

Caring and Sharing Learning School

A Component Unit of the Alachua County District School Board

Financial Statements
And
Independent Auditor's Reports

June 30, 2025

PRICE & ASSOCIATES CERTIFIED PUBLIC ACCOUNTANTS, LLC

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Financial Statements and Independent Auditor’s Reports
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Caring and Sharing Learning School

September 30, 2025

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities and each major fund of Caring and Sharing Learning School (the School), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 School, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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 (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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.

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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the School's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 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.

Report on Financial Statements (concluded)

Auditor's Responsibilities for the Audit of the Financial Statements (concluded)

- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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.

Required Supplementary Information

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2025 on our consideration of the 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 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 School's internal control over financial reporting and compliance.

Price & Associates Certified Public Accountants, LLC

Management's Discussion and Analysis

June 30, 2025

Caring and Sharing Learning School

A Component Unit of the Alachua County District School Board

This discussion and analysis of the School's financial performance provides an overview of the School's financial activities for the fiscal year ended June 30, 2025. Please read it in conjunction with the School's financial statements, which follow this section.

The following are various financial highlights for fiscal year 2025:

- The School's overall net position increased by \$386,149, from \$168,998 to \$555,147.
- Total ending unrestricted net position was a deficit of \$398,906.
- The School had total expenses for the year of \$3,884,541, compared to revenues of \$4,270,690.
- The School serves grade levels VPK - 5 with 245 students in 2025 and 235 students in 2024.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

This annual report contains government-wide financial statements that report on the School's activities as a whole and fund financial statements that report on the School's individual funds.

Government-wide Financial Statements

The first financial statement is the Statement of Net Position. This statement includes all of the School's assets and deferred outflows and liabilities and deferred inflows using the accrual basis of accounting. Accrual accounting is similar to the accounting used by most private-sector companies. All of the current year revenues and expenses are recorded, regardless of when cash is received or paid. Net Position – the difference between assets and deferred outflows and liabilities and deferred inflows – can be used to measure the School's financial position.

The second financial statement is the Statement of Activities. This statement is also shown using the accrual basis of accounting. It shows the increases and decreases in Net Position during the fiscal year. Over time, the increases or decreases in Net Position are useful indicators of whether the School's financial health is improving or deteriorating. However, other non-financial factors, such as enrollment levels or changes in state funding, must also be considered when assessing the overall health of the School.

In these statements, all of the School's activities are considered to be governmental activities. The School has no business-type activities, which are generally financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

Following the government-wide financial statements are the fund financial statements. They provide more detailed information about the School's funds.

The School maintains three individual governmental funds, the General Fund, Special Revenue Fund and Capital Projects Fund. The General Fund, Special Revenue Fund and Capital Projects Fund are considered to be major funds and, accordingly, they are separately displayed.

Governmental funds are accounted for using modified accrual accounting. Modified accrual accounting focuses on available cash and other financial assets that can readily be converted to cash. This provides a shorter-term view of the fund's financial position. A reconciliation is provided with these statements, which helps to explain the differences between the fund financial statements and the government-wide financial statements.

Management's Discussion and Analysis

June 30, 2025

Caring and Sharing Learning School

A Component Unit of the Alachua County District School Board

CONDENSED FINANCIAL INFORMATION

The following table presents condensed, government-wide current year and prior year data about net position and changes in net position for governmental activities.

	2025	2024
Net Position		
Assets:		
Non-capital Assets	\$ 955,892	\$ 644,711
Capital Assets, Net	<u>1,303,065</u>	<u>1,208,720</u>
Total Assets	<u>2,258,957</u>	<u>1,853,431</u>
Deferred Outflows	<u>689,776</u>	<u>714,707</u>
Liabilities:		
Current Liabilities	156,059	135,565
Long-term Liabilities	349,012	364,265
Net Pension Liability	<u>1,680,984</u>	<u>1,832,641</u>
Total Liabilities	<u>2,186,055</u>	<u>2,332,461</u>
Deferred Inflows	<u>207,531</u>	<u>66,679</u>
Net Position:		
Net Investment in Capital Assets	954,053	905,865
Unrestricted (deficit)	<u>(398,906)</u>	<u>(736,867)</u>
Total Net Position	<u>\$ 555,147</u>	<u>\$ 168,998</u>
Change in Net Position		
Program Revenues:		
Charges for Services	\$ 430,253	\$ 316,508
Operating Grants & Contributions	183,764	146,281
Capital Grants & Contributions	202,965	198,023
General Revenues:		
ESSER Grants	3,306	166,989
Title I Grant	239,595	172,376
Title II Grant	5,534	9,385
Title IV Grant	8,971	3,824
Florida Education Finance Program	2,512,426	2,077,120
Other Federal Revenue	51,716	--
Other State Revenues	113,046	148,554
Local Tax Revenue	239,909	149,415
Unrestricted Grants & Contributions	<u>279,205</u>	<u>212,912</u>
Total Revenues	<u>4,270,690</u>	<u>3,601,387</u>
Program Expenses:		
Instruction	2,508,492	2,241,065
Instructional Support Services	161,152	159,455
General Support	1,184,775	1,047,240
Community Service	18,499	29,659
Interest	<u>11,623</u>	<u>28,721</u>
Total Expenses	<u>3,884,541</u>	<u>3,506,140</u>
Change in Net Position	386,149	95,247
Beginning Net Position	<u>168,998</u>	<u>73,751</u>
Ending Net Position	<u>\$ 555,147</u>	<u>\$ 168,998</u>

Management's Discussion and Analysis

June 30, 2025

Caring and Sharing Learning School

A Component Unit of the Alachua County District School Board

OVERALL FINANCIAL POSITION AND RESULTS OF OPERATIONS

Governmental Activities. The governmental activities generated \$816,982 in program revenues and \$3,453,708 of general revenues and incurred \$3,884,541 of program expenses. This resulted in a \$386,149 increase in net position.

At June 30, 2025, the School's unrestricted net position was a deficit of \$398,906, and the School's total net position was a surplus of \$555,147. The School's participation in the Florida Retirement System accounts for \$1,198,739 of the deficit in net position.

THE SCHOOL'S INDIVIDUAL FUNDS

General Fund. The fund balance of the General Fund increased by \$277,760 from \$509,146 to \$786,906.

Special Revenue Fund. The fund balance of the Special Revenue Fund remained at \$0, which means that all grant funds were spent during the year. This is expected due to the nature of the Title I grant funds.

Capital Projects Fund. The fund balance of the Capital Projects Fund increased from \$0 to \$12,927 which means grant funds exceeded expenditures during the year.

BUDGETARY HIGHLIGHTS

General Fund. The School amended its original budget to reflect other financing sources related to the recognition of lease expenditures and lease financing as well as expenditures and financing for new modular buildings. There were no differences between the final budget and actual amounts.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. In accordance with the provisions of GASB No. 87, *Leases*, the School recognized a capital asset for its lease of the land used for the School's facilities. Please refer to the note to the accompanying financial statements entitled *Capital Assets and Depreciation* for more detailed information about the School's capital asset activity.

Debt Administration. In accordance with the provisions of GASB No. 87, *Leases*, the School recognized a lease liability for present value of payments to be made during the term of the lease for the land used for the School's facilities. Please refer to the paragraph entitled *Long-Term Liabilities* in the notes to the accompanying financial statements for more detailed information about the School's long-term debt policy.

ECONOMIC FACTORS

The School currently is not aware of any conditions that are expected to have a significant effect on the School's financial position or results of operations.

CONTACTING THE SCHOOL'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the School's finances and to show the School's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Curtis Peterson, Principal, 1951 SE 4th Street, Gainesville, Florida 32641.

Statement of Net Position
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

	Governmental Activities
Assets:	
Cash	\$ 826,580
Receivables	80,477
Prepaid Expenses	48,835
Capital Assets:	
Non-depreciable Capital Assets	27,700
Depreciable Capital Assets, Net	<u>1,275,365</u>
Total Assets	<u>2,258,957</u>
Deferred Outflows	<u>689,776</u>
Liabilities:	
Accounts Payable	116,412
Retirement Contribution Payable	39,647
Long-Term Debt:	
Due in Less than One Year	86,811
Due In More Than One Year	262,201
Net Pension Liability	<u>1,680,984</u>
Total Liabilities	<u>2,186,055</u>
Deferred Inflows	<u>207,531</u>
Net Position:	
Net Investment in Capital Assets	954,053
Unrestricted:	
Pension-related	(1,198,739)
Unrestricted (deficit)	<u>799,833</u>
Total Net Position	<u>\$ 555,147</u>

See accompanying notes.

Statement of Activities
For the Year Ended June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

Functions/Programs:	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Net (Expense) Revenue and Change in Net Position</u>
Governmental Activities:					
Instruction	\$ (2,508,492)	\$ 430,253	\$ 183,764	\$ --	\$ (1,894,475)
Instructional Support Services	(161,152)	--	--	--	(161,152)
General Support	(1,184,775)	--	--	191,342	(993,433)
Community Services	(18,499)	--	--	--	(18,499)
Interest	(11,623)	--	--	11,623	(0)
Total	<u>\$ (3,884,541)</u>	<u>\$ 430,253</u>	<u>\$ 183,764</u>	<u>\$ 202,965</u>	(3,067,559)

General Revenues:

Federal through State:	
Title I Grant	239,595
Title II Grant	5,534
Title IV Grant	8,971
ESSER Grants	3,306
Other Federal Revenue	51,716
State Revenue:	
Florida Education Finance Program	2,512,426
Other State Revenues	113,046
Local Revenue:	
District Tax Revenue	239,909
Unrestricted Grants and Contributions	<u>279,205</u>
Total General Revenues	<u>3,453,708</u>
Change in Net Position	386,149
Net Position – Beginning of Year	<u>168,998</u>
Net Position – End of Year	<u>\$ 555,147</u>

See accompanying notes.

Balance Sheet – Governmental Funds
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
Assets				
Cash	\$ 813,653	\$ --	\$ 12,927	\$ 826,580
Receivables	80,477	--	--	80,477
Prepaid Expenses	48,835	--	--	48,835
Total Assets	\$ 942,965	\$ --	\$ 12,927	\$ 955,892
Liabilities and Fund Balances				
Liabilities:				
Accounts Payable	\$ 156,059	\$ --	\$ --	\$ 156,059
Total Liabilities	156,059	--	--	156,059
Fund Balances:				
Non-Spendable – Prepaid Expenses	48,835	--	--	48,835
Restricted	--	--	12,927	12,927
Unassigned	738,071	--	--	738,071
Total Fund Balances	786,906	--	12,927	799,833
Total Liabilities and Fund Balances	\$ 942,965	\$ --	\$12,927	\$ 955,892

See accompanying notes.

**Reconciliation of the Balance Sheet to the Statement of Net Position –
Governmental Funds**

June 30, 2025

Caring and Sharing Learning School

A Component Unit of the Alachua County District School Board

Fund Balances – Total Governmental Funds \$ 799,833

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

Capital assets used in governmental activities are not reported in the governmental funds.

Capital Assets – Net of Accumulated Depreciation 1,303,065

Long-term liabilities are not due and payable in the current period and so are not reported as fund liabilities, but are included in the statement of net position.

Long-Term Debt (349,012)

Accounting for the School’s participation in the Florida Retirement System – the following amounts are reported in the Government-wide Statements (see Note 5):

Deferred Outflows 689,776

Deferred Inflows (207,531)

Net Pension Liability (1,680,984)

Net Position of Governmental Activities \$ 555,147

See accompanying notes.

**Statement of Revenues, Expenditures and Changes in Fund Balances –
Governmental Funds**

For the Year Ended June 30, 2025

Caring and Sharing Learning School

A Component Unit of the Alachua County District School Board

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
Revenues				
Federal through State:				
Title I Grant	\$ --	\$ 239,595	\$ --	\$ 239,595
Title II Grant	--	5,534	--	5,534
Title IV Grant	--	8,971	--	8,971
ESSER Grant	--	3,306	--	3,306
Federal Revenue – ERC Payroll Refund	51,716	--	--	51,716
State Revenue:				
Florida Education Finance Program	2,512,426	--	--	2,512,426
Public Education Capital Outlay	--	--	202,965	202,965
Other State Revenues	113,046	--	--	113,046
Local Revenue:				
District Tax Revenue	239,909	--	--	239,909
Other Local Revenue:				
Gifts, Grants and Bequests	181,318	--	--	181,318
Afterschool Revenue	408,822	--	--	408,822
Summer Camp Revenue	201,306	--	--	201,306
Other Local Revenues	101,776	--	--	101,776
Total Revenues	3,810,319	257,406	202,965	4,270,690
Expenditures and Changes in Fund Balances				
Expenditures:				
Current:				
Instruction	2,314,254	241,375	--	2,555,630
Instructional Support Services	144,522	16,031	--	160,553
General Support Services	1,151,953	--	--	1,151,953
Community Services	18,499	--	--	18,499
Capital Outlay	--	--	127,902	127,902
Debt Service:				
Principal	139,859	--	50,513	190,372
Interest	--	--	11,623	11,623
Total Expenditures	3,769,087	257,406	190,038	4,216,531
Excess of Revenues over/(under)				
Expenditures	41,232	--	12,927	54,159
Other Financing Sources:				
Debt Proceeds	236,528	--	--	236,528
Change in Fund Balances	277,760	--	12,927	290,687
Fund Balances, July 1, 2024	509,146	--	--	509,146
Fund Balances, June 30, 2025	\$ 786,906	\$ --	\$ 12,927	\$ 799,833

See accompanying notes.

**Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balance to the Statement of Activities - Governmental Funds**

For the Year Ended June 30, 2025

Caring and Sharing Learning School

A Component Unit of the Alachua County District School Board

Net Change in Fund Balance – Total Governmental Funds **\$ 290,687**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.

Current Year Expenditures for Capital Assets	184,483
Current Year Depreciation Expense	(90,139)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

61,400

Issuance of long term debt provides current financial resources to governmental funds, but has no effect on net position. Repayment of principal is an expenditure in governmental funds, but reduces long-term liabilities in the Statement of Net Position.

Debt Proceeds	(236,528)
Current Year Principal Payments (net of change in Comp. Absences)	190,372

Accounting for the School's participation in the Florida Retirement System:

Adjustment of Required Contribution to Net Pension Expense	<u>(14,126)</u>
--	-----------------

Change in Net Position of Governmental Activities **\$ 386,149**

See accompanying notes.

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Caring and Sharing Learning School conform to generally accepted accounting principles as applicable to governments. The more significant accounting policies are described below to enhance the usefulness of the financial statements to the reader.

Reporting Entity

Caring and Sharing Learning School is a not-for-profit corporation organized pursuant to Chapter 617, Florida Statutes, the Florida Not-For-Profit Corporation Act, and Section 1002.33, Florida Statutes. The not-for-profit corporation conducts business as Caring and Sharing Learning School (the School). The governing body of the School is the not-for-profit corporation's Board of Directors.

The general operating authority of the School is contained in Section 1002.33, Florida Statutes. The School operates under a charter of the sponsoring school district, the Alachua County District School Board (the District). The current charter is effective until June 30, 2026, and may be renewed provided that a program review demonstrates that certain criteria addressed in Section 1002.33(7), Florida Statutes, have been successfully accomplished. At the end of the term of the charter, the District may choose not to renew the charter under grounds specified in the charter, in which case the District is required to notify the School in writing at least 90 days prior to the charter's expiration. Pursuant to Section 1002.33(8)(e), Florida Statutes, the charter school contract provides that in the event the School is dissolved or terminated, any unencumbered funds and all School property purchased with public funds automatically revert to the District. During the term of the charter, the District may also terminate the charter if good cause is shown. The School is considered a component unit of the District.

Criteria for determining if other entities are potential component units of the School which should be reported with the School's basic financial statements are identified and described in the Governmental Accounting Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. The application of these criteria provides for identification of any entities for which the School is financially accountable and other organizations for which the nature and significance of their relationship with the School are such that exclusion would cause the School's basic financial statements to be misleading or incomplete. Based on these criteria, no component units are included within the reporting entity of the School.

Government-wide Financial Statements

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the activities of the School. Governmental activities are reported separately from business-type activities, which rely on fees charged to external parties as their primary revenues. The School has no business-type activities.

Any internal inter-fund activity has been eliminated from the government-wide financial statements.

The Statement of Net Position reports the School's financial position as of the end of the fiscal year. In this statement, the School's Net Position is reported in three categories: net investment in capital assets; restricted net position; and unrestricted net position.

The Statement of Activities is displayed using a net-cost format and reports the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges for services that are directly related to a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Other items not properly included among program revenues are reported instead as general revenues.

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Financial Statements

The financial transactions of the School are reported in individual funds in the fund financial statements. The governmental fund statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for the governmental funds.

The following funds are used by the School:

GOVERNMENTAL FUNDS

General Fund – The General Fund is the general operating fund of the School. It is used to account for all financial resources, except those associated with grants that are restricted to specified uses.

Special Revenue Fund – The Special Revenue Fund is used to account for financial resources associated with grants that are restricted to operational uses.

Capital Projects Fund – The Capital Projects Fund is used to account for financial resources associated with grants that are restricted to capital uses.

In the accompanying fund financial statements, the General Fund, Special Revenue Fund and Capital Projects Fund are all considered to be major funds and, therefore, are separately displayed. The School has no non-major funds.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both 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. For this purpose, the School considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when the related fund liability is incurred. However, debt service expenditures and expenditures for compensated absences are recorded only when payment is due.

Most revenues are considered to be susceptible to accrual and have been measured in the current fiscal period. Certain other revenue items are considered to be measurable and available only when cash is received.

Cash and Cash Equivalents

Cash consists of deposits in financial institutions. Such deposits qualify as public deposits and are insured by Florida's Public Deposits Program as defined in Section 280.02, Florida Statutes. The School has no policy regarding deposit custodial credit risk.

Prepays

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid assets, if any, are reported as "non-spendable" in the funds financial statements to indicate that prepaids do not represent available expendable resources.

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital Assets and Depreciation

Capital assets are defined by the School as assets with an initial, individual cost of \$2,500 or more and an estimated useful life of more than one year. These assets are recorded at historical cost. Donated capital assets are recorded at estimated fair value on the date of donation.

Land improvements are not depreciated. Leased assets are amortized over the shorter of the expected useful life of the leased asset or the lease term. Depreciable capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Lease	9.5
Buildings	15-30
Improvements Other Than Buildings	15
Furniture, Fixtures, Equipment and Vehicles	5

Compensated Absences

The School pays employees, other than the School’s Principal, for 50% of unused sick and vacation time upon separation. Since a liability could not be reasonably estimated, an amount has not been recorded in the accompanying financial statements.

Long-term Liabilities

Long-term debt, lease obligations, and other long-term liabilities are reported in the government-wide financial statements. Long-term liabilities are not reported in the governmental funds because governmental funds use the current financial resources measurement focus.

Revenue Sources

Revenues for current operations are received primarily from the District pursuant to the funding provisions included in the School’s charter. In accordance with the funding provisions of the charter and Florida Statutes, the School reports the number of full-time equivalent (FTE) students and related data to the District. Under the provisions of Florida Statutes, the District reports the number of FTE students and related data to the Florida Department of Education (FDOE) for funding through the Florida Education Finance Program. Funding for the School is adjusted during the year to reflect the revised calculations by the FDOE under the Florida Educational Finance Program and the actual weighted FTE students reported by the School during the designated full-time equivalent student survey periods.

The School also receives other financial assistance. This assistance is generally based on applications submitted to and approved by the granting agency.

Net Position

Net Position represents the difference between assets and deferred outflows and liabilities and deferred inflows and is reported in three categories as hereafter described. *Net investment in capital assets* represents capital assets, net of accumulated depreciation and any outstanding debt related to those assets. Net Position is reported as *restricted* when there are legal limitations imposed on their use by legislation, or external restrictions imposed by other governments, creditors, or grantors. *Unrestricted* Net Position is Net Position that does not meet the definition of the classifications previously described.

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Fund Balance Classifications

Governmental funds report separate classifications of fund balance.

Non-Spendable. The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted. The restricted fund balance is defined as having restrictions (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed. Committed fund balance is defined as amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School's Board of Directors. Committed amounts cannot be used for any other purpose unless the School removes those constraints by taking the same type of action.

Assigned. Assigned fund balance is defined as amounts that are constrained by the intent of the School's Board of Directors to be used for specific purposes, but are neither restricted nor committed. The School has given the authority to assign fund balance to the School's Principal. Assigned fund balance includes spendable fund balance amounts established by the Principal that are intended to be used for specific purposes that are neither considered restricted or committed. Assignment of fund balance may be (a) made for a specific purpose that is narrower than the general purposes of the government itself; and/or (b) used to reflect the appropriation of a portion of existing unassigned fund balance to eliminate a projected deficit in the subsequent year's budget in an amount no greater than the projected excess of expected expenditures over expected revenues. Assigned fund balance shall reflect management's intended use of resources as set forth each year by the Principal. Assigned fund balance may or may not be appropriated for expenditure in the subsequent year depending on the timing of the project/reserve for which it was assigned.

Unassigned. Unassigned fund balance is the residual classification for the general fund.

It is the policy of the School to use restricted resources to the extent which they are available, then committed resources, followed by assigned resources. Once these are consumed the School will then use unassigned resources. The School does not have a formal policy requiring a minimum fund balance.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

Pensions

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

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

NOTE 2 – CAPITAL ASSETS AND DEPRECIATION

Capital asset activity for the year ended June 30, 2025, was as follows:

	Balance July 1, 2024	Additions	Deletions	Balance June 30, 2025
Capital Assets not Being Depreciated:				
Land Improvements	\$ 27,700	\$ --	\$ --	\$ 27,700
Capital Assets Being Depreciated:				
Land Lease	168,563	236,528	168,563	236,528
Buildings	1,461,401	--	--	1,461,401
Improvements Other Than Buildings	142,897	57,654	--	200,552
Furniture and Equipment	119,916	--	--	119,916
Vehicles	57,846	--	--	57,846
Total Capital Assets	<u>1,978,324</u>	<u>294,182</u>	<u>168,563</u>	<u>2,103,943</u>
Accumulated Depreciation/Amortization:				
Land Lease	44,078	21,179	58,864	6,393
Buildings	519,554	54,359	--	573,913
Improvements Other Than Buildings	52,244	7,070	--	59,314
Furniture and Equipment	99,661	6,691	--	106,352
Vehicles	54,066	840	--	54,906
Total Accumulated Depreciation	<u>769,603</u>	<u>90,139</u>	<u>58,864</u>	<u>800,878</u>
Net Capital Assets	<u>\$ 1,208,721</u>	<u>\$ 204,043</u>	<u>\$ 109,699</u>	<u>1,303,065</u>

Depreciation was charged to functions/programs as follows:

Instruction	\$ 2,745
General Support	<u>87,394</u>
Total Depreciation Expense	<u>\$ 90,139</u>

NOTE 3 – RISK MANAGEMENT

The School is exposed to various risks of loss, including general liability, personal injury, workers compensation, and errors and omissions. To manage its risks, the School has purchased commercial insurance. Settled claims resulting from these risks have not exceeded commercial coverage in the current and previous two years.

NOTE 4 – LONG-TERM LIABILITIES

Long-term debt activity for the year ended June 30, 2025, was as follows:

	Balance July 1, 2024	Additions	Payments	Balance June 30, 2025	Due Within One Year
Land Lease	\$ 133,376	\$ 236,528	\$ 139,859	\$ 230,045	\$ 32,147
Financing Agreement for Buildings	169,480	--	50,513	118,967	54,664
Line of credit	--	--	--	--	--
Compensated Absences	61,400	--	61,400	--	--
	<u>\$ 425,326</u>	<u>\$ 236,528</u>	<u>\$ 251,772</u>	<u>\$ 349,012</u>	<u>\$ 86,811</u>

Land Lease. On January 1, 2022, the School entered into a lease and obtained a right-to-use asset for the land the school occupies. The lessor is a related party – a family member of the School’s Principal. The lease

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

NOTE 4 – LONG-TERM LIABILITIES - CONTINUED

was updated on May 1, 2025 and calls for monthly payments of \$3,900 with a lease term expiring June 30, 2031. It does not include an option for renewal.

The School recorded a lease asset and lease liability for \$236,528 on May 1, 2025, for the present value of lease payments for the lease term. The School used an estimated incremental borrowing rate of 6.8% to compute the lease liability. The lease asset will be amortized on a straight-line basis for the remainder of the lease term.

Principal and interest requirements on the lease liability are as follows:

Fiscal Years Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 32,147	\$ 14,653	\$ 46,800
2027	34,402	12,398	46,800
2028	36,816	9,984	46,800
2029	39,397	7,403	46,800
2030	42,163	4,637	46,800
2031	45,120	1,680	46,800
Total	<u>\$ 230,045</u>	<u>\$ 50,755</u>	<u>\$ 280,800</u>

Financing Agreement. In December 2021, the School entered into a long-term debt agreement for \$255,820 to purchase two modular classroom buildings. During 2022, the School began paying the financed amount. The debt is to be paid in 60 payments of \$5,178 at an interest rate of 7.925% and is collateralized by the buildings.

Principal and interest requirements on the financing agreement are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 54,664	7,472	\$ 62,136
2027	59,157	2,979	62,136
2028	5,146	33	5,179
Total	<u>\$ 118,967</u>	<u>\$ 10,484</u>	<u>129,451</u>

Line of Credit. The School holds a \$30,000 capital-related unsecured revolving line-of-credit payable to the bank with 12.25% interest. No advances were taken during the year.

NOTE 5 – EMPLOYEE RETIREMENT PLAN

The Florida Department of Management Services, Division of Retirement (Division), is part of the primary government of the state of Florida and is responsible for administering the Florida Retirement System Pension Plan and Other State-Administered Systems (System). The School participates in two defined benefit plans administered by the Division. The Division issues a publicly-available, audited annual comprehensive financial report (ACFR) on behalf of the System that includes financial statements, notes and required supplementary information for each of the pension plans. The System’s ACFR and the actuarial valuation reports, which provide detailed information about the plans, are available at: http://www.dms.myflorida.com/workforce_operations/retirement/publications/annual_reports.

The System’s ACFR and actuarial reports may also be obtained by contacting the Division of Retirement at: Department of Management Services, Division of Retirement, Research and Education Section, P.O. Box 9000, Tallahassee, FL 32315-9000, or call 850-488-5706 or toll free at 877-377-1737.

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
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NOTE 5 – EMPLOYEE RETIREMENT PLAN - CONTINUED

Plan Descriptions

The Florida Retirement System (FRS) Pension Plan is a cost-sharing, multiple-employer qualified defined benefit pension plan with a Deferred Retirement Option Program (DROP) available for eligible employees. The FRS was established, is administered, and may be amended in accordance with Chapter 121, Florida Statutes. Retirees receive a lifetime pension benefit with joint and survivor payment options. FRS membership is compulsory for employees filling regularly established positions in a state agency, county agency, state university, state community college, or district school board, unless restricted from FRS membership under sections 121.053 and 121.122, Florida Statutes, or allowed to participate in a non-integrated defined contribution plan in lieu of FRS membership. Participation by cities, municipalities, special districts, charter schools and metropolitan planning organizations is optional.

Benefits under the FRS Pension Plan are computed based on age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement plan and/or class to which the member belonged when the service credit was earned. The percentage value for each year of service credit earned (for Regular class members) ranges from 1.60% to 1.68%. Benefits received are increased by an annual cost-of-living adjustment each July, ranging from 0% to 3% depending on effective dates of enrollment and retirement.

The Retiree Health Insurance Subsidy (HIS) Program is a cost-sharing, multiple-employer defined benefit pension plan established, administered, and subject to amendment in accordance with section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. For the fiscal year ended June 30, 2021, eligible retirees and beneficiaries received a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$7.50. The minimum payment is \$45 and the maximum payment is \$225 per month, pursuant to section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under one of the state-administered retirement systems must provide proof of eligible health insurance coverage, which may include Medicare.

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

NOTE 5 – EMPLOYEE RETIREMENT PLAN - CONTINUED

Contributions

Contribution requirements of active employees and participating employers are established by and may be amended only through an act of the Florida Legislature. The FRS requires a contribution of 3% of covered pay from most employees. Those who are retirees of the FRS, but are reemployed, do not make contributions. The School is required to contribute at an actuarially determined rate for all of these employees. Contribution rates and amounts are listed in the table below. Amounts contributed were equal to the required contribution for those years.

	2024		2025	
	Regular	Retirees	Regular	Retirees
Contribution Rates – %				
Retirement– Employer	11.51	4.78	11.63	4.84
HIS – Employer	1.66	2.00	2.00	2.00
Administrative– Employer	0.06	--	0.06	--
Employee	<u>3.00</u>	<u>--</u>	<u>3.00</u>	<u>--</u>
Total	<u>16.57</u>	<u>6.78</u>	<u>16.63</u>	<u>6.84</u>
Contribution Amounts				
Employer	\$ 229,155	\$ 4,652	\$ 281,567	\$ 4,296
Employee	<u>50,307</u>	<u>--</u>	<u>63,178</u>	<u>--</u>
Totals	<u>\$279,462</u>	<u>\$ 4,652</u>	<u>\$ 344,745</u>	<u>\$ 4,652</u>

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the School reported a liability of \$1,680,984 for its proportionate share of the net pension liability. The net pension liability was measured as of July 1, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on a projection of the School's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The following displays the School's proportionate shares for the two programs:

	Share at June 30, 2023	Share at June 30, 2024	Change
Florida Retirement System	0.002915366%	0.002736592%	(0.0000291536%)
Health Insurance Subsidy	0.004224832%	0.004148672%	(0000007616%)

For the year ended June 30, 2025, the School recognized pension expense of \$295,651. At June 30, 2025, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience.	\$ 112,960	\$ 1,195
Changes of assumptions.	156,111	73,677
Net difference between projected and actual earnings on pension plan investments.	--	70,588
Changes in proportion and differences between School contributions and proportionate share of contributions.	136,069	62,071
School contributions subsequent to the measurement date.	<u>284,636</u>	<u>--</u>

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

	\$ 689,776	\$ 207,531
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Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (concluded)

The School reported \$284,636 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in the following years:

Year Ending	<u>FRS</u>	<u>HIS</u>	<u>Total</u>
<u>June 30,</u>			
2026	\$ 51,374	\$ 13,091	\$ 64,465
2027	11,019	6,846	17,865
2028	148,879	(5,620)	143,259
2029	2,682	(12,277)	(9,595)
2030	(8,258)	(10,158)	(18,416)
2031	5,972	(5,868)	104
2032	--	(73)	(73))
Total	\$ 211,668	\$ (14,059)	\$ 197,609

Actuarial Assumptions and Discount Rate

The total pension liability for each cost-sharing defined benefit plan was determined by an actuarial valuation as of July 1, 2024, using the entry age actuarial cost method. Inflation increases for both plans is assumed at 2.40%. Payroll growth, including inflation, for both plans is assumed at 3.25%. Both the discount rate and the long-term expected rate of return used for FRS Pension Plan investments is 6.70%. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. Because the HIS Program uses a pay-as-you-go funding structure, a municipal bond rate of 3.93% was used to determine the total pension liability for the program (Bond Buyer General Obligation 20-Bond Municipal Bond Index.) Mortality assumptions for the FRS Pension Plan and the HIS Program were changed as noted below.

The following changes in actuarial assumptions occurred in 2024:

- HIS: The municipal bond rate used to determine total pension liability was decreased from 3.65% to 3.93%.

Sensitivity of the School's proportionate share of the net pension liability to changes in the discount rate. The following tables demonstrate the sensitivity of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the School's proportionate share of the collective net pension liability if the discount rate was 1.00% higher or 1.00% lower than the current discount rate at June 30, 2024.

Florida Retirement System		
1% Decrease (5.70%)	Current Discount Rate (6.70%)	1% Increase (7.70%)
\$ 1,873,969	\$ 1,058,643	\$ 387,968

Health Insurance Subsidy		
1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
\$ 708,456	\$ 622,341	\$ 550,852

Notes to the Financial Statements
June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

NOTE 5 – EMPLOYEE RETIREMENT PLAN (concluded)

Actuarial Assumptions and Discount Rate (concluded)

Long-term expected rate of return.

The long-term expected rate of return assumption of 6.7% used in GASB discount rate calculations consists of two building block components: 1) a long-term average annual inflation assumption of 2.4% as most recently adopted in October 2024 by the FRS Actuarial Assumption Conference; 2) an inferred real (in excess of inflation) return of 4.2%, which is consistent with the 4.48% real return from the capital market outlook model developed by Aon for 2024. Geometrically combining those building blocks using the formula $(1 + .024) \times (1 + .042) - 1$ generates an expected nominal return of 6.7%. In our opinion, both building block components and the overall 6.7% return assumption are reasonable and appropriate per Actuarial Standards of Practice.

The table below contains a summary of Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the long-term target asset allocation. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1%	3.3%	3.3%	1.1%
Fixed Income	29.0%	5.7%	5.6%	3.9%
Global Equity	45.0%	8.6%	7.0%	18.2%
Real Estate	12.0%	8.1%	6.6%	16.6%
Private Equity	11.0	12.4%	8.8%	28.4%
Strategic Investments	2.0%	6.6%	6.1%	8.7%

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued FRS financial report.

NOTE 6 – RELATED PARTY TRANSACTIONS

The School rents 3.9 acres of land from the parents of the principal. A lease was signed May 1, 2025 and terminating June 30, 2031. The terms of the contract called for payments of \$3,900 per month. See Note 3 for additional information. The School's payments for the years ended June 30, 2025 and 2024, were \$27,800 and \$24,000, respectively.

The School paid four employees who are related to the School's Principal. The School paid these employees approximately \$202,000 in compensation during the year ended June 30, 2025.

Budgetary Comparison Schedule – General Fund
For the Year Ended June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

	<u>BUDGETED AMOUNTS</u>		Actual
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
Revenues			
State Revenue:			
Florida Education Finance Program	1,784,280	2,512,426	2,512,426
Other State Revenues	42,281	113,046	113,046
Other Federal Revenue	--	51,716	51,716
Local Revenue:			
District Tax Revenue	--	239,909	239,909
Other Local Revenue:			
Gifts, Grants and Bequests	--	181,318	181,318
Afterschool Revenue	--	408,822	408,822
Summer Camp Revenue	--	201,306	201,306
Other Local Revenues	<u>1,220,069</u>	<u>101,776</u>	<u>101,776</u>
Total Revenues	<u>3,046,630</u>	<u>3,810,319</u>	<u>3,810,319</u>
Expenditures and Changes in Fund Balances			
Expenditures:			
Current:			
Instruction	1,929,701	2,314,254	2,314,254
Instructional Support Services	93,790	144,522	144,522
General Support	832,236	1,151,953	1,151,953
Community Services	9,567	18,499	18,499
Debt service:			
Principal	--	139,859	--
Interest	--	--	--
Total Expenditures	<u>2,865,294</u>	<u>3,769,087</u>	<u>3,769,087</u>
Excess of Revenues Over (Under)			
Expenditures	181,336	41,232	41,232
Other Financing Sources:			
Debt Proceeds	<u>--</u>	<u>236,528</u>	<u>236,5500</u>
Change in Fund Balances	181,336	277,760	277,760
Fund Balances, July 1, 2024	<u>288,106</u>	<u>509,146</u>	<u>509,146</u>
Fund Balances, June 30, 2025	<u>\$ 469,442</u>	<u>\$ 786,906</u>	<u>\$ 786,906</u>

Note to Schedule:

An annual Budget is adopted on the modified accrual basis of accounting, consistent with generally accepted accounting principles. Amendments to the budget can only be made with the approval of the Board of Directors. A final budget amendment is made so that final budgeted amounts agree to actual amounts. The fund is the legal level of control.

Budgetary Comparison Schedule – Special Revenue Fund
For the Year Ended June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

	<u>BUDGETED AMOUNTS</u>		Actual
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
Revenues			
Revenues:			
Federal through State:			
Title I Grant	\$ 191,100	\$ 239,595	\$ 239,595
Title II Grant	--	5,534	5,534
Title IV Grant		8,971	8,971
ESSER Grant	50,000	3,306	3,306
Other State Revenue	<u> --</u>	<u> --</u>	<u> --</u>
Total Revenues	<u>141,100</u>	<u>257,406</u>	<u>257,406</u>
Expenditures and Changes in Fund Balances			
Expenditures:			
Current:			
Instruction	--	241,375	241,375
Instructional Support Services	--	16,031	16,031
General Support	<u> --</u>	<u> --</u>	<u> --</u>
Total Expenditures	<u> --</u>	<u>257,406</u>	<u>257,406</u>
Excess of Revenues Over (Under)			
Expenditures	141,100	--	--
Fund Balances, July 1, 2024	<u> --</u>	<u> --</u>	<u> --</u>
Fund Balances, June 30, 2025	<u>\$ 141,100</u>	<u>\$ --</u>	<u>\$ --</u>

Note to Schedule:

An annual Budget is adopted on the modified accrual basis of accounting, consistent with generally accepted accounting principles. Amendments to the budget can only be made with the approval of the Board of Directors. A final budget amendment is made so that final budgeted amounts agree to actual amounts. The fund is the legal level of control.

Schedules of School's Proportionate Share of the Net Pension Liability – Last 10 Fiscal Years
For the Year Ended June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board
Florida Retirement System

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Proportion of the net pension liability (asset)	.0027%	.0029%	.0029%	.0029%	.0023%	.0020%	.0018%	.0016%	.0016%	.0018%
Proportionate share of the net pension liability (asset)	\$ 1,058,642	\$ 1,161,681	\$ 1,069,874	\$ 215,742	\$ 981,081	\$ 701,438	\$ 550,362	\$ 486,716	\$ 413,948	\$ 226,526
Covered-employee payroll	\$ 1,755,760	\$ 1,669,588	\$ 1,454,786	\$ 1,443,803	\$ 1,263,418	\$ 1,065,746	\$ 901,993	\$ 744,469	\$ 743,146	\$ 748,979
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	60.30%	69.58%	73.54%	14.94%	77.65%	65.82%	61.02%	65.38%	55.70%	30.24%
Plan fiduciary net position as a percentage of the total pension liability	83.70%	82.38%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%

Health Insurance Subsidy Program

	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Proportion of the net pension liability (asset)	.0042%	.0042%	.0040%	.0041%	.0036%	.0032%	.0027%	.0023%	.0024%	.0024%
Proportionate share of the net pension liability (asset)	\$ 622,341	\$ 670,960	\$ 422,811	\$ 500,264	\$ 444,964	\$ 356,084	\$ 290,437	\$ 249,170	\$ 280,171	\$ 247,450
Covered-employee payroll	\$ 1,755,760	\$ 1,669,588	\$ 1,454,786	\$ 1,443,803	\$ 1,263,418	\$ 1,065,746	\$ 901,993	\$ 744,469	\$ 743,146	\$ 748,979
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	35.45%	40.19%	29.06%	34.65%	35.22%	33.41%	32.2%	33.47%	37.70%	33.04%
Plan fiduciary net position as a percentage of the total pension liability	4.80%	4.12%	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	.97%	.50%

Note: The amounts presented were determined as of June 30 for each fiscal year and will be presented prospectively. There were no significant trends in the amounts reported.

Schedules of Contributions – Last 10 Fiscal Years
For Year Ended June 30, 2025
Caring and Sharing Learning School
A Component Unit of the Alachua County District School Board

Florida Retirement System

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Required contribution	\$ 242,519	\$ 197,680	\$ 165,788	\$ 122,698	\$ 108,803	\$ 75,210	\$ 63,155	\$ 58,027	\$ 46,401	\$ 39,979
Contributions in relation to the required contribution	(242,519)	(197,680)	(165,788)	(122,698)	(108,803)	(75,210)	(63,155)	(58,027)	(46,401)	(39,979)
Contribution deficiency (excess)	\$ --	\$ --	\$ --	\$ --	\$ --	\$ -	\$ -	\$ --	\$ --	\$ --
Covered-employee payroll	\$ 2,105,921	\$ 1,755,760	\$ 1,669,588	\$ 1,454,786	\$ 1,443,803	\$ 1,263,418	\$ 1,065,746	\$ 901,993	\$ 744,469	\$ 743,146
Contributions as a percentage of covered-employee payroll	11.52%	11.26%	9.93%	8.43%	7.54%	5.95%	5.93%	6.43%	6.23%	5.38%

Health Insurance Subsidy Program

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Required contribution	\$ 42,118	\$ 35,115	\$ 27,566	\$ 24,155	\$ 23,972	\$ 21,000	\$ 17,672	\$ 14,973	\$ 12,358	\$ 12,322
Contributions in relation to the required contribution	(42,118)	(35,115)	(27,566)	(24,155)	(23,972)	(21,000)	(17,672)	(14,973)	(12,358)	(12,322)
Contribution deficiency (excess)	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Covered-employee payroll	\$ 2,105,921	\$ 1,755,740	\$ 1,669,588	\$ 1,454,786	\$ 1,443,803	\$ 1,263,418	\$ 1,065,746	\$ 901,993	\$ 744,469	\$ 743,146
Contributions as a percentage of covered-employee payroll	2.00%	2.00%	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%

Note: The amounts presented were determined as of June 30 for each fiscal year and will be presented prospectively. There were no significant trends in the amounts reported.

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COMMUNICATION WITH THOSE CHARGED WITH GOVERNANCE

September 30, 2025

To the Board of Directors
Caring and Sharing Learning School

We have audited the financial statements of Caring and Sharing Learning School (the School) for the year ended June 30, 2025, and have issued our report thereon dated September 30, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter to you dated January 9, 2025. Professional standards also require that we communicate to you the following information related to our audit.

Qualitative Aspects of Accounting Practices

Accounting Policies. Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the School are described in the notes to the financial statements. The School implemented the provisions of GASB Statement No 87, *Leases*, as further explained in the footnotes to the financial statements. Otherwise, no new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into by the School during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting Estimates. Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. Note 5 describes the estimates used to calculate net pension liability of the Florida Retirement System.

Disclosures. There are no disclosures that are particularly sensitive.

Corrected and Uncorrected Misstatements. Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. There are no uncorrected misstatements.

Our Working Relationship with Management

Difficulties Encountered in Performing the Audit. We encountered no significant difficulties in dealing with management in performing and completing our audit.

Disagreements with Management. For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations. We have requested certain representations from management that are included in the management representation letter.

Management Consultations with Other Independent Accountants. In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the School's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Consultations Prior to Engagement. We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the School's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This letter is intended solely for the information and use of management and the Board of Directors of the School and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Price & Associates Certified Public Accountants, LLC

St Petersburg, Florida

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MANAGEMENT LETTER

To the Board of Directors,
Caring and Sharing Learning School

September 30, 2025

Report on the Financial Statements. We have audited the financial statements of Caring and Sharing Learning School (the School), as of and for the fiscal year ended June 30, 2025, and have issued our report thereon dated September 30, 2025.

Auditor's Responsibility. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 Required by *Government Auditing Standards*. Disclosures in that report, which is dated September 30, 2025, 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. In that regard, there were no similar findings reported for the year ended June 30, 2025.

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 of the entity is Caring and Sharing Learning School, and the school code assigned by the Florida Department of Education is 01-0953.

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 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 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 School. It is management's responsibility to monitor the 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 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 School is in compliance with the 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 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 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, the local district school board, the Board of Directors and management of the School, and is not intended to be and should not be used by anyone other than these specified parties.

* * * * *

Thank you for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or any other matters.

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

To the Board of Directors,
Caring and Sharing Learning School

September 30, 2025

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Caring and Sharing Learning School (the School), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated September 30, 2025.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School's internal control over financial reporting (internal control) as a basis for designing the 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 School's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 School'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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 School'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 School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

* * * * *

As required by the Rules of the Auditor General of the State of Florida, we noted certain matters that we reported to management of the School in the management letter dated September 30, 2025.

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