FLORIDA SOUTHWESTERN STATE COLLEGE

COLLEGIATE HIGH SCHOOL – CHARLOTTE CAMPUS

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

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FLORIDA SOUTHWESTERN STATE COLLEGE
COLLEGIATE HIGH SCHOOL – CHARLOTTE CAMPUS
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Tyler Patak, Ph.D.	Lee
William Banfield, B.A.	Lee

THE CHARTER SCHOOL'S EXECUTIVE OFFICERS FOR THE FISCAL PERIOD ARE LISTED BELOW:

Dr. Jeffery S. Allbritten, President
Michelle Wier, Principal

FLORIDA SOUTHWESTERN STATE COLLEGE
COLLEGIATE HIGH SCHOOL – CHARLOTTE CAMPUS
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FLORIDA SOUTHWESTERN STATE COLLEGE
COLLEGIATE HIGH SCHOOL – CHARLOTTE CAMPUS
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INDEPENDENT AUDITORS' REPORT

Board of Trustees
Florida SouthWestern State College
Collegiate High School - Charlotte Campus
Punta Gorda, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the Florida SouthWestern State College Collegiate High School - Charlotte Campus (the Charter School), a division of Florida SouthWestern State College, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Charter School, as of June 30, 2024, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Charter School 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.

Emphasis of Matter

As described in Note 1, the financial statements of the Charter School are intended to present the financial position and the changes in financial position of only that portion of the governmental activities and each major fund of Florida Southwestern State College that is attributable to the transactions of the Charter School. They do not purport to, and do not, present fairly the financial position of Florida Southwestern State College as of June 30, 2024 or the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

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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.

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School'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.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the district board of trustees and officers' section but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 18, 2024, on our consideration of the Charter's School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter's School's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter's School's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Fort Myers, Florida
September 18, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following Management's Discussion and Analysis (MD&A) provides an overview of the financial position and activities of Florida SouthWestern State College Collegiate High School – Charlotte Campus (Charter School) for the year ended June 30, 2024. This discussion has been prepared by management and the information contained in the MD&A is intended to highlight significant transactions, events, and conditions and should be considered in conjunction with the Charter School's financial statements and notes to financial statements.

The Charter School is a division of Florida SouthWestern State College (College). The Charter School is organized pursuant to Section 1002.33, Florida Statutes and is governed by the Board of Trustees of the College who are appointed by the Governor of the State of Florida. The Charter School operates under a charter with the sponsoring school district, Charlotte County District School Board (Sponsor). The Charter School commenced operations on July 1, 2009 and was effective for a term of five (5) years ending on June 30, 2014. The Charter was renewed for fifteen (15) additional years ending on June 30, 2029.

The Charter School is operated by the College and is housed on the Charlotte Campus. Students attending the Charter School enjoy full access to all College facilities, activities and services. The Charter School is designed to provide students of all ability levels an opportunity to graduate with both a high school diploma and an Associate of Arts (AA) degree. Charter School students enjoy a college environment along with a vast array of resources provided by the College while also maintaining the traditional elements of high school life.

The Charter School is recognized as a separate and discrete department in the accounting system of Florida SouthWestern State College. The State of Florida Auditor General's Office audits the College's financial statements. The College adheres to internal control procedures contained in the Board of Trustees Rules and the Accounting Manual of the Florida College System.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2023-24 fiscal year are as follows:

- The Net Position of the Charter School at year end was $3,057,164 This represents $11,200 investment in capital assets, $723,603 in Restricted Funds and $2,322,361 in Unrestricted Funds.
- General revenues total $3,419,164 or 86 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions total $552,933 or 14 percent.
- Expenses total $3,252,527 of which $552,933 of these expenses was offset by program specific charges and revenue, with the remainder paid from general revenues. Total revenue exceeded total expenses by $719,570.

- The unassigned fund balance of the General Fund, representing the net current financial resources available for general appropriation by the Board, totals $2,400,736 at June 30, 2024, or 86 percent of total General Fund Expenditures.

OVERVIEW OF 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 Charter School'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 and liabilities, deferred inflows and outflows of resources, using an economic resources measurement focus. The difference between the assets (including deferred outflows of resources) and liabilities (including deferred inflows of resources), the net position, is a measure of the financial health of the Charter School. The statement of activities presents information about the change in the Charter School's net position, the results of operations, during the fiscal year. An increase or decrease in net position is an indication of whether the Charter School's financial health is improving or deteriorating.

All of the Charter School's activities and services are reported in the government-wide financial statements as governmental activities. The Charter School's governmental activities include instruction, pupil support services, instructional support services, administrative support, facility maintenance, pupil transportation services, and food services. Revenues for current operations are received primarily from the Sponsor pursuant to the funding provisions included in the charter.

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 Charter School 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 Charter School'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 operations of the Charter School are presented in governmental funds only.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, the

governmental funds utilize a spendable financial resources measurement focus rather than the economic resources measurement focus found in the government-wide financial statements. The 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 Charter School'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 Charter School's governmental funds. The Charter School's major funds are the General Fund, Lease Revenue Fund, and Grant Revenue Fund.

The Charter School adopts an annual appropriated budget for its governmental funds.

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.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following is a summary of the Charter School's net position as of June 30, 2024 and 2023:

	2024	2023
Assets		
Current Assets	$ 3,286,455	$ 2,589,540
Capital Assets	11,200	14,060
Total Assets	3,297,655	2,603,600
Liabilities		
Current Liabilities	174,189	210,711
Non-current Liabilities	66,302	55,295
Total Liabilities	240,491	266,006
Total Liabilities and Deferred Inflows of Resources	240,491	266,006
Net Position	$ 3,057,164	$ 2,337,594

The restricted portion of the net position represents resources that are subject to restrictions on how they may be used. Unrestricted net position may be used to meet the government's ongoing obligations to students, employees, and creditors.

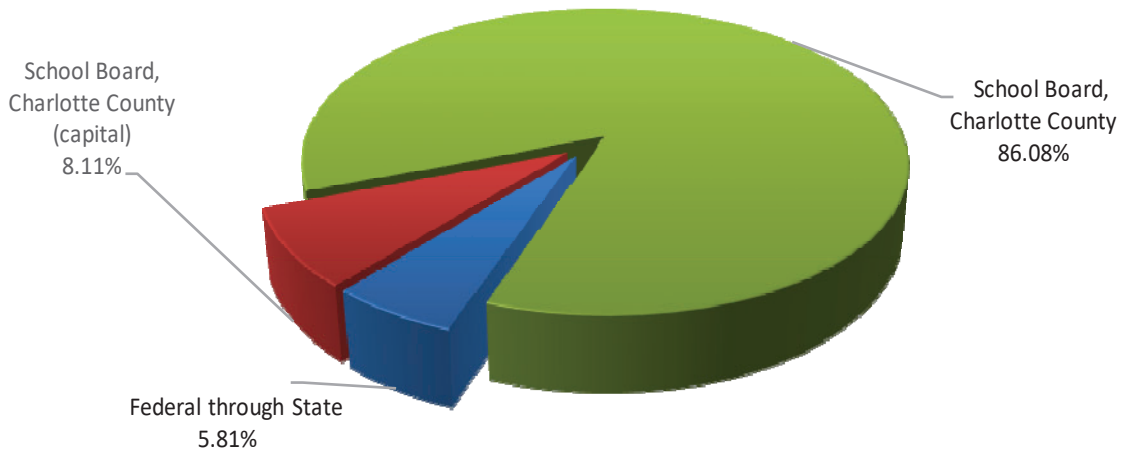
The key elements of the changes in the Charter School's net position for the fiscal years ended June 30, 2024 and 2023 are as follows:

	2024	2023
Program Revenues:		
Federal through State	$ 230,688	$ 514,832
School Board, Charlotte County (capital)	322,245	174,920
General Revenues		
School Board, Charlotte County	3,419,164	2,847,908
Total Revenues	$ 3,972,097	$ 3,537,660
Functions/Program Expenses		
Instruction	$ 1,333,947	$ 1,587,094
Pupil Personnel Services	211,586	204,240
Board	20,685	17,745
School Administration	1,150,777	1,119,649
Food Services	162,162	103,462
Pupil Transportation Services	74,876	86,650
Operation of Plant	298,494	297,844
Total Functions/Program Expenses	$ 3,252,527	$ 3,416,684
Increase in Net Position	$ 719,570	$ 120,976

The largest revenue source is the funds received by the School District (86 percent). The primary source of these funds comes from the State of Florida and flows through the School District on behalf of the Charter School. Revenues from State sources for current operations are primarily received through the Florida Education Finance Program (FEFP) funding formula. The FEFP formula utilizes student enrollment data, and is designed to maintain equity in funding across all Florida school districts including Charter Schools.

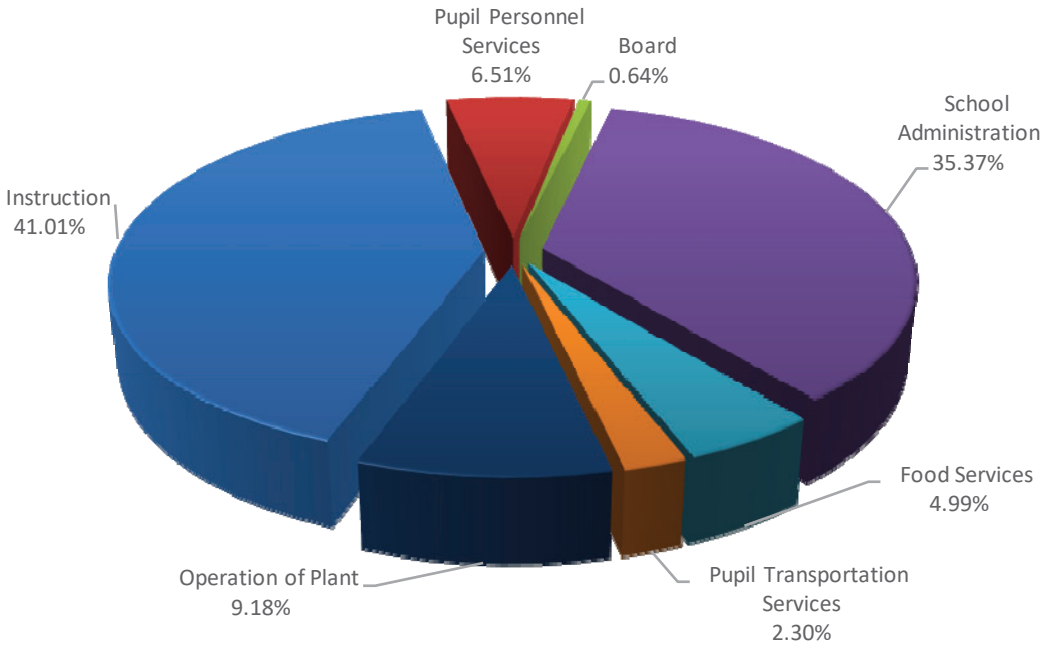
Other State revenues that flow through the School District are primarily for acquisition, construction, leasing and maintenance of educational facilities. These revenues accounted for $322,245 or 8 percent.

Revenue by Source - Fiscal Year 2023-24



Instructional expenses represent 41 percent of total expenses in the 2023-24 fiscal year.

Expense by Function - Fiscal Year 2023-24



FINANCIAL ANALYSIS OF THE CHARTER SCHOOL'S FUNDS

Major Governmental Funds

The General Fund is the chief operating fund of the Charter School. At the end of the current fiscal year, unassigned fund balance is $2,400,736.

The Lease Revenue Fund has a total fund balance of $721,786. Fund balance in this fund is restricted for the acquisition, construction, leasing, and maintenance of capital assets.

The Grant Revenue Fund has a total fund balance of $1,817. Fund balance in this fund is restricted for grant related expenditures.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the course of the 2023-24 fiscal year, there were budget amendments to the Charter School General Fund budget. Budget revisions are due primarily to changes in estimated State funding levels and corresponding adjustments to planned expenditures to ensure maintenance of an adequate fund balance. Actual revenues are $394,632 more than the budgeted amount. Actual expenditures are $220,228 or 7 percent less than the budgeted amount.

OTHER MATTERS OF SIGNIFICANCE

The economic position of the Charter School is closely tied to the State of Florida. The Charter School is expected to continue to maintain its present level of services. The initial term of the Charter School contract was five (5) years ending on June 30, 2014. The Charter was renewed for fifteen (15) years ending on June 30, 2029. Should the Charter School end its fiscal year in a deficit for two consecutive years, this may constitute grounds for termination of the Charter.

REQUESTS FOR INFORMATION

Questions concerning information provided in the MD&A, financial statements and notes thereto, or requests for additional financial information should be addressed to the Director, Finance & Accounting, Florida SouthWestern State College, 8099 College Pkwy, Fort Myers, FL 33919.

FLORIDA SOUTHWESTERN STATE COLLEGE
COLLEGIATE HIGH SCHOOL - CHARLOTTE CAMPUS
STATEMENT OF NET POSITION
June 30, 2024

		Governmental Activities
ASSETS		
Cash and Cash Equivalents	$	3,251,200
Accounts Receivable		25,227
Prepaid Items		10,028
Capital Assets:		
Depreciable Capital Assets, Net		11,200
TOTAL ASSETS		3,297,655
LIABILITIES		
Current Liabilities		
Salaries and Benefits Payable		97,804
Accounts Payable		23,711
Due to Other Agencies		30,573
Compensated Absences Due within a Year		22,101
TOTAL CURRENT LIABILITIES		174,189
Noncurrent Liablilities		
Compensated Absences Due in More than One Year		66,302
TOTAL NONCURRENT LIABILITIES		66,302
TOTAL LIABILITIES		240,491
NET POSITION		
INVESTMENT IN CAPITAL ASSETS		11,200
RESTRICTED NET POSITION, LEASE AND GRANTS		723,603
UNRESTRICTED NET POSITION		2,322,361
TOTAL NET POSITION	$	3,057,164

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

FLORIDA SOUTHWESTERN STATE COLLEGE
COLLEGIATE HIGH SCHOOL - CHARLOTTE CAMPUS
STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes In Net Position
Governmental Activities:				
Instruction	$ 1,333,947	$ -	$ -	$ (1,333,947)
Pupil Personnel Services	211,586	-	-	(211,586)
Board	20,685	-	-	(20,685)
School Administration	1,150,777	230,688	-	(920,089)
Food Services	162,162	-	-	(162,162)
Pupil Transportation Services	74,876	-	-	(74,876)
Operation of Plant	298,494	-	322,245	23,751
Total Governmental Activities	$ 3,252,527	$ 230,688	$ 322,245	$ (2,699,594)
General Revenues:				
School Board of Charlotte County - Operating				3,419,164
Total General Revenues				3,419,164
Change in Net Position				719,570
Net Position - Beginning				2,337,594
Net Position - Ending				$ 3,057,164

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

FLORIDA SOUTHWESTERN STATE COLLEGE
COLLEGIATE HIGH SCHOOL - CHARLOTTE CAMPUS
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2024

	General Fund	Lease Revenue Fund	Grant Revenue Fund	Total Governmental Funds
ASSETS				
Cash and Cash Equivalents	$ 2,543,803	$ 707,397	$ -	$ 3,251,200
Accounts Receivable	5,214	14,389	5,624	25,227
Prepaid Items	10,028	-	-	10,028
Due from Other Funds	3,807	-	-	3,807
TOTAL ASSETS	$ 2,562,852	$ 721,786	$ 5,624	$ 3,290,262
LIABILITIES AND FUND BALANCES				
Liabilities:				
Salaries and Benefits Payable	97,804	-	-	97,804
Accounts Payable	23,711	-	-	23,711
Due to Other Agencies	30,573	-	-	30,573
Due to General Fund	-	-	3,807	3,807
TOTAL LIABILITIES	152,088	-	3,807	155,895
Fund Balance				
Nonspendable	10,028	-	-	10,028
Restricted	-	721,786	1,817	723,603
Unassigned	2,400,736	-	-	2,400,736
Total Fund Balances	2,410,764	721,786	1,817	3,134,367
TOTAL LIABILITIES AND FUND BALANCES	$ 2,562,852	$ 721,786	$ 5,624	$ 3,290,262

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

FLORIDA SOUTHWESTERN STATE COLLEGE
COLLEGIATE HIGH SCHOOL - CHARLOTTE CAMPUS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

Total Fund Balances - Governmental Funds	$	3,134,367
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		11,200
Long-term liabilities are not due and payable in the current period, and therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:		
Compensated Absences Payable		(88,403)
Total Net Position - Governmental Activities	$	3,057,164

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

FLORIDA SOUTHWESTERN STATE COLLEGE
COLLEGIATE HIGH SCHOOL - CHARLOTTE CAMPUS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Lease Revenue Fund	Grant Revenue Fund	Total Governmental Funds
Revenues				
Intergovernmental:				
Federal Through State	$ -	$ -	$ 230,688	$ 230,688
State	2,811,176	322,245	-	3,133,421
Local:				
School District Referendum Tax Funding	607,988	-	-	607,988
Total Revenues	3,419,164	322,245	230,688	3,972,097
Expenditures				
Instruction	1,265,422	-	68,525	1,333,947
Pupil Personnel Services	211,586	-	-	211,586
Board	20,685	-	-	20,685
School Administration	1,136,101	-	-	1,136,101
Food Services	-	-	162,162	162,162
Pupil Transportation Services	74,876	-	-	74,876
Operation of Plant	95,634	200,000	-	295,634
Total Expenditures	2,804,304	200,000	230,687	3,234,991
Excess of Revenues over Expenditures	614,860	122,245	1	737,106
Net Changes in Fund Balances	614,860	122,245	1	737,106
Fund Balance, July 1, 2023	1,795,904	599,541	1,816	2,397,261
Fund Balance, June 30, 2024	$ 2,410,764	$ 721,786	$ 1,817	$ 3,134,367

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

FLORIDA SOUTHWESTERN STATE COLLEGE
COLLEGIATE HIGH SCHOOL - CHARLOTTE CAMPUS
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, 2024

Net Changes in Fund Balances - Governmental Funds	$	737,106
Amounts reported for governmental activities in the statement of activities are different because:		
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 used (earned) in excess of the amount earned (paid) in the current period.		(14,676)
Capital assets are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense in the current period.		
Depreciation Expense		(2,860)
Change in Net Position - Governmental Activities	$	719,570

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- **Reporting Entity**

The Florida SouthWestern State College Collegiate High School – Charlotte Campus (Charter School) is a division of Florida SouthWestern State College (College). The Charter School is organized pursuant to Section 1002.33, Florida Statutes and is governed by the Board of Trustees of the College (College Board) who are appointed by the Governor of the State of Florida.

The Charter School operates under a charter with the sponsoring school district, Charlotte County District School Board (Sponsor). The Charter School commenced operations on July 1, 2009 and was effective for a term of five (5) years ending on June 30, 2014. The charter was renewed for fifteen (15) years ending on June 30, 2029. In the event the Sponsor chooses to not renew the charter under grounds specified in the charter, the Sponsor is required to notify the Charter School in writing ninety (90) calendar days prior to such action. In addition, the charter is subject to annual review by the Sponsor and may not be renewed or may be terminated as specified in the charter. If the Charter School desires not to renew the charter, the Charter School shall notify the Sponsor in writing ninety (90) calendar days of its intent to not renew.

- **Basis of Presentation**

Government-wide Financial Statements

Government-wide financial statements, including the statement of net position and the statement of activities, present information about the Charter School as a whole. As part of the consolidation process, all interfund activities are eliminated from these statements. Both statements report only governmental activities as the Charter School does not engage in any business type activities.

Government-wide financial statements are prepared using the economic resources measurement focus. The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the Charter School'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. Program revenues include charges paid by the recipient of the goods or services offered by the program, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the Charter School.

- **Fund Financial Statements**

Fund financial statements report detailed information about the Charter School in the governmental funds. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is reported in a separate column. Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements.

The Charter School 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.
- Grant Revenue Fund – special revenue fund used to account for certain State and Federal grant program resources.
- Lease Revenue Fund – special revenue fund used to account for the financial resources that are to be used for educational capital outlay needs, including new construction, renovation and remodeling projects, leasing facilities and debt service payments on leases for relocatable school buildings.

- **Basis of Accounting**

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

The government-wide financial statements are prepared 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.

Governmental fund financial statements are prepared using the current financial resources management 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 Charter School considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for Federal, State, and other grant resources, revenue is recognized at the time the expenditure is made. Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, postemployment healthcare benefits, and compensated absences, which are recognized when due. Allocations of cost, such as depreciation, are not recognized in governmental funds.

When both restricted and unrestricted resources are available for use, it is the Charter School's policy to use restricted resources first, then unrestricted resources as they are needed.

The Charter School is accounted for as a governmental organization and follows the same accounting model as the Sponsor's governmental activities.

- **Cash and Cash Equivalents**

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

- **Prepaid Items**

  Payments made to vendors for services that will benefit periods beyond June 30, 2024, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

- **Long-Term Liabilities**

  Long-term obligations that will be financed from resources to be received in the future by governmental funds are reported as liabilities in the government-wide statement of net position.

  In the 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.

  Changes in long-term liabilities for the current year are reported in a subsequent note.

- **State Revenue Sources**

  Revenues for current operations are received primarily from the Sponsor pursuant to the funding provisions included in the charter. In accordance with the funding provisions of the charter and Section 1002.33(18) (b), Florida Statutes, the Charter School reports its student enrollment to the Sponsor. Under provisions of Section 1011.62, Florida Statues, the Sponsor reports the number of student enrollments and related data to the Florida Department of Education (DOE) for funding through the Florida Education Finance Program (FEFP). Funding for the Charter School is adjusted during the year to reflect revised calculations of actual student enrollment.

  The State provides financial assistance to administer certain categorical educational programs. State Board of Education 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 categorical educational programs. The Department generally requires that categorical educational program revenues be accounted for in the General Fund.

  The Charter School may receive federal awards for the enhancement of various educational programs. This assistance is generally based on applications submitted to and approved by various granting agencies. These federal awards may have eligibility requirements whereby the issuance of grant funds is withheld until such eligible expenditures are incurred. Revenues for these awards are recognized only to the extent that eligible expenditures are incurred.

Additionally, other revenues may be derived from various fundraising activities and certain other programs.

- **Fund Balance**

The Charter School follows the provisions of Governmental Accounting Standards Board (GASB) Statement No. 54, *"Fund Balance Reporting and Governmental Fund Type Definitions"*. Accordingly, in the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the Charter School is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balance is reported in five components: nonspendable, restricted, committed, assigned, and unassigned.

Nonspendable Fund Balance – Amounts that are (a) not in spendable form or (b) legally or contractually required to be maintained intact. "Not in spendable form" includes items that are not expected to be converted to cash (such as inventories and prepaid amounts) and items such as long-term amount of loans and notes receivable, as well as property acquired for resale, the corpus (or principal) of a permanent fund is an example of an amount that is legally or contractually required to be maintained intact. Nonspendable fund balance totaled $10,028, which consists of $10,028 and is used to cover prepaid expenditures.

Restricted Fund Balance – Amounts that can be spent only for specific purposes stipulated by (a) external resource providers such as creditors (by debt covenants), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. Restricted fund balance consists of $723,603 including $721,786 in the Lease Revenue Fund and $1,817 in the Grant Revenue Fund as of June 30, 2024. The purpose of the lease fund is the payment of lease for the school building, and the grant fund is for payments related to grants received by the Charter School.

Committed Fund Balance – Amounts that can be used only for the specific purposes determined by a formal action (resolution) of the Board of Trustees, the Charter School's highest level of decision-making authority. Commitments may be changed or lifted only by the Board of Trustees taking the same formal action (resolution) that imposed the constraint originally. Resources accumulated pursuant to stabilization arrangements sometimes are reported in this category. There was no committed fund balance reported as of June 30, 2024.

Assigned Fund Balance – Includes spendable fund balance amounts established by the administration of the Charter School that are intended to be used for specific purposes that are neither considered restricted or committed. There was no assigned fund balance as of June 30, 2024.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that has not been restricted, committed, or assigned to specific purposes within the general fund. Unassigned fund balance may also include negative balances for governmental funds if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The Charter School expends restricted amounts first when both restricted and unrestricted fund balances are available unless there are legal documents that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the Charter School would first use committed fund balance, followed by assigned fund balance and then unassigned fund balance, when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

2. RECEIVABLES

The Charter School's receivables consist of amounts due from other agencies and program receivables at June 30, 2024. The receivable balance totaled $25,227 as of June 30, 2024. The Charter School considered this amount to be fully collectible.

3. INTERFUND DUE TO AND DUE FROM

The Charter School's interfund transactions consist of due to and due from in the amount of $3,807 for the fiscal year 2023-24. This balance consisted of due to General Fund from the Grant Revenue Fund in the amount of $3,807 to cover ESSER grant expense.

4. CHANGES IN CAPITAL ASSETS

Capital Assets	Beginning Balance	Additions	Deductions	Ending Balance
Capital Assets Being Depreciated:				
Furniture, Machine & Equipment	$ 14,297	-	-	$ 14,297
Total Capital Assets Being Depreciated:	14,297	-	-	14,297
Less Accumulated Depreciation:				
Other Structure and Land Improvements	237	2,860	-	3,097
Total Accumulated Depreciation	237	2,860	-	3,097
Total Being Depreciated, Net	14,060	(2,860)	-	11,200
Total Governmental Activities Capital Assets, Net	$ 14,060	$ (2,860)	$ -	$ 11,200

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

Governmental activities:

Operation of Plant	$2,860

5. COMPENSATED ABSENCES

The following is a summary of changes in compensated absences:

Description	Beginning Balance	Additions	Deductions	Ending Balance	Due in One Year
GOVERNMENTAL ACTIVITIES:					
Compensated Absences Payable	$ 73,727	53,111	(38,435)	$ 88,403	$ 22,101

For governmental activities, compensated absences are generally liquidated with resources of the General Fund.

The College provides an IRS approved Code Section 401(a) pre-tax program for terminating employees with accrued, unused sick and vacation pay benefits in excess of $5,000. The program permits the College to disburse these benefits in a tax-advantaged manner for both the College and the employee. Contributions are limited by IRS regulation. All employees in designated employee classes with at least 10 years of service at the time of separation are mandated to participate in this program.

6. 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.

Fund balances are restricted, committed, or assigned at fiscal year-end to report an amount likely to be expended from the 2024-25 fiscal year budget as a result of purchase orders outstanding at June 30, 2024.

7. SCHEDULE OF STATE REVENUE SOURCES

As stated in a prior note, the Charter School receives revenue for current operations primarily from the State of Florida through the Sponsor. The following is a schedule of the revenue for the 2023-24 fiscal year:

Source	Amount
Florida Education Finance Program	$ 2,459,418
Class Size Reduction	295,158
Best and Brightest	56,600
Public Education Capital Outlay	322,245
Total	$ 3,133,421

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

8. RETIREMENT PROGRAMS

All portions of the pension liability for the Charter School as of June 30, 2024 are included in the audited financial statements of the sponsoring college, Florida SouthWestern State College, as of June 30, 2024. This information can be requested from the Office of Financial Services at 8099 College Pkwy, Fort Myers, FL 33919.

The Charter School employees are eligible for the following benefits:

FRS Pension Plan

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

- *Regular Class* – Members of the FRS who do not qualify for membership in the other classes.

- *Senior Management Service Class* (SMSC) – Members in senior management level positions.
- *Special Risk Class* – Members who are employed as law enforcement officers and meet the criteria to qualify for this class.

Employees enrolled in the Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the Plan on or after July 1, 2011 vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of creditable 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, except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of creditable service. Employees enrolled in the Plan may include up to 4 years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

The DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS-participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided. Benefits under the Plan are computed on the basis of age/or years of service, average final compensation, and service credit. 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 retirement plan and/or the class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits.

As provided in Section 121.101, Florida Statutes, if the member was initially enrolled in the Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3 percent per year. If the member was initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually 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 by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

HIS Pension Plan

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

Benefits Provided. For the fiscal year ended June 30, 2024, eligible retirees and beneficiaries received a monthly HIS payment of $7.50 for each year of creditable service completed at the time of retirement with a minimum of HIS payment of $45 and a maximum HIS payment of $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 Medicare.

9. OTHER POSTEMPLOYMENT BENEFITS PAYABLE

All portions of the other post-employment benefits liability for the Charter School as of June 30, 2024 are included in the audited financial statements of the sponsoring college, Florida SouthWestern State College, as of June 30, 2024.

General Information about the OPEB Plan

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

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

10. SAVINGS INCENTIVE PLAN

Effective January 1, 1994, the Board approved the adoption of a Savings Incentive Plan as provided by Section 403(b) of the Internal Revenue Code of 1986. Under the Plan, all full-time employees can elect to defer a portion of their salary within Internal Revenue Service guidelines. The Charter School may make a matching employer contribution in an amount to be determined annually by the College Board at its discretion. During the 2023-24 fiscal year, the Charter School matched one dollar for every dollar up to the first 3 percent of employee compensation. Each employee is fully vested upon enrollment in the Plan, and is allowed to direct the investment of his or her account to any one of the various fund groups and insurance companies approved for investment by the Charter School. During the 2023-24 fiscal year, the Charter School contributed $24,535 as matching funds under the Plan.

11. LEASE COMMITMENTS

The Charter School entered into a lease agreement with Florida SouthWestern State College Financing Corporation whereby the College Financing Corporation leases to the Charter School a portion of the Charlotte Campus facilities consisting of approximately 19,102 sq. ft. for purposes of operating the high school. The lease agreement was for a period of one year ending on June 30, 2024. The amount paid for the leased premises for the year ended June 30, 2024 was $200,000. Subsequent to year end, the Charter School entered into a new agreement effective July 1, 2024 through June 30, 2025.

12. RISK MANAGEMENT PROGRAMS

The College is exposed to various risks of loss related to tort loss; federal liability, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The College provides for insurance coverage for these risks primarily through the Florida College System Risk Management Consortium (Consortium). The Consortium is authorized under Section 1004.725, Florida Statutes, to contract with the College System Institution's boards of trustees to provide self-insurance services, including, but not limited to, the evaluation, settlement, and payment of self-insurance claims on behalf of the board of trustees. The Consortium is self-sustaining through member assessments (premiums) and reinsures a portion of its program through commercial companies for claims in excess of specified amounts. Insurance from commercial companies generally provides excess liability insurance with limits of $4.5 million and excess property insurance coverage of up to $100 million.

Insurance coverage obtained through the Consortium also includes health and hospitalization, dental, life, fire and general and automobile liability, workers' compensation, and other liability coverage. Settled claims resulting from all such risks have not exceeded coverage in any of the past three fiscal years. The Charter Schools are afforded this insurance coverage through the College's participation in the Consortium.

Florida SouthWestern State College
Collegiate High School - Charlotte Campus
Budgetary Comparison Schedule
For the fiscal year ended June 30, 2024

	General Fund			
	Original Budget	Final Budget	Actual	Variance
Revenues				
Intergovernmental:				
State	$ 2,382,118	$ 2,416,544	$ 2,811,176	$ 394,632
Local:				
School District Referendum Tax Funding	607,988	607,988	607,988	-
Total Revenues	2,990,106	3,024,532	3,419,164	394,632
Expenditures				
Staff Costs:				
Instruction	814,928	849,218	871,811	(22,593)
Instructional Support	145,036	151,132	160,034	(8,902)
Administration	192,924	216,040	246,596	(30,556)
Benefits	400,960	410,822	435,997	(25,175)
Total Staff Expenditures	**1,553,848**	**1,627,212**	**1,714,438**	**(87,226)**
Operating and Other Expenditures				
Travel	15,000	15,000	13,687	1,313
Transportation	100,000	97,730	74,876	22,854
Operating Expenses	198,418	236,434	164,791	71,643
Rentals Other	3,000	5,500	5,206	294
Insurance	10,000	14,076	14,076	-
Utilities	45,000	46,312	51,191	(4,879)
Contract Services	135,000	122,358	120,311	2,047
Contributions to Primary	699,840	649,840	645,728	4,112
Contingency	230,000	208,600	-	208,600
Capital Expenditures	-	1,470	-	1,470
Total Operating and Other Expenditures	**1,436,258**	**1,397,320**	**1,089,866**	**307,454**
Total Expenditures	2,990,106	3,024,532	2,804,304	220,228
Excess (Deficiency) of Revenues over Expenditures	-	-	614,860	614,860
Net Change in Fund Balances	$ -	$ -	$ 614,860	$ 614,860

Florida SouthWestern State College
Collegiate High School - Charlotte Campus
Budgetary Comparison Schedule
For the fiscal year ended June 30, 2024

	Lease Revenue Fund			
	Original Budget	Final Budget	Actual	Variance
Revenues				
Intergovernmental:				
State	$ 200,000	$ 200,000	$ 322,245	$ 122,245
Total Revenues	200,000	200,000	322,245	122,245
Expenditures				
Operation of Plant	200,000	200,000	200,000	-
Total Expenditures	200,000	200,000	200,000	-
Excess (Deficiency) of Revenues over Expenditures	-	-	122,245	122,245
Net Change in Fund Balances	$ -	$ -	$ 122,245	$ 122,245

Florida SouthWestern State College
Collegiate High School - Charlotte Campus
Budgetary Comparison Schedule
For the fiscal year ended June 30, 2024

	Grant Revenue Fund			
	Original Budget	Final Budget	Actual	Variance
Revenues				
Intergovernmental:				
Federal Through State	$ 308,640	$ 231,186	$ 230,688	$ (498)
State	-	2,107	-	(2,107)
Total Revenues	308,640	233,293	230,688	(2,605)
Expenditures				
Governmental Activities:				
Instruction	41,612	48,870	48,740	130
General Support:				
Operating Expenses - Instruction	267,028	16,761	18,356	(1,595)
Contract Services	-	1,429	1,429	-
Food Services	-	162,162	162,162	-
Other Expenses	-	4,071	-	4,071
Total Expenditures	308,640	233,293	230,687	2,606
Excess (Deficiency) of Revenues over Expenditures	-	-	1	1
Net Change in Fund Balances	$ -	$ -	$ 1	$ 1

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

1. BUDGETARY COMPLIANCE AND ACCOUNTABILITY

- **Budgetary Information**

The Charter School uses the policies of the College for budgetary compliance. The College follows procedures established by State statutes and State Board of Education rules in establishing budgets as described below:

Budgets are prepared and original budgets are approved annually by the Board of Trustees for all governmental fund types in accordance with procedures and time intervals prescribed by law and State Board of Education rules.

Budgets are controlled at the account level (e.g., salaries, purchased services, and capital outlay) within each program (e.g., instruction, instructional support, and school administration) and may be amended throughout the fiscal year.

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.

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INDEPENDENT AUDITORS' 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*

Board of Trustees
Florida SouthWestern State College
Collegiate High School - Charlotte Campus
Punta Gorda, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Florida SouthWestern State College Collegiate High School - Charlotte Campus (the Charter School) , as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated September 18, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

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Report on Compliance and Other Matters

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

Purpose of This Report

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

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Fort Myers, Florida
September 18, 2024

CliftonLarsonAllen LLP
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MANAGEMENT LETTER

Board of Trustees
Florida SouthWestern State College
Collegiate High School - Charlotte Campus
Punta Gorda, Florida

Report on the Financial Statements

We have audited the financial statements of the Florida SouthWestern State College Collegiate High School - Charlotte Campus (the Charter School), as of and for the fiscal year ended June 30, 2024, and have issued our report thereon dated September 18, 2024.

Auditors' 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; and Chapter 10.850, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' 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*. Disclosures in that report, which is dated September 18, 2024, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.854(1)(e)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding financial audit report.

Official Title

Section 10.854(1)(e)5., Rules of the Auditor General, requires that the name or official title of the entity and the school code assigned by the Florida Department of Education be disclosed in this management letter. The official title and the school code assigned by the Florida Department of Education of the entity is Florida SouthWestern State College Collegiate High School - Charlotte Campus and 080502.

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Board of Trustees
Florida SouthWestern State College
Collegiate High School - Charlotte Campus

Financial Condition and Management

Sections 10.854(1)(e)2. and 10.855(11), Rules of the Auditor General, require us to apply appropriate procedures and communicate whether or not the Charter School has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Charter School did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.854(1)(e)6.a. and 10.855(12), Rules of the Auditor General, we applied financial condition assessment procedures for the Charter School. It is management's responsibility to monitor the Charter School's financial condition, and our financial condition assessment was based in part on representations made by management and review of financial information provided by same.

Section 10.854(1)(e)3., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Transparency

Sections 10.854(1)(e)7. and 10.855(13), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether the Charter School maintains on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes. In connection with our audit, we determined that the Charter School maintained on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes.

Additional Matters

Section 10.854(1)(e)4., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or fraud, waste, or abuse, that has occurred or is likely to have occurred, that has an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

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

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Fort Myers, Florida
September 18, 2024