
School Board of Sarasota County, Florida



Comprehensive Annual Financial Statement Report

For the Fiscal Year Ended June 30, 2020

**SCHOOL BOARD OF
SARASOTA COUNTY,
FLORIDA
Sarasota, Florida**

**Comprehensive Annual
Financial Report**

**For the
Fiscal Year
Ended June 30, 2020**

Prepared By:
Financial Services Department

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Comprehensive Annual Financial Report
For the Year Ended June 30, 2020

Introductory Section

Letter of Transmittal.....	i
List of Principal Officials - Elected.....	viii
List of Principal Officials - Appointed.....	ix
Organizational Chart.....	x
Association of School Business Officials International Certificate of Excellence in Financial Reporting.....	xi
Government Finance Officers Association of the United States and Canada Certificate of Achievement for Excellence in Financial Reporting.....	xii

Financial Section

Report of Independent Auditor	1
Management's Discussion and Analysis.....	4
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	19
Statement of Activities.....	20
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	22
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position.....	25
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	26
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	28
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund.....	29
Statement of Fund Net Position – Proprietary Funds.....	30
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds.....	31
Statement of Cash Flows – Proprietary Funds.....	32
Statement of Fiduciary Assets and Liabilities – Fiduciary Funds.....	33

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Comprehensive Annual Financial Report
For the Year Ended June 30, 2020

Notes to the Basic Financial Statements.....	34
--	----

Required Supplementary Information:

Schedule of Changes in the District's Total OPEB Liability and Related Ratios.....	85
Schedule of the District's Proportionate Share of The Net Pension Liability – Florida Retirement System Pension Plan.....	86
Schedule of District Contributions – Florida Retirement System Pension Plan.....	87
Schedule of the District's Proportionate Share of The Net Pension Liability - Health Insurance Subsidy Pension Plan.....	88
Schedule of District Contributions – Health Insurance Subsidy Pension Plan.....	89

Combining and Individual Fund Statements and Schedules:

Combining Balance Sheet – Nonmajor Governmental Funds.....	93
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	94
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	95
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds.....	96
Balance Sheet – Nonmajor Debt Service Funds.....	97
Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds.....	98
Balance Sheet – Nonmajor Capital Projects Funds.....	99
Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds.....	100

Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:

Food Service – Nonmajor Special Revenue Fund.....	101
Contracted Programs – Nonmajor Special Revenue Fund.....	102
Other Debt Service – Major Debt Service Fund.....	103
ARRA Economic Stimulus – Major Debt Service Fund.....	104
State Board of Education Bonds – Nonmajor Debt Service Fund.....	105
Local Capital Improvement Tax – Major Capital Projects Fund.....	106
Other Capital Projects – Major Capital Projects Fund.....	107

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Comprehensive Annual Financial Report
For the Year Ended June 30, 2020

Capital Outlay and Debt Service – Nonmajor Capital Projects Fund.....	108
Combining Schedule of Fund Net Position – Internal Service Funds.....	110
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position – Internal Service Funds.....	112
Combining Schedule of Cash Flows – Internal Service Funds.....	114
Statement of Changes in Fiduciary Assets and Liabilities – Fiduciary Funds.....	117
Combining Statement of Net Position – Component Units – Charter Schools.....	120
Combining Statement of Activities – Component Units – Charter Schools.....	122

Statistical Section

Financial Trend Information:

Table 1 – Net Position by Component.....	128
Table 2 – Expenses, Program Revenues and Net (Expense)/Revenue.....	130
Table 3 – General Revenues and Total Changes in Net Position.....	132
Table 4 – Fund Balances, Governmental Funds.....	134
Table 5 – Governmental Funds Revenues.....	136
Table 6 – Governmental Funds Expenditures and Debt Service Ratios.....	138
Table 7 – Other Financing Sources and Uses and Net Changes in Fund Balance, Governmental Funds.....	140

Revenue Capacity Information:

Table 8 – Assessed Value and Estimated Actual Value of Taxable Property.....	142
Table 9 – Direct and Overlapping Property Tax Rates.....	143
Table 10 – Principal Property Taxpayers.....	144
Table 11 – Property Tax Levies and Collections.....	145

Debt Capacity Information:

Table 12 – Outstanding Debt by Type.....	146
Table 13 – Direct and Overlapping Governmental Activities Debt.....	147
Table 14 – Legal Debt Margin Information.....	148
Table 15 – Pledged-Revenue Coverage.....	150

Demographic and Economic Information:

Table 16 – Demographic and Economic Statistics.....	151
Table 17 – Principal Employers.....	152

Operating Information:

Table 18 – Full Time-Equivalent District Employees by Type.....	154
Table 19 – Operating Statistics.....	156
Table 20 – Teacher Salaries.....	158
Table 21 – School Building Information.....	160

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Comprehensive Annual Financial Report
For the Year Ended June 30, 2020

Single Audit

Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	164
Report of Independent Auditor on Compliance For Each Major Program and Report on Internal Control Over Compliance Required by the Uniform Guidance.....	166
Schedule of Expenditures of Federal Awards.....	168
Notes to the Schedule of Expenditures of Federal Awards.....	169
Schedule of Findings and Questioned Costs.....	170
Independent Auditor's Management Letter.....	173
Report of Independent Accountant on Compliance with Local Government Investment Policies.....	175

School Board of Sarasota County, Florida



Comprehensive Annual Financial Statement Report

For the Fiscal Year Ended June 30, 2020



December 14, 2020

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

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the School Board of Sarasota County, Florida (District) for the fiscal year ended June 30, 2020. State law requires that all school districts publish within nine months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited in accordance with generally accepted auditing standards by an independent certified public accountant. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the District for the fiscal year ended June 30, 2020.

We believe the information, as presented, is accurate in all material aspects; that it is presented in a manner designed to set forth fairly, in all material respects, the financial position and results of operations of the District as measured and reported by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain an adequate understanding of the District's financial affairs have been included. The responsibility for the preparation of the accompanying financial statements and other information contained in this CAFR, based on the above standards, rests with the District's management. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed to compile sufficient reliable information for the District's financial statements in conformance with GAAP. Because the cost of internal controls should not outweigh the benefits, the District's comprehensive framework has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been audited by Cherry Bekaert LLP. The goal of the independent audit is to provide reasonable assurance that the basic financial statements of the District for the fiscal year ended June 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering unmodified opinions that the District's financial statements for the fiscal year ended June 30, 2020, are fairly presented in conformity with GAAP. The report of independent auditor is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. Information related to this single audit, including the schedule of expenditures of federal awards, findings and questioned costs, summary of prior audit findings, and the independent auditor's report on the system of internal control and on compliance with applicable requirements, are included in the single audit section.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditor's report.

This accompanying report includes all funds of the District, The Financing Corporation for the School Board of Sarasota County (Corporation), and its charter schools that meet the requirements for inclusion, which comprise the reporting entity. The Corporation was formed by the School Board to be the lessor in connection with financing the acquisition and/or construction of certain educational facilities. Charter schools are public schools operating under a performance contract with the School Board. The Corporation was identified as a component unit, requiring blended presentation of the financial statements. The District's charter schools, except for SKY Academy Venice, SKY Academy Englewood and the State Collegiate School are included as discretely presented component units.

Profile of the Government

The District and its governing board were created pursuant to Section 4, Article IX of the Constitution of the State of Florida. The District is an independent taxing and reporting entity managed, controlled, operated, administered and supervised by the District school officials in accordance with Chapter 1001, Florida Statutes. The Board consists of five elected officials responsible for the adoption of policies, which govern the operation of District public schools. The appointed Superintendent of Schools (Superintendent) is the secretary and executive officer of the Board and is responsible for the administration and management of the schools within the applicable parameters of Florida Statutes, State Board of Education Rules, and School Board policies. The Superintendent is also specifically delegated the responsibility of maintaining a uniform system of records and accounts in the District by State Board of Education Rule 6A-1.001, Florida Administrative Code.

Geographic boundaries of the District correspond with those of Sarasota County. During the 2019-20 fiscal year, the District operated 55 schools, including 23 elementary schools, 7 middle schools, 6 high schools, 12 charter schools, 1 technical center and 6 other types of schools, such as a virtual school and an all gifted school for grades 2 through 12.

The District receives the majority of its operating funds through a State funding formula that is intended to equalize funding received from the State and local property tax between school districts within the State. Charter schools operate through a contract with the District and are provided with the proportionate share of these funds, based upon the number of full-time equivalent students enrolled at the charter school. The District provided a full range of educational programs, including kindergarten through 12th grade basic and enriched programs, and exceptional student education to 43,658 unweighted full-time equivalent students. Student enrollment is expected to increase by 1.5, 1.1 and 1.1 percent each in fiscal years ending June 30, 2021, 2022, and 2023, respectively. The District also provides career technical and adult education programs.

Economic Condition and Outlook

Sarasota County is part of the Sarasota-Bradenton-Venice Metropolitan Statistical Area (MSA) along with Manatee County. According to the Bureau of Economic and Business Research at the University of Florida, the 2020 population of Sarasota County was 438,816 and is projected to be 529,361 by 2040 and 546,543 by 2045.

Based upon the latest survey by the U.S. Census Bureau, the population of Sarasota County has increased 16.4 percent from 2000 to 2010 compared to the State of Florida which increased 17.6 percent. The population of the County differs significantly from the State. The largest age group, at 37.3 percent, are persons 65 years and older. The State average for this age group is 20.9 percent. The average household size is 2.11 and the average household income is \$66,878 as of 2019. The American Community Survey done by the U.S. Census Bureau shows 92.8 percent of the County residents were high school graduates and 34.7 percent had a bachelor's degree or higher.

Persons without federally mandated health insurance, under age 65 years are 16.6 percent.

The District recognizes that the continued enhancement of the local economy is of mutual benefit to both the District and the County and that an excellent system of public education is a significant factor in attracting new business and industry to the County. The County's unemployment rate has increased to 8.5 percent in June 2020 from 3.4 percent in June 2019. In addition, sales tax revenues along with property values continue to rise with median home sales prices of \$305,000 in June 2020 from \$290,000 in June 2019. The District remains Sarasota County's largest employer, employing 5,881 full and part-time employees, including 3,024 teachers.

Financial Information

The District follows procedures established by Florida Statutes and the State Board of Education Rules in establishing and adopting annual budgets for each of the governmental fund types. Budgets are prepared using the same modified accrual basis as is used to account for governmental funds. Appropriations are controlled at the function level (e.g. instruction, student support services, and school administration) within each fund and may be amended by resolution at any Board meeting prior to the due date for the annual financial report.

The District reviews the Capital Improvement Program goals and objectives to ensure that current and future educational service needs are met through planning efforts that accommodate current student populations, prepare for future student demands and provide for the overall educational facility needs of Sarasota County schools. The District school sites range in age from a historic 1926 elementary school to the opening of a new technical college site in 2018. In addition to the new technical college site, since 2000 the District opened 2 new high schools, 2 middle schools and 4 elementary schools and rebuilt 5 elementary schools, 1 middle school, 4 high schools and the original technical college site.

The District conducts facility condition assessments to objectively rate the condition of all our buildings and building systems. Each building is assessed every four years and includes infield verification and inspection. Buildings are rated and deficiencies are noted in the District's building management system where a condition index is calculated for each building and building system. This is used as the basis for developing the District's Capital Improvement plan on existing facilities. In addition, the long-range planning department monitors capacity needs at each school and worksite to assist in determining permanent and temporary capital needs. The District ensures instructional programs and educational services are able to adapt to changes in district strategic priorities, student population demands and capital funding capabilities.

The District has an investment policy in place for the investment of temporarily idle funds. The purpose of the policy is to outline the responsibility, authority, and general guidelines for the investment management of the District's cash reserves and to ensure compliance with Florida Statutes.

The District has a fund balance policy that provides a minimum fund balance in the General Fund of 7.5 percent of the financial condition ratio per Section 1011.051 of Florida Statutes. The District currently exceeds this policy with an ending financial condition ratio as of June 30, 2020 of 15.21 percent.

The District has a debt policy that establishes guidance for incurring and managing the debt of the District. The purpose of this policy is to set forth a structure to facilitate the management of debt in accordance with stated objectives.

The District has a capital asset policy that specifies the categories of capital assets and the dollar thresholds for capitalizing purchases. It also specifies the length of depreciation for each asset category.

The District is self-insured for workers' compensation, health and dental benefits, and general and automobile liability with outside contractors providing various administrative services. All funds make payments to the District's applicable internal service fund based on the personnel staffing levels, number of vehicles, or square footage. Resources have been accumulated in order to meet potential losses.

On March 20, 2018, voters in Sarasota County voted by a 79 percent margin to continue the one-mill levy to preserve quality schools. This vote continued the tax levy that was originally passed by the voters in 2002. This vote allows the District to maintain existing programs and continues the District's commitment to quality education. This revenue source will continue until the fiscal year ended June 30, 2022.

Major Initiatives

Class Size Reduction Amendment

In November 2002, the voters of Florida amended the State Constitution to limit class size. By the beginning of the 2010-11 fiscal year, the amendment established the maximum number of students in core-curricula courses assigned to a teacher in each of the following three grade groupings: (1) pre-kindergarten through grade 3, 18 students; (2) grades 4 through 8, 22 students; and (3) grades 9 through 12, 25 students.

For the 2019-20 fiscal year, the District continued its efforts to meet the constitutional maximums for the three grade groupings at either the statutory school-wide or classroom-level. Based on the annual review by the Florida Department of Education, the District fully complied with the constitutional maximums in all classrooms.

Capital Outlay Program

During the 2019-20 fiscal year, the District Capital Outlay program was scaled back due to the COVID-19 shut down in the 4th quarter of the fiscal year. The focus also shifted from safety and security projects to classroom wings and campus renovations. In October 2015, the District completed a Long-Range Growth Management Plan and an

Educational System Impact Fee Study to address the ability for the District to meet future needs with capacity available at existing schools vs. new schools; the timing and location of residential development within Sarasota County; the influence of other school options, such as charter, private, home, and virtual schools; and the Identification of capital funding needs and options.

Accomplishments

One of the ways to judge a school district is to compare the results of its students on national and statewide tests and the accomplishments of its staff. The District believes that its students and staff have performed remarkably well based on various tests and accomplishments as noted below.

Schools throughout Florida are held accountable and receive school grades based on the results of statewide assessments. The Florida Comprehensive Assessment Test (FCAT) began in fiscal year 1997-98 and transitioned to FCAT 2.0 and End of Course (EOC) Assessments in fiscal year 2010-11. Fiscal year 2013-14 marked the last year of the FCAT accountability program. Beginning in fiscal year 2014-15, Florida's assessment and accountability system was changed to Florida Standards Assessments (FSA). Due to the COVID-19 pandemic in fiscal year 2019-20, there were no grades reported. According to the most recent report in fiscal year 2018-19 from the Florida Department of Education 27 schools received a grade of 'A', 7 received a grade of 'B', 3 received a grade of 'C', and 1 received a grade of 'D'. The District has received an overall grade of 'A' in fiscal year 2018-19.

The Florida Department of Education provides a grading report for all public schools in the state and for each of the 67 school districts as part of their school accountability report. The District has again received an 'A' grade and ranks third in the state in terms of student achievement for the 2018-19 fiscal year. The District is also one of two school districts to have received a grade of 'A' every year since 2004.

The District met or exceeded National and Florida averages for 2020 high school graduates on college admission examinations. A comparison of the average scores is reflected in the table below.

<u>Examination</u>	<u>Sarasota National Florida</u>		
ACT Composite	22.9	20.6	20.6
SAT:			
Reading and Writing	608	541	567
Math	587	540	542

Sixty percent of Sarasota District teachers have earned Master's degrees or higher.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded to the District a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials (ASBO) awarded an International Certificate of Excellence in Financial Reporting for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2019. This was the sixteenth consecutive year that the District has received these prestigious awards. In order to be awarded the Certificate of Achievement for Excellence in Financial Reporting and the Certificate of Excellence in Financial Reporting, the District must publish an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

These awards are valid for one year only. We believe that our current CAFR continues to meet the Certificate Programs' requirements, and we are submitting it to both GFOA and ASBO, to determine its eligibility to receive their respective prestigious awards.

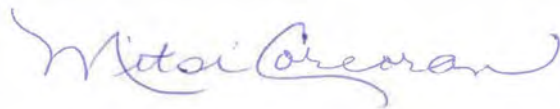
The preparation of this CAFR could not have been accomplished without the commitment and dedication of the Financial Services Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, we would like to thank the members of the School Board for their leadership and support in planning and conducting the financial operations of the District.

Respectfully submitted,



Brennan Asplen
Superintendent



Mitsi Corcoran
Chief Financial Officer

**LIST OF PRINCIPAL OFFICIALS –
ELECTED**



Mrs. Caroline Zucker, Chair
Term expires November 2020

Mrs. Shirley Brown, Vice Chair
Term expires November 2022

Ms. Jane Goodwin
Term expires November 2022

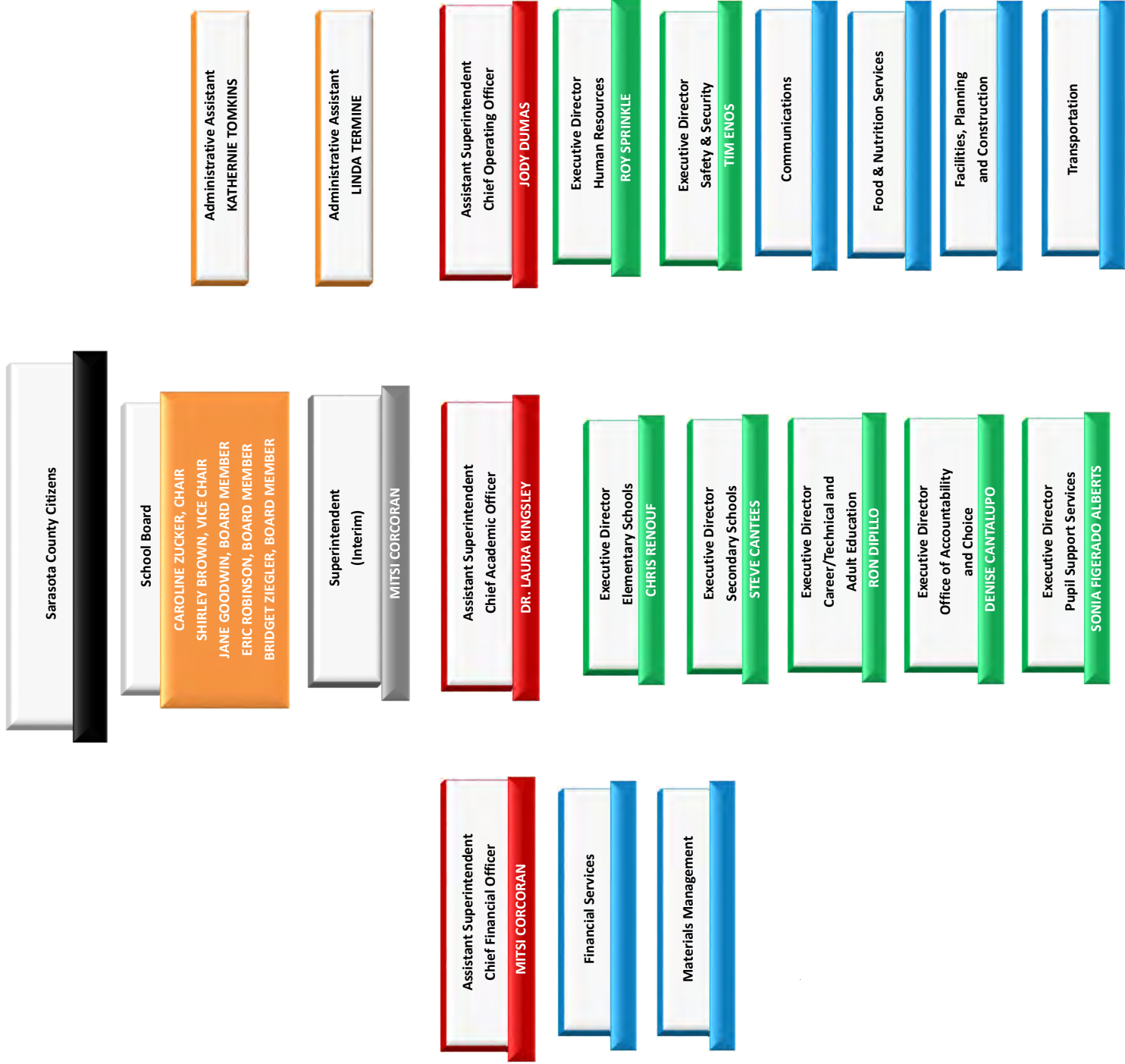
Mr. Eric Robinson
Term expires November 2020

Mrs. Bridget Ziegler
Term expires November 2022

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

LIST OF PRINCIPAL OFFICIALS – APPOINTED

Mr. Brennan Asplen	Superintendent (effective 8/10/2020)
Mrs. Mitsi Corcoran	Interim Superintendent (at 6/30/2020 through 8/07/2020) Chief Financial Officer
Dr. Laura Kingsley	Assistant Superintendent Chief Academic Officer
Mr. Jody Dumas	Assistant Superintendent Chief Operating Officer
Mr. Chris Renouf	Executive Director Elementary Schools
Mr. Steve Cantees	Executive Director Secondary Schools
Mrs. Sonia Figaredo-Alberts	Executive Director Pupil Support Services
Dr. Denise Cantalupo	Executive Director Office of Accountability and Choice
Dr. Ron Dipillo	Executive Director Career/Technical and Adult Education
Mr. Roy Sprinkle	Executive Director Human Services
Mr. Tim Enos	Executive Director Safety and Security and Chief of Police





ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

**The School Board of
Sarasota County, Florida**

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**School Board of Sarasota County
Florida**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

School Board of Sarasota County, Florida



Comprehensive Annual Financial Statement Report

For the Fiscal Year Ended June 30, 2020

FINANCIAL SECTION

Report of Independent Auditor

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School Board of Sarasota County, Florida (the "District") as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit any of the financial statements of the aggregate discretely presented component units, which represent 100% of the transactions and account balances of the aggregate discretely presented component units' columns. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregate discretely presented component units, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of June 30, 2020, the respective changes in financial position, and, where applicable, cash flows, and the respective budgetary comparison for the General Fund thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

EMPHASIS OF MATTER

As discussed in Note 22 to the financial statements, in March 2020 the World Health Organization declared COVID-19 a global pandemic. Given the uncertainty of the situation and the duration of any business disruption, the related financial impact cannot be reasonably estimated at this time. Our opinions are not modified with respect to this matter

OTHER MATTERS***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 15 and the Schedule of Changes in the District's Total OPEB Liability and Related Ratios, Schedule of the District's Proportionate Share of The Net Pension Liability – Florida Retirement System Pension Plan, Schedule of District Contributions – Florida Retirement System Pension Plan, Schedule of the District's Proportionate Share of The Net Pension Liability – Health Insurance Subsidy Pension Plan, and Schedule of District Contributions – Health Insurance Subsidy Pension Plan, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, 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 Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund statements and schedules, the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the other information, such as the introductory section and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statement and schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare or to the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, by us and the other auditors. In our opinion, based on our audit, the procedures performed as described above, and the reports of the others auditors, the combining and individual fund statements and schedules and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated December 14, 2020 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Cherry Bekant LLP". The signature is written in a cursive, flowing style.

Tampa, Florida
December 14, 2020

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

The management of the School Board of Sarasota County, Florida (the District) has prepared the following discussion and analysis to (a) assist the reader in focusing on significant financial issues; (b) provide an overview and analysis of the District's financial activities; (c) identify changes in the District's financial position; (d) identify material deviations from the approved budget; and (e) highlight significant issues in individual funds.

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

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2019-20 fiscal year are as follows:

- General revenues totaled \$566,377,049, or 90 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions totaled \$60,117,525, or 10 percent. Total revenues increased by \$9,088,432 from \$617,406,142 in fiscal year 2018-19 to \$626,494,574 in fiscal year 2019-20. The change is primarily attributed to the increase in the property tax revenues and investment income.
- Expenses totaled \$596,993,299, only \$60,117,525 of these expenses were offset by program specific charges, with the remainder paid from general revenues. Total revenues exceeded total expenses by \$29,501,275. Total expenses increased \$532,904 or less than 1 percent, from \$596,460,395 in fiscal year 2018-19. This change is primarily attributed to an average 3.9 percent negotiated salary settlement offset by cost savings received due to school campuses being closed during the last quarter of the fiscal year from the COVID-19 pandemic.
- The expenses in the District's proprietary funds decreased by \$876,087 from \$59,901,874 in fiscal year 2018-19 to \$59,025,787 in fiscal year 2019-20, as a result of decrease dental and medical claims as a result of the pandemic. Charges for services revenues increased by \$2,656,111 from \$55,574,548 in fiscal year 2018-2019 to \$58,230,659 in fiscal year 2019-20. This change is primarily attributed to an increase in workers compensation and medical rate.
- The unassigned fund balance of the General Fund, representing the net current financial resources available for general appropriation by the Board, totaled \$57,295,149 at June 30, 2020. The ending financial condition ratio as of June 30, 2020 was 15.21 percent.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

OVERVIEW OF THE FINANCIAL STATEMENTS

The basic financial statements consist of three components:

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

In addition, this report presents certain required supplementary information, which includes management's discussion and analysis.

GOVERNMENT- WIDE FINANCIAL STATEMENTS

The Government-wide financial statements provide both short-term and long-term information about the District's overall financial condition in a manner similar to those of a private-sector business. The statements include a statement of net position and a statement of activities that are designed to provide consolidated financial information about the governmental activities of the primary government presented on the accrual basis of accounting. The statement of net position provides information about the government's financial position, its assets, deferred outflows of resources, liabilities, and deferred inflows of resources using an economic resources measurement focus. The difference between the assets, deferred outflows of resources, liabilities, and deferred inflows of resources, the net position, is a measure of the financial health of the District. The statement of activities presents information about the change in the District's net position, the results of operations, during the fiscal year.

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

- Governmental activities – This represents most of the District's services including its educational programs: basic, vocational, adult and exceptional education. Support functions such as transportation and administration are also included. Local property taxes and the State's education finance program provide most of the resources that support these activities.
- Component units – The District presents ten separate legal entities in this report. Although legally separate organizations, the component units are included in this report because they meet the criteria for inclusion provided by generally accepted accounting principles. Nine of these organizations are charter schools. Financial information for these component units is reported separately from the financial information presented for the primary government. The Financing Corporation for the School Board of Sarasota County (Corporation), although also legally separate, was formed to facilitate financing for the acquisition of facilities and equipment. Due to the substantive economic relationship between the Board and the Corporation, the Corporation is included as an integral part of the primary government. Please refer to Note 1 to the basic financial statements for more information on the District's component units.

Over a period of time, changes in the District's net position are an indication of improving or deteriorating financial condition. This information should be evaluated in conjunction with other non-financial factors, such as changes in the District's property tax base, student enrollment, and the condition of the District's capital assets including its school buildings and administrative facilities.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

FUND FINANCIAL STATEMENTS

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

All of the District's funds may be classified within one of three broad categories:

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the Government-wide financial statements. However, the governmental funds utilize a spendable financial resources measurement focus rather than the economic resources measurement focus found in the Government-wide financial statements. This financial resources measurement focus allows the governmental fund statements to provide information on near-term inflows and outflows of spendable resources as well as balances of spendable resources available at the end of the fiscal year. Consequently, the governmental fund statements provide a detailed short-term view that may be used to evaluate the District's near-term financing requirements. This short-term view is useful when compared to the long-term view presented as governmental activities in the Government-wide financial statements. To facilitate this comparison, both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation of governmental funds to governmental activities.

Proprietary Funds. Proprietary funds may be established to account for activities in which a fee is charged for services. The District maintains one type of proprietary fund, the internal service fund to account for the District's self-insurance programs. Since these services predominantly benefit governmental rather than business-type functions, the internal service funds have been included within governmental activities in the Government-wide financial statements.

Fiduciary Funds. Fiduciary funds are used to report assets held in a trustee or fiduciary capacity for the benefit of external parties, such as student activity funds. Fiduciary funds are not reflected in the Government-wide statements because the resources are not available to support the District's own programs. In its fiduciary capacity, the District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes. The District uses agency funds to account for resources held for student activities and groups.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

GOVERNMENT- WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position and provides a perspective of the District as a whole. The following is a summary of the District's net position as of June 30, 2020, compared to net position as of June 30, 2019:

Net Position, End of Year				
	Governmental Activities		Increase (Decrease)	Percentage Change
	6/30/2020	6/30/2019		
Current and other assets	\$ 347,264,525	\$ 303,108,438	\$ 44,156,087	
Capital assets, net	943,414,936	963,950,904	(20,535,968)	
Total assets	<u>1,290,679,461</u>	<u>1,267,059,342</u>	<u>23,620,119</u>	2%
Deferred outflows of resources	130,143,438	138,195,209	(8,051,771)	
Total deferred outflows	<u>130,143,438</u>	<u>138,195,209</u>	<u>(8,051,771)</u>	-6%
Other liabilities	58,374,787	59,977,569	(1,602,782)	
Long-term liabilities, current	37,414,112	38,868,647	(1,454,535)	
Long-term liabilities, noncurrent	432,340,987	432,944,462	(603,475)	
Total liabilities	<u>528,129,886</u>	<u>531,790,678</u>	<u>(3,660,792)</u>	-1%
Deferred inflows of resources	38,536,358	48,808,493	(10,272,135)	
Total deferred inflows	<u>38,536,358</u>	<u>48,808,493</u>	<u>(10,272,135)</u>	-21%
Net investment in capital assets	826,064,013	835,369,281	(9,305,268)	
Restricted	161,689,852	123,275,441	38,414,411	
Unrestricted	(133,597,210)	(133,989,342)	392,132	
Total net position	<u>\$ 854,156,655</u>	<u>\$ 824,655,380</u>	<u>\$ 29,501,275</u>	4%

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

As a result of implementing GASB 68, *Accounting and Financial Reporting for Pensions* and GASB 75, *Accounting and Financial Reporting for Postemployment Benefits (OPEB) Other Than Pensions*, the unrestricted portion of the District's net position as of June 30, 2020 and June 30, 2019 reflects a negative balance. The net pension and OPEB liabilities and deferred outflows and inflows related to pensions and OPEB represents more than 100 percent of the negative unrestricted net position. Thus, the unrestricted net position excluding pensions and OPEB as of June 30, 2020 and June 30, 2019 is \$72,320,149 and \$68,752,282 respectively.

The restricted portion of the District's net position represents resources that are subject to external restrictions on how they may be used.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

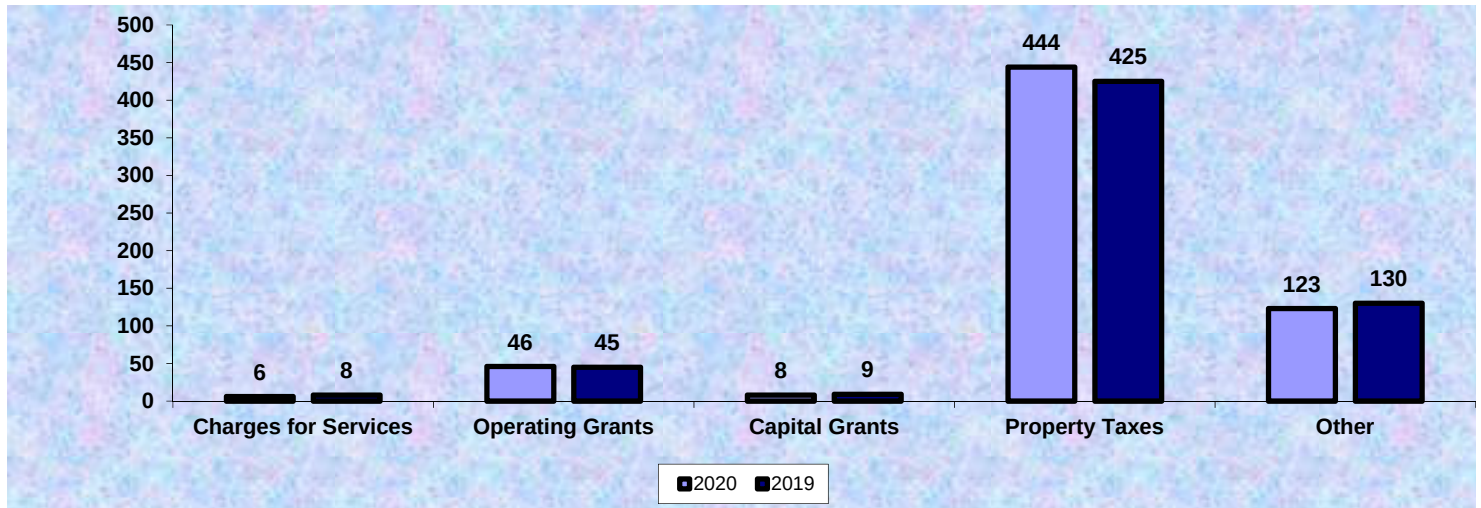
The key elements of the changes in the District's net position for the fiscal years ended June 30, 2020, and June 30, 2019, are shown in the following table and graphs:

Changes in Net Position from Operating Results

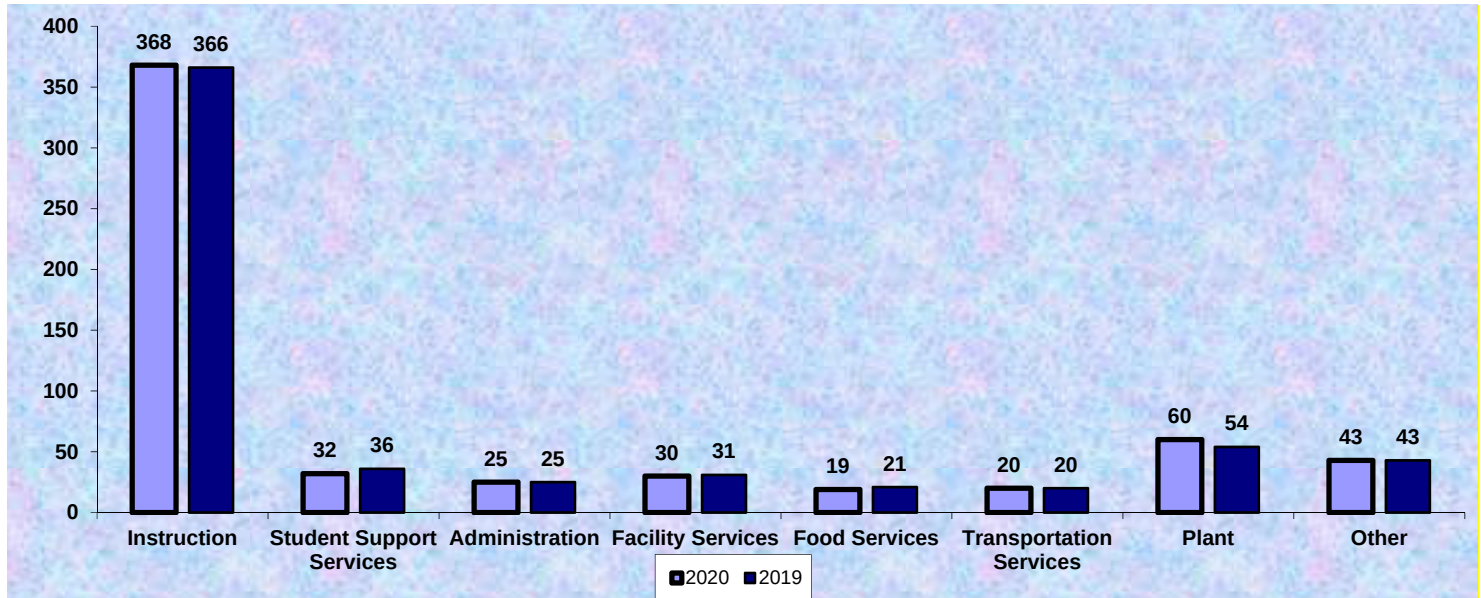
	Governmental Activities			
	6/30/2020	6/30/2019	Increase (Decrease)	Percentage Change
Revenues:				
Program revenues				
Charges for services	\$ 6,477,457	\$ 8,444,152	\$ (1,966,695)	-23%
Operating grants and contributions	45,729,050	44,976,399	752,651	2%
Capital grants and contributions	7,911,018	9,063,377	(1,152,359)	-13%
General revenues				
Property taxes - general	347,920,617	334,039,420	13,881,197	4%
Property taxes - capital projects	95,871,076	91,044,453	4,826,623	5%
Local sales taxes	21,254,038	21,451,257	(197,219)	-1%
Grants and contributions not restricted to specific programs	82,279,494	85,546,235	(3,266,741)	-4%
Miscellaneous	9,087,551	13,460,938	(4,373,387)	-32%
Unrestricted investment earnings	9,964,273	9,379,911	584,362	6%
Total revenues	626,494,574	617,406,142	9,088,432	1%
Expenses:				
Instruction	368,157,537	365,537,244	2,620,293	1%
Student support services	32,291,478	35,885,282	(3,593,804)	-10%
Instructional media services	4,797,613	5,771,948	(974,335)	-17%
Instruction and curriculum development services	4,153,970	4,028,085	125,885	3%
Instructional staff training services	4,722,085	4,786,922	(64,837)	-1%
Instruction related technology	5,376,458	5,546,799	(170,341)	-3%
Board	2,590,854	1,451,468	1,139,386	78%
General administration	3,047,903	2,683,312	364,591	14%
School administration	22,112,669	21,949,027	163,642	1%
Facility services - non-capitalized	29,626,442	31,339,373	(1,712,931)	-5%
Fiscal services	2,026,086	2,207,031	(180,945)	-8%
Food services	18,518,258	20,563,313	(2,045,055)	-10%
Central services	7,423,746	7,172,486	251,260	4%
Student transportation services	19,671,943	20,135,953	(464,010)	-2%
Operation of plant	41,922,183	37,150,224	4,771,959	13%
Maintenance of plant	18,179,208	17,078,883	1,100,325	6%
Administrative technology services	2,629,966	2,917,970	(288,004)	-10%
Community services	4,384,979	4,572,879	(187,900)	-4%
Interest on long-term debt	5,359,921	5,682,196	(322,275)	-6%
Total expenses	596,993,299	596,460,395	532,904	0%
Change in net position	29,501,275	20,945,747	8,555,528	41%
Beginning net position	824,655,380	803,709,633	20,945,747	
Ending net position	\$ 854,156,655	\$ 824,655,380	\$ 29,501,275	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

Revenues by Source – Governmental Activities – in Millions of Dollars



Expenses – Governmental Activities – in Millions of Dollars



Overall total revenues increased by \$9,088,432 or 1 percent from the fiscal year ended June 30, 2019. The change is primarily attributed to the increase in the property tax revenues.

Total expenses increased by \$532,904, or less than 1 percent from the fiscal year ended June 30, 2019. This change is primarily attributed to an average 3.9 percent negotiated salary settlement offset by cost savings received due to school campuses being closed during the last quarter of the fiscal year from the COVID-19 pandemic.

In total, net position increased \$29,501,275, which represents a 4 percent increase over fiscal year 2018-2019.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The District completed the year with a total governmental fund balance of \$240,717,169, an increase of \$41,823,126 or 21 percent from last year's ending fund balance of \$198,894,043. The increase in District fund balance is primarily attributed to revenue received from discretionary property taxes as a result of increased assessed valuation and reduced expenditures during the last quarter for both operating and capital projects.

Major Governmental Funds

General Fund

The General Fund is the primary operating fund for the District. Presented below is an overall analysis of the General Fund as compared to the prior year:

	6/30/2020	6/30/2019	Increase (Decrease)	Percentage Change
Revenue	\$ 446,719,257	\$ 436,897,033	\$ 9,822,224	2%
Other financing sources	25,419,206	23,884,197	1,535,009	6%
Beginning fund balance	81,155,318	75,001,972	6,153,346	8%
Total	\$ 553,293,781	\$ 535,783,202	\$ 17,510,579	3%
Expenditures	466,449,606	454,627,884	11,821,722	3%
Ending fund balance	86,844,175	81,155,318	5,688,857	7%
Total	\$ 553,293,781	\$ 535,783,202	\$ 17,510,579	3%

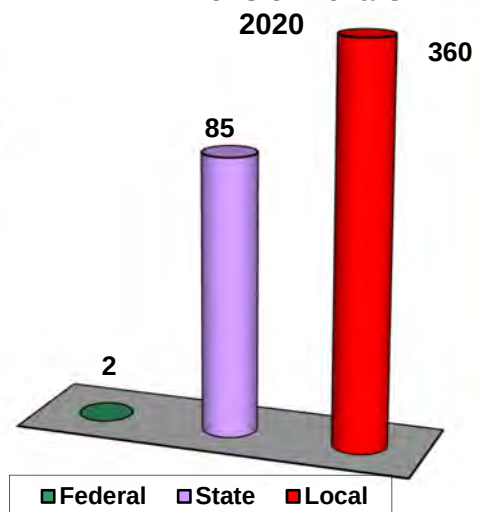
The District's General Fund ending fund balance increased by \$5,688,857 or 7 percent. This increase is primarily attributed to increased funding received from discretionary property taxes as a result of increased assessed valuation and school campuses being closed during the last quarter of the fiscal year from the COVID-19 pandemic. It should be noted that \$3,867,525 of ending fund balance has been encumbered for specific projects.

Revenues – Overall revenues increased by \$9,822,224 or 2 percent as follows:

Revenues By Source - General Fund

	6/30/2020	6/30/2019	Increase (Decrease)	Percentage Change
Federal	\$ 1,990,812	\$ 2,837,108	\$ (846,296)	-30%
State	84,585,782	85,913,600	(1,327,818)	-2%
Local	360,142,663	348,146,325	11,996,338	3%
Total	\$ 446,719,257	\$ 436,897,033	\$ 9,822,224	2%

**Composition of Revenues
In Millions of Dollars –**



SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

Federal sources decreased by \$846,296, or 30 percent, as a result of completion of FEMA reimbursements for hurricanes and Temporary Emergency Impact Aid received in fiscal year 2019.

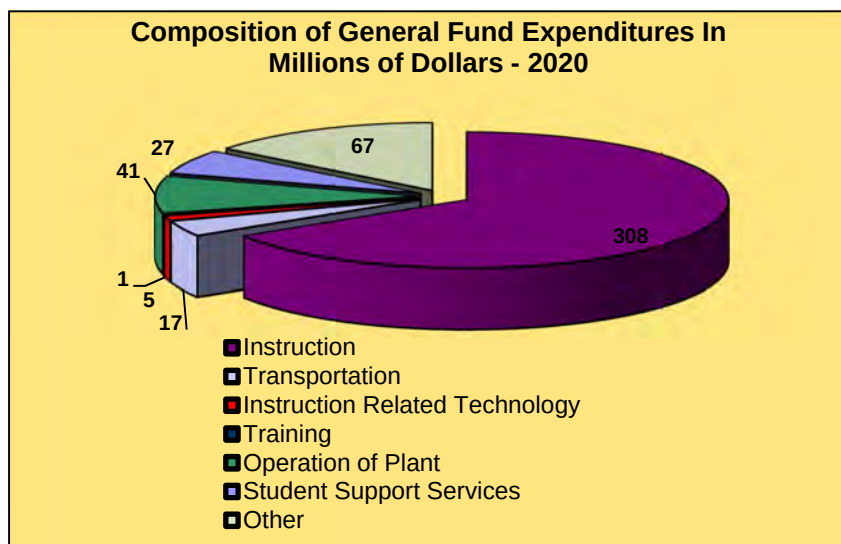
State sources decreased by \$1,327,818, or 2 percent, mainly attributed to the decrease in the state funding of Safe Schools categorical and funding of Summer Learning Academy.

Local sources increased by \$11,996,338, or 3 percent, mainly as a result of an increase in property tax revenue.

Expenditures - Total General Fund expenditures increased by \$11,821,722, 3 percent, primarily attributed to an average 3.9 percent negotiated salary settlement, increased benefits costs, and increased costs related to safety and security with full implementation of our school police department.

Expenditures By Function - General Fund

	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
Instruction	\$ 308,285,819	\$ 298,983,633	\$ 9,302,186	3%
Student support services	26,446,974	30,414,633	(3,967,659)	-13%
Instructional staff training services	1,495,280	1,429,178	66,102	5%
Student transportation services	16,642,859	16,654,002	(11,143)	0%
Operation of plant	41,235,684	36,091,806	5,143,878	14%
Instruction related technology	5,205,543	5,209,127	(3,584)	0%
Other	67,137,447	65,845,505	1,291,942	2%
Total	<u>\$ 466,449,606</u>	<u>\$ 454,627,884</u>	<u>\$ 11,821,722</u>	3%



SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

Debt Service – Other Debt Service Fund

An overall analysis of the District's Other Debt Service Fund is presented below. Expenditures increased from \$24,065,282 to \$24,398,278 for the fiscal year ended June 30, 2020 primarily due to new capital leases. There is a corresponding increase in transfers of \$332,109 from the Capital Projects – Local Capital Improvement Tax fund.

	6/30/2020	6/30/2019	Increase (Decrease)	Percentage Change
Revenue	\$ 60,299	\$ 47,820	\$ 12,479	26%
Other financing sources	24,391,776	24,059,667	332,109	1%
Beginning fund balance	1,198,559	1,156,354	42,205	4%
Total	<u>\$ 25,650,634</u>	<u>\$ 25,263,841</u>	<u>\$ 386,793</u>	2%
Expenditures	\$ 24,398,278	\$ 24,065,282	\$ 332,996	1%
Ending fund balance	1,252,356	1,198,559	53,797	4%
Total	<u>\$ 25,650,634</u>	<u>\$ 25,263,841</u>	<u>\$ 386,793</u>	2%

Debt Service – ARRA Economic Stimulus Fund

This fund is used to account for the accumulation of resources for and the payment of, sinking fund, interest and related costs on the Certificates of Participation, Series 2010A Qualified School Construction Bonds. This is the tenth year of this fund. Revenues in this fund are an interest rebate received from the Internal Revenue Service. The fund balance represents amounts placed into the sinking fund to pay the debt when due. Interest payments are made twice a year.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

Capital Projects – Local Capital Improvement Tax Fund

An overall analysis of the District's Capital Projects – Local Capital Improvement Tax Fund is presented below:

	6/30/2020	6/30/2019	Increase (Decrease)	Percentage Change
Revenue	\$ 97,296,400	\$ 92,926,982	\$ 4,369,418	5%
Beginning fund balance	51,934,490	41,103,644	10,830,846	26%
Total	<u>\$ 149,230,890</u>	<u>\$ 134,030,626</u>	<u>\$ 15,200,264</u>	11%
Expenditures	\$ 26,134,874	\$ 36,058,546	\$ (9,923,672)	-28%
Other financing uses	48,645,129	46,037,590	2,607,539	6%
Ending fund balance	74,450,887	51,934,490	22,516,397	43%
Total	<u>\$ 149,230,890</u>	<u>\$ 134,030,626</u>	<u>\$ 15,200,264</u>	11%

During the fiscal year 2019-20, revenue in the Capital Projects – Local Capital Improvement Tax Fund increased by \$4,369,418 or 5 percent. Expenditures decreased by \$9,923,672, or 28 percent, primarily due to school campuses being closed during the last quarter of the fiscal year from the COVID-19 pandemic. Of the total fund balance, \$12,478,601 has been encumbered for specific projects.

Capital Projects – Other Capital Projects Fund

The District's Other Capital Projects Fund is used primarily to report revenues and expenditures from sales tax collections and expenditures from the District's Certificates of Participation. An overall analysis of this fund is presented below:

	6/30/2020	6/30/2019	Increase (Decrease)	Percentage Change
Revenue	\$ 31,519,696	\$ 34,187,704	\$ (2,668,008)	-8%
Other financing sources	10,999,743	-	10,999,743	
Beginning fund balance	37,791,238	27,886,726	9,904,512	36%
Total	<u>\$ 80,310,677</u>	<u>\$ 62,074,430</u>	<u>\$ 18,236,247</u>	29%
Expenditures	\$ 28,999,179	\$ 21,141,141	\$ 7,858,038	37%
Other financing uses	3,252,576	3,142,051	110,525	4%
Ending fund balance	48,058,922	37,791,238	10,267,684	27%
Total	<u>\$ 80,310,677</u>	<u>\$ 62,074,430</u>	<u>\$ 18,236,247</u>	29%

Revenues decreased by \$2,668,008 primarily due to the decline in sales tax revenue in last quarter of fiscal year. Other financing sources increased by \$10,999,743 because of a new capital lease in 2019-2020. Expenditures increased by \$7,858,038, or 37 percent, primarily due to a new capital lease. It should be noted that \$10,052,293 of fund balance has been encumbered for specific projects.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

GENERAL FUND BUDGETARY HIGHLIGHTS

During the fiscal year, the District revised its budget and brought three amendments to the Board. These amendments were needed to adjust revenues and direct resources where needed. The Board approves the final amendment to the budget after year-end. The original 2019-20 budget was prepared on a conservative basis as the State of Florida had experienced multiple years of revenue shortfalls and corresponding prorations of state funding were imposed on school districts. Budgeted expenditures decreased \$4,856,763 from the original budget due to savings from school campuses being closed during the last quarter of the fiscal year from the COVID-19 pandemic. Actual expenditures were \$9,465,779 below the final amended expenditure budget.

CAPITAL ASSETS AND LONG-TERM DEBT

At June 30, 2020, the District had \$943,414,936 invested in a broad range of capital assets, including land, improvements, buildings, and equipment; net of accumulated depreciation. This amount represents a net decrease (including additions, deductions and depreciation) of \$20,535,968, or 2 percent, from last fiscal year.

	Governmental Activities			Percentage Change
	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>Change</u>	
Capital assets not being depreciated:				
Land	\$ 36,942,046	\$ 36,942,046	\$ -	0%
Land improvements	78,828,986	78,828,986	-	0%
Construction in progress	6,493,217	32,667,476	(26,174,259)	-80%
Capital assets being depreciated:				
Improvements other than buildings	89,285,447	82,803,391	6,482,056	8%
Buildings and fixed equipment	1,100,948,644	1,068,607,363	32,341,281	3%
Furniture, fixtures and equipment and Audio visual materials	59,124,418	59,486,065	(361,647)	-1%
Motor vehicles	40,084,980	37,853,692	2,231,288	6%
Equipment under capital leases	33,158,275	31,962,701	1,195,574	4%
Computer software	<u>12,478,213</u>	<u>12,427,195</u>	<u>51,018.0</u>	0%
Total Capital Assets	1,457,344,226	1,441,578,915	15,765,311	1%
Less accumulated depreciation	<u>(513,929,290)</u>	<u>(477,628,011)</u>	<u>(36,301,279)</u>	8%
Total Capital Assets, net	<u><u>\$ 943,414,936</u></u>	<u><u>\$ 963,950,904</u></u>	<u><u>\$ (20,535,968)</u></u>	-2%

Detailed information regarding the District's capital asset balances and activity for the fiscal year ended June 30, 2020, is provided in Note 5 to the basic financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

Long-Term Debt

At June 30, 2020, the District had \$121,754,359 in bonds payable, obligations under capital leases, and certificates of participation versus \$133,880,074 last fiscal year, a decrease of 9 percent. A summary of the long-term debt obligations is listed in the following table:

	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
Obligations under capital leases \$	17,051,152	\$ 16,259,566	\$ 791,586	5%
State school bonds	3,302,511	3,875,386	(572,875)	-15%
Qualified zone academy bonds	1,299,696	1,299,696	-	0%
Certificates of participation	100,101,000	112,445,426	(12,344,426)	-11%
Total	<u>\$ 121,754,359</u>	<u>\$ 133,880,074</u>	<u>\$ (12,125,715)</u>	<u>-9%</u>

The District's decrease in debt is primarily due to payments made on Certificates of Participation and State school bonds.

The District maintained the following ratings for their outstanding Certificates of Participation:

<u>Rating Agency</u>	<u>Certificates of Participation</u>	
	<u>Rating</u>	<u>Issue Series</u>
Standard & Poor's	AA-	2009, 2010B
Moody's	Aa3	2009, 2010B
Fitch Ratings	AA	2009, 2010B

For more details concerning long-term debt, refer to Notes 7 to 11 in the basic financial statements.

ECONOMIC FACTORS

The unemployment rate in June 2020 for Sarasota County was 8.5 percent, which is an increase of 5.1 percent from June 2019. The State's average unemployment rate in June 2020 was 10.5 percent. Florida's unemployment rate has increased 7.4 percent the nation's unemployment rate has also increased 7.2 percent from the prior year. This is predominately due to layoffs related to the COVID-19 pandemic.

The State of Florida funds the District through the Florida Education Finance Program (FEFP) which is based on student enrollment. The District has continued to see an incremental increase in funding, but revenue growth has not kept pace with the change in the Consumer Price Index. Student enrollment increased 703.56 FTE in fiscal year 2019-2020. This growth in student enrollment has contributed to a steady increase in revenue generated by the FEFP.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Management's Discussion and Analysis
June 30, 2020

In fiscal year 2019-20, taxable property values increased 6 percent from the prior year to \$66.1 billion. It is anticipated that property values will continue to increase next year as real property sales have increased with average home prices continuing to rise over the prior year.

During the current fiscal year, unassigned fund balance of the General Fund totaled \$57,295,149. It is anticipated that the financial condition ratio at June 30, 2021, will be in excess of the Board required amount.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate compliance and accountability for its resources. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Mitsi Corcoran, Chief Financial Officer, 1960 Landings Boulevard, Sarasota, Florida 34231.

BASIC FINANCIAL STATEMENTS

This page was intentionally left blank.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Net Position
June 30, 2020

	Primary Government	Component Units
	Governmental Activities	Charter Schools
Assets		
Cash and cash equivalents	\$ 240,542,208	\$ 11,722,576
Restricted cash	-	2,113,233
Investments	93,954,734	-
Accounts receivable	735,968	53,892
Interest receivable	296,179	-
Deposits receivable	75,000	-
Due from other agencies	7,523,770	71,191
Due from related parties	-	204,392
Prepaid items	2,896,352	643,286
Inventories	1,240,314	-
Other	-	131,957
Capital assets:		
Nondepreciable	122,264,249	10,469,880
Depreciable, net	821,150,687	28,116,375
Total assets	1,290,679,461	53,526,782
Deferred outflows of resources		
Pensions	110,144,937	4,565,095
Other postemployment benefits	15,595,065	-
Loss on refunding	4,403,436	-
Total deferred outflows of resources	130,143,438	4,565,095
Liabilities		
Accounts payable and other current liabilities	32,030,921	3,096,551
Due to other agencies	9,906,861	-
Matured debt payable	12,005,000	-
Matured interest payable	1,743,853	-
Accrued interest payable	63,448	-
Unearned revenue	2,624,704	-
Long-term liabilities:		
Portion due within one year:		
Accrued interest payable		
Notes payable	-	2,212,219
Bonds payable	350,000	736,327
Obligations under capital leases	8,131,004	99,163
Certificates of participation payable	12,375,000	-
Liability for compensated absences	8,644,667	20,307
Estimated insurance claims payable	6,404,884	-
Net pension liability	1,508,557	10,261
Portion due in more than one year:		
Notes payable	-	7,808,600
Bonds payable	4,252,207	20,576,189
Interest rate swap	-	725,679
Obligations under capital leases	8,920,148	22,544
Certificates of participation payable	87,726,000	-
Liability for compensated absences	33,987,877	40,522
Estimated insurance claims payable	5,842,309	-
Other postemployment benefits payable	11,825,499	-
Net pension liability	279,786,947	11,061,008
Total liabilities	528,129,886	46,409,370
Deferred inflows of resources		
Pensions	35,672,564	1,352,486
Other postemployment benefits	2,863,794	-
Total deferred inflows of resources	38,536,358	1,352,486
Net position		
Net investment in capital assets	826,064,013	8,691,020
Restricted for:		
Capital projects	124,309,205	298,040
Debt service	29,733,333	1,365,099
Food service	491,782	-
State categorical programs	7,042,381	-
Other purposes	113,151	179,547
Unrestricted (deficit)	(133,597,210)	(203,685)
Total net position	\$ 854,156,655	\$ 10,330,021

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Activities
For the Fiscal Year Ended June 30, 2020

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary government:				
Governmental activities:				
Instruction	\$ 368,157,537	\$ 1,912,712	\$ 25,477,324	\$ -
Student support services	32,291,478	-	4,142,251	-
Instructional media services	4,797,613	-	-	-
Instruction and curriculum development services	4,153,970	-	593,456	-
Instructional staff training services	4,722,085	-	2,549,283	-
Instruction related technology	5,376,458	-	13,178	-
Board	2,590,854	-	-	-
General administration	3,047,903	-	459,832	-
School administration	22,112,669	-	1,549	-
Facility services - non-capitalized	29,626,442	-	-	5,361,196
Fiscal services	2,026,086	-	-	-
Food services	18,518,258	4,042,626	12,394,707	-
Central services	7,423,746	-	7,500	-
Student transportation services	19,671,943	180,789	88,107	-
Operation of plant	41,922,183	-	1,863	-
Maintenance of plant	18,179,208	-	-	-
Administrative technology services	2,629,966	-	-	-
Community services	4,384,979	341,330	-	-
Interest on long-term debt	5,359,921	-	-	2,549,822
Total primary government	<u>\$ 596,993,299</u>	<u>\$ 6,477,457</u>	<u>\$ 45,729,050</u>	<u>\$ 7,911,018</u>
Component units:				
Charter schools	\$ 61,101,903	\$ 642,727	\$ 1,083,743	\$ 2,393,327
Total component units	<u>\$ 61,101,903</u>	<u>\$ 642,727</u>	<u>\$ 1,083,743</u>	<u>\$ 2,393,327</u>
General revenues:				
Property taxes, levied for operational purposes				
Property taxes, levied for capital projects				
Local sales taxes				
Grants and contributions not restricted to specific programs				
Miscellaneous				
Unrestricted investment earnings				
Total general revenues				
Change in net position				
Net position, beginning of year as previously stated				
Adjustment to beginning net position				
Net position, beginning of year restated				
Net position, end of year				

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

Net (Expense) Revenue and Changes in Net Position	
Primary Government	Component Units
Governmental Activities	Charter Schools
\$ (340,767,501)	\$ -
(28,149,227)	-
(4,797,613)	-
(3,560,514)	-
(2,172,802)	-
(5,363,280)	-
(2,590,854)	-
(2,588,071)	-
(22,111,120)	-
(24,265,246)	-
(2,026,086)	-
(2,080,925)	-
(7,416,246)	-
(19,403,047)	-
(41,920,320)	-
(18,179,208)	-
(2,629,966)	-
(4,043,649)	-
(2,810,099)	-
(536,875,774)	-
	(56,982,106)
	(56,982,106)
347,920,617	-
95,871,076	-
21,254,038	-
82,279,494	54,253,485
9,087,551	830,862
9,964,273	-
566,377,049	55,084,347
29,501,275	(1,897,759)
824,655,380	12,051,808
-	175,972
824,655,380	12,227,780
\$ 854,156,655	\$ 10,330,021

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Balance Sheet
Governmental Funds
June 30, 2020

		Debt Service	
	General Fund	Other Debt Service	ARRA Economic Stimulus
Assets			
Cash and cash equivalents	\$ 104,297,674	\$ 12,686,111	\$ 1,062,742
Investments	346,504	1,252,356	28,478,849
Accounts receivable	325,662	-	-
Interest receivable	1,576	-	-
Due from other funds	1,024,946	-	-
Due from other agencies	1,182,283	-	981,821
Prepaid items	10,983,372	-	-
Inventories	807,998	-	-
Total assets	\$ 118,970,015	\$ 13,938,467	\$ 30,523,412
Liabilities and fund balances			
Liabilities:			
Salaries and wages payable	\$ 19,410,544	\$ -	\$ -
Payroll deductions and withholdings payable	1,192,643	-	-
Accounts payable	1,548,527	-	-
Sales tax payable	97	-	-
Construction contracts payable	155,857	-	-
Deposits payable	8,350	-	-
Due to other funds	350	-	981,821
Due to other agencies	9,809,472	-	-
Matured debt payable	-	12,005,000	-
Matured interest payable	-	681,111	1,062,742
Accrued interest payable	-	-	-
Unearned revenue	-	-	-
Total liabilities	32,125,840	12,686,111	2,044,563
Deferred inflows of resources:			
Unavailable revenue	-	-	-
Total deferred inflows of resources	-	-	-
Fund Balances:			
Nonspendable	11,791,370	-	-
Restricted	7,093,370	1,252,356	28,478,849
Assigned	10,664,286	-	-
Unassigned	57,295,149	-	-
Total fund balances	86,844,175	1,252,356	28,478,849
Total liabilities and fund balances	\$ 118,970,015	\$ 13,938,467	\$ 30,523,412

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

Capital Projects Funds			
Local Capital Improvement Tax	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 64,128,731	\$ 37,174,758	\$ 1,421,213	\$ 220,771,229
12,069,123	11,145,356	65,576	53,357,764
323,488	-	-	649,150
55,720	51,456	-	108,752
981,821	-	406,613	2,413,380
17,997	1,260,926	4,058,803	7,501,830
15,501	604	11,854	11,011,331
-	-	432,316	1,240,314
<u>\$ 77,592,381</u>	<u>\$ 49,633,100</u>	<u>\$ 6,396,375</u>	<u>\$ 297,053,750</u>
\$ -	\$ -	\$ 2,355,333	\$ 21,765,877
-	-	-	1,192,643
790,688	259,098	349,070	2,947,383
-	-	-	97
1,502,706	492,608	-	2,151,171
-	-	-	8,350
848,100	8,171	575,288	2,413,730
-	-	97,389	9,906,861
-	-	-	12,005,000
-	-	-	1,743,853
-	-	1,122	1,122
-	528	1,386,193	1,386,721
<u>3,141,494</u>	<u>760,405</u>	<u>4,764,395</u>	<u>55,522,808</u>
-	813,773	-	813,773
-	813,773	-	813,773
15,501	604	11,854	11,819,329
74,435,386	48,058,318	1,620,126	160,938,405
-	-	-	10,664,286
-	-	-	57,295,149
<u>74,450,887</u>	<u>48,058,922</u>	<u>1,631,980</u>	<u>240,717,169</u>
<u>\$ 77,592,381</u>	<u>\$ 49,633,100</u>	<u>\$ 6,396,375</u>	<u>\$ 297,053,750</u>

This page was intentionally left blank.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Reconciliation of the Balance Sheet of Governmental Funds to the
Statement of Net Position
June 30, 2020

Total fund balances - governmental funds	\$ 240,717,169
---	-----------------------

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

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources, and therefore, are not reported as assets in governmental funds.	943,414,936
--	-------------

The loss on refunding is the difference between old and new debt and is reported in the statement of net position as deferred outflows of resources and amortized over the life of the debt in the statement of activities, but not reported in governmental funds.	4,403,436
---	-----------

Interest on long-term debt is accrued as a liability in the government-wide statements, but is not recognized in the governmental funds until due.	(62,326)
--	----------

Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore, are not reported in the funds. Long-term liabilities at year-end consist of:

Bonds payable	(4,602,207)
Obligations under capital leases	(17,051,152)
Certificates of participation payable	(100,101,000)
Liability for compensated absences (net of \$77,580 related to the internal service funds)	(42,554,964)

The deferred inflow in the fund statements is for grants that was not yet available under modified accrual, but is recorded as revenue in the Statement of Activities under full accrual.	813,773
---	---------

On the statement of net position, the District's proportionate share of the net pension liability of the cost-sharing defined benefit pension plans in which the District participates is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to pensions and other postemployment benefits plan are also reported in accordance with GASB Statement No. 68 and 75.

Net pension liability	(281,295,504)
Deferred outflows related to pensions	110,144,937
Deferred inflows related to pensions	(35,672,564)
Other postemployment healthcare benefits payable	(11,825,499)
Deferred outflows related to other post employment benefits plan	15,595,065
Deferred inflows related to other post employment benefits plan	(2,863,794)

Internal service funds are used by the District to charge the costs of certain activities such as insurance to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net position.	35,096,349
---	------------

Total net position of governmental activities	\$ 854,156,655
--	-----------------------

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2020

		Debt Service	
	General Fund	Other Debt Service	ARRA Economic Stimulus
Revenues			
Federal direct	\$ 414,791	\$ -	\$ 1,963,642
Federal through state and local	1,576,021	-	-
State sources	84,585,782	-	-
Local sources:			
Property taxes levied for operational purposes	347,920,617	-	-
Property taxes levied for capital projects	-	-	-
Sales tax collections	-	-	-
Charges for services	2,434,831	-	-
Impact fee collections	-	-	-
Other local revenue	9,787,215	60,299	2,948,130
Total revenues	446,719,257	60,299	4,911,772
Expenditures			
Current:			
Instruction	308,285,819	-	-
Student support services	26,446,974	-	-
Instructional media services	4,755,503	-	-
Instruction and curriculum development services	3,325,633	-	-
Instructional staff training services	1,495,280	-	-
Instruction related technology	5,205,543	-	-
Board	2,612,492	-	-
General administration	2,301,166	-	-
School administration	21,243,876	-	-
Facility services - non-capitalized	111,776	-	-
Fiscal services	1,944,932	-	-
Food services	98,151	-	-
Central services	6,794,925	-	-
Student transportation services	16,642,859	-	-
Operation of plant	41,235,684	-	-
Maintenance of plant	17,758,110	-	-
Administrative technology services	2,552,082	-	-
Community services	2,920,049	-	-
Capital outlay:			
Facilities acquisition and construction	-	-	-
Charter school local capital improvement	-	-	-
Other capital outlay	718,752	-	-
Debt service:			
Principal	-	22,213,157	-
Interest	-	2,179,121	2,125,484
Dues and fees	-	6,000	7,000
Miscellaneous	-	-	-
Total expenditures	466,449,606	24,398,278	2,132,484
Excess (deficiency) of revenues over (under) expenditures	(19,730,349)	(24,337,979)	2,779,288
Other financing sources (uses)			
Inception of capital leases	-	-	-
Face value of refunding bonds issued	-	-	-
Premium on refunding bonds	-	-	-
Loss recoveries	3,881	-	-
Transfers in	25,415,325	24,391,776	2,090,604
Transfers out	-	-	-
Total other financing sources (uses)	25,419,206	24,391,776	2,090,604
Net change in fund balances	5,688,857	53,797	4,869,892
Fund balance - beginning	81,155,318	1,198,559	23,608,957
Fund balance - ending	\$ 86,844,175	\$ 1,252,356	\$ 28,478,849

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

Capital Projects Funds			
Local Capital Improvement Tax	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 1,937,719	\$ 4,316,152
-	-	34,225,055	35,801,076
-	3,411,467	1,981,349	89,978,598
-	-	-	347,920,617
95,871,076	-	-	95,871,076
-	21,254,038	-	21,254,038
-	-	4,042,626	6,477,457
-	5,916,927	-	5,916,927
1,425,324	937,264	1,459,874	16,618,106
97,296,400	31,519,696	43,646,623	624,154,047
-	-	14,723,424	323,009,243
-	-	4,718,864	31,165,838
-	-	-	4,755,503
-	-	651,802	3,977,435
-	-	3,020,392	4,515,672
-	-	13,178	5,218,721
-	-	-	2,612,492
-	-	478,414	2,779,580
-	-	16,984	21,260,860
14,745,077	10,381,420	110,057	25,348,330
-	-	-	1,944,932
-	-	18,453,719	18,551,870
-	-	81,066	6,875,991
-	-	34,460	16,677,319
-	-	2,075	41,237,759
-	-	-	17,758,110
-	-	-	2,552,082
-	-	1,308,992	4,229,041
9,758,932	18,617,759	714,346	29,091,037
1,630,865	-	-	1,630,865
-	-	292,776	1,011,528
-	-	448,000	22,661,157
-	-	148,330	4,452,935
-	-	7,648	20,648
-	-	1,128,161	1,128,161
26,134,874	28,999,179	46,352,688	594,467,109
71,161,526	2,520,517	(2,706,065)	29,686,938
-	10,999,743	-	10,999,743
-	-	947,000	947,000
-	-	185,564	185,564
-	-	-	3,881
-	-	-	51,897,705
(48,645,129)	(3,252,576)	-	(51,897,705)
(48,645,129)	7,747,167	1,132,564	12,136,188
22,516,397	10,267,684	(1,573,501)	41,823,126
51,934,490	37,791,238	3,205,481	198,894,043
\$ 74,450,887	\$ 48,058,922	\$ 1,631,980	\$ 240,717,169

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Fiscal Year Ended June 30, 2020

Net change in fund balances - total governmental funds	\$	41,823,126
---	-----------	-------------------

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceed depreciation expense in the current period.

Capital Outlay	\$ 30,102,565	
Less, Depreciation Expense	(49,875,085)	
		(19,772,520)

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

(763,448)

Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.

State Board of Education Bonds Series 2020 issued	\$ (947,000)	
State Board of Education Bonds Series 2010A defeased	1,125,000	
Capital Leases Issued	(10,999,743)	
		(10,821,743)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount of repayments.

Certificates of Participation	\$ 12,005,000	
State School Bonds	448,000	
Capital Leases	10,208,157	
		22,661,157

Premiums on new debt issues and losses on debt refundings are reported when issued as expenditures and other financing sources in the governmental funds, but are deferred and amortized as expenses over the life of the debt in the statement of activities.

Unamortized Loss on Debt Refunding:		
Current Year	\$ 4,403,436	
Less, Prior Year	(5,298,451)	
Net Change in Deferred Loss on Refunding		(895,015)
Unamortized Premiums:		
Prior Year	\$ 879,812	
Less, Current Year	(593,511)	
Net Decrease in Revenue from Unamortized Premiums		286,301

The deferred inflow in the fund statements is for grants that was not yet available under modified accrual, but is recorded as revenue in the Statement of Activities under full accrual.

813,773

Interest on long-term debt is recognized as an expenditure in the governmental funds when due, but is recognized as interest accrues in the statement of activities.

Prior Year	\$ 74,165	
Less, Current Year	(62,326)	
Net Increase in Expenses from Accrued Interest Payable		11,839

In the statement of activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental funds expenditures are recognized based on the amounts actually paid for leave used. This is the net amount of vacation and sick leave earned in excess of the amount used in the current period, net of \$18,996 recorded in the internal service funds.

(3,857,899)

Internal service funds are used by management to charge the cost of insurance to individual funds. The net revenue of internal service funds is reported with governmental activities.

3,191,439

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

FRS Pension Contribution	\$ 18,583,462	
HIS Pension Contribution	4,593,454	
FRS Pension Expense	(45,710,567)	
HIS Pension Expense	(6,819,605)	
		(29,353,256)

The net change in the liability for postemployment healthcare benefits is reported in the government-wide statements, but not in the governmental fund statements

26,177,521

Change in net position of governmental activities

\$ 29,501,275

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
Federal direct	\$ 446,962	\$ 442,101	\$ 414,791	\$ (27,310)
Federal through state and local	1,943,672	1,422,940	1,576,021	153,081
State sources	82,810,498	84,585,782	84,585,782	-
Local sources:				
Property taxes levied for operational purposes	347,019,171	347,920,617	347,920,617	-
Charges for services	5,132,363	5,861,504	2,434,831	(3,426,673)
Other local revenue	8,696,308	6,291,747	9,787,215	3,495,468
Total revenues	<u>446,048,974</u>	<u>446,524,691</u>	<u>446,719,257</u>	<u>194,566</u>
Expenditures				
Current:				
Instruction	316,911,670	314,884,585	308,285,819	6,598,766
Student support services	32,398,092	26,682,556	26,446,974	235,582
Instructional media services	5,991,730	4,820,234	4,755,503	64,731
Instruction and curriculum development services	3,455,088	3,450,683	3,325,633	125,050
Instructional staff training services	1,511,365	1,715,539	1,495,280	220,259
Instruction related technology	5,619,619	5,301,673	5,205,543	96,130
Board	1,479,706	2,615,300	2,612,492	2,808
General administration	1,930,181	2,652,003	2,301,166	350,837
School administration	22,209,749	21,264,992	21,243,876	21,116
Facility services - non-capitalized	193,609	166,488	111,776	54,712
Fiscal services	2,232,829	2,088,679	1,944,932	143,747
Food services	53,960	101,368	98,151	3,217
Central services	6,820,644	8,047,610	6,794,925	1,252,685
Student transportation services	17,624,008	16,665,047	16,642,859	22,188
Operation of plant	38,167,336	41,296,708	41,235,684	61,024
Maintenance of plant	17,513,745	17,957,581	17,758,110	199,471
Administrative technology services	2,997,592	2,563,429	2,552,082	11,347
Community services	3,661,225	2,922,158	2,920,049	2,109
Capital outlay:				
Other capital outlay	-	718,752	718,752	-
Total expenditures	<u>480,772,148</u>	<u>475,915,385</u>	<u>466,449,606</u>	<u>9,465,779</u>
Deficiency of revenues under expenditures	<u>(34,723,174)</u>	<u>(29,390,694)</u>	<u>(19,730,349)</u>	<u>9,660,345</u>
Other financing sources				
Loss recoveries	-	-	3,881	3,881
Transfers in	29,907,601	30,054,101	25,415,325	(4,638,776)
Total other financing sources	<u>29,907,601</u>	<u>30,054,101</u>	<u>25,419,206</u>	<u>(4,634,895)</u>
Net change in fund balance	<u>\$ (4,815,573)</u>	<u>\$ 663,407</u>	<u>5,688,857</u>	<u>\$ 5,025,450</u>
Fund balance - beginning			<u>81,155,318</u>	
Fund balance - ending			<u>\$ 86,844,175</u>	

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Fund Net Position
Proprietary Funds
June 30, 2020

	Governmental Activities Internal Service Funds
Assets	
Current assets	
Cash and cash equivalents	\$ 19,770,979
Investments	40,596,970
Accounts receivable	86,818
Interest receivable	187,427
Deposits receivable	75,000
Due from other funds	350
Due from other agencies	21,940
Prepaid items	3,855
Total current assets	<u>60,743,339</u>
Total assets	<u>60,743,339</u>
Liabilities	
Current liabilities	
Accounts payable	3,965,400
Unearned revenue	9,356,817
Estimated insurance claims payable	<u>6,404,884</u>
Total current liabilities	<u>19,727,101</u>
Long-term liabilities	
Liability for compensated absences	77,580
Estimated insurance claims payable	<u>5,842,309</u>
Total long-term liabilities	<u>5,919,889</u>
Total liabilities	<u>25,646,990</u>
Net position	
Unrestricted	<u>35,096,349</u>
Total net position	<u><u>\$ 35,096,349</u></u>

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2020

	Governmental Activities Internal Service Funds
Operating revenues	
Charges for services	\$ 58,230,659
Other operating revenues	2,172,113
Total operating revenues	<u>60,402,772</u>
Operating expenses	
Salaries	415,561
Employee benefits	116,387
Purchased services	4,126,814
Materials and supplies	1,081
Insurance claims	54,226,548
Other	139,396
Total operating expenses	<u>59,025,787</u>
Operating income	1,376,985
Nonoperating revenues	
Investment income	<u>1,814,454</u>
Change in net position	3,191,439
Total net position - beginning	<u>31,904,910</u>
Total net position - ending	<u><u>\$ 35,096,349</u></u>

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2020

	Governmental Activities Internal Service Funds
Cash flows from operating activities	
Cash receipts from interfund services provided	\$ 59,436,043
Cash payments to suppliers	(4,287,559)
Cash payments to employees	(504,032)
Cash payments for insurance claims	(54,414,279)
Cash receipts from other operating revenues	2,032,717
Net cash provided by operating activities	<u>2,262,890</u>
Cash flows from investing activities	
Investment income received	1,276,583
Purchase of investments	(1,111,063)
Net cash provided by investing activities	<u>165,520</u>
Net increase in cash	2,428,410
Cash and cash equivalents - beginning of year	<u>17,342,569</u>
Cash and cash equivalents - end of year	<u><u>\$ 19,770,979</u></u>
Reconciliation of operating income to net cash provided by operating activities	
Operating income	\$ 1,376,985
Adjustments to reconcile operating income to net cash provided by operating activities:	
Change in assets and liabilities	
Decrease in accounts receivable	581,374
(Increase) in due from other funds	(350)
Decrease in due from other agencies	30,864
Decrease in prepaid items	10,748
(Decrease) in salaries and wages payable	(1,369)
(Decrease) in accounts payable	(159,664)
(Decrease) in due to other agencies	(109)
Increase in unearned revenue	505,719
Increase in liability for compensated absences	18,996
(Decrease) in estimated insurance claims payable	(100,304)
Total adjustments	<u>885,905</u>
Net cash provided by operating activities	<u><u>\$ 2,262,890</u></u>
Noncash investing, capital and financing activities:	
Net increase in fair value of investments	<u><u>\$ 563,270</u></u>

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2020

	Agency Funds School Internal Accounts
Assets	
Cash and cash equivalents	\$ 7,071,979
Accounts receivable, net of allowance of \$56,556	174,439
Inventories	364,046
Total assets	\$ 7,610,464
Liabilities	
Accounts payable and other	\$ 36,270
Internal accounts payable	7,574,194
Total liabilities	\$ 7,610,464

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

➤ **Reporting Entity**

The School Board of Sarasota County, Florida, (the "District") has direct responsibility for operation, control, and supervision of District schools and is considered a primary government for financial reporting. The Sarasota County School District is considered part of the Florida system of public education. The governing body of the school district is the Sarasota County District School Board (Board) that is composed of five elected members. The appointed Superintendent of Schools is the executive officer of the Board. Geographic boundaries of the District correspond with those of Sarasota County.

Criteria for determining if other entities are potential component units that should be reported within the District's basic financial statements are identified and described in the Governmental Accounting Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. The rationale for including charter schools in the District's financial statements is pursuant to Article VII, Section 9 of the Florida Constitution and Section 1002.33(9)(I), Florida Statutes, which provides that charter schools do not have the constitutional authority to levy taxes, making charter schools fiscally dependent on school districts. Because it may be misleading to exclude charter schools, GASB Sections 2100 and 2600 provide the option to consider charter schools as component units of school districts.

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

- **Blended Component Unit** The Financing Corporation for the School Board of Sarasota County (Corporation), was founded to facilitate financing for the acquisition of facilities and equipment as further discussed in Note 8. Due to the substantive economic relationship between the Board and the Corporation, the financial activities of the Corporation are included in the accompanying basic financial statements. Separate financial statements for the Corporation are not published.
- **Discretely Presented Component Units** The component units' columns in the government-wide financial statements include the financial data of the District's other component units. For financial reporting purposes, nine charter schools are included in the financial statements of the District as discretely presented component units. These schools operate under a charter approved by their sponsor, the Board. The component units are as follows:

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Island Village Montessori Charter School, Inc., Sarasota Suncoast Academy, Inc., Student Leadership Academy of Venice, Inc., Imagine School at North Port, Inc., Sarasota Military Academy, Inc., Sarasota School of Arts and Sciences, Inc., Sarasota Academy of the Arts, Inc., and Suncoast School for Innovative Studies, Inc., (charter schools) are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, and Section 1002.33, Florida Statutes. Imagine School at Sarasota, LLC, doing business as Imagine School at Palmer Ranch is organized as a limited liability company pursuant to Chapter 605, Florida Statutes, and Section 1002.33, Florida Statutes. The Board is responsible for the prudent use of the public funds received for providing an appropriate educational program for its targeted enrollment. The financial data reported on the accompanying statements was derived from the charter schools' audited financial statements for the fiscal year ended June 30, 2020. Audits of the charter schools for the fiscal year ended June 30, 2020, were conducted by independent certified public accountants and are filed at the District's administrative office at 1960 Landings Boulevard, Sarasota, FL 34231.

The District considered the two SKY Academy charter schools located in Venice and Englewood for inclusion as component units of the District. However, they are organized under an existing not-for-profit organization and are not legally separate entities but a division of the South County Family YMCA, Inc., and therefore, are excluded from the District's reporting entity. Another charter school, the State Collegiate School, operate under another governmental agency and therefore, is not included as a discretely presented component unit of the District.

➤ **Basis of Presentation**

Government-wide Financial Statements - Government-wide financial statements, including the statement of net position and the statement of activities, present information about the District as a whole. These statements include the nonfiduciary financial activity of the primary government and its component units.

Government-wide financial statements are prepared using the economic resources measurement focus. The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are thereby clearly identifiable to a particular function. Depreciation expenses are allocated to functions/programs of the primary government. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

particular program. Revenues that are not classified as program revenues are presented as general revenues, with certain exceptions.

The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

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

Fund Financial Statements - Fund financial statements report detailed information about the District in the governmental, proprietary, and fiduciary funds. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is reported in a separate column. Nonmajor funds are aggregated and reported in a single column. Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements. The District reports the following major governmental funds:

- General Fund - to account for all financial resources not required to be accounted for in another fund, and for certain revenues from the State that are legally restricted to be expended for specific current operating purposes.
- Debt Service – Other Debt Service Fund – to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs on the long-term certificates of participation and capital leases.
- Debt Service – ARRA Economic Stimulus Fund - to account for the accumulation of resources for, and the payment of, sinking fund, interest and related costs on the Certificates of Participation, 2010A Qualified School Construction Bonds.
- Capital Projects – Local Capital Improvement Tax Fund - to account for the financial resources generated by the local capital improvement tax levy to be used for educational capital outlay needs, including new construction, and renovation and remodeling projects.
- Capital Projects – Other Capital Projects Fund – to account for the financial resources such as sales tax proceeds, impact fees, and certificates of participation, which are used for capital outlay needs.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

- Internal Service Funds - to account for the District's individual self-insurance programs.
- Agency Funds - to account for resources of the school internal funds, which are used to administer moneys collected at the District's schools in connection with school, student athletic, class, and club activities.

➤ **Basis of Accounting**

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

The government-wide financial statements are prepared using the accrual basis of accounting, as are the proprietary funds and fiduciary funds financial statements. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized in the year for which they are levied.

Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are prepared using the modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Significant revenues susceptible to accrual include ad valorem taxes, reimbursable-type grants and interest on investments. The District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for Federal, State, and other grant resources, revenue is recognized at the time the expenditure is made.

Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, early retirement incentive payments, pensions, other postemployment benefits, and compensated absences, which are recognized when due. Allocations of cost, such as depreciation, are not recognized in governmental funds.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

➤ **Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

➤ **Deposits and Investments**

Cash balances from the majority of funds are pooled for investment purposes. Earnings from such investments are allocated to the respective funds based on applicable cash participation by each fund. The investment pools are managed such that all participating funds have the ability to deposit and withdraw cash as if they were demand deposit accounts, and therefore all balances representing participants' equity in the investment pools are classified as cash equivalents for purposes of these statements. For investments which are held separately from the pools, those which are highly liquid (including restricted assets) with an original maturity of 90 days or less are considered to be cash equivalents, except for investments held with paying agents. The amounts reported as cash and cash equivalents consist of cash in demand deposits; amounts placed with the State Board of Administration (SBA) in Florida PRIME, and amounts placed in Wells

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fargo Government Money Market Fund, Florida Public Assets for Liquidity Management (FL PALM) and the Florida Fixed Income Trust (FL FIT).

Cash deposits are held by banks qualified as public depositories under Florida law. All deposits are insured by the Federal Depositary Insurance Corporation and collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes. The statement of cash flows considers cash and cash equivalents as those accounts used as demand deposit accounts and all highly liquid investments with an original maturity of 90 days or less.

Investments consist of amounts placed in the SBA debt service accounts for investment of debt service moneys, with SBA for participation in the Florida PRIME investment pool created by Sections 218.405, Florida Statutes, and those made locally. The investment pool operates under investment guidelines established by Section 215.47, Florida Statutes.

The District's investments in Florida PRIME and the FL PALM, which the SBA and the FL PALM indicate are Securities and Exchange Commission Rule 2a7-like external investment pools, as of June 30, 2020, and operate as a qualifying external investment pool.

Investments held locally consist of money market mutual funds, commercial paper, corporate notes, United States Treasury notes and strips, and obligations of United States are reported at fair value. The District categorizes its fair value measurements within the fair value hierarchy established in accordance with generally accepted accounting principles. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are other observable inputs; Level 3 inputs are significant unobservable inputs. Types and amounts of investments held by the District at June 30, 2020 are further described in Note 3.

➤ **Inventories and Prepaid Items**

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories are stated at cost on a weighted average basis, except that United States Department of Agriculture donated foods are stated at their acquisition value as determined at the time of donation to the District's food service program by the Florida Department of Agriculture and Consumer Services, Bureau of Food Distribution. The costs of inventories are recorded as expenditures at the time individual inventory items are requisitioned for consumption.

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. The purchase method is used to account for prepaid items.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

➤ **Capital Assets**

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported in the government-wide statement of net position but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$1,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Donated assets are recorded at acquisition value at the date of donation. Capital assets shall be depreciated over their estimated useful lives unless they are inexhaustible (i.e. land and land improvements) or construction in progress. Land improvements consist of betterments, site preparation and site improvements that ready land for its intended use. Land improvements are characterized as having an unlimited life and are therefore not depreciated.

The costs of normal maintenance and repairs that does not add to the value of the asset or materially extends the assets lives are not capitalized. Interest costs incurred during construction of capital assets are not considered material and are not capitalized as part of the cost of construction.

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

<u>Description</u>	<u>Estimated Lives</u>
Improvements Other than Buildings	5-40 years
Buildings and Fixed Equipment	10-50 years
Furniture, Fixtures and Equipment and Audio Visual Materials	3-15 years
Motor Vehicles	5-10 years
Equipment Under Capital Leases	4-6 years
Computer Software	5-10 years

Changes in capital assets for the current year are further described in Note 5.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

➤ **Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate section, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense until then. The District has three types of items that meet this criterion - those related to the loss on refunding which is the difference between reacquisition price and net carrying amount of old debt, those related to pension plans which are further discussed in Note 18, State Retirement Programs and those related to OPEB as further discussed in Note 19.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate section *Deferred Inflows of Resources*, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District has two types of items that meet this criterion - those related to pension plans which are further discussed in Note 18, State Retirement Programs and those related to OPEB as further discussed in Note 19. In addition at the fund level the District had \$813,773 of grant revenues that were measurable, but not currently available.

➤ **Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employee's right to receive compensation is attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method.

The liability is based on the sick leave accumulated at June 30th by those employees who are currently eligible to receive termination payments and those employees for whom it is probable that they will become eligible to receive termination benefits in the future. The criteria for determining the vacation and sick leave liability is derived from Board policy, negotiated agreements, and State law.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, only the amount payable to employees who terminated their employment as of the end of the fiscal year is reported. The liability at year-end includes salary related payments such as Social Security, Medicare and FRS contributions.

Changes in compensated absences liability for the current year are further described in Note 11.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

➤ **Long-Term Debt**

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

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

Changes in long-term debt obligations for the current year are further described in Note 11.

➤ **Other Postemployment Benefits (OPEB)**

OPEB is reported in the government-wide financial statements. The District subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the OPEB Plan on average than those of active employees. The OPEB Plan is financed on a pay-as-you-go basis. Additional OPEB information is further described Note 19.

➤ **Pensions**

In the government-wide statement of net position, liabilities are recognized for the District's proportionate share of each pension plan's net pension liability. 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 FRS defined benefit plan and the HIS defined benefit plan and additions to/deductions from the FRS and the HIS fiduciary net position have been determined on the same basis as they are reported by the FRS and the HIS plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value. The

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

District's retirement plans and related amounts are further described in Note 18.

➤ **State Revenue Sources**

Significant revenues from State sources for current operations include the Florida Education Finance Program administered by the Florida Department of Education (Department) under the provisions of Section 1011.62, Florida Statutes.

In accordance with this law, the District determines and reports the number of full-time equivalent (FTE) students and related data to the Department. The Department performs certain edit checks on the reported number of FTE and related data, and calculates the allocation of funds to the District. The District is permitted to amend its original reporting during specified time periods following the date of original reporting. Such amendments may impact funding allocations for subsequent years. The Department may also adjust subsequent fiscal period allocations based upon an audit of the District's compliance in determining and reporting FTE and related data. Normally, such adjustments are treated as reductions or additions of revenue in the year when the adjustments are made.

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

The State allocates gross receipts taxes, generally known as Public Education Capital Outlay money, to the District on an annual basis. The District is authorized to expend these funds only upon applying for and receiving an encumbrance authorization from the Department. Accordingly, the District recognizes the allocation of Public Education Capital Outlay funds as advanced revenue until such time as an encumbrance authorization is received.

A schedule of revenue from State sources for the 2019-20 fiscal year is further described in Note 16.

➤ **District Property Taxes**

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The Board adopted the 2019 tax levy on September 10, 2019. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4 percent for early payment.

Taxes become a lien on the property on January 1, and are delinquent on April 1, of the year following the year of assessment. State law provides for enforcement of collection of personal property taxes by seizure of the property to satisfy unpaid taxes, and for enforcement of collection of real property taxes by the sale of interest bearing tax certificates to satisfy unpaid taxes. The procedures result in the collection of essentially all taxes prior to June 30 of the year following the year of assessment.

Property tax revenues are recognized in the government-wide financial statements when the Board adopts the tax levy. Property tax revenues are recognized in the governmental fund financial statements when taxes are received by the District, except that revenue is accrued for taxes collected by the Sarasota County Tax Collector at fiscal year-end but not yet remitted to the District.

Millage rates and taxes levied for the current year are further described in Note 17.

➤ **School Capital Outlay Surtax (Local Sales Tax)**

The citizens of Sarasota County on November 4, 1997, approved a one-cent sales tax authorized under Section 212.055(6), Florida Statutes. The Board receives one-fourth of the one-cent sales tax. The surtax levy commenced on September 1, 1999, and remained in effect for a period of 10 years through 2009. The voters of Sarasota County approved the continuation of this tax effective September 1, 2009, which remains in effect for a period of 15 years through 2024.

➤ **Federal Revenue Sources**

The District receives Federal awards for the enhancement of various educational programs. Federal awards are generally received based on applications submitted to, and approved by, various granting agencies. For Federal awards in which a claim to these grant proceeds is based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

2. BUDGETARY COMPLIANCE AND ACCOUNTABILITY

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

- Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and SBE rules.
- Appropriations are controlled at the function level within each fund (e.g., instruction, student support services, and school administration) and may be amended by resolution at any Board meeting prior to the due date for the annual financial report.
- Budgets are prepared using the same modified accrual basis as is used to account for governmental funds.
- Budgetary information is integrated into the accounting system and, to facilitate budget control, budget balances are encumbered when purchase orders are issued.
- Appropriations lapse at fiscal year-end and encumbrances outstanding are honored from the subsequent year's appropriations.
- The reported budgetary data consists of the original budget as well as the final appropriated budget after amendments approved by the Board.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

3. INVESTMENTS

- The District's investment policy authorizes the following investments:
 - Savings accounts
 - Certificates of deposits
 - Intergovernmental investment pools
 - Money market mutual funds
 - State and/or local government taxable and/or tax-exempt debt
 - Securities of the United States Government including obligations of the United States Treasury
 - United States Government agencies
 - Federal Instrumentalities
 - Mortgage-Backed Securities
 - Repurchase agreements
 - Commercial paper
 - Corporate notes
 - Bankers' acceptances

- Investments are reported at fair value other than those using the Net Asset Value ("NAV") or amortized cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value determinations, other than those measured using the "NAV" as a practical expedient, are made based upon a hierarchy that prioritizes the inputs to valuation techniques. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).
 - Level 1 - Inputs are unadjusted quoted prices for identical assets or liabilities in active markets that the District has the ability to access.
 - Level 2 - Inputs include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.
 - Level 3 - Inputs to the valuation methodology are unobservable inputs in situations where there is little or no market activity for the asset or liability, and the reporting entity makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

3. INVESTMENTS (continued)

- “NAV” - Investments in Florida Public Assets for Liquidity Management (FL PALM) represent \$935,226 and Florida Fixed Income Trust (FL FIT) represents \$55,677,104 in pooled investment programs (the “Program”). No specific investments are assigned to the District, rather the value of the District’s investment is equal to the total fund net asset value times the District’s units as a percentage of total units outstanding.

Any dividends or interest of the Program are reinvested. In addition, the District may withdraw either a portion of or its entire investment at any time in the Program. The District investment in The Wells Fargo Government Money Market Fund may not be withdrawn. There were no unfunded commitments related to the Program as of June 30, 2020.

- Amortized Cost - Florida PRIME is a 2a7-like pool, which is not registered with the SEC as an investment company, but nevertheless has a policy that it will, and does, operate as a qualifying external investment pool. Thus, this pool operates essentially as a money market fund. Florida PRIME has a Standard & Poor’s rating of AAAM at June 30, 2020, and is recorded at amortized cost.

The asset’s or liability’s fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. While the District believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different estimate of fair value at the reporting date.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

3. INVESTMENTS (continued)

At June 30, 2020, the District had the following investments:

			Fair Value Measurement Using		
	Maturities	6/30/2020	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level					
SBA-Debt Service Accounts	6 Months	\$ 65,576	\$ 65,576	\$ -	\$ -
Obligations of US Agencies and Instrumentalities	May 2022-Sept 2031 ⁽³⁾	6,075,621	-	6,075,621	-
Federal Agency Notes	Nov 2022-June 2023	6,787,359	-	4,349,910	2,437,449
United States Treasury Strip	5/15/2027 ⁽⁴⁾	26,553,535	-	26,553,535	-
United States Treasury Notes	Sept 2021-May 2023	32,130,980	-	32,130,980	-
Municipal Bonds	Apr 2021-July 2023	713,598	-	713,598	-
Supra-Natl Agency Bond/Note	Apr 2022-May 2023	2,047,089	-	2,047,089	-
Corporate Notes	July 2019-June 2022	14,676,957	-	14,676,957	-
Asset-Backed Securities	Dec 2022-Jan 2024	2,978,705	-	2,978,705	-
Total investments by fair value level		92,029,420	\$ 65,576	\$ 89,526,395	\$ 2,437,449
Instruments measured at the net asset value (NAV)					
Wells Fargo Govt. Money Market	38 Day Average ⁽¹⁾⁽²⁾	15,674,166			
FL Fixed Income Trust (FL FIT)	101 Day Average ⁽¹⁾	55,677,104			
FL Public Assets for Liquidity Management (FL PALM)	53 Day Average ⁽¹⁾	935,226			
Total Investments measured at NAV		72,286,496			
Investments at amortized cost					
SBA-Florida PRIME	53 Day Average ⁽¹⁾	167,303,200			
Total Investments		\$ 331,619,116			

⁽¹⁾ Investments are reported as cash equivalents.

⁽²⁾ Includes cash totaling \$877 held under a paying agent agreement for investment purposes for the 2010A Qualified School Construction Bonds (See Note 8).

⁽³⁾ Includes FNMA Discount Note totaling \$1,252,186 held under a paying agent agreement for the Qualified Zone Academy Bonds (See Note 9).

⁽⁴⁾ Investment held under a paying agent agreement for the 2010 A Qualified School Construction Bonds (See Note 8).

➤ **Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Section 218.415, Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they come due. The District has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses from increasing interest rates. See table under concentration of credit risk for further detail on investment maturities.

Florida PRIME had weighted average days to maturity (WAM) of 53 days, FL PALM had a WAM of 53 days and FL FIT had a WAM of 101 days at

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

3. INVESTMENTS (continued)

June 30, 2020. A *portfolio's* WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating rate instruments. WAM measures the sensitivity of the portfolio to interest rate changes.

➤ **Credit Risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Section 218.415(17), Florida Statutes, limits investments in money market funds to Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency; Florida PRIME or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act as provided in Section 163.01, Florida Statutes; and investments in interest-bearing time deposits to qualified public depositories, as defined in Section 280.02, Florida Statutes; and direct obligations of the United States Treasury.

The District's investments in the SBA Debt Service Accounts are to provide for debt service payments on bond debt issued by the SBE for the benefit of the District. The District relies on policies developed by SBA for managing interest rate risk and credit risk on this account. Disclosures for the Debt Service Accounts are included in the notes to financial statements of the State's Comprehensive Annual Financial Report.

As of June 30, 2020, the District's investments in the Florida PRIME, the Wells Fargo Government Money Market Fund, and the FL PALM were rated AAAm by Standard & Poor's.

Obligations of United States Agencies and Instrumentalities totaling \$6,075,621, Federal Agency Notes of \$6,787,359 and United States Treasury Notes totaling \$32,130,980 were rated AA+ by Standard & Poor's.

Corporate notes ratings ranged from AAA to BBB- by Standard & Poor's and Asset-Backed Securities and Supra-National Agency Bond/Notes were rated AAA by Standard & Poor's.

The District's investment in Obligations of United States Agencies and Instrumentalities – FNMA Discount Note totaling \$1,252,186 is authorized under a forward delivery agreement with the Qualified Zone Academy Bonds paying agent. The forward delivery agreement authorizes the investment of the sinking fund amounts in certain eligible securities, including, without limitation, the Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corporation and Federal Farm Credit Banks. The eligible securities must have a maturity date that is on or before November 16, 2020.

The FL FIT were rated AAa/S1 by Fitch.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

3. INVESTMENTS (continued)

The District's investment in United States Treasury Strips authorized under the supplemental trust agreement for the 2010A Qualified School Construction Bonds. The agreement authorizes the investment of the sinking fund amounts in certain eligible securities, including, without limitation, U.S. Treasury Strips and Notes and the Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corporation and Farm Credit Banks. The eligible securities must have a maturity date that is on or before June 15, 2027. Disclosure of credit risk is not required for the District's investment in a United States Treasury Strip.

➤ **Custodial Credit Risk**

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

Section 218.415(18), Florida Statutes, requires the District to earmark all investments and 1) if registered with the issuer or its agents, the investment must be immediately placed for safekeeping in a location that protects the governing body's interest in the security; 2) if in book entry form, the investment must be held for the credit of the governing body by a depository chartered by the Federal Government, the State of Florida (State), or any other state or territory of the United States which has a branch or principal place of business in this State, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in this State, and must be kept by the depository in an account separate and apart from the assets of the financial institution; or 3) if physically issued to the holder but not registered with the issuer or its agents, must be immediately placed for safekeeping in a secured vault. The District's investment policy addresses custodial credit risk in that all securities, with the exception of certificates of deposit, are held with a third-party custodian; and all securities purchased by and all collateral obtained by the District should be properly designated as an asset of the District. The securities must be held in an account separate and apart from the assets of the financial institution.

The District's \$1,252,186 investment in a FNMA discount note and the District's \$26,553,535 investment in the U.S. Treasury Strip were held in a custody account by the paying agent.

➤ **Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District has a formal policy that limits the amount the District may invest in any one issuer.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

3. INVESTMENTS (continued)

The below table reflects the District's investment policy minimum rating requirements, maturity limits, maximum investment allocation limits and maximum single issuer limits by investment security type:

Security Type	Minimum Rating Requirement	Maturity Limits	Maximum Allocation Limit	Maximum Issuer Limit
United States Government Securities	N/A	5 Years	100%	N/A
United States Government Agencies (full faith and credit of the United States Government)	N/A	5 Years	50%	25%
Federal Instrumentalities (United States Government Sponsored Enterprises ("GSE") which are non-full faith and credit).*	N/A	5 Years	80%	40%
Mortgage-Backed Securities (MBS) *	N/A	5 Years	20%	15%
Non-Negotiable Interest Bearing Time Certificates of Deposit	N/A	1 Years	50%	25%
Repurchase Agreements	N/A	60 Days	50%	25%
Commercial Paper	P-1/A-1	270 Days	25%	15%
Corporate Notes	Single "A" category by two NRSROs	5 Years	25%	5%
Bankers' Acceptances	P-1/A-1	180 Days	35%	20%
State and/or Local Government Taxable and/or Tax-Exempt Debt	Single "A" category by two NRSROs	5 Years	20%	10%
Registered Investment Companies (Money Market Mutual Funds)	AAAm	N/A	50%	25%
Intergovernmental Investment Pool	AAA	N/A	25%	N/A
Florida PRIME	AAAm	N/A	75%	N/A

*The combined total of available funds invested in Federal Instrumentalities and Mortgage - Backed Securities cannot be more than 80%.

NRSRO - Nationally Recognized Statistical Rating Organization

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

4. RECEIVABLES

The majority of receivables are due from other agencies. These receivables and the remaining accounts receivable are considered to be fully collectible. As such, no allowance for uncollectible amounts is accrued.

All receivable balances are expected to be received within the subsequent year.

Due from other agencies at June 30, 2020, are shown below:

Florida Department of Education	\$ 4,458,877
Internal Revenue Service	981,821
Agency For Health Care Administration	829,271
Florida Department of Agriculture	366,325
Sarasota County Government	258,571
City of Sarasota	148,652
Sarasota County Tax Collector	104,207
Sarasota County Libraries	97,859
State of Florida	39,252
SWFWMD Grant	33,667
University of South Florida	25,079
University of Florida	24,864
Sarasota County Sheriff	23,890
Florida Retirement System	21,940
US Department of Education	20,677
JROTC Navy	19,099
Sarasota County Fire Department	15,617
Manatee County School Board	13,320
City of Venice	8,128
Barancik Foundation	7,723
Imagine School North Port	6,982
Nokomis Fire Department	5,914
Florida Virtual Schools	5,000
NOAA	4,118
Florida Department of Health	2,074
National Endowment for the Arts	824
US Department of Agriculture	19
	\$ 7,523,770

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

5. CHANGES IN CAPITAL ASSETS

Changes in capital assets are presented in the table below.

	Balance 7/1/2019	Additions	Deletions	Balance 6/30/2020
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated:				
Land	\$ 36,942,046	\$ -	\$ -	\$ 36,942,046
Land Improvements	78,828,986	-	-	78,828,986
Construction in Progress	32,667,476	5,473,950	31,648,209	6,493,217
Total Capital Assets Not Being Depreciated	148,438,508	5,473,950	31,648,209	122,264,249
Capital Assets Being Depreciated:				
Improvements Other Than Buildings	82,803,391	6,482,056	-	89,285,447
Buildings and Fixed Equipment	1,068,607,363	32,951,617	610,336	1,100,948,644
Furniture, Fixtures, and Equipment and				
Audio Visual Materials	59,486,065	2,899,105	3,260,752	59,124,418
Motor Vehicles	37,853,692	2,893,286	661,998	40,084,980
Equipment Under Capital Leases	31,962,701	10,999,742	9,804,168	33,158,275
Computer Software	12,427,195	51,018	-	12,478,213
Total Capital Assets Being Depreciated	1,293,140,407	56,276,824	14,337,254	1,335,079,977
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	(44,577,331)	(3,671,195)	-	(48,248,526)
Buildings and Fixed Equipment	(346,604,293)	(26,122,978)	599,761	(372,127,510)
Furniture, Fixtures, and Equipment and				
Audio Visual Materials	(37,780,246)	(5,701,672)	2,507,880	(40,974,038)
Motor Vehicles	(24,899,250)	(2,924,485)	661,997	(27,161,738)
Equipment Under Capital Leases	(16,185,477)	(10,235,239)	9,804,168	(16,616,548)
Computer Software	(7,581,414)	(1,219,516)	-	(8,800,930)
Total Accumulated Depreciation	(477,628,011)	(49,875,085)	13,573,806	(513,929,290)
Total Capital Assets Being Depreciated, Net	815,512,396	6,401,739	763,448	821,150,687
Governmental Activities Capital Assets, Net	\$ 963,950,904	\$ 11,875,689	\$ 32,411,657	\$ 943,414,936

The class of property under capital leases is presented in Note 7.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

5. CHANGES IN CAPITAL ASSETS (continued)

Depreciation expense was charged to functions as follows:

<u>Function</u>	<u>Amount</u>
GOVERNMENTAL ACTIVITIES	
Instruction	\$ 43,193,689
Student Support Services	85,519
Instructional Media Services	15,147
Instruction and Curriculum Development Services	234
Instructional Staff Training Services	6,372
Instructional Related Technology	46,593
General Administration	164,364
School Administration	49,066
Facility Services - non capitalized	2,548,948
Food Services	157,869
Central Services	330,700
Student Transportation Services	2,935,978
Operation of Plant	208,856
Maintenance of Plant	120,022
Administrative Technology Services	4,782
Community Services	6,946
Total Depreciation Expense - Governmental Activities	<u><u>\$ 49,875,085</u></u>

6. ACCOUNTS PAYABLE AND OTHER CURRENT LIABILITIES

Accounts payable and other current liabilities at June 30, 2020, are shown below:

Salary and Wages Payable	\$ 21,765,877
Payroll Deductions and Withholdings Payable	1,192,643
Accounts Payable	6,912,783
Sales Tax Payable	97
Construction Contracts Payable	2,151,171
Deposits Payable	<u>8,350</u>
	<u><u>\$ 32,030,921</u></u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

7. OBLIGATIONS UNDER CAPITAL LEASES

The class and amount of property being acquired under capital leases are as follows:

<u>Asset Description</u>	<u>Asset Balance</u>
Equipment:	
Copier Equipment	\$ 758,153
Computer Equipment	32,400,122
Capital Leases	<u>33,158,275</u>
Less: Accumulated Depreciation	<u>(16,616,548)</u>
Capital Leases, net	<u><u>\$ 16,541,727</u></u>

Future minimum capital lease obligations and the present value of the minimum lease payments as of June 30 are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Total</u>
2021	\$ 8,638,353
2022	5,805,141
2023	3,118,442
2024	<u>320,649</u>
Total minimum lease payments	17,882,585
Less interest	<u>(831,433)</u>
Present value of minimum payments	<u><u>\$ 17,051,152</u></u>

The imputed interest rates range from 3.46 to 4.85 percent.

8. CERTIFICATES OF PARTICIPATION PAYABLE

The District entered into a financing arrangement on March 25, 2009. This arrangement was characterized as a lease-purchase agreement, with the Corporation whereby the District secured financing of various educational facilities in the amount of \$75,625,000. The financing was accomplished through the issuance of Certificates of Participation, Series 2009, to be repaid from the proceeds of rents paid by the District.

The District also entered into a financing arrangement on September 1, 2010. This arrangement was characterized as a lease-purchase agreement in the form of Qualified School Construction Bonds, with the Corporation whereby the District secured financing of various education facilities and equipment in the amount of \$43,026,000. The Qualified School Construction Bond financing was accomplished through the issuance of Certificates of Participation, Series 2010A, to be repaid from the proceeds of rents paid by the District.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

8. CERTIFICATES OF PARTICIPATION PAYABLE (continued)

Qualified School Construction Bonds provide for a refundable credit from the United States Department of Treasury in accordance with Section 6431(f) of the Internal Revenue Code of 1986, as amended, equal to the lesser of the amount of interest payable with respect to the Certificates on such date or the amount of interest which would have been payable with respect to the Certificates on such date if such interest were determined at the tax credit rate otherwise applicable to such Certificates in accordance with the Code. The tax credit rate set by the Department on August 30, 2010 was 4.85 percent. This interest rate credit will be paid to the District with respect to the Certificates (the "Subsidy Payment").

Lease principal payments in the amount of \$1,924,437 are required to be deposited by the District into a sinking fund on an annual basis, and interest at the rate of 4.94 percent is paid semiannually. Sinking fund proceeds are invested and accumulate over the life of the issue, ending in a lump sum repayment to the leaseholders at maturity. The annual principal lease payment is adjusted as required based upon final investment earnings.

The District also entered into a financing arrangement on September 16, 2010. This arrangement was characterized as a lease-purchase agreement, with the Corporation whereby the District secured financing of various education facilities in the amount of \$70,070,000. The financing was accomplished through the issuance of Certificates of Participation, Series 2010B, to be repaid from the proceeds of rents paid by the District.

On April 28, 2016 the District entered into a financing arrangement (School Board of Sarasota County, Florida - Certificates of Participation, Series 2016), whereby the District advanced refunded the callable portions of the Series 2009 and Series 2010-B Certificates of Participation in the amount of \$68,365,000. The proceeds from the Series 2016 issue have been placed in escrow to pay the lease payments on the refunded certificates until the call dates of July 1, 2020 for the Series 2009 and July 1, 2020 for the Series 2010-B. The District was able to achieve \$3,857,154 of net present value debt service savings or 6.46% of the refunded par amount. This equates to approximately \$450,000 of annual savings through July 1, 2024 and \$183,000 on July 1, 2025. The lease payments for the Series 2016 issue are payable by the District semiannually on June 15 and December 15 at a fixed interest rate of 1.74%.

The District does not have any outstanding or unused lines of credit.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

8. CERTIFICATES OF PARTICIPATION PAYABLE (continued)

As a condition of the above financing arrangements, the District has given a ground lease on District property to the Corporation with a rental fee of \$10 per year. The 2010A and 2010B leases have an original term extending to the date that the Certificates of Participation are paid, prior to July 1, 2020 for the 2010B certificates, and prior to July 1, 2027 for the 2010A certificates. The 2016 refunding (2009 and 2010B) have a term extending to the date the Certificates of Participation are paid, prior to July 1, 2027. If the District fails to provide for the rent payment through to term, the District may be required to surrender the sites and financed improvements to the Corporation.

The District properties included in the ground lease under this arrangement include:

Series 2009 Certificates of Participation (Paid off during 2020)

Atwater Elementary School
Sarasota County Technical Institute

Series 2010A Certificate of Participation (Qualified School Construction Bonds)

Booker High School

Series 2010B Certificates of Participation

Booker High School
Venice High School

The lease payments are payable by the District semiannually, on July 1 and January 1, with interest rates ranging from 1.74 to 4.94 percent. The following is a schedule by years of future minimum lease payments as of June 30:

Fiscal Year Ending June 30:	Direct Borrowing		Total
	Series 2010A Lease	Series 2016 Refunding	
2021	\$ 2,125,485	\$ 13,368,105	\$ 15,493,590
2022	2,125,485	13,372,780	15,498,265
2023	2,125,485	13,373,627	15,499,112
2024	2,125,485	13,370,646	15,496,131
2025	2,125,485	6,363,837	8,489,322
2026-2027	47,276,970	-	47,276,970
Total Minimum Lease Payments	57,904,395	59,848,995	117,753,390
Less: Interest	(14,878,395)	(2,773,995)	(17,652,390)
Total Certificates of Participation	<u>\$ 43,026,000</u>	<u>\$ 57,075,000</u>	<u>\$ 100,101,000</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

9. BONDS PAYABLE

Bonds payable at June 30, 2020, are as follows:

<u>Bond Type</u>	<u>Amount Outstanding</u>	<u>Interest Rates (Percent)</u>	<u>Annual Maturity To</u>
State School Bonds:			
Series 2011-A	\$ 215,000	3.00-5.00	2023
Series 2014-A	325,000	5.00	2024
Series 2017-A	1,222,000	3.00-5.00	2028
Series 2020-A	947,000	2.00-5.00	2030
District Revenue Bonds:			
Qualified Zone Academy Bonds	1,299,696		2021
Subtotal	<u>4,008,696</u>		
Add: Unamortized Premium on Debt	<u>593,511</u>		
Total Bonds Payable	<u><u>\$ 4,602,207</u></u>		

The various bonds were issued to finance capital outlay projects of the District.

The following is a description of the bonded debt issues:

➤ **State School Bonds**

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

9. BONDS PAYABLE (continued)

Annual requirements to amortize all bonded debt outstanding as of June 30, 2020, are as follows:

Fiscal Year Ending June 30:			
State School Bonds	Total	Principal	Interest
2021	\$ 476,276	\$ 350,000	\$ 126,276
2022	487,400	377,000	110,400
2023	502,950	410,000	92,950
2024	431,540	355,000	76,540
2025	339,790	281,000	58,790
2026-2030	1,047,270	936,000	111,270
Total	\$ 3,285,226	\$ 2,709,000	\$ 576,226

➤ **Qualified Zone Academy Bonds**

The District entered into a purchase contract dated November 1, 2005, under the Qualified Zone Academy Bonds (QZAB) Program. The QZAB program provides no interest cost financing to purchase certain goods or services for schools located in eligible District areas (zones). The District received financing of \$1,299,696 from a local bank on November 16, 2005. Interest on the debt is paid by the United States Government through the issuance of Federal income tax credits to the holder of the QZAB debt (the bank). The rate of return to the bank was established by the United States Government at the time of the sale.

Repayment of the original \$1,299,696 financing proceeds is due in full on November 16, 2021. In connection with the financing, the District entered into a forward delivery agreement dated November 16, 2005, requiring a single deposit of \$726,519 into a sinking fund. The forward delivery agreement provides for a guaranteed investment return of 3.67 percent per annum whereby the required deposit, along with accrued interest, will be sufficient to repay the debt at maturity. The invested assets accumulated pursuant to the forward delivery agreement are held under a custodial agreement until the debt matures. There is \$1,252,186 in this sinking fund at June 30, 2020.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

10. DEFEASED DEBT

In prior years, the Board defeased in substance certain outstanding bonds by placing a portion of the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old debt. Accordingly, the trust account assets and the liability for the in-substance defeased bonds are not included in the District's financial statements. As of June 30, 2020, the District does not have any debt considered defeased in substance.

11. CHANGES IN LONG-TERM LIABILITIES

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

Description	Balance 7/1/2019	Additions	Deductions	Balance 6/30/2020	Due in One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable	\$ 5,175,082	\$ 1,132,564	\$ 1,705,439	\$ 4,602,207	\$ 350,000
Obligations Under Capital Leases	16,259,566	10,999,743	10,208,157	17,051,152	8,131,004
Certificates of Participation Payable	112,445,426	-	12,344,426	100,101,000	12,375,000
Liability for Compensated Absences	38,755,649	11,733,222	7,856,327	42,632,544	8,644,667
Estimated Insurance Claims Payable	12,347,497	54,126,244	54,226,548	12,247,193	6,404,884
Other Postemployment Benefits Payable	35,627,469	15,724,270	39,526,240	11,825,499	-
Net Pension Liability (A)					
Florida Retirement System	167,778,194	132,068,080	107,461,286	192,384,988	-
Health Insurance Subsidy	83,424,226	35,177,975	29,691,685	88,910,516	1,508,557
Total Governmental Activities	<u>\$ 471,813,109</u>	<u>\$ 260,962,098</u>	<u>\$ 263,020,108</u>	<u>\$ 469,755,099</u>	<u>\$ 37,414,112</u>

(A) Total Net Pension Liability as of June 30, 2020 is \$281,295,504.

For the governmental activities, compensated absences, early retirement incentive, pensions, and other postemployment benefits are generally liquidated with resources of the General Fund. The estimated insurance claims are generally liquidated with resources of the internal service funds as discussed in Note 20.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

12. DEFERRED OUTFLOW / INFLOW OF RESOURCES

The components of deferred inflow and outflow are:

Governmental Activities:

	Beginning Balance	Change	Ending Balance
Pension Related Deferred Outflows			
Florida Retirement System	\$ 94,983,224	\$ (8,828,069)	\$ 86,155,155
Health Insurance Subsidy	24,181,988	(192,206)	23,989,782
Total	<u>119,165,212</u>	<u>(9,020,275)</u>	<u>110,144,937</u>
Other Deferred Outflows			
Deferred Amount on Refunding	5,298,451	(895,015)	4,403,436
Other Postemployment Benefits	13,731,546	1,863,519	15,595,065
Total	<u>19,029,997</u>	<u>968,504</u>	<u>19,998,501</u>
Total Deferred Outflows	<u>\$ 138,195,209</u>	<u>\$ (8,051,771)</u>	<u>\$ 130,143,438</u>
Pension Related Deferred Inflows			
Florida Retirement System	\$ (27,412,340)	\$ 6,307,758	\$ (21,104,582)
Health Insurance Subsidy	(18,020,327)	3,452,345	(14,567,982)
Total	<u>(45,432,667)</u>	<u>9,760,103</u>	<u>(35,672,564)</u>
Other Postemployment Benefits Deferred Inflows	<u>(3,375,826)</u>	<u>512,032</u>	<u>(2,863,794)</u>
Total	<u>(3,375,826)</u>	<u>512,032</u>	<u>(2,863,794)</u>
Total Deferred Inflows	<u>\$ (48,808,493)</u>	<u>\$ 10,272,135</u>	<u>\$ (38,536,358)</u>
Fund Activities:			
Deferred Inflows of Resources:			
Unavailable revenue	<u>\$ -</u>	<u>\$ 813,773</u>	<u>\$ 813,773</u>

13. FUND BALANCE REPORTING

There are two major types of fund balances, nonspendable and spendable. Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of this classification are prepaid items, inventories (except for inventories in the Food Service fund as proceeds from the sales of these inventories are restricted), and principal (corpus) of an endowment fund. The District does not have any nonspendable funds related to endowments. The District has inventories totaling \$807,998 and prepaid items totaling \$11,011,331 that are considered nonspendable.

Spendable fund balances are classified based on a hierarchy of spending constraints. The District has classified the spendable fund balances as *Restricted*, *Assigned*, and *Unassigned* and considered each to have been spent when expenditures are incurred. The District does not report any *Committed* fund balance. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

13. FUND BALANCE REPORTING (continued)

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

- Restricted: The portion of fund balance on which constraints have been placed by creditors, grantors, contributors, laws or regulations of other governments, constitutional provisions, or enabling legislation. Restricted fund balance places the most binding level of constraint on the use of fund balance. The District classifies most of its fund balances other than General Fund as restricted, as well as unspent State categorical and earmarked education funding that are legally or otherwise restricted. The District's restricted fund balance total is \$160,938,405 and represents \$7,042,381 for categorical programs; \$113,151 for grants; \$491,782 for food service; \$29,795,659 for debt service; and \$123,495,432 for capital projects.
- Committed: The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the highest level of decision-making authority (i.e., resolution that is approved by a majority vote of the Board at a public meeting).

These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same action it employed to previously commit the amounts. The District does not report any committed fund balance.

- Assigned: The portion of fund balance that is intended to be used for specific purposes, but is neither restricted nor committed. Assigned amounts include those that have been set aside for a specific purpose by an authorized government body or official, but the constraint imposed does not satisfy the criteria to be classified as restricted or committed. This category includes any remaining positive amounts, for governmental funds other than the General Fund, not classified as nonspendable, restricted, or committed. The District also classifies amounts as assigned that are constrained to be used for a specific purpose based on actions of the Superintendent and the Chief Financial Officer as authorized by Board Policy 7.101 and not included in other categories. The District's assigned fund balance total is \$10,664,286 and represents \$8,312,819 in district projects and \$2,351,467 school operating budget carryforwards.
- Unassigned: The portion of fund balance that is the residual classification for the General Fund. The General Fund is the only fund that reports a positive unassigned fund balance. This balance represents amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned for specific purposes. The unassigned fund balance in the General Fund is \$57,295,149.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

13. FUND BALANCE REPORTING (continued)

The District has adopted Board Policy 7.101 that provides a minimum fund balance in the General Fund of 7.5 percent of the financial condition ratio per Section 1011.051 of Florida Statutes. The ending financial condition ratio as of June 30, 2020 is 15.21 percent.

The following is a schedule of fund balances by category at June 30, 2020:

	Major Funds						
	General	Debt Service - Other Debt Service	Debt Service - ARRA Economic Stimulus	Capital Projects - Local Capital Improvement Tax	Capital Projects - Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Fund Balances							
Nonspendable:							
Inventories	\$ 807,998	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 807,998
Prepaid items	10,983,372	-	-	15,501	604	11,854	11,011,331
Spendable:							
Restricted:							
Categorical Programs	7,042,381	-	-	-	-	-	7,042,381
Grants	50,989	-	-	-	-	62,162	113,151
Special Revenue -							
Food Service	-	-	-	-	-	491,782	491,782
Debt Service	-	1,252,356	28,478,849	-	-	64,454	29,795,659
Capital Projects	-	-	-	74,435,386	48,058,318	1,001,728	123,495,432
Assigned:							
School Operations:							
District Projects	8,312,819	-	-	-	-	-	8,312,819
School Carryforwards	2,351,467	-	-	-	-	-	2,351,467
Unassigned	57,295,149	-	-	-	-	-	57,295,149
Total Fund Balances	\$ 86,844,175	\$ 1,252,356	\$ 28,478,849	\$ 74,450,887	\$ 48,058,922	\$ 1,631,980	\$ 240,717,169

14. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

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

The following is a schedule of encumbrances at June 30, 2020:

	Major Funds				
	Capital Projects - Local Capital Improvement	Capital Funds - Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds	
General					
\$ 3,867,525	\$ 12,478,601	\$ 10,052,293	\$ 230,340	\$ 26,628,759	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

14. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS (cont.)

Construction Contracts: Encumbrances include the following major construction contract commitments at fiscal year-end:

Project Name	Contract Amount	Completed To Date	Balance Committed
Ashton	\$ 1,009,313	\$ 278,194	\$ 731,119
Bay Haven	875,080	688,928	186,152
Booker High	604,746	382,746	222,000
Brentwood	12,763,071	12,684,565	78,506
Emma E Booker	1,574,769	1,202,686	372,083
Englewood	410,609	262,634	147,975
Fruitville	528,038	501,417	26,621
Gulf Gate	883,313	668,830	214,483
Lakeview	150,100	19,032	131,068
Landings District Office	682,304	-	682,304
North Port High	4,138,371	2,917,990	1,220,381
Oak Park	991,899	816,516	175,383
Pineview	20,096,344	17,340,407	2,755,937
Riverview	4,781,137	3,646,455	1,134,682
Sarasota High	31,364,905	30,470,496	894,409
Southside	354,259	286,918	67,341
Suncoast Technical College NP	318,753	283,523	35,230
Suncoast Poly Tech	212,067	178,691	33,376
Transportation Complex	1,300,000	-	1,300,000
Venice High	972,974	735,723	237,251
Woodland	100,000	90,104	9,896
District Wide	5,082,339	1,289,581	3,792,758
Total	\$ 89,194,391	\$ 74,745,436	\$ 14,448,955

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

15. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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

Funds	Interfund	
	Receivables	Payables
Major Funds:		
General	\$ 1,024,946	\$ 350
Capital Projects:		
Local Capital Improvement Tax	981,821	848,100
Other Capital Projects	-	8,171
Debt Service:		
ARRA Economic Stimulus Debt Service	-	981,821
Nonmajor Governmental Funds	406,613	575,288
Internal Service Funds	350	-
Total	<u>\$ 2,413,730</u>	<u>\$ 2,413,730</u>

Interfund receivables and payables are temporary loans of cash between funds allowable under Section 1011.09(2), Florida Statutes, for a period of less than 13 months. The temporary loans do not restrict, impede, or limit implementation or fulfillment of the original purposes for which the monies were received in the fund providing the advancement. All amounts will be repaid within the 2020-21 fiscal year.

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

Funds	Interfund	
	Transfers In	Transfers Out
Major Funds:		
General	\$ 25,415,325	\$ -
Debt Service:		
Other Debt Service	24,391,776	-
ARRA Economic Stimulus Debt Service	2,090,604	-
Capital Projects:		
Local Capital Improvement Tax	-	48,645,129
Other Capital Projects	-	3,252,576
Total	<u>\$ 51,897,705</u>	<u>\$ 51,897,705</u>

Interfund transfers of money represent permanent transfers of monies between funds. Transfers from the Local Capital Improvement Tax Fund were for the purpose of funding maintenance and equipment expenditures and payment of premiums for property and casualty insurance in the General Fund and for paying debt service expenditures in Debt Service Fund. Transfers from Other Capital Projects Fund were to provide capital outlay funds to charter schools.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

16. SCHEDULE OF STATE REVENUE SOURCES

The following is a schedule of the District's State revenue for the 2019-20 fiscal year:

<u>Source:</u>	<u>Amount</u>
Categorical educational program - Class size reduction	\$ 48,535,303
Florida education finance program	23,646,980
Workforce development program	8,116,227
School recognition	3,097,093
Motor vehicle license tax (capital outlay & debt service)	1,852,682
Charter school capital outlay	3,252,576
Discretionary Lottery Funds	46,175
Sales Tax Distribution	446,500
Summer Learning Academy	100,000
Mobile home license tax	236,972
Food service supplement	155,653
Performance based incentives	133,000
Miscellaneous	359,437
Total	\$ 89,978,598

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

17. PROPERTY TAXES

The following is a summary of millages and taxes levied on the 2019 tax roll for the 2019-20 fiscal year:

<u>Funds</u>	<u>Millage Rates</u>	<u>Taxes Levied</u>
General Fund		
Nonvoted School Tax:		
Required Local Effort	3.695	\$ 244,284,428
Basic Discretionary Local Effort	0.748	49,451,895
Voted Tax:		
Operating	1.000	66,112,159
Capital Projects Funds		
Nonvoted Tax:		
Local Capital Improvements	<u>1.500</u>	<u>99,168,238</u>
Total	<u>6.943</u>	<u>\$ 459,016,720</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS

Florida Retirement System- Defined Benefit Pension Plans. The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree HIS Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any state-administered retirement system in paying the costs of health insurance.

Essentially all regular employees of the District are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code, wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost sharing, multiple employer defined benefit plans and other nonintegrated programs. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services Web site (www.dms.myflorida.com).

The District's FRS & HIS pension expense totaled \$52,530,172 for the fiscal year ended June 30, 2020.

FRS Pension Plan.

The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Plan (DROP) for eligible employees. Most employees working for the District are covered by this Plan. The general classes of membership are as follows:

- Regular Class – Members of the FRS who do not qualify for membership in the other classes.
- Special Risk Class – Members in law enforcement.
- Elected County Officers Class – Members who hold specified elective offices in local government.
- Senior Management Service Class (SMSC) – Members in senior management level positions.

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service, which may include up to 4 years of credit for military service. Members who enrolled in the Plan on or after July 1, 2011 and become vested are eligible for normal retirement benefits at age 65 or at any age after 33 years of service, which may include up to 4 years of credit for military service. The Plan also includes an early retirement provision but there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, and death benefits and annual cost-of-living adjustments to eligible participants.

The DROP Program, subject to provisions of Section 121.091, Florida Statutes permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months.

During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided. Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the 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 class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

The following chart shows the percentage value for each year of service credit earned:

<u>Class, Initial Enrollment, and Retirement Age/Years of Service</u>	<u>% Value</u>
<i>Regular Class members initially enrolled before July 1, 2011</i>	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 or more years of service	1.68
<i>Regular Class members initially enrolled on or after July 1, 2011</i>	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 or more years of service	1.68
<i>Special Risk Class</i>	
Service on and after October 1, 1974	3.00
<i>Elected County Officers</i>	
	3.00
<i>Senior Management Service Class</i>	
	2.00

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

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

Contributions. The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2019-20 fiscal year were as follows:

Membership Class	Percent of Gross Salary	
	Employee	Employer (A)
FRS, Regular	3.00	8.47
FRS, Special Risk	3.00	25.48
FRS, Elected County Officers	3.00	48.82
FRS, Senior Management Service	3.00	25.41
FRS, DROP	0.00	14.60
FRS, Reemployed Retiree	(B)	(B)

Notes: (A) Employer rates include 1.66 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.06 percent for administrative costs of the Investment Plan.

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

The District's contributions to the Plan totaled \$18,583,462 for the fiscal year ended June 30, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2020, the District reported a liability of \$192,384,988 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The District's proportionate share of the net pension liability was based on the District's 2018-19 fiscal year contributions relative to the 2018-19 fiscal year contributions of all participating members. At June 30, 2019, the District's proportionate share was 0.558631722 percent, which was an increase of 0.001608791 percent from its proportionate share measured as of June 30, 2018.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

For the fiscal year ended June 30, 2020, the District recognized pension expense of \$45,710,567 related to the Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 11,410,904	\$ 119,392
Change of assumptions	49,412,743	-
Net difference between projected and actual earnings on FRS pension plan investments	-	10,643,742
Changes in proportion and differences between District FRS contributions and proportionate share of FRS contributions	6,748,046	10,341,448
District FRS contributions subsequent to the measurement date	18,583,462	-
Total	<u><u>\$ 86,155,155</u></u>	<u><u>\$ 21,104,582</u></u>

The deferred outflows of resources related to pensions, totaling \$18,583,462, resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2021	\$ 16,575,264
2022	4,076,566
2023	13,236,512
2024	9,719,604
2025	2,198,886
Thereafter	660,279
Total	<u><u>\$ 46,467,111</u></u>

Actuarial Assumptions. The total pension liability in the July 1, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary Increases	3.25 percent, average, including inflation
Investment rate of return	6.90 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the Generational RP-2000 with Projection Scale BB.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

The actuarial assumptions used in the July 1, 2019, valuation were based on the results of an actuarial experience study for the period July 1, 2013, through June 30, 2018.

The long-term expected rate of return on pension plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	3.3%	3.3%	1.2%
Fixed Income	18.0%	4.1%	4.1%	3.5%
Global Equity	54.0%	8.0%	6.8%	16.5%
Real Estate	10.0%	6.7%	6.1%	11.7%
Private Equity	11.0%	11.2%	8.4%	25.8%
Strategic investments	6.0%	5.9%	5.7%	6.7%
Total	100.00%			
Assumed inflation - Mean			2.6%	1.7%

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

Discount Rate. The discount rate used to measure the total pension liability was 6.9 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate used in the 2019 valuation was updated from 7.0 percent to 6.9 percent.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

Sensitivity of the District's Proportionate Share of the Net Position Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90 percent) or 1-percentage-point higher (7.90 percent) than the current rate:

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
District's proportionate share of the net pension liability	\$ 332,569,579	\$ 192,384,988	\$ 75,307,141

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

Payables to the Pension Plan. At June 30, 2020, the District reported a payable of \$2,935,183 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2020.

HIS Pension Plan

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

Benefits Provided. For the fiscal year ended June 30, 2020, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

Contributions. The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2020, the contribution rate was 1.66 percent of payroll pursuant to section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The District's contributions to the HIS Plan totaled \$4,593,454 for the fiscal year ended June 30, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2020, the District reported a net pension liability of \$88,910,516 for its proportionate share of the HIS Plan's net pension liability. The current portion of the net pension liability is the District's proportionate share of benefit payments expected to be paid within one year, net of the District's proportionate share of the pensions plan's fiduciary net position available to pay that amount. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018, and updated procedures were used to determine liabilities as of July 1, 2019.

The District's proportionate share of the net pension liability was based on the District's 2018-19 fiscal year contributions relative to the total 2018-19 fiscal year contributions of all participating members. At June 30, 2019, the District's proportionate share was 0.794624383 percent, which was an increase of 0.006421993 percent from its proportionate share measured as of June 30, 2018.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

For the fiscal year ended June 30, 2020, the District recognized pension expense of \$6,819,605 related to the HIS Plan. In addition, the District reported deferred outflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 1,079,918	\$ 108,868
Change of assumptions	10,294,998	7,266,821
Net difference between projected and actual earnings on HIS pension plan investments	57,373	-
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	7,964,039	7,192,293
District HIS contributions subsequent to the measurement date	4,593,454	-
Total	<u><u>\$ 23,989,782</u></u>	<u><u>\$ 14,567,982</u></u>

The deferred outflows of resources related to pensions, totaling \$4,593,454, resulting from District contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2021	\$ 1,729,224
2022	1,368,005
2023	819,940
2024	414,246
2025	(118,692)
Thereafter	615,623
Total	<u><u>\$ 4,828,346</u></u>

Actuarial Assumptions. The total pension liability in the July 1, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary Increases	3.25 percent, average, including inflation
Municipal Bond Rate	3.50 percent

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

Mortality rates were based on the Generational RP-2000 with Projected Scale BB.

While an experience study had not been completed for the HIS Plan, the actuarial assumptions that determined the total pension liability for the HIS Plan were based on certain results of the most recent experience study for the FRS Plan.

Discount Rate. The discount rate used to measure the total pension liability was 3.50 percent, which is a decrease from 0.37 percent used at the preceding measurement date. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 3.50 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.50 percent) or 1-percentage-point higher (4.50 percent) than the current rate:

	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
District's proportionate share of the net pension liability	\$ 101,495,913	\$ 88,910,516	\$ 78,428,307

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

Payables to the Pension Plan. At June 30, 2020, the District reported a payable of \$816,117 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2020.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

FRS-Defined Contribution Plan. Pursuant to Section 121.4501, Florida Statutes, the Florida Legislature created a defined contribution program called the Florida Retirement System Investment Plan (Investment Plan), which is administered by the SBA. The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report. Employees may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. Employees in the Investment Plan vest in their own contributions immediately and, after one year of service, in employer contributions and investment earnings. District employees participating in DROP are not eligible to participate in the program. This program is self-directed by the employee. 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 FRS. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. The Investment Plan is funded by employer and employee contributions that are based on the same salary and membership class (Regular Class, Elected County Officers, etc.) as the FRS defined benefit plan. Contributions are directed to the individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of Investment Plan members. Allocations to the investment member's accounts during the 2019-20 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Compensation</u>
FRS, Regular	6.30
FRS, Elected County Officers	11.34

If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5-year period, the employee will regain control over their account. If the employee does not return within the 5-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2020, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

18. STATE RETIREMENT PROGRAMS (continued)

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

There were 1,317 District participants in the Investment Plan during the 2019-20 fiscal year. The District's Investment Plan pension expense totaled \$3,683,508.

19. OTHER POSTEMPLOYMENT BENEFITS

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

Plan Description. The Other Postemployment Benefits (OPEB) Plan is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who are not Medicare eligible and retire from the District and their eligible dependents may continue to participate in one of four self insured comprehensive plans for medical and prescription drug coverage. The District subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the OPEB Plan on average than those of active employees. The District does not provide any explicit subsidies for retiree coverage. Retirees are required to enroll in the Federal Medicare programs parts A and B for their primary coverage as soon as they are eligible. A retiree may also participate in the District's life insurance program that provides \$5,000 coverage reducing to \$2,500 at age 70. The OPEB Plan does not issue a stand-alone report, and is not included in the report of a public employee retirement system or other entity. The OPEB Plan contribution requirements of the District and OPEB Plan members are established and may be amended through recommendations of the Insurance Committee and action from the Board. The District has not advance-funded or established a funding methodology for the annual OPEB expense or the net OPEB Plan liability, and the OPEB Plan is financed on a pay-as-you-go basis. No assets are accumulated in a trust that meets all of the criteria in GASB Statement No. 75, paragraph 4. A copy of the actuarial report provided by AON dated August 10, 2020 is available in the District's Finance Department.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

19. OTHER POSTEMPLOYMENT BENEFITS (continued)

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

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

	<u>Healthcare</u>	<u>Life Insurance</u>
Inactive Plan Members	470	2,351
Active Plan Members	<u>4,737</u>	<u>4,737</u>
Total Plan Members	<u><u>5,207</u></u>	<u><u>7,088</u></u>

Total OPEB Liability. The District's total OPEB liability of \$11,825,499 was measured as of June 30, 2019 and was determined by an actuarial valuation using census data as of July 1, 2018, rolled forward to June 30, 2019 using standard methodology.

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

<u>Description</u>	<u>Amount</u>
Service Cost	\$ 1,218,516
Interest on the Total OPEB Plan Liability	1,378,404
Changes in Benefit Terms	(26,913,292)
Differences Between Expected and Actual Experience	1,017,417
Changes of Assumptions	1,977,193
Benefit Payments	<u>(2,480,208)</u>
Net Change in Total OPEB Plan Liability	(23,801,970)
Total OPEB Liability at 6/30/2019	<u>35,627,469</u>
Total OPEB Liability at 6/30/20	<u><u>\$ 11,825,499</u></u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

19. OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial Valuation Date. For employee and retiree population purposes, June 30, 2018, was the most recent actuarial valuation date. For development of per capita cost purposes and for valuation purposes, July 1, 2018, was used as the effective date of OPEB Plan provisions.

Actuarial Valuation Methods and Assumptions. Actuarial valuations of an ongoing OPEB Plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and termination, mortality, future of pre-65 retirees and future Medicare eligible retirees enrollment in medical and life insurance plans and the healthcare cost trends. Amounts determined regarding the funded status of the OPEB Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

Inflation	2.50 percent
Salary Increases	4.50 percent
Discount Rate	3.51 percent
Health Care Participation Rate	
Future Retirees	Pre-65 retirees assumed to enroll in medical plan: 40% Medicare eligible retirees assumed to enroll in medical plan: 4% (0% effective 1/1/2020)
Current Retirees	Pre-65 retirees assumed to continue coverage at initial Medicare eligibility: 10% (0% effective 1/1/2020)
Life Insurance Participation Rate	Pre-65: Current retirees are assumed to enroll in retiree life insurance plan: 50%
Healthcare Cost Trend Rates	Pre-65 trend starts at 7.7 percent and age 65+ trend starts at 8.04 percent for fiscal year 2019 both gradually decreasing to an ultimate trend of 4.5 percent in fiscal year 2028.
Benefit-related costs	Retiree medical premiums assumed to grow at the same trend as pre-65 claims.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

19. OTHER POSTEMPLOYMENT BENEFITS (continued)

The Pub-2010 headcount weighted mortality tables for teachers, projected generationally from 2010 with Scale MP-2019, were used for the healthy population. The Pub-2010 headcount weighted mortality tables for disabled non-public safety employees, projected generationally from 2010 with Scale MP-2019, were used for the disabled population. These tables represent recent mortality experience of public retirement plans in the United States and were published by the Society of Actuaries' Retirement Plans Experience Committee (RPEC) in 2019.

Discount Rate. There are no invested plan assets held in trust to finance the OPEB Plan liability. The discount rate used equals the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA rating as of the measurement date. For the purpose of the OPEB Plan valuation, the municipal bond rate was 3.51 percent (based on the daily rate closest to but not later than the measurement date of the "Bond Buyer GO 20-Bond Municipal Bond Index"). The discount rate was 3.87 percent as of the beginning of the measurement period.

Sensitivity of the District's Total OPEB Liability to Changes in the Discount Rate. The following presents the District's OPEB liability calculated using the discount rate of 3.51 percent, as well as what the OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.51 percent) or 1-percentage-point higher (4.51 percent) than the current rate:

	1% Decrease (2.51%)	Current Discount Rate (3.51%)	1% Increase (4.51%)
OPEB Liability	\$ 12,965,707	\$ 11,825,499	\$ 11,027,068

Sensitivity of the District's Total OPEB Liability to the Healthcare Cost Trend Rate Assumption. Regarding the sensitivity of the total OPEB liability, calculated using the assumed trend rates as well as what the OPEB total liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

	1 % Decrease (6.70%/7.04% down to 3.5%)	Current Healthcare Cost Trend Rate Assumption (7.70%/8.04%)	1 % Increase (8.70%/9.04% down to 5.5%)
OPEB Liability	\$ 10,957,983	\$ 11,825,499	\$ 13,095,878

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

19. OTHER POSTEMPLOYMENT BENEFITS (continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. The District's annual OPEB expense totaled (\$22,930,900) for the fiscal year ended June 30, 2020. The plan changes that were enacted as of January 1, 2020 resulted in a one-time credit to expense of \$25,750,981 due to a plan change. At June 30, 2020, the District reported deferred outflows and inflows of resources related to OPEB from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experiences	\$ 1,892,427	\$ 809,722
Change of assumptions	10,456,017	2,054,072
District contributions subsequent to the measurement date	<u>3,246,621</u>	<u>-</u>
Total	<u><u>\$ 15,595,065</u></u>	<u><u>\$ 2,863,794</u></u>

Of the total amount reported as deferred outflows of resources related to OPEB, \$3,246,621 resulting from contributions (benefits paid) subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the total OPEB liability in the year ended June 30, 2021. Other amounts reported as deferred outflow of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amortization</u>
2021	\$ 1,385,472
2022	1,385,472
2023	1,385,472
2024	1,385,472
2025	1,385,472
Thereafter	<u>2,557,290</u>
	<u><u>\$ 9,484,650</u></u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

20. RISK MANAGEMENT PROGRAMS

The District has established a cafeteria plan under Section 125 of the Internal Revenue Code whereby the District will purchase various insurance products for the employee. In addition, an employee may purchase additional insurance, which qualifies for salary reduction under Internal Revenue Service guidelines. The cafeteria plan is accounted for as an Internal Service Fund.

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Workers' compensation, automobile liability, and general liability coverage, certain dental benefits and medical benefits contained within the District's cafeteria plan, are being provided on a self-insured basis up to specified limits.

The District has contracted with an insurance administrator to administer the workers' compensation, medical benefit, pharmacy benefit and dental benefit self-insurance programs, including the processing, investigation, and payment of claims. The District has entered into an insurance agreement for their medical benefit program to provide stop loss coverage on specific medical and prescription drug claims in excess of \$750,000 with unlimited specific annual or lifetime maximum eligible expenses per covered person including retirees. The District has entered into an insurance agreement for their workers' compensation plan to provide specific excess coverage of claim amounts above the stated amount on an individual claim basis and aggregate excess coverage up to \$25 million.

For automobile and general liability coverage the District depends on the Florida Sovereign Immunity Act, Section 768.28, Florida Statutes, to limit its potential tort liability to \$200,000 per person or \$300,000 per occurrence.

Property protection, employee blanket crime, and other coverages deemed necessary by the Board are provided through purchased commercial insurance. Settled claims resulting from the risks described above have not exceeded commercial insurance coverage in any of the past three fiscal years.

On February 19, 2019 the Board approved the District to join the Florida School Retiree Benefits Consortium (FSRBC) with an effective date of January 1, 2020. Medicare eligible retirees who were on our medical, dental and vision plans moved over to the FSRBC. The FSRBS is beneficial to the retiree, as well as the District. FSRBC provides retirees with more benefit plan options, administrative support and same or better premium rates.

A liability in the amount of \$12,002,177 for the workers' compensation, the general liability, the automobile liability, the dental liability, and the health insurance funds was actuarially determined to cover estimated incurred but not reported insurance claims payable at June 30, 2020 and is net of excess insurance recoverable on unpaid claims. A liability in the amount of \$245,016 relates to the District's cafeteria plan fund. Non-incremental claims expense has been included as part of the liabilities.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Notes to the Basic Financial Statements (continued)
June 30, 2020

20. RISK MANAGEMENT PROGRAMS (continued)

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

<u>Fiscal Year</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at Fiscal Year End</u>
2017-2018	\$ 12,571,172	\$ 48,759,217	\$ (48,979,152)	\$ 12,351,237
2018-2019	12,351,237	55,238,590	(55,242,330)	12,347,497
2019-2020	12,347,497	54,313,975	(54,414,279)	12,247,193

21. LITIGATION

The District is contingently liable with respect to lawsuits and other claims that arise in the ordinary course of its operations. Management believes that any liability arising from such claims would be immaterial to the financial statements.

22. CONTINGENCY

The District receives grant funds from the Federal government. Certain expenditures of these funds are subject to audit by the grantor, and the reporting entity is contingently liable to refund amounts received in excess of allowable expenditures. In the opinion of the management of the District, no material refunds will be required as a result of expenditures disallowed by the grantors.

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) a global pandemic, which continues to spread throughout the world and has adversely impacted global commercial activity and contributed to significant declines and volatility in the financial markets. The coronavirus outbreak and government responses are creating disruption to global supply chains and adversely impacting many industries. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. Accordingly, while management cannot quantify the financial and other impact to the entity as of December 14, 2020, management believes that a material impact on the District's financial position and results of future operations is reasonably possible.

23. SUBSEQUENT EVENTS

The District has evaluated subsequent events from July 1, 2020 through December 14, 2020, in connection with the preparation of these financial statements, which is the date the financial statements were available to be issued. No subsequent events occurred which would have a material impact on the District's financial statements.

SCHOOL BOARD OF SARASOTA COUNTY, Florida
Required Supplementary Information
Schedule of Changes in the District's Total OPEB Liability and Related Ratios
Last 10 Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service Cost	\$ 1,218,516	\$ 1,025,702	\$ 1,204,463
Interest on the Total OPEB Liability	1,378,404	903,290	773,741
Change in Benefit Terms	(26,913,292)	-	-
Difference Between Expected and Actual Experiences	1,017,417	(1,061,580)	1,557,183
Changes of Assumptions	1,977,193	11,423,588	(3,212,381)
Benefit Payments	<u>(2,480,208)</u>	<u>(1,723,605)</u>	<u>(2,397,742)</u>
Net Change in Total OPEB Liability	(23,801,970)	10,567,395	(2,074,736)
Total OPEB Liability, Beginning	<u>35,627,469</u>	<u>25,060,074</u>	<u>27,134,810</u>
Total OPEB Liability, Ending	<u>\$ 11,825,499</u>	<u>\$ 35,627,469</u>	<u>\$ 25,060,074</u>
Covered-Employee Payroll	\$ 264,639,866	\$ 264,639,866	\$ 249,725,528
Total OPEB Liability as a Percentage of Covered-Employee Payroll	4.47%	13.46%	10.04%

Notes to Required Supplementary Information - Other Postemployment Benefits:

Change in Benefit Terms. In 2019 the plan changes that were enacted as of January 1, 2020 resulted in a one-time credit to expense.

Changes of Assumptions. In 2017 the municipal bond rate used to determine total OPEB liability was increased from 2.85 percent to 3.58 percent.

Changes of Assumptions. In 2018 the municipal bond rate used to determine total OPEB liability was increased from 3.58 percent to 3.87 percent.

Changes of Assumptions. In 2019 the municipal bond rate used to determine total OPEB liability was increased from 3.87 percent to 3.51 percent.

Data for the above schedule is not available prior to the 2017-2018 fiscal year. Additional years will be displayed as it becomes available.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Required Supplementary Information -
Schedule of the District's Proportionate Share of The Net Pension Liability
Florida Retirement System Pension Plan (1)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the FRS net pension liability	0.558631722%	0.557022931%	0.595256252%	0.517604497%	0.615478062%	0.630530916%	0.620589978%
District's proportionate share of the FRS net pension liability (3)	\$ 192,384,988	\$ 167,778,194	\$ 176,072,805	\$ 130,695,542	\$ 79,497,246	\$ 38,471,658	\$ 106,831,156
District's covered payroll (2)	\$ 265,880,651	\$ 257,518,853	\$ 266,505,637	\$ 218,283,032	\$ 240,187,608	\$ 237,587,546	\$ 231,843,140
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	72.36%	65.15%	66.07%	59.87%	33.10%	16.19%	46.08%
FRS Plan fiduciary net position as a percentage of the total pension liability	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%	88.54%

(1) The amounts presented for each fiscal year were determined as of June 30.
2014 was the first year of reporting net pension liability (GASB 68).

(2) Covered payroll includes all salaries and wages paid to employees enrolled in the FRS Defined Benefit Plan and Defined Contribution Plan to comply with GASB Statement No. 82.

(3) Changes of Assumptions. In 2017 the long-term expected rate of return was decreased from 7.6 percent to 7.1 percent, and the active member mortality assumption was updated. In 2020 the long-term expected rate of return was decreased from 7.1 percent to 6.9 percent.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Required Supplementary Information -
Schedule of District Contributions
Florida Retirement System Pension Plan (1)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required FRS contribution	\$ 18,583,462	\$ 17,321,614	\$ 15,874,706	\$ 15,495,986	\$ 12,622,611	\$ 15,005,878	\$ 13,811,303
FRS contributions in relation to the contractually required contribution	<u>(18,583,462)</u>	<u>(17,321,614)</u>	<u>(15,874,706)</u>	<u>(15,495,986)</u>	<u>(12,622,611)</u>	<u>(15,005,878)</u>	<u>(13,811,303)</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll (2)	\$ 276,726,403	\$ 265,880,651	\$ 257,518,853	\$ 266,505,637	\$ 218,283,032	\$ 240,187,608	\$ 237,587,546
FRS contributions as a percentage of covered payroll	6.72%	6.51%	6.16%	5.81%	5.78%	6.25%	5.81%

(1) The amounts presented for each fiscal year were determined as of June 30.
2014 was the first year of reporting net pension liability (GASB 68).

(2) Covered payroll includes all salaries and wages paid to employees enrolled in the FRS
Defined Benefit Plan and Defined Contribution Plan to comply with GASB Statement No. 82.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Required Supplementary Information -
Schedule of the District's Proportionate Share of The Net Pension Liability
Health Insurance Subsidy Pension Plan (1)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the HIS net pension liability	0.794624383%	0.788202390%	0.835246364%	0.706997805%	0.791444173%	0.799648048%	0.797990362%
District's proportionate share of the HIS net pension liability (3)	\$ 88,910,516	\$ 83,424,226	\$ 89,308,395	\$ 82,397,665	\$ 80,714,856	\$ 74,769,044	\$ 69,475,553
District's covered payroll (2)	\$ 276,726,402	\$ 257,518,853	\$ 266,505,637	\$ 218,283,032	\$ 240,187,608	\$ 237,587,546	\$ 231,843,140
District's proportionate share of the HIS net pension liability as a percentage of its covered payroll	32.13%	32.40%	33.51%	37.75%	33.60%	31.47%	29.97%
HIS Plan fiduciary net position as a percentage of the total pension liability	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%	1.78%

(1) The amounts presented for each fiscal year were determined as of June 30. 2014 was the first year of reporting net pension liability (GASB 68).

(2) Covered payroll includes all salaries and wages paid to employees enrolled in the FRS Defined Benefit Plan and Defined Contribution Plan to comply with GASB Statement No. 82.

(3) Changes of Assumptions. In 2017 the municipal bond rate used to determine total pension liability was increased from 2.85 percent to 3.58 percent and to 3.30% in 2019.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Required Supplementary Information -
Schedule of District Contributions
Health Insurance Subsidy Pension Plan (1)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required HIS contribution	\$ 4,593,454	\$ 4,412,472	\$ 4,274,441	\$ 4,420,365	\$ 3,623,814	\$ 3,025,392	\$ 2,739,325
HIS contributions in relation to the contractually required contribution	<u>(4,593,454)</u>	<u>(4,412,472)</u>	<u>(4,274,441)</u>	<u>(4,420,365)</u>	<u>(3,623,814)</u>	<u>(3,025,392)</u>	<u>(2,739,325)</u>
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll (2)	\$ 265,880,651	\$ 265,880,651	\$ 257,518,853	\$ 266,505,637	\$ 218,283,032	\$ 240,187,608	\$ 237,587,546
HIS contributions as a percentage of covered payroll	1.73%	1.66%	1.66%	1.66%	1.66%	1.26%	1.15%

(1) The amounts presented for each fiscal year were determined as of June 30.
2014 was the first year of reporting net pension liability (GASB 68).

(2) Covered payroll includes all salaries and wages paid to employees enrolled in the FRS
Defined Benefit Plan and Defined Contribution Plan to comply with GASB Statement No. 82.

This page was intentionally left blank.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

Nonmajor Governmental Funds

Special Revenue Funds

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

Food Service Fund – To account for and report on activities of the food service program in serving breakfast and lunch at the schools.

Contracted Programs Fund – To account for and report on activities of various programs of different funding sources according to the specifications and requirements of each funding source.

Debt Service Funds

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

State Board of Education Bonds Fund – To account for and report on payment of principal, interest, and related costs on the State School Bonds issued by the State Board of Education on behalf of the District. These bonds are payable from the District's portion of the State-assessed motor vehicle license tax.

Capital Projects Funds

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

Capital Outlay and Debt Service Fund – To account for capital activity funded by the District's portion of the state Capital Outlay and Debt Service program.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Cash and cash equivalents	\$ 422,951	\$ -	\$ 998,262	\$ 1,421,213
Investments	-	65,576	-	65,576
Due from other funds	406,613	-	-	406,613
Due from other agencies	4,055,337	-	3,466	4,058,803
Prepaid items	11,854	-	-	11,854
Inventories	432,316	-	-	432,316
Total assets	\$ 5,329,071	\$ 65,576	\$ 1,001,728	\$ 6,396,375
Liabilities and fund balances				
Liabilities:				
Salaries and wages payable	\$ 2,355,333	\$ -	\$ -	\$ 2,355,333
Accounts payable	349,070	-	-	349,070
Due to other funds	575,288	-	-	575,288
Due to other agencies	97,389	-	-	97,389
Accrued interest payable	-	1,122	-	1,122
Unearned revenue	1,386,193	-	-	1,386,193
Total liabilities	4,763,273	1,122	-	4,764,395
Fund balances:				
Nonspendable	11,854	-	-	11,854
Restricted	553,944	64,454	1,001,728	1,620,126
Total fund balances	565,798	64,454	1,001,728	1,631,980
Total liabilities and fund balances	\$ 5,329,071	\$ 65,576	\$ 1,001,728	\$ 6,396,375

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2020

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Federal direct	\$ 1,937,719	\$ -	\$ -	\$ 1,937,719
Federal through state and local	34,225,055	-	-	34,225,055
State sources	155,653	586,179	1,239,517	1,981,349
Local Sources:				
Charges for services	4,042,626	-	-	4,042,626
Other local revenue	1,451,655	-	8,219	1,459,874
Total revenues	<u>41,812,708</u>	<u>586,179</u>	<u>1,247,736</u>	<u>43,646,623</u>
Expenditures				
Current:				
Instruction	14,723,424	-	-	14,723,424
Student support services	4,718,864	-	-	4,718,864
Instruction and curriculum development services	651,802	-	-	651,802
Instructional staff training services	3,020,392	-	-	3,020,392
Instruction related technology	13,178	-	-	13,178
General administration	478,414	-	-	478,414
School administration	16,984	-	-	16,984
Facility services - non-capitalized	2,729	-	107,328	110,057
Fiscal Services	-	-	-	-
Food services	18,453,719	-	-	18,453,719
Central services	81,066	-	-	81,066
Student transportation services	34,460	-	-	34,460
Operation of plant	2,075	-	-	2,075
Community services	1,308,992	-	-	1,308,992
Capital outlay:				
Facilities acquisition and construction	-	-	714,346	714,346
Other capital outlay	292,776	-	-	292,776
Debt service:				
Principal	-	448,000	-	448,000
Interest	-	148,330	-	148,330
Dues and fees	-	5,788	1,860	7,648
Miscellaneous	-	1,128,161	-	1,128,161
Total expenditures	<u>43,798,875</u>	<u>1,730,279</u>	<u>823,534</u>	<u>46,352,688</u>
Excess (deficiency) of revenues over (under) expenditures	(1,986,167)	(1,144,100)	424,202	(2,706,065)
Premium on sale of bonds				
Other financing uses				
Face value of refunding bonds issued	-	947,000	-	947,000
Premium on refunding bonds	-	185,564	-	185,564
Total other financing uses	<u>-</u>	<u>1,132,564</u>	<u>-</u>	<u>1,132,564</u>
Net change in fund balances	(1,986,167)	(11,536)	424,202	(1,573,501)
Fund balance - beginning	<u>2,551,965</u>	<u>75,990</u>	<u>577,526</u>	<u>3,205,481</u>
Fund balance - ending	<u>\$ 565,798</u>	<u>\$ 64,454</u>	<u>\$ 1,001,728</u>	<u>\$ 1,631,980</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020

	Food Service Fund	Contracted Programs Fund	Total Nonmajor Special Revenue Funds
Assets			
Cash and cash equivalents	\$ 387,244	\$ 35,707	\$ 422,951
Due from other funds	406,613	-	406,613
Due from other agencies	366,344	3,688,993	4,055,337
Prepaid items	-	11,854	11,854
Inventories	432,316	-	432,316
Total assets	\$ 1,592,517	\$ 3,736,554	\$ 5,329,071
Liabilities and fund balances			
Liabilities:			
Salaries and wages payable	\$ 659,605	\$ 1,695,728	\$ 2,355,333
Accounts payable	23,225	325,845	349,070
Due to other funds	-	575,288	575,288
Due to other agencies	4,802	92,587	97,389
Unearned revenue	413,103	973,090	1,386,193
Total liabilities	1,100,735	3,662,538	4,763,273
Fund balances:			
Nonspendable	-	11,854	11,854
Restricted	491,782	62,162	553,944
Total fund balances	491,782	74,016	565,798
Total liabilities and fund balances	\$ 1,592,517	\$ 3,736,554	\$ 5,329,071

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2020

	Food Service Fund	Contracted Programs Fund	Total Nonmajor Special Revenue Funds
Revenues			
Federal direct	\$ -	\$ 1,937,719	\$ 1,937,719
Federal through state and local	12,147,206	22,077,849	34,225,055
State sources	155,653	-	155,653
Local Sources:			
Charges for services	4,042,626	-	4,042,626
Other local revenue	132,706	1,318,949	1,451,655
Total revenues	<u>16,478,191</u>	<u>25,334,517</u>	<u>41,812,708</u>
Expenditures			
Current:			
Instruction	-	14,723,424	14,723,424
Student support services	-	4,718,864	4,718,864
Instruction and curriculum development services	-	651,802	651,802
Instructional staff training services	-	3,020,392	3,020,392
Instruction related technology	-	13,178	13,178
General administration	-	478,414	478,414
School administration	-	16,984	16,984
Facility services - non-capitalized	-	2,729	2,729
Food services	18,451,789	1,930	18,453,719
Central services	-	81,066	81,066
Student transportation services	-	34,460	34,460
Operation of plant	-	2,075	2,075
Community services	-	1,308,992	1,308,992
Capital outlay:			
Other capital outlay	18,037	274,739	292,776
Total expenditures	<u>18,469,826</u>	<u>25,329,049</u>	<u>43,798,875</u>
Excess (deficiency) of revenues under expenditures	(1,991,635)	5,468	(1,986,167)
Fund balance - beginning	<u>2,483,417</u>	<u>68,548</u>	<u>2,551,965</u>
Fund balance - ending	<u>\$ 491,782</u>	<u>\$ 74,016</u>	<u>\$ 565,798</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Balance Sheet
Nonmajor Debt Service Funds
June 30, 2020

	State Board of Education Bonds Fund	Total Nonmajor Debt Service Funds
Assets		
Investments	\$ 65,576	\$ 65,576
Total assets	\$ 65,576	\$ 65,576
Liabilities and fund balance		
Liabilities:		
Accrued interest payable	\$ 1,122	\$ 1,122
Total liabilities	1,122	1,122
Fund balance:		
Restricted for debt service	64,454	64,454
Total fund balance	64,454	64,454
Total Fund balance	\$ 65,576	\$ 65,576

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2020

	State Board of Education Bonds Fund	Total Nonmajor Debt Service Funds
Revenues		
State sources	\$ 586,179	\$ 586,179
Total revenues	<u>586,179</u>	<u>586,179</u>
Expenditures		
Debt service:		
Principal	448,000	448,000
Interest	148,330	148,330
Dues and fees	5,788	5,788
Miscellaneous	1,128,161	1,128,161
Total expenditures	<u>1,730,279</u>	<u>1,730,279</u>
Deficiency of revenues under expenditures	(1,144,100)	(1,144,100)
Other financing sources (uses)		
Face value of refunding bonds issued	947,000	947,000
Premium on refunding bonds	185,564	185,564
Total other financing sources (uses)	<u>1,132,564</u>	<u>1,132,564</u>
Net change in fund balance	(11,536)	(11,536)
Fund balance - beginning	<u>75,990</u>	<u>75,990</u>
Fund balance - ending	<u>\$ 64,454</u>	<u>\$ 64,454</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2020

	Capital Outlay and Debt Service Fund	Total Capital Projects Funds
Assets		
Cash and cash equivalents	\$ 998,262	\$ 998,262
Due from other agencies	3,466	3,466
Total assets	\$ 1,001,728	\$ 1,001,728
Fund balance		
Fund balance:		
Restricted for capital projects	1,001,728	1,001,728
Total fund balances	1,001,728	1,001,728
Total fund balance	\$ 1,001,728	\$ 1,001,728

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2020

	Capital Outlay and Debt Service Fund	Total Capital Projects Funds
Revenues		
State sources	\$ 1,239,517	\$ 1,239,517
Local Sources:		
Other Local Revenue	8,219	8,219
Total revenues	<u>1,247,736</u>	<u>1,247,736</u>
Expenditures		
Current:		
Facility services - non-capitalized	107,328	107,328
Capital outlay:		
Facilities acquisition and construction	714,346	714,346
Debt service:		
Dues and fees	1,860	1,860
Total expenditures	<u>823,534</u>	<u>823,534</u>
Excess of revenues over expenditures	424,202	424,202
Fund balance - beginning	<u>577,526</u>	<u>577,526</u>
Fund balance - ending	<u><u>\$ 1,001,728</u></u>	<u><u>\$ 1,001,728</u></u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Food Service - Nonmajor Special Revenue Fund
For the Fiscal Year Ended June 30, 2020

	Food Service			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Federal through state and local:				
Food service	\$ 14,202,260	\$ 12,147,206	\$ 12,147,206	\$ -
Total federal through state and local	14,202,260	12,147,206	12,147,206	-
State sources:				
Food service	154,046	155,653	155,653	-
Total state sources	154,046	155,653	155,653	-
Local sources:				
Food service	5,497,845	4,042,626	4,042,626	-
Interest income	34,895	18,787	18,787	-
Other local sources	51,269	113,919	113,919	-
Total local sources	5,584,009	4,175,332	4,175,332	-
Total revenues	19,940,315	16,478,191	16,478,191	-
Expenditures				
Current:				
Food services	20,334,751	18,451,789	18,451,789	-
Capital outlay:				
Other capital outlay	-	18,037	18,037	-
Total expenditures	20,334,751	18,469,826	18,469,826	-
Deficiency of revenues under expenditures	\$ (394,436)	\$ (1,991,635)	(1,991,635)	\$ -
Fund balance - beginning			2,483,417	
Fund balance - ending			\$ 491,782	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Contracted Programs - Nonmajor Special Revenue Fund
For the Fiscal Year Ended June 30, 2020

	Contracted Programs			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Federal direct	\$ 840,872	\$ 1,985,551	\$ 1,937,719	\$ (47,832)
Federal through state and local	24,087,524	25,730,298	22,077,849	(3,652,449)
Local Sources:				
Other local revenue	1,428,496	1,318,526	1,318,949	423
Total revenues	26,356,892	29,034,375	25,334,517	(3,699,858)
Expenditures				
Current:				
Instruction	14,293,245	16,563,131	14,723,424	1,839,707
Student support services	4,150,757	4,720,014	4,718,864	1,150
Instructional media services	555	555	-	555
Instruction and curriculum development services	1,268,492	878,134	651,802	226,332
Instructional staff training services	4,749,237	4,019,234	3,020,392	998,842
Instruction related technology	251,496	38,141	13,178	24,963
General administration	775,397	853,748	478,414	375,334
School administration	30,131	62,620	16,984	45,636
Facility services - non-capitalized	2,019	2,729	2,729	-
Fiscal services	61,210	28,472	-	28,472
Food services	4,930	1,930	1,930	-
Central services	170,629	111,568	81,066	30,502
Student transportation services	48,137	65,683	34,460	31,223
Operation of plant	-	2,075	2,075	-
Maintenance of plant	91,680	-	-	-
Community services	184,238	1,411,602	1,308,992	102,610
Capital outlay:				
Other capital outlay	274,739	274,739	274,739	-
Total expenditures	26,356,892	29,034,375	25,329,049	3,705,326
Excess of revenues over expenditures	\$ -	\$ -	5,468	\$ 5,468
Fund balance - beginning			68,548	
Fund balance - ending			\$ 74,016	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Other Debt Service - Major Debt Service Fund
For the Fiscal Year Ended June 30, 2020

	Other Debt Service			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local sources:				
Interest income	\$ -	\$ 60,299	\$ 60,299	\$ -
Total revenues	-	60,299	60,299	-
Expenditures				
Debt service:				
Principal	22,944,929	22,213,157	22,213,157	-
Interest	2,619,904	2,179,121	2,179,121	-
Dues and fees	8,000	6,000	6,000	-
Total expenditures	25,572,833	24,398,278	24,398,278	-
Deficiency of revenues under expenditures	(25,572,833)	(24,337,979)	(24,337,979)	-
Other financing sources				
Transfers in	25,572,833	24,391,776	24,391,776	-
Transfers out	-	-	-	-
Total other financing sources	25,572,833	24,391,776	24,391,776	-
Net change in fund balance	\$ -	\$ 53,797	53,797	\$ -
Fund balance - beginning			1,198,559	
Fund balance - ending			\$ 1,252,356	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
ARRA Economic Stimulus - Major Debt Service Fund
For the Fiscal Year Ended June 30, 2020

	ARRA Economic Stimulus			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Federal direct	\$ 1,957,382	\$ 1,963,642	\$ 1,963,642	\$ -
Local sources:				
Interest income	-	3,048	2,948,130	2,945,082
Total revenues	1,957,382	1,966,690	4,911,772	2,945,082
Expenditures				
Debt service:				
Principal				-
Interest	2,125,484	2,125,484	2,125,484	-
Dues and fees	7,000	7,000	7,000	-
Total expenditures	2,132,484	2,132,484	2,132,484	-
Excess (deficiency) of revenues over (under) expenditures	(175,102)	(165,794)	2,779,288	2,945,082
Other financing sources				
Transfers in	2,099,540	2,090,604	2,090,604	-
Total other financing sources	2,099,540	2,090,604	2,090,604	-
Net change in fund balance	\$ 1,924,438	\$ 1,924,810	4,869,892	\$ 2,945,082
Fund balance - beginning			23,608,957	
Fund balance - ending			\$ 28,478,849	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
State Board of Education Bonds - Nonmajor Debt Service Fund
For the Fiscal Year Ended June 30, 2020

	State Board of Education Bonds			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
State sources:				
CO&DS withheld for SBE Bonds	\$ 522,840	\$ 586,179	\$ 586,179	\$ -
Total revenues	522,840	586,179	586,179	-
Expenditures				
Debt service:				
Principal	448,000	448,000	448,000	-
Interest	148,330	148,330	148,330	-
Dues and fees	2,500	5,788	5,788	-
Miscellaneous	-	1,128,161	1,128,161	-
Total expenditures	598,830	1,730,279	1,730,279	-
Deficiency of revenues under expenditures	\$ (75,990)	\$ (1,144,100)	(1,144,100)	\$ -
Other financing sources				
Face value of refunding bonds issued	-	947,000	947,000	-
Premium on refunding bonds	-	185,564	185,564	-
Total other financing sources	-	1,132,564	1,132,564	-
Net change in fund balance	\$ (75,990)	\$ (11,536)	(11,536)	\$ -
Fund balance - beginning			75,990	
Fund balance - ending			\$ 64,454	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Local Capital Improvement Tax - Major Capital Projects Fund
For the Fiscal Year Ended June 30, 2020

	Local Capital Improvement Tax			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local sources:				
Property taxes levied for capital projects	\$ 95,632,694	\$ 95,850,310	\$ 95,871,076	\$ 20,766
Interest income	-	1,035,877	1,425,324	389,447
Total local sources	95,632,694	96,886,187	97,296,400	410,213
Total revenues	95,632,694	96,886,187	97,296,400	410,213
Expenditures				
Current:				
Facility services - non-capitalized	71,671,055	28,230,983	14,745,077	13,485,906
Capital outlay:				
Facilities acquisition and construction	-	9,758,932	9,758,932	-
Charter school local capital improvement	-	1,630,865	1,630,865	-
Total expenditures	71,671,055	39,620,780	26,134,874	13,485,906
Excess of revenues over expenditures	23,961,639	57,265,407	71,161,526	13,896,119
Other financing uses				
Transfers out	(54,129,213)	(53,298,878)	(48,645,129)	4,653,749
Total other financing uses	(54,129,213)	(53,298,878)	(48,645,129)	4,653,749
Net change in fund balance	\$ (30,167,574)	\$ 3,966,529	22,516,397	\$ 18,549,868
Fund balance - beginning			51,934,490	
Fund balance - ending			\$ 74,450,887	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Other Capital Projects - Major Capital Projects Fund
For the Fiscal Year Ended June 30, 2020

	Other Capital Projects			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
State sources:				
Charter school capital outlay funding	\$ 3,450,761	\$ 3,450,761	\$ 3,252,576	\$ (198,185)
Miscellaneous state revenue	-	1,934,118	158,891	(1,775,227)
Local sources:				
Sales tax collections	20,644,570	21,254,038	21,254,038	-
Impact fee collections	4,200,000	5,533,734	5,916,927	383,193
Interest income	100,000	563,850	937,264	373,414
Total local sources	24,944,570	27,351,622	28,108,229	756,607
Total revenues	28,395,331	32,736,501	31,519,696	(1,216,805)
Expenditures				
Current:				
Facility services - non-capitalized	54,754,514	20,431,902	10,381,420	10,050,482
Capital outlay:				
Facilities acquisition and construction	-	18,617,759	18,617,759	-
Total expenditures	54,754,514	39,049,661	28,999,179	10,050,482
Excess (deficiency) of revenues over (under) expenditures	(26,359,183)	(6,313,160)	2,520,517	8,833,677
Other financing sources				
Inception of capital leases	-	10,999,743	10,999,743	-
Transfer in	6,812,967	-	-	-
Transfer out	(3,450,761)	(3,450,761)	(3,252,576)	198,185
Total other financing sources	3,362,206	7,548,982	7,747,167	198,185
Net change in fund balance	\$ (22,996,977)	\$ 1,235,822	10,267,684	\$ 9,031,862
Fund balance - beginning			37,791,238	
Fund balance - ending			\$ 48,058,922	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Capital Outlay and Debt Service - Nonmajor Capital Projects Fund
For the Fiscal Year Ended June 30, 2020

	Capital Outlay and Debt Service			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
Revenues				
State sources:				
CO&DS Distribution	\$ 190,024	\$ 1,239,517	\$ 1,239,517	\$ -
Local sources:				
Interest income	-	8,219	8,219	-
Total revenues	190,024	1,247,736	1,247,736	-
Expenditures				
Current:				
Facility services - non-capitalized	766,050	520,452	107,328	413,124
Capital outlay:				
Facilities acquisition and construction	-	714,346	714,346	-
Debt service:				
Dues and fees	1,500	1,860	1,860	-
Total expenditures	767,550	1,236,658	823,534	413,124
Excess (deficiency) of revenues over (under) expenditures	\$ (577,526)	\$ 11,078	424,202	\$ 413,124
Fund balance - beginning			577,526	
Fund balance - ending			\$ 1,001,728	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

Internal Service Funds

Internal Service funds are used to account for the District's individual self-insurance programs.

Workers' Compensation Insurance Fund – To account for the financial activities of the District's self-insured workers compensation program.

General & Automobile Liability Insurance Fund – To account for the financial activities of the District's self-insured automobile and general liability coverages.

Cafeteria Plan Funds – To account for self-insured dental and Internal Revenue Code Section 125 benefits for employees.

Health Insurance Fund – To account for self-insured medical benefits for employees.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Schedule of Fund Net Position
Internal Service Funds
June 30, 2020

	Workers' Compensation Insurance	General & Automobile Liability Insurance
Assets		
Current Assets		
Cash and cash equivalents	\$ 955,320	\$ 459,591
Investments	9,007,897	5,572,678
Accounts receivable	-	-
Interest receivable	41,587	25,728
Deposits receivable	75,000	-
Due from other funds	-	-
Due from other agencies	-	-
Prepaid items	840	386
Total current assets	<u>10,080,644</u>	<u>6,058,383</u>
Total assets	<u>10,080,644</u>	<u>6,058,383</u>
Liabilities		
Current liabilities		
Accounts payable	33,762	778
Unearned revenue	-	-
Estimated insurance claims payable	2,743,428	567,440
Total current liabilities	<u>2,777,190</u>	<u>568,218</u>
Long-term liabilities		
Liability for compensated absences	12,980	5,982
Estimated insurance claims payable	4,624,363	1,217,946
Total long-term liabilities	<u>4,637,343</u>	<u>1,223,928</u>
Total liabilities	<u>7,414,533</u>	<u>1,792,146</u>
Net position		
Unrestricted	<u>2,666,111</u>	<u>4,266,237</u>
Total net position	<u>\$ 2,666,111</u>	<u>\$ 4,266,237</u>

Cafeteria Plan		Health Insurance	Internal Service Funds Total
Dental Insurance	Cafeteria		
\$ 1,513,159	\$ 1,334,924	\$ 15,507,985	\$ 19,770,979
-	-	26,016,395	40,596,970
-	-	86,818	86,818
-	-	120,112	187,427
-	-	-	75,000
350	-	-	350
6,040	-	15,900	21,940
820	620	1,189	3,855
1,520,369	1,335,544	41,748,399	60,743,339
1,520,369	1,335,544	41,748,399	60,743,339
44,302	1,836	3,884,722	3,965,400
-	-	9,356,817	9,356,817
72,000	245,016	2,777,000	6,404,884
116,302	246,852	16,018,539	19,727,101
27,531	13,185	17,902	77,580
-	-	-	5,842,309
27,531	13,185	17,902	5,919,889
143,833	260,037	16,036,441	25,646,990
1,376,536	1,075,507	25,711,958	35,096,349
\$ 1,376,536	\$ 1,075,507	\$ 25,711,958	\$ 35,096,349

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2020

	Workers' Compensation Insurance	General & Automobile Liability Insurance
Operating revenues		
Charges for services	\$ 2,523,999	\$ -
Other operating revenues	-	-
Total operating revenues	<u>2,523,999</u>	<u>-</u>
Operating expenses		
Salaries	160,957	42,278
Employee benefits	38,186	11,831
Purchased services	453,615	59,804
Materials and supplies	-	-
Insurance claims	2,256,327	1,275,880
Other	-	-
Total operating expenses	<u>2,909,085</u>	<u>1,389,793</u>
Operating income (loss)	(385,086)	(1,389,793)
Nonoperating revenues		
Investment income	<u>374,084</u>	<u>239,658</u>
Change in net position	(11,002)	(1,150,135)
Total net position - beginning	<u>2,677,113</u>	<u>5,416,372</u>
Total net position - ending	<u><u>\$ 2,666,111</u></u>	<u><u>\$ 4,266,237</u></u>

Cafeteria Plan		Internal Service	
Dental Insurance	Cafeteria	Health Insurance	Funds Total
\$ 2,564,367	\$ 91,948	\$ 53,050,345	\$ 58,230,659
-	-	2,172,113	2,172,113
2,564,367	91,948	55,222,458	60,402,772
64,679	53,212	94,435	415,561
20,438	15,663	30,269	116,387
211,324	38,221	3,363,850	4,126,814
-	1,081	-	1,081
2,240,509	-	48,453,832	54,226,548
-	-	139,396	139,396
2,536,950	108,177	52,081,782	59,025,787
27,417	(16,229)	3,140,676	1,376,985
17,798	20,737	1,162,177	1,814,454
45,215	4,508	4,302,853	3,191,439
1,331,321	1,070,999	21,409,105	31,904,910
\$ 1,376,536	\$ 1,075,507	\$ 25,711,958	\$ 35,096,349

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Schedule of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2020

	Workers' Compensation Insurance	General & Automobile Liability Insurance
Cash flows from operating activities		
Cash receipts from interfund services provided	\$ 2,523,999	\$ -
Cash payments to suppliers	(425,093)	(82,476)
Cash payments to employees	(196,613)	(41,547)
Cash payments for insurance claims	(2,160,350)	(959,588)
Cash receipts from other operating revenues	-	-
Net cash provided (used) by operating activities	<u>(258,057)</u>	<u>(1,083,611)</u>
Cash flows from investing activities		
Interest income received	254,738	165,825
Purchase of investments	<u>(246,529)</u>	<u>(152,514)</u>
Net cash provided (used) by investing activities	<u>8,209</u>	<u>13,311</u>
Net increase (decrease) in cash	<u>(249,848)</u>	<u>(1,070,300)</u>
Cash and cash equivalents - beginning of year	<u>1,205,168</u>	<u>1,529,891</u>
Cash and cash equivalents- end of year	<u><u>\$ 955,320</u></u>	<u><u>\$ 459,591</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities		
Operating income (loss)	\$ (385,086)	\$ (1,389,793)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Change in assets and liabilities		
Decrease in accounts receivable	-	-
(Increase) in due from other funds	-	-
Decrease (increase) in due from other agencies	-	-
Decrease in prepaid items	34	10,678
(Decrease) in salaries and benefits payable	(1,369)	-
Increase (decrease) in accounts payable	28,522	(22,672)
(Decrease) in due to other agencies	(109)	-
Increase in unearned revenue	-	-
Increase in liability for compensated absences	3,974	1,884
Increase (decrease) in estimated insurance claims payable	95,977	316,292
Total adjustments	<u>127,029</u>	<u>306,182</u>
Net cash provided (used) by operating activities	<u><u>\$ (258,057)</u></u>	<u><u>\$ (1,083,611)</u></u>
Noncash investing, capital and financing activities:		
Net increase in fair value of investments	<u><u>\$ 124,982</u></u>	<u><u>\$ 77,319</u></u>

Cafeteria Plan		Internal Service Funds Total	
Dental Insurance	Cafeteria	Health Insurance	
\$ 2,611,131	\$ 179,375	\$ 54,121,538	\$ 59,436,043
(167,022)	(39,275)	(3,573,693)	(4,287,559)
(80,391)	(65,820)	(119,661)	(504,032)
(2,337,509)	-	(48,956,832)	(54,414,279)
-	-	2,032,717	2,032,717
26,209	74,280	3,504,069	2,262,890
17,798	20,737	817,485	1,276,583
-	-	(712,020)	(1,111,063)
17,798	20,737	105,465	165,520
44,007	95,017	3,609,534	2,428,410
1,469,152	1,239,907	11,898,451	17,342,569
\$ 1,513,159	\$ 1,334,924	\$ 15,507,985	\$ 19,770,979
\$ 27,417	\$ (16,229)	\$ 3,140,676	\$ 1,376,985
-	-	581,374	581,374
(350)	-	-	(350)
46,764	-	(15,900)	30,864
2	6	28	10,748
-	-	-	(1,369)
44,302	27	(209,843)	(159,664)
-	-	-	(109)
-	-	505,719	505,719
5,074	3,049	5,015	18,996
(97,000)	87,427	(503,000)	(100,304)
(1,208)	90,509	363,393	885,905
\$ 26,209	\$ 74,280	\$ 3,504,069	\$ 2,262,890
\$ -	\$ -	\$ 360,969	\$ 563,270

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

Agency Funds

Agency funds are used to account for assets held by the District in a trustee capacity.

School Internal Accounts – To account for resources of the school internal funds which are used to administer moneys collected at the schools in connection with school, student athletic, class, and club activities.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Statement of Changes in Fiduciary Assets and Liabilities
Fiduciary Funds
For the Fiscal Year Ended June 30, 2020

	School Internal Accounts			
	Beginning Balance	Additions	Deductions	Ending Balance
Assets				
Cash and cash equivalents	\$ 7,177,160	\$ 14,959,490	\$ 15,064,671	\$ 7,071,979
Accounts receivable, net of allowance of \$56,556	230,856	174,439	230,856	174,439
Inventories	327,369	364,046	327,369	364,046
Total assets	<u>\$ 7,735,385</u>	<u>\$ 15,497,975</u>	<u>\$ 15,622,896</u>	<u>\$ 7,610,464</u>
Liabilities				
Accounts payable and other	\$ 47,723	\$ 36,270	\$ 47,723	\$ 36,270
Internal accounts payable	7,687,662	15,461,705	15,575,173	7,574,194
Total liabilities	<u>\$ 7,735,385</u>	<u>\$ 15,497,975</u>	<u>\$ 15,622,896</u>	<u>\$ 7,610,464</u>

This page was intentionally left blank.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

Discretely Presented Component Units

The District's discretely presented component units consist of the following entities:

Charter Schools – The following charter schools are considered discretely presented component units: Island Village Montessori Charter School, Inc., Sarasota Suncoast Academy, Inc., Student Leadership Academy of Venice, Inc., Imagine School at North Port, Inc., Sarasota Military Academy, Inc., Sarasota School of Arts and Sciences, Inc., Sarasota Academy of the Arts, Inc., and Suncoast School for Innovative Studies, Inc. (charter schools), are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, and Section 1002.33, Florida Statutes. Imagine School at Sarasota, LLC, doing business as Imagine School at Palmer Ranch is organized as a limited liability company pursuant to Chapter 608, Florida Statutes, and Section 1002.33, Florida Statutes.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Statement of Net Position
Component Units - Charter Schools
June 30, 2020

	Island Village Montessori Charter School, Inc.	Sarasota Suncoast Academy, Inc.	Student Leadership Academy of Venice, Inc.	Imagine School at North Port, Inc.	Imagine School at Palmer Ranch
Assets					
Cash and cash equivalents	\$ 2,726,046	\$ 1,473,236	\$ 584,501	\$ 1,642,131	\$ 99,097
Restricted cash	-	-	-	-	-
Accounts receivable	-	-	14,544	823	-
Due from other agencies	-	-	-	27,944	19,268
Due from related parties	-	-	-	750	61,507
Prepaid items	197,711	291,522	5,852	18,152	14,120
Other	90,666	-	1,516	20,716	-
Capital assets:					
Land	829,116	-	-	106,016	-
Land Improvements	9,280	-	-	-	-
Improvements Other Than Buildings	-	23,105	-	1,116,314	-
Leasehold Improvements	-	2,045,729	1,025,914	-	-
Buildings and Fixed Equipment	6,753,454	-	-	2,214,468	-
Furniture, Fixtures and Equipment	2,001,430	787,555	704,297	1,049,154	252,497
Motor Vehicles	41,133	58,500	-	492,498	223,141
Capital Lease	-	-	-	-	-
Less Accumulated Depreciation	(3,992,129)	(1,761,185)	(1,007,485)	(2,485,645)	(371,763)
Total assets	8,656,707	2,918,462	1,329,139	4,203,321	297,867
Deferred outflows of resources					
Pensions	-	2,161,925	500,690	-	-
Total deferred outflows of resources	-	2,161,925	500,690	-	-
Liabilities					
Salaries and wages payable	179,807	433,211	-	628,559	179,535
Due to related parties	-	-	-	-	-
Accounts payable	119,173	12,692	206,552	44,382	336
Other	-	-	-	520	-
Noncurrent liabilities:					
Portion due within one year:					
Notes payable	990,638	-	140,738	198,961	74,788
Bonds payable	-	-	-	-	-
Obligations under capital leases	-	3,456	-	-	19,621
Liability for compensated absences	-	-	2,000	-	-
Net pension liability	-	-	10,261	-	-
Portion due after one year:					
Notes payable	3,532,004	737,483	225,762	1,445,967	102,791
Bonds payable	-	-	-	-	-
Interest rate swap	-	-	-	-	-
Obligations under capital leases	-	-	-	-	21,744
Liability for compensated absences	-	-	27,021	-	-
Net pension liability	-	2,323,537	1,230,225	-	-
Total liabilities	4,821,622	3,510,379	1,842,559	2,318,389	398,815
Deferred inflows of resources					
Pensions	-	152,205	279,850	-	-
Total deferred inflows of resources	-	152,205	279,850	-	-
Net position					
Net investment in capital assets	1,529,642	1,150,248	722,726	1,061,864	62,510
Restricted for capital projects	-	-	-	-	-
Restricted for debt service	-	-	-	-	-
Restricted for other purposes	-	-	-	-	-
Unrestricted	2,305,443	267,555	(1,015,306)	823,068	(163,458)
Total net position	\$ 3,835,085	\$ 1,417,803	\$ (292,580)	\$ 1,884,932	\$ (100,948)

Sarasota Military Academy, Inc.	Sarasota School of Arts and Sciences, Inc.	Sarasota Academy of the Arts, Inc.	Suncoast School for Innovative Studies, Inc.	Total Component Units
\$ 2,363,442	\$ 1,833,059	\$ 354,551	\$ 646,513	\$ 11,722,576
-	2,013,472	99,761	-	2,113,233
8,299	12,696	-	17,530	53,892
23,979	-	-	-	71,191
142,135	-	-	-	204,392
62,557	53,372	-	-	643,286
-	750	-	18,309	131,957
8,398,300	652,565	474,603	-	10,460,600
-	-	-	-	9,280
115,977	-	-	-	1,255,396
-	-	-	268,261	3,339,904
13,674,406	9,257,827	216,173	-	32,116,328
2,810,258	1,544,460	83,131	580,106	9,812,888
768,199	281,255	31,287	8,710	1,904,723
-	64,690	5,630	-	70,320
(6,300,733)	(3,584,284)	(135,839)	(744,121)	(20,383,184)
22,066,819	12,129,862	1,129,297	795,308	53,526,782
1,902,480	-	-	-	4,565,095
1,902,480	-	-	-	4,565,095
-	304,430	49,025	50,661	1,825,228
-	-	-	-	-
534,019	6,886	4,741	20,589	949,370
-	318,530	-	2,903	321,953
751,753	38,373	16,968	-	2,212,219
536,327	200,000	-	-	736,327
-	76,086	-	-	99,163
18,307	-	-	-	20,307
-	-	-	-	10,261
1,166,054	-	246,739	351,800	7,808,600
11,116,641	9,459,548	-	-	20,576,189
725,679	-	-	-	725,679
-	800	-	-	22,544
-	-	13,501	-	40,522
7,507,246	-	-	-	11,061,008
22,356,026	10,404,653	330,974	425,953	46,409,370
920,431	-	-	-	1,352,486
920,431	-	-	-	1,352,486
5,159,718	(1,519,922)	411,278	112,956	8,691,020
-	298,040	-	-	298,040
-	1,365,099	-	-	1,365,099
79,786	-	99,761	-	179,547
(4,546,662)	1,581,992	287,284	256,399	(203,685)
\$ 692,842	\$ 1,725,209	\$ 798,323	\$ 369,355	\$ 10,330,021

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Combining Statement of Activities
Component Units - Charter Schools
For the Fiscal Year Ended June 30, 2020

	Island Village Montessori Charter School, Inc.	Sarasota Suncoast Academy, Inc.	Student Leadership Academy of Venice, Inc.	Imagine School at North Port, Inc.	Imagine School at Palmer Ranch
Expenses:					
Instruction	\$ 3,351,992	\$ 3,914,246	\$ 1,597,162	\$ 5,911,343	\$ 1,950,473
Student support services	121,443	-	177,689	142,617	-
Instructional media services	-	6,212	38,276	43,537	-
Instructional curriculum development services	-	268	-	181,886	71,318
Instructional staff training services	-	19,678	-	26,287	-
Instruction related technology	-	11,004	-	49,420	38,726
Board	-	74,075	13,085	13,500	10,000
General administration	-	-	40,162	936,184	568,981
School administration	1,031,317	933,497	457,329	1,017,602	425,896
Facility services - non-capitalized	-	-	-	-	-
Fiscal services	120,707	75,000	20,575	121,614	72,072
Food services	-	55,952	4,361	943	107,304
Central services	-	-	-	2,685	911
Student transportation services	215,893	42,900	81,405	209,168	92,986
Operation of plant	628,884	1,870,604	448,662	2,323,500	1,595,442
Maintenance of plant	134,205	682,968	41,503	232,707	36,160
Administrative Technology Services	-	-	-	-	-
Community services	-	38,361	-	193,461	149,779
Interest on long-term debt	120,762	1,832	-	82,551	6,768
Unallocated depreciation	355,243	279,231	-	215,178	42,726
Total expenses	<u>6,080,446</u>	<u>8,005,828</u>	<u>2,920,209</u>	<u>11,704,183</u>	<u>5,169,542</u>
Program Revenues:					
Charges for services	8,069	136,943	-	118,446	219,765
Operating grants and contributions	27,348	42,384	-	50,323	88,197
Capital grants and contributions	-	589,696	-	596,207	211,710
Total program revenues	<u>35,417</u>	<u>769,023</u>	<u>-</u>	<u>764,976</u>	<u>519,672</u>
Net program expense	<u>(6,045,029)</u>	<u>(7,236,805)</u>	<u>(2,920,209)</u>	<u>(10,939,207)</u>	<u>(4,649,870)</u>
General Revenues:					
Grants and contributions not restricted to specific programs	6,303,183	7,029,204	2,691,884	10,689,099	4,551,434
Other state and local sources	38,812	35,541	35,242	90,891	94,450
Total general revenues	<u>6,341,995</u>	<u>7,064,745</u>	<u>2,727,126</u>	<u>10,779,990</u>	<u>4,645,884</u>
Change in net position	<u>296,966</u>	<u>(172,060)</u>	<u>(193,083)</u>	<u>(159,217)</u>	<u>(3,986)</u>
Total net position - beginning of year as previously stated	3,538,119	1,413,891	(99,497)	2,044,149	(96,962)
Prior period adjustment	-	175,972	-	-	-
Total net position - beginning of year restated	<u>3,538,119</u>	<u>1,589,863</u>	<u>(99,497)</u>	<u>2,044,149</u>	<u>(96,962)</u>
Total net position - end of year	<u>\$ 3,835,085</u>	<u>\$ 1,417,803</u>	<u>\$ (292,580)</u>	<u>\$ 1,884,932</u>	<u>\$ (100,948)</u>

Sarasota Military Academy, Inc.	Sarasota School of Arts and Sciences, Inc.	Sarasota Academy of the Arts, Inc.	Suncoast School for Innovative Studies, Inc.	Total Component Units
\$ 8,487,139	\$ 4,316,328	\$ 1,275,593	\$ 1,614,468	\$ 32,418,744
518,538	44,504	1,110	-	1,005,901
503,921	112,620	-	-	704,566
-	-	-	-	253,472
-	45,973	1,371	-	93,309
-	-	2,222	-	101,372
-	81,543	15,501	22,691	230,395
-	19,673	37,323	114,034	1,716,357
2,743,160	923,935	310,145	909,673	8,752,554
3,780	-	25,012	342,914	371,706
300,074	32,786	32,374	3,003	778,205
-	-	2,204	-	170,764
-	-	2,058	21,506	27,160
306,700	108,240	39,385	124,094	1,220,771
1,053,474	295,621	243,984	165,554	8,625,725
117,048	382,563	45,177	247,865	1,920,196
-	-	45,554	-	45,554
-	-	22,715	-	404,316
434,111	638,085	15,092	2,124	1,301,325
-	-	-	67,133	959,511
<u>14,467,945</u>	<u>7,001,871</u>	<u>2,116,820</u>	<u>3,635,059</u>	<u>61,101,903</u>
-	-	133,772	25,732	642,727
399,909	43,724	28,495	403,363	1,083,743
669,792	-	54,832	271,090	2,393,327
<u>1,069,701</u>	<u>43,724</u>	<u>217,099</u>	<u>700,185</u>	<u>4,119,797</u>
<u>(13,398,244)</u>	<u>(6,958,147)</u>	<u>(1,899,721)</u>	<u>(2,934,874)</u>	<u>(56,982,106)</u>
11,357,871	6,925,263	1,926,165	2,779,382	54,253,485
283,962	41,152	132,727	78,085	830,862
<u>11,641,833</u>	<u>6,966,415</u>	<u>2,058,892</u>	<u>2,857,467</u>	<u>55,084,347</u>
<u>(1,756,411)</u>	<u>8,268</u>	<u>159,171</u>	<u>(77,407)</u>	<u>(1,897,759)</u>
2,449,253	1,716,941	639,152	446,762	12,051,808
-	-	-	-	175,972
<u>2,449,253</u>	<u>1,716,941</u>	<u>639,152</u>	<u>446,762</u>	<u>12,227,780</u>
<u>\$ 692,842</u>	<u>\$ 1,725,209</u>	<u>\$ 798,323</u>	<u>\$ 369,355</u>	<u>\$ 10,330,021</u>

This page was intentionally left blank.

School Board of Sarasota County, Florida



Comprehensive Annual Financial Statement Report

For the Fiscal Year Ended June 30, 2020

STATISTICAL SECTION

This page was intentionally left blank.

Statistical Section

This part of The School Board of Sarasota County, Florida's comprehensive annual financial report presents detail information as a context for understanding what the information in the financial statements, notes disclosures and required supplementary information says about the School Board's overall financial health.

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>	128
Revenue Capacity <i>These schedules contain information to help the reader assess the District's most significant local revenues sources, the property tax.</i>	142
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	146
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.</i>	151
Operating Information <i>These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</i>	154

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

Net position components	Fiscal Year			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
Primary government				
Net investment in capital assets	\$ 712,540,799	\$ 721,892,327 ^a	\$ 737,197,939	\$ 754,873,856
Restricted	112,329,674	118,612,155	107,809,491	94,797,196
Unrestricted (deficit)	35,271,890	28,762,628	25,597,385	22,701,000
Total primary government net position	<u>\$ 860,142,363</u>	<u>\$ 869,267,110 ^a</u>	<u>\$ 870,604,815</u>	<u>\$ 872,372,052</u>

^a Restated June 30, 2012 net position

^b Decrease in Net Position in 2015 due to the implementation of GASB 68 and 71.

^c The increase is primarily due to school campuses being closed during the last quarter of the fiscal year from the COVID-19 pandemic.

Source: District records

Table 1

Fiscal Year					
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
\$ 777,726,583	\$ 794,655,165	\$ 816,565,183	\$ 831,134,795	\$ 835,369,281	\$ 826,064,013
84,677,632	99,819,203	104,981,610	100,681,123	123,275,441	161,689,852
<u>(129,257,091) ^b</u>	<u>(129,544,072)</u>	<u>(111,912,970)</u>	<u>(128,106,285)</u>	<u>(133,989,342)</u>	<u>(133,597,210)</u>
<u>\$ 733,147,124 ^b</u>	<u>\$ 764,930,296</u>	<u>\$ 809,633,823</u>	<u>\$ 803,709,633</u>	<u>\$ 824,655,380</u>	<u>\$ 854,156,655 ^c</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Expenses, Program Revenues and Net (Expense)/Revenue
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
Primary Government Expenses				
Governmental activities:				
Instruction ^a	\$ 296,690,439	\$ 281,722,647	\$ 293,223,596	\$ 299,703,201
Student support services	28,732,840	23,967,492	22,931,811	24,326,894
Instructional media services	5,386,832	4,724,382	4,036,099	3,196,433
Instruction and curriculum development services	3,844,308	3,434,577	3,269,677	3,359,671
Instructional staff training services	5,378,038	4,969,184	4,947,478	5,031,783
Instructional related technology	1,373,380	2,368,817	3,320,282	3,475,721
Board	1,126,670	1,021,338	819,319	1,283,234
General administration	2,951,442	2,559,299	2,605,606	2,751,981
School administration	17,484,966	16,226,134	16,303,070	17,338,048
Facility services - non-capitalized	13,136,595	13,562,468	13,475,579	16,972,664
Fiscal services	2,051,350	2,106,502	1,884,311	1,998,046
Food services	16,391,007	15,439,526	15,649,443	17,193,318
Central services	6,455,528	6,143,183	6,072,463	6,523,876
Student transportation services	19,524,334	18,989,823	18,343,827	19,415,299
Operation of plant	35,436,543	33,328,174	33,785,539	34,507,859
Maintenance of plant	17,949,420	15,893,062	14,121,895	14,784,318
Administrative technology services	2,080,924	2,504,196	3,175,384	3,719,238
Community services	2,457,531	2,318,840	2,586,369	3,555,076
Interest on long-term debt	9,911,864	10,324,210	9,596,005	9,262,395
Total expenses	<u>\$ 488,364,011</u>	<u>\$ 461,603,854</u>	<u>\$ 470,147,753</u>	<u>\$ 488,399,055</u>
Program Revenues				
Governmental activities:				
Charges for services				
Instruction	\$ 2,994,646	\$ 3,113,655	\$ 3,632,297	\$ 3,570,476
Food	6,195,344	5,789,837	5,600,358	5,190,096
Transportation	489,684	598,078	599,314	596,210
Community Service ^b	-	-	-	-
Operating grants and contributions	10,412,253	10,690,392	11,311,262	12,602,559
Capital grants and contributions	6,549,424	5,873,206	5,615,947	6,299,479
Total program revenues	<u>26,641,351</u>	<u>26,065,168</u>	<u>26,759,178</u>	<u>28,258,820</u>
Primary government net expense	<u>\$ (461,722,660)</u>	<u>\$ (435,538,686)</u>	<u>\$ (443,388,575)</u>	<u>\$ (460,140,235)</u>

^a The District's expenses, particularly for instruction, have increased significantly as a result of the state's class size reduction constitutional amendment.

^b All transportation services revenues were previously reported in Transportation Services. In FY15 they were segregated between community service fees and student transportation fees.

Source: District records

Table 2

Fiscal Year					
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
\$ 304,759,710	\$ 317,993,211	\$ 329,898,711	\$ 354,712,133	\$ 365,537,244	\$ 368,157,537
24,796,691	26,177,975	27,147,514	29,906,129	35,885,282	32,291,478
6,706,553	4,505,216	3,653,084	5,794,752	5,771,948	4,797,613
3,230,349	3,350,535	3,487,191	3,931,181	4,028,085	4,153,970
4,691,992	4,105,576	4,478,484	4,651,341	4,786,922	4,722,085
3,572,269	4,924,996	5,740,468	4,920,427	5,546,799	5,376,458
1,104,220	946,510	1,148,680	1,557,029	1,451,468	2,590,854
3,128,034	3,189,440	2,665,551	2,871,103	2,683,312	3,047,903
17,269,900	18,031,984	18,191,723	21,176,512	21,949,027	22,112,669
16,399,611	22,209,758	22,274,456	31,070,638	31,339,373	29,626,442
2,017,043	2,013,262	2,169,566	2,094,829	2,207,031	2,026,086
17,009,351	18,101,850	19,447,812	20,255,948	20,563,313	18,518,258
6,698,741	6,128,154	6,300,563	6,884,275	7,172,486	7,423,746
18,261,021	18,157,778	18,061,854	19,237,414	20,135,953	19,671,943
33,445,833	33,634,202	33,510,809	36,840,850	37,150,224	41,922,183
14,294,204	14,933,393	15,881,826	15,791,450	17,078,883	18,179,208
3,989,386	3,679,800	3,185,164	2,880,835	2,917,970	2,629,966
3,589,142	3,304,544	3,585,836	4,221,778	4,572,879	4,384,979
8,643,739	8,788,740	6,706,159	6,359,669	5,682,196	5,359,921
<u>\$ 493,607,789</u>	<u>\$ 514,176,924</u>	<u>\$ 527,535,451</u>	<u>\$ 575,158,293</u>	<u>\$ 596,460,395</u>	<u>\$ 596,993,299</u>
\$ 3,611,562	\$ 2,641,709	\$ 2,016,896	\$ 2,241,244	\$ 2,374,141	\$ 1,912,712
4,723,056	4,639,412	4,948,140	4,520,614	5,443,411	4,042,626
238,596	259,658	221,890	228,010	213,588	180,789
492,875	204,936	350,630	274,515	413,012	341,330
12,622,205	48,213,215	43,711,318	44,662,620	44,976,399	45,729,050
5,774,799	6,021,626	9,729,270	5,720,580	9,063,377	7,911,018
<u>27,463,093</u>	<u>61,980,556</u>	<u>60,978,144</u>	<u>57,647,583</u>	<u>62,483,928</u>	<u>60,117,525</u>
<u>\$ (466,144,696)</u>	<u>\$ (452,196,368)</u>	<u>\$ (466,557,307)</u>	<u>\$ (517,510,710)</u>	<u>\$ (533,976,467)</u>	<u>\$ (536,875,774)</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
General Revenues and
Total Changes in Net Position
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
Net (Expense)				
Total primary government net expense	\$ (461,722,660)	\$ (435,538,686)	\$ (443,388,575)	\$ (460,140,235)
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes				
Property taxes, levied for general purposes ^a	276,860,927	249,145,074	255,168,075	272,808,869
Property taxes, levied for capital projects	64,915,896	60,937,028	60,632,620	63,261,086
Local sales taxes	13,295,558	13,860,532	14,752,739	15,791,473
Grants and contributions				
Not restricted to specific programs	109,899,786	112,835,562	104,701,937	105,250,969
Miscellaneous	8,938,210	7,466,487	8,123,934	3,755,476
Unrestricted investment earnings	1,761,982	1,529,710	1,346,975	1,039,599
Total primary government	<u>475,672,359</u>	<u>445,774,393</u>	<u>444,726,280</u>	<u>461,907,472</u>
Change in Net Position	<u>\$ 13,949,699</u>	<u>\$ 10,235,707</u>	<u>\$ 1,337,705</u> ^b	<u>\$ 1,767,237</u>

^a Changes in property tax revenues are a product of underlying changes in property values and tax rates.

^b Changes in Net Position in 2013 due to an increase in charter school payments due to enrollment growth and salary and benefits expenses from the 2011-12 reinstated furlough days and a one-time compensation adjustment.

^c Change in Net Position in 2015 was due to the implementation of GASB 68 and 71 and increase in property tax revenues.

^d Change in Net Position in 2016, 2017 and 2020 was due to increase in property tax revenues.

^e Change in Net Position in 2018 was due to an increase in salary and benefit costs due to a negotiated salary settlement offset by an increase in state funding of the Best and Brightest Teacher Scholarship program and property tax revenues.

Source: District records

Table 3

Fiscal Year					
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
\$ (466,144,696)	\$ (452,196,368)	\$ (466,557,307)	\$ (517,510,710)	\$ (533,976,467)	\$ (536,875,774)
284,782,027	305,488,678	315,616,843	325,234,264	334,039,420	347,920,617
68,078,087	73,219,437	79,833,647	85,447,804	91,044,453	95,871,076
17,293,948	18,312,133	18,810,036	19,890,827	21,451,257	21,254,038
108,386,450	73,924,680	81,540,851	83,132,274	85,546,235	82,279,494
6,756,842	9,876,880	14,551,372	12,819,395	13,460,938	9,087,551
1,378,495	3,157,732	908,085	2,929,414	9,379,911	9,964,273
486,675,849	483,979,540	511,260,834	529,453,978	554,922,214	566,377,049
<u>\$ 20,531,153 ^c</u>	<u>\$ 31,783,172 ^d</u>	<u>\$ 44,703,527 ^d</u>	<u>\$ 11,943,268 ^e</u>	<u>\$ 20,945,747</u>	<u>\$ 29,501,275 ^d</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Fund Balances, Governmental Funds (A)
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2011	2012	2013	2014
General Fund				
Nonspendable	\$ 3,022,373	\$ 4,686,136	\$ 3,719,373	\$ 3,625,467
Restricted	4,463,012	3,944,117	2,134,839	2,551,274
Assigned	19,885,279	20,031,791	6,912,566	5,270,713
Unassigned	37,449,121	35,337,274	40,713,975	39,435,810
Total General Fund	<u>\$ 64,819,785</u>	<u>\$ 63,999,318</u>	<u>\$ 53,480,753</u>	<u>\$ 50,883,264</u>
All Other Governmental Funds				
Nonspendable	\$ 460,304	\$ 395,913	\$ 518,145	\$ 482,990
Restricted	228,682,195	176,666,571	129,791,129	99,989,018
Assigned	6,329,365	6,732,425	6,773,852	6,797,498
Total all other governmental funds	<u>\$ 235,471,864 ^a</u>	<u>\$ 183,794,909 ^b</u>	<u>\$ 137,083,126 ^c</u>	<u>\$ 107,269,506</u>

Note: (A) Includes all governmental fund types

^a The increase is due to the balance of unspent proceeds related to the issuance of the Certificates of Participation, Series 2010A and 2010B.

^b The decrease is due to decreases in per student funding, property tax revenues, and the loss of Federal Stimulus funding.

^c The decrease is primarily attributed to increased salary and benefit expenditures from the loss of Federal Education Jobs Act funds and from the reinstatement of 2011-12 furlough days and a one-time compensation adjustment.

^d The increase is primarily due to school campuses being closed during the last quarter of the fiscal year from the COVID-19 pandemic

^e During 2020 the district did an accounting change reclassifying food service inventory from nonspendable to restricted going forward.

Source: District records

Table 4

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$ 3,044,959	\$ 5,764,339	\$ 9,587,659	\$ 9,716,816	\$ 10,293,248	\$ 11,791,370
1,384,125	10,691,981	10,343,577	8,989,385	6,577,989	7,093,370
7,307,149	6,302,763	6,023,599	6,904,681	5,412,978	10,664,286
33,104,480	36,118,713	47,480,009	49,391,090	58,871,103	57,295,149
<u>\$ 44,840,713</u>	<u>\$ 58,877,796</u>	<u>\$ 73,434,844</u>	<u>\$ 75,001,972</u>	<u>\$ 81,155,318</u>	<u>\$ 86,844,175</u>
\$ 285,958	\$ 563,422	\$ 792,344	\$ 943,502	\$ 967,108	\$ 27,959 ^e
84,329,189	82,497,218	88,451,915	91,871,318	116,771,617	153,845,035
6,804,589	-	-	-	-	-
<u>\$ 91,419,736</u>	<u>\$ 83,060,640</u>	<u>\$ 89,244,259</u>	<u>\$ 92,814,820</u>	<u>\$ 117,738,725</u>	<u>\$ 153,872,994 ^d</u>

∴

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Governmental Funds Revenues (A)
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2011	2012	2013	2014
Revenues				
Federal sources:				
Federal grants	\$ 48,044,321	\$ 37,528,633	\$ 28,100,534	\$ 28,014,773
Food services	10,245,493	10,520,402	11,145,812	12,429,723
Total federal sources	<u>58,289,814</u>	<u>48,049,035</u>	<u>39,246,346</u>	<u>40,444,496</u>
State sources:				
Florida education finance program	3,093,335	17,015,914	17,138,970	19,283,432
Public education capital outlay	2,149,547	-	-	-
Food services	166,759	169,990	165,450	172,836
State grants and other	63,098,786	62,850,215	63,506,692	61,897,910
Total state sources	<u>68,508,427</u>	<u>80,036,119</u>	<u>80,811,112</u>	<u>81,354,178</u>
Local sources:				
Ad valorem taxes	341,776,823	310,082,102	315,800,695	336,069,955
Food service sales	6,214,575	5,811,913	5,621,262	5,230,946
Interest and other income	745,590	1,429,854	1,201,855	974,909
Other revenues	26,062,544	25,645,504	28,331,418	31,414,929
Total local sources	<u>374,799,532</u>	<u>342,969,373</u>	<u>350,955,230</u>	<u>373,690,739</u>
 Total revenues	 <u>\$ 501,597,773</u>	 <u>\$ 471,054,527</u>	 <u>\$ 471,012,688</u>	 <u>\$ 495,489,413</u>

Note: (A) Includes all governmental fund types.

Source: District records

Table 5

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$ 27,787,365	\$ 27,430,354	\$ 26,721,768	\$ 26,544,776	\$ 28,270,760	\$ 27,970,022
12,451,231	13,246,184	13,410,204	13,847,375	13,840,999	12,147,206
40,238,596	40,676,538	40,131,972	40,392,151	42,111,759	40,117,228
20,307,095	18,598,374	21,506,285	20,583,775	21,696,113	23,646,980
730,373	777,187	4,156,515	770,992	767,266	-
170,974	166,526	160,987	161,185	157,992	155,653
62,457,310	62,897,589	63,962,633	65,892,779	70,697,322	66,175,965
83,665,752	82,439,676	89,786,420	87,408,731	93,318,693	89,978,598
352,860,114	378,708,115	395,450,490	410,682,068	425,083,873	443,791,693
4,723,056	4,662,835	5,020,583	4,643,609	5,506,253	4,156,545
1,246,687	2,857,768	646,762	2,651,784	7,533,130	8,149,819
30,809,526	34,115,948	40,701,122	40,829,761	41,634,127	37,960,164
389,639,383	420,344,666	441,818,957	458,807,222	479,757,383	494,058,221
\$ 513,543,731	\$ 543,460,880	\$ 571,737,349	\$ 586,608,104	\$ 615,187,835	\$ 624,154,047

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Governmental Funds Expenditures and Debt Service Ratios
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2011	2012	2013	2014
Expenditures:				
Instruction	\$ 266,581,120	\$ 253,298,629	\$ 263,409,471	\$ 269,857,115
Student support services	28,493,209	23,697,895	22,796,479	24,264,846
Instructional media services	5,359,753	4,696,872	4,029,572	3,202,524
Instruction and curriculum development services	3,788,923	3,376,568	3,240,384	3,345,644
Instructional staff training services	5,340,332	4,923,975	4,896,582	4,989,989
Instruction related technology	1,363,247	2,301,684	3,300,941	3,467,956
Board	1,111,754	1,005,310	816,281	1,281,964
General administration	2,653,620	2,277,193	2,345,566	2,515,371
School administration	17,381,348	16,067,921	16,226,354	17,313,523
Facility services - non-capitalized	12,490,422	12,803,351	11,998,111	15,286,991
Fiscal services	2,025,671	2,078,746	1,870,902	1,992,715
Food services	16,218,563	15,232,938	15,532,507	17,081,034
Central services	5,995,234	5,565,215	5,610,756	6,113,262
Student transportation services	17,258,729	16,669,533	16,034,187	17,017,521
Operation of plant	35,189,729	33,045,743	33,605,632	34,371,988
Maintenance of plant	17,444,372	15,510,396	13,844,931	14,579,869
Administrative technology services	2,069,903	2,469,166	3,102,763	3,642,831
Community services	2,442,909	2,294,407	2,566,324	3,544,119
Capital Outlay:				
Facilities acquisition and construction	68,170,877	81,726,760	79,619,254	59,890,757
Other capital outlay	231,822	911,219	985,366	1,699,615
Debt Service:				
Principal	16,209,613	18,398,319	20,110,615	21,481,477
Interest and fiscal charges	10,356,962	10,187,808	9,836,543	9,288,125
Total expenditures	<u>\$ 538,178,112</u>	<u>\$ 528,539,648</u>	<u>\$ 535,779,521</u>	<u>\$ 536,229,236</u>
Debt service as a percentage of noncapital expenditures ^a	5.48%	6.41%	6.57%	6.47%

^a The percentage calculation only includes principal and interest.

Source: District records

Table 6

Fiscal Year						
2015	2016	2017	2018	2019	2020	
\$ 279,137,225	\$ 282,745,603	\$ 293,039,782	\$ 307,240,299	\$ 313,886,108	\$ 323,009,243	
25,655,367	26,220,551	27,250,541	29,052,226	34,466,835	31,165,838	
6,808,597	4,520,833	3,678,680	5,732,892	5,663,536	4,755,503	
3,335,041	3,354,421	3,493,397	3,813,327	3,867,810	3,977,435	
4,776,234	4,079,366	4,448,291	4,519,618	4,648,970	4,515,672	
3,687,874	4,929,740	5,754,174	4,821,687	5,360,432	5,218,721	
1,114,914	945,580	1,154,365	1,549,980	1,431,491	2,612,492	
2,979,669	3,028,922	2,508,920	2,645,626	2,448,983	2,779,580	
17,862,844	18,045,224	18,224,122	20,513,978	21,015,530	21,260,860	
14,753,121	20,054,401	19,960,401	21,158,786	28,720,312	25,348,330	
2,091,942	2,017,672	2,177,017	2,032,136	2,111,408	1,944,932	
17,146,209	17,973,961	19,439,295	20,016,919	20,004,125	18,551,870	
6,475,311	5,746,112	5,943,872	6,352,651	6,577,118	6,875,991	
16,210,486	15,539,110	15,589,262	16,110,838	16,694,756	16,677,319	
33,994,410	33,584,074	33,555,362	36,252,895	36,117,099	41,237,759	
14,389,522	14,832,133	15,806,393	15,430,159	16,597,960	17,758,110	
3,999,646	3,654,680	3,168,921	2,819,235	2,834,704	2,552,082	
3,660,407	3,311,442	3,582,045	4,111,524	4,450,058	4,229,041	
51,900,047	46,634,963	54,096,140	49,573,330	29,045,882	29,091,037	
2,417,246	2,823,879	1,247,140	9,124,967	1,284,416	2,642,393	
22,668,538	18,460,021	21,809,640	23,393,611	22,127,839	22,661,157	
8,633,642	7,941,009	6,778,262	5,386,323	4,892,595	5,601,744	
<u>\$ 543,698,292</u>	<u>\$ 540,443,697</u>	<u>\$ 562,706,022</u>	<u>\$ 591,653,007</u>	<u>\$ 584,247,967</u>	<u>\$ 594,467,109</u>	
6.39%	5.34%	5.45%	5.32%	4.87%	4.82%	

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Other Financing Sources and Uses and Net Changes in Fund Balance,
Governmental Funds
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2011	2012	2013	2014
Excess (deficiency) of revenues over (under) expenditures	\$ (36,580,339)	\$ (57,485,121)	\$ (64,766,833)	\$ (40,739,823)
Other Financing Sources (Uses)				
Long-term debt issued	114,841,000	-	-	-
Premium on sale of bonds	5,528,547	-	-	-
Inception of capital leases	10,254,654	5,163,158	8,006,208	8,869,894
Refunding bonds issued	-	550,000	-	658,000
Refunding certificates of participation	145,198	84,160	-	106,524
Loans Incurred	-	(632,525)	-	(764,920)
Payments to refunded escrow agent	10,000	373,873	-	3,000
Sale of capital assets	12,861	11,880	80,556	6,495
Loss recoveries	49,578,490	47,359,586	51,432,335	51,191,014
Transfers in	(50,277,302)	(47,909,865)	(51,982,614)	(51,741,293)
Transfers out				
Total other financing sources (uses)	<u>130,093,448</u>	<u>5,000,267</u>	<u>7,536,485</u>	<u>8,328,714</u>
Net change in fund balances	<u>\$ 93,513,109</u>	<u>\$ (52,484,854)</u>	<u>\$ (57,230,348)</u>	<u>\$ (32,411,109)</u>

Source: District records

Table 7

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$ (30,154,561)	\$ 3,017,183	\$ 9,031,327	\$ (5,044,903)	\$ 30,939,868	\$ 29,686,938
-	-	-	-	-	-
-	-	-	-	-	-
8,867,710	9,804,168	10,535,376	11,623,156	-	-
2,802,000	-	1,750,044	-	-	1,132,564
266,434	68,365,000	-	-	-	-
					10,999,743
(3,126,542)	(68,168,044)	-	(866,736)	-	-
-	-	-	-	-	-
2,917	50,557	1,830	4,082	137,383	3,881
49,964,273	44,475,294	46,388,900	46,304,524	49,946,907	51,897,705
(50,514,552)	(51,866,171)	(46,966,810)	(46,882,434)	(49,946,907)	(51,897,705)
8,262,240	2,660,804	11,709,340	10,182,592	137,383	12,136,188
<u>\$ (21,892,321)</u>	<u>\$ 5,677,987</u>	<u>\$ 20,740,667</u>	<u>\$ 5,137,689</u>	<u>\$ 31,077,251</u>	<u>\$ 41,823,126</u>

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Assessed Value and Estimated Actual Value of Taxable Property
Last 10 Fiscal Years
(in thousands of dollars)
(Unaudited)

Table 8

Fiscal Year	Assessed Value		Less: Exemptions	Total Taxable Value	Total Direct Rate ⁽¹⁾
	Residential and Commercial Property	Personal Property			
2011	50,678,383	2,190,004	8,088,600	44,779,787	7.901
2012	47,796,116	2,069,404	7,849,112	42,016,408	7.635
2013	47,354,594	1,973,103	7,681,227	41,646,470	7.816
2014	48,972,181	2,122,290	7,518,325	43,576,146	7.970
2015	52,353,366	2,161,143	7,654,933	46,859,576	7.777
2016	56,300,468	2,334,950	8,333,521	50,301,897	7.763
2017	61,540,071	2,368,414	9,061,854	54,846,631	7.433
2018	65,662,252	2,538,854	9,387,548	58,813,558	7.209
2019	69,788,283	2,671,051	9,739,156	62,720,178	7.003
2020	73,374,921	2,654,646	9,917,408	66,112,159	6.943

Note: Assessed values approximate estimated actual values. For each fiscal year ending June 30, property is valued as of the preceding January 1st.

⁽¹⁾ Per \$1,000 of assessed value

Source: Sarasota County Property Appraiser

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

Table 9

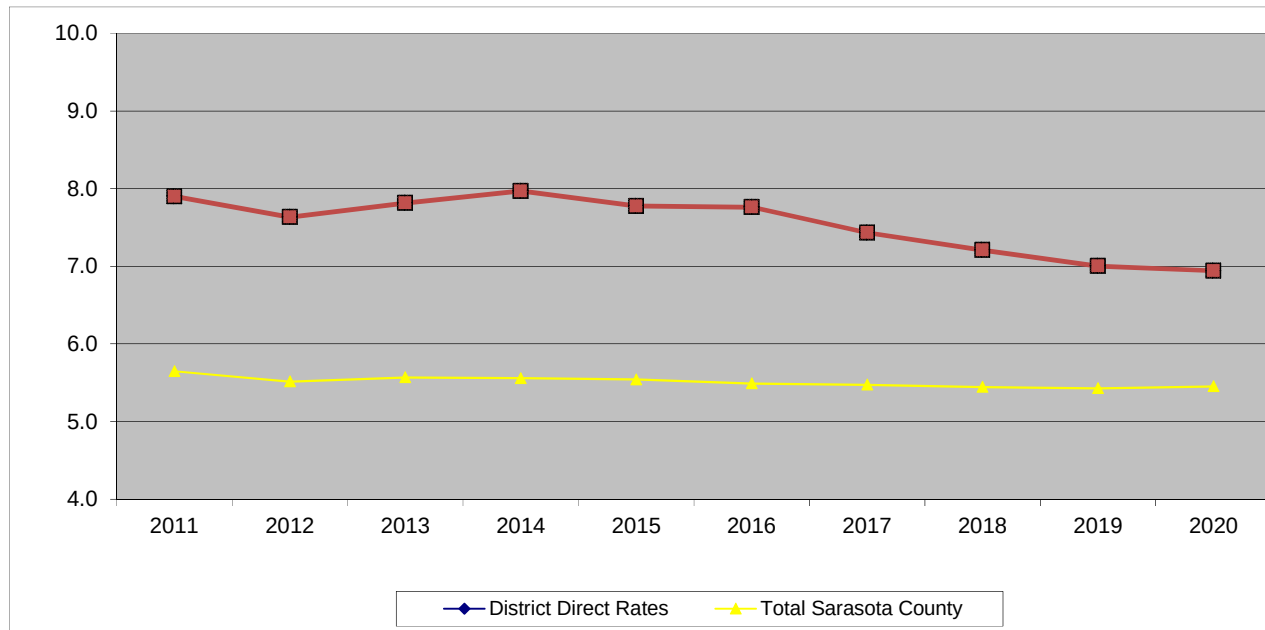
Fiscal Year	District Direct Rates			Overlapping Rates ⁽¹⁾				
	General Purposes	Capital Purposes	Total	Sarasota County	City of Sarasota	City of Venice	Town of Longboat Key ⁽²⁾	City of North Port
2011	6.401	1.500	7.901	5.649	3.198	3.004	1.958/1.958	3.340
2012	6.135	1.500	7.635	5.517	3.355	3.195	1.955/1.955	3.568
2013	6.316	1.500	7.816	5.570	3.353	3.227	1.944/1.944	3.617
2014	6.470	1.500	7.970	5.559	3.582	3.302	2.132/2.132	3.447
2015	6.277	1.500	7.777	5.543	3.561	3.292	2.449/3.087	3.597
2016	6.263	1.500	7.763	5.492	3.498	3.277	2.396/3.020	3.597
2017	5.933	1.500	7.433	5.475	3.473	3.766	2.362/2.939	3.477
2018	5.709	1.500	7.209	5.446	3.447	4.278	2.348/2.893	3.407
2019	5.503	1.500	7.003	5.428	3.515	4.338	2.337/2.862	3.407
2020	5.443	1.500	6.943	5.455	3.497	4.320	2.329/2.792	3.874

(1) Additional millages for incorporated areas include levies for operating and debt service costs.

(2) Inland/Beach side

Source: Sarasota County Property Appraiser

County and School District Millages



SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Principal Property Taxpayers
Current Year and 9 Years Ago
(Unaudited)

Table 10

Taxpayer	2020 ⁽¹⁾			2011		
	Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value
Florida Power & Light Co.	\$ 553,725,088	1	0.89 %	\$ 344,339,110	1	0.82 %
TB Mall at UTC LLC	278,787,728	2	0.45	-	-	-
Ashford Sarasota LP	131,508,700	3	0.21	-	-	-
Frontier Florida LLC	121,248,510	4	0.19	-	-	-
Publix Super Markets Inc	117,586,486	5	0.19	58,349,224	9	0.14
SNF Property LLC	97,715,500	6	0.16	-	-	-
Sarasota Doctors Hospital	87,447,148	7	0.14	90,595,243	4	0.21
The Glenridge on Palmer Ranch	85,752,195	8	0.14	76,837,099	5	0.18
Wal-Mart Stores East LP	83,976,256	9	0.13	74,889,141	6	0.18
Taylor Morrison of Florida Inc	83,007,148	10	0.13	-	-	-
Verizon Florida, Inc.	-	-	-	255,345,628	2	0.61
Westfield/Southgate and	-	-	-	-	-	-
Sarasota Shoppingtown	-	-	-	133,949,495	3	0.32
Comcast/Storer Cable	-	-	-	74,184,252	7	0.18
Venice HMA	-	-	-	65,040,870	8	0.15
Osprey S.A	-	-	-	57,532,986	10	0.14
Total	<u>\$ 1,640,754,759</u>		<u>2.63 %</u>	<u>\$ 1,231,063,048</u>		<u>2.93 %</u>

Source: Sarasota County Property Appraiser

(1) Prepared by Sarasota County government from data received from Sarasota County Property Appraiser.

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

Table 11

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent Collections (1)	Total Fiscal Year Collections	
		Amount	Percentage of Levy		Amount (1)	Percentage of Levy
2011	353,805,097	341,469,125	96.51	307,698	341,776,823	96.60
2012	320,795,275	309,805,201	96.57	276,902	310,082,103	96.66
2013	325,508,810	315,266,543	96.85	534,152	315,800,695	97.02
2014	347,301,884	335,864,117	96.71	205,838	336,069,955	96.77
2015	364,426,920	352,515,412	96.73	344,702	352,860,114	96.83
2016	390,493,628	378,538,568	96.94	169,547	378,708,115	96.98
2017	407,675,006	394,679,759	96.81	770,731	395,450,490	97.00
2018	423,986,941	410,682,068	96.86	203,636	410,885,704	96.91
2019	439,229,406	424,861,359	96.73	222,514	425,083,873	96.78
2020	459,016,720	443,529,457	96.63	262,236	443,791,693	96.68

Note: Property Taxes become due and payable on November 1st of each year. A four percent (4%) discount is allowed if taxes are paid in November, with the discounts declining by one percent (1%) each month thereafter. Accordingly, taxes collected will never be 100% of the tax levy. Taxes become delinquent on April 1st of each year and tax certificates for the full amount of any unpaid taxes and assessments must be sold not later than June 1st of each year. Accordingly, the majority of taxes are collected in the fiscal year levied.

(1) Net of allowable discounts

Source: Sarasota County Tax Collector and District records

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Outstanding Debt by Type
Last 10 Fiscal Years
(dollars in thousands, except per capita)
(Unaudited)

Table 12

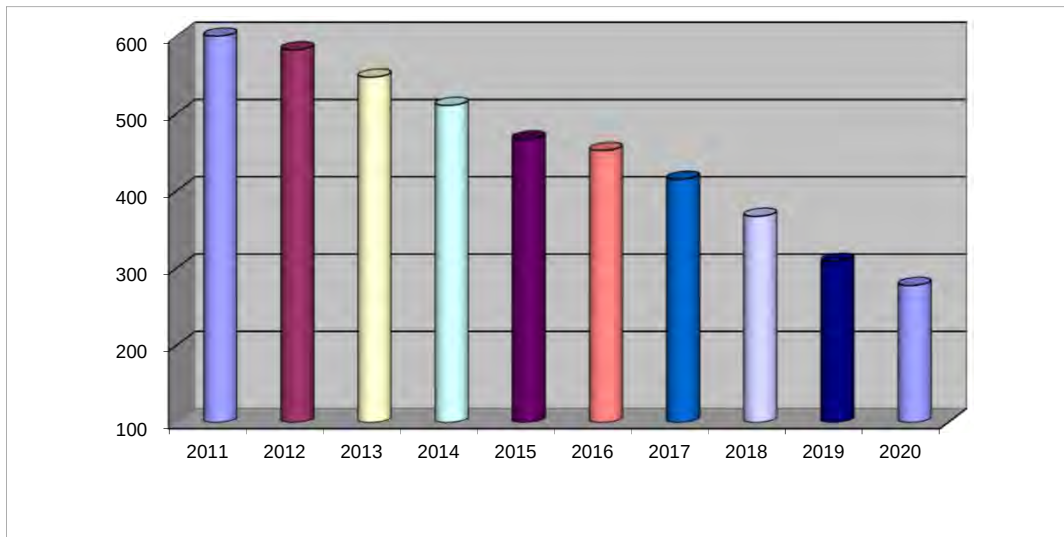
Governmental Activities								
Fiscal Year	State Board of Education Bonds	Qualified Zone Academy Bonds	Certificates of Participation	Race Track Revenue Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income ⁽¹⁾	Per Capita ⁽¹⁾
2011	13,763	1,300	205,941	705	15,460	237,169	1.15	622
2012	12,647	1,300	192,514	295	16,680	223,436	1.04	582
2013	11,718	1,300	178,702	-	19,035	210,755	0.95	547
2014	10,470	1,300	164,359	-	21,488	197,617	0.92	510
2015	8,966	1,300	149,467	-	23,351	183,084	0.80	467
2016	7,628	1,300	146,782	-	24,895	180,605	0.74	452
2017	6,166	1,300	135,793	-	25,623	168,882	0.65	415
2018	4,590	1,300	124,358	-	26,166	156,414	0.56	367
2019	3,875	1,300	112,445	-	16,260	133,880	0.46	309
2020	3,302	1,300	100,101	-	17,051	121,754	N/A	277

Note: Details regarding the District's outstanding debt can be found in the notes to the basic financial statements.
N/A = Data not currently available.

⁽¹⁾ Population and personal income data can be found in Table 16.

Source: District records

Debt Per Capita



SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Direct and Overlapping Governmental Activities Debt
as of June 30, 2019
(dollars in thousands)
(Unaudited)

Table 13

	Debt Outstanding	Estimated Percentage Applicable to this Governmental Unit	Estimated Share of Overlapping Debt
Direct debt			
State Board of Education (SBE) Bonds	\$ 3,302	100.00 %	\$ 3,302
Qualified Zone Academy Bonds	1,300	100.00 %	1,300
Certificates of Participation	100,101	100.00 %	100,101
Capital Leases	17,051	100.00 %	17,051
Subtotal, direct debt	<u>\$ 121,754</u>		<u>\$ 121,754</u>
Overlapping debt			
Overlapping debt for governmental entities within Sarasota County is not presented.			

Source: District records

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Legal Debt Margin Information
Last 10 Fiscal Years
(dollars in thousands)
(Unaudited)

Legal Debt Margin Calculation for Fiscal Year 2020	
Assessed value 2020 tax roll	\$ 66,112,159
Limit of bonded indebtedness, 10% of net assessed taxable property value	6,611,216
Amount of debt applicable to the debt limit	121,754
Legal Debt Margin	<u>\$ 6,489,462</u>

	Fiscal Year			
	2011	2012	2013	2014
Debt limit	\$ 4,477,979	\$ 4,201,641	\$ 4,164,647	\$ 4,357,615
Total debt applicable to limit	<u>237,169</u>	<u>223,436</u>	<u>210,755</u>	<u>197,617</u>
Legal debt margin	<u>\$ 4,240,810</u>	<u>\$ 3,978,205</u>	<u>\$ 3,953,892</u>	<u>\$ 4,159,998</u>
Total debt applicable as a percentage of debt limit	5.30%	5.32%	5.06%	4.53%

Note: This schedule was previously presented as a requirement of State Board of Education Rule 6A-1.037(2), Florida Administrative Code which established a legal debt limit of 10 percent of the assessed valuation of the District. This rule was repealed in March 2006, however, management believes this information may still be of value to users.

Source: District records
Assessed value data provided by the Sarasota County Property Appraiser.

Table 14

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$ 4,685,958	\$ 5,030,190	\$ 5,484,663	\$ 5,881,356	\$ 6,272,018	\$ 6,611,216
183,084	180,605	168,882	156,414	\$ 133,880	121,754
<u>\$ 4,502,874</u>	<u>\$ 4,849,585</u>	<u>\$ 5,315,781</u>	<u>\$ 5,724,942</u>	<u>\$ 6,138,138</u>	<u>\$ 6,489,462</u>
3.91%	3.59%	3.08%	2.66%	2.13%	1.84%

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Pledged-Revenue Coverage
Last Ten Fiscal Years
(Unaudited)

Table 15

Fiscal Year	Race Track Revenue Bonds ⁽¹⁾				State Board of Education Bonds			
	Racing Commission	Debt Service		Coverage	Motor Vehicle License	Debt Service		Coverage
	Funds	Principal	Interest		Tax	Principal	Interest	
2011	446,500	400,000	38,170	1.02	1,682,213	1,055,000	612,530	1.01
2012	446,500	410,000	24,970	1.03	1,711,152	1,110,000 (2)	625,411	0.99
2013	446,500	295,000	10,620	1.46	1,708,789	1,165,000	574,741	0.98
2014	-	-	-	-	1,706,997	1,215,000 (3)	520,933	0.98
2015	-	-	-	-	1,669,757	1,264,000 (4)	372,253	1.02
2016	-	-	-	-	1,612,622	1,260,000	395,147	0.97
2017	-	-	-	-	1,641,415	1,352,000 (5)	322,655	0.98
2018	-	-	-	-	1,621,630	1,407,000	226,307	0.99
2019	-	-	-	-	796,252	641,000	179,580	0.97
2020	-	-	-	-	585,363	448,000 (6)	148,330	0.98

Note: Details regarding the District's outstanding debt can be found in Note 9 of the notes to the financial statements.

- (1) Bonds are issued by the District and secured from pari-mutuel tax proceeds distributed annually to Sarasota County from the State's Pari-Mutuel Tax Collection Trust Fund pursuant to Florida Statutes. Bonds were paid off in fiscal year 2013.
- (2) Excludes \$610,000 related to the refunding of the 2003A bonds.
- (3) Excludes \$745,000 related to the refunding of the 2004A bonds.
- (4) Excludes \$3,020,000 related to the refunding of the 2005B bonds.
- (5) Excludes \$1,710,000 related to the refunding of the 2006A and 2008A bonds.
- (6) Excludes \$1,125,000 related to the refunding of the 2010A bonds.

Source: District records

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

Table 16

Calendar Year	Estimated Population⁽¹⁾	Personal Income⁽²⁾ (thousands of dollars)	Per Capita Personal Income	Student Membership⁽³⁾	Unemployment Rate⁽⁴⁾
2011	381,319	20,551,266	53,769	40,899	10.7
2012	383,664	21,400,975	55,422	41,076	8.7
2013	385,292	22,122,103	56,661	41,094	7.1
2014	387,140	21,494,117	54,147	41,398	5.9
2015	392,090	22,883,580	56,426	41,910	5.1
2016	399,538	24,347,014	59,013	42,354	4.5
2017	407,260	25,785,640	61,523	42,810	3.9
2018	426,329	28,079,762	65,864	42,901	3.7
2019	433,742	29,007,979	66,878	43,119	3.4
2020	438,816	N/A	N/A	43,498	8.5

N/A = Data not currently available.

Source: (1) Bureau of Economic and Business Research
(2) US Department of Commerce, Bureau of Economic Analysis
(3) The Florida Department of Education's Data Publications and Reports entitled "Membership in Florida's Public Schools Survey 2" for each respective year
(4) US Department of Labor, Bureau of Labor Statistics

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Principal Employers
Current Year and 9 Years Ago
(Unaudited)

Table 17

Employer	2020			2011		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
School Board of Sarasota County, Florida	5,881	1	3.31%	5,549	1	3.32%
Sarasota Memorial Hospital	3,977	2	2.24%	3,024	3	1.81%
Publix Super Markets, Inc.	3,802	4	2.14%	1,474	4	0.88%
Sarasota County Government	3,656	3	2.06%	3,241	2	1.94%
PGT Innovations	1,851	5	1.04%	1,118	6	0.67%
Venice Regional Bayfront Health	1,200	6	0.68%	1,400	5	0.84%
City of Sarasota	875	7	0.49%	686	7	0.41%
Doctors Hospital of Sarasota	856	8	0.48%	670	8	-
Helios Technologies, Inc.	729	9	0.41%	-	-	-
Florida Resource Management, LLC	500	10	0.28%	-	-	-
FCCI Insurance Group	-	-	-	624	9	0.37%
Comcast Cablevision	-	-	-	600	10	0.36%
Total	<u>23,327</u>		<u>13.13%</u>	<u>18,386</u>		<u>10.60%</u>
Total Sarasota County Employment	<u>177,767</u>			<u>166,916</u>		

Source: Economic Development Corporation Sarasota County, Florida Department of Economic Opportunity and Florida Department of Education Data Publications and Reports entitled "Staff in Florida's Public Schools survey 2" for each respective year. Florida Research and Economic Information Database Application, Labor Market Statistics.

This page was intentionally left blank.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Full-Time Equivalent District Employees by Type
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year			
	2011	2012	2013	2014
Supervisory				
Administrators	39	40	40	43
Consultants/supervisors of instruction	8	7	9	10
Principals	45	54	53	53
Assistant principals	53	54	55	60
Curriculum coordinators	3	60	58	62
Total supervisory	148	215	215	228
Instruction				
Elementary classroom teachers	1,158	1,151	1,204	1,230
Secondary classroom teachers	1,057	1,055	1,080	1,101
ESE teachers	498	485	530	536
Other teachers (adult)	41	40	34	29
Other professionals (instructional)	163	131	132	133
Aides	543	516	547	568
Total instructional	3,460	3,378	3,527	3,597
Student Services				
Guidance counselors	86	78	78	87
Visiting teachers/Social workers	18	17	14	13
Psychologists	22	20	22	21
Librarians	15	15	15	1
Other professionals (non-instructional)	172	167	166	191
Technicians	90	84	86	67
Total student services	403	381	381	380
Support and Administration				
Clerical/secretarial	350	277	284	288
Service workers	1,056	405	917	936
Skilled crafts	81	79	77	79
Unskilled laborers	51	43	43	38
Total support and administration	1,538	804	1,321	1,341
Total employees	5,549	4,778	5,444	5,546

Note: Employee data includes only full-time staff
Information presented above excludes Charter Schools and
Second Chance Schools. The number of personnel is total employees.

Source: Florida Department of Education Data Publications and Reports entitled
"Staff in Florida's Public Schools survey 2" for each respective year

Table 18

Fiscal Year					
2015	2016	2017	2018	2019	2020
40	40	41	45	47	42
12	13	13	13	15	15
51	53	59	54	54	55
61	63	64	83	84	86
61	66	67	68	69	67
225	235	244	263	269	265
1,248	1,245	1,267	1,282	1,264	1,251
1,127	1,136	1,151	1,181	1,183	1,220
541	547	547	545	513	501
29	27	29	35	45	52
135	147	143	155	165	173
571	570	572	594	598	597
3,651	3,672	3,709	3,792	3,768	3,794
93	92	94	103	102	104
13	13	12	12	12	12
20	21	23	21	22	21
1	1	-	-	-	-
190	193	200	200	233	265
69	69	67	70	76	79
386	389	396	406	445	481
289	290	291	298	306	302
895	910	854	923	911	929
79	79	77	71	71	70
39	36	36	35	38	40
1,302	1,315	1,258	1,327	1,326	1,341
5,564	5,611	5,607	5,788	5,808	5,881

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Operating Statistics - General
Last 10 Fiscal Years
(Unaudited)

Table 19

Fiscal Year	Operating Expenditures ⁽¹⁾	Fall Student Memberships ⁽²⁾	Cost per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio
2011	429,450,566	40,899	10,500	0.70	2,754	14.9
2012	403,329,297	41,076	9,819	(6.49)	2,731	15.0
2013	411,654,332	41,094	10,017	2.02	2,848	14.4
2014	426,913,268	41,398	10,312	2.95	2,896	14.3
2015	442,085,438	41,910	10,548	2.29	2,945	14.2
2016	444,066,293	42,354	10,485	(0.60)	2,955	14.3
2017	456,546,556	42,810	10,664	1.72	2,994	14.3
2018	480,800,397	42,901	11,207	5.09	3,043	14.1
2019	495,147,638	43,119	11,483	2.46	3,005	14.3
2020	506,019,440	43,498	11,633	1.31	3,024	14.4

Note: Expenditures only include General and Special Revenue Funds.
Community service expenditures are not included in total expenditure amounts.

Source: (1) District records
(2) The Florida Department of Education's Data Publications and Reports entitled "Membership in Florida's Public Schools Survey 2" for each respective year

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Operating Statistics-Food Service
Last 10 Fiscal Years
(Unaudited)

Table 19
(continued)

Fiscal Year	Total Days Meals Were Served	Number of Free and Reduced Meals Served	Percentage of Free and Reduced Meals to Total Meals Served	Total Meals Served
2011	180	3,941,469	72%	5,474,263
2012	180	3,720,862	74%	5,006,232
2013	180	3,779,245	75%	5,027,574
2014	180	3,702,768	76%	4,903,344
2015	180	3,606,046	76%	4,749,288
2016	180	3,731,114	75%	4,958,110
2017	180	3,752,120	75%	5,016,594
2018	174 (1)	3,827,944	77%	4,955,261
2019	180	3,553,287	72%	4,955,236
2020	132 (2)	2,586,379	70%	3,687,581

Note: (1) FY2018 Total days served changed due to our schools being closed due to Hurricane Irma.
(2) FY 2020 Total days served changed due to schools being closed due to COVID 19.

Source: District records - Food Service Department Records

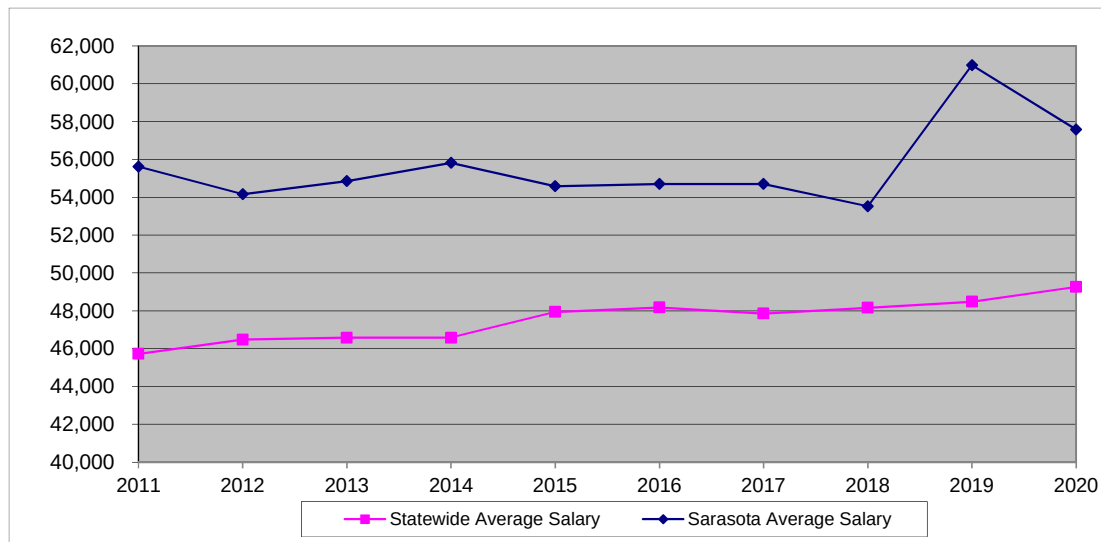
SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Teacher Salaries
Last 10 Fiscal Years
(Unaudited)

Table 20

Fiscal Year	Minimum Salary⁽¹⁾	Maximum Salary⁽¹⁾	Sarasota Average Salary⁽¹⁾	Statewide Average Salary⁽²⁾
2011	38,997	75,811	55,623	45,723
2012	38,599	75,037	54,170	46,479
2013	38,997	75,811	54,858	46,583
2014	38,997	75,811	55,823	46,583
2015	39,783	78,275	54,589	47,950
2016	39,783	78,275	54,715	48,179
2017	39,783	78,275	54,715	47,858
2018	43,150	84,375 ⁽³⁾	53,531	48,168
2019	44,300	88,280	60,983 ⁽⁴⁾	48,486
2020	44,300	90,108	57,590	49,269

Source: (1) District records
(2) Florida Department of Education
(3) Salary settlement effective 7/1/2017 consolidated longevity into base salary.
(4) Timing difference due to a 2 year salary settlement implemented March 2018, effective 7/1/2017.
N/A Not Available

Teacher Average Salary



This page was intentionally left blank.

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

School	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Elementary										
Alta Vista (1955)										
Square feet	122,455	122,455	122,455	122,455	143,145	141,577	141,577	141,577	141,577	141,737
Student Stations	953	953	953	953	848	848	848	848	848	848
Enrollment	624	575	563	639	634	681	661	589	545	491
Ashton (1976)										
Square feet	112,423	112,423	112,423	112,423	114,790	119,756	122,801	125,945	125,945	131,144
Student Stations	908	908	908	908	938	1,002	1,025	1,061	1,061	1,141
Enrollment	819	807	799	835	896	922	934	997	1,058	1,086
Atwater (2010)										
Square feet	130,501	130,501	130,501	130,501	130,501	130,501	130,501	130,501	130,501	130,581
Student Stations	1,028	1,028	1,028	1,028	1,028	1,028	1,028	1,028	1,028	1,028
Enrollment	672	705	711	731	717	712	696	710	665	644
Bay Haven (1926)										
Square feet	70,305	70,305	70,305	70,305	70,161	84,091	82,789	82,789	82,789	82,789
Student Stations	701	701	701	701	593	664	664	664	664	664
Enrollment	584	578	583	597	591	602	603	614	612	613
Emma Booker (1990)										
Square feet	119,105	119,105	119,105	119,105	118,290	120,672	126,809	126,809	126,809	124,427
Student Stations	882	882	882	882	917	972	977	977	977	977
Enrollment	522	513	521	519	550	556	551	539	560	539
Brentwood (1958)										
Square feet	137,040	133,899	133,899	133,899	134,499	134,499	134,559	134,559	134,559	134,559
Student Stations	1,043	1,043	1,043	1,043	1,043	1,043	1,043	1,043	1,043	1,043
Enrollment	656	651	647	640	669	720	695	680	655	697
Cranberry (2003)										
Square feet	131,474	129,122	129,122	129,122	128,340	128,340	128,340	128,340	128,340	128,340
Student Stations	985	985	985	985	957	957	957	957	957	957
Enrollment	747	747	765	756	792	772	745	718	683	677
Englewood (1958)										
Square feet	103,953	103,953	103,953	103,953	103,953	103,906	105,009	105,009	105,009	105,569
Student Stations	698	698	698	698	698	698	698	698	698	698
Enrollment	384	429	475	492	523	541	581	544	588	591
Fruitville (1941)										
Square feet	115,914	115,917	115,917	115,917	117,495	119,017	127,509	127,509	127,509	127,509
Student Stations	1,014	1,014	1,014	1,014	1,050	985	985	985	985	985
Enrollment	715	748	770	773	762	748	743	736	752	778
Garden (1974)										
Square feet	83,463	83,463	83,463	83,463	83,463	83,463	83,463	83,463	83,463	82,715
Student Stations	751	751	751	751	751	751	751	751	751	751
Enrollment	600	576	589	612	649	595	604	605	575	573
Glenallen (1984)										
Square feet	143,398	143,398	143,398	143,398	143,398	143,398	143,398	143,398	143,398	139,476
Student Stations	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020
Enrollment	684	707	667	673	689	699	703	728	703	681
Gocio (1966)										
Square feet	119,353	120,261	120,261	120,261	118,906	119,784	112,726	112,855	112,855	112,855
Student Stations	844	844	844	844	1,069	1,015	931	931	931	931
Enrollment	749	783	762	700	668	638	646	644	625	628
Gulf Gate (2000)										
Square feet	154,265	154,265	154,265	154,265	154,264	154,265	154,265	154,265	154,265	153,190
Student Stations	913	913	913	913	913	913	913	913	913	913
Enrollment	751	767	709	752	749	724	730	716	710	699
Lakeview (1987)										
Square feet	83,967	82,395	82,395	82,395	80,094	80,094	79,310	79,310	79,310	80,876
Student Stations	922	922	922	922	886	886	868	868	868	868
Enrollment	635	648	604	575	607	588	599	608	599	658
Lamarque (2006)										
Square feet	164,485	164,485	164,485	164,485	162,113	162,113	157,397	157,397	157,397	155,039
Student Stations	1,430	1,430	1,430	1,430	1,376	1,376	1,260	1,260	1,260	1,201
Enrollment	1,013	946	870	876	805	808	810	842	856	919
Phillippi Shores (2005)										
Square feet	121,162	121,162	121,162	121,162	121,162	121,162	121,162	121,522	121,522	121,842
Student Stations	731	731	731	731	731	731	731	731	731	731
Enrollment	646	674	758	727	752	800	804	785	789	803
Southside (1926)										
Square feet	108,019	110,371	110,371	110,371	111,157	111,157	106,043	106,043	106,043	106,043
Student Stations	851	851	851	851	873	873	873	873	873	873
Enrollment	736	724	772	779	725	763	787	769	730	692
Tatum Ridge (2005)										
Square feet	129,651	129,651	129,651	129,651	128,068	128,068	124,128	125,694	125,694	125,694
Student Stations	893	893	893	893	875	807	789	825	825	825
Enrollment	754	724	685	696	669	656	673	680	671	669
Taylor Ranch (1989)										
Square feet	137,550	137,550	137,550	137,550	131,864	131,864	133,436	135,002	135,002	135,038
Student Stations	1,057	1,057	1,057	1,057	933	933	958	994	994	994
Enrollment	704	680	642	626	628	642	694	731	749	804
Toledo Blade (1992)										
Square feet	140,937	140,921	140,921	140,921	140,921	140,921	140,708	140,708	140,708	140,708
Student Stations	987	987	987	987	987	1,002	1,002	1,002	1,002	1,002
Enrollment	646	652	662	747	741	722	720	763	758	766
Tuttle (1998)										
Square feet	133,027	133,027	133,027	133,027	124,748	124,748	124,748	124,748	124,748	124,748
Student Stations	921	921	921	921	967	967	967	967	967	967
Enrollment	626	661	671	680	703	695	772	732	704	736
Venice (2005)										
Square feet	131,371	131,371	131,371	131,371	131,315	131,315	131,315	131,315	131,315	128,787
Student Stations	784	784	784	784	784	784	784	784	784	784
Enrollment	603	597	577	601	592	585	576	578	570	565
Wilkinson (2005)										
Square feet	144,862	144,862	144,862	144,862	144,862	144,862	144,862	144,862	144,862	144,862
Student Stations	786	786	786	786	786	786	786	786	786	786
Enrollment	529	502	506	513	480	434	474	485	511	491

Table 21

School	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Middle										
Booker (1992)										
Square feet	209,394	209,394	209,394	209,394	209,363	208,432	247,164	247,164	247,164	247,188
Student Stations	1,810	1,810	1,810	1,810	2,011	2,022	2,022	2,022	2,022	2,022
Enrollment	854	645	810	848	850	781	798	789	805	794
Brookside (1999)										
Square feet	208,812	208,812	208,812	208,812	208,678	208,678	208,678	208,678	208,678	208,678
Student Stations	1,484	1,484	1,484	1,484	1,649	1,649	1,649	1,649	1,649	1,649
Enrollment	1,036	898	844	820	816	833	800	750	755	760
Heron Creek (2003)										
Square feet	218,937	218,937	218,937	218,937	214,095	214,095	214,095	214,095	214,095	214,095
Student Stations	1,643	1,643	1,643	1,643	1,724	1,724	1,724	1,724	1,724	1,724
Enrollment	1,116	1,052	879	872	865	873	877	842	863	903
McIntosh (1961)										
Square feet	219,237	219,237	219,237	219,237	219,187	219,187	216,948	216,948	216,948	217,285
Student Stations	1,275	1,275	1,275	1,275	1,439	1,439	1,439	1,439	1,439	1,439
Enrollment	867	879	853	803	682	678	699	737	714	735
Sarasota (1992)										
Square feet	185,264	189,980	189,980	189,980	183,187	183,187	185,539	185,539	185,539	185,539
Student Stations	1,508	1,508	1,508	1,508	1,654	1,654	1,710	1,710	1,710	1,710
Enrollment	1,142	1,149	1,210	1,218	1,271	1,271	1,292	1,232	1,244	1,233
Venice (1984)										
Square feet	169,752	169,752	169,752	169,752	169,752	169,752	169,783	169,783	169,783	161,446
Student Stations	1,497	1,497	1,497	1,497	1,663	1,663	1,661	1,661	1,661	1,440
Enrollment	731	639	618	549	543	554	628	680	786	812
Woodland (2008)										
Square feet	227,483	227,483	227,483	227,483	227,483	227,483	227,483	227,483	227,483	227,483
Student Stations	1,410	1,410	1,410	1,410	1,567	1,567	1,567	1,567	1,567	1,567
Enrollment	669	657	752	832	858	859	821	915	941	1,002
High										
Booker (2011 rebuilt)										
Square feet	299,500	269,174	269,174	269,174	290,080	290,129	290,129	290,129	290,129	290,177
Student Stations	3,821	3,821	3,821	3,821	1,616	1,616	1,616	1,616	1,616	1,616
Enrollment	1,073	1,017	985	1,100	1,094	1,171	1,210	1,231	1,285	1,285
NorthPort (2001)										
Square feet	481,947	479,575	479,575	479,575	480,339	480,339	480,339	479,575	479,575	485,897
Student Stations	2,842	2,842	2,842	2,842	2,992	2,992	2,992	2,992	2,992	2,992
Enrollment	2,472	2,334	2,266	2,267	2,325	2,360	2,300	2,362	2,344	2,347
Riverview (2008 rebuilt)										
Square feet	494,051	494,051	494,051	494,051	490,804	490,804	490,866	490,758	490,758	490,758
Student Stations	2,786	2,786	2,786	2,786	2,786	2,786	2,786	2,786	2,786	2,786
Enrollment	2,742	2,640	2,638	2,560	2,492	2,491	2,547	2,595	2,607	2,571
Sarasota (1951)										
Square feet	462,600	462,600	462,600	462,600	458,594	463,382	410,249	410,249	410,249	410,249
Student Stations	2,516	2,516	2,516	2,516	3,148	3,148	2,775	2,775	2,775	2,775
Enrollment	2,018	1,965	1,968	2,016	2,129	2,086	2,128	2,118	2,145	2,179
Suncoast Polytechnical (2008)										
Square feet	78,177	78,177	78,177	78,177	78,177	78,177	78,177	78,177	78,177	79,705
Student Stations	545	545	545	545	606	606	606	606	606	656
Enrollment	436	549	525	528	541	570	567	560	565	562
Venice (2011 rebuilt)										
Square feet	550,330	541,926	541,926	541,926	417,896	412,168	415,691	415,691	415,691	425,665
Student Stations	4,854	4,854	4,854	4,854	2,207	2,207	2,207	2,207	2,207	2,301
Enrollment	1,951	1,899	1,870	1,909	1,953	2,113	2,087	2,169	2,238	2,280
Other										
Laurel Nokomis (1991)										
Square feet	215,197	221,485	221,485	221,485	205,937	205,937	210,007	210,007	210,007	206,863
Student Stations	1,963	1,963	1,963	1,963	2,013	2,008	1,926	1,926	1,926	1,894
Enrollment	1,096	1,089	988	1,014	1,030	1,076	1,152	1,138	1,183	1,193
Oak Park (1993)										
Square feet	169,171	169,171	169,171	169,171	168,345	169,913	169,913	166,769	166,769	166,769
Student Stations	666	666	666	666	716	716	716	686	686	686
Enrollment	393	349	342	333	345	301	308	307	325	316
Pineview (1993)										
Square feet	225,269	225,269	225,269	225,269	228,149	235,999	234,863	234,863	234,863	229,428
Student Stations	1,974	1,974	1,974	1,974	2,238	2,557	2,557	2,557	2,557	2,557
Enrollment	2,210	2,196	2,266	2,146	2,187	2,174	2,051	1,967	1,924	1,876
Phoenix Academy (2005)										
Square feet	26,863	26,863	26,863	-	-	-	-	-	-	-
Student Stations	288	288	288	-	-	-	-	-	-	-
Enrollment	201	181	194	-	-	-	-	-	-	-

Sources: District Records
Florida Inventory of School Houses

Notes: Rebuilt schools only include information after rebuilding.
Prior to 2015 Booker High and Venice High square footage and student stations reflect the old and new buildings on campus as these schools were being rebuilt.
These numbers were updated in FISD in 2015.

This page was intentionally left blank.

School Board of Sarasota County, Florida



Comprehensive Annual Financial Statement Report

For the Fiscal Year Ended June 30, 2020

Federal Reports and Schedules

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

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

Schedule of Expenditures of Federal Awards

Notes to Schedule of Expenditures of Federal Awards

Schedule of Findings and Questioned Costs

Summary Schedule of Prior Audit Findings – Federal Awards

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

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School Board of Sarasota County, Florida (the "District") as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 14, 2020. Our report includes reference to other auditors who have audited the financial statements of the discretely presented component units, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in black ink that reads "Cherry Bekant LLP". The signature is written in a cursive, flowing style.

Tampa, Florida
December 14, 2020

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

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

Report on Compliance for Each Major Federal Program

We have audited the School Board of Sarasota County, Florida's (the "District") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

A handwritten signature in black ink that reads "Cherry Bekant LLP". The signature is written in a cursive, flowing style.

Tampa, Florida
December 14, 2020

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
Schedule of Expenditures of Federal Awards
For the Fiscal Year End June 30, 2020

Federal Grantor/Pass-Through Grantor/Program or Cluster	Federal CFDA Number	Pass - Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
Child Nutrition Cluster:				
United States Department of Agriculture:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	18002	\$ -	\$ 1,624,828
National School Lunch Program	10.555	18001, 18003	-	6,655,874
National School Lunch Program-Non Cash Assistance	10.555	18001, 18003	-	1,444,773
National School Lunch Program-Equipment Assistance	10.555	18001, 18003	-	1,790
Summer Food Service Program for Children	10.559	17006, 17007, 18006, 18007	-	1,865,250
Total Child Nutrition Cluster			-	11,592,515
Student Financial Assistance Cluster:				
United States Department of Education:				
Federal Supplemental Educational Opportunity Grants	84.007	N/A	-	85,000
Federal Pell Grant Program	84.063	N/A	-	900,726
Total Student Financial Assistance Cluster			-	985,726
Special Education Cluster:				
United States Department of Education:				
Special Education - Grants to States:	84.027			
Florida Department of Education		262, 263	695,113	10,510,832
Putnam County District School Board		None	-	23,741
Project 10: Transition Education Network-University of South Florida		None	-	750
University of South Florida		None	-	120,000
Manatee County District School Board		None	-	13,320
Total Special Education - Grants to States			695,113	10,668,643
Special Education - Preschool Grants:	84.173			
Florida Department of Education		266, 267	-	193,107
Total Special Education Cluster			695,113	10,861,750
Not Clustered				
United States Department of Agriculture:				
Team Nutrition Grants	10.574	N/A	-	6,500
Farm to School Grant Program	10.575	N/A	-	51,185
Florida Department of Health:				
Child and Adult Care Food Program	10.558	4161	-	444,105
Florida Department of Agriculture and Consumer Services:				
Farm to School Grant Program	10.575	None	-	25,000
Fresh Fruit and Vegetable Program	10.582	18004	-	27,901
Total United States Department of Agriculture			-	554,691
United States Department of Commerce:				
NOAA Mission-Related Education Awards	11.008	N/A	3,330	30,527
United States Department of Defense:				
Army Junior Reserve Officers Training Corps	12.UNK	N/A	-	255,065
Marine Junior Reserve Officers Training Corps	12.UNK	N/A	-	84,200
Navy Junior Reserve Officers Training Corps	12.UNK	N/A	-	75,526
Total United States Department of Defense			-	414,791
National Endowment of the Arts				
Promotion of the Arts Grants to Organizations and Individuals	45.024	N/A	-	824
United States Department of Education:				
Safe and Drug-Free Schools and Communities-National Programs	84.184	N/A	-	560,385
Supporting Effective Educator Development Program				
University of Florida	84.423	N/A	-	79,400
Education Stabilization Fund Cares Act	84.425	N/A	-	319,014
Arts in Education	84.351	N/A	-	41,243
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191, 193	-	353,454
Title I Grants to Local Educational Agencies	84.010	212, 226	445,238	7,926,558
Career and Technical Education - Basic Grants to States	84.048	161	-	480,439
Education for Homeless Children and Youth	84.196	127	-	75,000
Public Charter School Grants	84.282	298	424	424
English Language Acquisition State Grants	84.365	102	-	301,432
Supporting Effective Instruction State Grants	84.367	224	31,852	1,041,968
Student Support and Academic Enrichment Program	84.424	241	121,158	489,343
Education Stabilization Fund Cares Act	84.425	123	-	95,168
Hurricane Relief Act	84.938	107	627	366,372
Total United States Department of Education			599,299	12,130,200
United States Department of Health and Human Services				
Florida Department of Health				
Disabilities Prevention	93.184	COHZ6	-	6,541
Total Expenditures of Federal Awards			\$ 1,297,742	\$ 36,577,565

The accompanying notes are an integral part of this schedule.

School Board of Sarasota County, Florida
Notes to the Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2020

Note 1 – Basis of Presentation. The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of the Sarasota County District School Board under programs of the Federal Government for the fiscal year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District

Note 2 – Summary of Significant Accounting Policies. Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following as applicable, either the cost principles in Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3 – Indirect Cost Rate. The District has not elected to use the 10 percent de minimis cost rate allowed under the Uniform Guidance.

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Part I — Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

_____ yes x no

Significant deficiency(ies) identified that are
not considered to be a material weakness(es)?

_____ yes x none reported

Noncompliance material to financial
statements noted?

_____ yes x no

Federal Awards Section

Internal control over major programs:

Material weakness(es) identified?

_____ yes x no

Significant deficiency(ies) identified that are
not considered to be a material weakness(es)?

_____ yes x none reported

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

Unmodified

Any audit findings disclosed that are
required to be reported in accordance with
2 CFR 200.516(a)

_____ yes x no

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Part I — Summary of Auditor's Results (continued)

Federal Awards Section (continued)

Identification of major programs:

<u>Name of Program or Cluster</u>	<u>CFDA Number</u>
U.S Department of Education Title 1 Grants to Local Educational Agencies	84.010

Dollar threshold used to determine Type A programs:

Federal	\$ 1,097,326
---------	--------------

Auditee qualified as low-risk auditee for federal purposes?	<u> x </u> yes <u> </u> no
---	-----------------------------------

SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Part II — Financial Statement Findings

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

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

Part III — Findings and Questioned Costs - Major Federal Awards

This section identifies the significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, as well as any material abuse findings, related to the audit of major programs, as required to be reported by the Uniform Guidance.

There were no findings required to be reported by the Uniform Guidance.

Summary Schedule of Prior Audit Findings

A Summary Schedule of Prior Audit Findings is not necessary since there were no prior audit findings.

Independent Auditor's Management Letter

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

Report on the Financial Statements

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School Board of Sarasota County, Florida (the "District") as of and for the year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 14, 2020. We did not audit the financial statements of the aggregate discretely presented component units; those financial statements were audited by other auditors.

Auditor's Responsibility

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

Other Reporting Requirements

We have issued our Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Report of Independent Auditor on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance, Schedule of Findings and Questioned Costs, and Report of the Independent Accountant on Compliance with Local Government Investment Policies. Disclosures in those reports and schedule, which are dated December 14, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.804(1)(f)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. No findings or recommendations were made in the preceding annual financial audit report.

Financial Condition and Management

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

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

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

Transparency

Section 10.804(1)(f)6., Rules of the Auditor General, requires that we report the results of our determination as to whether the District maintains on its Web site the information specified in Section 1011.035, Florida Statutes. In connection with our audit, we determined that the District maintained on its website the information specified in Section 1011.035, Florida Statutes.

Additional Matters

Section 10.804(1)(f)4., Rules of the Auditor General, requires that us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that has occurred, or is likely to have occurred that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

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

A handwritten signature in black ink that reads "Cherry Bekant LLP". The signature is written in a cursive, flowing style.

Tampa, Florida
December 14, 2020

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

To the Honorable Members
School Board of Sarasota County, Florida
Sarasota, Florida

We have examined the School Board of Sarasota County, Florida's (the "District") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended June 30, 2020. Management of the District is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on the District's compliance with the specified requirements based on our examination.

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

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

In our opinion, the District complied, in all material respects, with the local investment policy requirements of Section 218.415, Florida Statutes during the year ended June 30, 2020.

The purpose of this report is to comply with the audit requirements of Section 218.415, Florida Statutes, and Rules of the Auditor General.



Tampa, Florida
December 14, 2020