

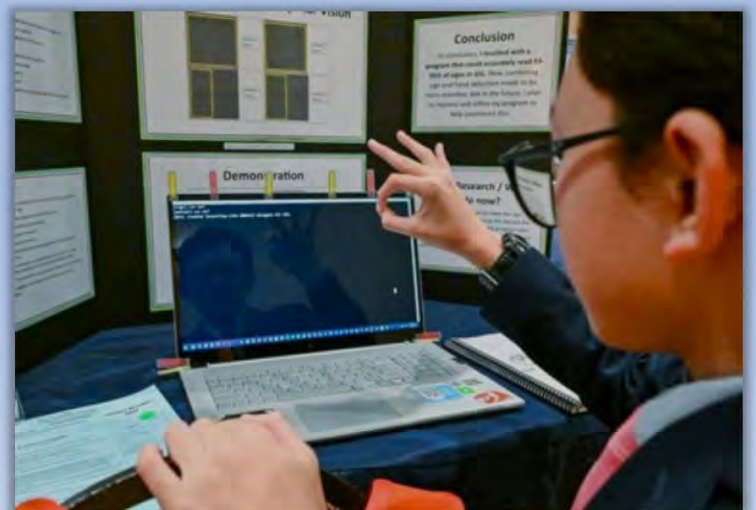


Annual Comprehensive Financial Report Fiscal Year Ended June 30, 2025 The School Board of Marion County, Florida



MCPS
MARION COUNTY PUBLIC SCHOOLS

"Helping Every Student Succeed"



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ANNUAL COMPREHENSIVE FINANCIAL REPORT

**THE SCHOOL BOARD OF MARION COUNTY
OCALA, FLORIDA**

**FISCAL YEAR ENDED
JUNE 30, 2025**

Dr. Diane V. Gullett, Superintendent of Schools

Prepared By:

The Finance Department

**The School Board of Marion County
P.O. Box 670
Ocala, FL 34478-0670**

**THE SCHOOL BOARD OF MARION COUNTY
OCALA, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED
JUNE 30, 2025**

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**THE SCHOOL BOARD OF MARION COUNTY
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**THE SCHOOL BOARD OF MARION COUNTY
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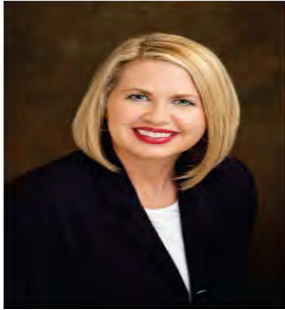
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INTRODUCTORY

Principal Officials as of June 30, 2025

District School Board



Dr. Allison Campbell
Member
District 1



Mrs. Lori Conrad
School Board Chair
District 2



Mr. Eric Cummings
School Board Vice-Chair
District 3



Mrs. Nancy Thrower
School Board Chair
District 4



Dr. Sarah James
Member
District 5

Executive Officials



Dr. Danielle Brewer
Interim Superintendent



Mr. Robert Rio-Welsh
Chief Financial Officer



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352.671.7700 • Fax 352.671.7581
FRS 800.955.8770 (voice) • 800.955.8771 (TTY)

December 15, 2025

Members of the Board
Marion County School Board
1614 E. Fort King Street
Ocala, Florida 34471

Dear School Board Members and Citizens of Marion County,

State statute requires that all local governments publish after the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report (ACFR) of the Marion County District School Board (the District), for the fiscal year ended June 30, 2025.

This report consists of management's representations concerning the finances of the District. Responsibility for the administration and management of the schools and the administrative support units of the District is vested in the Superintendent of Schools who serves as the Board Secretary and Chief Executive Officer. Accordingly, responsibility for the accuracy of the data and the completeness and fairness of presentation, including all disclosures, rests with the Superintendent and the designated representatives of the Superintendent. To provide a reasonable basis for making these representations, the Superintendent and/or her representatives have established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements. 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 District representatives, we assert that to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Purvis, Gray and Company, LLP, Certified Public Accountants have audited the District's financial statements. The goal of the independent audit is to provide reasonable assurance that the basic financial statements of the District for the fiscal year ended June 30, 2025, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic 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 an unmodified opinion that the District's basic financial statements for the fiscal year ended June 30, 2025, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report. The independent audit of the financial statements of the District was part of a broader, Federally mandated "Single Audit" designed to meet the special needs of Federal grantor agencies.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

This report contains the audited financial statements for all operations over which the District is financially accountable. Various potential component units were evaluated to determine whether they should be considered as part of the District's reporting entity. A component unit was considered to be part of the District's reporting entity when it was concluded that the District was financially accountable for the entity or the nature and significance of the relationship between the District and the entity was such that exclusion would cause the District's financial statements to be misleading. Based on established criteria, it was determined that a leasing corporation is identified as a component unit requiring blended presentation, and one direct support organization and five charter schools are component units with discrete presentations in the basic financial statements. Charter schools are funded by the State and Federal governments, and funds pass through the District for distribution to each charter school. Charter schools also receive grants and donations that do not pass through the school system. The notes to financial statements include a detailed discussion of the blended component unit and the component units that are discreetly presented in the basic financial statements.

The District is required to undergo an annual Single Audit in conformity with the provisions of the Uniform Guidance. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of Federal awards. Information related to this Single Audit, including the schedule of expenditures of Federal awards, the independent auditors' reports on internal control over financial reporting and on compliance and other matters, the independent auditors' report on Federal program compliance, and the schedule of findings and questioned costs, is included in section IV as additional elements of this report.

Profile of the School District

The District and its governing board (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 District school officials in accordance with Chapter 1001, Florida Statutes. The Board consists of five (5) elected officials responsible for the adoption of policies which govern the operation of the District's public schools. The Superintendent is responsible for the administration and management of the schools within the applicable parameters of State laws, State Board of Education Rules, and School Board policies. The Superintendent is also specifically delegated the responsibility of maintaining a uniform system of records and accounts for the District by State Board of Education Rule 6A-1.001, Florida Administrative Code.

The geographic boundaries of the District are coterminous with those of Marion County. Management of the District is independent of county and city governments. Covering 1,663 square miles, Marion County is one of the largest counties in Florida. In Fiscal 2025 student enrollment reached an all-time high of 46,004. This represents an 8.3% increase in student enrollment over the past ten years.

The District provides a full range of educational programs in Marion County. These include early childhood, kindergarten through 12th grade, basic and enriched programs, and exceptional student education. The District also provides vocational, workforce and adult programs.

Some key academic achievements and accomplishments are listed below:

- MCPS students showed continued academic growth in 2023–2024, with improved scores in nearly every grade and subject on the state’s FAST progress monitoring assessments. Proficiency rates increased in English Language Arts, Math, Science, and U.S. History, reflecting steady gains across schools and grade levels.
- MCPS and all its operated schools are now fully accredited by Cognia, the world leader in accrediting over 40K public and private schools, colleges, universities, and other education centers in 90 countries, impacting 17 million students.
- The FLDOE released 2023-2024 school grades, and 45 out of 50 Marion schools maintained or improved their grade from last year! Six schools earned an “A” grade, up from last year: Dr. N.H. Jones, Eighth Street, Hammett Bowen Jr., Ina A. Colen, Madison Street, and Ward-Highlands.
- Hammett Bowen Jr. Elementary School was named a 2024 Purple Star School of Distinction.
- Marion County’s graduation rate rose to 80.3% for the 2023–2024 school year, with all seven high schools showing gains and notable progress among ESE (+3.2%) and ELL (+3.4%) students.
- Shady Hill Elementary earned the PBIS Model School designation for the 2023-2024 school year by the FLPBIS Project, which recognizes schools that actively implement positive behavior interventions and support, demonstrate positive discipline outcomes, sustain Tier 1 practices, and share resources as demonstration sites.
- Belleview High, Dr. N.H. Jones Elementary, Dunnellon High, and Howard Middle Schools earned “Magnet School of Distinction” honors from the Magnet Schools of America Association. For Dunnellon High, it is the fourth year in a row to be named a “Magnet School of Distinction.”
- Thirty-one high school students from Belleview, Lake Weir, and North Marion High Schools have earned Cambridge Learner Awards for their performance on the June 2024 Cambridge exams. This includes one student achieving the Cambridge Scholar Award with distinction and two students earning merit.
- Marion Virtual School was named 2024 “Franchise of the Year” by Florida Virtual School (FLVS). The award honors “a franchise that has demonstrated full commitment, dedication, and excellence in all areas of service to their students and families.”
- Forest HS Student Television Network won Outstanding Achievement for Weekly News Show and HS Newsmagazine Show, and Distinguished Merit for HS Daily Taped News Show and HS Social Show.
- Fort King Middle School Robotics Club won first place in the Duke Energy Powering the Community AI Design Contest, their first time competing.
- MCPS wins National School Public Relations Association (NSPRA) awards. One Golden Achievement Award (one of just five Florida public school districts to win), two awards of excellence, two awards of merit, and three honorable mentions.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the District operates.

Economy. The District relies heavily upon state funding for the core of the educational programs within the District, and while the economic conditions of the nation and state interact with state funding adequacy and availability, the economic outlook for the District is consistent with the national situation. The State of Florida is dependent upon sales tax collections and tourism. In addition, the community within the District is wholly supportive of the educational program, as evidenced by the contribution of money, time and effort. Any funding fluctuations will mean that new programs, innovative initiatives and educational enhancements may not be available within the desired time frames.

The Board, Superintendent, and staff are acutely aware of the perils of interrupted revenue receipts. Prudent business practices, accompanied by statutes mandating balanced budgets, result in a continual review of the financial condition of the District.

Career Development. As the work force needs in the community change, the District works with the Ocala/Marion County Chamber and Economic Partnership, Career Source, local employers, and other organizations to help ensure our students are prepared to continue on to post-secondary education, the military, or to join our local work force.

Public-private partnerships are shaping strategies to help ensure students are prepared for highly skilled jobs available in Marion County. Marion Technical College (MTC) postsecondary programs and all Marion County secondary career and technical programs work cooperatively with local business advisory committees to ensure that all programs meet the standards for preparing students for productive careers and for continued education. New program offerings at the secondary levels are selected for implementation based upon projected job openings and high-skill, high-wage criteria.

Long-Term Financial Planning

Budgetary Controls. The District strives to maintain adequate fund balances and top debt ratings by careful management of its financial resources. The District establishes and maintains policies, procedures, and budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds are included in the annual appropriations budget. Although project length financial plans are adopted for the Capital Project Funds, the funding is contingent upon the annual budget adoption. Budgetary control is maintained for individual accounts or a group of accounts within each school or department through the use of an encumbrance accounting system. This process tests for availability of funds, which precludes a requisition for services, equipment, supplies or materials from becoming a purchase order if the account would be overspent. The budgetary process is discussed under the Budgetary Compliance and Accountability section of the Notes to Required Supplementary Information.

Capital/Facilities Plan. Long-term financial facility needs are addressed in a Five-Year District Facilities Work Plan encompassing all construction, maintenance, and facility renovation. The Facilities Work Plan is updated every year. Funding is provided primarily from the local capital outlay millage levy on an annual basis.

All school buildings across the county are maintained by the Facilities Department and vary among age and structure. Eighth Street Elementary, built in 1914, marks as the oldest school while Legacy Elementary, which was completed in 2011, marks as the newest addition. A complete list of schools with their year acquired and square footage can be referenced in the Statistical Section of this report on pages 121-122.

To protect, improve, and maintain our schools in our District takes many hours and days. It has become necessary to focus our capital outlay resources on preventative maintenance, repairs, and the upkeep or replacement of building systems. This is critical to continue to meet health, safety, and accessibility requirements. School districts in Florida have been hit hard by the reduction in local capital outlay taxing authority. In response to the U.S. recession in 2008 and 2009, the Florida Legislature reduced the capital millage authority of local school boards by 25%. This 25% reduction of the taxing rate, previously used by districts to meet the needs of facility maintenance, has forced school systems to utilize General Fund dollars to cover the expense of the ongoing, everyday operational projects at school sites and in turn has grown the deferred capital project listings.

On April 25, 2024, the Board issued \$329,000,000 in Certificate of Participation, Series 2024, at an interest rate of 5 percent, The payments on the Series 2024 are payable by the District annually on June 1st. The proceeds from this issue will be used for new Southwest High School "CCC", new Middle School "DD", new Elementary School "W", new Elementary School "X", Liberty Middle School addition, and the Osceola Middle New Gymnasium. During FY2025, these projects were begun with \$135 million in expenditures toward completion of these facilities.

We continue to update, adopt, and review existing facility maintenance needs within available resources.

Financial Information

A detailed explanation of the financial position and operating results of the District is provided in this report. The accounting policies of the District conform to GAAP applicable to governmental units. The statements and schedules included in the financial section of this report demonstrate the District's continued commitment to sound financial management.

Retirement Program

The District participates in the Florida Retirement System, which is administered by the State of Florida Department of Management Services. Note III.E to the financial statements describes the District's retirement program in greater detail.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the School District of Marion County, Florida, for its ACFR for fiscal year ended June 30, 2024. This is the twenty-fifth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of the Annual Comprehensive Financial Report could not have been accomplished without the loyal and dedicated assistance of the entire staff of the Finance Department, as well as the entire District administrative staff who provided assistance throughout the preparation of this report. We would like to thank the School Board Members for their interest and support in establishing responsible and progressive financial policies for the District. The citizens of Marion County are also to be commended for their continued support of the public schools.

As this fiscal year ends, and we look back at the events that have affected us as a District and as a community, our commitment to quality education is as strong as ever.

Respectfully submitted,

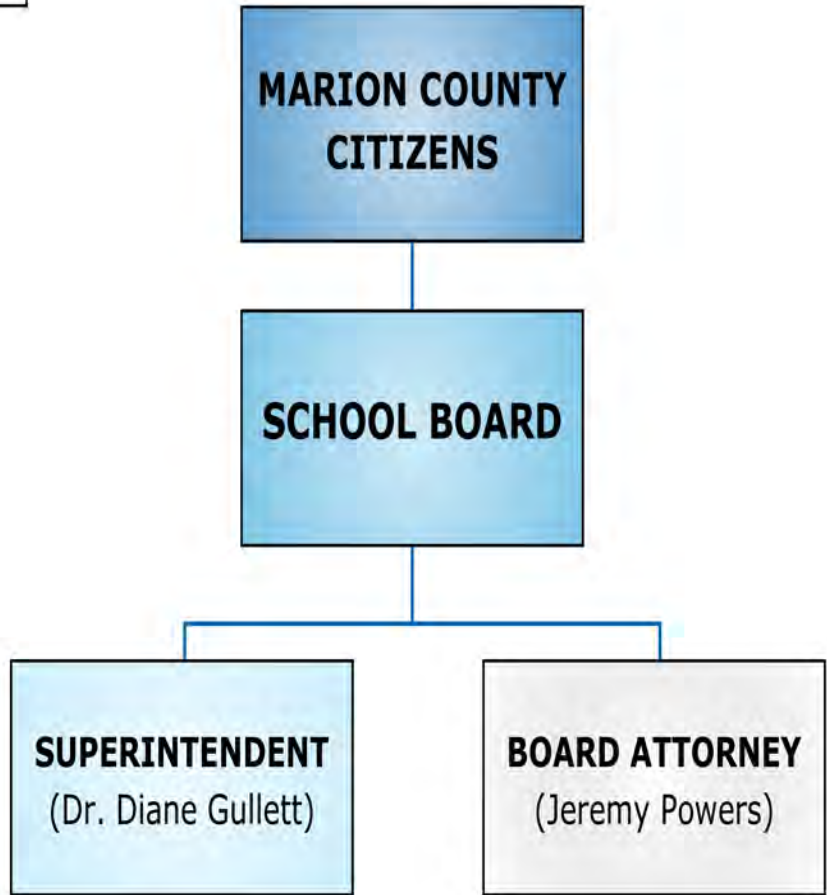


Danielle Brewer, Ed.D.
Interim Superintendent of Schools



Robert Rio-Welsh
Chief Financial Officer

**Marion County School Board
Organizational Chart 2024 - 2025**





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**School District of Marion County
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

This section contains the following subsections:

**Independent Auditor's Report
Management's Discussion and Analysis
Basic Financial Statements**

**Notes to Financial Statements
Required Supplementary Information
Notes to Required Supplementary Information**

**Supplementary Information:
Combining and Individual Fund Financial Statements and
Schedules**

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INDEPENDENT AUDITOR'S REPORT

Marion County District School Board and
Superintendent
Ocala, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying basic financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Marion County District School Board (the District) as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of and for the fiscal year ended June 30, 2025, and the respective changes in financial position 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 Marion Charter School, McIntosh Area School, and Ina A. Colen Academy, which represent 39%, -15%, and 61%, respectively, of the total assets, net position, and revenues of the aggregate discretely presented component units as of June 30, 2025, and the respective changes in financial position. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for these three component units, is based solely on the report of the other auditors.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

CERTIFIED PUBLIC ACCOUNTANTS

Gainesville | Ocala | Tallahassee | Sarasota | Orlando | Tampa

purvisgray.com

Members of American and Florida Institutes of Certified Public Accountants

Marion County District School Board and
Superintendent
Ocala, Florida

INDEPENDENT AUDITOR'S REPORT

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 Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the that the Management's Discussion and Analysis, Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – for all major funds as listed on the table of contents; Schedule of Proportionate Share of Net Pension Liability and Schedule of Contributions – Pension Plans – Florida

Marion County District School Board and
Superintendent
Ocala, Florida

INDEPENDENT AUDITOR'S REPORT

Retirement System; Schedule of Proportionate Share of Net Pension Liability and Schedule of District Contributions – Pension Plans – Health Insurance Subsidy; Schedule of Changes in Other Postemployment Benefit (OPEB) Plan Liability and Other Related Ratios; and Notes to Required Supplementary Information, as listed in the table of contents. 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 of the financial statements that collectively comprise of the District's basic financial statements. The accompanying combining and individual non-major fund financial statements and schedules, budget schedules for major capital project funds, and schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for the 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 related 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 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 themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, budget schedules for major capital projects funds, 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.

Marion County District School Board and
Superintendent
Ocala, Florida

INDEPENDENT AUDITOR'S REPORT

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 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 District's internal control over financial reporting and compliance.

Purvis Gray

December 15, 2025
Ocala, Florida

MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the Marion County District School Board (the District) has prepared the following discussion and analysis to provide an overview of the District's financial activities for the fiscal year ended June 30, 2025. The information contained in the Management's Discussion and Analysis (MD&A) is intended to highlight significant transactions, events, and conditions, and should be considered in conjunction with the District's financial statements and notes to financial statements found immediately following the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2024-25 fiscal year are as follows:

- Total Net Position is \$502,677,384, which represents a 18.45 percent increase from the 2023-24 fiscal year.
- General revenues total \$641,833,126, or 90.44 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions total \$67,869,668 or 9.56 percent of all revenues.
- Expenses total \$629,393,497; only \$67,869,668 of these expenses were offset by program revenues, with the remainder paid from general revenues. Total revenues exceed total expenses by \$80,309,297.
- The total assets and deferred outflows of resources of the district is \$1,337,393,264 and total liabilities and deferred inflows of resources is \$834,715,880.
- The total combined assigned and unassigned fund balance of the General Fund, representing the net fund balance that is spendable and not restricted or committed totals \$45,836,511 at June 30, 2025, or 9.62 percent of total General Fund revenues excluding transfer and loss recoveries. The unassigned fund balance totals \$17,876,630 which represents 3.75 percent of total General Fund revenues. The restricted balance of \$39,142,154 represents 8.21 percent of total General Fund Revenues and is restricted for activities related to State carry forward and referendum activities.

OVERVIEW OF THE FINANCIAL STATEMENTS

The basic financial statements consist of three components:

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

Government-Wide Financial Statements

The government-wide financial statements provide both short-term and long-term information about the District's overall financial condition in a manner similar to those of a private-sector business. The statements include a statement of net position and a statement of activities that are designed to provide consolidated financial information about the governmental activities of

the primary government presented on the accrual basis of accounting. The statement of net position provides information about the government's financial position, its assets, its liabilities, its deferred inflows and its deferred outflows of resources using an economic resources measurement focus. Assets plus deferred outflows of resources, less liabilities and deferred inflows of resources, equals net position, which is a measure of the District's financial health. The statement of activities presents information about the change in the District's net position, the results of operations during the fiscal year. An increase or decrease in net position is an indication of whether the District's financial health is improving or deteriorating.

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

Governmental activities—This represents most of the District's services, including its educational programs: basic, vocational, adult, and exceptional education. Support functions such as transportation and administration are also included. Local property taxes and the State's education finance program provide most of the resources that support these activities.

Component units—The District presents five separate legal entities in this report including the Marion Charter School, Inc.; the McIntosh Area School, Incorporated; The Clear Choice Academics, Inc., d/b/a Ocali Charter Middle School, Inc. and Ocali High School; Ina A. Colen Academy; and the Public Education Foundation of Marion County, Inc. Although the charter schools do not meet the specific financial accountability criteria, they are included in this report as component units based on the nature and significance of their relationship with the District to prevent the District's financial statements from being misleading. Financial information for these component units are reported separately from the financial information presented for the primary government.

The Marion County School Board Leasing Corporation, Inc. (Leasing Corporation), also a legally separate entity, was formed to facilitate financing for the acquisition of facilities and equipment for the District. Due to the substantive economic relationship between the District and the Leasing Corporation, the Leasing Corporation has been included as an integral part of the primary government.

Fund Financial Statements

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

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, the governmental funds utilize the current financial resources measurement focus rather than the economic resources measurement focus found in the government-wide financial statements.

The current financial resources measurement focus allows the governmental fund statements to provide information on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year.

The governmental fund statements provide a detailed short-term view that may be used to evaluate the District's near-term financing requirements. This short-term view is useful when compared to the long-term view presented as governmental activities in the government-wide financial statements. To facilitate this comparison, both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation of governmental funds to governmental activities.

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 Fund, Special Revenue - Federal Education Stabilization Fund, Capital Projects – Local Capital Improvement Fund and the Capital Projects - Other Capital Projects Fund. Data from the other seven governmental funds are considered nonmajor and are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements and are presented as supplementary information.

Proprietary Fund

Proprietary funds may be established to account for activities in which a fee is charged for services. The District maintains an internal service fund to report activities that provide services to support the District's other programs and functions through user charges. The District uses the internal service fund to account for the cost of the District's self-insurance risk management programs. Since these services predominantly benefit governmental functions, the internal service fund has been included within governmental activities in the government-wide financial statements.

Proprietary fund financial statements provide the same types of information as the government-wide financial statements, only in more detail. The internal service fund is presented in a single column in the proprietary fund 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 and the Silver River Museum. Fiduciary funds are not reflected in the government-wide statements because the resources are not available to support the District's own programs. In its fiduciary capacity, the District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes. The District uses Custodial Funds to account for resources held for student activities and groups and a Private-Purpose Trust Fund to account for private funds held for the Silver River Museum.

Notes to 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.

Required Supplementary Information

The District adopts an annual budget for its governmental funds. A budgetary comparison schedule has been provided for the General Fund and the major Special Revenue Funds to demonstrate compliance with the budget. Additional required supplementary information is presented relating to the schedule of change in other postemployment benefit plan liability and related ratios, and net pension liabilities and contributions.

Notes to Required Supplementary Information

The notes provide additional information that is essential for a full understanding of the data provided in the required supplementary information.

Other Supplementary Information

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial health. The following is a summary of the District's net position as of June 30, 2025, compared to net position as of June 30, 2024:

	Net Position, End of Year	
	Governmental Activities	
	6-30-25	6-30-24
Current Assets	\$ 507,537,329	\$ 582,586,359
Capital Assets, Net of Depreciation	732,374,075	565,598,421
Total Assets	<u>1,239,911,404</u>	<u>1,148,184,780</u>
Deferred Outflows of Resources	<u>97,481,860</u>	<u>94,163,542</u>
Total Assets and Deferred Outflows of Resources	1,337,393,264	1,242,348,322
Current Liabilities	56,318,943	40,902,784
Noncurrent Liabilities	733,502,956	752,457,733
Total Liabilities	<u>789,821,899</u>	<u>793,360,517</u>
Deferred Inflows of Resources	<u>44,893,981</u>	<u>28,086,637</u>
Total Liabilities and Deferred Inflows of Resources	834,715,880	821,447,154
Net Position:		
Net Investment in Capital Assets	541,208,592	499,041,931
Restricted	167,432,086	125,570,013
Unrestricted (Deficit)	<u>(205,963,294)</u>	<u>(200,215,443)</u>
Total Net Position	<u>\$ 502,677,384</u>	<u>\$ 424,396,501</u>

The largest portion of the District's net position reflects its investment in capital assets (e.g., land; buildings and fixed equipment; furniture, fixtures, right to use assets and equipment), less any related debt still outstanding net of unspent debt proceeds. Current assets increased due to amounts due to the district, additional investment balances due to investment earnings and additional funds available from property taxes. Although the investment in capital assets is reported net of related debt, the resources used to repay the debt must be provided from other sources, since the capital assets cannot be used to liquidate these liabilities.

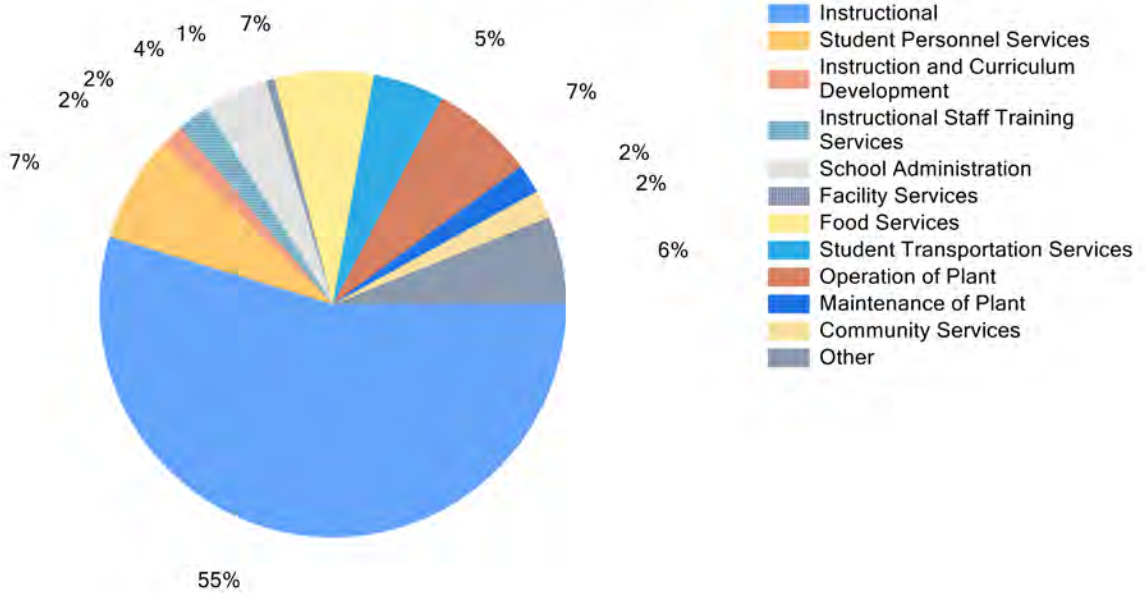
Long-term liabilities increased and deferred inflows of resources decreased primarily due to the District recognizing its proportionate share of the Florida Retirement System's net pension liability and deferred inflows of resources.

The restricted portion of the District's net position represents resources that are subject to external restrictions for capital projects, debt service, food service and other projects.

Governmental activities increased the District's net position by \$80,309,297 during the 2024-25 fiscal year, detailed as follows:

	Operating Results for the Fiscal Year Ended	
	Governmental Activities	
	06-30-25	06-30-24
Program Revenues:		
Charges for Services	\$ 10,779,421	\$ 10,034,786
Operating Grants and Contributions	42,733,484	41,694,287
Capital Grants and Contributions	14,356,763	2,173,282
General Revenues:		
Property Taxes Levied for Operational Purposes	180,661,898	165,994,835
Property Taxes Levied for Capital Projects	76,506,014	50,218,458
Grants and Contributions Not Restricted to Specific Programs	352,375,010	387,013,253
Unrestricted Investment Earnings	24,441,131	14,989,773
Miscellaneous	7,849,073	9,213,046
Total Revenues	<u>709,702,794</u>	<u>681,331,720</u>
Functions/Program Expenses:		
Instruction	334,791,204	350,178,111
Student Personnel Services	45,880,348	47,923,018
Instructional Media Services	5,006,849	5,309,857
Instruction and Curriculum Development	9,332,523	14,781,434
Instructional Staff Training Services	13,464,189	14,146,749
Instruction Related Technology	8,466,027	7,113,471
Board of Education	1,192,802	1,265,097
General Administration	4,084,550	6,400,770
School Administration	27,451,874	28,749,255
Facility Services	3,616,568	15,832,645
Fiscal Services	4,442,423	4,751,934
Food Services	42,023,763	41,390,462
Central Services	7,638,187	7,950,498
Student Transportation Services	30,260,868	30,386,370
Operation of Plant	43,891,269	46,052,943
Maintenance of Plant	12,416,376	12,817,575
Administrative Technology Services	6,428,793	5,902,200
Community Services	11,928,522	11,824,042
Other Debt Service Costs	-	-
Unallocated Interest on Long-Term Debt	17,076,362	2,426,310
Total Functions/Program Expenses	<u>629,393,497</u>	<u>655,202,741</u>
Increase (Decrease) in Net Position	80,309,297	26,128,979
Net Position - Beginning, Restated	422,368,087	398,267,522
Net Position - Ending	<u>\$ 502,677,384</u>	<u>\$ 424,396,501</u>

Functional Program Expenses



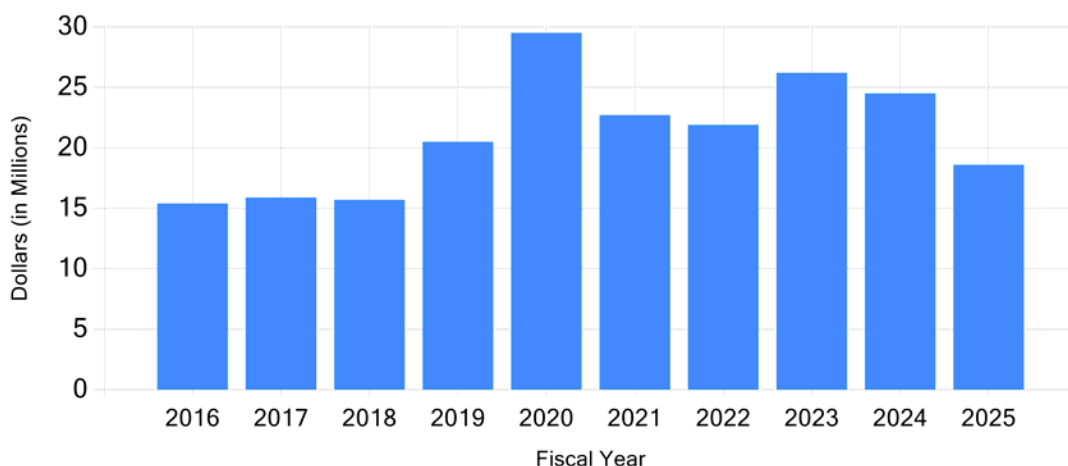
Key elements of the change in net position are as follows:

- Property values continue to rise providing increased property taxes for operations and capital projects.
- The increase in net investment in capital assets is due primarily to ongoing construction, including cafeteria improvements, electrical and HVAC upgrades, and district wide fencing and roof replacements. In addition, the District issued Certificates of Participation during 2024 to fund expansion of classrooms and other facilities on several campuses with construction beginning during 2024-25.
- The District continued to receive grants and funds from the Federal Education Stabilization Funds for academic acceleration, technology assistance, non-enrollment and lump sum to continue to offset the impact on school operations related to COVID-19 virus. It is important to note that the Federal Education Stabilization Funds ended on September 30, 2024.

Major Governmental Funds

General Fund: This fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance was \$17,876,630 while the total fund balance was \$104,440,541. The total fund balance decreased by \$(4,817,508) during the 2024-25 fiscal year. The decrease in fund balance is primarily due to an increase in property tax revenue of \$15 million that was offset by increases in expenses related to instruction, student personal services, school administration and capital outlay. The largest increase (approximately \$30 million) was in instruction and is related to additional employee costs and materials and supplies. Other factors included higher interest earnings than in previous years and non-recurring federal stabilization funds as a result of the pandemic. In addition, in the 2024-25 fiscal year the District allocated \$14,933,113 to the committed fund balance. The committed fund balance classification may include amounts that can be used only for the specific purpose determined by formal action of the District's highest level of decision making authority.

Unassigned General Fund Balance (in Millions)



Special Revenue – Federal Education Stabilization Fund:

This fund had revenues and expenditures and transfers out of \$22,610,124. Funding was mainly used for instruction and student support services as well as capital improvements. Because revenues in this fund are recognized to the extent expenditures are incurred, this fund generally does not accumulate a fund balance.

Capital Projects – Local Capital Improvement Fund:

This fund has a total fund balance of \$45,864,292 all of which is restricted for the acquisition, construction, and maintenance of capital assets. The fund experienced an increase in fund balance for 2025 of \$7,715,013. The District received increased property tax revenues due to increased assessed value that are driven by increased local real estate market values. During FY2025, impact fees and sales tax revenues, earmarked for capital projects, were new revenue streams for the District as well. These additional funds were offset by continuing improvements that include cafeteria improvements, electrical and HVAC upgrades, and district wide fencing and roof replacements.

Capital Projects - Other Capital Projects Fund

This fund has a total fund balance of \$226,394,622, all of which is restricted for the acquisition, construction, and maintenance of capital assets. The fund experienced a decrease in fund balance for 2025 of \$(96,306,871). The reason for the significant decrease in fund balance relates to proceeds from the 2024 Certificate of Participation, issued for construction of new facilities throughout the District. Construction related expenditures increased approximately \$135 million in 2024-25 as compared to 2023-24.

Proprietary Fund

Unrestricted net position of the Internal Service Fund totaled \$34,273,599 at June 30, 2025, an increase of \$3,043,549 from the previous fiscal year. Total operating expenses were \$72,297,205 comprised of salaries, employee benefits, purchased services, and expense claims. The increase in net position was due to increased revenues resulting from additional enrollees, investment income, and rebates offset by an increase in claims expense of \$10,454,157.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the course of the 2024-25 fiscal year, the District amended its General Fund budget several times due primarily to changes in estimated local and Federal through State funding levels and making corresponding adjustments to planned expenditures to ensure maintenance of an adequate fund balance.

The District made several management decisions to curtail spending, which resulted in actual expenditures being approximately \$69.4 million less than the original budget amounts.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2025, amounts to \$732,374,075 (net of accumulated depreciation). This investment in capital assets includes land; construction in progress; improvements other than buildings; buildings and fixed equipment; furniture, fixtures, and equipment; motor vehicles; leased assets; and audio-visual materials and computer software.

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

- Several heating, ventilating, and air conditioning and re-modeling projects were completed during the year.
- Cafeteria improvements.
- District wide fencing and roof replacements.
- Significant increases in Construction in Progress due to capital projects funded by the 2024 Certificates of Participation. This included construction on two new schools (Ross Prairie Elementary and Winding Oaks Elementary).
- Depreciation expense totaled \$31,287,404.

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

Long-Term Liabilities

At June 30, 2025, the District has \$362,319,056 total capital asset-related debt outstanding. This amount is composed of \$303,845,000 of certificates of participation payable, \$1,230,000 of bonds payable, \$6,857,740 of notes payable, \$430,836 of leases payable, subscription based technology arrangements (SBITA) of \$16,519,223 and \$33,436,257 of unamortized premiums. In FY2025, SBITA balances increased \$14,727,357. Changes in the other asset-related debt balances relates to scheduled payments and amortization of the premium.

Other items classified as long-term liabilities, in the government-wide financial statements, include the compensated absences liability totaling \$35,211,505, other postemployment benefits payable in the amount of \$18,353,188, estimated insurance claims payable totaling \$11,791,043, and net pension obligations totaling \$305,828,164.

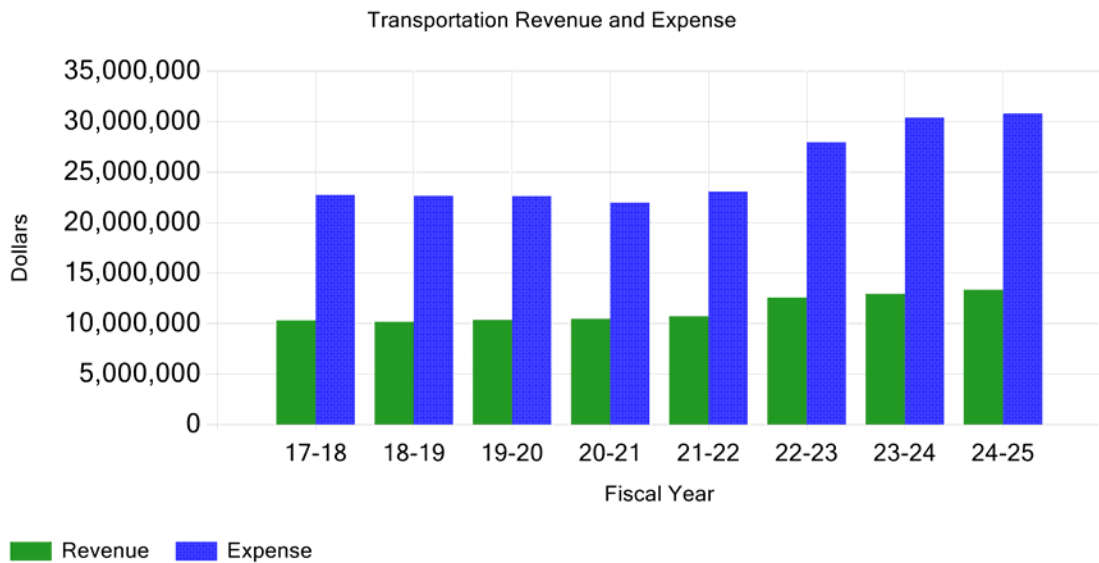
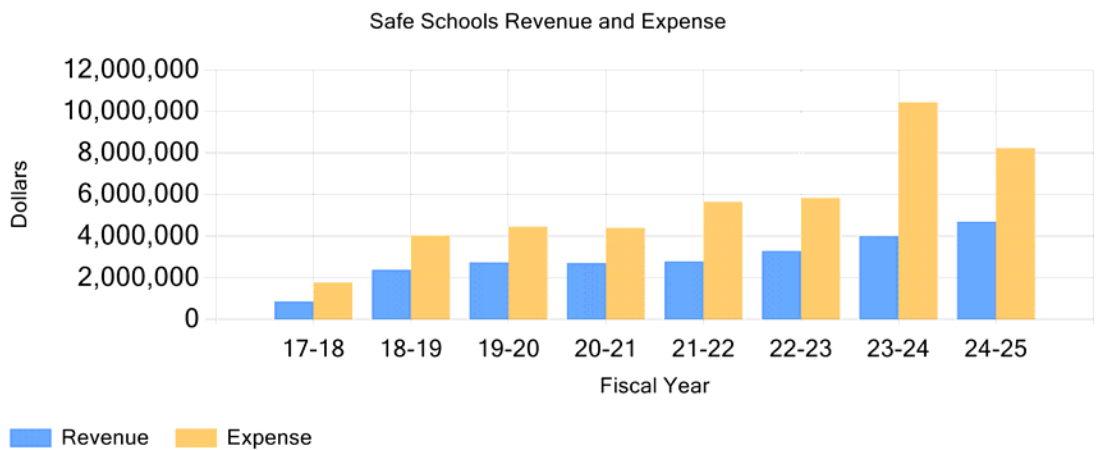
Additional information on the District’s long-term liabilities can be found in Note III.K. to the financial statements.

OTHER MATTERS OF SIGNIFICANCE

As a part of the State-wide educational funding formula, the District is given operational revenues through State appropriations. The District then aligns expenses to fall within those parameters.

Capital revenues are levied up to capacity based on the needs identified in the District Facilities Work Program to adequately house growth in the student population.

Transportation expenses, as well as partially funded mandates such as safe schools, continue to exceed revenues. Funding these areas from current operations continue to be challenging.



REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Marion County District School Board's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, School District of Marion County, Florida, 1614 E. Fort King Street, Ocala, FL 34471.



FINANCIAL

MARION COUNTY DISTRICT SCHOOL BOARD
STATEMENT OF NET POSITION
JUNE 30, 2025

	Primary Governmental	
	Governmental Activities	Component Units
Assets		
Cash	\$ 85,663,816	\$ 3,516,619
Investments	391,751,220	1,029,735
Accounts Receivable	539,561	327,254
Leases Receivable	1,475,114	-
Accrued Interest Receivable	1,156,553	-
Deposits Receivable	140,000	34,306
Due from Other Agencies	21,230,680	264,596
Inventories	4,186,002	157,400
Prepaid Items	1,394,383	71,816
Assets Held by Others	-	2,550,575
Capital Assets:		
Capital Assets Not Being Depreciated	205,101,662	364,833
Capital Assets Being Depreciated, Net	<u>527,272,413</u>	<u>6,351,627</u>
Total Assets	<u>1,239,911,404</u>	<u>14,668,761</u>
Deferred Outflows of Resources		
Deferred Amount on Refunding	208,904	-
Deferred Amount on Other Postemployment Benefits	3,185,649	-
Deferred Amount on Pension Liability	<u>94,087,307</u>	<u>446,408</u>
Total Deferred Outflows of Resources	<u>97,481,860</u>	<u>446,408</u>
Liabilities		
Salaries and Benefits Payable	2,838,276	43,568
Payroll Deductions and Withholdings Payable	1,984,100	-
Accounts Payable	18,815,444	152,980
Sales Tax Payable	12	-
Accrued Expenses	-	72,650
Deposits Payable	173,251	-
Construction Contracts Payable	25,033,808	-
Construction Contracts Payable - Retainage	4,975,120	-
Accrued Interest Payable	1,332,050	-
Due to Other Agencies	246,655	12,570
Unearned Revenue	920,227	-
Long-term Liabilities Due Within One Year	24,297,070	271,993
Long-term Liabilities Due After One Year	<u>709,205,886</u>	<u>10,880,901</u>
Total Liabilities	<u>789,821,899</u>	<u>11,434,662</u>
Deferred Inflows of Resources		
Deferred Inflow - Leases	1,452,899	-
Deferred Amount on Other Postemployment Benefits	9,008,020	-
Deferred Amount on Pension Liability	<u>34,433,062</u>	<u>161,876</u>
Total Deferred Inflows of Resources	<u>44,893,981</u>	<u>161,876</u>
Net Position		
Net Investment in Capital Assets	541,208,592	381,701
Restricted for:		
State Required Carryover Programs	25,812,891	-
Food Service	22,322,205	-
School Internal Accounts	3,646,695	-
Capital Projects	102,321,032	1,001,702
Referendum Property Tax	13,329,263	-
Other Purposes	-	2,991,488
Permanent Endowments: Nonexpendable	-	145,568
Unrestricted (Deficit)	<u>(205,963,294)</u>	<u>(1,001,828)</u>
Total Net Position	<u>\$ 502,677,384</u>	<u>\$ 3,518,631</u>

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

**MARION COUNTY DISTRICT SCHOOL BOARD
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	
					Governmental Activities	Component Units
Primary Government						
Governmental Activities:						
Instruction	\$ 334,791,204	\$ 9,764,283	\$ -	\$ -	\$ (325,026,921)	\$ -
Student Personnel Services	45,880,348	-	-	-	(45,880,348)	-
Instructional Media Services	5,006,849	-	-	-	(5,006,849)	-
Instruction and Curriculum Development	9,332,523	-	-	-	(9,332,523)	-
Instructional Staff Training Services	13,464,189	-	-	-	(13,464,189)	-
Instruction Related Technology	8,466,027	-	-	-	(8,466,027)	-
Board of Education	1,192,802	-	-	-	(1,192,802)	-
General Administration	4,084,550	-	-	-	(4,084,550)	-
School Administration	27,451,874	-	-	-	(27,451,874)	-
Facility Services	3,616,568	-	-	14,245,243	10,628,675	-
Fiscal Services	4,442,423	-	-	-	(4,442,423)	-
Food Services	42,023,763	819,911	42,733,484	-	1,529,632	-
Central Services	7,638,187	-	-	-	(7,638,187)	-
Student Transportation Services	30,260,868	195,227	-	-	(30,065,641)	-
Operation of Plant	43,891,269	-	-	-	(43,891,269)	-
Maintenance of Plant	12,416,376	-	-	-	(12,416,376)	-
Administrative Technology Services	6,428,793	-	-	-	(6,428,793)	-
Community Services	11,928,522	-	-	-	(11,928,522)	-
Interest on Long-term Debt	17,076,362	-	-	111,520	(16,964,842)	-
Total Primary Government	<u>\$ 629,393,497</u>	<u>\$ 10,779,421</u>	<u>\$ 42,733,484</u>	<u>\$ 14,356,763</u>	<u>\$ (561,523,829)</u>	<u>\$ -</u>
Component Units						
Component Units	\$ 14,951,744	\$ 487,028	\$ -	\$ 179,489	-	(14,285,227)
General Revenues						
Taxes:						
Property Taxes, Levied for Operational Purposes					180,661,898	-
Property Taxes, Levied for Capital Projects					76,506,014	-
Grants and Contributions Not Restricted to Specific Programs					352,375,010	14,182,317
Unrestricted Investment Earnings					24,441,131	134,148
Miscellaneous					7,849,073	-
Total General Revenues					<u>641,833,126</u>	<u>14,316,465</u>
Change in Net Position					80,309,297	31,238
Net Position - Beginning, as presented					424,396,501	3,487,393
Restatement - change in accounting principle					(2,028,414)	-
Net Position - Beginning (Restated)					422,368,087	3,487,393
Net Position - Ending					<u>\$ 502,677,384</u>	<u>\$ 3,518,631</u>

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

**MARION COUNTY DISTRICT SCHOOL BOARD
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2025**

	General Fund	Special Revenue - Federal Education Stabilization Fund
Assets		
Cash	\$ 10,323,862	\$ 10,173
Investments	105,375,537	-
Accounts Receivable	414,069	-
Leases Receivable	1,475,114	-
Accrued Interest Receivable	384,993	-
Due from Other Agencies	1,079,289	9,714
Due from Other Funds	-	-
Inventories	3,179,523	-
Prepaid Items	1,349,240	-
Total Assets	\$ 123,581,627	\$ 19,887
Liabilities, Deferred Inflows of Resources, and Fund Balances		
Liabilities		
Salaries and Benefits Payable	\$ 2,066,255	\$ -
Payroll Deductions and Withholdings Payable	1,884,046	2,783
Accounts Payable	11,412,489	-
Sales Tax Payable	12	-
Deposits Payable	169	-
Construction Contracts Payable	1,197,109	-
Construction Contracts Payable - Retainage	106,684	-
Due to Other Agencies	184,211	-
Due to Other Funds	-	-
Unearned Revenue	837,212	17,104
Total Liabilities	17,688,187	19,887
Deferred Inflows of Resources		
Deferred Inflow - Leases	1,452,899	-
Total Deferred Inflows of Resources	1,452,899	-
Fund Balances		
Nonspendable:		
Inventories	3,179,523	-
Prepaid Items	1,349,240	-
Total Nonspendable Fund Balance	4,528,763	-
Restricted for:		
State Required Carryover Programs	25,812,891	-
Referendum Property Tax	13,329,263	-
Debt Service	-	-
Capital Projects	-	-
Food Service	-	-
Internal Accounts	-	-
Total Restricted Fund Balance	39,142,154	-
Committed Fund Balance	14,933,113	-
Assigned for:		
Budget Shortfall 2024-25 Fiscal Year	27,959,881	-
Unassigned Fund Balance	17,876,630	-
Total Fund Balances	104,440,541	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 123,581,627	\$ 19,887

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

Capital Projects - Local Capital Improvement Fund	Capital Projects - Other Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ 19,589,885	\$ 6,448,234	\$ 16,519,454	\$ 52,891,608
14,373,414	244,219,075	9,723,866	373,691,892
-	-	62,079	476,148
-	-	-	1,475,114
-	771,560	-	1,156,553
69,670	15,887,997	4,184,010	21,230,680
18,327,749	-	362,966	18,690,715
-	-	1,006,479	4,186,002
-	-	16,815	1,366,055
<u>\$ 52,360,718</u>	<u>\$ 267,326,866</u>	<u>\$ 31,875,669</u>	<u>\$ 475,164,767</u>

\$ -	\$ -	\$ 762,774	\$ 2,829,029
-	-	97,271	1,984,100
1,109,657	447,738	881,875	13,851,759
-	-	-	12
-	-	173,082	173,251
4,655,278	18,026,124	1,155,297	25,033,808
731,491	4,130,633	6,312	4,975,120
-	-	62,444	246,655
-	18,327,749	362,966	18,690,715
-	-	65,911	920,227
<u>6,496,426</u>	<u>40,932,244</u>	<u>3,567,932</u>	<u>68,704,676</u>

-	-	-	1,452,899
-	-	-	1,452,899

-	-	1,006,479	4,186,002
-	-	16,815	1,366,055
-	-	1,023,294	5,552,057

-	-	-	25,812,891
-	-	-	13,329,263
-	-	905,392	905,392
45,864,292	226,394,622	1,433,445	273,692,359
-	-	21,309,322	21,309,322
-	-	3,646,695	3,646,695
<u>45,864,292</u>	<u>226,394,622</u>	<u>27,294,854</u>	<u>338,695,922</u>
-	-	-	14,933,113

-	-	-	27,959,881
-	-	(10,411)	17,866,219
<u>45,864,292</u>	<u>226,394,622</u>	<u>28,307,737</u>	<u>405,007,192</u>

<u>\$ 52,360,718</u>	<u>\$ 267,326,866</u>	<u>\$ 31,875,669</u>	<u>\$ 475,164,767</u>
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**MARION COUNTY DISTRICT SCHOOL BOARD
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2025**

Total Fund Balances - Governmental Funds \$ 405,007,192

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

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. 732,374,075

The deferred outflows of resources and deferred inflows of resources related to pensions, other postemployment benefits and debt refundings are applicable to future periods and, therefore, are not reported in the governmental funds.

Deferred Outflows related to Debt Refundings	\$ 208,904	
Deferred Outflows related to Other Post Employment Benefits	3,185,649	
Deferred Outflows related to Pensions	94,087,307	
Deferred Inflows related to Other Post Employment Benefits	(9,008,020)	
Deferred Inflows related to Pensions	<u>(34,433,062)</u>	54,040,778

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds.

Certificates of Participation	(303,845,000)	
Bonds Payable	(1,230,000)	
Note Payable	(6,857,740)	
Lease Payable	(430,836)	
Subscription Based Payable	(16,519,223)	
Unamortized Premiums	(33,436,257)	
Unamortized Prepaid Insurance - Debt Related	25,703	
Compensated Absences Payable	(35,211,505)	
Other Postemployment Benefit Liability	(18,353,188)	
Net Pension Liability	<u>(305,828,164)</u>	(721,686,210)

Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. 34,273,599

Accrued Interest on long-term debt is not due and payable in the current period and, therefore, is not reported as a liability in the governmental funds. (1,332,050)

Total Net Position - Governmental Activities \$ 502,677,384

**MARION COUNTY DISTRICT SCHOOL BOARD
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	General Fund	Formerly Major Fund Other Federal Programs Fund	Special Revenue - Federal Education Stabilization Fund
Revenues			
Intergovernmental:			
Federal Direct	\$ 576,259	\$ -	\$ -
Federal Through State and Local	2,743,536	-	22,610,124
State	269,894,285	-	-
Local:			
Property Taxes	180,458,419	-	-
Other	23,023,639	-	-
Total Revenues	476,696,138	-	22,610,124
Expenditures			
Current - Education:			
Instruction	286,442,061	-	14,577,672
Student Personnel Services	35,189,184	-	1,637,790
Instructional Media Services	4,888,398	-	13,611
Instruction and Curriculum Development	4,869,853	-	140,642
Instructional Staff Training Services	5,023,167	-	90,018
Instruction Related Technology	2,608,305	-	2,645,331
Board of Education	1,190,837	-	-
General Administration	2,217,231	-	445,610
School Administration	27,043,643	-	70,972
Facility Services	1,887,297	-	-
Fiscal Services	4,421,081	-	-
Food Services	-	-	-
Central Services	7,011,825	-	34,862
Student Transportation Services	27,335,009	-	424,885
Operation of Plant	42,955,439	-	24,927
Maintenance of Plant	12,397,555	-	-
Administrative Technology Services	5,222,525	-	27,997
Community Services	6,759,194	-	38,568
Capital Outlay:			
Facilities Acquisition and Construction	3,655,755	-	2,428,113
Other Capital Outlay	17,981,464	-	9,126
Debt Service:			
Retirement of Principal	5,805,192	-	-
Interest and Fiscal Charges	242,844	-	-
Dues and Fees	-	-	-
Total Expenditures	505,147,859	-	22,610,124
Excess (Deficiency) of Revenues Over Expenditures	(28,451,721)	-	-
Other Financing Sources (Uses)			
Insurance Loss Recoveries	572,650	-	-
Issuance of Debt - Leases/SBITAs	14,727,357	-	-
Sale of Capital Assets	109,228	-	-
Transfers In	8,246,198	-	-
Transfers Out	(21,220)	-	-
Total Other Financing Sources (Uses)	23,634,213	-	-
Net Change in Fund Balances	(4,817,508)	-	-
Fund Balances - Beginning	109,258,049	-	-
Fund Balances - Ending	\$ 104,440,541	\$ -	\$ -

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

Capital Projects - Local Capital Improvement Fund	Capital Projects - Other Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 1,517,169	\$ 2,093,428
-	-	85,354,721	110,708,381
-	5,178,112	5,660,498	280,732,895
56,114,438	-	-	236,572,857
2,089,523	45,728,751	6,174,668	77,016,581
<u>58,203,961</u>	<u>50,906,863</u>	<u>98,707,056</u>	<u>707,124,142</u>
-	-	20,351,836	321,371,569
-	-	8,946,498	45,773,472
-	-	16,450	4,918,459
-	-	4,111,218	9,121,713
-	-	8,374,855	13,488,040
-	-	720	5,254,356
-	-	-	1,190,837
-	-	1,426,561	4,089,402
-	-	378,126	27,492,741
184,882	447,735	-	2,519,914
-	-	-	4,421,081
-	-	41,716,954	41,716,954
-	-	161,116	7,207,803
-	-	316,407	28,076,301
-	-	83,646	43,064,012
-	-	3,228	12,400,783
-	-	-	5,250,522
-	-	5,164,012	11,961,774
27,966,238	135,162,830	1,796,217	171,009,153
-	-	4,120,421	22,111,011
-	-	9,416,379	15,221,571
-	-	17,254,134	17,496,978
-	-	269,693	269,693
<u>28,151,120</u>	<u>135,610,565</u>	<u>123,908,471</u>	<u>815,428,139</u>
<u>30,052,841</u>	<u>(84,703,702)</u>	<u>(25,201,415)</u>	<u>(108,303,997)</u>
-	-	60	572,710
-	-	-	14,727,357
-	-	-	109,228
-	-	26,343,659	34,589,857
<u>(22,337,828)</u>	<u>(11,603,169)</u>	<u>(627,640)</u>	<u>(34,589,857)</u>
<u>(22,337,828)</u>	<u>(11,603,169)</u>	<u>25,716,079</u>	<u>15,409,295</u>
7,715,013	(96,306,871)	514,664	(92,894,702)
<u>38,149,279</u>	<u>322,701,493</u>	<u>27,793,073</u>	<u>497,901,894</u>
<u>\$ 45,864,292</u>	<u>\$ 226,394,622</u>	<u>\$ 28,307,737</u>	<u>\$ 405,007,192</u>

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**MARION COUNTY DISTRICT SCHOOL BOARD
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Net Change in Fund Balances - Governmental Funds \$ (92,894,702)

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

Governmental funds report capital outlays as expenditures; however, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as a depreciation expense. This is the amount of capital asset activity in the current period:

Capital Asset Additions	\$ 199,896,514	
Depreciation Expense	(31,287,404)	
Loss on Disposal of Capital Assets	<u>(1,833,456)</u>	
		166,775,654

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount of debt payments during the year. 16,654,093

Debt Premiums on bond issues are amortized over the life of the debt in the statement of activities but are reported as revenues in the fund statements when debt is issued. This is the amount of current amortization. 2,097,702

Deferred amount on Refunding is amortized over the life of the debt in the statement of activities, but is reported as an expense in the fund statements when debt is issued. This is the amount of the current amortization. (201,887)

Prepaid insurance is amortized over the life of the debt in the statement of activities but is reported as revenues in the fund statements when debt is issued. This is the amount of current amortization. (8,568)

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

Florida Retirement System Pension Contribution	29,726,754	
Health Insurance Subsidy Pension Contribution	6,349,388	
Florida Retirement System Pension Expense	(30,656,946)	
Health Insurance Subsidy Pension Expense	<u>(4,462,088)</u>	
		957,108

The net decrease in accrued interest on long-term debt is reported in the statement of activities, but not in the fund statements. (1,196,938)

The issuance of bonds and similar long-term liabilities provides current financial resources to the governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities. Similarly, repayment of principal is an expenditure in governmental funds, but reduces the liability in the Statement of Net Position. These items are:

Proceeds from issuance of leases/SBITA	<u>(14,727,357)</u>	
		(14,727,357)

In the statement of activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental funds, expenditures are recognized based on the amounts actually paid for compensated absences. This is the net amount of compensated absences paid in excess of the amount earned in the current fiscal year. (843,301)

Governmental funds report other postemployment benefit contributions as expenditures. However, in the statement of activities, the actuarial cost of benefits earned net of employee contributions is reported as an expense. 657,580

Deferred inflow unavailable revenue recognized in current (prior) period. (3,636)

Internal service funds are used by management to charge the cost of certain activities, such as insurance to individual funds. The net income of internal service funds is reported with governmental activities. 3,043,549

Change in Net Position of Governmental Activities \$ 80,309,297

**MARION COUNTY DISTRICT SCHOOL BOARD
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025**

	<u>Internal Service Funds</u>
Assets	
Current Assets:	
Cash	\$ 32,772,208
Investments	18,059,328
Accounts Receivable	63,413
Deposits Receivable	140,000
Prepaid Items	2,625
Total Assets	<u>51,037,574</u>
Liabilities	
Current Liabilities:	
Salaries and Benefits Payable	9,247
Accounts Payable	4,963,685
Estimated Insurance Claims Payable	3,807,615
Total Current Liabilities	<u>8,780,547</u>
Noncurrent Liabilities:	
Estimated Insurance Claims Payable	7,983,428
Total Liabilities	<u>16,763,975</u>
Net Position	
Unrestricted	<u>\$ 34,273,599</u>

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

**MARION COUNTY DISTRICT SCHOOL BOARD
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Internal Service Funds</u>
Operating Revenues	
Charges for Services	\$ 69,554,108
Total Operating Revenues	<u>69,554,108</u>
Operating Expenses	
Salaries	265,504
Employee Benefits	103,314
Purchased Services	9,504,135
Claim Expense	62,424,252
Total Operating Expenses	<u>72,297,205</u>
Operating Income	<u>(2,743,097)</u>
Nonoperating Revenue	
Investment Income	1,760,533
Increase in Fair Value of Investments	139,818
Other Miscellaneous Local Sources	3,886,295
Total Nonoperating Revenue	<u>5,786,646</u>
Change in Net Position	3,043,549
Net Position - Beginning	<u>31,230,050</u>
Net Position - Ending	<u><u>\$ 34,273,599</u></u>

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

**MARION COUNTY DISTRICT SCHOOL BOARD
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Internal Service Funds
Cash Flows from Operating Activities	
Cash Received from Interfund Services Provided	\$ 69,499,376
Cash Payments to Suppliers for Goods and Services	(9,135,074)
Cash Payments to Employees for Services	(366,620)
Cash Received from Health Insurance Carriers	3,886,295
Cash Payments for Insurance Claim Payments	(61,757,366)
Net Cash Provided by Operating Activities	2,126,611
Cash Flows from Noncapital Financing Activities	
Cash Payment for Temporary Loan to Other Funds	-
Net Cash Used for Noncapital Financing Activities	-
Cash Flows from Investing Activities	
Purchase of Investments	5,091,202
Investment Income	1,760,533
Net Cash Provided by Investing Activities	6,851,735
Net Decrease in Cash	8,978,346
Cash, Beginning of Year	23,793,862
Cash, End of Year	\$ 32,772,208
 <u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</u>	
Operating Income	\$ (2,743,097)
Miscellaneous Non-operating revenue	3,886,295
Adjustments to Reconcile Operating Income to Miscellaneous Non-operating revenue	
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(54,732)
Increase in Prepaid Items	4,070
Increase in Salaries and Benefits Payable	2,198
Increase in Accounts Payable	364,991
Decrease in Estimated Insurance Claims Payable	666,886
Net Cash Provided by Operating Activities	\$ 2,126,611

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

**MARION COUNTY DISTRICT SCHOOL BOARD
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2025**

	Private-Purpose Trust Fund	Custodial Funds
ASSETS		
Cash	\$ -	\$ 1,079,706
Investments	418,168	-
TOTAL ASSETS	\$ 418,168	\$ 1,079,706
NET POSITION		
Held in Trust for Silver River Museum	\$ 418,168	\$ -
Restricted for School Internal Accounts	-	1,079,706
TOTAL NET POSITION	\$ 418,168	\$ 1,079,706

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

**MARION COUNTY DISTRICT SCHOOL BOARD
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Private-Purpose Trust Fund	Custodial Funds
ADDITIONS		
Investment Earnings:		
Investment Loss	\$ (26,850)	\$ -
Net Increase in Fair Value of Investments	27,221	-
Clubs, Donations and Booster Activities	-	3,737,485
Total Additions	<u>371</u>	<u>3,737,485</u>
DEDUCTIONS		
Materials, Supplies and Other Expenses	-	3,629,136
Change in Net Position	371	108,349
Net Position - Beginning	<u>417,797</u>	<u>971,357</u>
Net Position - Ending	<u>\$ 418,168</u>	<u>\$ 1,079,706</u>

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

MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Marion 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 Marion County School District (District) is considered part of the Florida system of public education, operates under the general direction of the Florida Department of Education, and is governed by State laws 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 Marion County.

Criteria for determining if other entities are potential component units that should be reported within the District's basic financial statements are identified and described in the Governmental Accounting Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. The application of these criteria provides for identification of any legally separate entities for which the Board is financially accountable and other organizations for which the nature and significance of their relationship with the Board are such that exclusion would cause the District's basic financial statements to be misleading.

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

Blended Component Unit Blended component units, are in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the District. The Marion County School Board Leasing Corporation (Leasing Corporation) was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in Note III.K.6. Due to the substantive economic relationship between the District and the Leasing Corporation, the financial activities of the Leasing Corporation are included in the accompanying basic financial statements. Separate financial statements for the Leasing Corporation are not published.

Discretely Presented Component Units The component units columns in the government-wide financial statements include the financial data of the District's other component units.

The Public Education Foundation of Marion County, Inc. (Foundation), is a separate not-for-profit corporation organized and operated as a direct-support organization to receive, hold, invest, and administer property and to make expenditures to and for the benefit of the District. Because of the nature and significance of its relationship with the District, the Foundation is considered a component unit.

The Marion Charter School, Inc.; the McIntosh Area School, Incorporated; The Clear Choice Academics, Inc. d/b/a Ocali Middle School; The Clear Choice Academics, Inc. d/b/a Ocali High School, and the Ina A. Colen Academy are 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 charters approved by its

MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2025

sponsor, the Marion County District School Board. The charter schools are considered to be a component unit of the District because the District is financially accountable for the charter schools as the District established the charter schools by approval of the charter, which is tantamount to the initial appointment of the charter schools, and there is the potential for the charter schools to impose specific financial burdens on the District. In addition, pursuant to the Florida Constitution, the charter schools are a public school and the District is responsible for the operation, control and supervision of public schools within the District.

The financial data reported on the accompanying statements was derived from the Foundation's and the charter schools' audited financial statements for the fiscal year ended June 30, 2025. These audited reports are filed in the District's administrative offices at 1614 East Fort King Street, Ocala, Florida 34471.

B. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities are normally supported by taxes, intergovernmental revenues, and other non-exchange transactions. The primary government is reported separately from certain 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. 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 is charged to the functional category that initially purchased the related asset.

C. Basis of Presentation: Government-wide Financial Statements

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

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

D. Basis of Presentation: Fund Financial Statements

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

MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2025

The District reports the following major governmental funds:

- General Fund – to account for all financial resources not required to be accounted for in another fund, and for certain revenues from the State that are legally restricted to be expended for specific current operating purposes.
- Special Revenue - Federal Education Stabilization Fund - to account for Federal funds received under the Coronavirus Aid, Relief, and Economic Security (CARES) Act.
- Capital Projects – Local Capital Improvement 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, new and replacement equipment, motor vehicle purchases, and debt service payments.
- Capital Projects - Other Capital Projects Fund - to account for the financial resources from other sources for educational capital outlay needs, including new construction, renovation and remodeling projects.

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

- Internal Service Fund – to account for the District's individual self-insurance programs.
- Private-Purpose Trust Fund – to account for resources provided for the benefit of the Silver River Museum.
- Custodial Funds – to account for resources of the school internal funds, which are used to administer moneys collected at several schools in connection with school, student athletic, and club activities. These assets are held for the benefit of students and the District does not have administrative involvement with the assets nor were the assets derived from the District's sources of revenue received for those students. These funds are combined and reported in one custodial fund of the District. The trusts/donations accounts for those funds collected for a specific restricted purpose that can only be expended in accordance with the donor's provisions as required by the Florida Department of Education.

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

E. Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of

MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2025

resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized in the year for which they are levied. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Property taxes, sales taxes, franchise taxes, licenses 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditures are generally recognized when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, claims and judgments, pension benefits, other postemployment benefits, and compensated absences, are only recorded when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt is reported as other financing sources. Allocations of cost, such as depreciation, are not recognized in governmental funds.

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

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

F. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates. The most significant estimates used are those used in the actuarial assumptions for the Other Post Employment Benefits Liability, Net Pension Liability, and the Estimated Insurance Claims Payable along with depreciable useful lives of capital assets.

MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2025

G. Assets, Liabilities, Deferred Outflows and Inflows of Resources, and Net Position/Fund Balance

1. Cash

The District's cash is considered to be cash on hand and in demand deposits.

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

The Foundation considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

2. Investments

Investments consist of amounts placed with the State Board of Administration (SBA) in Florida PRIME created by Section 218.405, Florida Statutes and those made locally. These investment pools operate under investment guidelines established by Section 215.47, Florida Statutes.

The District's investments in Florida PRIME and Florida Public Assets for Liquidity Management (FL Palm) meet all of the necessary criteria to elect to measure all of the investments in Florida PRIME and Florida Palm at amortized cost. Like money market funds, a participant's account balance is a share of the investment pool, not the underlying securities, and reported at amortized cost which is considered the fair value of the participant's investment. Florida Prime and FL Palm are external investment pools that are not registered with the Securities and Exchange Commission (SEC), but operate in a manner consistent with the SEC's Rule 2a-7 of the Investment Company Act of 1940. There are no fees or restrictions to withdraw from either of these pools.

The District's investment policy established permitted investments, asset allocation limits and issuer limits, credit rating requirements, and maturity limits to protect the District's cash and investment assets. The District maintains a common cash and investment pool for the use of all funds. Earnings are allocated monthly to each fund based on end of month balances.

The District's investments made locally consist of investments in direct obligations of the United States Treasury, Federal instrumentalities, corporate bonds, municipal obligations, and registered investment companies (money market funds), which are reported at fair value.

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Authorized investments for endowments include equities, hedged funds, and real estate. The District has a formal investment policy that allows for the following investments for governmental funds:

Sector	Sector Maximum (%)	Per Issuer Maximum (%)	Minimum Ratings Requirement (Moody's or Standard and Poor's)	Maximum Maturity
US Treasury	100%	100%	N/A	5.50 Years
GNMA	100%	40%	N/A	5.50 Years
Other U.S. Government Guaranteed	100%	10%	N.A	5.50 Years
Federal Agency/GSE:FNMA,FHLMC, FHLB,FFCB	80%	40%	N/A	5.50 Years
Federal Agency/GSE other than those above	80%	10%	N/A	5.50 Years
Supranationals	25%	10%	A-1/P-1, AAA/Aaa or equivalent	5.50 Years
Corporates	50%	5%	A-1/P=1,A-/A3 or equivalent	5.50 Years
Municipals	25%	5%	SP-1/MIG 1, A-/A3, or equivalent	5.50 Years
Agency Mortgage-Backed Securities (MBS)	25%	40%	N/A	5.50 Years
Asset-Backed Securities (ABS)	25%	5%	A-1+/P-1,AAA/Aaa, or equivalent	5.50 Years
Non-Negotiable Collateralized Bank Deposits or Savings Accounts	50%	None	None	2 Years
Commercial Paper (CP)	50%	5%	A-1/P-1, or equivalent	270 days
Banker's Acceptances (Bas)	10%	5%	A-1/P-1, or equivalent	180 days
Money Market Funds (MMF)	50%	25%	AAAm/Aaa-mf,or equivalent	N/A
Intergovernmental Investment Pool	75%	50%	AAAm/AAAf,S1, or equivalent	N/A
Florida Local Government Surplus Funds Trust Funds ("Florida Prime")	25%	N/A	AAAm/Aaa-mf, or equivalent	N/A

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

3. Inventories and Prepaid Items

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories, except those for purchased food, donated foods, certain nonfood supplies, and fuel, are stated at cost on a moving-average basis.

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Purchased food, nonfood supplies purchased by various food service operations, and fuel inventories are valued at last invoice cost which approximates the first-in, first-out basis. United States Department of Agriculture donated foods are stated at their fair value as determined at the time of donation to the District's food service program by the Florida Department of Agriculture and Consumer Services, Bureau of Food Distribution. The costs of inventories are recorded as expenditures when used rather than purchased.

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

4. 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 \$1,000 or more; except computer software which are those costing \$5,000 or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. For leases and subscription-base information technology arrangements (SBITAs), the District capitalizes intangible right-to-use lease/SBITA assets when the lease/SBITA liability is \$5,000 or greater. Donated capital assets are recorded at acquisition value at the date of donation.

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

<u>Description</u>	<u>Estimated Lives</u>
Improvements Other than Buildings	7 - 20 years
Buildings and Fixed Equipment	25 - 50 years
Furniture, Fixtures, and Equipment	5 - 20 years
Motor Vehicles	7 - 12 years
Lease Assets - Equipment	2 - 20 years
Lease Assets - Building	25 - 50 years
Subscription-based Information Technology Arrangements (SBITAs)	3-5 years
Audio Visual Materials and Computer Software	3 - 5 years

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

5. Deferred Outflows and 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 deferred outflows of resources related to pensions and Other Post Employment Benefits

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(OPEB) are discussed in subsequent notes. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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 has three types of items that qualify for reporting in this category. The deferred inflows of resources related to pensions and OPEB are discussed in subsequent notes. Deferred Inflows - Leases are established when the District is the lessor in an arrangement under GASB Statement No 87. This offset to the lease receivable is recognized as revenue over the life of the lease term. On the fund level statement deferred unavailable revenues reflect the amounts due to the district that were not available during the revenue recognition period.

6. Long-Term Liabilities

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

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

Changes in long-term liabilities for the current year are reported in Note III.K.

7. Leases/Subscription-Based Information Technology Arrangements (SBITAs)

The District entered into noncancelable leases for the right to use equipment and facilities throughout its operations. When the District is the lessee, the contract results in recognition of a right-to-use intangible asset that is offset by a corresponding lease liability. When the District is the lessor, the contract results in recognition of a lease receivable and corresponding deferred inflows of resources. Lease intangible assets are reported with capital assets and lease liabilities are reported with long term liabilities on the government-wide statements.

At commencement of a lease when the District is the lessee, the District initially measures the lease liability at the present value of total payments over the lease term. The lease asset is measured as the value of the lease liability, adjusted for any prepayments, plus certain initial direct costs. At commencement of a lease when the District is the lessor, the District measures the lease receivable at the present value of expected rental receipts over the lease term. The deferred inflow of resources is

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measured as the initial amount of the lease receivable, adjusted for prepayments received prior to the lease commencement.

The District also has entered into various noncancelable Subscription-Based Technology Arrangements (SBITAs) for governmental activities. The District recognizes a liability and intangible SBITA asset in the government-wide financial statements.

At commencement of the SBITA, the liability is measured at the present value of payments expected to be made during the subscription term. In subsequent fiscal years, the liability is reduced by the principal portion of payments made. The asset is initially measured as the amount of the liability. In subsequent fiscal years the SBITA asset is amortized on a straight-line basis over its useful life which is the same as the subscription term.

Estimates and judgements are sometimes made when determining the discount rate and overall term for leases/SBITAs. The District monitors its leases/SBITAs for significant changes in circumstances that warrant a remeasurement of the lease/SBITA liability and associated intangible asset, and/or lease receivable and associated deferred inflow of resources.

8. Compensated Absences

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

9. Pensions

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

The District's retirement plans and related amounts are described in Note III.E

10. Net Position Flow Assumption

The District occasionally funds outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. To calculate the amounts to report as restricted – net position and unrestricted – net position in the

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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.

11. Fund Balance Flow Assumptions

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

12. Fund Balance Policies

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

The committed fund balance classification may include amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of

decision-making authority. The Board is the highest level of decision-making authority for the District that can, by adoption of a resolution or Board policy prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution or board policy remains in place until a similar action is taken (the adoption of another resolution or amendment of the policy) to remove or revise the limitation.

As such, the District has established a stabilization arrangement in Board Policy 6235, *Fund Balance*, to cover unforeseen events. The minimum amount to be contained in the Stabilization Account is ten percent (10%) of the most recent audited annual operating revenues excluding interfund transfers for the General Fund. The Stabilization Account includes the minimum fund balance levels required by F.S. 1011.051. An annual transfer will be made to the Stabilization Account until the desired ten percent (10%) is achieved.

Amounts held in the Stabilization Account may be expended only under specified limited circumstances. The circumstances when it is necessary to appropriate or spend required by this section, are set forth below. The existence of the circumstances must be declared by four-fifths majority vote of all of the members of the Board establishing that one (1) or more of the criteria listed below exists:

- Expenditures for emergency situations from natural disasters for life, health, or public safety issues for which no appropriation exists.

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- Situations where a significant revenue decline of five percent (5%) of General Fund original budgeted estimated revenues (excluding transfers in) arises that could not have reasonably been foreseen, and for which new revenue is not available and transfers of existing appropriations are not considered feasible or appropriate in maintaining existing service levels.
- Correcting the results of an inaccurate estimate, accounting error, or budgeting error in excess of five percent (5%) of General Fund original budgeted estimated revenues (excluding transfers in).

The stabilization balance and amount reported as committed fund balance was \$14,933,113 at June 30, 2025.

Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed.

The Board may assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment. Accordingly, the Board approved assigned amounts within the general fund for an anticipated shortfall in the 2024-2025 fiscal year.

H. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as program revenues include charges paid by the recipient of the goods or services offered by the program, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than program revenues. Revenues that are not classified as program revenues are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

2. State Revenue Sources

Significant revenues from State sources for current operations include the Florida Education Finance Program administered by the Florida Department of Education (Department) under the provisions of Section 1011.62, Florida Statutes. In accordance with this law, the District determines and reports the number of full-time equivalent (FTE) students and related data to the Department. The Department performs certain edit checks on the reported number of FTE and related data, and calculates the allocation of funds to the District. The District is permitted to amend its original reporting for a period of five months following the date of the original reporting. Such amendments may impact funding allocations for subsequent years. The

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Department may also adjust subsequent fiscal period allocations based upon an audit of the District's compliance in determining and reporting FTE and related data. Normally, such adjustments are treated as reductions or additions of revenue in the year when the adjustments are made.

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

A schedule of revenue from State sources for the current year is presented in Note III.M.1.

3. District Property Taxes

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

On August 28, 2018, Marion County voters approved a one mill ad valorem tax for educational enhancement. Specifically, the funds were to be used to restore programs previously affected by the recession, level funding and operating expenses associated with reading, physical education, art, music, library/media, vocational programs, meeting class size requirements, and retaining teachers and paraprofessionals. In November 2022, voters approved the request for renewal of the one-mil and valorem taxes and included safe schools into the fund uses. The renewal will expire on June 30, 2027. Unexpended funds are shown as restricted fund balance in the General Fund.

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

The Board adopted the 2024-2025 tax levy on September 9, 2024. 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,

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except that revenue is accrued for taxes collected by the Marion County Tax Collector at fiscal year-end but not yet remitted to the District.

Millages and taxes budgeted for the current year are presented in Note III.L.2.

4. 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.

5. Proprietary Fund Operating and Nonoperating Revenues and Expenses

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

II. ACCOUNTING CHANGES

Governmental Accounting Standards Board Statement No. 100 and 101

Effective July 1, 2023, the District adopted GASB Statement No. 100, Accounting Changes and Error Corrections. The impact of this statement was determined to primarily related to the provisions regarding a change to or within the financial reporting entity. For the current year, the Special Revenue -Other Federal Programs Fund no longer meets the definition of a major fund. That fund has a fund balance of zero so there is no impact to fund balance or net position for fiscal 2025.

**Reporting Units Affected by Adjustments to and
Restatements of Beginning Balances**

	Major <u>Governmental Funds</u>	Beginning <u>Net Position</u>
6-30-24, as Previously Reported	\$ 470,108,821	\$ 424,396,501
Change within Financial Reporting	-	
Implementation of GASB 101	\$ -	\$ (2,028,414)
	\$ 470,108,821	\$ 422,368,087

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Effective July 1, 2024, the District adopted GASB Statement No. 101 Compensated Absences. The impact of this statement was a reduction in beginning net position of \$2,028,414.

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash Deposits with Financial Institutions

Custodial Credit Risk-Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to the District. All bank balances of the District are fully insured or collateralized as required by Chapter 280, Florida Statutes.

B. Investments

As of June 30, 2025, the District had the following investments and maturities:

Security Type	Duration Year	Credit Rating (1)	Fair Value	Fair Value Measurement (3)
<u>Primary Government</u>				
State Board of Administration (SBA):				
Florida PRIME	0.10	AAAm	\$ 19,151,307	n/a
US Treasury Notes	2.02	Aa1	158,859,115	2
Agency MBS	2.01	AA+	306,849	2
Agency CMO	1.45	AA+	21,649	2
Agency CMBS	1.51	AAA	6,773,145	2
Money Market Funds:				
Regions Bank	n/a	n/a	70,435	1
US Bank		n/a	325,980	
FL FIT	n/a	n/a	873,051	n/a
FL PALM	n/a	n/a	82,754,234	n/a
FL PALM TERM		n/a	99,269,185	
Corporate Bonds	1.8	Aaa/Baa1	15,337,767	2
Municipal Obligations Asset-Backed Security	1.4	AAA/Aaa	8,008,503	2
Total Investments, Primary Government			<u>391,751,220</u>	
<u>Fiduciary Funds</u>				
Money Market Funds	n/a	AAAm	75,689	1
Other Equities	n/a	n/a	282,046	1
Fixed Income Securities - Short Term Bond Market		AAA to below B	60,433	1
Total Investments, Fiduciary Funds			<u>418,168</u>	
<u>Component Units</u>				
Public Education Foundation of Marion County, Inc. (2)			1,029,735	
Total Investments			<u><u>\$ 393,199,123</u></u>	
Presented as Investments in the Financial Statements:				
Governmental Funds			\$ 373,691,892	
Proprietary Fund			18,059,328	
Fiduciary Funds			418,168	
Component Units			1,029,735	
Total Investments			<u><u>\$ 393,199,123</u></u>	

(1) Credit ratings provided by Standard and Poor's.

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(2) Information regarding the maturities, risks, and ratings associated with investments in money market funds, bonds, and various equities made by a brokerage firm on behalf of the Public Education Foundation of Marion County, Inc., was not disclosed in the annual post audit of the Foundation filed in the District's administrative offices.

(3) The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs, which is based on a matrix pricing model; Level 3 inputs are significant unobservable inputs and were evaluated using a curve-based approach.

➤ **Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Section 218.415(17), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they come due. The District's investment policy limits interest rate risk by attempting to match investment maturities with known cash needs and anticipated cash flow requirements. Investments of current operating funds will have maturities of no longer than twenty-four (24) months. Investments of bond reserves, construction funds, and other non-operating funds (core funds) shall have a term appropriate to the need for funds, and in accordance with debt covenants, but should not exceed five (5) years and the average duration of the funds as a whole may not exceed three (3) years.

The District utilizes duration as a measurement of interest rate risk and as of June 30, 2025, the investment portfolio had a weighted average duration of 2.25 years.

Florida PRIME had weighted average days to maturity (WAM) of 47 days at June 30, 2025. A portfolio's WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating rate instruments. WAM measures the sensitivity of the portfolio to interest rate changes.

For Florida PRIME, 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 liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board [State Board of Administration] can invest moneys entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the trustees, the Joint Legislative Auditing Committee, and the Investment Advisory Council. The trustees shall convene an emergency meeting as soon as practicable from the time the executive director has instituted such measures and review the necessity of those measures. If the trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the moratorium may be extended by the executive director until the trustees are able to meet to review the necessity for the moratorium.

If the trustees agree with such measures, the trustees shall vote to continue the measures for up to an additional 15 days. The trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the trustees exceed 15 days." As of June 30, 2025, there were no redemption fees, maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100 percent of their account value.

➤ **Credit Risk**

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Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Board policy provides that temporarily idle funds be invested as prescribed by Section 218.415(17), Florida Statutes, and SBE rules. The District's investment policy permits investments which are limited to credit quality ratings from nationally recognized rating agencies.

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 the investment or collateral securities that are in the possession of an outside party. Pursuant to Section 218.415(18), Florida Statutes, the District's investment policy requires securities, with the exception of certificates of deposit, shall be held with a third-party custodian; and all securities purchased by, and all collateral obtained by the District should be properly designated as an asset of the District. The securities must be held in an account separate and apart from the assets of the financial institution. A third-party custodian is defined as any bank depository chartered by the Federal government, the State of Florida, or any other state or territory of the United States which has a branch or principal place of business in the State of Florida. Certificates of deposit will be placed in the provider's safekeeping department for the term of the deposit.

As of June 30, 2025 the District's investment portfolio was held with a third-party custodian as required by the District's investment policy. The endowment funds of the Silver River Museum Private-Purpose Trust Fund are held by a bank and trust company.

➤ **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 which are designed to reduce concentration of credit risk of the District's investment portfolio. The District did not have any investments in any one issuer greater than five percent.

➤ **Endowment Investments**

To achieve the greatest likelihood of meeting endowment investment objectives, the investment assets shall be diversified in accordance with the following asset allocation weightings: domestic equity (20%-40%); international equity (0%-30%); real estate (0%-10%); inflation hedged (10%-80%); and fixed income (10%-80%).

➤ **Foreign Currency Risk**

The District's investment policy does not allow for investments in foreign currency therefore the District has no exposure to foreign currency risk.

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C. Receivables

1. Accounts Receivable

The majority of receivables are due from other agencies. These receivables and the remaining accounts receivable are considered fully collectible. As such, no allowance for uncollectible accounts receivable is accrued. Accounts receivables are actual cash receipts received within 60 days of June 30, 2025, and were susceptible to accrual. Below is a schedule of Due from Other Agencies at June 30, 2025:

Funds/Source	Amount
Major Governmental Funds:	
General:	
E-Rate	\$ 263,701
Medicaid	284,100
United States Department of Defense:	
Army JROTC	16,276
Navy JROTC	28,561
Air Force JROTC	15,770
Marion County Tax Collector:	
Unremitted Property Taxes	180,639
Other Agencies:	
Miscellaneous	290,242
Special Revenue - Federal Education Stabilization Fund:	
Florida Department of Education:	
Federal Grant Reimbursement	9,714
Capital Projects - Local Capital Improvement:	
Marion County Tax Collector:	
Unremitted Property Taxes	69,670
Capital Projects - Other Capital Projects	
Florida Department of Education:	
PECO Funds	2,957,429
Florida Department of Revenue:	
Sales Tax	7,895,667
City of Ocala:	
Impact Fees	240,925
Marion County Board of County Commissioners:	
Impact Fees	4,793,976.0
Nonmajor Governmental Funds:	
Special Revenue - Food Service:	
Florida Department of Agriculture and Consumer Services:	
Food Service Program	249,091
Special Revenue - Other Federal Programs:	
Florida Department of Education:	
Federal Grant Reimbursements	1,762,986
Other Agencies:	
Other grant reimbursements	152,729
Capital Projects - Capital Outlay and Debt Service:	
Florida Department of Education:	
Capital Outlay and Debt Service	2,019,204
Total Due From Other Agencies	\$ 21,230,680

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2. Leases Receivable

The District is the lessor in contracts with outside parties for the right to use various parcels of land and cell phone towers. The land lease for Emerald Road requires payments of \$1,400 monthly with an interest rate of 0.3150% over the remain lease life of 313 months. The land lease for West Port High School requires annual payments of \$20,808 with interest at 0.2180% for the remaining 180 months of the lease.

The District also has cell tower leases. Both of these have a remaining lease life of 305 months with interest at 0.2180% and monthly payments of \$1,400.

The District has \$1,475,114 in outstanding lease receivables at June 30, 2025.

D. Changes in Capital Assets

Changes in capital assets are presented in the table below:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions *</u>	<u>Ending Balance</u>
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated:				
Land	\$ 14,454,102	\$ -	\$ -	\$ 14,454,102
Construction in Progress	52,184,413	170,330,173	31,867,026	190,647,560
Total Capital Assets Not Being Depreciated	<u>66,638,515</u>	<u>170,330,173</u>	<u>31,867,026</u>	<u>205,101,662</u>
Capital Assets Being Depreciated/Amortized:				
Improvements Other Than Buildings	18,269,926	4,741,019	564	23,010,381
Buildings and Fixed Equipment	750,853,614	35,553,847	43,775	786,363,686
Lease Assets -Buildings and Fixed Equipment	1,029,441	-	-	1,029,441
Furniture, Fixtures, and Equipment	59,645,202	4,159,114	1,239,099	62,565,217
Lease Assets-Furniture, Fixtures, and Equipment	893,352	-	876,822	16,530
Subscription Based Assets*	13,175,252	14,903,640	3,489,526	24,589,366
Motor Vehicles	41,799,129	2,075,747	756,985	43,117,891
Audio Visual Materials and Computer Software	663,615	-	-	663,615
Total Capital Assets Being Depreciated	<u>886,329,531</u>	<u>61,433,367</u>	<u>6,406,771</u>	<u>941,356,127</u>
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	5,832,297	667,267	-	6,499,564
Buildings and Fixed Equipment	318,646,554	16,135,440	43,775	334,738,219
Lease Assets-Buildings and Fixed Equipment	229,799	378,800	-	608,599
Furniture, Fixtures, and Equipment	33,081,445	5,994,634	1,176,228	37,899,851
Lease Assets-Furniture, Fixtures, and Equipment	591,100	296,843	876,822	11,121
Subscription Based Assets*	4,653,719	4,897,665	1,730,485	7,820,899
Motor Vehicles	23,671,035	2,916,135	746,005	25,841,165
Audio Visual Materials and Computer Software	663,676	620	-	664,296
Total Accumulated Depreciation	<u>387,369,625</u>	<u>31,287,404</u>	<u>4,573,315</u>	<u>414,083,714</u>
Total Capital Assets Being Depreciated, Net	<u>498,959,906</u>	<u>30,145,963</u>	<u>1,833,456</u>	<u>527,272,413</u>
Governmental Activities Capital Assets, Net	<u>\$ 565,598,421</u>	<u>\$ 200,476,136</u>	<u>\$ 33,700,482</u>	<u>\$ 732,374,075</u>

*SBITA deletions include SBITA modifications.

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Depreciation expense was charged to functions as follows:

Function	Amount
GOVERNMENTAL ACTIVITIES	
Instruction	\$ 20,832,703
Student Personnel Services	254,899
Instructional Media Services	104,296
Instruction and Curriculum Development	240,308
Instructional Staff Training Services	19,767
Instruction Related Technology	3,228,663
School Board	7,512
General Administration	8,274
School Administration	48,039
Facility Services	1,112,618
Fiscal Services	35,639
Food Services	442,257
Central Services	453,696
Student Transportation Services	2,275,360
Operation of Plant	966,936
Maintenance of Plant	55,695
Administrative Technology Services	1,195,312
Community Services	5,430
Total Depreciation Expense - Governmental Activities	<u>\$ 31,287,404</u>

E. Retirement Plans

General Information about the Florida Retirement System (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 Florida Retirement System Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. A annual comprehensive financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant

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information, is available from the Florida Department of Management Services, Division of Retirement. The FRS Investment Plan is administered by the SBA and is reported in the SBA's annual financial statement and in the State of Florida Annual Comprehensive Financial Report.

The District's FRS and HIS pension expense totaled \$35,119,034 for the fiscal year ended June 30, 2025.

Florida Retirement System (FRS) Defined Benefit 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.

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

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS 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 FRS Pension 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

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regular disability and survivors' benefits. The following table shows the percentage value for each year of service credit earned.

<u>Class, Initial Enrollment, and Retirement Age/Years of Service</u>	<u>% Value</u>
<u>Regular members initially enrolled before July 1, 2011</u>	
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
<u>Regular members initially enrolled on or after July 1, 2011</u>	
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
<u>Elected County Officials</u>	3.00

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3 percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3 percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3 percent. FRS Pension 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 2024-25 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer (A)</u>
Florida Retirement System, Regular (HA)	3.00	13.63
Florida Retirement System, Elected County Officers	3.00	58.68
Deferred Retirement Option Program - Applicable to Members from All of the Above Classes	0.00	21.13
Florida Retirement System, Reemployed Retiree	(B)	(B)

Notes: (A) 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.

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

The District's contributions to the Plan totaled \$29,726,754 for the fiscal year ended June 30, 2025.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2025, the District reported a liability of \$197,611,754 for its proportionate share of the Plan's net pension liability. The net

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pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The District's proportionate share of the net pension liability was based on the District's 2023-24 fiscal year contributions relative to the total 2023-24 fiscal year contributions of all participating members. At June 30, 2024, the District's proportionate share was 0.510826606 percent, which was an decrease of 0.015744071 percent from its proportionate share measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized the Plan pension expense of \$30,656,946. At June 30, 2025, 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	\$ 19,964,093	\$ -
Change of assumptions	27,084,498	-
Net difference between projected and actual earnings on FRS pension plan investments		13,134,305
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	6,405,883	7,353,520
District FRS contributions subsequent to the measurement date	29,726,754	-
Total	<u>\$ 83,181,228</u>	<u>\$ 20,487,825</u>

The deferred outflows of resources related to pensions totaling \$29,726,754 resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. 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>Amortization</u>
2026	\$ (2,074,853)
2027	33,511,307
2028	1,092,692
2029	(1,070,229)
2030	1,507,732
Thereafter	-
Total	<u>\$ 32,966,649</u>

Actuarial Assumptions. The total pension liability in the July 1, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary Increases	3.5 percent, average, including inflation
Investment rate of return	6.70 percent, net of pension plan investment expense, including inflation

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Mortality rates were based on the PUB-2010 base table varied by member category and sex, projected generationally with scale MP-2021. The actuarial assumptions used in the July 1, 2024, valuation were based on the results of an actuarial experience study for the period July 1, 2018, through June 30, 2023.

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 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	1.00%	3.3%	3.3%	1.1%
Fixed Income	29.00%	5.7%	5.6%	3.9%
Global Equity	45.00%	8.6%	7.0%	18.2%
Real Estate (Property)	12.00%	8.1%	6.8%	16.6%
Private Equity	11.00%	12.4%	8.8%	28.4%
Strategic Investments	2.00%	6.6%	6.2%	8.7%
Total	<u>100.00%</u>			
Assumed inflation - Mean			2.4%	1.5%

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 pension 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 remained at 6.7 percent.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 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	Current Discount Rate	1% Increase
District's proportionate share of the net pension liability	<u>\$ 347,592,158</u>	<u>\$ 197,611,754</u>	<u>\$ 71,971,356</u>

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

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Payables to the Pension Plan. At June 30, 2025, the District reported a payable of \$166,724 for the outstanding amount of contributions to the Plan required to the Plan for the fiscal year ended June 30, 2025.

Health Insurance Subsidy (HIS) Defined Benefit 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 retired members of any state-administered retirement system in paying the costs of health insurance and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided. For the fiscal year ended June 30, 2025 eligible retirees and beneficiaries received a monthly HIS payment equal to the number of years of creditable service completed at the time of retirement multiplied by \$7.50. The payments are at least \$45 but not more than \$225 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which can 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, 2025, the contribution rate was 2 percent of payroll pursuant to section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which HIS 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 defined-benefit pension plan totaled \$6,349,388 for the fiscal year ended June 30, 2025.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2025, the District reported a net pension liability of \$108,216,410 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 1 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, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The District's proportionate share of the net pension liability was based on the District's 2023-24 fiscal year contributions relative to the total 2023-24 fiscal year contributions of all participating members. At June 30, 2024, the District's proportionate share was 0.72139575 percent, which was an decrease of 0.002314028 percent from its proportionate share measured as of June 30, 2023.

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For the year ended June 30, 2025, the District recognized HIS Plan pension expense of \$4,462,088. 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	\$ 1,044,903	\$ 207,791
Change of assumptions	1,915,176	12,811,434
Net difference between projected and actual earnings on HIS pension plan investments	-	39,138
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	1,596,612	886,874
District contributions subsequent to the measurement date	6,349,388	-
Total	<u>\$ 10,906,079</u>	<u>\$ 13,945,237</u>

The deferred outflows of resources totaling \$6,349,388 was related to pensions resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. 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>Amortization</u>
2026	\$ (1,498,786)
2027	(1,864,408)
2028	(2,611,307)
2029	(1,915,745)
2030	(1,166,694)
Thereafter	(331,606)
Total	<u>\$ (9,388,546)</u>

Actuarial Assumptions. The total pension liability in the July 1, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary Increases	3.50 percent, average, including inflation
Municipal Bond Rate	3.93 percent

Mortality rates were based on the PUB-2010 base table varied by member category and sex, projected generationally with scale MP-2021.

While an experience study has 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 3.93 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

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payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The discount rate used in the 2024 valuation was updated from 3.65 percent to 3.93 percent.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 3.93 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 (2.93 percent) or 1-percentage-point higher (4.93 percent) than the current rate:

	1% Decrease 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
District's proportionate share of the net pension liability	\$ 123,190,474	\$ 108,216,410	\$ 95,785,516

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

Payables to the Pension Plan. At June 30, 2025, the District reported a payable of \$71,604 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2025.

FRS – Defined Contribution Pension Plan

The District contributes to the FRS Investment Plan (Investment Plan), a defined contribution pension plan, for its eligible employees electing to participate in the Investment Plan. The Investment Plan is administered by the SBA, and is reported in the SBA's annual financial statements and in the State of Florida Annual Comprehensive Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. District employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of Investment Plan Members. Allocations to the investment member's accounts during the 2024-25 fiscal year were as follows:

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<u>Class</u>	<u>Percent of Gross Compensation</u>
FRS, Regular	14.30%
FRS, Elected County Officers	19.34%

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings, regardless of membership class. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five year period, the employee will regain control over their account. If the employee does not return within the five year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2025, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

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

The District's Investment Plan pension expense totaled \$13,579,667 for the fiscal year ended June 30, 2025.

F. Other Postemployment Benefit Obligations

The District follows GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for reporting the employers' OPEB Plan liability.

Plan Description. The Other Postemployment Benefits Plan (OPEB Plan) is a single-employer defined benefit plan administered by the District that provides OPEB for all employees who satisfy the District's retirement eligibility provisions. Pursuant to the provisions of Section 112.0801, Florida Statutes, employees who retire from the District are eligible to participate in the District's health and hospitalization plan for medical and prescription drug coverage. Retirees and their eligible dependents are offered the same health and hospitalization insurance coverage as is offered to active employees at a premium cost of no more than the premium cost applicable 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. These rates provide an implicit subsidy for retirees because retiree

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healthcare costs are generally greater than active employee healthcare costs. The OPEB Plan contribution requirements and benefit terms of the District and the OPEB Plan members are established and may be amended through recommendations of the Insurance Committee and action from the Board. No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75.

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

Employees Covered by Benefit Terms. The following table provides a summary of the number of participants in the plan as of the measurement date:

Inactive Employees or Beneficiaries Currently Receiving Benefits	218
Active Employees	5,420
Total Plan Members	5,638

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

Description	Amount
Service Cost	\$ 843,755
Interest on the Total OPEB Plan Liability	705,124
Difference on experience	-
Changes of Assumptions	(149,332)
Benefit Payments	(940,137)
Change in Total OPEB Plan Liability	459,410
Total OPEB Plan Liability, Beginning of Year	17,893,778
Total OPEB Plan Liability, End of Year	\$ 18,353,188

Funded Status and Funding Progress. As of June 30, 2023 (updated for 2024) the most recent valuation date, the total OPEB Plan liability was \$18,353,188, and assets held in trust were \$0, resulting in a funded ratio of 0 percent. The covered-employee payroll (annual payroll of active participating employees) was \$319,045,425 and the ratio of the total OPEB Plan liability to the covered-employee payroll was 5.75 percent.

The District has not advanced-funded or established a funding methodology for the annual OPEB expense or the net OPEB Plan liability, and the OPEB Plan is financed on a pay-as-you-go basis.

Actuarial Valuation Date. The total OPEB liability was determined based on an actuarial valuation performed as of June 30, 2023 rolled forward to a measurement date of June 30, 2024. The reporting date is June 30, 2025.

Actuarial Valuation Methods and Assumptions. Actuarial valuations of an ongoing OPEB Plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and termination, mortality, and healthcare cost trends. Amounts

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determined regarding the funded status of the OPEB Plan are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The Individual Entry Age Normal Cost Method with an increasing normal cost pattern consistent with the salary increase assumptions used in the July 1, 2023, actuarial valuation of the Florida Retirement (FRS) was used in the OPEB Plan liability calculation.

Demographic assumptions employed in the actuarial valuation were the same as those employed in the July 1, 2023, actuarial valuation of the FRS Benefit Pension Plan. These demographic assumptions were developed by FRS from an Actuarial Experience Study, and therefore are appropriate for use in the OPEB Plan Actuarial Valuation. These include assumed rates of future termination, mortality, disability, and retirement. In addition, salary increase assumptions (for development of the pattern of the normal cost increases) were the same as those used in the July 1, 2023, actuarial valuation of the FRS Defined Benefit Pension Plan. Assumptions used in valuation of benefits for participants of the FRS Investment plan are the same as for similarly situated participants of the FRS Defined Benefit Pension Plan.

Mortality tables used in the July 1, 2023, actuarial valuation of the Florida Retirement System were used. They are based on the results of a statewide experience study covering the period 2013 through 2018.

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

Inflation	2.50 percent
Salary Increases	3.4 percent to 7.8 percent, including inflation as used in the July 1, 2023 actuarial valuation of the Florida Retirement System

Healthcare cost trend rates were based on the Getzen Model, with trend starting at 4.00% followed by 6.50% for 2025 and gradually decreasing per Getzen Model to an ultimate trend rate of 4.0 % after 2050.

Aging factor expenses were based on the 2013 SOA Study "Health Care Costs – From Birth to Death". Administrative expenses are included in the per capita health costs.

Discount Rate. There are no invested plan assets held in trust to finance the OPEB Plan liability. The discount rate used equals the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA/Aa or higher rating as of the measurement date. For the purpose of the OPEB Plan valuation, the municipal bond rate was 3.93% (based on the daily rate closest to but not later than the measurement date of the "Fidelity 20-Year Municipal GO AA Index"). The discount rate changed from 3.86 percent as of June 30, 2023, to 3.86 percent as of June 30, 2024.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the fiscal year ended June 30, 2024, the District recognized OPEB expense of \$256,830. At June 30, 2025, the District reported deferred outflows and inflows of resources related to the OPEB Plan liability from the following sources:

MARION COUNTY DISTRICT SCHOOL BOARD
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<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in assumptions and other inputs	\$ 2,271,239	\$ (6,574,925)
Difference between actual and expected experience	-	(2,433,095)
Estimated benefits paid subsequent to the measurement date	<u>914,410</u>	<u>-</u>
Total	<u>\$ 3,185,649</u>	<u>\$ (9,008,020)</u>

The deferred outflows of resources related to OPEB resulting from benefits paid subsequent to the measurement date, totaling \$914,410 will be recognized as a reduction of the total OPEB liability in the year ending June 30, 2026. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amortization</u>
2026	(1,292,048)
2027	(1,292,048)
2028	(1,134,628)
2029	(1,102,627)
2030	(340,667)
Thereafter	(1,574,763)
	<u>\$ (6,736,781)</u>

Sensitivity of the District's Total OPEB Plan Liability to Changes in the Discount Rate.

The following table presents the District's OPEB Plan liability calculated using the discount rate of 3.93 percent, as well as what the OPEB Plan liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.93 percent) or 1-percentage-point higher (4.93 percent) than the current rate:

	<u>1% Decrease 2.93%</u>	<u>Current Discount Rate 3.93%</u>	<u>1% Increase 4.93%</u>
OPEB Plan Liability	<u>\$ 20,647,683</u>	<u>\$ 18,353,188</u>	<u>\$ 16,410,404</u>

Sensitivity of the Total OPEB Plan Liability to Changes in the Healthcare Cost Trend Rates.

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

	<u>1 % Decrease</u>	<u>Current Healthcare Cost Trend Rate Assumption</u>	<u>1 % Increase</u>
OPEB Plan Liability	<u>\$ 15,540,446</u>	<u>\$ 18,353,188</u>	<u>\$ 21,942,992</u>

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NOTES TO FINANCIAL STATEMENTS (Continued)
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G. Construction and Other Significant Commitments

Construction Contracts. The following is a schedule of major construction contract commitments at June 30, 2025.

Project	Contract Amount	Completed to Date	Balance Committed
Electric Upgrades	\$ 805,077	\$ 35,581	\$ 769,496
Fencing	940,883	766,272	174,611.00
HVAC	12,967,260	5,670,867	7,296,393.00
Lighting System	3,845,806	2,711,165	1,134,641.00
MTC Aviation/Mechanics Building	7,616,861	4,974,564	2,642,297.00
New Central Warehouse	304,538	104,851	199,687.00
New Data Center	561,358	252,639	308,719.00
New High School - South Marion	147,890,098	42,849,672	105,040,426.00
New LMS Wing	9,282,584	7,466,215	1,816,369.00
New OMS Gym	10,286,275	5,993,003	4,293,272.00
New Elementary School - Ross Prairie	49,630,430	37,419,832	12,210,598.00
New Elementary School - Winding Oaks	49,053,269	40,365,568	8,687,701.00
New Middle School - DD	3,792,769	2,117,331	1,675,438.00
Roof Replacement	5,654,729	4,470,304	1,184,425.00
Plumbing Upgrade	583,338	245,070	338,268.00
Renovations	12,530,996	6,644,057	5,886,939.00
Total	\$ 315,746,271	\$ 162,086,991	\$ 153,659,280

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

The following is a schedule of encumbrances at year-end.

Major Funds					
General Fund	Special Revenue Federal Education Stabilization Fund	Capital Projects- Local Capital Improvement Fund	Other Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ 4,620,467	\$ 61,837	\$ 29,572,497	\$ 127,829,170	\$ 2,351,806	\$ 164,435,777

**MARION COUNTY DISTRICT SCHOOL BOARD
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H. Net Position - Net Investment in Capital Asset

In the government-wide Statement of Net Position, the difference between total assets and total liabilities is net position. Generally accepted accounting principles require that net position be subdivided into the following three components: Net investment in capital assets, restricted net position, and unrestricted net position. The composition of net investment in capital assets as of June 30, 2025, is shown in the table below:

Description	Amount
Total Capital Assets, Net of Accumulated Depreciation	\$ 732,374,075
Less related Debt, Net of Unspent Proceeds:	
Certificates of Participation Payable	\$ (303,845,000)
Bonds Payable	(1,230,000)
Note Payable	(6,857,740)
Leases Payable	(430,836)
SBITA	(16,519,223)
Unamortized Debt Premiums	(33,436,257)
Unspent Proceeds	200,953,597
Deferred Amount on Refunding	208,904
Construction and Retainage Payable	<u>(30,008,928)</u>
Total Related Debt, Net of Unspent Proceeds	(191,165,483)
Net Investment in Capital Assets	<u>\$ 541,208,592</u>

I. Risk Management Programs

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District established a Risk Management Internal Service Fund to account for and finance its uninsured risks of loss related to workers' compensation, automobile liability, and general liability claims. Under the program, the Risk Management Fund provides coverage for up to \$500,000 for each workers' compensation claim, \$300,000 for each automobile and general liability claim and \$100,000 or 2 percent named windstorm for property. The District has entered into agreements with various insurance companies to provide specific excess coverage of claim amounts above the stated amount on an individual claim basis, and aggregate excess coverage when total claims minus specific excess coverage exceeds the loss fund established annually by the District. The District has contracted with an insurance administrator to administer these self-insurance programs, including the processing, investigating, and payment of claims.

The district provides health and hospitalization under a self-funded program administered through a commercial provider. By utilizing a self-funded model, the District assumes the claims risk directly and uses a purchased stop loss policy to mitigate those risks. The stop-loss policy covers an individual claim over \$375,000, with no aggregate stop loss deductible. The District had claims in excess of the stop-loss limit of \$1,430,332 in the current year. Funding levels for the program and the run-out claims were actuarially determined. The District reports the self-funded program in the Internal Service Fund. Amounts are charged to various funds to provide sufficient resources to cover claims incurred, to pay for the purchase of excess insurance, and to pay the insurance service agent's administrative fees.

**MARION COUNTY DISTRICT SCHOOL BOARD
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A liability in the amount of \$11,791,043 was actuarily determined to cover estimated incurred, but not reported, insurance claims payable at June 30, 2025.

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

Workers' Compensation, Automobile Liability, and General Liability

Fiscal Year	Fiscal-Year Liability	Claims and Changes in Estimates	Payments	Fiscal Year-End
2023-24	\$ 9,313,931	\$ 2,003,159	\$ (2,412,933)	\$ 8,904,157
2024-25	8,904,157	2,084,320	(1,710,434)	9,278,043

Health Insurance

Fiscal Year	Fiscal-Year Liability	Claims and Changes in Estimates	Payments	Fiscal Year-End
2023-24	\$ 2,117,000	\$ 49,966,936	\$ (49,863,936)	\$ 2,220,000
2024-25	2,220,000	60,339,932	(60,046,932)	2,513,000

J. Long Term Liabilities

1. Certificates of Participation

Certificates of participation at June 30, 2025, are as follows:

Series	Amount Outstanding	Interest Rates (Percent)	Lease Term Maturity	Original Amount
Series 2015B	\$ 7,915,000	3.13	2027	\$ 32,860,000
Series 2024	295,930,000	5.25	2044	295,930,000
Total Certificates of Participation	<u>\$ 303,845,000</u>			<u>\$ 328,790,000</u>

The District entered into financing arrangements, characterized as lease-purchase agreements, with the Marion County School Board Leasing Corporation (Leasing Corporation), a blended component unit, whereby the District secured the financing of various educational facilities. The financing was accomplished through the issuance, by the Leasing Corporation to third-party investors, of certificates of participation. All the certificates issued and outstanding are subject to a master ground and facilities lease-purchase agreement between the District and the Leasing Corporation, which ends on the date that all certificates are paid in full. The lease payments, which are used to make debt service payments on the certificates, are payable from funds appropriated annually by the District for such purpose from current funds or other funds legally

**MARION COUNTY DISTRICT SCHOOL BOARD
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JUNE 30, 2025**

available. The District is not legally required to annually appropriate funds to make the lease payments.

As a condition of the financing arrangements, the District has given a ground lease on District property acquired with proceeds from the certificates to the Leasing Corporation. The properties covered by the ground lease are, 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 sites included under the Ground Lease Agreement for the benefit of the securers of the certificates for a period of time specified by the arrangements which may be up to 30 years from the date of inception of the arrangement.

The District properties included in the various ground leases under these arrangements include:

<u>Certificates</u>	<u>Description of Properties</u>
Series 2015B	South Ocala Elementary School, Howard Middle School, Lake Weir High School, Partial Refunding 2007B
Series 2024	New Elementary School W, New Elementary School X, New Middle School DD, New High School CCC, Liberty Middle School Additions, Horizon Academy Additions, Hammett Bowen Additions, Marion Oaks Elementary Additions, Osceola Middle School Gymnasium

The lease payments are payable by the District semiannually on June 1 and December 1 for the certificates of participation. 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, 2025:

<u>Certificates of Participation: Fiscal Year Ending June 30</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2026	4,179,719	3,860,000	319,719
2027	4,181,719	4,055,000	126,719
Total Minimum Lease Payments	<u>\$ 8,361,438</u>	<u>\$ 7,915,000</u>	<u>\$ 446,438</u>

<u>Certificates of Participation: Fiscal Year Ending June 30</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2026	19,722,613	4,865,000	14,857,613
2027	19,719,362	5,105,000	14,614,362
2028	23,904,113	9,545,000	14,359,113
2029	23,901,863	10,020,000	13,881,863
2030-2040	385,894,187	266,395,000	119,499,187
	<u>\$ 473,142,138</u>	<u>\$ 295,930,000</u>	<u>\$ 177,212,138</u>

**MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2025**

2. Bonds Payable

Bonds payable at June 30, 2025, are as follows:

Bond Type	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To	Original Amount
District Revenue Bonds from Direct Placement: Series 2013, Refunding	1,230,000	3.66	2031	2,725,500
Total Bonds Payable	<u>\$ 1,230,000</u>			<u>\$ 2,725,500</u>

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

➤ District Revenue Bonds, Direct Placement

These bonds are authorized by Chapters 80-550 and 89-513, Laws of Florida, which provide that the bonds be secured from the pari-mutuel tax proceeds distributed annually to Marion County from the State's Pari-mutuel Tax Collection Trust Fund pursuant to Chapter 550, Florida Statutes (effective July 1, 2000, tax proceeds were distributed pursuant to Section 212.20(6)(d)7.a., Florida Statutes (2001), now Section 212.20(6)(d)6.a., Florida Statutes (2011)). The annual distribution is remitted by the Florida Department of Financial Services to the District. As required by the bond resolution, the District has established the sinking fund and reserve account and has accumulated and maintained adequate resources in the sinking fund and reserve account.

The District has pledged a total of \$1,392,538 of pari-mutuel tax proceeds in connection with the District Revenue Bonds of 2013, described above. During the 2024-25 fiscal year, the District recognized pari-mutuel tax proceeds totaling \$279,063 and expended \$199,800 for debt service directly collateralized by these revenues. The pledged pari-mutuel tax proceeds are committed until final maturity of the debt on December 1, 2031. Approximately 100 percent of this revenue stream has been pledged in connection with debt service on the revenue bonds.

Annual requirements to amortize all bonded debt outstanding as of June 30, 2025, are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
District Revenue Bonds from Direct Placement:			
2026	\$ 198,163	\$ 156,000	\$ 42,163
2027	199,326	163,000	36,326
2028	201,213	171,000	30,213
2029	197,900	174,000	23,900
2030	595,936	566,000	29,936
Total District Revenue Bonds from Direct Placement	<u>1,392,538</u>	<u>1,230,000</u>	<u>162,538</u>
Total	<u>\$ 1,392,538</u>	<u>\$ 1,230,000</u>	<u>\$ 162,538</u>

**MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2025**

3. Notes Payable, Direct Placement

The notes payable from direct placement at June 30, 2025, are as follows:

Notes Payable, Direct Placement	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To	Original Amount
Bus Purchase 2019	\$ 6,857,740	2.78	2029	\$ 15,839,901

The district entered into a financing arrangement in the 2018-19 fiscal year to purchase 150 buses.

Annual requirements to amortize the note payable as of June 30, 2025, are as follows:

Fiscal Year Ending June 30	Total	Principal	Interest
2026	\$ 1,823,352	\$ 1,644,132	\$ 179,220
2027	1,823,351	1,690,137	133,214
2028	1,823,352	1,737,428	85,924
2029	1,823,352	1,786,043	37,309
Total Notes Payable, Direct Placement	<u>\$ 7,293,407</u>	<u>\$ 6,857,740</u>	<u>\$ 435,667</u>

4. Changes in Long-Term Liabilities

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

Description	Beginning Balance	Additions	Deductions	Ending Balance	Due In One Year
Governmental Activities					
Debt Related to Capital Assets:					
Certificates of Participation Payable	\$ 11,590,000	\$ -	\$ 3,675,000	\$ 7,915,000	\$ 3,860,000
Certificates of Participation Payable					
Direct Placement	3,880,000	-	3,880,000	-	-
Certificates of Participation Payable	295,930,000	-	-	295,930,000	4,865,000
Bond Anticipation Note	-	-	-	-	-
Bonds Payable	110,000	-	110,000	-	-
Bonds Payable					
Direct Placement	1,382,000	-	152,000	1,230,000	156,000
Notes Payable, Direct Placement	8,457,119	-	1,599,379	6,857,740	1,644,132
Leases Payable	1,093,490	-	662,654	430,836	370,031
Subscription Based Payable*	8,366,926	14,727,357	6,575,060	16,519,223	4,806,616
Unamortized Premiums	35,533,959	-	2,097,702	33,436,257	-
Total Capital Asset Related Debt	<u>366,343,494</u>	<u>14,727,357</u>	<u>18,751,795</u>	<u>362,319,056</u>	<u>15,701,779</u>
Compensated Absences Payable**	34,368,204	843,301	-	35,211,505	3,873,266
Other Postemployment Benefits Payable	17,893,778	1,548,879	1,089,469	18,353,188	914,410
Estimated Insurance Claims Payable	11,124,157	62,424,252	61,757,366	11,791,043	3,807,615
Net Pension Liability:					
Florida Retirement System	209,821,749	84,111,420	96,321,415	197,611,754	-
Health Insurance Subsidy	114,934,765	18,097,952	24,816,307	108,216,410	-
Total Governmental Activities	<u>\$ 754,486,147</u>	<u>\$ 181,753,161</u>	<u>\$ 202,736,352</u>	<u>\$ 733,502,956</u>	<u>\$ 24,297,070</u>

* Includes reclassification, ** restated for implementation of GASB 101 - change presented "net"

MARION COUNTY DISTRICT SCHOOL BOARD
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For the governmental activities, pensions, and other postemployment benefits are generally liquidated with resources of the General Fund. The estimated insurance claims are generally liquidated with the resources of the Internal Service Fund, as discussed in Note III.I.

5. Deferred Outflows / Inflows of Resources

The components of deferred inflows and outflows are:

Description	Beginning Balance	Change	Ending Balance
GOVERNMENTAL ACTIVITIES			
Non-pension Related Deferred Outflows:			
Deferred Amount on Refunding	\$ 410,791	\$ (201,887)	\$ 208,904
Other Postemployment Benefits	3,495,381	(309,732)	3,185,649
Total	<u>\$ 3,906,172</u>	<u>\$ (511,619)</u>	<u>\$ 3,394,553</u>
Pension Related Deferred Outflows:			
Florida Retirement System	\$ 80,818,866	\$ 2,362,362	\$ 83,181,228
Health Insurance Subsidy	12,933,885	(2,027,806)	10,906,079
Total	<u>\$ 93,752,751</u>	<u>\$ 334,556</u>	<u>\$ 94,087,307</u>
Pension Related Deferred Inflows:			
Florida Retirement System	\$ 4,985,277	\$ 15,502,548	\$ 20,487,825
Health Insurance Subsidy	11,141,989	2,803,248	13,945,237
Total	<u>\$ 16,127,266</u>	<u>\$ 18,305,796</u>	<u>\$ 34,433,062</u>
Non-pension Related Deferred Inflows:			
Other Postemployment Benefits	\$ 10,434,742	\$ (1,426,722)	\$ 9,008,020
Deferred Inflows - Leases	1,524,629	(71,730)	1,452,899
Total	<u>\$ 11,959,371</u>	<u>\$ (1,498,452)</u>	<u>\$ 10,460,919</u>

6. Lease Liability

The District is the lessee of equipment and buildings in several departments of operation. Details of the District's significant leases are outlined in the table below.

Description of Leased Item	Lease Term	Payments	Payment Frequency	Interest Rate
Clearview Copiers	48 months	\$ 24,677	Monthly	.4310%
Mail Processing Equipment	60 months	840	Quarterly	.686%
Modular Buildings	36 months	1,050 - 8,700	Monthly	2.90%
Building	21 months	4,744	Monthly	1.66%

The District's lease liability at June 30, 2025 is \$430,836. Future debt service payments at June 30 are as follows:

Fiscal Year	Principal Payments	Interest Payments	Total Payments
2026	370,032	7,478	377,510
2027	60,804	477	61,281
Total	<u>\$ 430,836</u>	<u>\$ 7,955</u>	<u>\$ 438,791</u>

**MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2025**

7. SBITA Liability

The District has entered into noncancelable SBITAs for governmental activities. These arrangements have discount rates ranging from .457% - 3.305% and with amortization lives from 3-11 years.

The District's SBITA liability at June 30, 2025 is \$16,519,223. Future debt service payments at June 30 are as follows:

Fiscal Year	Principal Payments	Interest Payments	Total Payments
2026	4,806,613	393,426	5,200,039
2027	3,994,835	278,619	4,273,454
2028	3,395,433	179,923	3,575,356
2029	1,783,845	97,848	1,881,693
2030	1,772,359	58,870	1,831,229
2031	\$ 766,138	\$ 29,915	796,053
Total	<u>\$ 16,519,223</u>	<u>\$ 1,038,601</u>	<u>\$ 17,557,824</u>

K. Fund Balance Reporting

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

- **Nonspendable Fund Balance.** Nonspendable fund balance is the net current financial resources that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Generally, not in spendable form means that an item is not expected to be converted to cash.
- **Restricted Fund Balance.** Restricted fund balance is the portion of fund balance on which constraints have been placed by creditors, grantors, contributors, laws or regulations of other governments, constitutional provisions, or enabling legislation. Restricted fund balance places the most binding level of constraint on the use of fund balance.
- **Unassigned Fund Balance.** The unassigned fund balance is the portion of fund balance that is the residual classification for the General Fund. This balance represents amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned for specific purposes. The General Fund is the only fund that reports a positive unassigned fund balance because it is not appropriate to report a positive unassigned fund balance in other government funds. It may be necessary to report a negative unassigned fund balance if expenditures exceed nonspendable, restricted, committed and unassigned fund balance.

**MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
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L. Revenues

1. Schedule of State Revenue Sources

The following is a schedule of the District's State revenue sources for the 2024-25 fiscal year:

<u>Source</u>	<u>Amount</u>
Florida Education Finance Program	\$ 215,354,369
Categorical Educational Program - Class Size Reduction	44,900,172
FLorida School Recognition Program	1,099,971
Workforce Development Program	5,429,635
Motor Vehicle License Tax (Capital Outlay and Debt Service)	2,130,972
Voluntary Prekindergarten Program	1,884,678
Food Service Supplement	432,401
Charter School Capital Outlay	627,640
State License Tax	269,702
Workforce Education Performance Incentive	357,075
Miscellaneous	8,246,280
Total	<u>\$ 280,732,895</u>

Accounting policies relating to certain State revenue sources are described in Note I.H.2.

2. Property Taxes

The following is a summary of millages and taxes budgeted from the 2024 tax roll for the 2024-25 fiscal year; taxes budgeted are stated at 96 percent of the actual tax roll levy to allow for early payment discounts and uncollectable amounts:

<u>GENERAL FUND</u>	<u>Millages</u>	<u>Taxes Budgeted</u>
Nonvoted School Tax:		
Required Local Effort	3.061	\$ 113,721,690
Required Local Effort - Prior Period Adjustment	0.014	520,125
Basic Discretionary Local Effort	0.748	27,789,554
Voted School Tax:		
Operating	1.000	37,151,810
 <u>CAPITAL PROJECTS FUNDS</u>		
Nonvoted Tax:		
Local Capital Improvement	1.500	55,727,715
Total	<u>6.323</u>	<u>\$ 234,910,894</u>

M. Donor-Restricted Endowments

The Silver River Museum Endowment was created to provide long-term funding for the continuation and enhancement of educational programs offered through the museum. The initial investment of \$410,000 must be invested for perpetuity and cannot be spent under any circumstances. Investments are currently valued at \$418,168. The Silver River Museum has sole access to the interest from the endowment.

**MARION COUNTY DISTRICT SCHOOL BOARD
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N. Interfund Receivables, Payables, and Transfers

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

Funds	Interfund	
	Transfers In	Transfers Out
Major:		
General	\$ 8,246,198	\$ 21,220
Capital Projects:		
Local Capital Improvement	-	22,337,828
Other Capital Projects	-	11,603,169
Nonmajor Governmental	26,343,659	627,640
Total	\$ 34,589,857	\$ 34,589,857

Transfers from the Local Capital Improvement Fund are for payments of principal and interest on certificates of participation, property insurance and to assist in funding maintenance operations of the District. The remaining transfers between funds were operational in nature.

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

Funds	Interfund	
	Due From	Due To
Major:		
General	\$ -	\$ -
Special Revenue - Federal Education Stabilization	-	-
Local Capital Projects Fund	18,327,749	-
Other Capital Projects Fund	-	18,327,749
Non major Governmental	362,966	362,966
Total	\$ 18,690,715	\$ 18,690,715

The interfund receivables and payables are temporary in nature and were to offset pooled cash positions.

IV. SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

Litigation

The District is involved in various lawsuits arising in the ordinary course of operations. In the opinion of management, the District's estimated aggregate liability with respect to probable losses has been provided for in the estimated claims payable for insurance risks and pending claims in the accompanying financial statements, after giving consideration to the District's related insurance coverage, as well as the Florida statutory limitations of governmental liability on insured risks. It is the opinion of

**MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2025**

management, in consultation with legal counsel that the final settlements of these matters will not result in a material adverse effect on the financial position of the District.

**REQUIRED SUPPLEMENTARY
INFORMATION**

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Federal Direct:				
Reserve Officers Training Corps	\$ 445,000	\$ 554,254	\$ 576,259	\$ 22,005
Federal Through State:				
Medicaid	1,990,000	2,489,354	2,508,508	19,154
National Forest Funds	200,000	200,000	189,289	(10,711)
Miscellaneous Federal Through State	3,100	3,100	45,739	42,639
Total Federal Through State	<u>2,193,100</u>	<u>2,692,454</u>	<u>2,743,536</u>	<u>51,082</u>
State:				
Florida Education Finance Program	249,602,667	216,231,124	215,354,369	(876,755)
Workforce Development Program	4,706,422	4,706,422	4,706,422	-
Workforce Development Capitalization Incentive Grant	1,513,447	1,513,447	723,213	(790,234)
Workforce Education Performance Incentive	263,850	598,744	357,075	(241,669)
CO&DS Withheld for Administrative Expense	26,000	26,000	30,384	4,384
Class Size Reduction - Operating Funds	44,552,166	44,900,172	44,900,172	-
School Recognition Funds	-	1,099,971	1,099,971	-
Voluntary Prekindergarten Program	2,098,074	1,983,151	1,884,678	(98,473)
Other State:				
State License Tax	250,000	250,000	269,702	19,702
Miscellaneous State Revenue	152,047	577,977	568,299	(9,678)
Total State	<u>303,164,673</u>	<u>271,887,008</u>	<u>269,894,285</u>	<u>(1,992,723)</u>
Local:				
District School Taxes	180,075,078	179,755,513	179,773,664	18,151
Tax Redemptions	450,000	549,860	684,755	134,895
Tuition	-	-	5,825	5,825
Rent	116,741	179,634	192,385	12,751
Investment Income	4,000,000	5,270,161	5,265,060	(5,101)
Net Increase in Fair Value of Investments	-	723,468	723,484	16
Gifts, Grants, and Bequests	-	221,126	221,225	99
Interest Income - Leases	-	-	3,703	3,703
Local Adult General Education Course Fees	58,000	6,110	6,110	-
Postsecondary Vocational Course Fees	1,166,884	1,192,484	1,041,014	(151,470)
Capital Improvement Fees	78,510	78,510	56,409	(22,101)
Postsecondary Lab Fees	1,814,049	1,837,794	1,625,211	(212,583)
Lifelong Learning Fees	54,000	54,000	57,023	3,023
General Education Testing	-	68	67	(1)
Financial Aid Fees	133,543	135,843	112,728	(23,115)
Other Student Fees	411,477	412,202	346,031	(66,171)
School Age Child Care Fees	5,962,586	6,485,639	6,485,158	(481)
Other Schools, Courses, and Classes Fees	7,650	7,650	4,350	(3,300)
Bus Fees	-	48,564	65,575	17,011
Transportation Services Rendered for School Activities	75,000	75,000	129,652	54,652
Sale of Junk	-	101,052	123,326	22,274
Receipt of Federal Indirect Cost Rate	1,241,000	1,304,076	1,871,776	567,700
Miscellaneous Local Revenues	2,660,256	3,899,157	4,010,899	111,742
Collection of Lost or Damaged Textbooks	-	17,668	17,493	(175)
Receipts of Food Service Indirect Costs	500,000	659,135	659,135	-
Total Local	<u>198,804,774</u>	<u>203,014,714</u>	<u>203,482,058</u>	<u>467,344</u>
Total Revenues	<u>504,607,547</u>	<u>478,148,430</u>	<u>476,696,138</u>	<u>(1,452,292)</u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Expenditures				
Current Education:				
Instruction:				
Salaries	\$ 185,807,826	\$ 181,125,527	\$ 177,533,277	\$ 3,592,250
Employee Benefits	72,154,352	72,349,118	70,590,808	1,758,310
Purchased Services	66,088,890	34,451,818	25,044,146	9,407,672
Energy Services	29,119	34,038	20,383	13,655
Materials and Supplies	16,610,168	16,054,826	9,394,606	6,660,220
Capital Outlay	1,590,910	2,374,689	1,256,885	1,117,804
Other	7,026,631	4,956,050	2,601,956	2,354,094
Total Instruction	349,307,896	311,346,066	286,442,061	24,904,005
Student Personnel Services:				
Salaries	26,013,689	26,018,875	24,100,122	1,918,753
Employee Benefits	10,355,778	10,695,193	9,776,467	918,726
Purchased Services	1,579,235	2,426,497	1,100,634	1,325,863
Energy Services	1,000	1,026	917	109
Materials and Supplies	135,000	120,805	80,485	40,320
Capital Outlay	251,429	382,994	124,096	258,898
Other	5,550	36,190	6,463	29,727
Total Student Personnel Services	38,341,681	39,681,580	35,189,184	4,492,396
Instructional Media Services:				
Salaries	3,328,713	3,352,979	3,333,089	19,890
Employee Benefits	1,271,575	1,288,305	1,283,134	5,171
Purchased Services	92,686	109,533	5,552	103,981
Energy Services	1,000	1,000	325	675
Materials and Supplies	38,784	39,092	21,246	17,846
Capital Outlay	575,980	587,268	243,021	344,247
Other	5,075	6,410	2,031	4,379
Total Instructional Media Services	5,313,813	5,384,587	4,888,398	496,189
Instruction and Curriculum Development:				
Salaries	3,198,199	3,439,599	3,103,487	336,112
Employee Benefits	1,080,711	1,148,928	1,116,638	32,290
Purchased Services	315,104	356,655	8,617	348,038
Energy Services	2,050	4,466	4,464	2
Materials and Supplies	54,066	65,204	28,773	36,431
Capital Outlay	29,230	20,100	11,943	8,157
Other	610,675	608,897	595,931	12,966
Total Instruction and Curriculum Development	5,290,035	5,643,849	4,869,853	773,996
Instructional Staff Training Services:				
Salaries	3,109,226	3,330,348	2,956,818	373,530
Employee Benefits	979,160	1,094,037	1,026,321	67,716
Purchased Services	994,499	1,119,514	940,198	179,316
Materials and Supplies	19,718	21,030	10,178	10,852
Capital Outlay	1,488	4,479	3,404	1,075
Other	3,055,321	1,925,425	86,248	1,839,177
Total Instructional Staff Training Services	8,159,412	7,494,833	5,023,167	2,471,666

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures (continued)				
Current Education (continued):				
Instruction Related Technology:				
Salaries	\$ 1,562,187	\$ 1,593,170	\$ 1,470,598	\$ 122,572
Employee Benefits	719,663	723,439	661,801	61,638
Purchased Services	481,093	497,734	326,180	171,554
Energy Services	6,800	7,164	7,163	1
Materials and Supplies	28,500	48,819	30,617	18,202
Capital Outlay	169,500	127,067	94,696	32,371
Other	50,000	62,243	17,250	44,993
Total Instruction Related Technology	<u>3,017,743</u>	<u>3,059,636</u>	<u>2,608,305</u>	<u>451,331</u>
Board of Education:				
Salaries	621,027	717,619	629,804	87,815
Employee Benefits	388,919	388,919	394,530	(5,611)
Purchased Services	277,750	292,000	138,775	153,225
Materials and Supplies	10,262	10,262	2,663	7,599
Capital Outlay	2,640	1,290	247	1,043
Other	27,000	27,000	24,818	2,182
Total Board of Education	<u>1,327,598</u>	<u>1,437,090</u>	<u>1,190,837</u>	<u>246,253</u>
General Administration:				
Salaries	1,782,723	1,731,803	1,552,607	179,196
Employee Benefits	608,263	584,129	535,556	48,573
Purchased Services	114,812	104,766	90,867	13,899
Energy Services	4,400	2,100	1,241	859
Material and Supplies	24,836	13,746	6,424	7,322
Capital Outlay	6,700	6,775	3,684	3,091
Other	53,047	48,565	26,852	21,713
Total General Administration	<u>2,594,781</u>	<u>2,491,884</u>	<u>2,217,231</u>	<u>274,653</u>
School Administration:				
Salaries	19,548,660	19,750,250	19,509,581	240,669
Employee Benefits	7,361,367	7,396,757	7,305,250	91,507
Purchased Services	246,810	267,433	142,943	124,490
Materials and Supplies	44,525	43,029	26,693	16,336
Capital Outlay	62,592	50,587	37,129	13,458
Other	25,750	24,727	22,047	2,680
Total School Administration	<u>27,289,704</u>	<u>27,532,783</u>	<u>27,043,643</u>	<u>489,140</u>
Facility Services:				
Salaries	706,276	875,926	872,380	3,546
Employee Benefits	246,788	324,582	324,456	126
Purchased Services	207,850	248,017	32,257	215,760
Energy Services	5,500	5,783	5,782	1
Materials and Supplies	17,000	18,217	11,318	6,899
Capital Outlay	6,500	13,833	4,110	9,723
Other	581,915	649,197	636,994	12,203
Total Facility Services	<u>1,771,829</u>	<u>2,135,555</u>	<u>1,887,297</u>	<u>248,258</u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures (continued)				
Current Education (continued):				
Fiscal Services:				
Salaries	\$ 3,292,681	\$ 3,268,185	\$ 2,482,734	\$ 785,451
Employee Benefits	1,044,639	1,042,724	615,359	427,365
Purchased Services	1,268,400	1,573,447	1,197,388	376,059
Energy Services	1,300	1,300	149	1,151
Materials and Supplies	22,352	24,768	14,346	10,422
Capital Outlay	13,026	17,090	14,918	2,172
Other	643,928	603,320	96,187	507,133
Total Fiscal Services	<u>6,286,326</u>	<u>6,530,834</u>	<u>4,421,081</u>	<u>2,109,753</u>
Central Services:				
Salaries	4,698,157	4,799,176	4,578,954	220,222
Employee Benefits	1,737,421	1,767,431	1,712,112	55,319
Purchased Services	523,490	1,084,979	211,240	873,739
Energy Services	30,405	34,206	33,266	940
Materials and Supplies	106,340	109,271	71,650	37,621
Capital Outlay	142,167	125,437	110,877	14,560
Other	442,337	438,984	293,726	145,258
Total Central Services	<u>7,680,317</u>	<u>8,359,484</u>	<u>7,011,825</u>	<u>1,347,659</u>
Student Transportation Services:				
Salaries	12,491,226	15,557,391	15,189,996	367,395
Employee Benefits	6,499,387	7,104,116	6,957,937	146,179
Purchased Services	936,390	2,925,533	1,778,739	1,146,794
Energy Services	4,056,059	4,062,278	2,444,950	1,617,328
Materials and Supplies	1,260,094	1,426,290	932,394	493,896
Capital Outlay	22,100	953,668	25,626	928,042
Other	63,000	40,350	5,367	34,983
Total Student Transportation Services	<u>25,328,256</u>	<u>32,069,626</u>	<u>27,335,009</u>	<u>4,734,617</u>
Operation of Plant:				
Salaries	12,904,506	13,059,072	12,418,379	640,693
Employee Benefits	5,677,543	5,691,728	5,424,618	267,110
Purchased Services	17,745,769	16,609,057	12,009,549	4,599,508
Energy Services	11,451,782	11,552,742	11,536,676	16,066
Materials and Supplies	2,899,691	2,099,358	1,467,740	631,618
Capital Outlay	204,978	117,674	70,781	46,893
Other	4,575,760	2,518,981	27,696	2,491,285
Total Operation of Plant	<u>55,460,029</u>	<u>51,648,612</u>	<u>42,955,439</u>	<u>8,693,173</u>
Maintenance of Plant:				
Salaries	6,201,028	6,725,876	6,238,769	487,107
Employee Benefits	2,669,440	2,671,075	2,578,019	93,056
Purchased Services	2,422,459	2,117,095	1,709,773	407,322
Energy Services	134,000	149,582	149,581	1
Materials and Supplies	1,351,089	1,834,321	1,587,033	247,288
Capital Outlay	22,743	141,202	126,884	14,318
Other	23,139	23,470	7,496	15,974
Total Maintenance of Plant	<u>12,823,898</u>	<u>13,662,621</u>	<u>12,397,555</u>	<u>1,265,066</u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Expenditures (continued)				
Current Education (continued):				
Administrative Technology Services:				
Salaries	\$ 2,105,837	\$ 2,105,837	\$ 2,002,226	\$ 103,611
Employee Benefits	771,390	771,399	753,126	18,273
Purchased Services	3,577,683	3,638,938	2,325,814	1,313,124
Energy Services	6,500	6,500	5,731	769
Materials and Supplies	30,750	130,162	73,216	56,946
Capital Outlay	79,150	69,924	40,411	29,513
Other	30,600	36,720	22,001	14,719
Total Administrative Technology Services	<u>6,601,910</u>	<u>6,759,480</u>	<u>5,222,525</u>	<u>1,536,955</u>
Community Services:				
Salaries	4,575,634	4,596,826	4,487,681	109,145
Employee Benefits	1,757,480	1,757,966	1,595,263	162,703
Purchased Services	301,270	314,781	269,164	45,617
Materials and Supplies	107,800	117,318	104,443	12,875
Capital Outlay	31,750	48,239	45,173	3,066
Other	1,689,931	1,683,331	257,470	1,425,861
Total Community Services	<u>8,463,865</u>	<u>8,518,461</u>	<u>6,759,194</u>	<u>1,759,267</u>
Capital Outlay:				
Buildings and Fixed Equipment	2,163,808	17,301,925	1,500,897	15,801,028
Improvements Other Than Buildings	872,106	2,214,105	1,081,669	1,132,436
Remodeling and Renovations	2,088,179	3,384,601	1,073,189	2,311,412
Vehicles	165,754	255,242	191,506	63,736
Other Capital Outlay	4,204,227	5,534,368	17,789,958	(12,255,590)
Total Capital Outlay	<u>9,494,074</u>	<u>28,690,241</u>	<u>21,637,219</u>	<u>7,053,022</u>
Debt Service:				
Retirement of Principal	-	4,684,669	5,805,192	(1,120,523)
Interest and Fiscal Charges	-	-	242,844	(242,844)
Total Expenditures	<u>574,553,167</u>	<u>567,131,891</u>	<u>505,147,859</u>	<u>61,984,032</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>(69,945,620)</u>	<u>(88,983,461)</u>	<u>(28,451,721)</u>	<u>60,531,740</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	-	109,227	109,228	1
Insurance Loss Recoveries	-	535,914	572,650	36,736
Proceeds from Lease Agreements	-	14,727,357	14,727,357	-
Transfers In	8,659,932	8,288,125	8,246,198	(41,927)
Transfers Out	(20,000)	(50,361)	(21,220)	29,141
Total Other Financing Sources	<u>8,639,932</u>	<u>23,610,262</u>	<u>23,634,213</u>	<u>23,951</u>
Net Change in Fund Balance	(61,305,688)	(65,373,199)	(4,817,508)	60,555,691
Fund Balance - Beginning	<u>90,008,533</u>	<u>90,008,533</u>	<u>109,258,049</u>	<u>19,249,516</u>
Fund Balance - Ending	<u>\$ 28,702,845</u>	<u>\$ 24,635,334</u>	<u>\$ 104,440,541</u>	<u>\$ 79,805,207</u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Federal Education Stabilization Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Federal Through State				
Education Stabilization Funds - K12	\$ 23,611,033	\$ 23,244,274	\$ 22,591,781	\$ (652,493)
Federal Through Local	18,343	18,343	18,343	-
Total Revenues	23,629,376	23,262,617	22,610,124	(652,493)
Expenditures				
Current Education:				
Instruction:				
Salaries	2,132,867	1,269,222	1,061,322	207,900
Employee Benefits	867,479	350,877	338,986	11,891
Purchased Services	6,157,496	5,884,473	5,851,394	33,079
Materials and Supplies	501,366	465,669	434,542	31,127
Capital Outlay	2,025,010	6,820,305	6,817,250	3,055
Other	312,218	80,543	74,178	6,365
Total Instruction	11,996,436	14,871,089	14,577,672	293,417
Student Personnel Services:				
Salaries	1,035,169	595,037	572,618	22,419
Employee Benefits	569,280	260,261	248,168	12,093
Purchased Services	640,323	788,300	784,942	3,358
Materials and Supplies	36,527	32,091	32,062	29
Capital Outlay	47	-	-	-
Total Student Personnel Services	2,281,346	1,675,689	1,637,790	37,899
Instructional Media Services:				
Salaries	-	10,130	10,129	1
Employee Benefits	-	3,484	3,482	2
Total Instructional Media Services	-	13,614	13,611	3
Intruction and Curriculum Development:				
Salaries	39,267	34,909	34,909	-
Employee Benefits	209,426	10,041	10,037	4
Purchased Services	7,884	4,652	4,650	2
Materials and Supplies	12,951	93,246	91,046	2,200
Total Instruction and Curriculum Development	269,528	142,848	140,642	2,206
Instructional Staff Training Services:				
Salaries	19,246	22,190	22,190	-
Employee Benefits	57,628	17,717	10,297	7,420
Purchased Services	146,270	23,026	21,289	1,737
Other	142,142	61,044	36,242	24,802
Total Instructional Staff Training Services	365,286	123,977	90,018	33,959
Intruction-Related Technology:				
Salaries	81,459	28,642	28,642	-
Employee Benefits	15,915	7,133	7,131	2
Purchased Services	2,795,149	2,609,585	2,609,558	27
Total Instruction-Related Technology	2,892,523	2,645,360	2,645,331	29
General Administration:				
Other	1,912,735	601,053	445,610	155,443
Total General Administration	1,912,735	601,053	445,610	155,443
School Administration:				
Salaries	151,573	51,309	51,309	-
Employee Benefits	49,412	19,678	19,663	15
Total School Administration	200,985	70,987	70,972	15

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Federal Education Stabilization Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures (Concluded)				
Current Education (Concluded):				
Facility Services:				
Capital Outlay	\$ 105,540	\$ 100,603	\$ -	\$ 100,603
Total Facility Services	105,540	100,603	-	100,603
Fiscal Services:				
Salaries	33,958	-	-	-
Employee Benefits	15,138	-	-	-
Total Fiscal Services	49,096	-	-	-
Central Services:				
Salaries	85,629	3,396	3,396	-
Employee Benefits	37,574	1,841	1,567	274
Purchased Services	43,664	22,426	22,425	1
Materials and Supplies	1,847	1,220	1,219	1
Capital Outlay	2,540	2,460	2,460	-
Other	11,292	5,686	3,795	1,891
Total Central Services	182,546	37,029	34,862	2,167
Student Transportation Services:				
Salaries	126,934	213,358	213,357	1
Employee Benefits	-	72,923	72,917	6
Purchased Services	14,995	3,995	579	3,416
Energy Services	118,972	135,320	135,318	2
Materials and Supplies	43,681	2,715	2,714	1
Other	1,500	-	-	-
Total Student Transportation Services	306,082	428,311	424,885	3,426
Operation of Plant:				
Salaries	23,146	-	-	-
Employee Benefits	1,087	-	-	-
Purchased Services	25,627	25,629	24,927	702
Materials and Supplies	711	-	-	-
Total Operation of Plant	50,571	25,629	24,927	702
Maintenance of Plant				
Purchased Services	-	1	-	1
Total Maintenance of Plant	-	1	-	1
Administration Technology Services:				
Salaries	-	19,682	19,681	1
Employee Benefits	7,836	8,319	8,316	3
Total Administration Technology Services	7,836	28,001	27,997	4
Community Services:				
Salaries	-	28,303	28,303	-
Employee Benefits	-	8,753	8,751	2
Purchased Services	25,599	1,514	1,514	-
Total Community Services	25,599	38,570	38,568	2

**MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Federal Education Stabilization Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Capital Outlay:				
Improvements Other Than Buildings	\$ 212,527	\$ 210,918	\$ 209,857	\$ 1,061
Remodeling and Renovations	2,724,423	2,237,108	2,218,256	18,852
Vehicles	42,103	-	-	-
Other Capital Outlay	4,214	11,830	9,126	2,704
Total Capital Outlay	<u>2,983,267</u>	<u>2,459,856</u>	<u>2,437,239</u>	<u>22,617</u>
Total Expenditures	<u>23,629,376</u>	<u>23,262,617</u>	<u>22,610,124</u>	<u>652,493</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Schedule of Proportionate Share of Net Pension Liability
Florida Retirement System Pension Plan (1)**

Fiscal Year Ending June 30	District's Proportion of FRS Net Pension Liability	District's Proportionate Share of the FRS Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the FRS Net Pension Liability as a Percentage of its Covered Payroll	FRS Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.521988161%	67,421,772	208,929,545	32.27%	92.00%
2016	0.507447693%	128,130,941	223,856,707	57.24%	84.88%
2017	0.504575470%	149,250,038	229,899,245	64.92%	83.89%
2018	0.500254558%	150,679,266	237,064,100	63.56%	87.43%
2019	0.494246229%	170,211,520	238,892,291	71.25%	82.61%
2020	0.478667616%	207,461,599	242,094,532	85.69%	78.85%
2021	0.523306955%	39,529,893	247,669,118	15.96%	96.40%
2022	0.541300681%	201,407,353	285,476,493	70.55%	82.89%
2023	0.526570677%	209,821,749	286,869,984	73.14%	82.38%
2024	0.510826606%	197,611,754	305,559,265	64.67%	83.70%

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

**Schedule of District Contributions
Florida Retirement System Pension Plan (1)**

Fiscal Year Ending June 30	FRS Contribution	Contribution	Deficiency (Excess)	Covered Payroll	Contribution as a Percentage of Covered Payroll
2016	12,450,461	(12,450,461)	-	223,856,707	5.56%
2017	13,201,646	(13,201,646)	-	229,899,245	5.74%
2018	14,269,459	(14,269,459)	-	237,064,100	6.02%
2019	15,325,199	(15,325,199)	-	238,892,291	6.42%
2020	16,106,008	(16,106,008)	-	242,094,532	6.65%
2021	20,107,233	(20,107,233)	-	247,669,118	8.12%
2022	23,098,285	(23,098,285)	-	285,476,493	8.09%
2023	25,331,436	(25,331,436)	-	286,869,984	8.83%
2024	28,926,237	(28,926,237)	-	305,559,265	9.47%
2025	29,726,754	(29,726,754)	-	317,499,533	9.36%

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

**Schedule of Proportionate Share of Net Pension Liability
Health Insurance Subsidy Pension Plan (1)**

Fiscal Year Ending June 30	District's Proportion of the HIS Net Pension Liability	District's Proportionate Share of the HIS Net Pension Liability	District's Covered Payroll	District's Proportionate Share of HIS Net Pension Liability as a Percentage of its Covered Payroll	HIS Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.690189062%	70,388,427	208,929,545	33.69%	0.00%
2016	0.725308478%	84,531,698	223,856,707	37.76%	0.97%
2017	0.720509302%	77,040,179	229,899,245	33.51%	1.64%
2018	0.714200727%	75,591,807	237,064,100	31.89%	2.15%
2019	0.714222759%	79,914,379	238,892,291	33.45%	2.63%
2020	0.697511916%	85,165,069	242,094,532	35.18%	0.30%
2021	0.699610333%	85,817,726	247,669,118	34.65%	3.56%
2022	0.720705581%	76,334,232	285,476,493	26.74%	4.81%
2023	0.723709779%	114,934,765	286,869,984	40.07%	4.12%
2024	0.721395751%	108,216,410	305,559,265	34.08%	4.80%

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

**Schedule of District Contributions
Health Insurance Subsidy Pension Plan (1)**

Fiscal Year Ending June 30	FRS Contribution	Contribution	Deficiency (Excess)	Covered Payroll	Contribution as a Percentage of Covered Payroll
2016	3,716,021	(3,716,021)	-	223,854,707	1.66%
2017	3,816,327	(3,816,327)	-	229,899,245	1.66%
2018	3,877,158	(3,877,158)	-	237,064,100	1.64%
2019	3,966,010	(3,966,010)	-	238,892,291	1.66%
2020	4,018,755	(4,018,755)	-	242,094,532	1.66%
2021	4,111,805	(4,111,805)	-	247,669,118	1.66%
2022	4,360,876	(4,360,876)	-	285,476,493	1.53%
2023	4,760,691	(4,760,691)	-	286,869,984	1.66%
2024	6,107,549	(6,107,549)	-	305,559,265	2.00%
2025	6,349,388	(6,349,388)	-	317,499,533	2.00%

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

**Marion County District School Board
Required Supplementary Information
Schedule of Change in Other Postemployment Benefit (OPEB) Plan Liability and Related Ratios
Last 10 Fiscal Years***

	2024	2023	2022	2021	2020	2019	2018	2017
Service Cost	\$ 843,755	\$ 799,932	\$ 1,107,358	\$ 1,017,847	\$ 914,478	\$ 1,240,787	\$ 1,261,070	\$ 1,371,357
Interest on the Total OPEB Plan Liability	705,124	668,558	418,996	530,073	629,336	1,018,392	982,553	840,553
Difference between expected and actual experience	-	(2,026,725)	-	(654,598)	-	(731,300)	-	-
Changes of Assumptions	(149,332)	1,699,751	(3,783,873)	398,539	1,148,531	(7,801,466)	(162,826)	(1,766,608)
Benefit Payments	(940,137)	(1,131,842)	(1,147,430)	(1,241,147)	(1,292,245)	(1,559,524)	(1,496,366)	(1,546,160)
Net Change in Total OPEB Plan Liability	459,410	9,674	(3,404,949)	50,714	1,400,100	(7,833,111)	584,431	(1,100,858)
Total OPEB Plan Liability, Beginning	17,893,778	17,884,104	21,289,053	21,238,339	19,838,239	27,671,350	27,086,919	28,187,777
Total OPEB Plan Liability, Ending	<u>\$ 18,353,188</u>	<u>\$ 17,893,778</u>	<u>\$ 17,884,104</u>	<u>\$ 21,289,053</u>	<u>\$ 21,238,339</u>	<u>\$ 19,838,239</u>	<u>\$ 27,671,350</u>	<u>\$ 27,086,919</u>
Total OPEB Plan Liability	\$ 18,353,188	\$ 17,893,778	\$ 17,884,104	\$ 21,289,053	\$ 21,238,339	\$ 19,838,239	\$ 27,671,350	\$ 27,086,919
Covered- Employee Payroll	\$ 319,045,425	\$ 285,676,193	\$ 274,229,015	\$ 225,982,443	\$ 211,342,507	\$ 203,546,197	\$ 208,920,616	201,855,668
Total OPEB Plan Liability as a Percentage of Covered-Employee Payroll	5.75%	6.26%	6.52%	9.42%	10.05%	9.75%	13.24%	13.42%

*The amounts presented for each fiscal year were determined as of June 30. The District implemented GASB Statement No. 75 for the fiscal year ended June 30, 2018. As a result, this schedule will present 10 years information as available.

**MARION COUNTY DISTRICT SCHOOL BOARD
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

Budgetary Compliance and Accountability

The Board follows procedures established by Florida Statutes and SBE rules in establishing budget balances for governmental funds as described below.

- Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and SBE rules.
- Appropriations are controlled at the object level (e.g., salaries, purchased services, and capital outlay) within each activity (e.g., instruction, student personnel services, and school administration) and may be amended by resolution at any School Board meeting prior to the due date for the annual financial report.
- Budgets are prepared using the same modified accrual basis as is used to account for governmental funds. Except that no budget appropriation is made for leases in the year of inception.
- Budgetary information is integrated into the accounting system and, to facilitate budget control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at fiscal year-end and encumbrances outstanding are honored from the subsequent year's appropriations.

Schedule of Proportionate Share of Net Pension Liability and Schedule of Contributions

Actuarial assumptions for both cost-sharing defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS Pension Plan has a valuation performed annually. The HIS Program has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the FRS Pension Plan was completed for the period July 1, 2018, through June 30, 2023. Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determined the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

The following changes in actuarial assumptions occurred in 2025:

- HIS: The municipal bond rate used to determine total pension liability increased from 3.65 percent to 3.93 .

Schedule of Change in Other Postemployment Benefit (OPEB) Plan Liability and Related Ratios

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB statement No. 75 to pay related benefits.

Changes in assumptions and other inputs include the change in the discount rate from 3.86 percent as of the beginning of the measurement period to 3.93 percent as of the end of the measurement period. This change is reflected in the Schedule of Changes in Total OPEB Plan Liability.

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**MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR CAPITAL PROJECTS FUND - LOCAL CAPITAL IMPROVEMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Local Capital Improvement Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local:				
District Local Capital Improvement Tax	\$ 56,005,104	\$ 55,883,767	\$ 55,910,959	\$ 27,192
Tax Redemptions	-	-	203,479	203,479
Investment Income	-	-	2,042,196	2,042,196
Net Increase in Fair Value of Investments	-	-	47,327	47,327
Total Revenues	<u>56,005,104</u>	<u>55,883,767</u>	<u>58,203,961</u>	<u>2,320,194</u>
Expenditures				
Current Education:				
Facilities Services:				
Facility Acquisition and Construction	2,725,908	4,293,167	184,882	4,108,285
Capital Outlay:				
Facilities, Acquisition and Construction:				
Buildings and Fixed Equipment	24,916,335	15,243,548	5,655,538	9,588,010
Improvements Other Than Buildings	4,336,374	4,503,993	2,811,214	1,692,779
Remodeling and Renovations	36,545,206	39,579,529	19,499,486	20,080,043
Other Capital Outlay:				
Vehicles	2,827,900	3,207,640	-	3,207,640
Furniture, Fixtures and Equipment	91,000	111,527	-	111,527
Total Expenditures	<u>71,442,723</u>	<u>66,939,404</u>	<u>28,151,120</u>	<u>38,788,284</u>
Excess of Revenues Over Expenditures	<u>(15,437,619)</u>	<u>(11,055,637)</u>	<u>30,052,841</u>	<u>41,108,478</u>
Other Financing Uses				
Transfers Out	(19,344,809)	(23,726,791)	(22,337,828)	1,388,963
Net Change in Fund Balance	(34,782,428)	(34,782,428)	7,715,013	42,497,441
Fund Balance - Beginning	<u>26,054,705</u>	<u>26,054,705</u>	<u>38,149,279</u>	<u>12,094,574</u>
Fund Balance - Ending	<u><u>\$ (8,727,723)</u></u>	<u><u>\$ (8,727,723)</u></u>	<u><u>\$ 45,864,292</u></u>	<u><u>\$ 54,592,015</u></u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR CAPITAL PROJECTS FUND - Other Capital Projects Fund
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Other Capital Projects Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
State:				
Miscellaneous State	\$ 5,534,292	\$ 6,179,226	\$ 5,178,112	\$ (1,001,114)
Local:				
Investment Income	-	-	11,011,419	11,011,419
Net Increase in Fair Value of Investments	-	-	2,520,489	2,520,489
Miscellaneous Local Revenues	15,074,500	32,196,844	32,196,843	(1)
Total Revenues	<u>20,608,792</u>	<u>38,376,070</u>	<u>50,906,863</u>	<u>12,530,793</u>
Expenditures				
Facility Acquisition and Construction	-	447,740	447,735	5
Capital Outlay:				
Facilities, Acquisition and Construction:				
Buildings and Fixed Equipment	312,450,825	326,568,141	129,433,824	197,134,317
Furniture, Fixtures and Equipment	-	30,000	-	30,000
Improvements Other Than Buildings	190,724	190,724	187,577	3,147
Remodeling and Renovations	7,700,527	14,334,298	5,541,429	8,792,869
Total Facilities, Acquisition and Construction	<u>320,342,076</u>	<u>341,123,163</u>	<u>135,162,830</u>	<u>205,960,333</u>
Total Expenditures	<u>320,342,076</u>	<u>341,570,903</u>	<u>135,610,565</u>	<u>205,960,338</u>
Excess of Revenues Over Expenditures	<u>(299,733,284)</u>	<u>(303,194,833)</u>	<u>(84,703,702)</u>	<u>218,491,131</u>
Other Financing Sources				
Transfers Out	(15,083,394)	(11,621,845)	(11,603,169)	18,676
Total Other Financing Sources	<u>(15,083,394)</u>	<u>(11,621,845)</u>	<u>(11,603,169)</u>	<u>18,676</u>
Net Change in Fund Balance	<u>(314,816,678)</u>	<u>(314,816,678)</u>	<u>(96,306,871)</u>	<u>218,509,807</u>
Fund Balance - Beginning	<u>4,653,856</u>	<u>4,653,856</u>	<u>322,701,493</u>	<u>318,047,637</u>
Fund Balance - Ending	<u>\$ (310,162,822)</u>	<u>\$ (310,162,822)</u>	<u>\$ 226,394,622</u>	<u>\$ 536,557,444</u>

**MARION COUNTY DISTRICT SCHOOL BOARD
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2025**

	Special Revenue			Debt Service
	Food Service Fund	Miscellaneous Special Revenue Fund	Special Revenue- Other Federal Programs Fund	State Board of Education COBI Bonds Fund
Assets				
Cash	\$ 11,597,697	\$ 3,653,579	\$ 10	\$ -
Investments	9,643,113	-	-	-
Accounts Receivable	13,777	47,584	718	-
Due from Other Agencies	249,091	-	1,915,715	-
Due from Other Funds	362,966	-	-	-
Inventories	1,006,479	-	-	-
Prepaid Items	6,404	-	10,411	-
Total Assets	\$ 22,879,527	\$ 3,701,163	\$ 1,926,854	\$ -
Liabilities and Fund Balances				
Liabilities				
Salaries and Benefits Payable	\$ 79,767	\$ 3,965	\$ 679,042	\$ -
Payroll Deductions and Withholdings Payable	14,869	-	82,402	-
Accounts Payable	149,202	4,735	727,938	-
Deposits Payable	173,082	-	-	-
Construction Contracts Payable	132,321	-	-	-
Construction Contracts Payable - Retainage	-	-	-	-
Due to Other Agencies	8,081	-	54,363	-
Due to Other Funds	-	-	362,966	-
Unearned Revenue	-	45,768	20,143	-
Total Liabilities	557,322	54,468	1,926,854	-
Fund Balances				
Nonspendable:				
Inventories	1,006,479	-	-	-
Prepaid Items	6,404	-	10,411	-
Total Nonspendable Fund Balance	1,012,883	-	10,411	-
Restricted for:				
Debt Service	-	-	-	-
Capital Projects	-	-	-	-
Food Service	21,309,322	-	-	-
Internal Accounts	-	3,646,695	-	-
Total Restricted Fund Balance	21,309,322	3,646,695	-	-
Unassigned Fund Balance	-	-	(10,411)	-
Total Fund Balances	22,322,205	3,646,695	-	-
Total Liabilities and Fund Balances	\$ 22,879,527	\$ 3,701,163	\$ 1,926,854	\$ -

Debt Service		Capital Projects		
Other Debt Service Fund	Public Education Capital Outlay Fund	Capital Outlay and Debt Service Fund		Total
\$ 824,989	\$ 100	\$ 443,079	\$	16,519,454
80,403	-	350		9,723,866
-	-	-		62,079
-	-	2,019,204		4,184,010
-	-	-		362,966
-	-	-		1,006,479
-	-	-		16,815
<u>\$ 905,392</u>	<u>\$ 100</u>	<u>\$ 2,462,633</u>	<u>\$</u>	<u>31,875,669</u>

\$ -	\$ -	\$ -	\$	762,774
-	-	-		97,271
-	-	-		881,875
-	-	-		173,082
-	-	1,022,976		1,155,297
-	-	6,312		6,312
-	-	-		62,444
-	-	-		362,966
-	-	-		65,911
-	-	1,029,288		3,567,932

-	-	-		1,006,479
-	-	-		16,815
-	-	-		1,023,294

905,392	-	-		905,392
-	100	1,433,345		1,433,445
-	-	-		21,309,322
-	-	-		3,646,695
<u>905,392</u>	<u>100</u>	<u>1,433,345</u>		<u>27,294,854</u>
-	-	-		(10,411)
<u>905,392</u>	<u>100</u>	<u>1,433,345</u>		<u>28,307,737</u>
<u>\$ 905,392</u>	<u>\$ 100</u>	<u>\$ 2,462,633</u>	<u>\$</u>	<u>31,875,669</u>

MARION COUNTY DISTRICT SCHOOL BOARD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Special Revenue			Debt Service
	Food Service Fund	Miscellaneous Special Revenue Fund	Special Revenue- Other Federal Programs Fund	State Board of Education COBI Bonds Fund
Revenues				
Intergovernmental:				
Federal Direct	\$ -	\$ -	\$ 1,517,169	\$ -
Federal Through State and Local	42,301,083	-	43,053,638	-
State	432,401	-	2,190,422	111,520
Local:				
Other	1,686,342	4,309,022	53,562	-
Total Revenues	<u>44,419,826</u>	<u>4,309,022</u>	<u>46,814,791</u>	<u>111,520</u>
Expenditures				
Instruction	-	5,955	20,345,881	-
Student Personnel Services	-	1,144	8,945,354	-
Instructional Media Services	-	-	16,450	-
Instruction and Curriculum Development	-	396,979	3,714,239	-
Instructional Staff Training Services	-	16,091	8,358,764	-
Instruction Related Technology	-	-	720	-
General Administration	-	-	1,426,561	-
School Administration	-	-	378,126	-
Food Services	41,716,954	-	-	-
Central Services	-	-	161,116	-
Student Transportation Services	-	1,300	315,107	-
Operation of Plant	-	10,000	73,646	-
Maintenance of Plant	-	3,228	-	-
Community Services	-	3,646,843	1,517,169	-
Capital Outlay:				
Facilities Acquisition and Construction	-	-	-	-
Other Capital Outlay	2,556,900	1,863	1,561,658	-
Debt Service:				
Retirement of Principal	-	-	-	110,000
Interest and Fiscal Charges	-	-	-	3,300
Dues and Fees	-	-	-	468
Total Expenditures	<u>44,273,854</u>	<u>4,083,403</u>	<u>46,814,791</u>	<u>113,768</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>145,972</u>	<u>225,619</u>	<u>-</u>	<u>(2,248)</u>
Other Financing Sources (Uses)				
Insurance Loss Recoveries	60	-	-	-
Transfers In	21,220	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>21,280</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	167,252	225,619	-	(2,248)
Fund Balances - Beginning, as Previously Reported	22,154,953	3,421,076	-	2,248
Changes within financial reporting entity: Change from major fund to nonmajor fund	-	-	-	-
Fund Balances - Beginning, as Adjusted or Restated	<u>22,154,953</u>	<u>3,421,076</u>	<u>-</u>	<u>2,248</u>
Fund Balances - Ending	<u>\$ 22,322,205</u>	<u>\$ 3,646,695</u>	<u>\$ -</u>	<u>\$ -</u>

Debt Service		Capital Projects		Total
Other Debt Service Fund	Public Education Capital Outlay Fund	Capital Outlay and Debt Service Fund		
\$ -	\$ -	\$ -	\$ -	1,517,169
-	-	-	-	85,354,721
279,063	627,640	2,019,452	-	5,660,498
83,025	-	42,717	-	6,174,668
<u>362,088</u>	<u>627,640</u>	<u>2,062,169</u>	-	<u>98,707,056</u>
-	-	-	-	20,351,836
-	-	-	-	8,946,498
-	-	-	-	16,450
-	-	-	-	4,111,218
-	-	-	-	8,374,855
-	-	-	-	720
-	-	-	-	1,426,561
-	-	-	-	378,126
-	-	-	-	41,716,954
-	-	-	-	161,116
-	-	-	-	316,407
-	-	-	-	83,646
-	-	-	-	3,228
-	-	-	-	5,164,012
-	-	1,796,217	-	1,796,217
-	-	-	-	4,120,421
9,306,379	-	-	-	9,416,379
17,250,834	-	-	-	17,254,134
266,988	-	2,237	-	269,693
<u>26,824,201</u>	<u>-</u>	<u>1,798,454</u>	<u>-</u>	<u>123,908,471</u>
(26,462,113)	627,640	263,715	-	(25,201,415)
-	-	-	-	60
26,322,439	-	-	-	26,343,659
-	(627,640)	-	-	(627,640)
<u>26,322,439</u>	<u>(627,640)</u>	<u>-</u>	<u>-</u>	<u>25,716,079</u>
(139,674)	-	263,715	-	514,664
1,045,066	100	1,169,630	-	27,793,073
-	-	-	-	-
<u>1,045,066</u>	<u>100</u>	<u>1,169,630</u>	<u>-</u>	<u>27,793,073</u>
<u>\$ 905,392</u>	<u>\$ 100</u>	<u>\$ 1,433,345</u>	<u>\$ -</u>	<u>\$ 28,307,737</u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUND - FOOD SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Food Service Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Federal Through State:			
National School Lunch Act	\$ 37,262,457	\$ 32,686,907	\$ (4,575,550)
School Breakfast Program	10,623,681	9,614,176	(1,009,505)
Total Federal Through State	<u>47,886,138</u>	<u>42,301,083</u>	<u>(5,585,055)</u>
State:			
Breakfast Supplement	218,590	210,812	(7,778)
School Lunch Supplement	203,488	221,589	18,101
Total State	<u>422,078</u>	<u>432,401</u>	<u>10,323</u>
Local:			
Investment Income	707,200	746,252	39,052
Net Increase in Fair Value of Investments	-	58,811	58,811
Charges for Services - Food Service	829,451	819,911	(9,540)
Sale of Junk	50,000	10,935	(39,065)
Other	106,928	50,433	(56,495)
Total Local	<u>1,693,579</u>	<u>1,686,342</u>	<u>(7,237)</u>
Total Revenues	<u>50,001,795</u>	<u>44,419,826</u>	<u>(5,581,969)</u>
Expenditures			
Current Education:			
Food Services:			
Salaries	12,928,250	11,849,958	1,078,292
Employee Benefits	6,363,392	5,843,185	520,207
Purchased Services	850,643	651,909	198,734
Energy Services	803,591	615,518	188,073
Materials and Supplies	27,245,382	21,602,020	5,643,362
Capital Outlay	1,163,717	352,355	811,362
Other	1,250,635	802,009	448,626
Total Food Services	<u>50,605,610</u>	<u>41,716,954</u>	<u>8,888,656</u>
Capital Outlay:			
Buildings and Fixed Equipment	1,194,480	-	1,194,480
Vehicles	155,000	154,328	672
Other Capital Outlay	2,342,033	2,402,572	(60,539)
Total Capital Outlay	<u>3,691,513</u>	<u>2,556,900</u>	<u>1,134,613</u>
Total Expenditures	<u>54,297,123</u>	<u>44,273,854</u>	<u>10,023,269</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(4,295,328)</u>	<u>145,972</u>	<u>4,441,300</u>
Other Financing Sources (Uses)			
Insurance Loss Recoveries	-	60	60
Transfers In	20,000	21,220	1,220
Net Change in Fund Balance	<u>(4,275,328)</u>	<u>167,252</u>	<u>4,442,580</u>
Fund Balance - Beginning	<u>16,991,625</u>	<u>22,154,953</u>	<u>5,163,328</u>
Fund Balance - Ending	<u>\$ 12,716,297</u>	<u>\$ 22,322,205</u>	<u>\$ 9,605,908</u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUND - MISCELLANEOUS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Miscellaneous Special Revenue Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Local:			
Gifts, Grants, and Bequests	\$ 709,278	\$ 436,416	\$ (272,862)
Other	3,900,000	3,872,606	(27,394)
Total Revenues	<u>4,609,278</u>	<u>4,309,022</u>	<u>(300,256)</u>
Expenditures			
Current Education:			
Instruction:			
Salaries	60,000	-	60,000
Purchased Services	2,001	953	1,048
Materials and Supplies	18,455	1,632	16,823
Capital Outlay	21,154	970	20,184
Other	4,805	2,400	2,405
Total Instruction	<u>106,415</u>	<u>5,955</u>	<u>100,460</u>
Student Personnel Services:			
Purchased Services	1,000	-	1,000
Materials and Supplies	2,470	1,144	1,326
Total Student Personnel Services	<u>3,470</u>	<u>1,144</u>	<u>2,326</u>
Instruction and Curriculum Development:			
Salaries	331,026	270,540	60,486
Employee Benefits	121,030	102,062	18,968
Purchased Services	15,576	7,564	8,012
Energy Services	1,200	221	979
Materials and Supplies	18,773	3,390	15,383
Capital Outlay	15,037	13,202	1,835
Other	13,050	-	13,050
Total Instruction and Curriculum Development:	<u>515,692</u>	<u>396,979</u>	<u>118,713</u>
Instructional Staff Training Services:			
Purchased Services	24,497	15,644	8,853
Materials and Supplies	450	447	3
Other	16,389	-	16,389
Total Instruction Staff Training Services	<u>41,336</u>	<u>16,091</u>	<u>25,245</u>
Student Transportation Services			
Salaries	1,443	-	1,443
Employee Benefits	294	-	294
Purchased Services	1,300	1,300	-
Energy Services	1,218	-	1,218
Total Student Transportation Services	<u>4,255</u>	<u>1,300</u>	<u>2,955</u>
Operation:			
Materials and Supplies	10,000	10,000	-
Total Operation	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Maintenance:			
Salaries	3,054	2,200	854
Employee Benefits	488	484	4
Purchased Services	15,965	544	15,421
Total Maintenance	<u>19,507</u>	<u>3,228</u>	<u>16,279</u>
Community Services:			
Materials and Supplies	3,900,000	3,646,843	253,157
Total Community Services	<u>3,900,000</u>	<u>3,646,843</u>	<u>253,157</u>
Capital Outlay:			
Other Capital Outlay	8,603	1,863	6,740
Total Expenditures	<u>4,609,278</u>	<u>4,083,403</u>	<u>525,875</u>
Net Change in Fund Balance	-	225,619	225,619
Fund Balance - Beginning	<u>3,206,072</u>	<u>3,421,076</u>	<u>215,004</u>
Fund Balance - Ending	<u>\$ 3,206,072</u>	<u>\$ 3,646,695</u>	<u>\$ 440,623</u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUND - SPECIAL REVENUE - OTHER FEDERAL PROGRAMS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Special Revenue- Other Federal Programs Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
Federal Direct			
Education Stabilization Funds - Workforce	\$ 1,517,169	\$ 1,517,169	\$ -
Total Federal Direct	<u>1,517,169</u>	<u>1,517,169</u>	<u>-</u>
Federal Through State and Local			
Career and Technical Education	994,418	928,704	(65,714)
Individuals with Disabilities Education Act (IDEA)	17,813,005	14,306,487	(3,506,518)
Adult General Education	729,237	696,066	(33,171)
English Literacy and Civics Education	69,699	64,864	(4,835)
Elementary and Secondary Education Act	25,257,733	20,431,208	(4,826,525)
Teacher and Principal Training and Recruiting	4,814,193	3,130,757	(1,683,436)
Language Instruction	633,420	367,943	(265,477)
Twenty-First Century Schools	1,113,803	495,653	(618,150)
Miscellaneous Federal Revenues	4,396,603	2,308,233	(2,088,370)
Federal Through Local	323,886	323,723	(163)
Total Federal Through State and Local	<u>56,145,997</u>	<u>43,053,638</u>	<u>(13,092,359)</u>
State			
Miscellaneous State	2,511,010	2,190,422	(320,588)
Local			
Local Adult General Education Course Fees	52,197	52,197	-
Other	1,309	1,365	56
Total Revenues	<u>60,227,682</u>	<u>46,814,791</u>	<u>(13,412,891)</u>
Expenditures			
Current Education:			
Instruction:			
Salaries	13,005,922	10,859,425	2,146,497
Employee Benefits	5,970,620	5,126,463	844,157
Purchased Services	3,789,937	2,122,566	1,667,371
Energy Services	4,977	477	4,500
Materials and Supplies	1,415,260	897,756	517,504
Capital Outlay	1,100,025	451,957	648,068
Other	1,006,598	887,237	119,361
Total Instruction	<u>26,293,339</u>	<u>20,345,881</u>	<u>5,947,458</u>
Student Personnel Services:			
Salaries	7,129,225	6,113,819	1,015,406
Employee Benefits	2,894,733	2,398,092	496,641
Purchased Services	471,419	169,480	301,939
Energy Services	4,684	442	4,242
Materials and Supplies	395,534	172,803	222,731
Capital Outlay	150,170	90,718	59,452
Total Student Personnel Services	<u>11,045,765</u>	<u>8,945,354</u>	<u>2,100,411</u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUND - SPECIAL REVENUE - OTHER FEDERAL PROGRAMS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Special Revenue- Other Federal Programs Fund		
	Final Budget	Actual	Variance with Final Budget
Expenditures (concluded)			
Current Education (concluded):			
Instructional Media Services:			
Purchased Services	17,010	16,450	560
Total Instructional Media Services	<u>17,010</u>	<u>16,450</u>	<u>560</u>
Instruction and Curriculum Development:			
Salaries	3,022,962	2,456,797	566,165
Employee Benefits	1,168,288	901,100	267,188
Purchased Services	252,274	161,739	90,535
Materials and Supplies	126,735	65,570	61,165
Capital Outlay	195,891	109,673	86,218
Other	21,610	19,360	2,250
Total Instruction and Curriculum Development	<u>4,787,760</u>	<u>3,714,239</u>	<u>1,073,521</u>
Instructional Staff Training Services:			
Salaries	4,720,003	4,282,325	437,678
Employee Benefits	2,191,151	1,751,443	439,708
Purchased Services	2,190,621	1,432,066	758,555
Materials and Supplies	114,049	33,006	81,043
Capital Outlay	3,000	870	2,130
Other	1,498,985	859,054	639,931
Total Instructional Staff Training Services	<u>10,717,809</u>	<u>8,358,764</u>	<u>2,359,045</u>
Instruction Related Technology			
Purchased Services	8,856	720	8,136
Total Instruction Related Technology	<u>8,856</u>	<u>720</u>	<u>8,136</u>
General Administration:			
Salaries	11,721	-	11,721
Employee Benefits	4,654	-	4,654
Energy Services	-	-	-
Other	1,716,971	1,426,561	290,410
Total General Administration	<u>1,733,346</u>	<u>1,426,561</u>	<u>306,785</u>
School Administration:			
Salaries	478,392	341,535	136,857
Employee Benefits	119,974	29,091	90,883
Purchased Services	68,128	7,500	60,628
Total School Administration	<u>666,494</u>	<u>378,126</u>	<u>288,368</u>
Facility Services			
Capital Outlay	750	-	750
Total Facility Services	<u>750</u>	<u>-</u>	<u>750</u>
Central Services:			
Employee Benefits	15,265	2,380	12,885
Purchased Services	146,666	129,152	17,514
Materials and Supplies	1,040	-	1,040
Other	104,166	29,584	74,582
Total Central Services	<u>267,137</u>	<u>161,116</u>	<u>106,021</u>
Student Transportation Services:			
Salaries	343,600	233,608	109,992
Employee Benefits	76,764	52,936	23,828
Purchased Services	16,332	4,213	12,119
Energy Services	159,858	24,350	135,508
Total Student Transportation Services	<u>596,554</u>	<u>315,107</u>	<u>281,447</u>
Operation of Plant			
Salaries	75,000	73,646	1,354
Purchased Services	81,651	-	81,651
Total Operation of Plant	<u>156,651</u>	<u>73,646</u>	<u>83,005</u>

**MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUND - SPECIAL REVENUE - OTHER FEDERAL PROGRAMS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Special Revenue- Other Federal Programs Fund		
	Final Budget	Actual	Variance with Final Budget
Community Services			
Other	1,517,169	1,517,169	-
Total Community Services	1,517,169	1,517,169	-
Capital Outlay:			
Vehicles	447,212	447,212	-
Other Capital Outlay	1,971,830	1,114,446	857,384
Total Capital Outlay	2,419,042	1,561,658	857,384
Total Expenditures	60,227,682	46,814,791	13,412,891
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	-	-	-
Fund Balance - Ending	\$ -	\$ -	\$ -

**MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUND - STATE BOARD OF EDUCATION COBI BONDS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	State Board of Education COBI Bonds Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
State:			
Debt Service for State Board of Education/COBI Bonds	\$ 113,300	\$ 111,178	\$ (2,122)
State Board of Education/COBI Bond Interest	-	342	342
Total Revenues	<u>113,300</u>	<u>111,520</u>	<u>(1,780)</u>
Expenditures			
Debt Service:			
Retirement of Principal	110,000	110,000	-
Interest and Fiscal Charges	3,300	3,768	(468)
Total Expenditures	<u>113,300</u>	<u>113,768</u>	<u>(468)</u>
Net Change in Fund Balance	-	(2,248)	(2,248)
Fund Balance - Beginning	<u>5,143</u>	<u>2,248</u>	<u>(2,895)</u>
Fund Balance - Ending	<u>\$ 5,143</u>	<u>\$ -</u>	<u>\$ (5,143)</u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUND - OTHER DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Other Debt Service Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
State:			
Racing Commission Funds	\$ 223,250	\$ 279,063	\$ 55,813
Local:			
Investment Income	6,000	83,025	77,025
Total Revenues	<u>229,250</u>	<u>362,088</u>	<u>132,838</u>
Expenditures			
Debt Service:			
Retirement of Principal	9,306,380	9,306,379	1
Interest and Fiscal Charges	17,226,092	17,250,834	(24,742)
Other Debt Service Costs	286,139	266,988	19,151
Total Expenditures	<u>26,818,611</u>	<u>26,824,201</u>	<u>(5,590)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(26,589,361)</u>	<u>(26,462,113)</u>	<u>127,248</u>
Other Financing Sources (Uses)			
Transfers In	26,344,092	26,322,439	(21,653)
Net Change in Fund Balance	(245,269)	(139,674)	105,595
Fund Balance - Beginning	690,825	1,045,066	354,241
Fund Balance - Ending	<u>\$ 445,556</u>	<u>\$ 905,392</u>	<u>\$ 459,836</u>

**MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR CAPITAL PROJECTS FUND - PUBLIC EDUCATION CAPITAL OUTLAY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Public Education Capital Outlay Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
State:			
Charter School Capital Outlay Funding	\$ 627,640	\$ 627,640	\$ -
Total Revenues	<u>627,640</u>	<u>627,640</u>	<u>-</u>
Other Financing Sources (Uses)			
Transfers Out	(627,640)	(627,640)	-
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>100</u>	<u>100</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ 100</u></u>	<u><u>\$ 100</u></u>

MARION COUNTY DISTRICT SCHOOL BOARD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR CAPITAL PROJECTS FUND - CAPITAL OUTLAY AND DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Capital Outlay and Debt Service Fund		
	Final Budget	Actual	Variance with Final Budget
Revenues			
State:			
Capital Outlay/Debt Service Distributed	\$ 1,736,715	\$ 1,942,133	\$ 205,418
Interest on Undistributed Capital Outlay and Debt Service	50,863	77,319	26,456
Total State	<u>1,787,578</u>	<u>2,019,452</u>	<u>231,874</u>
Local:			
Investment Income	-	42,717	42,717
Total Revenues	<u>1,787,578</u>	<u>2,062,169</u>	<u>274,591</u>
Expenditures			
Capital Outlay:			
Facilities Acquisition and Construction:			
Remodeling and Renovations	2,479,181	1,796,217	682,964
Debt Service:			
Interest and Fiscal Charges	-	2,237	(2,237)
Total Expenditures	<u>2,479,181</u>	<u>1,798,454</u>	<u>680,727</u>
Net Change in Fund Balance	(691,603)	263,715	955,318
Fund Balance - Beginning	<u>1,732,538</u>	<u>1,169,630</u>	<u>(562,908)</u>
Fund Balance - Ending	<u>\$ 1,040,935</u>	<u>\$ 1,433,345</u>	<u>\$ 392,410</u>

**MARION COUNTY DISTRICT SCHOOL BOARD
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2025**

	Internal Service Funds		
	Property/Casualty and Workers' Compensation Program	Self-Funded Employee Health Insurance	Total Internal Service Funds
Assets			
Current Assets:			
Cash	\$ 2,731,039	\$ 30,041,169	\$ 32,772,208
Investments	11,112,125	6,947,203	18,059,328
Accounts Receivable	-	63,413	63,413
Deposits Receivable	140,000	-	140,000
Prepaid Items	2,625	-	2,625
Total Assets	13,985,789	37,051,785	51,037,574
Liabilities			
Current Liabilities:			
Salaries and Benefits Payable	4,494	4,753	9,247
Accounts Payable	53,494	4,910,191	4,963,685
Estimated Insurance Claims Payable	3,807,615	-	3,807,615
Total Current Liabilities	3,865,603	4,914,944	8,780,547
Noncurrent Liabilities:			
Estimated Insurance Claims Payable	5,470,428	2,513,000	7,983,428
Total Liabilities	9,336,031	7,427,944	16,763,975
Net Position			
Unrestricted	\$ 4,649,758	\$ 29,623,841	\$ 34,273,599

MARION COUNTY DISTRICT SCHOOL BOARD
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Internal Service Funds		
	Property/Casualty and Workers' Compensation Program	Self-Funded Employee Health Insurance	Total Internal Service Funds
Operating Revenues			
Charges for Services	\$ 4,610,337	\$ 64,943,771	\$ 69,554,108
Total Operating Revenues	<u>4,610,337</u>	<u>64,943,771</u>	<u>69,554,108</u>
Operating Expenses			
Salaries	135,255	130,249	265,504
Employee Benefits	47,111	56,203	103,314
Purchased Services	3,559,662	5,944,473	9,504,135
Claim Expense	2,084,320	60,339,932	62,424,252
Total Operating Expenses	<u>5,826,348</u>	<u>66,470,857</u>	<u>72,297,205</u>
Operating Income	<u>(1,216,011)</u>	<u>(1,527,086)</u>	<u>(2,743,097)</u>
Nonoperating Revenues			
Investment Income	536,510	1,224,023	1,760,533
Increase in Fair Value of Investments	95,458	44,360	139,818
Other Miscellaneous Local Sources	-	3,886,295	3,886,295
Total Nonoperating Revenues	<u>631,968</u>	<u>5,154,678</u>	<u>5,786,646</u>
Change in Net Position	(584,043)	3,627,592	3,043,549
Net Position - Beginning	<u>5,233,801</u>	<u>25,996,249</u>	<u>31,230,050</u>
Net Position - Ending	<u>\$ 4,649,758</u>	<u>\$ 29,623,841</u>	<u>\$ 34,273,599</u>

**MARION COUNTY DISTRICT SCHOOL BOARD
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Internal Service Funds		
	Property/Casualty and Workers' Compensation Program	Self-Funded Employee Health Insurance	Total Internal Service Funds
Cash Flows From Operating Activities			
Cash Received from Interfund Services	\$ 4,618,488	\$ 64,880,888	\$ 69,499,376
Cash Payments to Vendors for Goods and Services	(3,516,427)	(5,618,647)	(9,135,074)
Cash Payments to Employees for Services	(181,214)	(185,406)	(366,620)
Cash Received from Health Insurance Carrier	-	3,886,295	3,886,295
Cash Payments for Insurance Claims	(1,710,434)	(60,046,932)	(61,757,366)
Net Cash Provided (Used) by Operating Activities	<u>(789,587)</u>	<u>2,916,198</u>	<u>2,126,611</u>
Cash Flows from Noncapital Financing Activities			
Cash Receipts from Temporary Loans to Other Funds	-	-	-
Net Cash Used for Noncapital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>
Cash Flows From Investing Activities			
Purchase (Sale) of Investments	(456,629)	5,547,831	5,091,202
Interest Income	536,510	1,224,023	1,760,533
Net Cash Provided by Investing Activities	<u>79,881</u>	<u>6,771,854</u>	<u>6,851,735</u>
Net Decrease in Cash and Cash Equivalents	<u>(709,706)</u>	<u>9,688,052</u>	<u>8,978,346</u>
Cash and Cash Equivalents, Beginning	<u>3,440,745</u>	<u>20,353,117</u>	<u>23,793,862</u>
Cash and Cash Equivalents, Ending	<u><u>2,731,039</u></u>	<u><u>30,041,169</u></u>	<u><u>32,772,208</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Used by Operating Activities:			
Operating Income (Loss)	(1,216,011)	(1,527,086)	(2,743,097)
Miscellaneous Non-operating revenue	-	3,886,295	3,886,295
Adjustments to Reconcile Operating Income (Loss) to Net Cash Used by Operating Activities:			
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	8,151	(62,883)	(54,732)
(Increase) Decrease in Prepaid Expenses	4,070	-	4,070
Increase (Decrease) in Salaries and Benefits Payable	1,152	1,046	2,198
Increase (Decrease) in Accounts Payable	39,165	325,826	364,991
Increase (Decrease) in Due to Other Agencies	-	-	-
Increase (Decrease) in Estimated Insurance Claims Payable	373,886	293,000	666,886
Net Cash Provided (Used) by Operating Activities	<u><u>\$ (789,587)</u></u>	<u><u>\$ 2,916,198</u></u>	<u><u>\$ 2,126,611</u></u>

NONMAJOR COMPONENT UNITS

Foundation

Public Education Foundation of Marion County, Inc.

Charter Schools

Marion Charter School, Inc.

McIntosh Area Charter, Incorporated

Clear Choice Academics, Inc. d/b/a Ocali

Charter Middle School

Clear Choice Academics, Inc. d/b/a Ocali

Charter High School

Ina A. Colen Academy

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**MARION COUNTY DISTRICT SCHOOL BOARD
NONMAJOR COMPONENT UNITS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2025**

	Public Education Foundation of Marion County, Inc.	Marion Charter School, Inc.	McIntosh Area School, Incorporated	Ocali Charter Middle School, Inc.	Ina A. Colen Academy	Total
Assets						
Current Assets:						
Cash	\$ 369,937	\$ 2,030,617	\$ 368,968	\$ 11,331	\$ 735,766	\$ 3,516,619
Accounts Receivable	118,563	67,164	2,910	138,617	-	327,254
Due From Other Governments	-	-	-	-	264,596	264,596
Deposits Receivable	-	-	-	34,306	-	34,306
Inventories	157,400	-	-	-	-	157,400
Prepaid Items	6,855	19,075	200	8,163	37,523	71,816
Total Current Assets	652,755	2,116,856	372,078	192,417	1,037,885	4,371,991
Noncurrent Assets:						
Assets Held By Other	2,550,575	-	-	-	-	2,550,575
Investments	1,029,735	-	-	-	-	1,029,735
Capital Assets Not Being Depreciated	-	248,319	116,514	-	-	364,833
Capital Assets Being Depreciated, Net	692	50,404	186,797	4,565,264	1,548,470	6,351,627
Total Noncurrent Assets	3,581,002	298,723	303,311	4,565,264	1,548,470	10,296,770
Total Assets	4,233,757	2,415,579	675,389	4,757,681	2,586,355	14,668,761
Deferred Outflows of Resources						
Deferred Amount on Pension Liability	-	446,408	-	-	-	446,408
Liabilities						
Current Liabilities:						
Salaries and Benefits Payable	-	-	-	43,568	-	43,568
Accounts Payable	49,797	8,197	7,874	-	87,112	152,980
Accrued Expenses	-	-	-	-	72,650	72,650
Due to Other Agencies	12,570	-	-	-	-	12,570
Long-term Liabilities Due Within One Year	-	1,247	4,959	217,514	48,273	271,993
Total Current Liabilities	62,367	9,444	12,833	261,082	208,035	553,761
Noncurrent Liabilities:						
Due After One Year	-	1,219,386	499,900	4,616,905	4,544,710	10,880,901
Total Noncurrent Liabilities	-	1,219,386	499,900	4,616,905	4,544,710	10,880,901
Total Liabilities	62,367	1,228,830	512,733	4,877,987	4,752,745	11,434,662
Deferred Inflows of Resources						
Deferred Amount on Pension Liability	-	161,876	-	-	-	161,876
Net Position						
Investment in Capital Assets	692	298,723	303,311	(269,155)	48,130	381,701
Restricted for:						
Capital Projects	-	721,780	63,563	-	216,359	1,001,702
Other Purposes	2,991,488	-	-	-	-	2,991,488
Permanent Endowments:						
Nonexpendable	145,568	-	-	-	-	145,568
Unrestricted	1,033,642	450,778	(204,218)	148,849	(2,430,879)	(1,001,828)
Total Net Position	\$ 4,171,390	\$ 1,471,281	\$ 162,656	\$ (120,306)	\$ (2,166,390)	\$ 3,518,631

**MARION COUNTY DISTRICT SCHOOL BOARD
NONMAJOR COMPONENT UNITS
COMBINING STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Public Education Foundation of Marion County, Inc.	Marion Charter School, Inc.	McIntosh Area School, Incorporated	Ocali Charter Middle School, Inc.	Ina A. Colen Academy	Total
Expenses:						
Instruction	\$ -	\$ 1,640,895	\$ 154,589	\$ 1,635,713	\$ 3,134,336	\$ 6,565,533
Student Support Services	-	91,558	-	-	-	91,558
General Administration	418,635	549,874	275,855	1,859,018	1,577,538	4,680,920
Maintenance of Plant	-	-	85,816	22,909	1,316,098	1,424,823
Community Services	1,899,793	25,701	-	13,844	127,780	2,067,118
Unallocated Long-term Debt	-	-	17,085	-	104,707	121,792
Total Expenses	<u>2,318,428</u>	<u>2,308,028</u>	<u>533,345</u>	<u>3,531,484</u>	<u>6,260,459</u>	<u>14,951,744</u>
Program Revenues:						
Charges for Services	-	99,620	4,607	-	382,801	487,028
Capital Grants and Contributions	-	141,608	37,881	-	-	179,489
Total Program Revenues	<u>-</u>	<u>241,228</u>	<u>42,488</u>	<u>-</u>	<u>382,801</u>	<u>666,517</u>
General Revenues:						
Grants and Contributions Not Restricted	2,384,163	2,244,457	567,957	3,346,490	5,639,250	14,182,317
Unrestricted Investment Earnings	116,803	17,345	-	-	-	134,148
Total General Revenues	<u>2,500,966</u>	<u>2,261,802</u>	<u>567,957</u>	<u>3,346,490</u>	<u>5,639,250</u>	<u>14,316,465</u>
Change in Net Position	182,538	195,002	77,100	(184,994)	(238,408)	31,238
Net Position - Beginning	3,988,852	1,276,279	85,556	64,688	(1,927,982)	3,487,393
Net Position - Ending	<u>\$ 4,171,390</u>	<u>\$ 1,471,281</u>	<u>\$ 162,656</u>	<u>\$ (120,306)</u>	<u>\$ (2,166,390)</u>	<u>\$ 3,518,631</u>

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STATISTICAL

STATISTICAL SECTION

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

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Financial Trends

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

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Revenue Capacity

These schedules present information to help the reader assess the District's most significant local revenue sources, which is property taxes.

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Debt Capacity

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

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Demographic and Economic Information

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

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Operating Information

These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

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Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Report for the relevant year.

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MARION COUNTY DISTRICT SCHOOL BOARD
Table 1
NET POSITION BY COMPONENT - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Governmental Activities					
Net Investment in Capital Assets	\$ 427,231,115	\$ 430,615,015	\$ 437,935,375	\$ 423,039,762	\$ 436,909,134
Restricted	40,344,387	46,589,540	44,613,635	63,844,205	53,561,332
Unrestricted (Deficit)	<u>(157,210,634)</u>	<u>(167,835,774)</u>	<u>(168,255,295)</u>	<u>(175,135,529)</u>	<u>(197,990,662)</u>
Total Governmental Net Position	<u>\$ 310,364,868</u>	<u>\$ 309,368,781</u>	<u>\$ 314,293,715</u>	<u>\$ 311,748,438</u>	<u>\$ 292,479,804</u>

Note: Significant increase was experienced in the 2018 fiscal year as a result of implementing GASB No. 75.

Source: Marion County District School Board, Finance Department Records

MARION COUNTY DISTRICT SCHOOL BOARD
Table 1
NET POSITION BY COMPONENT - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)

<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 447,024,967	\$ 460,097,901	\$ 476,030,963	\$ 499,041,931	\$ 541,208,592
55,197,063	67,661,690	92,180,004	125,570,013	167,432,086
<u>(207,141,399)</u>	<u>(179,187,675)</u>	<u>(169,943,445)</u>	<u>(200,215,443)</u>	<u>(205,963,294)</u>
<u>\$ 295,080,631</u>	<u>\$ 348,571,916</u>	<u>\$ 398,267,522</u>	<u>\$ 424,396,501</u>	<u>\$ 502,677,384</u>

MARION COUNTY DISTRICT SCHOOL BOARD
Table 2
CHANGES IN NET POSITION - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting
(UNAUDITED)

	Fiscal Year Ending June 30:				
	2016	2017	2018	2019	2020
Governmental Activities					
Functions/Program Expenses:					
Instruction	\$ 222,627,462	\$ 240,181,428	\$ 246,324,171	\$ 258,092,892	\$ 268,339,463
Student Personnel Services	26,921,637	28,752,565	30,277,096	32,571,703	32,023,172
Instructional Media Services	4,950,533	5,185,913	4,423,914	4,440,743	4,983,809
Instruction and Curriculum Development	5,614,973	5,917,941	6,221,103	7,224,920	7,766,711
Instructional Staff Training Services	9,031,233	9,123,124	7,665,780	11,091,720	10,953,527
Instruction Related Technology	2,669,681	2,742,411	2,858,681	2,553,752	2,696,383
Board of Education	693,524	683,341	764,160	851,172	1,116,072
General Administration	2,847,397	3,331,174	3,090,996	3,301,361	3,454,028
School Administration	18,132,771	20,596,270	21,672,130	21,449,659	23,974,881
Facility Services	1,602,808	1,042,232	2,971,111	2,687,241	4,474,895
Fiscal Services	2,752,024	2,997,915	3,303,830	3,152,753	3,447,126
Food Services	27,389,859	28,409,893	29,176,087	29,537,513	27,592,616
Central Services	4,001,834	4,504,301	4,770,172	5,332,555	5,606,928
Student Transportation Services	20,774,721	22,290,992	22,828,958	22,651,212	22,628,422
Operation of Plant	23,055,086	23,452,974	24,668,869	25,018,755	29,457,066
Maintenance of Plant	9,133,472	9,877,571	10,075,905	10,068,853	11,241,356
Administrative Technology Services	5,049,540	5,480,488	5,517,045	5,055,202	5,171,426
Community Services	4,629,729	4,665,597	5,069,742	5,655,715	5,569,166
Unallocated Interest on Long-term Debt	3,989,079	3,415,034	3,004,016	2,762,058	2,674,342
Loss on Disposal of Capital Assets	387,768	-	117,594	69,053	-
Total Functions/Program Expenditures	396,255,131	422,651,164	434,801,360	453,568,832	473,171,389
Program Revenues:					
Charges for Services:					
Instruction	7,257,853	7,955,731	7,213,358	7,480,881	6,349,546
Food Services	2,583,097	2,353,988	2,009,270	2,069,602	1,615,654
Student Transportation Services	159,872	195,592	156,337	184,525	114,296
Operating Grants and Contributions:					
Food Services	25,323,451	25,895,664	25,693,570	26,435,943	22,108,361
Capital Grants and Contributions:					
Facility Services	1,273,724	1,365,151	1,232,080	1,540,670	1,703,302
Maintenance of Plant	917,392	1,378,965	914,171	895,910	-
Unallocated Interest on Long-term Debt	481,012	445,954	440,816	340,510	279,155
Total Program Revenues	37,996,401	39,591,045	37,659,602	38,948,041	32,170,314
Net Expense	358,258,730	383,060,119	397,141,758	414,620,791	441,001,075
General Revenues:					
Property Taxes Levied for:					
Operational Purposes	106,567,311	107,214,742	107,111,618	110,053,950	114,954,917
Capital Projects	23,979,076	25,125,064	26,507,997	28,361,978	30,332,362
Grants and Contributions Not					
Restricted to Specific Programs	239,340,767	243,054,631	254,121,661	262,511,580	267,735,554
Unrestricted Investment Earnings	403,219	678,134	998,125	3,233,404	2,800,887
Miscellaneous	6,678,133	5,991,461	6,329,627	7,914,602	5,978,721
Total Revenues	376,968,506	382,064,032	395,069,028	412,075,514	421,802,441
Change in Net Position	\$ 18,709,776	\$ (996,087)	\$ (2,072,730)	\$ (2,545,277)	\$ (19,198,634)

Source: Marion County District School Board, Finance Department Records

MARION COUNTY DISTRICT SCHOOL BOARD
Table 2
CHANGES IN NET POSITION - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting
(UNAUDITED)

Fiscal Year Ending June 30:				
2021	2022	2023	2024	2025
\$ 274,724,517	\$ 262,397,977	\$ 301,698,333	\$ 350,178,111	\$ 334,791,204
33,080,645	34,407,437	39,090,657	47,923,018	45,880,348
4,719,476	4,049,279	4,380,185	5,309,857	5,006,849
7,986,796	11,326,002	9,898,185	14,781,434	9,332,523
10,579,815	10,400,778	11,641,423	14,146,749	13,464,189
2,686,068	3,439,180	4,015,351	7,113,471	8,466,027
819,394	905,727	1,157,534	1,265,097	1,192,802
3,667,305	4,799,515	5,732,853	6,400,770	4,084,550
23,977,751	21,598,064	23,154,660	28,749,255	27,451,874
874,759	4,806,312	7,001,511	15,832,645	3,616,568
3,883,438	3,662,380	3,996,339	4,751,934	4,442,423
26,381,209	26,483,331	34,219,904	41,390,462	42,023,763
5,695,528	6,141,045	6,761,608	7,950,498	7,638,187
21,926,717	23,065,800	27,939,648	30,386,370	30,260,868
31,045,173	31,715,419	38,316,430	46,052,943	43,891,269
10,726,118	10,109,387	11,447,511	12,817,575	12,416,376
5,381,432	4,963,826	4,845,798	5,902,200	6,428,793
8,014,579	9,177,576	10,023,756	11,824,042	11,928,522
2,286,926	1,900,016	1,438,066	2,426,310	17,076,362
-	-	-	-	-
<u>478,457,646</u>	<u>475,349,051</u>	<u>546,759,752</u>	<u>655,202,741</u>	<u>629,393,497</u>
6,177,738	7,949,725	9,124,849	9,131,695	9,764,283
992,963	583,736	654,179	769,985	819,911
60,046	97,801	108,823	133,106	195,227
23,950,096	30,182,932	39,945,725	41,694,287	42,733,484
1,586,698	1,710,963	1,817,563	2,062,611	14,245,243
-	-	-	-	-
261,687	262,645	259,111	110,671	111,520
<u>33,029,228</u>	<u>40,787,802</u>	<u>51,910,250</u>	<u>53,902,355</u>	<u>67,869,668</u>
445,428,418	434,561,249	494,849,502	601,300,386	561,523,829
120,297,916	128,630,512	143,290,957	165,994,835	180,661,898
32,691,158	35,699,539	42,922,474	50,218,458	76,506,014
285,889,161	316,914,783	341,959,398	387,013,253	352,375,010
332,416	(716,941)	5,294,884	14,989,773	24,441,131
5,987,298	7,524,641	11,076,944	9,213,046	7,849,073
<u>445,197,949</u>	<u>488,052,534</u>	<u>544,544,657</u>	<u>627,429,365</u>	<u>641,833,126</u>
<u>\$ (230,469)</u>	<u>\$ 53,491,285</u>	<u>\$ 49,695,155</u>	<u>\$ 26,128,979</u>	<u>\$ 80,309,297</u>

MARION COUNTY DISTRICT SCHOOL BOARD
Table 3
CHANGES IN FUND BALANCES, ALL GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

	Fiscal Year Ending June 30:				
	2016	2017	2018	2019	2020
Revenues					
Federal Direct	\$ 1,619,918	\$ 1,695,939	\$ 1,935,630	\$ 2,192,109	\$ 1,977,481
Federal Through State and Local	60,105,303	59,417,244	62,274,217	66,136,254	57,892,957
State	205,444,106	210,760,097	217,584,733	222,914,151	231,137,702
Local	147,665,723	149,667,704	150,743,259	158,341,735	162,576,956
Total Revenues	414,835,050	421,540,984	432,537,839	449,584,249	453,585,096
Expenditures					
Current - Education:					
Instruction	211,215,617	218,901,901	224,983,150	235,667,732	234,953,000
Student Personnel Services	27,396,622	27,983,666	29,544,224	31,707,586	29,938,885
Instructional Media Services	5,044,413	4,938,520	4,162,027	4,156,326	4,370,134
Instruction and Curriculum Development	5,731,587	5,694,710	5,992,125	6,970,744	7,167,168
Instructional Staff Training Services	9,160,984	8,894,799	7,441,654	10,826,576	10,346,383
Instruction Related Technology	2,684,933	2,609,382	2,727,366	2,411,458	2,374,452
Board of Education	695,662	680,803	766,962	850,932	1,111,752
General Administration	2,909,358	3,221,316	2,979,108	3,175,321	3,157,950
School Administration	18,847,423	19,373,799	20,294,615	19,967,731	20,513,753
Facility Services	725,667	984,702	766,708	809,658	1,143,669
Fiscal Services	2,810,974	2,886,882	3,190,641	3,025,322	3,103,714
Food Services	26,928,146	27,304,381	28,176,095	28,400,316	25,922,994
Central Services	4,105,026	4,266,224	4,514,340	5,057,046	4,925,847
Student Transportation Services	19,463,264	20,275,772	20,866,047	20,907,665	19,334,622
Operation of Plant	23,277,751	22,915,330	24,201,971	24,434,515	28,124,776
Maintenance of Plant	9,333,033	9,394,718	9,569,186	9,519,233	10,069,095
Administrative Technology Services	4,897,878	4,854,618	4,822,408	4,334,060	4,242,234
Community Services	4,644,010	4,648,267	5,088,335	5,653,608	5,547,053
Capital Outlay:					
Facilities Acquisition and Construction	6,596,918	6,593,742	6,740,055	7,455,087	9,245,963
Other Capital Outlay	5,384,987	4,977,042	8,528,084	2,641,099	18,956,778
Debt Service:					
Principal	11,915,500	12,228,000	12,531,000	10,576,000	12,288,917
Interest and Fiscal Charges	3,505,439	3,544,310	3,137,518	2,716,343	2,765,131
Dues, Fees and Issuance Costs	424,808	19,271	16,824	51,636	36,817
Total Expenditures	407,700,000	417,192,155	431,040,443	441,315,994	459,641,087
Excess (Deficiency) of Revenues Over Expenditures	7,135,050	4,348,829	1,497,396	8,268,255	(6,055,991)

MARION COUNTY DISTRICT SCHOOL BOARD
Table 3
CHANGES IN FUND BALANCES, ALL GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

Fiscal Year Ending June 30:				
2021	2022	2023	2024	2025
\$ 1,570,053	\$ 1,585,325	\$ 2,510,521	\$ 1,474,267	\$ 2,093,428
70,676,402	113,580,952	132,817,163	158,922,255	110,708,381
235,415,500	228,517,148	245,187,984	265,738,982	280,732,895
171,123,939	184,447,719	214,180,881	253,057,530	313,589,438
<u>478,785,894</u>	<u>528,131,144</u>	<u>594,696,549</u>	<u>679,193,034</u>	<u>707,124,142</u>
247,222,571	259,652,339	286,091,631	304,522,879	321,371,569
31,609,183	36,353,916	39,240,817	44,064,095	45,773,472
4,228,784	4,244,788	4,369,129	4,801,803	4,918,459
7,547,580	11,966,656	9,929,542	12,814,121	9,121,713
10,155,433	10,983,251	11,699,157	12,849,250	13,488,040
2,445,293	3,619,633	4,025,495	5,643,901	5,254,356
826,502	955,216	1,161,810	1,165,366	1,190,837
3,510,352	5,071,532	5,759,396	5,902,663	4,089,402
21,181,367	22,807,458	23,238,808	26,493,853	27,492,741
339,535	2,118,900	3,685,539	5,951,547	2,519,914
3,664,077	3,868,351	4,001,724	4,368,634	4,421,081
25,157,971	27,289,383	33,790,189	37,715,425	41,716,954
5,394,116	6,465,503	6,761,241	7,045,299	7,207,803
18,739,294	22,201,494	26,011,566	26,027,823	28,076,301
30,166,983	33,333,963	38,293,655	42,150,457	43,064,012
9,768,266	10,636,197	11,475,792	11,786,791	12,400,783
4,627,318	4,979,395	4,602,338	4,602,134	5,250,522
8,083,470	9,471,169	10,081,135	10,912,323	11,961,774
15,118,881	18,744,908	26,415,267	49,249,292	171,009,153
5,212,908	4,482,627	5,188,299	28,710,601	22,111,011
11,605,224	11,989,298	12,734,528	17,595,820	15,221,571
2,416,839	2,044,615	1,649,497	1,442,763	17,496,978
14,302	-	-	1,476,537	269,693
<u>469,036,249</u>	<u>513,280,592</u>	<u>570,206,555</u>	<u>667,293,377</u>	<u>815,428,139</u>
9,749,645	14,850,552	24,489,994	11,899,657	(108,303,997)

MARION COUNTY DISTRICT SCHOOL BOARD
Table 3
CHANGES IN FUND BALANCES, ALL GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

	Fiscal Year Ending June 30:				
	2016	2017	2018	2019	2020
Other Financing Sources (Uses)					
Certificates of Participation Issued	\$ 32,860,000	\$ -	\$ -	\$ -	\$ -
Loans Incurred	-	-	-	15,839,901	-
Bonds Issued	-	-	-	-	-
Proceeds from Lease/SBITA					
Bond Anticipation Note					
Premium on Debt	4,327,462	-	-	-	-
Issuance of Refunding Bonds					24,000
Premium on Refunding Bonds					1,293
Payments to Refunded Debt Escrow Agent	(36,775,929)	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	158,718	-
Insurance Loss Recoveries	81,895	50,296	131,221	82,797	150,065
Transfers In	20,654,704	20,988,281	20,713,572	18,658,764	20,277,720
Transfers Out	(20,654,704)	(20,988,281)	(20,713,572)	(18,658,764)	(20,277,720)
Total Other Financing Sources (Uses)	<u>493,428</u>	<u>50,296</u>	<u>131,221</u>	<u>16,081,416</u>	<u>175,358</u>
Net Change in Fund Balances	7,628,478	4,399,125	1,628,617	24,349,671	(5,880,633)
Fund Balances - Beginning As Restated (1)	<u>63,126,673</u>	<u>70,755,151</u>	<u>75,154,276</u>	<u>76,782,893</u>	<u>101,132,564</u>
Fund Balances - Ending	<u>\$ 70,755,151</u>	<u>\$ 75,154,276</u>	<u>\$ 76,782,893</u>	<u>\$ 101,132,564</u>	<u>\$ 95,251,931</u>
Debt Service as a Percentage of Noncapital Expenditures	3.90%	3.89%	3.77%	3.08%	3.49%

MARION COUNTY DISTRICT SCHOOL BOARD
Table 3
CHANGES IN FUND BALANCES, ALL GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

Fiscal Year Ending June 30:				
2021	2022	2023	2024	2025
\$ -	\$ -	\$ -	\$ 295,930,000	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	8,667,546	14,727,357
-	-	-	3,181,439	-
-	-	-	34,741,607	-
-	-	-	-	-
-	-	-	-	109,228
98,637	48,902	2,082,452	138,248	572,710
19,897,605	19,982,397	20,803,006	21,609,582	34,589,857
<u>(21,787,617)</u>	<u>(24,082,397)</u>	<u>(20,803,006)</u>	<u>(21,609,582)</u>	<u>(34,589,857)</u>
<u>(1,791,375)</u>	<u>(4,051,098)</u>	<u>2,082,452</u>	<u>342,658,840</u>	<u>15,409,295</u>
7,958,270	10,799,454	26,572,446	354,558,497	(92,894,702)
<u>98,013,227</u>	<u>105,971,497</u>	<u>116,770,951</u>	<u>143,343,397</u>	<u>497,901,894</u>
<u>\$ 105,971,497</u>	<u>\$ 116,770,951</u>	<u>\$ 143,343,397</u>	<u>\$ 497,901,894</u>	<u>\$ 405,007,192</u>

3.13% 3% 2.66% 3.39% 5.22%

(1) In the 2021 fiscal year the District implemented GASB No. 84 resulting in a restatement of beginning net position.

Source: Marion County District School Board, Finance Department Records

MARION COUNTY DISTRICT SCHOOL BOARD
Table 4
FUND BALANCES, ALL GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

	Fiscal Year Ending June 30:				
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General Fund					
Nonspendable	\$ 3,158,561	\$ 2,297,751	\$ 4,209,538	\$ 2,582,526	\$ 2,963,328
Spendable:					
Restricted	8,423,116	12,015,801	15,044,294	12,385,071	13,297,631
Assigned	11,347,442	11,880,177	13,122,249	14,077,840	10,943,402
Committed Fund Balance					
Unassigned	<u>15,425,636</u>	<u>15,956,637</u>	<u>15,755,436</u>	<u>20,565,133</u>	<u>29,752,838</u>
Total General Fund	<u>\$ 38,354,755</u>	<u>\$ 42,150,366</u>	<u>\$ 48,131,517</u>	<u>\$ 49,610,570</u>	<u>\$ 56,957,199</u>
All Other Government Funds					
Nonspendable	\$ 895,462	\$ 1,046,420	\$ 710,755	\$ 753,345	\$ 1,638,419
Spendable:					
Restricted	31,519,483	31,957,490	27,943,836	50,773,974	36,701,818
Unassigned (a)	<u>(14,549)</u>	<u>-</u>	<u>(3,215)</u>	<u>(5,325)</u>	<u>(45,505)</u>
Total All Other Governmental Funds	<u>\$ 32,400,396</u>	<u>\$ 33,003,910</u>	<u>\$ 28,651,376</u>	<u>\$ 51,521,994</u>	<u>\$ 38,294,732</u>
Combined Governmental Funds	<u>\$ 70,755,151</u>	<u>\$ 75,154,276</u>	<u>\$ 76,782,893</u>	<u>\$ 101,132,564</u>	<u>\$ 95,251,931</u>

(a) The District reported a negative unassigned fund balance for All Other Governmental Funds as a result of prepaid items exceeding the ending fund balances in the Special Revenue - Other Federal Programs Fund.

Source: Marion County District School Board, Finance Department Records

MARION COUNTY DISTRICT SCHOOL BOARD
Table 4
FUND BALANCES, ALL GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

Fiscal Year Ending June 30:				
2021	2022	2023	2024	2025
\$ 4,072,208	\$ 3,236,121	\$ 3,109,331	\$ 3,307,055	\$ 4,528,763
11,962,709	19,690,878	32,560,020	36,437,493	39,142,154
21,902,351	25,818,067	20,694,699	30,101,104	27,959,881
		7,463,092	14,926,184	14,933,113
27,669,648	21,957,524	26,181,391	24,486,213	17,876,630
\$ 65,606,916	\$ 70,702,590	\$ 90,008,533	\$ 109,258,049	\$ 104,440,541
\$ 1,011,979	\$ 1,608,533	\$ 1,518,837	\$ 1,158,144	\$ 1,023,294
39,370,790	44,466,128	51,816,027	387,485,701	299,553,768
(18,188)	(6,300)	-	-	(10,411)
\$ 40,364,581	\$ 46,068,361	\$ 53,334,864	\$ 388,643,845	\$ 300,566,651
\$ 105,971,497	\$ 116,770,951	\$	\$ 497,901,894	\$ 405,007,192
\$ 105,971,497	\$ 116,770,951	143,343,397	\$ 497,901,894	\$ 405,007,192

MARION COUNTY DISTRICT SCHOOL BOARD
Table 5
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCES
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

Fiscal Year	Property Taxes		Impact Fees	Total
	Operational Purposes	Capital Projects		
Ending June 30,				
2016	106,567,312	23,979,076	3,967	130,550,355
2017	107,214,742	25,125,064	14,417	132,354,223
2018	107,111,618	26,507,997	7,934	133,627,549
2019	110,053,950	28,361,978	-	138,415,928
2020	114,954,919	30,332,362	-	145,287,281
2021	120,297,915	32,691,158	3,967	152,993,040
2022	128,630,512	35,699,539	-	164,330,051
2023	143,290,957	42,922,474	-	186,213,431
2024	165,854,188	50,359,105	-	216,213,293
2025	180,458,419	56,114,438	-	236,572,857

Source: Marion County District School Board, Finance Department Records

MARION COUNTY DISTRICT SCHOOL BOARD
Table 6
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year				Less:	Total Taxable	
Ending	Real	Tangible	Railroad	Tax-Exempt	Assessed	Total Direct
June 30,	Property	Property	Property	Property	Value (a)	Tax Rate
2016	22,946,649,486	1,515,661,515	20,342,991	7,952,550,884	16,530,103,108	8.172
2017	24,484,911,443	1,516,452,408	21,820,066	8,770,140,613	17,253,043,304	7.902
2018	25,621,844,589	1,619,744,735	22,705,975	9,030,530,606	18,233,764,693	7.560
2019	27,451,399,920	1,767,960,000	24,223,011	9,717,810,402	19,525,772,529	7.319
2020	29,642,255,792	1,855,737,335	22,087,858	10,582,883,701	20,937,197,284	7.184
2021	31,780,005,607	2,014,416,546	25,891,069	11,261,723,187	22,558,590,035	7.018
2022	35,441,540,110	2,106,489,927	28,519,034	12,988,658,801	24,587,890,270	6.903
2023	45,463,261,815	2,288,819,597	30,489,378	18,150,928,764	29,631,642,026	6.505
2024	54,009,354,090	2,639,019,565	28,724,468	21,833,882,001	34,843,216,122	6.439
2025	58,980,702,791	2,801,733,095	29,269,418	23,003,535,272	38,808,170,032	6.323

(a) Assessed values are as of January 1.

Source: Marion County Property Appraiser - <http://www.pa.marion.fl.us/>

MARION COUNTY DISTRICT SCHOOL BOARD
Table 7
PROPERTY TAX RATES (a) OF
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(UNAUDITED)

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Direct					
Marion County District School Board					
General Fund (Required Local Effort)	4.9240	4.6540	4.3120	4.0710	3.9360
General Fund (Discretionary)	0.7480	0.7480	0.7480	0.7480	0.7480
Capital Projects Fund	1.5000	1.5000	1.5000	1.5000	1.5000
Additional Voted Millage	1.0000	1.0000	1.0000	1.0000	1.0000
Total School Board	<u>8.1720</u>	<u>7.9020</u>	<u>7.5600</u>	<u>7.3190</u>	<u>7.1840</u>
Overlapping					
Board of County Commissioners					
General Fund	3.1900	3.1900	3.3300	3.3300	3.4500
Fine and Forfeiture Fund	0.5300	0.5300	0.5300	0.5300	0.8500
Parks and Land Acquisition Debt Service Fund	0.0600	0.0500	0.0400	-	-
Marion County Health Department Fund	0.1200	0.1200	0.1200	0.1200	0.1200
Total General County	<u>3.9000</u>	<u>3.8900</u>	<u>4.0200</u>	<u>3.9800</u>	<u>4.4200</u>
Total County-Wide	<u>12.0720</u>	<u>11.7920</u>	<u>11.5800</u>	<u>11.2990</u>	<u>11.6040</u>
Special Districts					
Rainbow Lakes Estates MSD (b)	2.2500	2.2500	2.2500	2.2500	2.2500
Rainbow Lakes Estates MSTU (c)	0.4700	0.4700	0.4700	0.4700	0.4700
Marion Oaks MSTU For Fire Protection (c)	1.0200	1.0200	1.0200	1.0200	1.0200
MSTU for Law Enforcement (c)	3.4700	3.4700	3.4700	3.7200	3.7200
MSTU for EMS (c)	0.7700	0.7700	0.7700	0.7700	1.1100
Silver Springs Shores Special Tax District	3.0000	3.0000	3.0000	3.0000	3.0000
Hills of Ocala MSTU for Recreation (c)	0.1800	0.1800	0.1800	0.1800	0.1800
Southwest Florida Water Management District	0.3488	0.3317	0.3131	0.2955	0.2801
St. Johns River Water Management District	0.3023	0.2885	0.2724	0.2562	0.2414
Municipalities					
Ocala	6.6177	6.6177	6.6177	6.6177	6.6177
Ocala (Downtown Development District "A")	1.4966	1.7185	1.7185	1.7185	1.7185
Ocala (Downtown Development District "B")	1.6332	1.6332	1.6332	1.6332	1.6332
Ocala (Downtown Development District "C")	1.2825	1.5091	1.5091	1.5091	1.4699
Bellevue	4.5000	4.5000	5.0000	5.0000	5.0000
Dunnellon	7.5000	7.5000	6.5000	6.5000	6.5000
McIntosh	2.3175	2.2078	2.2078	2.2078	2.2078

(a) Rates are stated per \$1,000 of assessed value. Rates were adopted after June 30 for all years presented. Collections on the related tax levy occur in the succeeding fiscal year.

(b) MSD is an abbreviation for municipal service district.

(c) MSTU is an abbreviation for municipal service taxing unit.

Source: Marion County Property Appraiser - <http://www.pa.marion.fl.us/>

MARION COUNTY DISTRICT SCHOOL BOARD
Table 7
PROPERTY TAX RATES (a) OF
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
3.7700	3.6550	3.2570	3.1910	3.0750
0.7480	0.7480	0.7480	0.7480	0.7480
1.5000	1.5000	1.5000	1.5000	1.5000
1.0000	1.0000	1.0000	1.0000	1.0000
<u>7.0180</u>	<u>6.9030</u>	<u>6.5050</u>	<u>6.4390</u>	<u>6.3230</u>
3.4500	3.4500	3.3500	3.3500	3.3500
0.8500	0.8500	0.8300	0.8300	0.8300
-	-	-	-	-
0.1200	0.1200	0.1100	0.1100	0.1100
<u>4.4200</u>	<u>4.4200</u>	<u>4.2900</u>	<u>4.2900</u>	<u>4.2900</u>
<u>11.4380</u>	<u>11.3230</u>	<u>10.7950</u>	<u>10.7290</u>	<u>10.6130</u>
2.2500	2.2500	2.2500	1.2500	1.2500
0.4700	0.4700	0.4700	0.8500	0.8500
1.0200	1.0200	1.0200	1.0200	1.0200
3.7200	3.7200	3.7200	3.7200	3.7200
1.1100	1.1100	1.1100	1.1100	1.1100
3.0000	3.0000	3.0000	3.0000	3.0000
0.1800	0.1800	0.1800	0.1800	0.1800
0.2669	0.2535	0.2260	0.2043	0.1909
0.2287	0.2189	0.1974	0.1793	0.1793
6.6177	6.6177	6.6177	6.6177	6.6177
1.7185	1.7185	1.7185	1.7185	1.7185
1.6332	1.6332	1.6332	1.6332	1.6332
1.4699	1.4699	1.4699	1.4699	1.4699
5.0000	5.0000	5.0000	5.0000	5.0000
6.5000	6.5000	6.3000	5.6933	5.3370
2.1107	2.5000	2.2903	2.1187	1.9909

MARION COUNTY DISTRICT SCHOOL BOARD
Table 8
DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ending June 30,	Overlapping	
	Marion County Board of County Commissioner Tax(a)	State of Florida Sales Tax (b)
2016		6.0%
2017	1.0%	6.0%
2018	1.0%	6.0%
2019	1.0%	6.0%
2020	1.0%	6.0%
2021	1.0%	6.0%
2022	1.0%	6.0%
2023	1.0%	6.0%
2024	1.0%	6.0%
2025	1.5%	6.0%

(a)The Marion County Board of County Commissioner tax commenced January 1, 2017 and expires December 31, 2024.

(b) The State of Florida sales tax rate is set as mandated by Florida State Statute to be six cents per one dollar.

Source: Florida Department of Revenue - <http://dor.myflorida.com/dor/taxes/discretionary.html>

MARION COUNTY DISTRICT SCHOOL BOARD
Table 9
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

<u>Taxpayer</u>	2025			2016		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Duke Energy (Progress Energy)	\$ 275,248,816	1	0.92%	\$ 183,155,455	1	1.28%
Sumter Electric Cooperative, Inc.	168,725,229	3	0.56%	111,163,575	2	0.77%
Sabal Trail Transmission, LLC	132,391,626	5	0.44%			
Marion Community Hospital	173,281,462	2	0.61%	49,606,910	6	
FedEx Ground Package System Inc	119,902,758	6	0.40%	-		0.00%
Wal Mart	90,181,835	10	0.30%	74,953,396	3	0.52%
Cardinal LG Company	114,539,089	7	0.38%			
On Top of the World Communities, LLC	96,091,095	8	0.32%	37,645,322	8	0.26%
TL IP Ocala Industrial Owner, LLC	92,885,751	9	0.31%			
Equestrian Operations, LLC	151,255,803	4	0.51%			
Paddock Mall, LLC				39,209,408	7	0.27%
Embarq (formerly Sprint-Florida, Inc.)				69,440,419	4	0.48%
Florida Gas Transmission Co.				30,015,893	10	0.21%
Clay Electric Cooperative, Inc.				33,232,511	9	0.23%
K-Mart				53,170,000	5	0.37%
Total Principal Taxpayers	<u>1,414,503,464</u>		<u>4.73%</u>	<u>681,592,889</u>		<u>4.15%</u>
All Other Taxpayers	<u>28,495,942,548</u>		<u>95.27%</u>	<u>13,665,630,796</u>		<u>95.85%</u>
Total Taxable Valuation	<u>\$ 29,910,446,012</u>		<u>100.00%</u>	<u>\$ 14,347,223,685</u>		<u>100.00%</u>

Source: Marion County Property Appraiser Office and website - <http://www.pa.marion.fl.us>

MARION COUNTY DISTRICT SCHOOL BOARD
Table 10
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ending June 30,	Taxes Levied for the Fiscal Year (a)	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount (b)	Percentage of Levy		Amount (a)	Percentage of Levy
2016	135,084,154	129,816,507	96.10%	729,881	130,546,388	96.64%
2017	136,333,724	131,319,706	96.32%	1,020,100	132,339,806	97.07%
2018	137,847,456	132,792,498	96.33%	827,117	133,619,615	96.93%
2019	142,909,361	137,709,971	96.36%	705,957	138,415,928	96.86%
2020	150,412,993	144,841,201	96.30%	446,080	145,287,281	96.59%
2021	158,316,448	152,266,646	96.18%	722,427	152,989,073	96.63%
2022	169,730,471	163,549,412	96.36%	780,639	164,330,051	96.82%
2023	192,754,062	185,418,804	96.19%	794,627	186,213,431	96.61%
2024	224,189,288	215,570,904	96.16%	642,388	216,213,292	96.44%
2025	245,384,327	254,809,762	103.84%	888,234	255,697,996	104.20%

(a) Total taxable value as extended on the final certified tax roll.

(b) Net of allowable discounts. Florida law allows a 4 percent discount starting November and reducing 1 percent each month until February.

Sources: Marion County Property Appraiser
Marion County School Board Superintendent's Annual Financial Report

MARION COUNTY DISTRICT SCHOOL BOARD

Table 11

**RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year Ending June 30,	Bonds Payable	Certificates of Participation	Notes Payable	Leases Payable	Premium Amounts	SBITA	Total	Total Debt Per Capita (a)	Total Debt as a Percentage of Personal Income (b)
2016	4,584,000	93,700,000	3,949,000	-	4,290,577		106,523,577	308	0.96%
2017	4,116,000	82,905,000	2,984,000	-	3,877,967		93,882,967	269	0.81%
2018	3,634,000	71,835,000	2,005,000	-	3,465,357		80,939,357	229	0.67%
2019	3,228,000	62,660,000	16,849,901	-	3,052,747		85,790,648	239	0.68%
2020	2,867,000	53,175,000	14,430,984	-	2,634,570		73,107,554	201	0.55%
2021	2,504,000	43,365,000	12,998,760	-	2,231,374		61,099,134	163	0.44%
2022	2,127,000	33,225,000	11,526,460	-	1,828,178		48,706,638	126	0.31%
2023	1,741,000	22,745,000	10,012,964	650,937	1,455,022	5,476,469	42,081,392	107	0.24%
2024	1,492,000	311,400,000	8,457,119	1,093,490	35,533,959	8,366,926	366,343,494	907	2.08%
2025	1,230,000	303,845,000	6,857,740	430,836	33,436,257	16,519,223	362,319,056	864	1.89%

(a) See Table 12 for Population.
(b) See Table 16 for Personal Income.

Source: Marion County District School Board, Finance Department Records
United States Department of Commerce, Bureau of Economic Analysis

MARION COUNTY DISTRICT SCHOOL BOARD
Table 12
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED
VALUE OF NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year				Certificates		
Ending		Assessed	Bonds	of	Premium	Gross Bonded
June 30,	Population (a)	Value (b)	Payable	Participation	Amounts	Debt
2016	345,749	16,530,103,108	4,584,000	93,700,000	4,290,577	102,574,577
2017	349,267	17,253,043,304	4,116,000	82,905,000	3,877,967	90,898,967
2018	353,898	18,233,764,693	3,634,000	71,835,000	3,465,357	78,934,357
2019	358,821	19,525,772,529	3,228,000	62,660,000	3,052,747	68,940,747
2020	363,726	20,937,197,284	2,867,000	53,175,000	2,634,570	58,676,570
2021	374,628	22,558,590,035	2,504,000	43,365,000	2,231,374	48,100,374
2022	386,497	24,587,890,270	2,127,000	33,225,000	1,828,178	37,180,178
2023	392,085	29,631,642,026	1,741,000	22,745,000	1,424,982	25,910,982
2024	403,966	34,843,216,122	1,492,000	311,400,000	35,533,959	348,425,959
2025	419,510	23,003,535,272	1,230,000	303,845,000	33,436,257	338,511,257

(a) Population is as of December 31 of the previous calendar year.

(b) Assessed values are as of January 1 for all years presented. Collections on the related tax levies occur in the succeeding fiscal year.

(c) See Table 16 for Personal Income.

Sources: Florida Office of Economic and Demographic Research, Demographic Estimating Conference,
<http://edr.state.fl.us/Content/population-demographics/data/index-floridaproducts.cfm>

Marion County Property Appraiser - <http://www.pa.marion.fl.us/>
Marion County District School Board, Finance Department Records

MARION COUNTY DISTRICT SCHOOL BOARD
Table 12
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED
VALUE OF NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(UNAUDITED)

Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita	Net Bonded Debt as a Percentage of Personal Income (c)
202,753	102,371,824	0.62%	296.09	0.93%
243,089	90,655,878	0.53%	259.56	0.78%
307,891	78,626,466	0.43%	222.17	0.65%
232,445	68,708,302	0.35%	191.48	0.54%
296,651	58,379,919	0.28%	160.51	0.44%
358,377	47,741,997	0.21%	127.44	0.34%
423,768	36,756,410	0.15%	95.10	0.24%
520,083	25,390,899	0.09%	64.76	0.15%
914,603	347,511,356	1.00%	860.25	1.97%
-	338,511,257	1.47%	806.92	1.77%

MARION COUNTY DISTRICT SCHOOL BOARD
Table 13
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Assessed Value (a)	<u>\$ 16,530,103,108</u>	<u>\$ 17,253,043,304</u>	<u>\$ 18,233,764,693</u>	<u>\$ 19,525,772,529</u>	<u>\$ 20,937,197,284</u>
Debt Limit on Assessed Value (b)	<u>\$ 16,530,103,108</u>	<u>\$ 17,253,043,304</u>	<u>\$ 18,233,764,693</u>	<u>\$ 19,525,772,529</u>	<u>\$ 20,937,197,284</u>
Amount of Debt Applicable to Debt Limit:					
Bonds Payable (c)	\$ -	\$ -	\$ -	\$ -	\$ -
Less: Amount Available for Debt Service	-	-	-	-	-
Total Debt Applicable to the Debt Limit	-	-	-	-	-
Legal Debt Margin	<u>\$ 16,530,103,108</u>	<u>\$ 17,253,043,304</u>	<u>\$ 18,233,764,693</u>	<u>\$ 19,525,772,529</u>	<u>\$ 20,937,197,284</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%

(a) Assessed value is as of January 1.

(b) The State of Florida does not have a limit on the amount of voter approved (general obligation) debt.

(c) Includes General Obligation Bonds only.

Source: Marion County Property Appraiser - <http://www.pa.marion.fl.us/>

MARION COUNTY DISTRICT SCHOOL BOARD
Table 13
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
<u>\$ 22,558,590,035</u>	<u>\$ 24,587,890,270</u>	<u>\$ 29,631,642,026</u>	<u>\$ 34,843,216,122</u>	<u>\$ 38,808,170,032</u>
<u>\$ 22,558,590,035</u>	<u>\$ 24,587,890,270</u>	<u>\$ 29,631,642,026</u>	<u>\$ 34,843,216,122</u>	<u>\$ 38,808,170,032</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
<u>\$ 22,558,590,035</u>	<u>\$ 24,587,890,270</u>	<u>\$ 29,631,642,026</u>	<u>\$ 34,843,216,122</u>	<u>\$ 38,808,170,032</u>
0.00%	0.00%	0.00%	0.00%	0.00%

MARION COUNTY DISTRICT SCHOOL BOARD
Table 14
ANTICIPATED CAPITAL OUTLAY MILLAGE LEVY
REQUIRED TO COVER CERTIFICATES OF PARTICIPATION PAYMENTS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ending June 30,	Taxable Assessed Value (a)	Annual Lease Payment	Millage Levy Required (b)
2016	16,530,103	12,526,916	0.79
2017	17,253,043	14,092,738	0.85
2018	18,233,765	13,997,052	0.80
2019	19,525,773	11,718,593	0.63
2020	20,937,197	11,721,857	0.58
2021	22,558,590	11,728,626	0.54
2022	24,587,890	11,728,394	0.50
2023	29,631,642	11,725,778	0.41
2024	34,843,216	8,165,513	0.24
2025	23,003,535	24,509,319	1.11

(a) In thousands as of January 1.

(b) Millage rate calculated using 96% of the taxable assessed valuation.

Note: Capital lease arrangements financed by Certificates of Participation are not considered general obligation debt, as no specific property tax levy has been pledged.

Sources: Marion County Property Appraiser - <http://www.pa.marion.fl.us/>
Marion County District School Board, Finance Department Records

MARION COUNTY DISTRICT SCHOOL BOARD

Table 15

**PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year Ending June 30,	District Revenue Bonds					
	Pari-Mutuel Revenues	Miscellaneous Revenue	Debt Service		Other Dues & Fees	Coverage
			Principal	Interest		
2016	223,250	1,073	108,500	90,251	350	1.13
2017	223,250	1,075	113,000	86,285	350	1.12
2018	223,250	964	117,000	82,076	350	1.12
2019	223,250	7,186	121,000	77,720	385	1.16
2020	223,250	5,363	125,000	73,218	385	1.15
2021	223,250	114	134,000	68,479	385	1.10
2022	223,250	442	137,000	63,519	385	1.11
2023	223,250	28,026	141,000	58,431	385	1.26
2024	167,438	28,151	144,000	53,216	385	0.99
2025	279,063	25,280	152,000	47,800	385	1.52

(a) These bonds were refunded in 2014. Only the applicable debt service for the 2014 fiscal year is shown.

Source: Marion County School District Finance Department - Funds 2900 and 2910, District Revenue Bonds.

MARION COUNTY DISTRICT SCHOOL BOARD
Table 16
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ending June 30,	Population (a)	Personal Income (b) (in thousands)	Per Capita Personal Income	Unemployment Rate (c)		
				Marion County	Florida	United States
2016	345,749	11,047,141	31,951	5.8%	4.7%	4.9%
2017	349,267	11,601,952	33,218	4.8%	4.1%	4.4%
2018	353,898	12,133,659	34,286	4.5%	3.7%	4.1%
2019	358,821	12,708,667	35,418	4.1%	3.5%	4.0%
2020	363,726	13,318,148	36,616	8.5%	10.7%	11.2%
2021	374,628	13,999,019	37,368	5.5%	5.1%	5.7%
2022	386,497	15,520,495	40,157	3.5%	2.8%	3.8%
2023	392,085	17,424,672	44,441	3.8%	3.1%	3.8%
2024	403,966	17,648,907	43,689	4.4%	3.3%	4.2%
2025	419,510	19,137,831	45,619	4.9%	3.9%	4.4%

(a) Population is as of December 31 of the previous calendar year.

(b) The personal income and per capita is as of 2018 (the most recent year available) with projections for 2019.

(c) The unemployment rates are as of July.

Sources: Florida Research and Economic Information Database - <http://fred.labormarketinfo.com> and freida.labormarketinfo.com

National Conference of State Legislatures

Florida Demographic Estimating Conference,

[http://www.edr.state.fl.us/content/population-demographics/data/county population](http://www.edr.state.fl.us/content/population-demographics/data/county%20population)

Statistics Program, in cooperation with the U.S. Department of Labor, Bureau of Statistics Bureau of Economic Analysis

MARION COUNTY DISTRICT SCHOOL BOARD
Table 17
PRINCIPAL EMPLOYERS, TEN LARGEST EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO
(UNAUDITED)

Employer	2025			2016		
	Number of Employees	Rank	Percentage of Total County Employment	Number of Employees	Rank	Percentage of Total County Employment
Marion County Public Schools	6,306	1	4.34%	6,058	1	4.93%
AdventHealth Ocala (Former Munroe Regional Medical Center)	3,606	2	2.48%	2,648	2	2.16%
HCA Florida Hospitals	3,171	3	2.18%			
Wal-Mart (Combined)	2,689	4	1.85%	2,370	4	1.93%
State of Florida (all departments)	2,600	5	1.79%	2,600	3	2.12%
Publix Supermarkets (Combined)	2,257	6	1.55%	1,488	6	1.21%
FedEx Ground	1,500	7	1.03%			
Marion County Board of Commissioners	1,368	8	0.94%	1,462	7	1.19%
City of Ocala (all departments)	1,134	9	0.78%	942	10	0.77%
Lockheed Martin	1,100	10	0.76%	981	9	0.80%
Ocala Health (Ocala Regional Medical Center)				2,020	5	1.64%
West Marion Community Hospital						
AT&T				1,000	8	0.81%
Totals	<u>25,731</u>		<u>17.69%</u>	<u>21,569</u>		<u>17.56%</u>
All Others	<u>119,731</u>		<u>82.31%</u>	<u>101,258</u>		<u>82.44%</u>
Total Employment	<u><u>145,462</u></u>		<u><u>100.00%</u></u>	<u><u>122,827</u></u>		<u><u>100%</u></u>

Sources: Florida Research and Economic Database - <http://fred.labormarketinfor.com>
Marion County Chamber and Economic Partnership - <http://www.ocalacep.com>

MARION COUNTY DISTRICT SCHOOL BOARD

Table 18

**NUMBER OF FULL TIME EMPLOYEES
LAST TEN FISCAL YEARS
(UNAUDITED)**

	2016	2017	2018	2019	2020
Instructors	2,947	2,903	2,894	2,856	2,927
Administrators	188	200	206	210	206
Non-Instructional	1,131	1,128	1,120	1,118	1,135
Educational Support	1,794	1,816	1,794	1,710	1,812
Total Full Time Employees	6,060	6,047	6,014	5,894	6,080

Source: Marion County District School Board, Payroll Department records

MARION COUNTY DISTRICT SCHOOL BOARD

Table 18

**NUMBER OF FULL TIME EMPLOYEES
LAST TEN FISCAL YEARS
(UNAUDITED)**

2021	2022	2023	2024	2025
2,882	2,832	2,891	3,002	3,076
204	209	217	233	236
1,261	1,038	1,174	1,182	1,239
1,604	1,789	1,841	1,973	2,085
5,951	5,868	6,123	6,390	6,636

MARION COUNTY DISTRICT SCHOOL BOARD

Table 19

**OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year Ending June 30,	Number of Schools	Expenditures (a)	Student Membership (b)	Cost Per Student	Percentage Change	Total All Employees
2016	49	352,048,821	42,474	8,289	6.09%	6,060
2017	49	361,711,365	42,893	8,433	1.74%	6,047
2018	49	368,310,853	42,881	8,589	1.85%	6,014
2019	49	382,533,849	42,818	8,934	4.01%	5,894
2020	49	385,206,101	43,008	8,957	0.25%	6,080
2021	49	391,242,176	41,324	9,468	5.71%	5,951
2022	49	399,377,107	42,863	9,318	-1.59%	5,868
2023	49	431,740,342	45,462	9,497	1.92%	6,123
2024	51	481,751,392	45,553	10,576	11.36%	6,390
2025	51	549,421,713	46,004	11,943	12.93%	6,636

- (a) Expenditures are General Fund and Special Revenue Food Service Fund expenditures and transfers to other funds.
- (b) Student membership is based on the 180 day count except for 2021 that is based on 170 day count due to COVID.
- (c) Attendance is a calculation based on the average daily attendance.
- (d) FTE is an abbreviation for full-time equivalent student.

Source: Marion County District School Board, Finance Department, Payroll Department, Student Records Department records

MARION COUNTY DISTRICT SCHOOL BOARD

Table 19

**OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Teaching Staff	Student/Teacher Ratio	Student Attendance Percentage (c)	Unweighted FTE (d)	Ratio of FTE to Instructors	Ratio of FTE to All Employees
2,947	14.4	93.62%	42,192	14.32	6.96
2,903	14.8	93.34%	42,260	14.56	6.99
2,894	14.8	92.90%	42,808	14.79	7.12
2,856	15.0	92.92%	42,957	15.04	7.29
2,927	14.7	94.07%	43,208	14.76	7.11
2,882	14.3	90.17%	41,993	14.57	7.06
2,832	15.1	90.44%	44,504	15.71	7.58
2,891	15.7	91.32%	46,465	16.07	7.59
3,002	15.2	90.94%	48,136	16.03	7.53
3,076	15.0	90.72%	46,004	14.96	6.93

MARION COUNTY DISTRICT SCHOOL BOARD

Table 20

**FOOD SERVICE OPERATING DATA
LAST TEN FISCAL YEARS
(UNAUDITED)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Days Meals Were Served	180	180	180	180	180
Average Number of Free and Reduced Meals Served Daily	42,957	43,336	42,748	43,456	34,378
Number of Free and Reduced Meals Served	7,732,274	7,800,545	7,694,557	7,822,153	6,188,102
Average Daily Subsidy	\$ 128,714	\$ 134,018	\$ 132,461	\$ 136,443	\$ 114,048
Total Subsidy Received	\$ 23,168,602	\$ 24,123,199	\$ 23,842,990	\$ 24,559,824	\$ 20,528,596
Average Number of Meals Served Daily	46,282	46,968	45,522	47,197	37,265
Number of Meals Served	8,330,782	8,454,244	8,194,017	8,495,466	6,707,759
Percentage of Free and Reduced Meals Served to Total Meals Served	93%	92%	94%	92%	92%
Average Daily Sales	\$ 155,188	\$ 157,171	\$ 154,298	\$ 159,349	\$ 132,386
Total Revenue	\$ 27,933,893	\$ 28,290,738	\$ 27,773,703	\$ 28,682,875	\$ 23,829,423
Average Daily Costs	\$ 154,023	\$ 154,894	\$ 161,523	\$ 161,349	\$ 145,128
Total Costs	\$ 27,724,111	\$ 27,880,978	\$ 29,074,135	\$ 29,042,817	\$ 26,123,008

MARION COUNTY DISTRICT SCHOOL BOARD

Table 20

**FOOD SERVICE OPERATING DATA
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
180	180	180	180	180
31,239	42,457	45,772	49,834	51,926
5,623,059	7,642,188	8,238,896	8,970,136	9,346,597
\$ 124,334	\$ 157,755	\$ 221,391	\$ 231,053	\$ 236,807
\$ 22,380,147	\$ 28,395,956	\$ 39,850,454	\$ 41,589,629	\$ 42,625,343
32,228	42,457	46,677	50,417	52,134
5,801,003	7,642,188	8,401,831	9,075,034	9,384,131
97%	100%	98%	99%	100%
\$ 138,616	\$ 170,825	\$ 228,374	\$ 240,491	\$ 246,777
24,950,939	\$ 30,748,554	\$ 41,107,263	43,288,351	44,419,826
\$ 139,829	\$ 155,563	\$ 188,457	\$ 211,927	\$ 245,966
\$ 25,169,148	\$ 28,001,415	\$ 33,922,318	\$ 38,146,774	\$ 44,273,854

Source: Marion County District School Board, Finance Department records

MARION COUNTY DISTRICT SCHOOL BOARD

Table 21

**SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

	Year Acquired (a)	Square Footage (b)	Student Membership (c) Fiscal Year Ending June 30,				
			2016	2017	2018	2019	2020
Elementary Schools							
Anthony	1925	57,628	394	385	377	436	434
Bellevue	1963	67,530	656	711	688	712	634
Bellevue-Santos	1953	112,560	559	556	544	513	535
College Park	1993	124,473	826	852	832	821	695
Dr. NH Jones	1959	107,211	643	649	662	682	699
Dunnellon	1993	103,758	600	573	594	554	589
East Marion	1974	84,726	669	700	699	694	674
Eighth Street	1914	35,591	398	416	416	407	395
Emerald Shores	1988	89,976	592	524	602	663	679
Evergreen	1988	111,305	544	551	600	405	402
Fessenden	1953	65,757	491	474	465	427	425
Fort McCoy School (d)	1986	177,679	533	521	490	551	537
Greenway	1995	122,462	756	742	724	711	683
Hammett Bowen, Jr.	2004	95,679	792	853	845	822	845
Harbour View	1991	115,704	800	862	841	848	805
Horizon Academy at Marion Oaks (d)	1988	190,765	158	157	134	212	156
Legacy	2011	103,987	727	712	791	828	805
Madison Street	1949	56,624	432	448	448	444	451
Maplewood	1990	130,536	783	781	797	761	803
Marion Oaks	2010	129,446	888	887	898	895	909
Oakcrest	1952	113,941	777	673	614	532	518
Ocala Springs	1985	92,444	616	611	638	675	680
Reddick-Collier	1935	107,162	298	354	382	399	426
Romeo	1991	112,182	708	731	763	763	718
Saddlewood	1998	129,949	871	822	896	919	969
Shady Hill	1985	103,723	665	721	657	678	629
South Ocala	1955	102,767	664	681	665	714	718
Sparr	1964	53,327	348	377	347	408	372
Stanton-Weirsdale	1955	74,253	595	594	575	518	548
Sunrise	1987	114,540	888	808	846	881	830
Ward-Highlands	1959	104,006	851	865	880	853	841
Wyomina Park	1948	71,395	649	721	602	560	536
Total Elementary Schools			<u>20,171</u>	<u>20,312</u>	<u>20,312</u>	<u>20,286</u>	<u>19,940</u>
Middle Schools							
Bellevue	1992	188,723	1,047	1,135	1,262	1,303	1,401
Dunnellon	1936	117,731	611	638	613	633	641
Fort King	1962	124,328	1,058	1,072	1,087	1,062	1,056
Fort McCoy School (d)	1986	177,679	471	500	516	511	477
Horizon Academy at Marion Oaks (d)	1988	190,765	617	680	656	631	738
Howard	1954	165,397	1,096	1,050	1,050	1,040	1,059
Lake Weir	1953	163,567	1,213	1,085	1,094	1,073	1,137
Liberty	2005	195,448	1,127	1,164	1,278	1,296	1,339
North Marion	1973	160,380	812	810	846	792	845
Osceola	1924	91,248	893	938	936	958	998
Total Middle Schools			<u>8,945</u>	<u>9,072</u>	<u>9,338</u>	<u>9,299</u>	<u>9,691</u>

MARION COUNTY DISTRICT SCHOOL BOARD

Table 21

**SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

Student Membership (c) Fiscal Year Ending June 30,				
2021	2022	2023	2024	2025
388	417	334	345	346
604	661	742	707	687
520	600	657	642	687
781	828	856	875	880
731	750	781	767	768
586	581	608	635	658
596	602	585	628	620
382	401	416	376	378
630	654	712	694	704
256	-	46	134	209
382	422	422	426	433
483	528	615	507	504
677	719	728	749	749
775	851	908	998	1,071
776	815	895	880	825
166	205	186	0	0
746	759	722	725	722
451	432	451	459	457
796	818	839	893	821
867	942	961	1,112	1,217
480	425	456	588	601
624	692	702	731	664
383	356	364	356	347
688	715	719	749	725
898	966	976	1,039	1,021
571	632	659	682	640
697	744	724	732	724
340	435	450	444	430
496	503	627	584	581
834	918	1,152	1,419	1,458
798	975	963	915	942
583	612	622	566	528
<u>18,985</u>	<u>19,958</u>	<u>20,878</u>	<u>21,357</u>	<u>21,397</u>
1,401	1,468	1,643	1,478	1,549
612	638	687	676	698
1,082	1,117	1,057	895	867
474	412	470	388	398
722	841	881	1,147	1,253
1,011	971	929	855	857
1,127	1,175	1,253	1,072	1,137
1,315	1,338	1,382	1,180	1,173
741	752	733	738	721
960	978	977	915	870
<u>9,445</u>	<u>9,690</u>	<u>10,012</u>	<u>9,344</u>	<u>9,523</u>

MARION COUNTY DISTRICT SCHOOL BOARD

Table 21

**SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

	Year Acquired (a)	Square Footage (b)	2016	2017	2018	2019	2020
High Schools							
Belleview	1992	235,758	1,486	1,535	1,516	1,552	1,592
Dunnellon	1980	145,849	1,052	1,076	1,136	1,145	1,179
Forest	2001	302,822	2,066	2,057	2,110	2,133	2,167
Lake Weir	1974	236,533	1,474	1,482	1,455	1,401	1,452
Marion Technical Institute	1955	183,174	239	217	24	73	166
North Marion	1963	200,970	1,279	1,274	1,230	1,262	1,345
Vanguard	1969	201,774	1,607	1,627	1,644	1,589	1,596
West Port	1999	401,724	2,502	2,511	2,648	2,578	2,651
Total High Schools			<u>11,705</u>	<u>11,779</u>	<u>11,763</u>	<u>11,733</u>	<u>12,148</u>
Charter Schools							
Francis Marion Military Academy	n/a	n/a	104	175	156	161	-
Ina A. Cohen Academy			-	-	-	-	-
Marion Technical Institute			-	-	-	-	-
Ocali Charter (Francis Marion)	n/a	n/a	112	103	138	141	160
McIntosh Charter	n/a	n/a	78	79	77	67	63
Marion Charter	n/a	n/a	202	204	213	210	208
Total Charter Schools			<u>496</u>	<u>561</u>	<u>584</u>	<u>579</u>	<u>431</u>
Special Programs							
ARC (Age 3) PK	n/a	n/a	37	32	25	21	-
Drop Back In Academy	n/a	n/a	144	147	-	-	-
Hillcrest School	1971	50,214	170	177	186	191	176
New Leaf (Kingsbury Academy)	n/a	n/a	159	138	169	179	164
Marion County Jail	n/a	n/a	21	21	19	-	-
Ocala Center for Success (M.Y.D.C.)	n/a	n/a	39	42	45	60	51
MJDC	n/a	n/a	11	29	34	27	-
Pace Center for Girls	n/a	n/a	64	73	71	60	52
ELC PK ESE (Pre-K Program ESE)	n/a	n/a	99	88	40	27	34
Silver River Marine Institute	1995	17,363	309	314	249	294	285
Student Services (Homebound)	n/a	n/a	83	83	29	-	-
Teen Parent/Comm. Ed	n/a	n/a	7	-	11	-	-
Marion Acceleration Academy	n/a	n/a	-	-	-	43	-
Marion Youth Academy			-	-	-	4	14
MCSO Adults			-	-	-	4	14
Teen Parent PK	n/a	n/a	14	25	6	15	22
Total Special Programs			<u>1,157</u>	<u>1,169</u>	<u>884</u>	<u>921</u>	<u>798</u>
Total District			<u><u>42,474</u></u>	<u><u>42,893</u></u>	<u><u>42,881</u></u>	<u><u>42,818</u></u>	<u><u>43,008</u></u>

MARION COUNTY DISTRICT SCHOOL BOARD

Table 21

**SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
1,592	1,616	1,648	1,815	1,786	1,848
1,179	1,105	1,125	1,299	1,390	1,544
2,167	2,178	2,164	2,241	2,293	2,286
1,452	1,286	1,315	1,461	1,372	1,382
166	33	-	74	80	219
1,345	1,290	1,259	1,237	1,175	1,151
1,596	1,530	1,531	1,566	1,598	1,633
2,651	2,661	2,763	2,817	2,934	2,981
<u>12,148</u>	<u>11,699</u>	<u>11,805</u>	<u>12,510</u>	<u>12,628</u>	<u>13,044</u>
-	-	-	-	-	-
-	41	112	214	427	537
160	158	191	33	23	254
63	56	52	183	260	294
208	202	217	44	36	44
<u>431</u>	<u>457</u>	<u>572</u>	<u>216</u>	<u>223</u>	<u>224</u>
<u>431</u>	<u>457</u>	<u>572</u>	<u>690</u>	<u>969</u>	<u>1,353</u>
-	-	-	-	-	-
-	-	-	-	-	-
176	154	144	-	-	-
164	138	165	175	161	161
-	-	-	258	233	-
51	35	59	-	0	0
-	30	35	72	62	-
52	51	32	48	63	83
34	29	24	42	50	55
285	247	348	45	42	35
-	-	-	399	335	-
-	3	-	-	-	8
-	-	-	-	-	-
-	30	5	308	292	336
14	17	21	-	17	9
22	4	5	18	-	-
<u>798</u>	<u>738</u>	<u>838</u>	<u>7</u>	<u>0</u>	<u>0</u>
<u>43,008</u>	<u>41,324</u>	<u>42,863</u>	<u>1,372</u>	<u>1,255</u>	<u>687</u>
<u>43,008</u>	<u>41,324</u>	<u>42,863</u>	<u>45,462</u>	<u>45,553</u>	<u>46,004</u>

(a) Year acquired is generally the land acquisition year.

(b) The square footage is for permanent buildings only and does not include relocatable units.

(c) Student membership is based on the 180 day count.

(d) Fort McCoy and Horizon Academy at Marion Oaks are both elementary and middle schools. The square footage is presented on both lines. The student enrollment is presented at each school individually.

Sources: Marion County District School Board FISH (Florida Inventory of School Houses) Report
Marion County District School Board, Management Information Services Department Records

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OTHER

**ADDITIONAL ELEMENTS OF REPORT PREPARED IN ACCORDANCE WITH THE *GOVERNMENT
AUDITING STANDARDS* AND THE PROVISIONS OF THE UNIFORM GUIDANCE**

**DISTRICT SCHOOL BOARD OF MARION COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-Through Grantor/Program or Cluster Clustered	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
Child Nutrition Cluster				
United States Department of Agriculture:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	17002	\$ -	\$ 9,614,174
National School Lunch Program	10.555	23001,23003	-	29,971,141
Total National School Lunch Program			-	39,585,315
		22006,22007,23006,		
Summer Food Service Program for Children	10.559	23007	-	384,397
Fresh Fruit and Vegetable Program	10.582	23004	-	626,349
Total Child Nutrition Cluster			-	40,596,061
Forest Service Schools and Roads Cluster				
United States Department of Agriculture:				
Florida Department of Financial Services:				
Schools and Roads - Grants to States	10.665	None	-	189,289
Student Financial Assistance Cluster				
United States Department of Education:				
Federal Pell Grant Program	84.063	N/A	-	1,517,169
Total Student Financial Assistance Cluster			-	1,517,169
Special Education Cluster				
United States Department of Education:				
Florida Department of Education:				
Special Education - Grants to States	84.027A	262,263	33,997	13,921,400
Total Special Education - Grants to States			33,997	13,921,400
Florida Department of Education:				
Special Education - Preschool Grants	84.173A	267	-	385,087
Total Special Education - Preschool Grants			-	385,087
Total Special Education Cluster			33,997	14,306,487
Child Care and Development Block Grant				
United States Department of Health and Human Services:				
Early Learning Coalition of Marion County:				
Child Care and Development Block Grant	93.575	None	-	342,066
Not Clustered				
United States Department of Agriculture				
Florida Department of Health:				
Child and Adult Care Food Program	10.558	A-4502	-	1,705,018
United States Department of Defense				
Air Force Junior Reserve Officers Training Corps	12.UNK	N/A	-	294,180
Army Junior Reserve Officers Training Corps	12.UNK	N/A	-	163,472
Navy Junior Reserve Officers Training Corps	12.UNK	N/A	-	118,606
Total United States Department of Defense			-	576,258
United States Department of Education				
COVID-19-Education Stabilization Fund Under the Coronavirus Aid, Relief and Economic Security Act	84.425U	121	-	22,454,368
COVID-19-Education Stabilization Fund Under the Coronavirus Aid, Relief and Economic Security Act	84.425W	122	-	137,413
Total Education Stabilization Fund			-	22,591,781
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191,193	-	760,930
Title I Grants to Local Educational Agencies	84.010	226	-	24,696
Title I Grants to Local Educational Agencies	84.010A	212,223,226	-	20,406,512
Career and Technical Education - Basic Grants to States	84.048	161	-	928,704
Education for Homeless Children and Youth	84.196	127	-	114,254
Education for Homeless Children and Youth	84.196A	127	-	7,374
Charter School	84.282A	298	-	33,128
Twenty-First Century Community Learning Centers	84.287C	244	-	495,653
English Language Acquisition State Grants	84.365A	102	-	367,944
Supporting Effective Instruction State Grants	84.367A	224	-	3,130,757
School Support and Academic Enrichment Prigram	84.424A	241	-	1,454,779
School Support and Academic Enrichment Prigram	84.424F	242	-	587,030
Total Florida Department of Education			-	28,311,761
University of South Florida:				
Special Ed TA & Dissemination to Improve Services	84.326M	59-3102112		9,363

**DISTRICT SCHOOL BOARD OF MARION COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Total United States Department of Education			-	50,912,905
United States Department of Health and Human Services				
University of South Florida				
Every Student Succeeds Act/Preschool Development Grants	93.434	59-3102112	-	102,305
Total Expenditures of Federal Awards			\$ 33,997	\$ 110,247,558

The notes below are an integral part of the Schedule:

- (1) Basis of Presentation: The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of the Marion County District School Board under programs of the Federal government for the fiscal year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.
- (2) Summary of Significant Accounting Policies: Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (3) Indirect Cost Rate: The District has not elected to use the 10 percent de minimis cost rate allowed under the Uniform Guidance.
- (4) Noncash Assistance: The National School Lunch Program includes \$0 of donated food received during the fiscal year. Donated foods are valued at fair value as determined at the time of donation.

**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**

Marion County District School Board and
Superintendent
Ocala, Florida

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Marion County District School Board (the District) as of and for the year ended June 30, 2025, which collectively comprise the District’s basic financial statements, and have issued our report thereon dated December 15, 2025. Other auditors audited the financial statements of the Marion Charter School, McIntosh Area School, and Ina A. Colen Academy, which represent 39%, -15%, and 61%, respectively, of the total assets, net position, and revenues of the aggregate discretely presented component units. This report does not include the results of the other auditor’s 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 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 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 District’s financial statements will not be prevented and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less than a material weakness, yet important enough to merit attention by those charged with governance.

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

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Ocala, Florida

**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**

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, non-compliance 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 non-compliance 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 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.

Purvis Gray

December 15, 2025
Ocala, Florida

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

Marion County District School Board and
Superintendent
Ocala, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Marion County District School Board’s (the District) compliance with the types of compliance requirements described in the 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, 2025. 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 the Marion Charter School, McIntosh Area School, and the Ina A. Colen Academy, which are included as aggregate remaining discretely presented component units, which expended federal awards during the year ended June 30, 2025. Our audit, described below, did not include the operations of Marion Charter School, McIntosh Area School, and Ina A. Colen Academy as they engaged other auditors to perform an audit of compliance, as applicable.

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, 2025.

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

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Ocala, Florida

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material non-compliance 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 non-compliance when it exists. The risk of not detecting material non-compliance 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. Non-compliance 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 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 non-compliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, non-compliance with a type of compliance requirement of a

Marion County District School Board and
Superintendent
Ocala, Florida

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

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 non-compliance 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.

Purvis Gray

December 15, 2025
Ocala, Florida

**MARION COUNTY DISTRICT SCHOOL BOARD - OCALA, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified:	No
Significant deficiency(ies) identified:	None reported
Non-compliance material to financial statements noted?	No

Federal Awards

Internal Control Over Major Programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor’s report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No
Identification of Major Programs:	
Child Nutrition Cluster:	
School Breakfast Program	Assistance Listing No. 10.553
National School Lunch Program	Assistance Listing No. 10.555
COVID-19 National School Lunch Program	Assistance Listing No. 10.555
Summer Food Service Program for Children	Assistance Listing No. 10.559
Fresh Fruit and Vegetable Program	Assistance Listing No. 10.582
Supporting Effective Instruction State Grants	Assistance Listing No. 84.367A
Education Stabilization Fund:	
COVID-19 Education Stabilization Fund	Assistance Listing No. 84.425U
COVID-19 Education Stabilization Fund	Assistance Listing No. 84.425W
Dollar threshold used to distinguish between Type A and Type B Federal Programs:	\$3,000,000
Audit qualified as a low-risk auditee pursuant to the Uniform Guidance?	Yes

**MARION COUNTY DISTRICT SCHOOL BOARD - OCALA, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters are reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters are reported.

MANAGEMENT LETTER

Marion County District School Board and
Superintendent
Ocala, Florida

Report on the Financial Statements

We have audited the basic financial statements of the Marion County District School Board (the District) as of and for the fiscal year ended June 30, 2025, and have issued our report thereon December 15, 2025. Other auditors audited the financial statements of three of the aggregate discretely presented component units, as described in our report on the District's financial statements. This letter does not include the results of the other auditor's and such information related to that audit is reported on separately by those 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 Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance For Each Major Program and on Internal Control Over Compliance required by the Uniform Guidance, Schedule of Findings and Questioned Costs, and our Independent Accountant's Report on an examination conducted in accordance with American Institute of Certified Public Accountants Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.800, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated December 15, 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 report. There were no findings in the prior year.

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(s) met. In connection, with our audit, we determined that the District did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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Marion County District School Board and
Superintendent
Ocala, Florida

MANAGEMENT LETTER

Pursuant to Sections 10.804(1)(f)5.a. and 10.805(7), *Rules of the Auditor General*, we applied financial condition assessment procedures for the District. It is management's responsibility to monitor the District's financial condition, and our financial condition assessment was based in part on representations made by management and the review of the 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 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 (Section 1011.035, Florida Statutes, provides the district school boards shall prominently post on their website a plain language version of each proposed, tentative, and official budget that described each budget item in terms that are easily understandable to the public). In connection with our audit, we determined that the District maintained on its website the information specified in Section 1011.035, Florida Statutes.

Additional Matters

Section 10.804(1)(f)4., *Rules of the Auditor General*, requires us to communicate non-compliance 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 with 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, the 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.

Purvis Gray

December 15, 2025
Ocala, Florida

INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES

Marion County District School Board and
Superintendent
Ocala, Florida

We have examined the Marion County District School Board (the District) compliance with the requirements of Section 218.415, Florida Statutes, as of and for the year ended June 30, 2025, as required by Section 10.556(10)(a), *Rules of the Auditor General*. Management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion the District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the District complied, in all material respects, with the 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 on the risks of material non-compliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis of our opinion.

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

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

In our opinion, the District complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2025.

This report 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, and the District and its management, and is not intended to be, and should not be, used by anyone other than these specified parties.

Purvis Gray

December 15, 2025
Ocala, Florida

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THE SCHOOL BOARD OF MARION COUNTY FLORIDA

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