

**Indiantown High School  
A Charter School Operated by Indian River State College**

**Financial Statements**

**June 30, 2024**

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**Berger, Toombs, Elam,  
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**Report of Independent Auditors**

To the Board of Trustees  
Indiantown High School  
A Charter School Operated by  
Indian River State College  
Fort Pierce, Florida

***Opinion***

We have audited the accompanying basic financial statements of Indiantown High School ("IHS"), A Charter School Operated by Indian River State College ("IRSC"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Indiantown High School as of June 30, 2024, and the respective changes in its' financial position and cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

***Emphasis of Matter***

As discussed in Note A, the accompanying financial statements were prepared to present the financial position, changes in financial position and cash flows of Indiantown High School and are not intended to be a complete presentation of the Indian River State College's financial statements.

***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standard 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 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 audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Responsibilities of Management for the Financial Statements***

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

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 Indiantown High School's ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may raise substantial doubt thereafter.

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Board of Trustees  
Indiantown High School  
A Charter School Operated by  
Indian River State College

***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 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 circumstance, but not for the purpose of expressing an opinion on the effectiveness of Indiantown High 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.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Indiantown High School'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.



Berger, Toombs, Elam,  
Gaines & Frank  
Certified Public Accountants PL

Board of Trustees  
Indiantown High School  
A Charter School Operated by  
Indian River State College

***Other Matters***

*Required Supplementary Information*

Governmental accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4-8 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by *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 in accordance with governmental auditing standards generally accepted in the United States of America, which consisted principally of inquires of management regarding the methods of measurement and presentation of the supplementary information. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2024 on our consideration of Indiantown High School's internal control over financial reporting and our tests of its' compliance with certain provisions of laws, regulations, contracts and grant agreements.

The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Indiantown High School's internal control over financial reporting and compliance.

*Berger Toombs Elam  
Gaines & Frank*

Berger, Toombs, Elam, Gaines & Frank  
Certified Public Accountants PL  
Fort Pierce, Florida

November 7, 2024

**INDIANTOWN HIGH SCHOOL  
A CHARTER SCHOOL OPERATED  
BY INDIAN RIVER STATE COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

**Introduction**

The following Management's Discussion and Analysis ("MD&A") provides an overview of the financial position and activities of the Indiantown High School ("IHS"), A Charter School Operated by Indian River State College ("IRSC") for the year ended June 30, 2024. This discussion has been prepared by management and should be read in conjunction with the financial statements and the notes, which follow this section.

IHS is operated by Indian River State College ("IRSC") and is housed on the Indian River State College, Indiantown Education Center in Indiantown, Florida. Students attending IHS enjoy full access to all College facilities, activities and services. Fiscal year 2023-2024 was limited to Grades 9-11. Enrollment during fiscal year 2023-2024 consisted of 58 students.

**Using the Financial Statements**

This report consists of three basic financial statements: the Statement of Net Position, the Statement of Revenues, Expenses, and Changes in Net Position and the Statement of Cash Flows that provides information on IHS as a whole and presents a long term view of IHS's finances. The following activities are included in IHS's basic financial statements:

- The Primary Institution, Indiantown High School, is a public charter high school operated by Indian River State College and sponsored by the School Board of Martin County, open to Martin County public, private or home school students who are in grades 9-11. The purpose of IHS is to provide academic and technical education for high school students and the opportunity to complete a high school diploma and an Associate Degree, simultaneously, in either academic transfer or technical education options. The high school is distinguished by the application of varied instructional delivery and learning styles, a technology-across-the-curriculum approach and incorporation of an integrated academic seminar series at each grade level.

The Management's Discussion and Analysis (MD&A), Financial Statements and accompanying Notes are prepared in accordance with the appropriate Governmental Accounting Standards Board (GASB) pronouncements: Statement No. 35, Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities.

**Statement of Net Position**

The Statement of Net Position presents a financial picture of IHS's financial condition at June 30, 2024 by reporting assets (current and non-current), liabilities (current and non-current), and net position (assets less liabilities).

**INDIANTOWN HIGH SCHOOL  
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MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

**Assets**

Total assets of IHS's at June 30, 2024 were \$611,481, consisting of cash and investments.

**Liabilities**

Total liabilities at June 30, 2024 were \$45,842.

Liabilities consisting of accounts payable, accrued liabilities, and compensated absences.

**Net Position**

Net position was \$565,639 and consisted of one category, defined as follows:

- Unrestricted – This category represents the net assets held by IHS's that have no formal restrictions placed upon them.

**Condensed Statement of Position  
At June 30, 2024 and June 30, 2023**

	<b>6/30/2024</b>	<b>6/30/2023</b>
Current assets	<u>\$ 611,481</u>	<u>\$ 302,793</u>
Current liabilities	35,926	6,507
Non-current liabilities	9,916	3,256
Total Liabilities	<u>45,842</u>	<u>9,763</u>
Unrestricted	<u><u>\$ 565,639</u></u>	<u><u>\$ 293,030</u></u>

**Statement of Revenues, Expenses, and Changes in Net Position**

The Statement of Revenues, Expenses, and Changes in Net Position, which is generally referred to as the activities statement, presents the total revenues (operating and non-operating) received and expenses (operating and non-operating) paid and owed and income or loss from operations for the fiscal years 2024 and 2023.

**Revenues**

Non-operating revenues for fiscal years ending June 30, 2024 and 2023 totaled \$1,417,429 and \$777,048, respectively, an increase of \$640,381 or 82.4%. For 2024, intergovernmental revenues from Martin County District School Board totaled \$460,857.

IHS received general allocation funding from IRSC of \$183,072 for fiscal year 2024 and \$183,072 for fiscal year 2023. The funds were used mainly to support IHS's operating activities.

Other income totaling \$773,500 primarily consists of an IRSC Foundation, Inc. donation.

**Expenses**

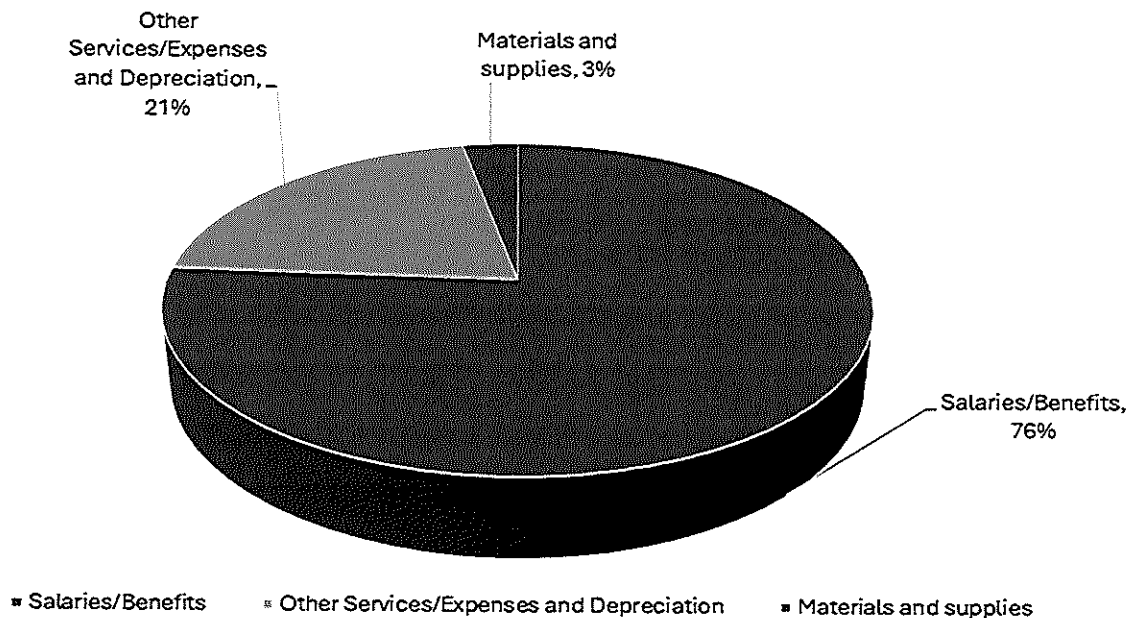
Total operating expenses for IHS for the fiscal years ending June 30, 2024 and 2023 were \$1,144,820 and \$517,179, respectively.

**INDIANTOWN HIGH SCHOOL  
A CHARTER SCHOOL OPERATED  
BY INDIAN RIVER STATE COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

**Condensed Statement of Revenues, Expenses and Changes in Net Position  
For the June 30<sup>th</sup> Fiscal Years Ended**

	FYE 2024	FYE 2023
<b>OPERATING EXPENSES:</b>		
Salaries and benefits	\$ 872,315	\$ 326,181
Other services/expenses and depreciation	244,110	81,490
Materials and supplies	28,395	109,508
<b>Total Operating Expenses</b>	<b>1,144,820</b>	<b>517,179</b>
<b>NON-OPERATING REVENUES:</b>		
School board funding and sales tax referendum	460,857	93,976
Facilities operation funding	183,072	183,072
Other income and interest	773,500	500,000
<b>Total Non-Operating Revenues</b>	<b>1,417,429</b>	<b>777,048</b>
<b>CHANGE IN NET POSITION</b>	<b>272,609</b>	<b>259,869</b>
Net Position-Beginning of Year	293,030	33,161
<b>Net Position-End of Year</b>	<b>\$ 565,639</b>	<b>\$ 293,030</b>

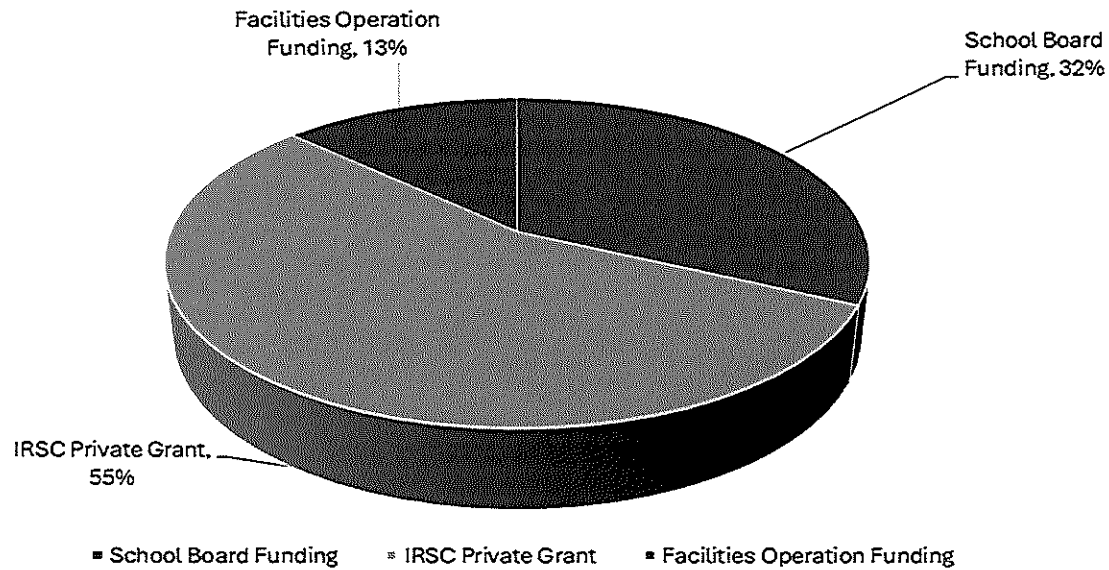
**IHS OPERATING EXPENSES FY 2024**



**INDIANTOWN HIGH SCHOOL  
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MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

**Condensed Statement of Revenues, Expenses and Changes in Net Position  
For the June 30<sup>th</sup> Fiscal Years Ended (Continued)**

**IHS NONOPERATING REVENUES FY 2024**



**Statement of Cash Flows**

The Statement of Cash Flows provides a summary of the sources and uses of cash by categories. The primary purpose of the Statement of Cash Flows is to provide information about IHS's cash receipts and payments during the year and help assess IHS's ability to generate future net cash flows and meet future obligations.

A major source of cash is the pass through of legislative appropriations received from the State of Florida, Department of Education to the IHS sponsor, the Martin County District School Board, totaling \$460,857. The main uses of Cash for Operating Activities were payments to suppliers totaling \$272,505 and payments to employees in the amount of \$836,236.

The Cash Flows from Noncapital Financing Activities include receipts from state and local sources totaling \$1,417,429.

Overall, cash at the fiscal year end totaled \$611,481.

**INDIANTOWN HIGH SCHOOL  
A CHARTER SCHOOL OPERATED  
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MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

**Condensed Statement of Cash Flows  
For the Fiscal Year Ended June 30, 2024**

Cash Flows from Operating Activities	\$ (1,108,741)
Cash Flows from Noncapital Financing Activities	1,417,429
Net Increase in Cash	<u>308,688</u>
Cash and cash equivalents, beginning of year	302,793
Cash and cash equivalents, end of year	<u><u>\$ 611,481</u></u>

**Economic Factors That Will Affect the Future**

Commencing in fiscal year 2024, Indiantown High School was open to Grades 9-11 and expects to add Grade 12 in fiscal year 2025. Indiantown High School does not anticipate any other economic factors to have any significant effect on the financial position or results of operations of Indiantown High School in fiscal year 2025.

**Request for Information**

Questions concerning information provided in the Management's Discussion and Analysis, financial statements and notes thereto, or requests for additional financial information should be addressed to Edith Pacacha, Vice President of Administration and Finance, CFO, Indian River State College, 3209 Virginia Avenue, Fort Pierce, Florida 34981.

INDIANTOWN HIGH SCHOOL  
A CHARTER SCHOOL OPERATED BY INDIAN RIVER STATE COLLEGE  
STATEMENT OF NET POSITION  
June 30, 2024

ASSETS	
Current Assets	
Cash and cash equivalents	<u>\$ 611,481</u>
LIABILITIES	
Current Liabilities	
Accounts payable and accrued liabilities	<u>35,926</u>
Non-current Liabilities	
Compensated absences	<u>9,916</u>
Total Liabilities	<u>45,842</u>
NET POSITION	
Unrestricted	<u><u>\$ 565,639</u></u>

See accompanying notes to financial statements.

**INDIANTOWN HIGH SCHOOL**  
**A CHARTER SCHOOL OPERATED BY INDIAN RIVER STATE COLLEGE**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**For the Year Ended June 30, 2024**

Operating Expenses		
Salaries	\$	640,164
Benefits		232,151
Other services and expenses		244,110
Materials and supplies		28,395
Total Operating Expenses		<u>1,144,820</u>
Operating Loss		<u>(1,144,820)</u>
Non-operating Revenues		
Intergovernmental revenues		460,857
Facilities operation funding from Indian River State College		183,072
Other income		773,500
Total Non-operating Revenues		<u>1,417,429</u>
Change in Net Position		272,609
Net Position, July 1, 2023		<u>293,030</u>
Net Position, June 30, 2024	\$	<u><u>565,639</u></u>

See accompanying notes to financial statements.

**INDIANTOWN HIGH SCHOOL**  
**A CHARTER SCHOOL OPERATED BY INDIAN RIVER STATE COLLEGE**  
**STATEMENT OF CASH FLOWS**  
**For the Year Ended June 30, 2024**

<b>CASH FLOWS USED BY OPERATING ACTIVITIES</b>	
Payments to employees	\$ (836,236)
Payments to suppliers	<u>(272,505)</u>
Net Cash Used by Operating Activities	<u><u>(1,108,741)</u></u>
 <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Receipts from state and local sources	<u>1,417,429</u>
Net increase in cash and cash equivalents	308,688
Cash and Cash Equivalents - July 1, 2023	<u>302,793</u>
Cash and Cash Equivalents - June 30, 2024	<u><u>\$ 611,481</u></u>
 <b>Reconciliation of net operating/(loss) to net cash used by operating activities</b>	
Cash flows from operating activities:	
Operating loss	\$ (1,144,820)
Adjustments to reconcile net income/(loss) to net cash used by operating activities:	
Changes in assets and liabilities	
Increase in accounts payable/accrued expenses	29,419
Increase in accrued compensated absences	<u>6,660</u>
Total Adjustments	<u>36,079</u>
Net Cash Used by Operating Activities	<u><u>\$ (1,108,741)</u></u>

See accompanying notes to financial statements.

**INDIANTOWN HIGH SCHOOL**  
**A CHARTER SCHOOL OPERATED BY INDIAN RIVER STATE COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2024**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Reporting Entity

Indiantown High School (“IHS”) is a charter school operated in Martin County, Florida by Indian River State College (the “College”). It is governed by the District Board of Trustees of the College who are appointed by the Governor of the State of Florida.

IHS is organized and operated in accordance with Section 1002.33, Florida Statutes. IHS operates under a charter of the sponsoring school district – The School Board of Martin County, Florida. The original charter agreement was entered into on March 28, 2022, effective July 1, 2022 for a five-year term ending June 30, 2027. The charter may be terminated by the School Board if good cause is shown.

The accompanying financial statements were prepared to present financial position, results of operations and cash flows of Indiantown High School and are not intended to be a complete presentation of the College’s financial statements.

Measurement Focus, Basis of Accounting and Basis of Presentation

IHS’s accounting policies conform with governmental accounting principles generally accepted in the United States of America applicable to colleges and universities as prescribed by the Government Accounting Standards Board (GASB). IHS follows Financial Accounting Standards Board statements and interpretations issued after November 30, 1989, unless those pronouncements conflict with GASB pronouncements. GASB allows public colleges various reporting options. IHS elected to report as an entity engaged in only business-type activities. This election requires the adoption of the accrual basis of accounting and reporting to include the following components:

- ◆ Management’s Discussion and Analysis (MD&A)
- ◆ Basic Financial Statements
  - Statement of Net Position
  - Statement of Revenues, Expenses, and Changes in Net Position
  - Statement of Cash Flows (presented using the direct method in compliance with GASB No. 9)
  - Notes to the Financial Statements

INDIANTOWN HIGH SCHOOL  
A CHARTER SCHOOL OPERATED BY INDIAN RIVER STATE COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2024

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Basis of accounting refers to when revenues, expenses and related assets and liabilities are recognized in the accounts and reported in the financial statements. Specifically, it relates to the timing of the measurements made, regardless of the measurement focus applied. IHS's financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange activities are generally recognized when all applicable eligibility requirements, including time requirements, are met.

IHS's principal operating activity is instruction. Operating expenses include all fiscal transactions related to instruction as well as administration, academic support, and student services. Nonoperating revenues include State and local grants and appropriations and investment income.

The statement of net position is presented in a classified format to distinguish between current and non-current assets and liabilities. When both restricted and unrestricted resources are available to fund certain programs, it is the IHS's policy to first apply the restricted resources to such programs followed by the use of unrestricted resources.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, cash in demand accounts and cash participation in the College's investment pool. For cash flow purposes the College considers all highly liquid investments with original maturities of three months or less to be cash equivalents.

Compensated Absences

Pursuant to the provisions of Chapter 250, Part III, Florida Statutes, State Board of Education rules and Board policies, employees earn annual vacation and sick leave based on the length of service, but subject to certain limitations regarding the amount that will be paid upon termination. These earnings for accumulated leave are recorded as a liability in IHS's financial statements.

INDIANTOWN HIGH SCHOOL  
A CHARTER SCHOOL OPERATED BY INDIAN RIVER STATE COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2024

**NOTE B – CASH AND CASH EQUIVALENTS**

Cash as reported on the Statement of Net Position, includes the following:

Checking	\$ <u>611,481</u>
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Cash for the operation of IHS is combined with other cash of the District Board of Trustees of Indian River State College.

Banks qualified as public depositories under Chapter 280, Florida Statutes hold cash deposits of the College. In addition to insurance provided by the Federal Depository Insurance Corporation, all demand deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds and are collateralized under the provisions of the state statute noted above.

IHS follows the Indian River State College investment policy. IHS's investments (cash equivalents) are subject to the following types of risks:

Interest Rate Risk – The investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – The investment policy of the college limits investments to certain fixed income securities.

Concentration of Credit Risk – The investment policy places a limit on the amount it may invest in any one investment type.

The types of deposits and investments and their level of risk exposure as of June 30, 2024 were typical of these items during the fiscal year then ended. IHS considers any decline in fair value for certain investments to be temporary.

IHS categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted priced in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs.

Based on the criteria in the preceding paragraph, IHS's investments (cash equivalents) are deemed a Level 1 asset.

**INDIANTOWN HIGH SCHOOL**  
**A CHARTER SCHOOL OPERATED BY INDIAN RIVER STATE COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2024**

**NOTE C – ACCRUED COMPENSATED ABSENCES**

A summary of changes in accrued compensated absences follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Compensated absences	\$ 3,256	\$ 19,421	\$ (12,761)	\$ 9,916

**NOTE D – RETIREMENT PLAN**

Most employees working in regularly established positions of the College are covered by the Florida Retirement system, a State-administered, cost-sharing, multiple-employer, defined benefit retirement plan (the "Plan"). All instructors and supporting staff of IHS are employed by Indian River State College. Plan provisions 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 605 Florida Administrative Code, wherein Plan eligibility, contributions, and benefits are defined and described in detail. Essentially, all regular employees of participating employers are eligible and must enroll as members of the Plan.

Benefits vest at specified ages or number of years of service depending upon the employee's classification. The Plan also includes an early retirement provision but imposes a penalty for each year a member retires before the specified retirement age. The Plan provides retirement, disability, death benefits and annual cost-of-living adjustments, as well as supplements for certain employees to cover social security benefits lost by virtue of retirement system membership.

A Deferred Retirement Option Program ("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 the Florida Retirement System employer. An employee may participate in the 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 Florida Retirement System Trust Fund and accrue interest. IHS did not have any employees enrolled in the Deferred Retirement Option Program for the fiscal year ended June 30, 2024.

The Plan's financial statements and other supplemental information are included in the State's Comprehensive Annual Financial Report, which may be obtained by contacting the Florida Department of Financial Services in Tallahassee, Florida. Also, an annual report on the Plan, which includes its financial statements, required supplemental information, actuarial report and other relevant information may be obtained from the Florida Department of Management Services, Division of Retirement in Tallahassee, Florida.

**INDIANTOWN HIGH SCHOOL  
A CHARTER SCHOOL OPERATED BY INDIAN RIVER STATE COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2024**

**NOTE D – RETIREMENT PLAN (CONTINUED)**

The contribution rates for Plan members are established, and may be amended, by the State of Florida. Contribution rates during the fiscal year ended June 30, 2024 are presented in the following table:

<u>Class or Plan</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer (A)</u>
Florida Retirement System, Regular	3%	13.57%
Florida Retirement System, CCORP	3%	9.93%
Florida Retirement System, Special Risk	3%	32.67%
Deferred Retirement Option Program - Applicable to Members from All of the Above Classes or Plan	0%	21.13%
Florida Retirement System, Reemployed Retiree	(B)	(B)

(A) Employer rates include the post-employment health insurance subsidy of 1.66 percent and 0.06 percent for administrative costs of the Public Employee Optional Retirement Program.

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

The College recognizes the unfunded pension obligation at the entity level. Any amount of this obligation allocable to IHS is deemed immaterial.

IHS's liability for participation in the Plan is the payment of the required contribution at the rates and frequencies established by law on future payrolls of IHS. The IHS's employer contributions to the Plan for the fiscal years ended June 30, 2024 and 2023, totaled \$79,107 and \$28,264, respectively, which were equal to the required contributions for the fiscal year. Effective July 1, 2011, employees were required to contribute 3% and the employer contribution rate was reduced for all membership. The employee contribution portion for the fiscal year ended June 30, 2024 and 2023, was \$69,607 and \$26,990, respectively.

Public Employee Optional Retirement Program (PEORP) – Pursuant to Section 121.4501, Florida Statutes, and the Florida Legislature created a defined contribution program called the Public Employee Optional Retirement Program. The program is an option to the Florida Retirement System and is self-directed by the employee. A retirement account is established for each employee who selects this option and an employer contribution is directed to the individual account. The employees have the responsibility of selecting how their funds are invested within the approved set of investment choices and may take their funds when they leave the Florida Retirement System. IHS had four employees enrolled in the Program for the fiscal year ended June 30, 2024 required contribution of \$1,018, was made to the plan.

Community College Optional Retirement Program (CCORP) – Pursuant to Section 1012.875, Florida Statutes, the Indian River State College has authorized the provision of a Florida Community College Optional Retirement Program (CCORP). Under this plan, annuity contracts providing retirement and death benefits may be purchased by the college on behalf of eligible employee. Participation in the CCORP is in lieu of participation in the Florida Retirement System (FRS). IHS had one employee enrolled in the Program for the fiscal year ended June 30, 2024 and required contributions of \$9,501, respectively, were made to the plan.

**INDIANTOWN HIGH SCHOOL  
A CHARTER SCHOOL OPERATED BY INDIAN RIVER STATE COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2024**

**NOTE E – INDIRECT COST ALLOCATION**

IHS's operating expenses do not include any indirect operating costs of the College, such as facility rent, finance, payroll and administrative services performed by the College. These services are provided by the College at no cost to IHS.

**NOTE F – RISK MANAGEMENT**

IHS is exposed to various risks of loss related to torts, theft, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. IHS is insured for these risks through the Florida Community Colleges Risk Management Consortium. The Consortium was created under authority of Section 1001.64(27), Florida Statutes by the Boards of Trustees of the Florida Public Community Colleges for the purpose of joining a cooperative effort to develop, implement and participate in a coordinated statewide community college risk management program. The Consortium is to be self-sustaining through member assessments (premiums) and is reinsured through commercial companies for claims in excess of specified amounts. Insurance coverage obtained through the Consortium included health, dental, fire and extended property, general and automobile liability, workers' compensation and other liability coverage. Settled claims resulting from these risks have not exceeded coverage since inception.

**NOTE G – RELATED PARTY TRANSACTIONS**

The building housing Indiantown High School was built in a prior year for a total of roughly \$25 million with roughly \$15 million of that total funded by Indian River State College Foundation. Indiantown High School is utilizing the building at no cost to Indiantown High School. Additionally, the Foundation provided \$773,500 in funding for the current year.



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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**

To the Board of Trustees  
Indiantown High School  
A Charter School Operated by  
Indian River State College  
Fort Pierce, 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, as listed in the table of contents, of Indiantown High School, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the basic financial statements and have issued our report thereon dated November 7, 2024.

**Report on Internal Control Over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

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To the Board of Trustees  
Indiantown High School  
A Charter School Operated by  
Indian River State College

### Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Indiantown High School's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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.

*Berger Toombs Elam  
Gaines & Frank*

Berger, Toombs, Elam, Gaines & Frank  
Certified Public Accountants PL  
Fort Pierce, Florida

November 7, 2024



**Berger, Toombs, Elam,  
Gaines & Frank**

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**MANAGEMENT LETTER**

To the Board of Trustees  
Indiantown High School  
A Charter School Operated by  
Indian River State College  
Fort Pierce, Florida

**Report on the Financial Statements**

We have audited the financial statements of the Indiantown High School, A Charter School Operated by Indian River State College, Florida, as of and for the year ended June 30, 2024, and have issued our report thereon dated November 7, 2024.

**Auditor's Responsibility**

We conducted our audit in accordance with auditing standards generally accepted in the United States; 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 Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*. Disclosures in that report which is dated November 7, 2024 should be considered in conjunction with this management letter.

**Prior Audit Findings**

The Rules of the Auditor General (Section 10.854(1)(e)1.) requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings or recommendations made in the preceding 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 are Indiantown High School and 0231.

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Indiantown High School  
A Charter School Operated by  
Indian River State College

### **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 Indiantown High 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 Indiantown High 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 Indiantown High School. It is management's responsibility to monitor the Indiantown High School's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Section 10.854(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 recommendation.

### **Transparency**

Rules of the Auditor General (Sections 10.854(1)(e)7 and 10.855(13)) require that we apply appropriate procedures to determine whether Indiantown High School, A Charter School Operated by Indian River State College maintains on its web site the information specified in Section 1002.33(9)(p), Florida Statutes. In connection with our audit, we determined that Indiantown High School, A Charter School Operated by Indian River State College maintained on its web site the information specified in Section 1002.33(9)(p), Florida Statutes.

### **Additional Matters**

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



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Gaines & Frank  
Certified Public Accountants PL

Board of Trustees  
Indiantown High School  
A Charter School Operated by  
Indian River State College

**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 Directors and applicable management and is not intended to be and should not be used by anyone other than these specified parties.

*Berger Toombs Elam  
Gaines & Frank*

Berger, Toombs, Elam, Gaines & Frank  
Certified Public Accountants PL  
Fort Pierce, Florida

November 7, 2024