2,778,435	2,664,990	2,479,059
Total expenditures	\$ 188,026,608	\$ 194,798,173	\$ 213,079,855	\$ 197,997,383	\$ 199,676,572	\$ 233,115,159	\$ 233,945,133	\$ 278,250,974	\$ 326,066,742	\$ 320,074,065

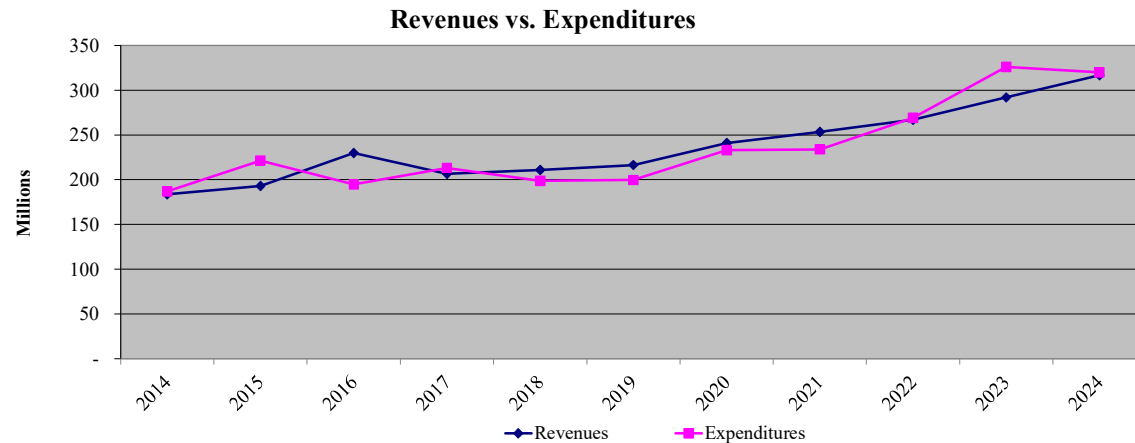
Table 4

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Changes in Fund Balances - Governmental Funds (1)
Last 10 Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Excess of revenues over (under) expenditures	\$ 8,071,699	\$ 11,255,589	\$ (5,020,244)	\$ 18,356,721	\$ 41,074,588	\$ 20,404,516	\$ 32,918,189	\$ 14,737,279	\$ (9,421,696)	\$ 10,594,823
Other Financing Sources (Uses)										
Loss recoveries	-	-	46,752	9,091	65,893	159,780	158,061	216,136	529,060	475,188
Long-term debt issued	-	-	-	-	-	-	-	-	-	-
Refunding COPS issued	29,020,000	-	-	-	-	-	-	-	-	-
Premium on refunding COPS	3,233,419	-	-	-	-	-	-	-	-	10,385,000
Proceeds of Lease-Purchase Agreements	-	-	-	-	-	-	-	40,000,000	-	-
Premium on Lease-Purchase Agreements	-	-	-	-	-	-	-	4,758,559	-	862,045
Refunding bonds issue	1,378,000	-	2,303,000	-	-	305,000	-	-	-	-
Payment to refunded debt escrow agent	(33,475,406)	-	-	(706,974)	-	-	-	-	-	(11,229,164)
Premium of sale/refunding of bonds/COP	131,078	-	349,825	-	-	16,500	-	-	-	-
Discount on sale of bonds/COP	195,392	-	-	-	-	-	-	-	-	-
Leases	-	436,120	-	-	192,810	465,785	-	-	-	-
FEMA and insurance loss recoveries	24,235	93,223	-	-	-	-	-	-	-	-
Transfers in	8,666,861	3,928,355	4,328,922	2,606,476	10,593,600	21,179,339	13,298,234	12,768,281	22,722,392	26,298,835
Transfers out	(8,666,861)	(3,928,355)	(4,328,922)	(2,606,476)	(10,593,600)	(21,179,339)	(13,298,234)	(12,768,281)	(22,722,392)	(26,198,835)
Total other financing sources (uses)	506,718	529,343	2,699,577	(697,883)	258,703	947,065	158,061	44,974,695	529,060	593,069
Net change in fund balances	\$ 8,578,417	\$ 11,784,932	\$ (2,320,667)	\$ 17,658,838	\$ 41,333,291	\$ 21,351,581	\$ 33,076,250	\$ 59,711,974	\$ (8,892,637)	\$ 11,187,892
Debt service as a percentage of noncapital expenditures	2.47%	2.56%	2.18%	2.09%	1.85%	1.77%	1.66%	2.99%	5.55%	5.33%

Notes: (1) Includes all governmental fund types

Source: District records

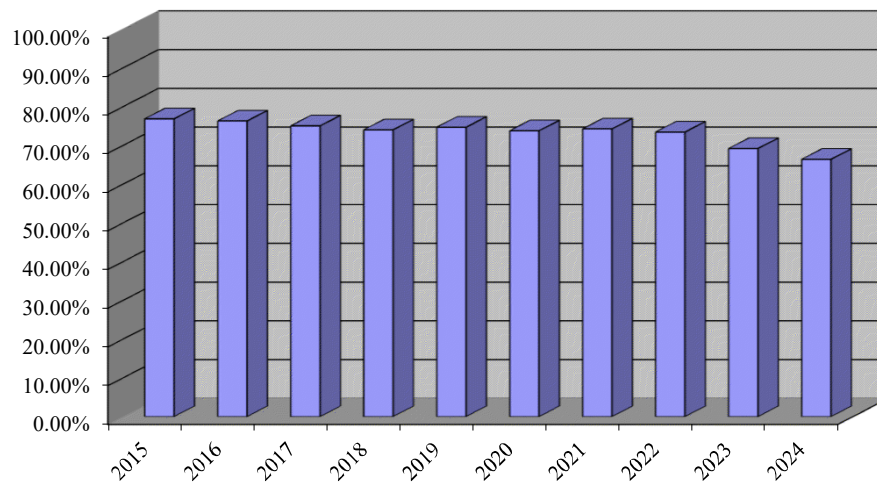


DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Assessed and Estimated Actual Value of Taxable Property
Last 10 Fiscal Years
(Amounts expressed in thousands)
(Unaudited)

Fiscal Year	Real Property	Personal Property	Centrally Assessed Value	Estimated Actual Value ⁽¹⁾	Homestead and Other Exemptions	Total Taxable Valuation	Ratio of Taxable Value to Estimated Actual Value	Total Direct Rate
2015	21,852,301	2,694,830	56,763	24,603,894	5,689,530	18,914,364	76.88%	7.138
2016	23,402,997	2,851,740	58,634	26,313,371	6,231,593	20,081,778	76.32%	7.098
2017	25,152,586	2,886,913	63,522	28,103,021	7,008,453	21,094,568	75.06%	6.881
2018	27,000,054	3,151,616	65,573	30,217,243	7,848,711	22,368,532	74.03%	6.552
2019	27,996,759	3,411,348	67,194	31,475,301	7,963,063	23,512,238	74.70%	6.862
2020	29,724,203	2,984,729	66,464	32,775,396	8,591,603	24,183,793	73.79%	6.648
2021	30,891,318	3,109,494	66,583	34,067,395	8,763,751	25,303,644	74.28%	6.447
2022	33,029,220	3,187,625	68,352	36,285,197	9,632,508	26,652,689	73.45%	6.323
2023	41,447,701	3,295,288	72,516	44,815,505	13,796,888	31,018,617	69.21%	5.988
2024	49,709,839	3,701,227	76,153	53,487,219	17,961,947	35,525,272	66.42%	5.943

Note: (1) Estimated actual values are the total "just" values of property subject to taxation, as defined by Section 193.011, Florida Statutes.
Source: Martin County Property Appraiser

Ratio of Taxable Value to Estimated Actual Value

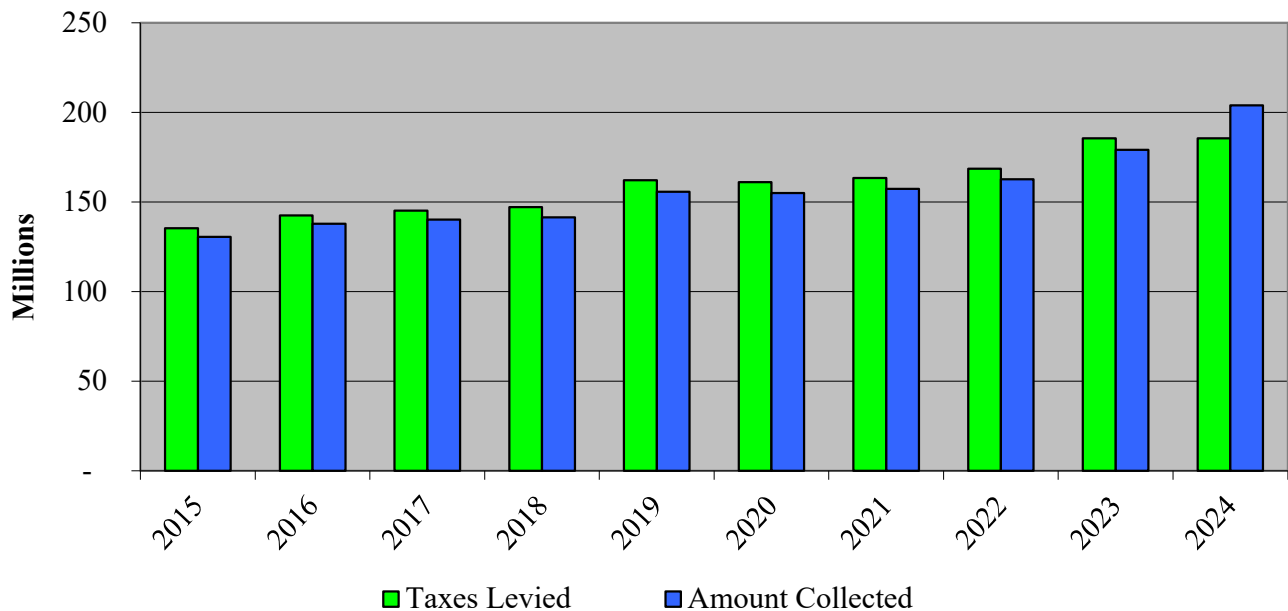


DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Property Tax Levies and Collections
Last 10 Fiscal Years
(Unaudited)

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	135,364,485	130,377,703	96.32%	57,559	130,435,262	96.36%
2016	142,540,457	137,707,714	96.61%	49,085	137,756,799	96.64%
2017	145,151,724	140,103,847	96.52%	48,461	140,152,308	96.56%
2018	147,044,991	141,320,691	96.11%	176,960	141,497,651	96.23%
2019	162,132,981	155,780,450	96.08%	-	155,780,450	96.08%
2020	161,149,073	154,947,483	96.15%	115,521	155,063,004	96.22%
2021	163,342,621	157,002,394	96.12%	271,920	157,274,314	96.28%
2022	168,590,025	162,378,888	96.32%	235,921	162,614,809	96.46%
2023	185,518,307	178,936,137	96.45%	229,458	179,165,595	96.58%
2024	185,496,011	203,623,785	109.77%	243,061	203,866,846	109.90%

Source: Martin County Tax Collector and District records.

Property Tax Levies and Collections



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

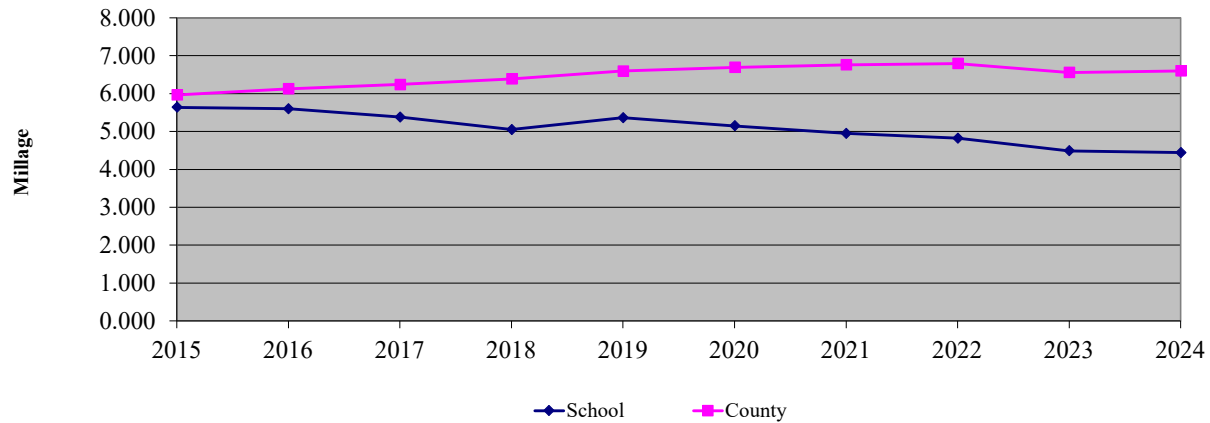
Fiscal Year	Direct Rates ⁽¹⁾			Overlapping Rates ⁽²⁾										
	District School Board of Martin County			Martin County						City of Stuart	Jupiter Island	Sewall's Point	Ocean Breeze Park	Village of Indiantown
	Operating	Capital	Total	Operating	Debt Service	Other	MSTU							
2015	5.638	1.500	7.138	5.9651	0.0000	0.7805	1.0486	4.8540	4.5813	2.6000		4.9472	0.0000	
2016	5.598	1.500	7.098	6.1264	0.0000	0.7489	1.0660	4.8327	4.4270	2.8700		3.9814	0.0000	
2017	5.381	1.500	6.881	6.2407	0.0000	0.7245	3.1737	4.8224	4.3087	2.8700		5.2177	0.0000	
2018	5.052	1.500	6.552	6.3887	0.0000	0.7038	3.2339	4.7572	4.1724	2.8700		5.4750	0.0000	
2019	5.362	1.500	6.862	6.5971	0.0000	0.6874	3.4247	4.9962	4.1027	2.8700		6.3826	4.2623	
2020	5.148	1.500	6.648	6.6928	0.0000	0.6733	3.6646	5.2302	4.0391	2.8700		4.8008	1.6304	
2021	4.947	1.500	6.447	6.7618	0.0000	0.6613	3.6033	5.2136	4.0214	2.8700		3.0800	1.6304	
2022	4.823	1.500	6.323	6.7934	0.0000	0.6510	3.4734	5.2136	4.0214	3.2688		3.0800	1.6304	
2023	4.488	1.500	5.988	6.5559	0.0000	0.6239	3.4078	5.1700	4.0215	3.2700		1.0000	1.6304	
2024	4.443	1.500	5.943	6.6017	0.0000	0.6207	3.4507	5.1487	3.9952	3.2700		0.8000	1.6304	

Notes:

- (1) Direct rates are the District's rate for capital outlay, discretionary, additional voted millage and required local effort.
(2) Overlapping rates are those of local and county governments that apply to property owners within the incorporated areas.

Sources: Martin County Tax Collector's Office
Martin County Property Appraiser

County and School District Operating Millages



DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Ratios of Outstanding Debt by Type
Last 10 Fiscal Years
(Amounts expressed in thousands, except per capita amount)
(Unaudited)

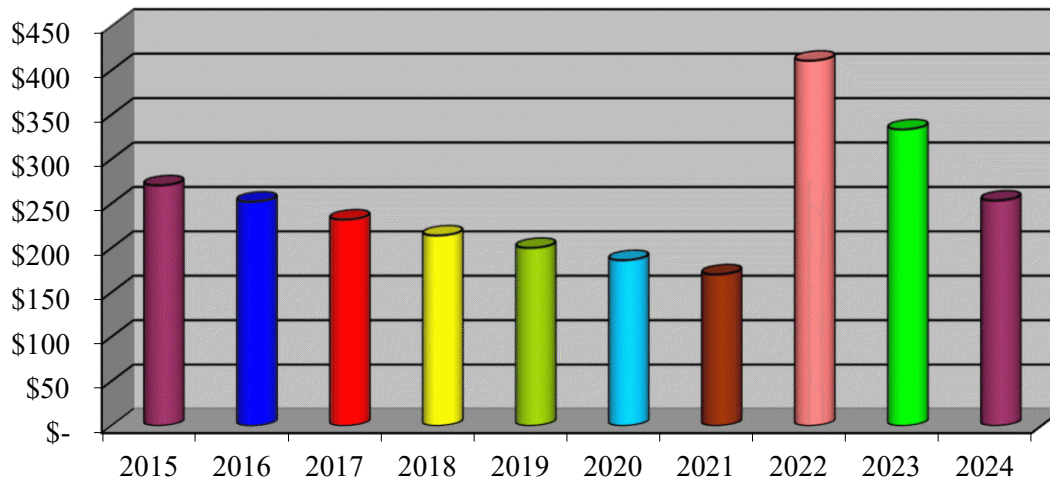
Fiscal Year	State Board of Education Bonds	Certificates of Participation	Total Primary Government	Percentage of Personal Income	Debt Per Capita
2014	\$ 9,414	\$ 33,145	\$ 42,825	0.40%	\$ 279.68
2015	8,331	33,563	42,101	0.37%	270.64
2016	7,382	32,063	39,936	0.33%	252.24
2017	6,063	30,618	37,064	0.29%	232.08
2018	5,031	29,123	34,425	0.26%	214.16
2019	4,326	27,558	32,232	0.23%	200.20
2020	3,576	25,927	30,057	0.21%	186.39
2021	2,807	24,227	27,525	0.17%	170.42
2022	2,031	64,403	66,434	0.37%	410.96
2023	1,330	52,742	54,072	N/A	333.65
2024	800	40,609	41,409	N/A	253.55

Note: Details regarding the District's outstanding debt can be found in the notes to the basic financial statements. Total personal income is not available for 2023 and 2024.

*See Table 12 Demographic and Economic Statistics for personal income and population data. These ratios are calculated using personal income and population for the calendar year.

Source: District records

Debt per Capita



DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Direct and Overlapping Governmental Activities Debt
June 30, 2024
(Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable ⁽²⁾	Estimated Share of Direct and Overlapping Debt
Martin County Board of County Commissioners ⁽¹⁾			
Revenue Bonds/Notes	\$ 65,733,548	100%	\$ 65,733,548
Leases	16,877,361	100%	16,877,361
City of Stuart ⁽¹⁾			
Revenue Bond Loans and Notes	5,363,131	100%	5,363,131
General Obligation Bonds	4,330,000	100%	4,330,000
Town of Jupiter Island ⁽¹⁾			
General Obligation Notes Payable	4,012,586	100%	4,012,586
South Florida Water Management District ⁽¹⁾			
Certificate of Participation	305,610,000	2.40%	7,334,640
Subtotal, overlapping debt			103,651,266
District School Board of Martin County Direct Debt			54,071,946
Total direct and overlapping debt			\$ 157,723,212

Notes:

(1) Source: Each Entity's Comprehensive Annual Financial Report September 30, 2023 Fiscal Year.

(2) These percentages are estimated using assessed values of taxable property less homestead exemptions and other adjustments (taxable value).

Applicable percentages were estimated by determining the portion of another governmental units' taxable value that is within the County's boundaries and dividing it by each unit's total taxable value.

Source: District Records

Government units that are included in this schedule are those whose geographic boundaries overlap, at least in part, with the boundaries of the County. This schedule estimates the portion of the overlapping government's outstanding debt that is borne by the residents and business of Martin County. This process recognizes that, when considering the County'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.

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Anticipated Capital Outlay Millage Levy
Required to Cover Certificates of Participation (COPS) Payments
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Tax Year	Taxable Assessed Valuation ⁽¹⁾	Principal Payments ⁽²⁾	Interest Payments	Total Annual Lease Payments	Millage Levy to Provide 1.00 x Coverage ⁽³⁾
2014	2013	\$ 18,228,582	\$ 1,215,000	\$ 1,505,191	\$ 2,720,191	0.155 mills
2015	2014	18,914,364	1,265,000	1,071,600	2,336,600	0.129 mills
2016	2015	20,081,778	1,310,000	1,348,931	2,658,931	0.138 mills
2017	2016	21,094,568	1,255,000	1,297,630	2,552,630	0.126 mills
2018	2017	22,368,532	1,305,000	1,239,905	2,544,905	0.119 mills
2019	2018	23,512,238	1,375,000	1,172,906	2,547,906	0.113 mills
2020	2019	24,183,793	1,440,000	1,102,531	2,542,531	0.110 mills
2021	2020	25,303,644	1,510,000	1,028,781	2,538,781	0.105 mills
2022	2021	26,652,689	3,440,000	2,327,253	5,767,253	0.225 mills
2023	2022	31,018,617	10,520,000	2,556,031	13,076,031	0.439 mills
2024	2023	35,525,272	11,045,000	2,016,906	13,061,906	0.383 mills

Notes:

(1) See Table 5 "Assessed and Estimated Actual Value of Taxable Property".

(2) The District first issued COPS in December 2005, with the first principal payment due during the 2007-08 fiscal year. The District refunded the COPS in October 2014. In addition, the District issued second COPS in July 2021, with the first principal payment due during 2021-2022 fiscal year. In fiscal year 2023-2024 the District issued third COPS in May 2024, to refund the outstanding callable portion of the Series 2014A COPS from 2025, 2027 and 2029-2031.

(3) Millage rate calculated using 96 percent.

Lease arrangements financed by Certificate of Participation are not considered general obligation debt as no specific property tax levy has been pledged.

Source: District records

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

Fiscal Year	Estimated Population⁽¹⁾	Personal Income⁽²⁾ (thousands of dollars)	Per Capita Personal Income⁽²⁾	Student Membership⁽³⁾	Unemployment Rate⁽⁴⁾
2014	153,119	10,610,999	69,299	18,296	6.1
2015	155,559	11,301,145	72,649	18,583	5.2
2016	158,325	12,019,690	75,918	18,714	4.8
2017	159,701	12,945,767	81,063	18,748	4.2
2018	160,742	13,383,794	83,263	18,664	3.0
2019	161,000	13,748,480	85,394	18,759	2.7
2020	161,258	14,455,817	89,185	18,734	8.6
2021	161,516	16,357,821	102,273	18,057	4.5
2022	161,655	17,875,112	110,336	18,591	2.8
2023	162,064	N/A	N/A	18,673	2.9
2024	163,315	N/A	N/A	19,119	3.4

N/A = Data not currently available

Sources:

- (1) World Population Review and US Department of Commerce, Bureau of Economic Analysis
- (2) US Department of Commerce, Bureau of Economic Analysis
- (3) The Florida Department of Education FEFP Fourth Calculation
- (4) Florida Agency for Workforce Innovation, Labor Market Statistics Center, Local Area Unemployment Statistics Program

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Principal Property Tax Payers
Current Fiscal Year and Nine years Ago
(Amounts expressed in thousands)
(Unaudited)

Taxpayer	Rank	Current year (2023):		Rank	Nine years ago (2014):	
		Taxable Assessed Valuation	Percentage of Total Assessed Value		Taxable Assessed Valuation	Percentage of Total Assessed Value
Florida Power & Light Company	1	\$ 2,357,261	5.26%	1	\$ 1,884,171	7.99%
Florida Southeast Connection	2	95,183	0.21%	-	-----	-----
Publix Super Markets, Inc.	3	86,572	0.19%	-	-----	-----
Jeffrey H. Sands	4	78,421	0.17%	-	-----	-----
Treasure Coast - JCP Associates Ltd.	5	56,830	0.13%	3	74,269	0.32%
Florida Gas Transmission	6	50,336	0.11%	4	48,655	0.21%
Jupiter Island Irrevocable Homestead Trust	7	47,097	0.11%	-	-----	-----
PRCP-Stuart LLC	8	44,284	0.10%	-	-----	-----
Palm Trust, Kapp Stuart T TTEE	8	43,630	0.10%	-	-----	-----
Arium Jensen Beach LLC	10	38,060	0.08%	-	-----	-----
Indiantown Cogeneration LP	-	-----	-----	2	235,551	1.00%
Christopher J. Hubman (TR)	-	-----	-----	5	45,751	0.19%
Gulfstream Natural Gas	-	-----	-----	6	41,609	0.18%
Louis Drefus Citrus Inc.	-	-----	-----	7	29,327	0.12%
Edward H. Hamm (TR)	-	-----	-----	8	28,312	0.12%
Sandhill Cove Properties, Inc.	-	-----	-----	9	26,119	0.11%
Bre Throne Martin Downs	-	-----	-----	10	25,198	0.11%
Total		<u>\$ 2,897,674</u>	<u>6.47%</u>		<u>\$ 2,438,962</u>	<u>10.35%</u>

Note:

(1) Information for 2024 and 2015 was not available, so this schedule was prepared with the data of 2023 and 2014.

Source:

Martin County CAFR 09/30/2023.

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
District Employees
Last 10 Fiscal Years
(Unaudited)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Instructional administrators	11	11	12	11	12	12	11	12	13	16
Non-instructional administrators	9	10	11	11	12	16	16	15	18	18
Consultants/supervisors of instruction	2	2	2	3	3	3	4	5	7	7
Principals	23	23	22	23	23	24	25	26	27	28
Assistant principals	35	35	36	37	35	38	38	38	39	39
Deans/Curriculum Coordinators	0	0	0	0	0	2	2	2	3	3
Elementary classroom teachers	464	473	480	470	471	505	490	482	463	465
Secondary classroom teachers	449	456	454	464	464	470	458	465	468	467
ESE teachers	250	252	250	216	243	242	233	222	212	225
Other teachers (adult)	27	28	26	25	37	31	25	29	24	24
Guidance counselors	36	37	39	37	39	42	43	39	41	44
Visiting teachers/Social workers	0	0	0	0	6	6	6	8	12	9
Psychologists	8	7	8	7	8	8	8	9	9	8
Librarians	19	20	20	20	19	20	21	19	20	20
Other professionals (instructional)	97	100	110	116	112	107	94	108	119	138
Other professionals (non-instructional)	79	82	84	83	85	88	88	89	93	96
Aides	294	286	304	299	295	335	297	288	285	316
Technicians	25	24	26	29	28	28	34	43	36	38
Clerical/secretarial	160	165	167	168	178	192	196	182	179	184
Service workers	299	287	274	269	333	444	366	325	319	339
Skilled crafts	27	31	28	31	29	27	27	26	26	21
Unskilled laborers	10	11	9	9	9	11	10	10	12	14
Total employees	2,324	2,340	2,362	2,328	2,441	2,651	2,492	2,442	2,425	2,519

Source: Florida Department of Education Statistical Brief entitled "Staff in Florida's Public Schools."

Notes:

Employee data includes only full-time staff.

The number of personnel is total employees.

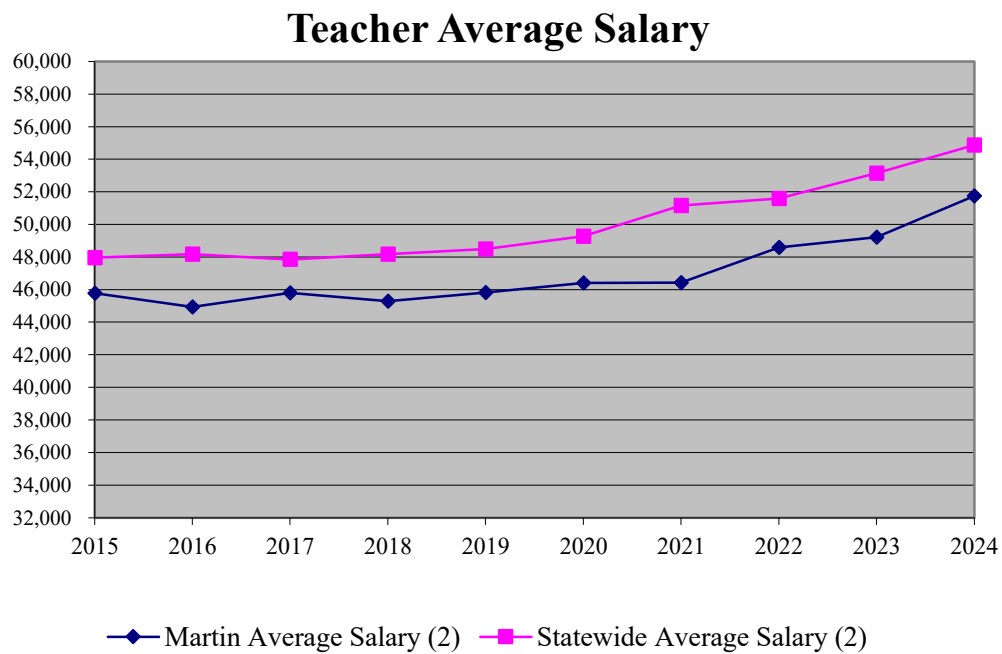
DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Teacher Salaries
Last 10 Years
(Unaudited)

Fiscal	Minimum	Maximum	Martin Average	Statewide Average
2015	37,500	60,076	45,786	47,950
2016	38,000	62,900	44,933	48,179
2017	38,000	62,900	45,800	47,858
2018	38,000	62,900	45,286	48,168
2019	38,300	66,200	45,807	48,486
2020	38,600	66,200	46,403	49,269
2021	45,200	66,200	46,416	51,167
2022	45,700	67,038	48,582	51,599
2023	48,700	68,800	49,220	53,142
2024	49,500	69,200	51,751	54,875

Sources:

(1) District records

(2) Florida Department of Education



DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
School Building Information (1)
Last 10 Fiscal Years
(Unaudited)

School	Fiscal Year				Fiscal Year					
	2015 ⁽⁶⁾	2016 ⁽⁶⁾	2017 ⁽⁶⁾	2018 ⁽⁶⁾	2019 ⁽⁶⁾	2020 ⁽⁶⁾	2021 ⁽⁶⁾	2022 ⁽⁶⁾	2023 ⁽⁶⁾	2024 ⁽⁶⁾
<u>Elementary</u>										
Seawind Elementary (1993)										
Square feet	128,282	127,350	127,350	127,350	127,350	127,350	127,350	127,350	127,350	127,350
Capacity	764	764	764	764	764	764	764	764	764	764
Enrollment	743	743	700	691	631	584	522	504	501	505
JD Parker Elementary (2004/re-built) ⁽²⁾										
Square feet	125,691	125,691	125,691	125,691	125,691	125,691	125,691	125,691	125,691	125,691
Capacity	695	695	695	695	695	695	695	695	695	695
Enrollment	761	753	718	742	668	633	601	564	519	513
Palm City Elementary (2023/re-built)(2)										
Square feet	103,422	103,422	104,312	104,312	104,312	104,312	104,312	104,312	90,230	90,230
Capacity	696	696	696	714	714	714	714	714	800	800
Enrollment	714	719	698	685	641	633	601	555	559	567
Port Salerno Elementary (2002/re-built) ⁽²⁾										
Square feet	126,076	126,076	126,076	126,076	128,668	128,668	128,668	128,668	128,668	128,668
Capacity	877	877	877	877	931	931	931	931	931	931
Enrollment	838	904	881	835	808	781	740	750	706	686
Hobe Sound Elementary (2004/re-built) ⁽²⁾										
Square feet	115,632	115,632	115,632	115,632	115,632	115,632	115,632	115,632	115,632	115,632
Capacity	776	776	776	776	776	776	776	776	776	776
Enrollment	654	678	648	622	623	609	522	483	459	460
Warfield Elementary (1959)										
Square feet	133,961	133,961	133,961	133,961	133,961	133,961	134,122	133,961	133,961	133,961
Capacity	886	886	886	886	886	886	932	932	932	932
Enrollment	789	802	801	799	766	839	764	681	686	764
Jensen Beach Elementary (2023/re-built)(2)										
Square feet	102,960	102,960	102,960	102,960	102,960	102,960	102,960	102,960	90,256	90,256
Capacity	704	722	784	722	722	722	722	722	836	1,504
Enrollment	688	698	678	658	597	603	576	563	558	573
Pinewood Elementary (1988)										
Square feet	126,576	126,576	128,304	128,337	128,337	128,337	128,337	128,337	128,337	128,337
Capacity	784	784	864	864	864	864	864	864	864	864
Enrollment	851	893	922	864	811	795	742	748	726	678
Crystal Lake Elementary (1989)										
Square feet	108,079	108,079	108,079	108,079	108,079	108,079	108,079	108,079	108,079	108,079
Capacity	688	688	688	688	688	688	688	688	688	688

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
School Building Information (1)
Last 10 Fiscal Years
(Unaudited)

School	Fiscal Year				Fiscal Year					
	2015 ⁽⁶⁾	2016 ⁽⁶⁾	2017 ⁽⁶⁾	2018 ⁽⁶⁾	2019 ⁽⁶⁾	2020 ⁽⁶⁾	2021 ⁽⁶⁾	2022 ⁽⁶⁾	2023 ⁽⁶⁾	2024 ⁽⁶⁾
Enrollment	623	636	621	617	584 (continued)	539	491	444	441	448

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
School Building Information (1)
Last 10 Fiscal Years
(Unaudited)

School	Fiscal Year			Fiscal Year						
	2015 ⁽⁶⁾	2016 ⁽⁶⁾	2017 ⁽⁶⁾	2018 ⁽⁶⁾	2019 ⁽⁶⁾	2020 ⁽⁶⁾	2021 ⁽⁶⁾	2022 ⁽⁶⁾	2023 ⁽⁶⁾	2024 ⁽⁶⁾
Bessey Creek Elementary (1995)										
Square feet	122,445	122,445	122,637	124,635	124,365	124,365	123,501	124,365	124,365	124,365
Capacity	599	599	599	635	635	635	617	617	617	617
Enrollment	591	558	570	585	590	596	577	537	562	563
Felix A. Williams Elementary (1993)										
Square feet	112,709	112,709	112,901	112,901	112,901	112,901	112,901	112,901	112,901	112,901
Capacity	671	671	671	671	671	671	671	671	671	671
Enrollment	708	719	670	669	631	618	574	543	531	512
Citrus Grove Elementary (2009)										
Square feet	124,838	124,838	124,838	126,566	126,566	126,566	125,702	125,702	125,702	125,702
Capacity	767	767	767	803	803	803	785	803	803	803
Enrollment	648	690	725	712	695	702	585	564	600	572

Notes:

- (1) The District caps its enrollment at 750 for elementary schools, 1,200 for middle schools, and 1,800 for high schools.
(2) Rebuilt schools include only information after rebuilding.
(3) Square footage and capacity have changed for some schools due to the re-measurement and change of use of BRPH for the Five-Year Plant Survey.
(4) Square footage and capacity have changed for some schools due to remodeling work complete in 2011-12.
(5) Square footage and capacity have changed for some schools due to portable relocations and demolitions.
(6) Capacity has changed for some schools due to reclassification of room codes within FISH

Sources:

District records - Five-year facilities work plan
Florida Inventory of School Houses

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
School Building Information (1)
Last 10 Fiscal Years
(Unaudited)

School	Fiscal Year				Fiscal Year					
	2015 ⁽⁶⁾	2016 ⁽⁶⁾	2017 ⁽⁶⁾	2018 ⁽⁶⁾	2019 ⁽⁶⁾	2020 ⁽⁶⁾	2021 ⁽⁶⁾	2022 ⁽⁶⁾	2023 ⁽⁶⁾	2024 ⁽⁶⁾
<u>Middle</u>										
Dr. David L. Anderson Middle School (2005)										
Square feet	219,253	219,253	219,253	219,253	219,253	219,253	219,253	219,253	219,253	219,253
Capacity	1,184	1,184	1,184	1,184	1,184	1,184	1,184	1,201	1,201	1,201
Enrollment	988	1,020	1,011	1,056	1,083	1,101	1,036	1,045	1,035	968
Hidden Oaks Middle School (1991)										
Square feet	178,828	178,828	178,828	178,828	178,828	178,828	178,828	178,828	178,828	178,828
Capacity	1,329	1,329	1,329	1,329	1,329	1,329	1,329	1,329	1,329	1,329
Enrollment	1,064	1,090	1,045	1,112	1,046	1,012	934	941	940	995
Indiantown Middle School (1969)										
Square feet	158,860	158,860	133,803	133,803	136,668	13,668	13,668	13,668	13,668	13,668
Capacity	1,173	1,173	1,173	854	870	870	870	890	890	890
Enrollment	534	547	592	631	641	658	628	639	646	486
Murray Middle School (1961)										
Square feet	134,447	131,296	132,395	132,395	132,438	132,438	132,438	132,438	132,438	132,438
Capacity	1,312	999	999	999	999	999	999	1,011	1,011	1,011
Enrollment	795	798	756	790	744	653	569	545	616	628
Stuart Middle School (1971)										
Square feet	177,004	177,004	177,004	180,298	181,298	181,298	181,298	181,298	181,298	181,298
Capacity	1,179	1,179	1,179	1,197	1,159	1,159	1,159	1,170	1,170	1,170
Enrollment	1,054	1,025	1,007	985	899	865	779	816	867	823
<u>High</u>										
Martin County High School (1963)										
Square feet	421,184	421,184	465,200	463,290	379,776	379,776	379,776	379,776	379,776	379,776
Capacity	2,214	2,214	2,214	2,037	2,037	2,037	2,037	2,038	2,038	2,038
Enrollment	2,245	2,318	2,292	2,316	2,212	2,126	2,088	2,327	2,273	2,122
South Fork High School (1982)										
Square feet	319,898	319,898	319,898	319,898	319,898	319,898	319,898	319,898	319,898	340,445
Capacity	1,685	1,685	1,685	1,685	1,685	1,685	1,685	1,825	1,825	1,825
Enrollment	2,037	1,990	1,914	1,937	1,986	1,831	1,819	1,849	1,810	1,810
Jensen Beach High School (2002)										
Square feet	323,999	323,999	323,999	323,999	323,999	323,999	323,999	323,999	323,999	323,999
Capacity	1,554	1,554	1,554	1,554	1,554	1,554	1,554	1,554	1,554	1,554
Enrollment	1,878	1,735	1,663	1,648	1,510	1,452	1,368	1,430	1,584	1,657

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
School Building Information (1)
Last 10 Fiscal Years
(Unaudited)

School	Fiscal Year				Fiscal Year					
	2015 ⁽⁶⁾	2016 ⁽⁶⁾	2017 ⁽⁶⁾	2018 ⁽⁶⁾	2019 ⁽⁶⁾	2020 ⁽⁶⁾	2021 ⁽⁶⁾	2022 ⁽⁶⁾	2023 ⁽⁶⁾	2024 ⁽⁶⁾
Other										
Spectrum JR/SR High School (1932)										
Square feet	19,159	19,159	19,487	19,487	20,351	20,351	20,351	20,351	20,351	20,351
Capacity	218	218	218	218	218	218	218	255	255	255
Enrollment	154	148	99	130	133	83	171	132	159	136
Willoughby Learning Center (1988)										
Square feet	44,155	44,155	44,155	44,155	44,155	44,155	44,155	44,155	44,155	44,155
Capacity	171	171	171	171	171	171	171	171	171	171
Enrollment	46	87	56	85	93	91	58	61	46	52

Notes:

(1) The District caps its enrollment at 750 for elementary schools, 1,200 for middle schools, and 1,800 for high schools.

(2) Rebuilt schools include only information after rebuilding.

(3) Square footage and capacity have changed for some schools due to the re-measurement and change of use of BRPH for the Five-Year Plant Survey.

(4) Square footage and capacity have changed for some schools due to remodeling work complete in 2011-12, building demolitions, ESE cluster sites

(5) Square footage and capacity have changed for some schools due to portable relocations and demolitions.

(6) Capacity has changed for some schools due to reclassification of room codes within FISH

Sources:

District records - Five-year facilities work plan

Florida Inventory of School Houses

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA**Principal Employers****Current Year and Nine Years Ago⁽¹⁾****(Unaudited)**

Current year (2023):			Percentage of Total County Employment	
Employer	Rank	Employees		Product/Service
Cleveland Clinic, formerly known as Martin Memorial Health Systems	1	3,900	4.90%	Health Care
Martin County School District	2	3,125	3.93%	Government
Martin County Government	3	1,876	2.36%	Government
Publix Super Markets	4	1,422	1.79%	Grocery Chain
Visiting Nurses Association of Florida	5	411	0.52%	Health Care
Wealth Revery Solutions	6	365	0.46%	Collection Agency
Day & Zimmermann NPS	7	360	0.45%	Engineering
Liberator Medical Holdings Inc	8	340	0.43%	Health Care
Triumph Group-Vought Aircraft Divison	9	333	0.42%	Aviation
Home Depot	10	329	0.41%	Retail
State of Florida				
Paradigm Precision				
Florida Power & Light				
Seacost National Bank				
City of Stuart				
Total		<u>12,461</u>	<u>15.67%</u>	
Nine years ago (2014):				
Cleveland Clinic, formerly known as Martin Memorial Health Systems	1	3,120	4.71%	Health Care
Martin County School District	2	2,528	3.81%	Government
Martin County Government	3	1,634	2.47%	Government
Publix Super Markets		-	-	
Visiting Nurses Association of Florida		-	-	
Wealth Revery Solutions		-	-	
Day & Zimmermann NPS		-	-	
Liberator Medical Holdings Inc	7	316	0.48%	Health Care
Triumph Group-Vought Aircraft Divison	6	324	0.49%	Aviation
Home Depot		-	-	
State of Florida	4	506	0.76%	Government
Paradigm Precision	5	369	0.56%	Manufacturer
Florida Power & Light	8	302	0.46%	Utility
Seacost National Bank	9	302	0.46%	Banking
City of Stuart	10	254	0.38%	Government
Total		<u>9,655</u>	<u>14.58%</u>	

Note:

Source:

Martin County CAFR 09/30/2023.

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Operating Statistics
Last 10 Fiscal Years
(Unaudited)

Fiscal Year	Operating Expenditures ⁽¹⁾	Student Memberships ⁽¹⁾	Cost per Student	Percentage Change	Teaching Staff ⁽²⁾	Student/Teacher Ratio
2014	\$ 159,360,627	18,296	\$ 8,710	1.28%	1,359	13.5
2015	163,500,791	18,583	8,798	1.00%	1,350	13.8
2016	163,407,720	18,714	8,732	-0.77%	1,373	13.6
2017	166,478,977	18,748	8,880	1.68%	1,387	13.5
2018	170,849,878	18,664	9,154	3.08%	1,355	13.8
2019	183,491,433	18,385	9,980	9.02%	1,399	13.1
2020	200,479,360	18,734	10,701	7.21%	1,431	13.1
2021	202,443,725	18,057	11,211	4.76%	1,378	13.1
2022	214,706,517	18,591	11,549	3.00%	1,381	13.5
2023	234,479,562	18,673	12,557	8.72%	1,368	13.6
2024	246,990,132	19,119	12,919	2.87%	1,400	13.7

Notes:

Expenditures include General and Special Revenue Funds. Community service, facilities acquisition and construction, and other capital outlay expenditures are excluded from amounts shown above.

Sources:

(1) District records

(2) Florida Department of Education - includes all instructional personnel. (classroom teachers, guidance counselors, and other, etc.)

Table 18

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
Food Service Operating Data
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year				Fiscal Year					
	2015	2016	2017 ⁽¹⁾	2018 ⁽²⁾	2019	2020 ⁽³⁾	2021	2022	2023 ⁽⁴⁾	2024
Days meals were served	180	180	178	173	180	131	180	180	176	180
Average number of free and reduced lunches served daily	6,939	7,270	7,556	7,827	7,574	7,501	7,102	6,151	6,825	6,944
Total number of free and reduced lunches served	1,249,031	1,308,652	1,344,882	1,354,034	1,363,383	982,639	1,278,291	1,107,234	1,201,214	1,249,834
Average daily subsidy received	\$ 34,178	\$ 37,906	\$ 40,754	\$ 43,349	\$ 40,950	\$ 37,021	\$ 36,599	\$ 49,319	\$ 40,973	\$ 40,412
Total subsidy received	\$ 6,152,078	\$ 6,823,024	\$ 7,254,275	\$ 7,499,412	\$ 7,371,040	\$ 4,849,702	\$ 6,587,889	\$ 8,877,450	\$ 7,211,213	\$ 7,274,208
Average number of lunches served daily	9,612	9,811	9,784	10,145	9,893	9,856	7,586	10,589	9,521	9,569
Total number of lunches served	1,730,235	1,765,894	1,741,463	1,755,017	1,780,769	1,291,088	1,365,513	1,906,084	1,675,745	1,722,333
Percentage of free and reduced lunches served to total meals	72.19%	74.11%	77.23%	77.15%	76.56%	76.11%	93.61%	58.09%	71.68%	72.57%
Average daily revenues	\$ 46,021	\$ 49,700	\$ 53,136	\$ 55,246	\$ 55,902	\$ 48,513	\$ 57,254	\$ 75,893	\$ 73,848	\$ 66,914
Total revenues	\$ 8,283,753	\$ 8,946,005	\$ 9,458,281	\$ 9,557,632	\$ 10,062,318	\$ 8,732,369	\$ 10,305,659	\$ 13,660,805	\$ 12,997,258	\$ 12,051,735
Average daily costs	\$ 46,289	\$ 53,597	\$ 54,772	\$ 53,956	\$ 53,608	\$ 49,266	\$ 51,055	\$ 65,425	\$ 70,397	\$ 66,405
Total costs	\$ 8,332,039	\$ 9,647,508	\$ 9,749,351	\$ 9,334,334	\$ 9,649,395	\$ 8,867,833	\$ 9,189,872	\$ 11,776,534	\$ 12,389,875	\$ 11,952,827

Note:

(1) District was closed on October 6, 2016 and October 7, 2016 due to Hurricane Matthew.

(2) District was closed September 7, 2017 through September 15, 2017 due to Hurricane Irma.

(3) Due to COVID-19, students were served 131 days under the National School Lunch Program. The Program changed to the Summer Feeding Program for the remainder of FY 2020.

(4) District was closed on September 28-29 and November 9-10 due to Hurricanes Erin and Nicole

Source: District Records



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SINGLE AUDIT SECTION





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DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA

Federal Reports and Schedules

Schedule of Expenditures of Federal Awards

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

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

Schedule of Findings and Questioned Costs

Summary Schedule of Prior Audit Findings

DISTRICT SCHOOL BOARD OF MARTIN COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Pass - Through Entity Identifying Number	Amount Provided to Subrecipients	Total Expenditures
Clustered				
Child Nutrition Cluster:				
United States Department of Agriculture:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	24002	\$ -	\$ 1,481,576
National School Lunch Program	10.555	23020, 24001, 24003	-	6,407,409
COVID-19 National School Lunch Program	COVID-19 10.555	22020	-	443,735
Total National School Lunch Program			-	8,332,720
Summer Food Service Program for Children	10.559	23006, 23007, 24006, 24007	-	283,393
Fresh Fruit and Vegetable Program	10.582	24004	-	305,304
Total Child Nutrition Cluster			-	8,921,417
Special Education Cluster:				
United States Department of Education:				
Florida Department of Education:				
Special Education - Grants to States	84.027	263	-	6,363,564
COVID-19 Special Education - Grants to States	COVID-19 84.027	263	-	141,082
Total Special Education - Grants to States			-	6,504,646
Special Education - Preschool Grants	84.173	267	-	156,406
COVID-19 Special Education - Preschool Grants	COVID-19 84.173	267	-	2,238
Total Special Education - Preschool Grants			-	158,644
Total Special Education Cluster			-	6,663,290
Head Start Cluster:				
United States Department of Health and Human Services:				
Head Start	93.600	N/A	-	1,502,535
Not Clustered				
United States Department of Agriculture:				
Florida Department of Health:				
Child and Adult Care Food Program	10.558	A-5809	-	399,829
United States Department of Defense:				
Army Junior Reserve Officers Training Corps	12.U01	N/A	-	60,592
Air Force Junior Reserve Officers Training Corps	12.U02	N/A	-	205,884
Total United States Department of Defense			-	266,476
United States Department of Justice:				
Florida Health Department				
STOP School Violence	16.839	None	-	8,189
United States Department of Justice:				
COVID-19 Emergency Connectivity Fund Program	COVID-19 32.009	N/A	-	997,536
United States Department of Education:				
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191	-	162,829
Title I Grants to Local Educational Agencies	84.010	212, 226	-	5,271,172
Career and Technical Education - Basic Grants to States	84.048	161	-	228,932
Title IX Part A Homeless Essa	84.196	127	-	64,546
English Language Acquisition State Grants	84.365	102	-	283,879
Supporting Effective Instruction State Grants	84.367	224	-	724,882
Student Support and Academic Enrichment Program	84.424	241	-	318,167
Education Stabilization Fund under the Coronavirus Aid, Relief, and Economic Security Act				
COVID-19 Elementary and Secondary School Emergency Relief	COVID-19 84.425D	124, 128	168,634	1,627,863
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief Fund	COVID-19 84.425U	121	1,537,556	12,280,350
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief Fund - Homeless Children & Youth Fund	COVID-19 84.425W	122	-	80,459
Total Education Stabilization Fund	84.425		1,706,190	13,988,672
Total United States Department of Education			1,706,190	21,043,079
United States Department of Homeland Security:				
Florida Division of Emergency Management:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Z1857, Z2941	-	13,463
Total Expenditures of Federal Awards			\$ 1,706,190	\$ 39,815,814

The accompanying notes are an integral part of this Schedule.

- (1) **Basis of Presentation.** The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of the Martin County School District under programs of the Federal Government for the fiscal year ending June 30, 2024. 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 or changes in net position of the District.
- (2) **Summary of Significant Account Policies.** Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (3) **Indirect Cost Rate.** The District has not elected to use the 10 percent de minimis cost rate allowed under the Uniform Guidance.
- (4) **Noncash Assistance for National School Lunch Program.** Includes \$615,125 of donated food received during the fiscal year. Donated foods are valued at fair value as determined at the time of donation.
- (5) **Head Start.** Expenditures include \$877,968 for grant number/program year 04CH011700-05-00, and \$624,567 for grant number/program year 04CH011700-04-00.

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

The Honorable Members
District School Board of Martin County, Florida
Stuart, 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, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Martin County, Florida (the "District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 31, 2025. Our report includes a reference to other auditors who audited the financial statements of the 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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

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

Purpose of this Report

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

Cherry Bekaert LLP

Orlando, Florida
March 31, 2025

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

The Honorable Members
District School Board of Martin County, Florida
Stuart, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the District School Board of Martin County, Florida's (the "District") compliance 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, 2024. 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.

The District's basic financial statements include the operations of discretely presented component units for which expenditures of federal awards, to the extent applicable, are not included in the District's schedule of expenditures of federal awards for the year ended June 30, 2024. Our audit, described below, did not include the operations of the discretely presented component units, because they were audited by other auditors.

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, 2024.

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 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.

Responsibilities of Management for Compliance

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

Auditor's Responsibility 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 of Internal Control over Compliance

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

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

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

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

Cherry Bekaert LLP

Orlando, Florida
March 31, 2025

DISTRICT SCHOOL BOARD OF MARTIN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Part I— Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? yes x no

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

Noncompliance material to financial
statements noted? yes x no

Federal Awards Section

Internal control over major programs:

Material weakness(es) identified? yes x no

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

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

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

Identification of major programs:

<u>Name of Program or Cluster</u>	<u>Assistance Listing Number</u>
Title I Grants to Local Educational Agencies	84.010
Education Stabilization Grant	84.425 D, U, and W

Dollar threshold used to determine Type A programs:
Federal \$1,194,474

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

DISTRICT SCHOOL BOARD OF MARTIN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Part II — Schedule of Financial Statement Findings

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

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

Part III — Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, as well as any material abuse findings, related to the audit of major programs, as required to be reported by 2 CFR 200.516(a).

DISTRICT SCHOOL BOARD OF MARTIN COUNTY
SUMMARY OF PRIOR YEAR FINDINGS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Summary of Prior Year Findings

Finding 2023-001 has been corrected.



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Independent Auditor's Management Letter

To the Honorable Members
District School Board of Martin County
Stuart, Florida

Report of the Financial Statements

We have audited the financial statements of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Martin County (the "District") as of and for the year ended June 30, 2024, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 31, 2025. We did not audit the financial statements of the discretely presented component units. Those financial statements were audited by other auditors.

Auditor's Responsibility

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

Other Reporting Requirements

We have issued our Report of the Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Report of Independent Auditor on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance; AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General; and the Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated March 31, 2025, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.804(1)(f)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements.

The name or official title and legal authority for the primary government and each component unit of the District are disclosed in Note 1 of the financial statements.

Financial Condition and Management

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

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

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

Transparency

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 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 has occurred, or is likely to have occurred, that has an effect on the financial statements that is less than material but 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.

Cherry Bekaert LLP

Orlando, Florida
March 31, 2025

**Report of Independent Accountant on Compliance
With Local Government Investment Policies**

To the Honorable Members
Martin County District School Board
Stuart, Florida

We have examined the District School Board of Martin County's (the "District") compliance with the local government investment policy requirements of Section 218.415, *Florida Statutes*, during the year ended June 30, 2024. Management of the District is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on the District's compliance with the specified requirements based on our examination.

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

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

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

In our opinion, the District complied, in all material respects, with the local investment policy requirements of Section 218.415, *Florida Statutes*, during the year ended June 30, 2024.

This report is intended solely for the information and use of the Florida Auditor General, the District Board members, and applicable management and is not intended to be, and should not be, used by anyone other than the specified parties.

Cherry Bekaert LLP

Orlando, Florida
March 31, 2025

