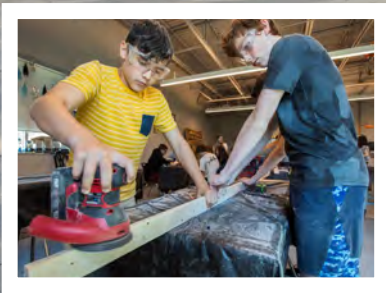
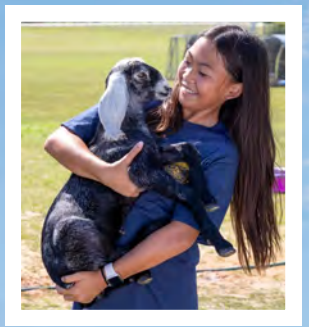


ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2022



ESCAMBIA COUNTY SCHOOL DISTRICT
PENSACOLA, FLORIDA





Escambia County

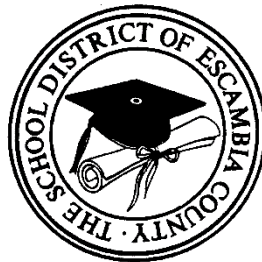
PUBLIC SCHOOLS

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District School Board
Of Escambia County
Pensacola, Florida

Annual Comprehensive
Financial Report

For The
Fiscal Year
Ended June 30, 2022



Prepared By:
Finance Department



Escambia County

PUBLIC SCHOOLS

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DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2022

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INTRODUCTORY SECTION





Escambia County

PUBLIC SCHOOLS

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THE SCHOOL DISTRICT OF ESCAMBIA COUNTY
75 NORTH PACE BOULEVARD
PENSACOLA, FL 32505
PH (850)432-6121 FX (850)469-6379
<http://escambiaschools.org>
TIMOTHY A. SMITH, Ed.D., SUPERINTENDENT

December 16, 2022

To the Honorable Members of the District School Board of Escambia County
and the Citizens of Escambia County, Florida

State law requires that all local governments publish, after the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP), and audited in accordance with auditing standards generally accepted in the United States of America. Pursuant to this requirement, we hereby issue the Annual Comprehensive Financial Report (ACFR) of the District School Board of Escambia County, Florida (District) for the fiscal year ended June 30, 2022.

This report consists of management's representations concerning the finances of the District. Management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District's framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As 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 independently audited by public accounting firm, MSL, PA. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2022, 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, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's basic financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the United States Office of Management and Budget (OMB) Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. 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. A separate report related to this single audit, including the schedule of expenditures of federal awards, findings and questioned costs, and independent auditor's

report on the system of internal control and on compliance with applicable requirements, are included in the Single Audit Section.

This report includes all funds of the District, The Escambia County Public Schools Foundation for Excellence, Inc. (the Foundation), and charter schools, which comprise the reporting entity. The Foundation is a separate not-for-profit corporation organized and operated as a direct-support organization. The Foundation's purpose is exclusively educational and charitable for the constituents of Escambia County. Charter schools are public schools operating under performance contracts with the District's governing board (Board). The Foundation and the applicable charter schools are included as discretely presented component units in the accompanying financial statements.

GAAP requires 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 MD&A and should be read in conjunction with it. The District's MD&A immediately follows the independent auditor's report.

PROFILE OF THE DISTRICT

The District and its Board were created pursuant to Article IX, Section 4 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 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 (SBE) Rules, and Board policies. The Superintendent is also specifically delegated the responsibility of maintaining a uniform system of financial records and accounts for the District by SBE Rule 6A-1.001, Florida Administrative Code.

The geographic boundaries of the District are those of Escambia County. During the 2021-22 fiscal year, the District operated 62 schools, special centers, and other programs, including 32 elementary schools, 9 middle schools, 7 high schools, 3 special centers, and 11 other programs. The District also has 5 charter schools that are component units of the District. In addition, the District provides on-line learning opportunities through its virtual education offerings.

District school facilities vary greatly in age. Year of occupancy for elementary schools range from the year 1936 to 2018; middle schools range from 1953 to 2018; and high school facilities range from 1949 to 1993.

The District receives the majority of its operating funds through the Florida Education Finance Program (FEFP), the state funding formula based on student membership and attendance. The state legislature sets the FEFP per pupil funding each legislative session and is funded according to a combination of state and local revenue. The local portion is made up of a Required Local Effort (RLE) millage rate applied to the county certified tax roll. The RLE for the 2021-22 fiscal year is 3.695 mills. In addition, a local operating discretionary millage rate (0.748 mills) is also levied by the District in order to receive the full amount of the available state portion.

The FEFP is made up of various components, including categorical earmarks, that insures both local flexibility of funds and adherence to legislative educational programs. The FEFP formula is also designed to equalize funding across the various school districts. In addition to funding traditional public

schools, charter schools, operating through a contract with the District, are provided with their proportionate share of FEFP funds according to the number of full-time equivalent students so enrolled.

The District's general fund financial condition ratio at June 30, 2022, was 5.8 percent, well above the minimum statutory requirement of 3 percent (local board requirement is 3.5 percent). The financial condition ratio is calculated by dividing the combined assigned and unassigned fund balance by total general fund revenue. The financial condition ratio is an indication of the district's level of liquidity and flexible operating reserves. The ratio decreased significantly with the sharp reduction in general fund revenue due to a decrease in traditional school students including Family Empowerment Scholarship (FES) awards.

During the 2021-22 fiscal year, the District provided general, special, vocational, and other education programs to 38,955 unweighted full-time equivalent students (UFTE), an increase of 774 UFTE from the prior fiscal year (38,181) but 688 UFTE less than the 2019-20 fiscal year (39,643). The increase from the 2020-21 to the 2021-22 fiscal year was primarily due to FES recipients who are counted in the various student surveys. However, since FES funding is deducted from the FEFP calculation and follows the student to schools outside the District, there was no financial benefit to the District for those students.

Based on forecasting models, the District projects its 2022-23 student membership to reach 39,102 UFTE which represents an increase of 147 UFTE over the 2021-22 fiscal year. However, these projections continue to be affected by the statewide increase in Family Empowerment Scholarships. In addition, a new charter school startup initiated and operated by Pensacola State College, will potentially attract students from private or home schools and therefore increase total UFTE reported by the District.

ECONOMIC CONDITION AND OUTLOOK

Escambia County, located in the northwestern part of the State, was established July 21, 1821, as a non-charter government when the Provisional Governor Andrew Jackson signed an ordinance making the County one of the first two counties in Florida, the other being St. John's County. There are two municipalities within the County, the City of Pensacola, which is the County seat, and the Town of Century.

Escambia County encompasses approximately 661 square miles, or 420,480 acres, with an additional 64,000 acres of water area and serves a population of approximately 329,583. The population has increased by approximately 28,463 or 9.5 percent over the last 10 years (301,120). The statewide increase during that period has been approximately 14.6 percent. The Escambia county unemployment rate has decreased from 5.6 percent a year ago to 4.5 percent in June 2022. The decrease is directly related to the reopening of businesses from the coronavirus shutdown.

Local sales tax revenues continue to increase on a yearly basis. 2021-22 fiscal year receipts totaled \$38.6 million which was a 20.6% increase over the 2020-21 fiscal year (\$32.0 million).

Per pupil funding for the Escambia County School District was \$7,639 per UFTE at the fourth FEFP calculation, a decrease of 3.1 percent over the 2020-21 fiscal year (\$7,887). The decrease in per pupil funding was a statewide issue caused by a sharp increase in students without the same relative increase in overall FEFP funding.

The FEFP funding formula is made up of state and local revenue. It includes several funding components including local ad valorem taxes and state categorical programs. School taxes in Escambia County

generate both operating and capital outlay revenue according to millage rates set by the State (required local effort) and the local school board (discretionary operating and capital outlay millage rates).

The financial condition of the District was affected significantly by a sharp reduction in FEFP revenue compared to the prior fiscal year. The total fund balance of the general fund decreased by \$11.7 million due to a \$14.9 million decrease in general fund revenue. The revenue reduction was primarily due to FES as mentioned above. FEFP revenue adjustments due to FES growth was a negative \$8.8 million. In addition, FEFP net state revenue was down by another \$5.0 million compared to the prior year.

Unrestricted fund balance (the assigned and unassigned portion) decreased by \$14.6 million. Meanwhile, nonspendable and restricted fund balance increased by \$39,666 and \$2.8 million, respectively. This indicates that unrestricted funds were utilized at a rate that exceeded the spending of restricted funds, including categorical FEFP funds, as revenue decreased across the FEFP calculations as noted above.

MAJOR INITIATIVES

Capital Outlay Funds – Local Sales Tax Receipts

Section 212.055(6), Florida Statutes, authorizes local school boards the ability to levy a one-half cent School Capital Outlay Sales Surtax. Accordingly, the Escambia County School District has successfully placed a referendum on the ballot four separate times beginning with two five-year levies starting in January 1998 and renewed through December 2007, and two ten-year levies starting in January 2008 and renewed through the current referendum ending in December 2027. Accordingly, the District has successfully used these funds to build, remodel, and retrofit new schools, classroom additions, sports and physical education facilities, playground equipment, technology and related infrastructure, HVAC projects, and other school related capital projects. In addition, the following projects were financed using sales tax proceeds:

- In January 2016, the District issued Sales Tax Revenue Bonds, Series 2016 to build a new middle school. This was the first use of debt financing serviced by sales tax proceeds. All previous school and other remodel/renovation construction projects had been completed on a cash pay-as-you-go basis. The bond will be paid off at the end of the current ten-year referendum (December 2027).
- The District issued Certificates of Participation, Series 2020A early in the 2020-21 fiscal year for the construction/rebuild of Pleasant Grove Elementary School. The debt is serviced with a combination of capital outlay ad valorem taxes and local sales tax proceeds from the current referendum. The debt on the Series 2020A Certificates will also be paid by the end of the 10-year sales tax referendum on December 31, 2027.

Elementary and Secondary School Emergency Relief Funds (ESSER)

ESSER funds were established as part of the Coronavirus Aid, Relief, and Economic Security (CARES) Act in March 2020. The CARES Act provided direct funding to state educational agencies to distribute to local school districts. The funds were to address the impact COVID-19 has had on elementary and secondary schools. This initial CARES Act funding became known as ESSER I and totaled \$12.3 million for the Escambia County School District. The funds were to provide additional dollars specifically for the safe operation of schools and to keep employees working through a period of school closures or reduced capacity.

In December 2020, ESSER funding was expanded through the Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act. Allowable uses of the funds, known as ESSER II, were expanded from operational costs to include air quality projects such as facility upgrades and retrofits of HVAC systems, air filter replacements, and other physical plant needs affecting student and staff learning and work environments. The ESSER II allocation totaled \$48.5 million.

The third and currently final round of ESSER funding was added through the American Rescue Plan (ARP) Act. The ARP, or ESSER III, provides a greater emphasis on the safe reopening of schools and addressing learning loss due to the pandemic shutdown. The allocation of ESSER III funds also addresses facility air quality needs as well to help ensure the safe continuous operation of schools for the longer term. ESSER III funds are the largest by far and total \$109 million for the District.

The grant period for the various phases of ESSER funding run through September 2022, September 2023, and September 2024, respectively.

FINANCIAL INFORMATION

Internal Controls Management of the District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary Controls The District maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board. Activities of all governmental fund types are included in the annual appropriated budget. The level of budgetary control (that is the level at which expenditures cannot exceed the appropriated amount) is established at the object level.

Budgetary information is integrated into the accounting system and, to facilitate budgetary control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at fiscal year-end and encumbrances outstanding are honored from the subsequent fiscal year's appropriations. In order to provide budgetary control for salaries, the District utilizes a centralized position control system. On an annual basis, the Board adopts a District staffing plan that establishes teacher positions based generally on student populations served. Additionally, support and administrative positions are created based on established criteria.

LONG-TERM FINANCIAL PLANNING

General Operating The District's financial objectives for general operating revenue may be summarized as follows: (1) provide for adequate classroom resources and operational support to accomplish curriculum and instructional goals, (2) provide for a competitive salary and benefits program for all employees, and (3) maintain adequate fund balance consistent with School Board policy.

AWARDS AND ACKNOWLEDGMENTS

The District's ACFR for the fiscal year ended June 30, 2021, received the following awards:

- The Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA).
- The Certificate of Excellence in Financial Reporting from the Association of School Business Officials (ASBO).

This was the fourteenth consecutive year that the District's ACFR (formerly known as CAFR) has been so recognized and demonstrates the District's commitment to transparency for the benefit of the taxpayers of Escambia County. Beginning with the current 2021-22 fiscal year, the CAFR will be known as the Annual Comprehensive Financial Report (ACFR) in compliance with Government Accounting Standards Board (GASB) Statement No. 98. Accordingly, the District will also submit the current 2021-22 ACFR for such consideration.

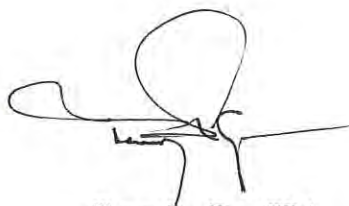
The timely preparation of this report was made possible by the dedicated service of the entire staff of the Finance and Business Services department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

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,



Timothy A. Smith, Ed.D.
Superintendent of Schools



Terry St. Cyr, CPA
Assistant Superintendent,
Finance and Business
Services



Debbie Fussell, CPA
Director, Accounting Operations



Escambia County

PUBLIC SCHOOLS

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District School Board of Escambia County, Florida

School Board Members and Superintendent

(Members are elected for a four-year term; Superintendent is an appointed position)



District 1
Kevin Adams
6 years
Chairman
November 2022



District 2
Paul H. Fetsko
4 years
Vice Chairman
November 2022



District 3
Dr. Laura Edler
4 years
November 2022



District 4
Patty Hightower
18 years
November 2024



District 5
Bill Slayton
14 years
Chairman
November 2024



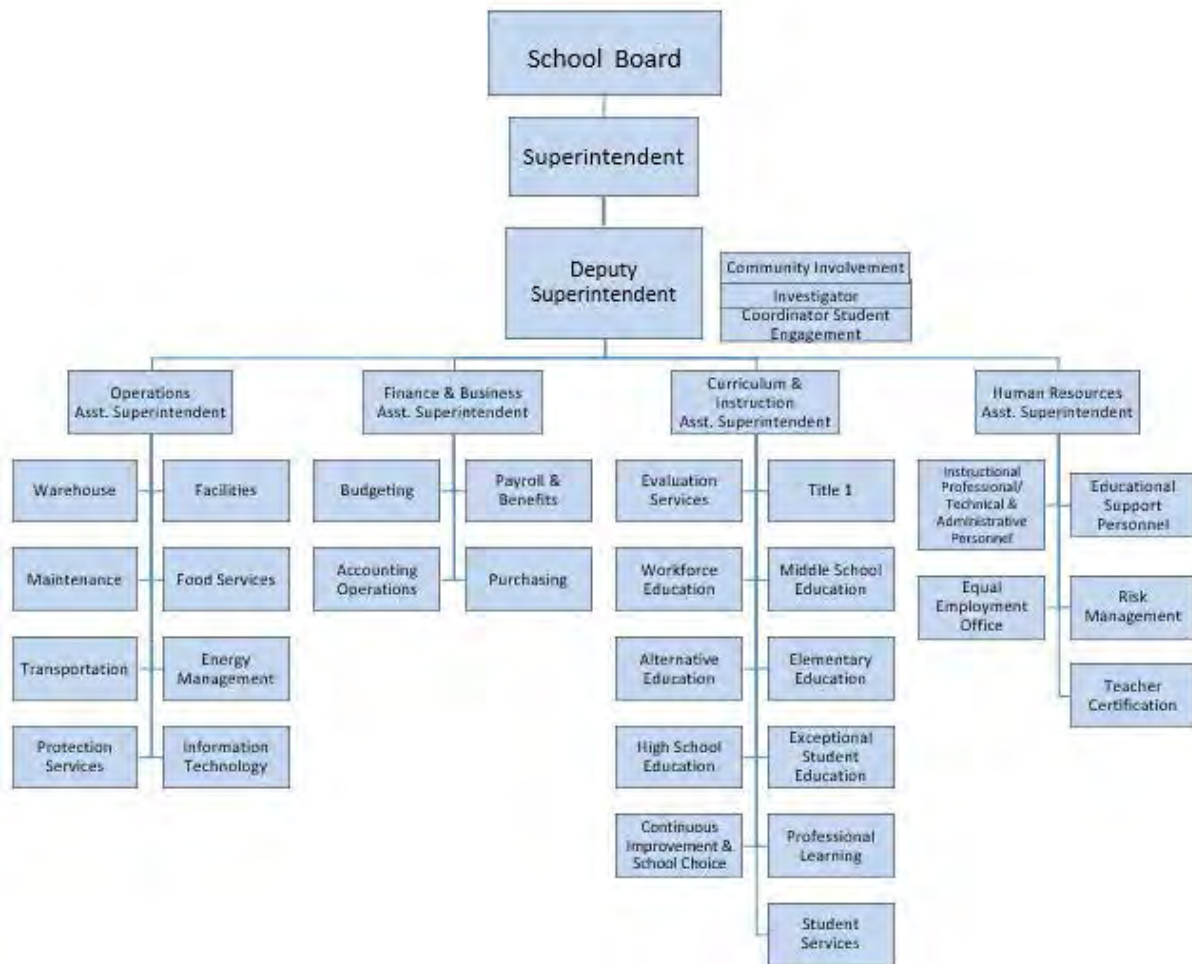
Superintendent
Dr. Timothy A. Smith

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA

PRINCIPAL OFFICIALS - APPOINTED

Dr. Timothy A. Smith	Superintendent
Shenna Payne	Deputy Superintendent
Shawn Dennis	Assistant Superintendent Operations
Steve Marcanio	Assistant Superintendent Curriculum and Instruction
Terry St. Cyr	Assistant Superintendent Finance and Business Services
Keith Leonard	Assistant Superintendent Human Resources

District School Board of Escambia County, Florida Organizational Chart





ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

**District School Board of Escambia County,
Florida**

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'William A. Sutter'.

William A. Sutter
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

**District School Board of Escambia County
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Executive Director/CEO

FINANCIAL SECTION





Escambia County

PUBLIC SCHOOLS

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INDEPENDENT AUDITOR'S REPORT

Chairman and Members of
The District School Board of Escambia County, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Escambia County, Florida (the "District") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Charter Schools or Escambia Schools Foundation, Inc., which represent 100% of the assets, net position, and revenues of the discretely presented component units of the District as of June 30, 2022. Those financial 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 discretely presented component units, is based solely on the reports of the other auditors.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Auditor's Responsibility for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Other Postemployment Benefit Schedules, and Pension Schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors 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.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The introductory section, combining and individual major and non-major fund financial statements and schedules, and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of 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 the basic financial statements or to 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 other auditors. In our opinion, based on our audit and the report of the other auditors, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2022, 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 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 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.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 16, 2022



Escambia County

PUBLIC SCHOOLS

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MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the District School Board of Escambia County, Florida (District) has prepared the following discussion and analysis to provide an overview of the District's financial activities for the fiscal year ended June 30, 2022. The information contained in the Management's Discussion and Analysis (MD&A) is intended to highlight significant transactions, events, and conditions and should be considered in conjunction with the District's financial statements and notes to financial statements found immediately following the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2021-22 fiscal year are as follows:

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows at June 30, 2022, by \$308.1 million (net position).
- The District's total net position increased by \$26.2 million from the prior fiscal year (\$281.9 million). The increase in net position is primarily due to a significant decrease in net pension liability.
- At June 30, 2022, the combined assigned and unassigned fund balance for the General Fund was \$17.4 million, a decrease of \$14.6 million over the prior fiscal year. Likewise, the Financial Condition Ratio (Ratio) decreased from 10.2 percent to 5.8 percent of total General Fund revenue. The Ratio is a measure of liquidity and is calculated by dividing the total assigned and unassigned fund balance by total general fund revenue (\$299.1 million).
- Total fund balance decreased by \$11.7 million and totals \$36.2 million at June 30, 2022. The decrease is due to the reduced number of students attending the various traditional schools. Much of the student decline is attributed to the large increase of students taking Family Empowerment Scholarships. The associated per pupil revenue is provided directly to the family rather than the District.
- The District's total long-term debt (Bonds Payable and Certificates of Participation) was \$78.2 million, a decrease of \$11.2 million from the prior fiscal year (\$89.4 million). The decrease is due to the reduction of principal through normal debt service payments during the 2021-22 fiscal year.

OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements consist of three components:

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

This report also includes supplementary information intended to furnish additional details to support the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements provide both short-term and long-term information about the District's overall financial condition in a manner similar to those of a private-sector business. The statements include a statement of net position and a statement of activities that are designed to provide consolidated financial information about the governmental activities of the District presented on the accrual basis of accounting. The statement of net position provides information about the District's financial position, its assets, liabilities, and deferred outflows/inflows of resources, using an economic resources measurement focus. Assets plus deferred outflows of resources, less liabilities and deferred inflows of resources, equals net position, which is a measure of the District's financial health. The statement of activities presents information about the change in the District's net position, the results of operations, during the fiscal year. An increase or decrease in net position is an indication of whether the District's financial health is improving or deteriorating.

All of the District's activities and services are reported in the government-wide financial statements as governmental activities. The District's governmental activities include instruction, student support services, instructional support services, administrative support services, facility maintenance, transportation, and food services. Property taxes and State revenues finance most of these activities. Additionally, all capital and debt financing activities are reported as governmental activities.

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 aggregate financial information for the following six separate legal entities in this report: Capstone Academy Pensacola, Jacqueline Harris Preparatory Academy, Beulah Academy of Science, Inc., Byrneville Elementary School Inc., Pensacola Beach Elementary School, Inc., and the Escambia County Public Schools Foundation for Excellence, Inc.

Each school is considered to be a component unit of the District due to the following criteria:

1. The District is financially accountable for each school.
2. Each school was established based on school board approval of the charter (which is tantamount to the initial appointment of the charter schools).
3. There is potential for each charter school to impose specific financial burdens on the District.

In addition, pursuant to the Florida Constitution, the charter schools are public schools and the District is responsible for the operation, control, and supervision of public schools within the District. Financial information for these component units is reported separately from the financial information presented for the primary government.

Blended Component Unit - The Escambia School District Employee Benefit Trust (Trust) was established to administer the District's employee life, health, and dental insurance programs. All activities of the Trust are solely for the benefit of the District and its employees. Therefore, the financial activities of the Trust have been included (blended) as an integral part of the primary government.

Fund Financial Statements

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

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, the governmental funds utilize a financial resources measurement focus rather than the economic resources measurement focus found in the government-wide financial statements. The financial resources measurement focus allows the governmental fund financial statements to provide information on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in assessing the District's near-term financing arrangements.

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

The governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances provide detailed information about the District's most significant funds. The District's major funds are the General Fund, Special Revenue – Other Federal Programs Fund, Special Revenue – Federal

Education Stabilization Fund, Capital Projects – Local Capital Improvement Fund, and the Capital Projects – Other Fund. Data from the other governmental funds are combined into a single, aggregated presentation.

The District adopts an annual appropriated budget for its governmental funds. Budgetary comparison statements have been provided for the General Fund and the Special Revenue – Other Federal Programs Fund to demonstrate compliance with the budget.

Proprietary Funds. Proprietary funds, including internal service funds, may be established to account for activities in which a fee is charged for services. Internal service funds are used to report activities that provide goods and services to support the District's other programs and functions through user charges. The District uses the internal service funds to account for risk management and employee benefits activities. 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.

The internal service funds are combined into a single, aggregated column in the proprietary fund financial statements.

Notes to Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the District's progress in funding its obligation to provide other postemployment benefits to its employees and required supplementary information concerning the District's liability and required contributions to the state retirement system.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position over time may serve as a useful indicator of a government's financial health. The following is a summary of the District's net position as of June 30, 2022, compared to net position as of June 30, 2021:

	Net Position, End of Year	
	Governmental	
	Activities	
	6/30/22	6/30/21
Current Assets	\$ 222,725,277	\$ 252,174,505
Capital Assets	441,947,559	420,997,562
Total Assets	664,672,836	673,172,067
Deferred Outflow of Resources	77,830,947	91,666,863
Total Assets and Deferred Outflow of Resources	\$ 742,503,783	\$ 764,838,930
Long-Term Liabilities	\$ 278,994,353	\$ 437,817,419
Other Liabilities	18,430,789	27,476,426
Total Liabilities	297,425,142	465,293,845
Deferred Inflow of Resources	136,994,448	17,661,278
Net Position:		
Net Investment in Capital Assets	365,205,460	361,355,448
Restricted	132,958,785	112,124,610
Unrestricted (Deficit)	(190,080,052)	(191,596,251)
Total Net Position	308,084,193	281,883,807
Total Liabilities, Deferred Inflow of Resources, and Net Position	\$ 742,503,783	\$ 764,838,930

The largest portion of the District's net position, \$365.2 million, is its net investment in capital assets (e.g., land, construction in progress, buildings, improvements, equipment, motor vehicles, computer software, and audio visual materials), 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. Although the investment in capital assets is reported net of related debt, the resources used to repay the debt must be provided from other sources since the capital assets cannot be used to liquidate these liabilities.

The restricted portion of the District's net position, \$133.0 million, represents resources that are subject to external restrictions on how they may be used. The deficit unrestricted net position of \$190.1 million was mainly due to the accrual of net pension liability totaling \$112.1 million. The District reported net pension liability according to the requirements of GASB Statement No. 68 – *Accounting and Reporting for Pensions*.

The key elements of the changes in the District's net position for the fiscal years ended June 30, 2022, and June 30, 2021, are as follows:

Operating Results for the Year		
	Governmental Activities	
	6/30/22	6/30/21
Program Revenues:		
Charges for Services	\$ 3,091,994	\$ 2,850,733
Operating Grants and Contributions	23,725,739	16,834,025
Capital Grants and Contributions	4,182,274	1,805,887
General Revenues:		
Property Taxes, Levied for Operational Purposes	99,970,540	96,589,089
Property Taxes, Levied for Capital Projects	27,315,572	28,510,061
Local Sales Taxes	38,644,476	32,008,937
Grants and Contributions Not Restricted to Specific Programs	263,035,349	263,746,911
Unrestricted Investment Earnings	(2,427,938)	1,040,496
Miscellaneous	10,588,929	7,742,611
Total Revenues	468,126,935	451,128,750
Functions/Program Expenses:		
Instruction	215,035,755	240,338,920
Student Support Services	26,822,187	23,817,688
Instructional Media Services	4,466,961	4,899,222
Instruction and Curriculum Development Services	19,337,414	16,718,798
Instructional Staff Training Services	8,186,185	8,410,463
Instruction-Related Technology	4,277,502	4,643,407
Board	1,160,356	1,480,641
General Administration	3,570,643	2,950,010
School Administration	17,618,971	19,541,584
Facility Acquisition and Construction	37,836,854	32,153,013
Fiscal Services	2,431,969	2,738,861
Food Services	21,063,400	18,434,898
Central Services	8,534,886	6,747,121
Student Transportation Services	20,995,470	19,703,750
Operation of Plant	30,984,683	30,831,630
Maintenance of Plant	12,035,449	12,719,408
Administrative Technology Services	4,106,357	4,333,816
Community Services	2,296,605	1,730,528
Unallocated Interest on Long-Term Debt	1,164,902	1,780,469
Total Functions/Program Expenses	441,926,549	453,974,227
Increase (Decrease) in Net Position	26,200,386	(2,845,477)
Beginning Net Position	281,883,807	281,282,152
Adjustment to Net Position	-	3,447,132
Ending Net Position	\$ 308,084,193	\$ 281,883,807

Governmental Activities increased the District's net position by \$26.2 million.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Major Governmental Funds

General Fund. The General Fund is the District's chief operating fund. Total fund balance was \$36.2 million at June 30, 2022, a decrease of \$11.7 million over the prior fiscal year (\$47.9 million). The components of fund balance based on Government Accounting Standards Board (GASB) Statement No. 54 were as follows in comparison to the 2020-21 fiscal year:

Fund Balance Component	6/30/2022	6/30/2021	Change
Nonspendable	\$ 2,044,218	\$ 2,004,552	\$ 39,666
Restricted	16,732,615	13,904,848	2,827,767
Assigned	16,699,797	23,768,179	(7,068,382)
Unassigned	692,336	8,235,058	(7,542,722)
Total Fund Balance	<u>\$ 36,168,966</u>	<u>\$ 47,912,637</u>	<u>\$ (11,743,671)</u>

The assigned and unassigned fund balance at June 30, 2022, is \$17.4 million (a decrease of \$14.6 million), while the nonspendable and restricted portion totaled \$18.8 million (an increase of \$2.9 million). Key fund balance performance indicators are as follows:

- ESSER federal funds were utilized to fund and maintain instructional personnel that were in excess of earned units. Many of these instructional units would otherwise have been charged to the general fund.
- FEFP revenue for the 2021-22 fiscal year was affected significantly by expansion of the Family Empowerment Scholarship program which increased by \$8.8 million over the prior year. In addition, McKay Scholarships increased by approximately \$416 thousand. The revenue for these scholarship programs is adjusted out of the FEFP allocation.
- The District's portion of a statewide proration of FEFP funds was \$3.2 million and was a decrease in state FEFP revenue.

Special Revenue – Other Federal Programs Fund. The Special Revenue – Other Federal Programs Fund had revenues and expenditures of \$36.1 million each. This is a decrease over the prior fiscal year of \$0.3 million (\$36.4 million). Funds are typically recorded as revenue when expended.

Special Revenue – Federal Education Stabilization Fund. The Special Revenue – Federal Education Stabilization Fund consists of the original Coronavirus Aid, Relief, and Economic Security (CARES) Act and subsequent allocations to Florida school districts:

- Elementary and Secondary Emergency Relief (ESSER) Funds

- ESSER I – the original allocation to provide safe re-openings of schools, offsite remote learning platforms, sanitation, medical support, instructional hardware and software, and continued employment of personnel during the pandemic shutdown. The District was allocated \$12.3 million through September 30, 2022. At June 30, 2022, the District had expended a total of \$12.1 million the allocated funds.
- ESSER II – the second allocation to provide additional funds for the same allowable uses as ESSER I but also included facility upgrades for air quality. This allowed the District to plan for and utilize funds to retrofit HVAC systems, remove and replace certain carpeting, and other applicable facilities improvements leading to improved air quality. The District's original allocation was \$48.5 million through September 30, 2023. At June 30, 2022, the District had expended a total of \$24 million of the allocated funds.
- ESSER III – Also known as the American Rescue Plan, the allocation provided more funds with the same allowable uses as ESSER II. The original allocation was \$109 million through September 30, 2024. At June 30, 2022, the District had expended a total of \$8.3 million of the allocated funds.

It should be noted that the District planned to utilize the entire grant period for each allocation. Therefore, expenditures were planned for current and future years. In the case of facilities planning, architectural and engineering requirements, along with the bidding of projects and selection of contractors, requires significant lead times and careful coordination of contractors with school administration.

Capital Projects – Local Capital Improvement Fund. The Capital Projects – Local Capital Improvement Fund accounts for the revenue and expenditures associated with the District's ad valorem tax receipts generated through the discretionary capital outlay millage. The District is authorized to levy up to 1.5 mills for capital projects such as construction, technology, school bus purchases, and repair and maintenance of facilities. Other uses include, if eligible, payment of property and casualty insurance and debt service requirements. At June 30, 2022, the fund balance totals \$12.2 million and is restricted for eligible capital outlay purposes.

Capital Projects – Other Fund. The Capital Projects – Other Fund has a fund balance of \$82.9 million for the 2021-22 fiscal year. The fund balance decreased from the prior year by \$15.2 million (\$98.1 million) due to increased expenditures during the completion of Pleasant Grove Elementary School and the move to completion of other projects under construction utilizing local sales tax proceeds.

The original net proceeds of the Series 2016, Sales Tax Revenue Bonds totaled \$60 million and has a remaining balance of \$34.3 million at June 30, 2022 (a decrease of \$5 million during the 2021-22 fiscal year).

GENERAL FUND BUDGETARY HIGHLIGHTS

- Original budgeted revenues totaled \$309.6 million. That total was reduced during the year to account for the unexpected increase in Family Empowerment Scholarships (FES). FES is adjusted out of the FEFP and totaled \$12.8 million at the third FEFP calculation. Second FEFP calculation projected FES for the 2021-22 fiscal year was \$4.1 million. The revenue adjustment between second and third FEFP calculation for FES increased by \$8.7 million.
- Actual final revenue for general fund operations totaled 299.1 million, a difference of \$10.5 million from the original budget total of \$309.6 million.
- Actual expenditures totaled \$320.8 million which was \$1.1 million less than original budget (\$321.9 million).
- Actual expenditures exceeded actual revenues by \$21.6 million
- Transfers in and other financing sources totaled \$9.9 million resulting in a net decrease in fund balance of \$11.7 million over the prior fiscal year.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2022, amounts to \$441.9 million (net of accumulated depreciation). This investment in capital assets includes land; construction in progress; improvements other than buildings; buildings and fixed equipment; furniture, fixtures, and equipment; motor vehicles; and audio visual materials and computer software. The District's investment in capital assets (net of accumulated depreciation) for the current fiscal year increased \$20.9 million (approximately 5 percent).

Major construction projects initiated, continued, or completed during the current fiscal year included the following:

- Pleasant Grove Elementary School – New construction
- Myrtle Grove Elementary School – Building 1 Replacement
- Beulah Elementary School – Cafeteria and classroom
- N.B. Cook Elementary School – Covered Play Area
- Tate High School – Agriscience Building
- Bratt Elementary School – Covered Play Area
- Northview High School – Wastewater Treatment Plant
- Escambia High School - Auditorium

Additional information on the District's capital assets can be found in Notes 5 and 11 to the financial statements.

Long-Term Debt

At June 30, 2022, the District has total long-term debt outstanding of \$78.2, a decrease of 11.2 million over the prior fiscal year (\$89.4 million). The District has \$922.8 thousand outstanding of State School Bonds issued by the State Board of Education (SBE) and backed by the full faith and credit of the State of Florida. Certificates of Participation outstanding total \$42.9 million and the remainder of the long-term debt is made up of Sales Tax Revenue Bonds, Series 2016, which have an outstanding balance of \$34.3 million at June 30, 2022.

Additional information on the District's long-term debt can be found in Notes 6 through 8 to the financial statements.

CONSIDERATION OF ECONOMIC FACTORS IN BUDGETARY PLANNING

Factors considered in preparing the District budget for the 2022-23 fiscal year:

Student Enrollment - The District receives the majority of its general operating funds through the Florida Education Finance Program (FEFP). The funds are based on the number of full-time equivalent (FTE) students and is a combination of state and local revenue. Key issues related to the proposed 2022-23 FEFP funding formula over the 2021-22 fiscal year include:

- The District is continuing to recover from student withdrawals that occurred during the height of the coronavirus pandemic. It remains a factor for the projected 2022-23 UFTE and the resulting FEFP revenue calculation.
- The District will begin the 2022-23 fiscal year with FEFP funds totaling \$314.8 million (2nd FEFP calculation) compared to the prior year ending total of \$297 million (fourth FEFP calculation), an increase of \$17.8 million. However, the following factors should be noted over the same measurement period:
 - (1) Total District UFTE is projected to increase from 38,879 to 39,163 (284 UFTE).
 - (2) Total McKay and Family Empowerment Scholarships are projected to increase from \$15.8 million to \$18.7 million (\$2.9 million) and accounts for a significant amount of the UFTE increase (actual 2022-23 UFTE for the scholarship program is yet to be determined).
 - (3) A new charter school sponsored by Pensacola State College will open to provide full-time instruction to approximately 150 eleventh and twelfth grade students. Many of the students will be transfers from traditional District high schools. The new charter school will be a component unit of the Escambia County School District.

General Fund - The District will budget approximately \$9.6 million of total fund balance (based on Tentative Budget) to cover planned expenditures during the 2022-23 fiscal year. In addition to the aforementioned revenue issues, the District will be required to:

- Increase retirement rate contributions
- Manage increased diesel fuel costs and other inflation affected purchases
- Comply with the state requirement for Florida school districts to meet a \$15 minimum wage effective October 1, 2022
- Address salary compression issues related to minimum teacher salary requirements and the previously mentioned \$15 minimum wage
- Plan for student choice transfers to Family Empowerment Scholarships and new charter school offering.

Any unspent appropriations and/or revenue receipts in excess of budgeted amounts will be used to replenish the unassigned fund balance accordingly.

Elementary and Secondary School Emergency Relief (ESSER) Federal Funds

- CARES Act (ESSER I) – The District was awarded \$12.3 million in Federal funds via the CARES Act to assist in the Coronavirus relief effort. The funds are available for teacher training, protective equipment, substitute teachers, sanitation, continued employment of staff, and other eligible uses. These funds have provided support to general fund operations and help maintain the District's financial condition in spite of the emergency spending and extraordinary level of preparation to start and maintain safe student instruction. They also provide opportunities to address learning loss such as increased after school and summer instruction and hardware and software purchases. The grant period for these funds ends on September 30, 2022.
- CARES Act – Governor's Emergency Education Relief Fund (GEERS) – Provides summer recovery learning opportunities for students adversely affected by school closures and also provide for various other projects designed to improve student safety and academic recovery.
- Elementary and Secondary School Emergency Relief Fund II (ESSER II) – Signed into law on December 27, 2020 and provides additional aid for school districts in the same proportion as the original ESSER I. The total for the Escambia County School District was \$48.5 million. The grant period extends to September 30, 2023. The allocation was divided into four separate grant awards as follows:
 - (1) Nonenrollment Assistance Allocation - \$1.9 million allocated to assist the District's efforts to find and re-enroll students who may have dropped out from their school during the previous shutdown or who otherwise disengage from the District.
 - (2) Academic Assistance Allocation - \$9.7 million allocated to support the District in improving the student learning and achievement gap caused by the effects of the pandemic.

- (3) Technology Assistance allocation - \$2.4 million allocated to assist in providing state-of-the art technology required to improve student learning.
- (4) Lump Sum Allocation - \$34.4 million allocated for similar activities as ESSER I except for the addition of allowable costs for facility upgrades and improvements to air quality.

During the 2021-22 fiscal year, by order of the Florida Department of Education, unspent funds from the Nonenrollment and Academic Assistance Allocations reverted to the state. The amount of the reverted funds totaled \$780 thousand and \$7.2 million, respectively.

- Elementary and Secondary School Emergency Relief Fund III (ESSER III) – The American Rescue Plan (ARP) – Signed into law on March 1, 2021, the ARP (ESSER III) funds were allocated to local educational agencies to help meet a wide range of needs arising from the coronavirus pandemic, including reopening schools safely, sustaining their safe operation, and essentially replicated the allowable costs and uses of the previous ESSER II. The Escambia County School District was allocated a total of \$109 million through the grant period ending on September 30, 2024.

In order to make a lasting investment in the various schools, the District budgeted approximately \$55 million of ESSER III funds in air quality upgrades that included new HVAC systems, window replacements, flooring replacements, and other related school and office improvements. Most of these projects were previously scheduled in the District's five year capital outlay work plan and ten year half cent sales tax capital outlay program.

REQUESTS FOR INFORMATION

Questions concerning information provided in the MD&A, and financial statements and notes thereto, or requests for additional financial information should be addressed to the Assistant Superintendent - Finance and Business Services, District School Board of Escambia County, 75 North Pace Boulevard, Pensacola, Florida 32505.

BASIC FINANCIAL STATEMENTS





Escambia County

PUBLIC SCHOOLS

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DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF NET POSITION
JUNE 30, 2022

	<u>Primary Government Governmental Activities</u>	<u>Component Units</u>
ASSETS		
Cash and Cash Equivalents	\$ 119,409,177	\$ 4,789,436
Investments	76,972,084	-
Accounts Receivable	1,596,083	40,885
Deposits Receivable	2,000	-
Prepaid Items	-	3,118
Due from Other Agencies	19,595,300	761,008
Inventories	5,150,633	-
Capital Assets:		
Non-Depreciable Capital Assets	63,205,002	2,540,893
Depreciable Capital Assets, Net	378,742,557	6,538,467
Right-to-use Lease Assets, Net	-	1,126,629
Total Assets	<u>664,672,836</u>	<u>15,800,436</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows Related to Pensions	72,425,201	508,195
Deferred Outflows Related to Other Postemployment Benefits	5,405,746	-
Total Deferred Outflows of Resources	<u>77,830,947</u>	<u>508,195</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u><u>\$ 742,503,783</u></u>	<u><u>\$ 16,308,631</u></u>
LIABILITIES		
Salaries and Benefits Payable	\$ 2,915,715	\$ 956
Payroll Deductions and Withholdings	1,467,903	-
Accounts Payable	6,094,177	744,156
Construction Contracts Payable - Retainage	3,672,510	-
Due to Other Agencies	785,166	128,334
Deposits Payable	143,469	-
Unearned Revenue	3,351,849	-
Long-Term Liabilities:		
Portion Due Within One Year:	23,796,590	341,671
Portion Due After One Year:	255,197,763	5,880,800
Total Liabilities	<u>297,425,142</u>	<u>7,095,917</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows Related to Pensions	135,567,782	1,287,863
Deferred Inflows Related to Other Postemployment Benefits	1,356,339	-
Deferred Gains on Refunding	70,327	-
Total Deferred Inflows of Resources	<u>136,994,448</u>	<u>1,287,863</u>
NET POSITION		
Net Investment in Capital Assets	365,205,460	4,086,092
Restricted for:		
State Required Carryover Programs	11,346,121	-
Debt Service	6,815,361	-
Capital Projects	97,064,436	-
Food Service	12,346,373	-
Other Required Carryover Programs	5,386,494	743,116
Unrestricted	(190,080,052)	3,095,643
Total Net Position	<u>308,084,193</u>	<u>7,924,851</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	<u><u>\$ 742,503,783</u></u>	<u><u>\$ 16,308,631</u></u>

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

DISTRICT SCHOOL BOARD OF ESCAMBA COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Primary Government			
Governmental Activities:			
Instruction	\$ 215,035,755	\$ 1,217,878	\$ -
Student Support Services	26,822,187	-	-
Instructional Media Services	4,466,961	-	-
Instruction and Curriculum Development Services	19,337,414	-	-
Instructional Staff Training Services	8,186,185	-	-
Instruction-Related Technology	4,277,502	-	-
Board	1,160,356	-	-
General Administration	3,570,643	-	-
School Administration	17,618,971	-	-
Facilities Acquisition and Construction	37,836,854	44,146	-
Fiscal Services	2,431,969	-	-
Food Services	21,063,400	971,354	23,725,739
Central Services	8,534,886	-	-
Student Transportation Services	20,995,470	328,737	-
Operation of Plant	30,984,683	-	-
Maintenance of Plant	12,035,449	-	-
Administrative Technology Services	4,106,357	-	-
Community Services	2,296,605	529,879	-
Unallocated Interest on Long-Term Debt	1,164,902	-	-
Total Governmental Activities	\$ 441,926,549	\$ 3,091,994	\$ 23,725,739
Component Units			
Foundation/Charter Schools	\$ 8,875,497	\$ 7,056	\$ 1,079,781

General Revenues:

Taxes:

Property Taxes, Levied for Operational Purposes

Property Taxes, Levied for Capital Projects

Local Sales Taxes

Grants and Contributions Not Restricted to Specific Programs

Unrestricted Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Position

Net Position, July 1, 2021

Net Position, June 30, 2022

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

<i>Net (Expense) Revenue and Changes in Net Position</i>		
<i>Capital</i>	<i>Primary Government</i>	
<i>Grants and</i>	<i>Governmental</i>	<i>Component</i>
<i>Contributions</i>	<i>Activities</i>	<i>Units</i>
\$ -	\$ (213,817,877)	\$ -
-	(26,822,187)	-
-	(4,466,961)	-
-	(19,337,414)	-
-	(8,186,185)	-
-	(4,277,502)	-
-	(1,160,356)	-
-	(3,570,643)	-
-	(17,618,971)	-
3,970,446	(33,822,262)	-
-	(2,431,969)	-
-	3,633,693	-
-	(8,534,886)	-
-	(20,666,733)	-
-	(30,984,683)	-
-	(12,035,449)	-
-	(4,106,357)	-
-	(1,766,726)	-
211,828	(953,074)	-
<u>\$ 4,182,274</u>	<u>(410,926,542)</u>	<u>-</u>
<u>\$ 297,292</u>		<u>(7,491,368)</u>
	99,970,540	-
	27,315,572	-
	38,644,476	-
	263,035,349	6,981,599
	(2,427,938)	50,755
	10,588,929	480,992
	<u>437,126,928</u>	<u>7,513,346</u>
	<u>26,200,386</u>	<u>21,978</u>
	<u>281,883,807</u>	<u>7,902,873</u>
	<u>\$ 308,084,193</u>	<u>\$ 7,924,851</u>

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022

	<u>General Fund</u>	<u>Special Revenue - Other Federal Programs Fund</u>	<u>Special Revenue - Federal Education Stabilization Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 18,188,752	\$ 65,464	\$ 5,414
Investments	2,917,575	-	-
Accounts Receivable	568,814	55,915	-
Deposits Receivable	2,000	-	-
Due from Other Funds	14,799,389	-	-
Due from Other Agencies	981,621	3,759,270	12,386,599
Inventories	2,044,218	-	-
TOTAL ASSETS	<u><u>\$ 39,502,369</u></u>	<u><u>\$ 3,880,649</u></u>	<u><u>\$ 12,392,013</u></u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Salaries and Benefits Payable	\$ 1,126,119	\$ 164,761	\$ 1,568,577
Payroll Deductions and Withholdings	1,103,546	61,985	281,469
Accounts Payable	1,078,859	241,900	459,348
Construction Contracts Payable - Retainage	-	-	251,433
Due to Other Funds	9,257	3,412,001	9,831,186
Due to Other Agencies	15,621	2	-
Deposits Payable	1	-	-
Unearned Revenue	-	-	-
Total Liabilities	<u><u>3,333,403</u></u>	<u><u>3,880,649</u></u>	<u><u>12,392,013</u></u>
Fund Balances:			
Nonspendable:			
Inventories	2,044,218	-	-
Restricted for:			
State Required Carryover Programs	11,346,121	-	-
Debt Service	-	-	-
Special Revenue	-	-	-
Capital Projects	-	-	-
Food Service	-	-	-
Other Required Carryover Programs	5,386,494	-	-
Assigned for:			
Contingencies	3,798,546	-	-
Local Carryovers	12,901,251	-	-
Unassigned	692,336	-	-
Total Fund Balances	<u><u>36,168,966</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 39,502,369</u></u>	<u><u>\$ 3,880,649</u></u>	<u><u>\$ 12,392,013</u></u>

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

<i>Capital Projects - Local Capital Improvement Fund</i>	<i>Capital Projects - Other Fund</i>	<i>Other Governmental Funds</i>	<i>Total Governmental Funds</i>
\$ 10,570,860	\$ 17,792,197	\$ 22,292,570	\$ 68,915,257
5,068,013	68,986,496	-	76,972,084
-	-	-	624,729
-	-	-	2,000
-	-	22,152	14,821,541
-	842,053	1,625,757	19,595,300
-	-	3,106,415	5,150,633
<u>\$ 15,638,873</u>	<u>\$ 87,620,746</u>	<u>\$ 27,046,894</u>	<u>\$ 186,081,544</u>
\$ -	\$ -	\$ 56,258	\$ 2,915,715
-	-	16,038	1,463,038
3,467,450	645,275	201,257	6,094,089
-	3,400,251	20,826	3,672,510
-	710,907	185,847	14,149,198
-	-	-	15,623
-	-	143,468	143,469
-	-	1,298	1,298
<u>3,467,450</u>	<u>4,756,433</u>	<u>624,992</u>	<u>28,454,940</u>
-	-	3,106,415	5,150,633
-	-	-	11,346,121
-	-	6,815,361	6,815,361
-	-	3,747,448	3,747,448
12,171,423	82,864,313	3,512,720	98,548,456
-	-	9,239,958	9,239,958
-	-	-	5,386,494
-	-	-	3,798,546
-	-	-	12,901,251
-	-	-	692,336
<u>12,171,423</u>	<u>82,864,313</u>	<u>26,421,902</u>	<u>157,626,604</u>
<u>\$ 15,638,873</u>	<u>\$ 87,620,746</u>	<u>\$ 27,046,894</u>	<u>\$ 186,081,544</u>



Escambia County

PUBLIC SCHOOLS

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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022**

Total Fund Balances - Governmental Funds **\$ 157,626,604**

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

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. 441,947,559

Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. 17,805,011

Long-term liabilities are not due and payable in the current fiscal year and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at fiscal year-end consist of:

Bonds Payable	\$ (30,815,000)	
Less: unamortized premiums on bonds payable	(4,438,687)	
Certificates of Participation Payable	(37,675,000)	
Less: unamortized premiums on certificates of participation payable	(5,227,106)	
Compensated Absences Payable	(42,794,831)	
Net Pension Liability	(112,110,878)	
Other Postemployment Benefits Payable	<u>(17,069,979)</u>	(250,131,481)

Deferred inflows of resources related to the deferred amount on refunding are applicable to future periods and, therefore, are not reported in the governmental funds.

Deferred Gains on Refunding - Bonds Payable (70,326)

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

Deferred Outflows Related to Pensions	72,425,201	
Deferred Inflows Related to Pensions	(135,567,782)	
Deferred Outflows Related to Other Postemployment Benefits	5,405,746	
Deferred Inflows Related to Other Postemployment Benefits	<u>(1,356,339)</u>	<u>(59,093,174)</u>

Total Net Position - Governmental Activities **\$ 308,084,193**

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

DISTRICT SCHOOL BOARD OF ESCAMBA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund	Special Revenue - Other Federal Programs Fund	Special Revenue - Federal Education Stabilization Fund
Revenues			
Intergovernmental:			
Federal Direct	\$ 893,330	\$ 3,519,607	\$ -
Federal Through State and Local	2,680,395	32,561,517	34,009,733
State	188,810,841	-	-
Local:			
Property Taxes	99,970,540	-	-
Sales Taxes	-	-	-
Charges for Food Service	-	-	-
Investment Income (Loss)	17,678	-	-
Miscellaneous	6,775,187	-	-
Total Revenues	299,147,971	36,081,124	34,009,733
Expenditures			
Current - Education:			
Instruction	188,694,549	14,651,358	13,114,901
Student Support Services	17,685,174	1,370,323	3,461,016
Instructional Media Services	4,535,534	115,246	76,524
Instruction and Curriculum Development Services	8,241,134	8,458,593	3,062,977
Instructional Staff Training Services	3,708,918	3,809,677	834,159
Instruction-Related Technology	4,174,291	181,162	50,506
Board	1,219,632	-	-
General Administration	943,807	1,585,039	1,091,845
School Administration	18,079,760	46,820	573,962
Facilities Acquisition and Construction	713,197	353,215	7,597,657
Fiscal Services	2,516,402	-	59,165
Food Services	106,412	-	-
Central Services	6,404,719	112,708	2,224,499
Student Transportation Services	15,508,970	3,230,170	386,774
Operation of Plant	31,001,280	1,860	426,724
Maintenance of Plant	11,581,932	-	456,903
Administrative Technology Services	3,848,164	91,558	252,494
Community Services	675,419	1,490,369	144,290
Capital Outlay:			
Facilities Acquisition and Construction	213,035	68,851	3,677
Other Capital Outlay	903,161	514,175	191,660
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	320,755,490	36,081,124	34,009,733
Excess (Deficiency) of Revenues Over Expenditures	(21,607,519)	-	-
Other Financing Sources (Uses)			
Insurance Loss Recoveries	2,556,296	-	-
Transfers In	7,307,552	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	9,863,848	-	-
Net Change in Fund Balances	(11,743,671)	-	-
Fund Balances, July 1, 2021	47,912,637	-	-
Fund Balances, June 30, 2022	\$ 36,168,966	\$ -	\$ -

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

<i>Capital Projects - Local Capital Improvement Fund</i>	<i>Capital Projects - Other Fund</i>	<i>Other Governmental Funds</i>	<i>Total Governmental Funds</i>
\$ -	\$ -	\$ -	\$ 4,412,937
-	-	23,445,366	92,697,011
-	1,008,691	1,885,703	191,705,235
27,315,572	-	-	127,286,112
-	38,644,476	-	38,644,476
-	-	971,354	971,354
(28,789)	(2,418,439)	1,612	(2,427,938)
-	-	5,506,266	12,281,453
<u>27,286,783</u>	<u>37,234,728</u>	<u>31,810,301</u>	<u>465,570,640</u>
-	-	-	216,460,808
-	-	5,210,267	27,726,780
-	-	-	4,727,304
-	-	-	19,762,704
-	-	-	8,352,754
-	-	-	4,405,959
-	-	-	1,219,632
-	-	-	3,620,691
-	-	-	18,700,542
8,678,412	13,181,703	1,853,741	32,377,925
-	-	-	2,575,567
-	-	20,557,614	20,664,026
-	-	-	8,741,926
-	-	-	19,125,914
-	-	-	31,429,864
-	-	-	12,038,835
-	-	-	4,192,216
-	-	-	2,310,078
69,132	31,776,459	-	32,131,154
4,643,305	488,072	200,243	6,940,616
-	-	9,137,000	9,137,000
-	-	3,575,522	3,575,522
<u>13,390,849</u>	<u>45,446,234</u>	<u>40,534,387</u>	<u>490,217,817</u>
<u>13,895,934</u>	<u>(8,211,506)</u>	<u>(8,724,086)</u>	<u>(24,647,177)</u>
-	-	-	2,556,296
-	-	8,559,791	15,867,343
(8,878,802)	(6,988,541)	-	(15,867,343)
<u>(8,878,802)</u>	<u>(6,988,541)</u>	<u>8,559,791</u>	<u>2,556,296</u>
5,017,132	(15,200,047)	(164,295)	(22,090,881)
7,154,291	98,064,360	26,586,197	179,717,485
<u>\$ 12,171,423</u>	<u>\$ 82,864,313</u>	<u>\$ 26,421,902</u>	<u>\$ 157,626,604</u>

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Net Change in Fund Balances - Governmental Funds \$ (22,090,881)

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 of capital outlays in excess of depreciation expense in the current fiscal year.

Capital Outlay - Facilities Acquisition and Construction - Capitalized	\$ 29,630,106	
Capital Outlay - Other Capital Outlay - Capitalized	6,940,616	
Less, Depreciation Expense	<u>(14,257,253)</u>	22,313,469

The statement of activities reflects only the gain/loss on the sale of assets, whereas the governmental funds include all proceeds from these sales. Thus, the change in net position differs from the change in fund balances by the cost of assets sold.

(1,363,473)

Debt proceeds are reported as financial resources in governmental funds and thus contribute to the change in fund balance. However, in the statement of net position, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, payments to escrow agents are reported as financial uses in the governmental funds but reduces the liability in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position. These are the debt refunding and principal payments for the current fiscal year:

Bond Repayments	4,422,000	
Certificate of Participation Repayments	<u>4,715,000</u>	9,137,000

Premiums associated with long-term debt issued in the current fiscal year are reported in the statement of activities, but are not a current financial resource and, therefore, are not reported in governmental funds. This is the decrease in deferred premiums during the current fiscal year:

Bonds Payable	708,950	
Amortization of deferred charges and gain on refunding, net	12,628	
Certificates of Participation Payable	1,403,327	
Amortization of deferred charges and gain on refunding, net	<u>285,714</u>	2,410,619

In the Statement of Activities, pension expense is recorded for the District's proportionate share of collective pension expense of the cost sharing defined benefit plans in which the District participates. Also included in pension expense are amounts required to be amortized in accordance with GASB Statement No. 68.

19,107,642

In the Statement of Activities, other postemployment benefits (OPEB) expense is recorded for the District's proportionate share of collective OPEB expense of the cost-sharing defined benefit plans in which the District participates. Also included in OPEB expense are amounts required to be amortized in accordance with GASB Statement No. 75.

(360,208)

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

(2,476,279)

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

(477,503)

Change in Net Position of Governmental Activities **\$ 26,200,386**

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

DISTRICT SCHOOL BOARD OF ESCAMBA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<i>General Fund</i>			
	<i>Original Budget Amounts</i>	<i>Final Budget Amounts</i>	<i>Actual Amounts</i>	<i>Variance with Final Budget - Positive (Negative)</i>
Revenues				
Intergovernmental:				
Federal Direct	\$ 950,000	\$ 950,000	\$ 893,330	\$ (56,670)
Federal Through State and Local	2,562,589	3,304,159	2,680,395	(623,764)
State	202,243,474	189,176,688	188,810,841	(365,847)
Local:				
Property Taxes	99,119,915	99,119,915	99,970,540	850,625
Investment Income	500,000	500,000	17,678	(482,322)
Miscellaneous	4,249,650	4,485,563	6,775,187	2,289,624
Total Revenues	309,625,628	297,536,325	299,147,971	1,611,646
Expenditures				
Current - Education:				
Instruction	188,723,517	194,657,110	188,694,549	5,962,561
Student Support Services	17,730,453	17,921,936	17,685,174	236,762
Instructional Media Services	4,799,339	4,851,183	4,535,534	315,649
Instruction and Curriculum Development Services	7,733,317	8,241,388	8,241,134	254
Instructional Staff Training Services	3,567,532	3,775,813	3,708,918	66,895
Instruction-Related Technology	4,258,317	4,392,024	4,174,291	217,733
Board	1,667,230	1,666,930	1,219,632	447,298
General Administration	1,002,440	1,029,824	943,807	86,017
School Administration	18,768,497	18,270,801	18,079,760	191,041
Facilities Acquisition and Construction	2,322,246	2,365,815	713,197	1,652,618
Fiscal Services	2,660,021	2,662,932	2,516,402	146,530
Food Services	103,000	113,006	106,412	6,594
Central Services	7,314,140	7,417,198	6,404,719	1,012,479
Student Transportation Services	15,416,318	16,264,505	15,508,970	755,535
Operation of Plant	28,218,894	32,327,882	31,001,280	1,326,602
Maintenance of Plant	12,257,089	12,669,536	11,581,932	1,087,604
Administrative Technology Services	3,696,946	3,951,129	3,848,164	102,965
Community Services	964,185	1,107,754	675,419	432,335
Capital Outlay:				
Facilities Acquisition and Construction	225,573	225,574	213,035	12,539
Other Capital Outlay	450,039	1,004,982	903,161	101,821
Total Expenditures	321,879,093	334,917,322	320,755,490	14,161,832
Excess (Deficiency) of Revenues Over Expenditures	(12,253,465)	(37,380,997)	(21,607,519)	15,773,478
Other Financing Sources (Uses)				
Insurance Loss Recoveries	-	-	2,556,296	2,556,296
Transfers In	8,483,232	8,563,357	7,307,552	(1,255,805)
Total Other Financing Sources (Uses)	8,483,232	8,563,357	9,863,848	1,300,491
Net Change in Fund Balances	(3,770,233)	(28,817,640)	(11,743,671)	17,073,969
Fund Balances, July 1, 2021	47,912,637	47,912,637	47,912,637	-
Fund Balances, June 30, 2022	\$ 44,142,404	\$ 19,094,997	\$ 36,168,966	\$ 17,073,969

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - MAJOR SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Special Revenue - Other Federal Programs Fund			
	Original Budget Amounts	Final Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental:				
Federal Direct	\$ 4,905,849	\$ 4,594,527	\$ 3,519,607	\$ (1,074,920)
Federal Through State and Local	38,329,866	39,479,467	32,561,517	(6,917,950)
Total Revenues	43,235,715	44,073,994	36,081,124	(7,992,870)
Expenditures				
Current - Education:				
Instruction	19,346,867	18,094,337	14,651,358	3,442,979
Student Support Services	1,469,676	1,617,986	1,370,323	247,663
Instructional Media Services	62,556	144,909	115,246	29,663
Instruction and Curriculum Development Services	9,162,378	9,040,497	8,458,593	581,904
Instructional Staff Training Services	5,585,069	5,761,984	3,809,677	1,952,307
Instruction-Related Technology	249,498	269,968	181,162	88,806
General Administration	2,067,719	2,031,599	1,585,039	446,560
School Administration	24,765	161,021	46,820	114,201
Facilities Acquisition and Construction	10,000	355,262	353,215	2,047
Central Services	185,740	186,982	112,708	74,274
Student Transportation Services	3,152,666	3,625,193	3,230,170	395,023
Operation of Plant	3,156	4,381	1,860	2,521
Administrative Technology Services	89,865	101,265	91,558	9,707
Community Services	1,033,620	1,999,046	1,490,369	508,677
Capital Outlay:				
Facilities Acquisition and Construction	-	80,000	68,851	11,149
Other Capital Outlay	792,140	599,564	514,175	85,389
Total Expenditures	43,235,715	44,073,994	36,081,124	7,992,870
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances, July 1, 2021	-	-	-	-
Fund Balances, June 30, 2022	\$ -	\$ -	\$ -	\$ -

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - MAJOR SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Special Revenue - Federal Education Stabilization Fund			
	Original Budget Amounts	Final Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental:				
Federal Through State and Local	\$ 49,867,732	\$ 156,593,907	\$ 34,009,733	\$ (122,584,174)
Total Revenues	<u>49,867,732</u>	<u>156,593,907</u>	<u>34,009,733</u>	<u>(122,584,174)</u>
Expenditures				
Current - Education:				
Instruction	15,365,681	46,508,921	13,114,901	33,394,020
Student Support Services	3,951,349	10,685,330	3,461,016	7,224,314
Instructional Media Services	3,000	79,599	76,524	3,075
Instruction and Curriculum Development Services	3,084,945	6,129,266	3,062,977	3,066,289
Instructional Staff Training Services	2,798,868	3,968,417	834,159	3,134,258
Instruction-Related Technology	316,600	65,800	50,506	15,294
General Administration	1,312,908	3,684,317	1,091,845	2,592,472
School Administration	888,682	1,704,644	573,962	1,130,682
Facilities Acquisition and Construction	15,681,394	20,504,431	7,597,657	12,906,774
Fiscal Services	87,796	175,496	59,165	116,331
Food Services	7,400	5,400	-	5,400
Central Services	43,500	5,551,280	2,224,499	3,326,781
Student Transportation Services	272,300	727,748	386,774	340,974
Operation of Plant	2,995,523	714,248	426,724	287,524
Maintenance of Plant	2,050,000	1,350,659	456,903	893,756
Administrative Technology Services	768,640	733,790	252,494	481,296
Community Services	-	203,456	144,290	59,166
Capital Outlay:				
Facilities Acquisition and Construction	-	53,204,000	3,677	53,200,323
Other Capital Outlay	239,146	597,105	191,660	405,445
Total Expenditures	<u>49,867,732</u>	<u>156,593,907</u>	<u>34,009,733</u>	<u>122,584,174</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, July 1, 2021	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, June 30, 2022	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF NET POSITION -
PROPRIETARY FUNDS
JUNE 30, 2022

	<i>Governmental Activities - Internal Service Funds</i>
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 50,493,920
Accounts Receivable	971,354
TOTAL ASSETS	\$ 51,465,274
LIABILITIES	
Current Liabilities:	
Payroll Deductions and Withholdings	\$ 4,865
Accounts Payable	88
Due to Other Funds	672,343
Due to Other Agencies	769,542
Unearned Revenue	3,350,552
Estimated Insurance Claims Payable	7,931,938
Total Current Liabilities	12,729,328
Noncurrent Liabilities:	
Estimated Insurance Claims Payable	20,930,935
Total Noncurrent Liabilities	20,930,935
TOTAL LIABILITIES	33,660,263
NET POSITION	
Unrestricted	17,805,011
Total Net Position	17,805,011
TOTAL LIABILITIES AND NET POSITION	\$ 51,465,274

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION -
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Governmental Activities - Internal Service Funds
OPERATING REVENUES	
Premium Revenues	\$ 40,074,010
Other	3,496,013
Total Operating Revenues	<u>43,570,023</u>
OPERATING EXPENSES	
Salaries	249,169
Employee Benefits	2,458,233
Purchased Services	6,015,286
Energy Services	7,850
Materials and Supplies	9,258
Insurance Claims	35,429,429
Other	288
Total Operating Expenses	<u>44,169,513</u>
Operating Income (Loss)	<u>(599,490)</u>
NONOPERATING REVENUES	
Investment Income	50,328
Insurance Loss Recoveries	71,659
Total Nonoperating Revenues	<u>121,987</u>
Income (Loss) Before Transfers	<u>(477,503)</u>
Change in Net Position	<u>(477,503)</u>
NET POSITION	
Total Net Position, July 1, 2021	18,282,514
Total Net Position, June 30, 2022	<u><u>\$ 17,805,011</u></u>

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Board Funds and Participants	\$ 40,002,350
Cash Payments to Suppliers for Goods and Services	(6,015,287)
Cash Payments to Employees for Services	(319,128)
Cash Payments for Premiums and Other Fees	(27,826,801)
Net Cash Provided (Used) by Operating Activities	<u>5,841,134</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Insurance Loss Recoveries	71,659
Net Cash Provided (Used) by Noncapital Financing Activities	<u>71,659</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment Income	50,328
Net Cash Provided by Investing Activities	<u>50,328</u>
Net Increase (Decrease) in Cash and Cash Equivalents	5,963,121
Beginning Cash and Cash Equivalents	<u>44,530,799</u>
Ending Cash and Cash Equivalents	<u><u>\$ 50,493,920</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	\$ (599,490)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Changes in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	(68,953)
(Increase) Decrease in Due From Other Funds	9,366
(Increase) Decrease in Due From Other Agencies	4,027,987
Increase (Decrease) in Accrued Liabilities	(103,769)
Increase (Decrease) in Accounts Payable	88
Increase (Decrease) in Due to Other Funds	356,730
Increase (Decrease) in Due to Other Agencies	113,469
Increase (Decrease) in Unearned Revenue	(59,087)
Increase (Decrease) in Estimated Insurance Claims Payable	2,164,793
Total Adjustments	<u>6,440,624</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$ 5,841,134</u></u>

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

**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

➤ **Reporting Entity**

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

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

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

- **Blended Component Unit.** The Escambia School District Employee Benefit Trust (Trust) has been established to administer the District's employee life, health, and dental insurance programs. Assets necessary to fund the programs are transferred to the Trust; however, under the terms of the Trust Agreement, the Board retains control of the assets. Due to the substantive economic relationship between the District and the Trust, the financial activities of the Trust are reported in the accompanying basic financial statements as an internal service fund.
- **Discretely Presented Component Units.** The component units' columns in the basic financial statements, include the financial data of the District's other component units, as follows:

The Escambia County Public Schools Foundation for Excellence, Inc. (Foundation), is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, and, as such, the Foundation is approved by the Board. The Foundation was formed to provide charitable and educational aid to the District and to receive, hold, invest, and administer property and to make expenditures for the benefit of the District, which is able to impose its will on the Foundation.

Charter schools are separate not-for-profit corporations each with a separate board of directors organized pursuant to Chapter 617, Florida Statutes, the Florida Not for Profit Corporation Act, and Section 1002.33, Florida Statutes. Charter schools operate under a charter of the sponsoring school district and are considered component units according to the interpretation of GASB Statement No. 61 by the Florida Department of Education which determined that Florida school districts are financially accountable for Florida charter schools.

Pursuant to the Florida Constitution, charter schools are public schools and the District is responsible for their operation, control, and supervision. The District has entered

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

into charter agreements with the following charter schools that are considered part of the District's reporting entity:

Capstone Academy Pensacola was established to provide exceptional student educational services to handicapped prekindergarten students.

Jaqueline Harris Preparatory Academy was established to provide alternate programs of education, training, and related services for elementary students who are considered "at risk" of academic failure. Jaqueline Harris Preparatory Academy, operated by New Road to Learning, Inc., is a separate not-for-profit entity.

Beulah Academy of Science, Inc., was established to provide an agriculture and science program for middle school students.

Byrneville Elementary School, Inc., and Pensacola Beach Elementary School, Inc., were established to provide education, training, and related services to elementary school students.

Audits of the Foundation's financial statements and the charter schools' financial statements for the fiscal year ended June 30, 2022, are conducted by independent certified public accountants and are filed in the District's administrative office at 75 North Pace Boulevard, Pensacola, Florida.

➤ **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The accounting and financial reporting treatment is determined by its measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured as current financial resources or economic resources. The basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

Government-wide Financial Statements - The Government-wide financial statements are prepared under the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions in which the District gives or receives value without directly receiving or giving value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The Statement of Net Position and the Statement of Activities present financial information about the District's governmental activities. These statements include the financial activities of the government in its entirety, except for those that are fiduciary. Governmental activities are normally supported by taxes and inter-governmental revenues. The District currently does not have any business-type activities.

The Statement of Net Position includes all assets, liabilities, and deferred outflows/inflows of resources of the District. The Statement of Activities presents a comparison between the direct expenses and program revenues for each function or program of the District's

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Depreciation expenses are allocated to functions based on actual and estimated usage of the assets in those functions.

Amounts reported as program revenues include: 1) charges for services provided to students for tuition, fees, rental, material, supplies, or other services, 2) operating grants and contributions, and 3) capital grants and contributions. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

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

Fund Financial Statements – The Governmental Fund Financial Statements are prepared utilizing the current financial resource measurement focus and the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become susceptible to accrual, that is, both measurable and available. “Measurable” means the amount of transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used 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 from property taxes as available if they are collected within 60 days after fiscal year-end. Expenditures are recorded when the fund liability is incurred. However, exceptions include unmatured principal and interest on general long-term debt and accumulated sick and vacation pay, which are recorded when payment is due.

In applying the “susceptible to accrual” concept to revenues from Federal and State sources, the legal contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of revenues. In one type, moneys must be expended for the specific purpose or project before the District will receive any amounts; therefore, revenues are recognized based upon the occurrence of the expenditure. In the other type, moneys are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed legal and contractual requirements. These resources are reflected as revenues at the time of receipt or earlier if the “susceptible to accrual” criteria are met. In all cases, moneys received before the revenue recognition criteria have been met, are reported as unearned revenue.

The Proprietary Fund Financial Statements are prepared under the economic resources measurement focus and the accrual basis of accounting.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the District’s internal service funds are for self-insurance (property, casualty, liability, and workers’ compensation), and employee benefits (health and prescription) provided to other funds. Operating expenses for the internal service funds include salaries, employee benefits, purchased services, energy services, materials and supplies, capital outlay, and insurance claims. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

- General Fund – to account for all financial resources not required to be accounted for in another fund, and for certain revenues from the State that are legally restricted to be expended for specific current operating purposes.
- Special Revenue - Other Federal Programs Fund – to account for certain Federal grant program resources.
- Special Revenue – Federal Education Stabilization Fund - To account for Coronavirus Aid, Relief, and Economic Security (CARES) Act funds and Elementary and Secondary School Emergency Relief (ESSER) funds.
- Capital Projects – Local Capital Improvement Fund (Nonvoted) – to account for the financial resources generated by capital outlay ad valorem property taxes based on the discretionary millage rate set by the School Board.
- Capital Projects – Other Fund – to account for the financial resources generated by the local voted sales tax and various other financial resources restricted for educational capital outlay needs, including new construction, renovation, and remodeling projects.

Additionally, the District reports the following proprietary fund types:

- Internal Service Funds – to account for the District's individual self-insurance programs.

Discretely Presented Component Units – The Foundation is accounted for under the not-for-profit basis of accounting and uses the accrual basis of accounting whereby revenues are recognized when earned and expenses are recognized when incurred.

Except for the Capstone Academy Pensacola, the charter schools are accounted for as governmental organizations and follow the same accounting model as the District's governmental activities. The Capstone Academy Pensacola is accounted for under the not-for-profit basis of accounting and uses the accrual basis of accounting.

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at fiscal year-end are reported as due from/to other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the fiscal year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in and out. While reported in fund financial statements, certain eliminations are

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

➤ **Net Position / Fund Balance Flow Assumptions**

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and 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.

➤ **Fund Balance Policies**

GASB Statement No. 54 provides for the structured classification of fund balance and is intended to improve the usefulness of fund balance reporting to the users of the district's financial statements. The standard provides for a hierarchy for fund balance classification and the constraints imposed on the uses of those resources. GASB 54 provides for two major types of fund balances, nonspendable and spendable.

Nonspendable fund balances cannot be spent during the reporting period because they are not expected to be converted to cash or they are legally or contractually required to remain intact. The District reports inventory as nonspendable.

Spendable fund balances under GASB 54 are categorized according to various spending restraints:

- **Restricted** – Fund balances that are constrained by external parties or legislation. The District reports state categorical carry-over balances and other similar carry-over balances from state or local earmarked revenue as restricted.
- **Committed** - Fund balances that are set aside by formal Board action (typically by adoption of a resolution) to allocate funds for specific purposes. The Board is the highest level of decision-making authority for the district. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation. The District reported no committed fund balance as of June 30, 2022.
- **Assigned** – Fund balances that are reserved or designated for a particular purpose but are not formally imposed by the governing Board. Because there is no formal action by the Board, assigned fund balance does not rise to the level of committed under GASB 54. As such, authority to assigned fund balances may be delegated to the Superintendent or designee and generally exist on a temporary basis. Additional Board action is not required for the removal of an assignment. Assigned fund balances include roll forwards of unspent school budget allocations and local projects that do not have legal or other imposed restrictions.
- **Unassigned** – Fund balances in General Fund that are not classified in any of the other categories. The unassigned fund balance category is not applicable to any other governmental funds.

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

➤ **Deposits and Investments**

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term, highly liquid investments with original maturities of 3 months or less. Investments classified as cash equivalents include amounts placed with the State Board of Administration (SBA) in Florida PRIME.

Cash deposits are held by banks qualified as public depositories under Florida law or through the Federally Insured Cash Account program, which complies with the provisions of Section 218.415(23), Florida Statutes, and is therefore exempt from Florida's public deposits program pursuant to Section 280.03(3)(f), Florida Statutes. All deposits are insured by Federal depository insurance, up to specified limits, or collateralized with securities held in Florida's multiple, financial institution collateral pool, as required by Chapter 280, Florida Statutes. The statement of cash flows considers cash and cash equivalents as those amounts in demand deposit accounts and all highly liquid investments with an original maturity of 3 months or less.

Investments consist of amounts placed in SBA Debt Service accounts for investment of debt service moneys, amounts placed with SBA for participation in the Florida PRIME, and those made locally. Investments made locally are reported at fair value and consist of:

- (1) Intergovernmental investment pool made up of money market mutual funds and various short-term government bond funds. The intergovernmental investment pool is reported at fair value and is described in a subsequent note on investments.
- (2) Government bonds.
- (3) Agency bonds
- (4) Municipal bonds
- (5) Commercial paper.
- (6) Treasury bills.
- (7) U.S. Government bond funds.

The District's investments in Florida PRIME, which SBA indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, as of June 30, 2022, are similar to money market funds in which shares are owned in the fund rather than the underlying investments. According to GASB Statement 79, these investments are reported at fair value, which is amortized cost. Florida PRIME operates under investment guidelines established by Section 215.47, Florida Statutes.

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

➤ **Inventories**

Inventories consist of expendable supplies held for consumption in the course of District operations. Material stores, maintenance stores, custodial stores, transportation stores, fuel inventories, and purchased food and lunchroom supply inventories are stated on the average-cost method. The United States Department of Agriculture surplus donated foods are stated at their fair value, as determined at the time of donation to the District's food service program by the Florida Department of Agriculture and Consumer Services, Bureau of Food Distribution. The costs of inventories are recorded as expenditures when used rather than purchased.

➤ **Capital Assets**

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported at cost in the government-wide statement of net position but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than fair value at the date of donation. Interest costs incurred during the 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	15 years
Buildings and Fixed Equipment	20 - 55 years
Furniture, Fixtures, and Equipment	5 - 15 years
Motor Vehicles	10 - 20 years
Audio Visual Materials and Computer Software	10 - 15 years

Current fiscal year information relative to changes in capital assets is described in a subsequent note.

➤ **Long-Term Liabilities**

Long-term obligations that will be financed from resources to be received in the future by governmental funds are reported as liabilities in the government-wide statement of net position. Bond and Certificates of Participation (COP) premiums and discounts are amortized over the life of the debt using the straight-line method. Bonds and COP payable are reported net of the applicable premiums or discounts.

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

In the governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due. Governmental fund types recognize premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued and premiums on debt issuance are 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 liabilities for the current fiscal year are reported in a subsequent note.

➤ **Compensated Absences**

The criteria for determining compensated absences (i.e., paid absences for employee vacation and sick leave benefit) liability are derived from Board policy, negotiated agreements, and State law. Vacation benefits are accrued as a liability as the benefits are earned if an employee's right to receive compensation is attributable to services already rendered and it is probable that the employer will compensate the employee 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 fiscal year-end by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. Compensated absences include applicable salary related payments for Social Security, Medicare, and retirement contributions.

In the government-wide financial statements, compensated absences are accrued as liabilities to the extent that it is probable that the benefits will result in termination payments. A liability is reported for compensated absences in the governmental fund financial statements only if they have matured (i.e., unused reimbursable leave still outstanding following an employee's resignation or retirement). The liability for compensated absences includes salary-related benefits, where applicable.

Changes in compensated absences for the current fiscal year are reported in a subsequent note.

➤ **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 financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources (expense) until then.

The District has two items that qualify for reporting as deferred outflows of resources, the *deferred outflows related to pensions* and the *deferred outflows related to other post-employment benefits (OPEB)* are reported in the government-wide statement of net position. The deferred outflows related to pensions and OPEB are an aggregate of related items as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, respectively. The deferred outflows related to pensions and OPEB will be recognized as either an expense or a reduction in the net liability in future reporting years. Details on the composition of the deferred outflows related to pensions and OPEB are further discussed in subsequent notes.

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

In addition to liabilities, the statement of net position will sometimes report a separate section for *deferred inflows of resources*. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time. The District has three items that qualify for reporting as deferred inflows of resources.

The three items reported as deferred inflows of resources are the *deferred gains on refunding*, the *deferred inflows related to pensions*, and the *deferred inflows related to OPEB* and are reported in the government-wide statement of net position. A deferred gain on refunding results from a debt refinancing whereby the net carrying amount of the debt instrument exceeds the reacquisition price of the refunding debt. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred inflows related to pensions and OPEB are an aggregate of related items as calculated in accordance with GASB Statement No. 68 and No. 75, respectively. The deferred inflows related to pensions and OPEB will be recognized as a reduction of an expense in future reporting years. Details on the composition of the deferred inflows related to pensions and OPEB are further discussed in subsequent notes.

➤ **State Revenue Sources**

Revenues from State sources for current operations are primarily from 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 according to a calendar established by the Department. Such amendments may impact funding allocations for subsequent fiscal 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 fiscal 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 fiscal year to be expended for the same educational programs. The Department generally requires that these educational program revenues be accounted for in the General Fund. A portion of the fund balance of the General Fund is restricted in the governmental fund financial statements for the unspent balance of categorical and earmarked educational program resources.

➤ **District Property Taxes**

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

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

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**DISTRICT SCHOOL BOARD OF
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The School Board adopted the 2021 tax levy on September 16, 2021. 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 Escambia County Tax Collector at fiscal year-end but not yet remitted to the District.

Millages and taxes levied for the current fiscal year are presented in a subsequent note.

➤ **School Capital Outlay Surtax**

On November 4, 2014, the citizens of Escambia County renewed a 0.5 percent school capital outlay sales surtax authorized under Section 212.055(6), Florida Statutes. The surtax was authorized for a period of 10 years, beginning January 1, 2018. Sales tax proceeds are to be used for fixed capital expenditures or fixed capital costs associated with the construction, reconstruction, or improvement of school facilities and campuses which have a useful life expectancy of 5 or more years, and retrofitting and technology implementation and any land acquisition, land improvement, design, and engineering costs related thereto. The 10-year extension will end on December 31, 2027.

At June 30, 2022 two debt issues were either fully or partially secured by sales tax proceeds:

- Certificates of Participation, Series 2020A – Par Amount - \$37,675,000
Lease payments are paid from a combination of sales tax proceeds (42%) and capital outlay millage (58%).
- Sales Tax Revenue Bonds, Series 2016 – Par Amount - \$51,910,000

➤ **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.

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**DISTRICT SCHOOL BOARD OF
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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 object level (e.g., salaries, purchased services, and capital outlay) within each activity (e.g., instruction, student personnel services, and school administration) and may be amended by resolution at any Board meeting no later than 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 fiscal year's appropriations.

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**DISTRICT SCHOOL BOARD OF
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3. INVESTMENTS

As of June 30, 2022, the District has the following investments and maturities:

Investment	Average Maturities	Fair Value	Fair Value Measurement
State Board of Administration			
Florida PRIME (1)			
Governmental Funds	28 Days	\$ 467,175	N/A
Internal Service Fund	28 Days	13,081,814	N/A
Debt Service Accounts	6 months	18,105	N/A
Total		<u>13,567,093</u>	
Sales Tax Investment Portfolio			
Agency Bonds	2.99 Years	27,378,567	Level 2
Municipal Bonds	0.95 Years	2,614,121	Level 2
Government Bonds	2.46 Years	10,646,754	Level 2
Commercial Paper	62 Days	8,490,452	Level 2
First American Gov Obligations (1)		223,483	N/A
Cash		815	N/A
Total		<u>49,354,193</u>	
Florida Fixed Income Trust (FL FIT)			
Select Cash	2.25 Years	7,830,813	N/A
Enhanced Cash	1.27 Years	9,989,535	N/A
Cash Pool	74 Days	6,805,634	N/A
Cash Pool (Series 2016 Proceeds)	74 Days	1,215,045	N/A
Total		<u>25,841,027</u>	
Other Misc. Investment Portfolio			
Commercial Paper	15 Days	1,999,514	N/A
First American Gov Obligations (1)		3,009,241	N/A
Cash		833	N/A
Total		<u>5,009,588</u>	
Total Investments, Primary Government		<u><u>\$ 93,771,901</u></u>	

Note: (1) Investments reported as cash equivalents for financial statement reporting purposes.

GASB Statement No. 72, Fair Value Measurement and Application

According to GASB Statement No. 72, all assets meeting the definition of an investment should be measured at fair value, except the following:

- Nonparticipating interest earning investment contracts including non-negotiable certificates of deposit
- Investments in unallocated insurance contracts

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**DISTRICT SCHOOL BOARD OF
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- Money market investments and participating interest-earning investment contracts that have remaining maturity at time of purchase of 3 months or less
- Investments held by 2a-7 external investment pools
- Investments in 2a-7-like pools
- Fully benefit-responsive synthetic guaranteed investment contracts
- Investments in life insurance contracts not meeting the definition of a life settlement contract

In addition to expanding the definitions of fair value and investments, GASB Statement No. 72 provides requirements for the valuation and disclosure of assets and liabilities reported at fair value. Governments are to use valuation techniques that are appropriate and for which sufficient data is available to measure assets and liabilities at fair value. These valuation techniques, which are inputs or data that market participants use in valuing assets and liabilities, should be applied consistently.

The District uses the market approach for fair value measurements.

GASB Statement No. 72 establishes a three-tier fair value hierarchy that prioritizes the inputs based on relative reliability and requiring all assets and liabilities valued at fair value to be categorized each using one of the three hierarchy levels:

- *Level 1 Inputs* – quoted prices in active markets for identical assets or liabilities. Observable markets include exchange markets, dealer markets, brokered markets, and principal-to-principal markets.
- *Level 2 Inputs* – inputs other than quoted prices included within Level 1 that are observable for the asset or liability. These inputs are derived from or corroborated by observable market data through correlation or by other means. Examples: Quoted prices for similar assets or liabilities in active or inactive markets, credit spreads, interest rates and yield curves observable at commonly quoted intervals.
- *Level 3 Inputs* – unobservable inputs used only when relevant Level 1 and Level 2 inputs are unavailable. Examples: Nonbinding quotes on interest rate swaps that cannot be corroborated by observable market data and financial forecasts using internal data for commercial real estate.

Interest Rate Risk

- Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In order to provide sufficient liquidity to pay obligations as they become due, the District's investment policy limits the length of investments as follows: (1) investments of current operating funds shall have maturities of no longer than 2 years, and (2) investments of bond reserves, construction funds, and other nonoperating funds shall have a term appropriate for the need for the funds and in accordance with debt covenants, but in no event shall exceed 5 years.
- The District's investments in Florida PRIME and Commercial Paper (CP) had weighted average maturities (WAMs) of 28 days, and 15-62 days, respectively, at June 30, 2022.
- The District's investments in Agency Bonds, Government Bonds, and Municipal Bonds

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**DISTRICT SCHOOL BOARD OF
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had WAMs of 2.99 years, 2.46 years, and 0.95 years, respectively, at June 30, 2022.

- Florida Fixed Income Trust (FL FIT) had the following WAM for each portfolio:

FL Select Cash Pool – 2.25 years

FL FIT Enhanced Cash Pool – 1.27 years

FL FIT Cash Pool – 74 days

A portfolio's WAM reflects the average maturity in days or years 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.

- As of June 30, 2022, the District has the following interest rate risk by fund:

Investment by Fund	Fair Value	Investment Maturities		
		Six Months or Less	Greater than Six Months to Two Years	Greater than Two Years
Major Governmental Funds:				
General	\$ 6,393,991	\$ 5,730,248	\$ 372,073	\$ 291,669
Capital Projects - Local Capital Improvement	5,068,012	1,400,595	2,055,840	1,611,577
Capital Projects - Other	69,209,980	17,695,471	7,561,621	43,952,888
Nonmajor Governmental	18,105	18,105	-	-
Proprietary - Internal Service Fund (1)	13,081,814	13,081,814	-	-
Total Investments	<u>\$ 93,771,901</u>	<u>\$ 37,926,232</u>	<u>\$ 9,989,535</u>	<u>\$ 45,856,134</u>

(1) Self Insurance Program

Note: Investments that have stable net asset values (NAVs) are considered cash equivalents for financial statement purposes.

Credit Risk

- Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's investment policy limits authorized investments to the SBA Local Government Surplus Funds Trust Fund Investment Pool, which is known as Florida PRIME; direct obligations of the United States Government Agencies; certain Federal Instrumentalities; interest-bearing time deposits or savings accounts in qualified public depositories, as defined in Section 280.02, Florida Statutes; repurchase agreements secured by the collateral composed of negotiable direct obligations of the United States Government, Government Agencies, and Federal Instrumentalities that have a fair value of 102 percent of the value of the repurchase agreement; commercial paper of the highest credit rating; certain Banker's Acceptances; certain highly rated state and local government

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**DISTRICT SCHOOL BOARD OF
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Investment Company Act of 1940, provided that the portfolio invests primarily in short-term government bonds and money market funds operated in accordance with 17 CFR 270.2a-7, provided the funds are rated no lower than the credit rating applied to the United States government by Standard & Poor's, or the equivalent by another rating agency; and any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act, as provided in Section 163.01, Florida Statutes, provided that the said funds contain no derivatives. Investment in any derivative products or the use of reverse repurchase agreements requires specific Board approval.

As of June 30, 2022, the District's investments are rated as follows:

- The District's investments in First American Government Obligations are rated AAAm by Standard and Poor's (S&P) and Aaa by Moody's Investors Service.
- The District's investments in the SBA Florida PRIME are rated AAAm by S&P.
- The District's investments in Agency Bonds are rated AA+ by S&P and Aaa by Moody's.
- The District's investments in Government Bonds are rated AA+ by S&P and Aaa by Moody's.
- The District's investments in Municipal Bonds are rated AAA by S&P and Aaa by Moody's.
- The District's investments in Commercial Paper are rated A-1 by S&P and P-1 by Moody's.
- The District's investments in FL FIT Cash Pool, Enhanced Cash Pool, and Select Cash Pool are rated AAAf/S1 by Fitch Ratings.
- 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 the SBA for managing credit risk for this account.

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, 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

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**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
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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 requires that securities shall be held with a third-party custodian; and all securities purchased by and all collateral obtained by the District should be properly designated as an asset of the District. As of June 30, 2022, all investments are held with an appropriate custodian or trustee or are held in accounts in the name of and belonging to the District.

All District investments are compliant with District policy in relation to interest rate risk, credit risk, and custodial credit risk.

Concentration of Credit Risk

- Concentration of credit risk is associated with potential loss of assets attributed to the portion of investment in a single issuer or issue size. The District's investment policy has established asset allocation and issuer limits according to the following investment types:

The Florida Local Government Surplus Funds Trust Fund (Florida PRIME)

Portfolio Composition: A maximum of 35 percent of available funds may be invested in Florida PRIME.

United States Government Securities

Portfolio Composition: A maximum of 75 percent of available funds may be invested in the United States Government Securities with no more than 10 percent of those funds invested in any one issue size (per CUSIP).

United States Government Agencies

Portfolio Composition: A maximum of 50 percent of available funds may be invested in United States Government agencies.

Limits on Individual Issuers: A maximum of 25 percent of available funds may be invested in individual United States Government agencies with no more than 10 percent of those funds invested in any one issue size (per CUSIP).

Federal Instrumentalities (United States Government sponsored agencies)

Portfolio Composition: A maximum of 50 percent of available funds may be invested in Federal Instrumentalities.

Limits on Individual Issuers: A maximum of 25 percent of available funds may be invested in individual Federal Instrumentality security with no more than 10 percent of those funds invested in any one issue size (per CUSIP).

Interest Bearing Time Deposit or Saving Accounts

Portfolio Composition: A maximum of 25 percent of available funds may be invested in non-negotiable interest bearing time certificates of deposit (CDs).

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**DISTRICT SCHOOL BOARD OF
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Limits on Individual Issuers: A maximum of 15 percent of available funds may be deposited with any one CD.

Repurchase Agreements

Portfolio Composition: A maximum of 50 percent of available funds may be invested in repurchase agreements excluding one business day agreements and overnight sweep agreements.

Limits on Individual Issuers: A maximum of 15 percent of available funds may be invested with any one institution.

Commercial Paper

Portfolio Composition: A maximum of 35 percent of available funds may be directly invested in prime commercial paper.

Limits on Individual Issuers: A maximum of 10 percent of available funds may be invested in any one issuer with no more than 5 percent of those funds invested in any one issue size.

Registered Investment Companies (Mutual Funds and Money Markets)

Portfolio Composition: A maximum of 20 percent of available funds may be invested in mutual funds (investing in short-term government bonds) and 75 percent of available funds may be invested in money market funds.

Limits on Individual Issuers: A maximum of 20 percent of available funds may be invested with any one mutual fund or money market fund.

Intergovernmental Investment Pool

Portfolio Composition: A maximum of 50 percent of available funds may be invested in intergovernmental investment pools.

Limits on Individual Issuers: A maximum of 25 percent of available funds may be invested with any one intergovernmental investment pool (excludes Florida PRIME).

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 receivables is accrued.

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**DISTRICT SCHOOL BOARD OF
 ESCAMBIA COUNTY, FLORIDA**
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

5. CHANGES IN CAPITAL ASSETS

Changes in capital assets are presented in the table below.

	Balance 7-1-21	Additions	Deletions	Balance 6-30-22
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated:				
Land	\$ 12,883,761	\$ 88,953	\$ -	\$ 12,972,714
Construction in Progress	28,112,111	32,127,477	10,007,300	50,232,288
Total Capital Assets Not Being Depreciated	40,995,872	32,216,430	10,007,300	63,205,002
Capital Assets Being Depreciated:				
Improvements Other Than Buildings	21,933,093	2,722,532	-	24,655,625
Buildings and Fixed Equipment	531,169,985	7,117,623	276,150	538,011,458
Furniture, Fixtures, and Equipment	15,781,387	994,959	632,602	16,143,744
Motor Vehicles	56,513,568	3,526,479	5,123,523	54,916,524
Audio Visual Materials and Computer Software	1,548,672	-	32,750	1,515,922
Total Capital Assets Being Depreciated	626,946,705	14,361,593	6,065,025	635,243,273
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	14,238,254	1,131,967		15,370,221
Buildings and Fixed Equipment	199,048,588	9,619,059	216,004	208,451,643
Furniture, Fixtures, and Equipment	10,349,721	801,511	531,222	10,620,010
Motor Vehicles	22,166,116	2,613,560	3,921,576	20,858,100
Audio Visual Materials and Computer Software	1,142,336	91,156	32,750	1,200,742
Total Accumulated Depreciation	246,945,015	14,257,253	4,701,552	256,500,716
Total Capital Assets Being Depreciated, Net	380,001,690	104,340	1,363,473	378,742,557
Governmental Activities Capital Assets, Net	\$ 420,997,562	\$ 32,320,770	\$ 11,370,773	\$ 441,947,559

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**DISTRICT SCHOOL BOARD OF
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Depreciation expense was charged to functions as follows:

<u>Function</u>	<u>Amount</u>
GOVERNMENTAL ACTIVITIES	
Instruction	\$ 7,943,163
Student Support Services	6,577
Instructional Media Services	2,383
Instruction and Curriculum Development Services	65,142
Instructional Staff Training Services	3,422
Instruction-Related Technology	83,725
General Administration	159
School Administration	18,623
Facilities Acquisition and Construction	2,713,458
Food Services	370,644
Central Services	86,905
Student Transportation Services	2,339,208
Operation of Plant	136,105
Maintenance of Plant	348,593
Administrative Technology Services	134,656
Community Services	4,489
Total Depreciation Expense - Governmental Activities	<u>\$ 14,257,253</u>

(Continued)
**DISTRICT SCHOOL BOARD OF
 ESCAMBIA COUNTY, FLORIDA**
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6. CERTIFICATES OF PARTICIPATION

The District entered into financing arrangements, characterized as lease purchase agreements, with the Florida School Boards Association, Inc., whereby the District secured financing of various educational facilities. The financing was accomplished through the issuance of Certificates of Participation to be repaid from the proceeds of rents paid by the District. The following schedule describes the current status of the principal balances of these issues at June 30, 2022:

Issue	Original	Principal		Refunded	Balance
	Amount	Paid	Refunded	By Series	6-30-22
Series 1992	\$ 55,830,000	\$ 15,030,000	\$ 40,800,000	1996-1, 2002	\$ -
Series 1996-1	26,740,000	6,485,000	20,255,000	2005, 2006, 2011	-
Series 1996-2	21,645,000	-	21,645,000	2004	-
Series 2002	16,745,000	16,745,000	-		-
Series 2004	22,725,000	885,000	21,840,000	2014	-
Series 2005	10,000,000	10,000,000	-		-
Series 2006	10,000,000	10,000,000	-		-
Series 2011	1,124,561	1,124,561	-		-
Series 2014	19,840,000	19,840,000	-		-
Series 2020A	37,675,000	-	-		37,675,000
	<u>\$ 222,324,561</u>	<u>\$ 80,109,561</u>	<u>\$ 104,540,000</u>		<u>\$ 37,675,000</u>

As a condition of the financing arrangements, the District has given ground leases on District property to the Florida School Boards Association, Inc.

- The ground leases on the property associated with the Series 1992, 1996-1, 2002, 2005, 2006, and 2011 Certificates ended on the date on which the Series 1996-1, 2005, 2006, and 2011 Certificates were paid in full
- The ground leases on the property associated with the Series 1996-2, 2004, and 2014 Certificates ended on February 1, 2022, the date on which the series of Certificates were paid in full.
- The ground leases on the property associated with the Series 2020A Certificates will end on February 1, 2027, the date on which the Certificates will be paid in full.

The properties covered by the ground leases are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the leases and to provide for the rent payments through to term, the District may be required to surrender the sites included under the ground lease agreements for the benefit of the securers of the Certificates until the end of the ground leases.

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DISTRICT SCHOOL BOARD OF
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The District properties included in the ground leases under these arrangements include the following:

Certificates of Participation, Series 1992, 1996-1, 2002, 2005, 2006, and 2011:

- Hellen Caro Elementary School
- C.A. Weis Elementary School
- R.C. Lipscomb Elementary School
- Jim Allen Elementary School – Administrative Suite/Media Center
- Bellview Elementary School – Classroom Building
- Cordova Park Elementary School – Five Classroom Additions/Media Center
- Escambia Westgate Center – Pre-Kindergarten Classroom Renovation
- Holm Elementary School – Classrooms/Media Center
- Myrtle Grove Elementary School – Classroom Addition
- Navy Point Elementary School – Classroom Addition/Administrative Suite
- Pine Meadow Elementary School – Media Center/Kindergarten Classrooms/Administrative Suite
- Pleasant Grove Elementary School – Dining/Classroom Addition/Administrative Suite
- Scenic Heights Elementary School – Pre-Kindergarten Classrooms/Media Center
- Sherwood Elementary School – Pre-Kindergarten Classrooms/Media Center
- Jim C. Bailey Middle School
- Northview High School
- West Florida School of Advanced Technology (the portion formerly known as Beggs Educational Center and used primarily for instructional purposes)
- Tate High School – Physical Education Facility

Certificates of Participation, Series 1996-2, 2004, and 2014:

- N.B. Cook Elementary School
- Tate High School – Cafeteria/Media Center Addition and Renovation/ESE/ROTC Classroom Building
- Myrtle Grove Elementary School – Media Center/Classroom Building Renovation
- Navy Point Elementary School – ESE Classroom Building
- Ferry Pass Middle School – ESE Classroom Building

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**DISTRICT SCHOOL BOARD OF
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Certificates of Participation, Series 2020A:

- Pleasant Grove Elementary School – A new facility under construction to replace the current school of the same name. The new elementary school is scheduled to open for the beginning of the 2022-23 school year (August 2022). The new school is being constructed in a different location but will serve a similar area. The Certificates provide new construction proceeds of \$44,650,000 net of issuance costs. Par amount of the Certificates totaled \$37,675,000.

The lease payments for the Series 2020A Certificates are payable by the District, semiannually, on August 1 and February 1 at interest rates of 5 percent. The following is a schedule by fiscal year of the remaining lease payments under each lease agreement, together with the present value of minimum lease payments as of June 30, 2022:

- Lease payment for the Series 2020A Certificates are funded from both capital outlay millage proceeds (58 percent) and half-cent sales surtax proceeds (42 percent).

Fiscal Year Ending June 30	Series 2020A		
	Total	Principal	Interest
2023	\$ 8,533,250	\$ 6,820,000	\$ 1,713,250
2024	8,523,750	7,160,000	1,363,750
2025	8,511,875	7,515,000	996,875
2026	8,506,625	7,895,000	611,625
2027	8,492,125	8,285,000	207,125
Total Minimum Lease Payments	42,567,625	37,675,000	4,892,625
Unamortized Premium	5,227,106	5,227,106	-
Total Certificates of Participation	<u>\$ 47,794,731</u>	<u>\$ 42,902,106</u>	<u>\$ 4,892,625</u>

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**DISTRICT SCHOOL BOARD OF
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NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

7. BONDS PAYABLE

SBE Bonds payable at June 30, 2022, are as follows:

Bond Type	Original Debt Issue Amount	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To
State School Bonds:				
Series 2011A (Refunding)	\$ 2,625,000	\$ 70,000	3-5	2023
Series 2014A (Refunding)	229,000	67,000	3-5	2025
Series 2017A (Refunding)	812,000	563,000	3-5	2028
Series 2020A (Refunding)	126,000	105,000	2-5	2030
Subtotal	3,792,000	805,000		
Unamortized Premiums, Net	440,398	117,811		
Total Bonds Payable	<u>\$ 4,232,398</u>	<u>\$ 922,811</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 are 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. The total revenues received in the current fiscal year were \$1,625,978.57, all of which was applicable to debt service. Principal and interest payments, investment of Debt Service Fund resources, and compliance with reserve requirements are administered by the SBE and the SBA.

Annual requirements to amortize all bonded debt outstanding as of June 30, 2022, are as follows:

Fiscal Year Ending June 30	Total	Principal	Interest
State School Bonds:			
2023	\$ 222,100	\$ 186,000	\$ 36,100
2024	152,530	124,000	28,530
2025	132,330	110,000	22,330
2026	126,990	110,000	16,990
2027	128,490	117,000	11,490
2027-2030	165,990	158,000	7,990
Subtotal	928,430	805,000	123,430
Unamortized Premiums, Net	117,811	117,811	-
Total Bonds Payable	<u>\$ 1,046,241</u>	<u>\$ 922,811</u>	<u>\$ 123,430</u>

Sales Tax Revenue Bonds

In November 2014, the voters of Escambia County approved a 10-year extension to the District's one-half cent sales surtax for capital outlay. The extension began on January 1, 2018, and will end on December 31, 2027. Accordingly, in order to provide financing for the construction of a new middle school and improvements to several other of the various schools, the Board issued Sales Tax Revenue Bonds, Series 2016 in the amount of \$51,910,000.

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**DISTRICT SCHOOL BOARD OF
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These bonds are authorized by Chapters 212 and 1001, Florida Statutes. The principal and interest on the Series 2016 Bonds are payable solely from and secured by the proceeds received by the Board from the levy and collection of the one-half cent sales surtax pursuant to Section 212.055(6), Florida Statutes. The District pledged a total of \$67,969,815 for principal and interest on the original issue during the 2015-16 fiscal year. Due to payments for normal debt service requirements, the total pledged at June 30, 2021, for principal and interest was \$40,217,800. Final debt service requirements on this bond issue will be paid on September 1, 2027. Assuming a nominal growth rate of sales tax revenues through December 2027, approximately \$195,000,000 will be collected (average of \$30,000,000 per year for 6.5 years). Consequently, approximately 21.6 percent of this revenue stream has been pledged in connection with debt service on the bonds.

During the 2021-22 fiscal year, the District recognized sales tax revenues totaling \$38,644,476 and expended \$5,769,250 (14.9 percent) of these revenues for debt service directly collateralized by these revenues.

Series 2016 Bonds payable at June 30, 2022, are as follows:

Bond Type	Original Debt Issue Amount	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To
Sales Tax Revenue Bonds:				
Series 2016	\$ 51,910,000	\$ 30,010,000	5	2028
Unamortized Premiums, Net	<u>8,641,751</u>	<u>4,320,876</u>		
Total Bonds Payable	<u>\$ 60,551,751</u>	<u>\$ 34,330,876</u>		

The following is a schedule by years of the future annual debt service of the Series 2016 Bonds at June 30, 2022:

Fiscal Year Ending June 30	Total	Principal	Interest
Sales Tax Revenue Bonds:			
2023	\$ 5,749,625	\$ 4,435,000	\$ 1,314,625
2024	5,742,375	4,655,000	1,087,375
2025	5,738,750	4,890,000	848,750
2026	5,770,625	5,135,000	635,625
2027-2028	<u>11,446,375</u>	<u>10,895,000</u>	<u>551,375</u>
Subtotal	34,447,750	30,010,000	4,437,750
Unamortized Premiums, Net	<u>4,320,876</u>	<u>4,320,876</u>	<u>-</u>
Total Bonds Payable	<u>\$ 38,768,626</u>	<u>\$ 34,330,876</u>	<u>\$ 4,437,750</u>

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8. CHANGES IN LONG-TERM LIABILITIES

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

Description	Balance 7-1-21	Additions	Deductions	Balance 6-30-22	Due in One Year
GOVERNMENTAL ACTIVITIES					
SBE Bonds Payable	\$ 977,000	\$ -	\$ 172,000	\$ 805,000	\$ 186,000
Unamortized Premiums, Net	106,615	-	(11,196)	117,811	-
Total SBE Bonds Payable	<u>1,083,615</u>	<u>-</u>	<u>160,804</u>	<u>922,811</u>	<u>186,000</u>
Sales Tax Revenue Bonds Payable	34,260,000	-	4,250,000	30,010,000	4,435,000
Unamortized Premiums, Net	5,041,021	-	720,146	4,320,876	-
Total Sales Tax Revenue Bonds Payable	<u>39,301,021</u>	<u>-</u>	<u>4,970,146</u>	<u>34,330,876</u>	<u>4,435,000</u>
Certificates of Participation Payable	42,390,000	-	4,715,000	37,675,000	6,820,000
Unamortized Premium	6,630,433	-	1,403,327	5,227,106	-
Total Certificates of Participation Payable	<u>49,020,433</u>	<u>-</u>	<u>6,118,327</u>	<u>42,902,106</u>	<u>6,820,000</u>
Estimated Insurance Claims Payable	26,698,080	41,290,453	39,125,661	28,862,872	7,931,938
Compensated Absences Payable	40,318,552	6,597,818	4,121,538	42,794,831	4,039,305
Net Pension Liability	265,354,508	83,296,548	236,540,178	112,110,878	384,347
Other Postemployment Benefits Payable	16,041,211	3,437,267	2,408,499	17,069,979	-
Total Governmental Activities	<u>\$ 437,817,420</u>	<u>\$ 134,622,086</u>	<u>\$ 293,445,153</u>	<u>\$ 278,994,353</u>	<u>\$ 23,796,590</u>

For the governmental activities, net pension liabilities, compensated absences 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.

9. 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:		
General	\$ 14,799,389	\$ 9,257
Special Revenue - Other	-	3,412,001
Special Revenue - Federal Education Stabilization Fund	-	9,831,186
Capital Projects - Other	-	710,907
Nonmajor Governmental	22,152	185,847
Internal Service	-	672,343
Total	<u>\$ 14,821,541</u>	<u>\$ 14,821,541</u>

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The interfund receivables and payables represent the payment of expenditures by one fund for another fund and will be repaid within 12 months. The amounts above do not include the school activity funds.

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

Funds	Interfund	
	Transfers In	Transfers Out
Major:		
General	\$ 7,307,552	\$ -
Capital Projects - Local Capital Improvement	-	8,878,802
Capital Projects - Other	-	6,988,541
Nonmajor Governmental	8,559,791	-
Total	<u>\$ 15,867,343</u>	<u>\$ 15,867,343</u>

Transfers among funds were as follows: (1) Capital Outlay funds were transferred to the General Fund to cover eligible maintenance operational costs, payment of property insurance premiums, charter school capital outlay distributions, and (2) Capital Outlay funds were transferred to Debt Service (nonmajor) funds to provide for debt service requirements for Sales Tax Revenue Bonds and Certificates of Participation.

10. FUND BALANCE REPORTING

The District does not have a fund balance policy regarding the commitment or assignment of fund balance. However, Section 1001.51, Florida Statutes, requires the Superintendent or designee to prepare the Annual Financial Report, including the Annual Comprehensive Financial Report, in accordance with generally accepted accounting principles, including the statements issued by the GASB. The Board approves the assigned fund balance.

The District reports its governmental fund balances in the following categories, as applicable:

- **Nonspendable.** The net current financial resources that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Generally, not in spendable form means that an item is not expected to be converted to cash. Examples of items that are not in spendable form include inventory, prepaid amounts, long-term amounts of loans and notes receivable, and property acquired for resale. The District classifies its amounts reported as inventories as nonspendable.
- **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 educational funding reported in the General Fund, that are legally or otherwise restricted.

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**DISTRICT SCHOOL BOARD OF
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- **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., the Board). Generally, such formal action by the Board would be in the form of a resolution or Board policy. 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 did not have any committed fund balances at June 30, 2022.
- **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 specific purposes, such as allocated school-based funds, specific reserves for projects and contingencies, and other designated uses. Constraints imposed for assigned fund balances do not satisfy the criteria to be classified as restricted or committed. This category also 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 specific purposes based on actions of the Superintendent and Assistant Superintendent for Finance and Business Services and not included in other categories. The District has determined a total assigned fund balance of \$16,699,797 consisting of the following: (1) encumbered local project carryovers totaling \$4,286,410, (2) unencumbered local project carryovers totaling \$8,614,841, and (3) local project contingencies of \$3,798,546.
- **Unassigned.** The portion of fund balance that is the residual classification for the General Fund. This balance represents amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned for specific purposes. Unassigned fund balance totaled \$692,336 at June 30, 2022.

General Fund Minimum Fund Balance Requirement. Section 1011.051, Florida Statutes, requires that the District maintain a fund balance in the General Fund that is sufficient to address normal contingencies, and the Superintendent shall provide written notification to the Board and the Commissioner of Education if, at any time, the fund balance in the General Fund not classified as restricted, committed, or nonspendable in the approved operating budget is projected to fall below 3 percent of projected General Fund revenues. If the fund balance in the General Fund not classified as restricted, committed, or nonspendable is projected to fall below 2 percent of projected General Fund revenues, the Commissioner must determine whether the District has a plan to avoid a financial emergency, as determined pursuant to Section 218.503, Florida Statutes, or to appoint a financial emergency board operating consistent with the requirements, powers, and duties specified in Section 218.503(3)(g), Florida Statutes. The District has adopted Board policy 5.01 to maintain an assigned/unassigned fund balance ratio in the General Fund of at least 3.5 percent of general fund revenue to comply with the intent of Section 1011.051, Florida Statutes.

As of June 30, 2022, the assigned and unassigned fund balance in the General Fund totaled \$17,392,133 (5.81 percent of General Fund revenues).

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**DISTRICT SCHOOL BOARD OF
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11. SIGNIFICANT COMMITMENTS

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

The following is a schedule of encumbrances at June 30, 2022:

General	Major Funds				Nonmajor	Total
	Special Revenue - Other Federal Programs	Special Revenue - Federal Education Stabilization Fund	Capital Projects - Local Capital Improvement	Capital Projects - Other	Governmental Funds	Governmental Funds
\$ 8,455,422	\$ 528,027	\$ 24,712,420	\$ 2,816,745	\$ 32,256,261	\$ 947,956	\$ 69,716,830

Construction Contracts. The following is a summary of major construction contract commitments remaining at fiscal year-end:

Project	Contract Amount	Completed to Date	Balance Committed
Districtwide Projects:			
Roofing Projects	\$ 868,306	\$ 445,660	\$ 422,646
Mechanical and Life Safety Systems	1,928,054	1,694,260	233,794
School Specific Projects:			
New Construction - Pleasant Grove Elementary School	41,692,707	31,459,795	10,232,912
Myrtle Grove Elementary School	5,155,055	56,440	5,098,615
Beulah Elementary School - Cafeteria and Classroom	9,276,457	6,549,953	2,726,505
N.B. Cook Elementary School - Covered Play Area	4,444,780	2,420,473	2,024,307
Tate High School - Agriscience Building	6,245,442	2,720,062	3,525,380
Bratt Elementary School - Covered Play Area	2,220,391	1,790,565	429,826
Northview High School - Wastewater Treatment Plant	1,514,300	156,695	1,357,605
Escambia High School - Auditorium	908,980	299,776	609,204
Total	<u>\$ 74,254,472</u>	<u>\$ 47,593,678</u>	<u>\$ 26,660,794</u>

Total other construction contract commitments (individually below \$250,000) amounted to \$730,529 at June 30, 2022.

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12. SCHEDULE OF STATE REVENUE SOURCES

The following is a schedule of the District's State revenue for the 2021-22 fiscal year:

<u>Source</u>	<u>Amount</u>
Florida Education Finance Program	\$ 144,772,052
Categorical Educational Program - Class Size Reduction	37,481,547
Workforce Development Program	4,108,386
Motor Vehicle License Tax (Capital Outlay and Debt Service)	1,625,979
Voluntary Pre-K Program	1,141,138
Racing Commission Funds	446,500
Charter School Capital Outlay	428,116
Reading Program	345,650
Food Service Supplement	283,941
Workforce Training Grant	109,715
Law Enforcement Training	92,343
Florida Student Assistance Grant	86,828
State License Tax	61,266
Computer Science Certification	35,363
Youth Mental Health Awareness Training	28,317
Miscellaneous	658,096
Total	<u><u>\$ 191,705,235</u></u>

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

13. PROPERTY TAXES

The following is a summary of millages and taxes levied on the 2021 tax roll for the 2021-22 fiscal year:

<u>GENERAL FUND</u>	<u>Millages</u>	<u>Taxes Levied</u>
Nonvoted School Tax:		
Required Local Effort	3.695	\$ 85,821,258
Discretionary Local Effort	0.748	17,373,288
<u>CAPITAL PROJECTS FUNDS</u>		
Nonvoted Tax:		
Local Capital Improvement	1.214	28,196,754
Total	<u><u>5.657</u></u>	<u><u>\$ 131,391,301</u></u>

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**DISTRICT SCHOOL BOARD OF
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14. FLORIDA RETIREMENT SYSTEM

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 Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (HIS) defined benefit plan and additions to/deductions from the FRS's and the HIS's 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.

Governmental Accounting Standards Board Statement No. 68. The District participates in the FRS defined benefit pension plan and the HIS defined benefit plan administered by Florida Division of Retirement. As a participating employer, the District implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, for the fiscal year ended June 30, 2015, which requires employers participating in cost-sharing multiple-employer defined benefit pension plans to report the employers' proportionate share of the net pension liabilities and related pension amounts of the defined benefit pension plans. The District's proportionate share of the net pension liabilities at June 30, 2022, totaled \$112,110,878 (Pension Plan - \$35,789,356, HIS Plan - \$76,321,522).

General Information about the FRS.

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

Essentially all regular employees of the District are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and 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. An Annual Comprehensive 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 total pension expense was \$4,455,872 (Pension Plan - (\$366,478), HIS Plan - \$4,822,350) for the fiscal year ended June 30, 2022.

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**DISTRICT SCHOOL BOARD OF
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FRS Pension Plan

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

- *Regular Class* – Members of the FRS who do not qualify for membership in the other classes.
- *Elected County Officers Class* – Members who hold specified elective offices in local government.

Employees enrolled in the Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service. Members of the Plan may include up to 4 years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with a participating FRS employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided. Benefits under the 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 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

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<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>Elected County Officers</i>	3.00

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

Contributions. The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2021-22 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer (1)</u>
FRS, Regular	3.00	10.82
FRS, Elected County Officers	3.00	51.42
DROP - Applicable to		
Members from All of the Above Classes	0.00	18.34
FRS, Reemployed Retiree	(2)	(2)

Notes: (1) 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.

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

The District's contributions (not including employee contributions) to the Plan for the fiscal year ended June 30, 2022 totaled \$19,851,746 which was equal to the required contributions for the fiscal year.

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Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2022, the District reported a liability of \$35,789,356 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The District's proportionate share of the net pension liability was based on the District's 2021-21 fiscal year contributions relative to the 2020-21 fiscal year contributions of all participating members.

At June 30, 2021, the District's proportionate share was 0.473788766 percent, which was 0.035902167 more than the proportionate share measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the District recognized pension income of \$366,478 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>
Differences between expected and actual experience	\$ 6,134,353	\$ -
Change of assumptions	24,488,852	-
Net difference between projected and actual earnings on FRS pension plan investments	-	124,860,069
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	9,252,862	4,840,610
District FRS contributions subsequent to the measurement date	19,851,746	-
Total	\$ 59,727,813	\$ 129,700,679

The deferred outflows of resources related to pensions, totaling \$19,851,746, 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 ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

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Fiscal Year Ending June 30	Amount
2023	\$ (16,550,724)
2024	(18,779,498)
2025	(24,653,725)
2026	(31,422,268)
2027	1,581,603
Thereafter	-
Total	<u><u>\$ (89,824,612)</u></u>

Actuarial Assumptions. The total pension liability in the July 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary Increases	3.25 percent, average, including inflation
Investment rate of return	6.80 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

The actuarial assumptions used in the July 1, 2021, 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 consist of two building block components: 1) a real (in excess of inflation) return of 4.30 percent, which is 4.17 percent real return from the capital market outlook model developed by the FRS consulting actuary, and 2) a long-term average annual inflation assumption of 2.40 percent as adopted in October 2021 by the FRS Actuarial Assumption Conference.

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.1%	2.1%	1.1%
Fixed Income	20.0%	3.8%	3.7%	3.3%
Global Equity	54.2%	8.2%	6.7%	17.8%
Real Estate (Property)	10.3%	7.1%	6.2%	13.8%
Private Equity	10.8%	11.7%	8.5%	26.4%
Strategic Investments	3.7%	5.7%	5.4%	8.4%
Total	<u><u>100.0%</u></u>			

Assumed inflation - Mean	2.4%	1.2%
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Note: (1) As outlined in the Plan's investment policy

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**DISTRICT SCHOOL BOARD OF
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Discount Rate. The discount rate used to measure the total pension liability was 6.8 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 2021 valuation remained at 6.8 percent.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.8 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 (5.8 percent) or 1 percentage point higher (7.8 percent) than the current rate:

	1% Decrease (5.8%)	Current Discount Rate (6.8%)	1% Increase (7.8%)
District's proportionate share of the net pension liability (asset)	\$ 160,054,295	\$ 35,789,356	\$ (68,080,615)

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 Annual Comprehensive Financial Report.

Payables to the Pension Plan. At June 30, 2022, the District reported payables of \$67,636 and \$322,372 for the outstanding amount of employee and employer contributions, respectively.

HIS Pension Plan

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

Benefits Provided. For the fiscal year ended June 30, 2022, 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.

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, 2021, 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 3 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.

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**DISTRICT SCHOOL BOARD OF
 ESCAMBIA COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
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The District's contributions to the HIS Plan totaled \$3,711,768 for the fiscal year ended June 30, 2022.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2022, the District reported a net pension liability of \$76,321,522 for its proportionate share of the HIS Plan's net pension liability. The current portion of the net pension liability is the District's proportionate share of benefit payments expected to be paid within 1 year, net of the District's proportionate share of the HIS Plan's fiduciary net position available to pay that amount. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020, and update procedures were used to determine the net pension liability as of June 30, 2021. The District's proportionate share of the net pension liability was based on the District's 2020-21 fiscal year contributions relative to the total 2020-21 fiscal year contributions of all participating members. At June 30, 2021, the District's proportionate share was 0.622194597 percent, which was an increase of 0.003283779 from its proportionate share measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the District recognized pension expense of \$4,822,350 related to the HIS 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>
Differences between expected and actual experience	\$ 2,553,911	\$ 31,967
Change of assumptions	5,997,163	3,144,641
Net difference between projected and actual earnings on HIS pension plan investments	79,563	-
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	354,983	2,690,495
District contributions subsequent to the measurement date	3,711,768	-
Total	<u>\$ 12,697,388</u>	<u>\$ 5,867,103</u>

The deferred outflows of resources related to pensions, totaling \$3,711,768, 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 ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

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Fiscal Year Ending June 30	Amount
2023	\$ 780,790
2024	(283,293)
2025	441,140
2026	1,044,277
2027	931,066
Thereafter	204,537
Total	<u>\$ 3,118,517</u>

Actuarial Assumptions. The total pension liability in the July 1, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary Increases	3.25 percent, average, including inflation
Discount Rate	2.16 percent
Municipal Bond Rate	2.16 percent

Mortality rates were based on the Generational PUB-2010 with Projected Scale MP-2018

Discount Rate. The discount rate used to measure the total pension liability was 2.16 percent. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit 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 FRS Actuarial Assumption Conference. The discount rate used in the 2020 valuation was updated from 2.21 percent to 2.16 percent.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 2.16 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 (1.16 percent) or 1 percentage point higher (3.16 percent) than the current rate:

	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
District's proportionate share of the net pension liability	\$ 88,235,072	\$ 76,321,522	\$ 66,561,032

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 Annual Comprehensive Financial Report.

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**DISTRICT SCHOOL BOARD OF
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FRS/HIS Pension Plan - Aggregate

The aggregate amount of net pension liabilities, related deferred outflows of resources, deferred inflows of resources, and pension expense for the District's defined pension plans are summarized below:

	<u>Pension Plan</u>	<u>HIS Plan</u>	<u>Total</u>
Net Pension Liabilities	\$ 35,789,356	\$ 76,321,522	\$ 112,110,878
Deferred Outflows of Resources	59,727,813	12,697,388	72,425,201
Deferred Inflows of Resources	129,700,679	5,867,103	135,567,782
Pension Expense (Income)	(366,478)	4,822,350	4,455,872

FRS – Defined Contribution Pension Plan

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

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. District employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Allocations to the investment member's accounts during the 2021-22 fiscal year were as follows:

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

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings. 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

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
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return within the 5 year period, the employee will forfeit the accumulated account balance. 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. For the fiscal year ended June 30, 2022, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided and 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 1,568 District participants in the Investment Plan during the 2021-22 fiscal year. The District's total contribution to the plan, including the employee portion totaled \$7,397,846 (which was equal to the required contribution for the 2021-22 fiscal year). The employer portion was \$5,799,341.

15. EARLY TERMINATION BENEFITS

Retirement Incentive. Board policy provides for the payment of retirement incentive bonuses to District personnel who retire by the end of the fiscal year in which they first become eligible under any retirement plan sponsored by a unit of Florida municipal, local, or State government and who have a minimum of 15 years of service with the District. The Retirement Incentive is equal to 25 percent of the qualified employee's gross annual salary. In addition to payments made for regular termination benefits, the District reported expenditures totaling \$288,969.58 during the 2021-22 fiscal year for Retirement Incentive pay.

16. OTHER POSTEMPLOYMENT BENEFITS PAYABLE

Other Postemployment Benefits (OPEB) are addressed in GASB Statements No. 74 and 75; *Financial Reporting for Postemployment Benefits Plans Other than Pension Plans*, and *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. GASB Statement No. 74 establishes financial and reporting requirements for OPEB, while Statement No. 75 requires governments to report a liability on the face of the financial statements for the OPEB that they provide. This statement requires governments in all types of OPEB plans to present adequate note disclosures and Required Supplemental Information (RSI) about their OPEB liabilities.

Plan Description. The OPEB healthcare 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 retire from the District are eligible to participate in one of four self-funded 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 plan on average than those of active employees.

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**DISTRICT SCHOOL BOARD OF
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No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75.

Additionally, certain retirees receive insurance coverage at a lower (explicitly subsidized) premium rate than active employees. The benefits provided under this defined benefit plan are provided for a fixed number of years determined at the time of retirement based on the number of years worked for the District. Retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. The OPEB plan does not issue a stand-alone report and is not included in the report of a public employee retirement system or another entity.

Funding Policy. Plan contribution requirements of the District are established and may be amended through recommendations of the Insurance Committee and action from the Board. The District has not advanced-funded or established a funding methodology for the OPEB costs or the net OPEB obligation. The actuarial valuation was based on personnel data at July 1, 2021 in which 128 retirees and 18 eligible dependents received postemployment healthcare benefits. For the 2021-22 fiscal year, the District provided required contributions of \$2,408,499 toward annual OPEB costs, an increase of \$223,979 over the prior fiscal year (\$2,184,520), comprised of benefit payments made on behalf of retirees for claims expenses, retention costs, and net of retiree contributions totaling \$1,381,121, 0.63 percent of covered payroll (\$220,346,859). Required contributions are based on projected pay-as-you-go financing.

As of July 1, 2021, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefits	146
Active employees	<u>5,161</u>
Total	<u>5,307</u>

Total OPEB Liability. The District's total OPEB liability was measured as of June 30, 2021 and was determined by an actuarial valuation as of June 30, 2022.

Actuarial Methods and Assumptions. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and termination, mortality, and the healthcare cost trends. Amounts determined regarding the funded status of the 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. Projections of benefits for financial reporting purposes are based on the substantive plan provisions, as understood by the employer and participating members, and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and participating members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The District's OPEB actuarial valuation for the 2020-21 fiscal year used the entry age normal cost actuarial method to estimate the unfunded actuarial liability as of June 30, 2022, and to estimate the District's annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 2.16 percent rate of return on invested assets, which is the

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**DISTRICT SCHOOL BOARD OF
 ESCAMBIA COUNTY, FLORIDA**
NOTES TO FINANCIAL STATEMENTS
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District's long-term expectation of investment returns under its investment policy. The actuarial assumptions also included a payroll growth rate of 3 percent per year, salary increases of 4.5 percent, general inflation is 2.5 percent, and an annual healthcare cost trend rate of 6.90 percent initially for the 2021-22 fiscal year, reduced to an ultimate rate of 4.5 percent for the fiscal year ending June 30, 2031. Under GASB Statement No. 75 the entire amount of the unfunded OPEB liability is reported.

The long-term expected rate of return on OPEB investments was determined using the Bond Buyer Go 20-Bond Municipal Bond Index which is used to determine the interest rates for a new issue of general obligation bonds. The average yield drawn from the index is taken from a survey of muni bond traders. The index tracks the average yields of 20 general obligation municipal bonds of which the average rating Aa2 (Moody's) or AA (Standard & Poor's).

Changes in Total OPEB Liability. The following table illustrates the Total OPEB Liability under GASB 75:

	Increase (Decrease)
	Total OPEB Liability
Balance Recognized at 6/30/2021 (Based on 6/30/2020 Measurement Date)	\$ 16,041,211
Changes Recognized for the Fiscal Year:	
Service Costs	1,484,043
Interest on the total OPEB Liability	360,840
Differences Between Expected and Actual Experience	1,536,585
Changes in Assumptions	55,799
Benefit Payments	(2,408,499)
Contributions From Employer	-
Net Changes	1,028,768
Balance Recognized at 6/30/2022 (Based on 6/30/2021 Measurement Date)	\$ 17,069,979

Interest Rate Sensitivity. The following table illustrates the impact of interest rate sensitivity on the Total OPEB Liability for the fiscal year ended June 30, 2022:

	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
Total OPEB Liability	\$ 18,103,712	\$ 17,069,979	\$ 16,045,951

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**DISTRICT SCHOOL BOARD OF
 ESCAMBIA COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Healthcare Cost Trend Sensitivity. The following table illustrates the impact of healthcare cost trend sensitivity on the Total OPEB Liability for the fiscal year ended June 30, 2022:

	1% Decrease (5.90%)	Current Trend (6.90%)	1% Increase (7.90%)
Total OPEB Liability	\$ 15,135,993	\$ 17,069,979	\$ 19,360,901

OPEB Expense and Deferred Outflows/Inflows of Resources. For the year ended June 30, 2022 the District recognized OPEB expense of \$2,105,252. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,882,202	\$ 304,668
Change of assumptions	1,452,717	1,051,671
Sub Total	4,334,919	1,356,339
Contributions made in FYE 6/30/2022 after measurement date	1,070,827	-
Total	\$ 5,405,746	\$ 1,356,339

The deferred outflows of resources related to OPEB, totaling \$1,070,827, 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 ending June 30, 2023. Amounts reported as deferred outflows of resources and deferred inflows of resources to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30	Amount
2023	275,970
2024	474,425
2025	1,006,006
2026	724,970
2027	219,035
Thereafter	278,174
Total	\$ 2,978,580

Plan Fiduciary Net Position. The Plan's funding policy is pay-as-you-go and does not use a trust. Therefore, regardless of any earmarked assets, the plan's asset value is always zero and is projected to be 100 percent unfunded at every year-end in the projection.

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**DISTRICT SCHOOL BOARD OF
 ESCAMBIA COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

As such, the Plan's fiduciary net position was not projected to be available to make all projected future benefit payments for the current Plan members. Therefore, the long-term expected rate of return on Plan investments was not applied to any periods of projected benefit payments to determine the total OPEB liability.

17. RISK MANAGEMENT PROGRAMS

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is self-insured for property losses, except that commercial property insurance having a number of different deductibles, sublimits, and policy maximums has been purchased to limit the District's exposure to loss. The District provides a self-insurance program for workers' compensation, automobile liability, and general liability coverage. These activities are accounted for in a Risk Management Fund, a part of the internal service funds reported on the basic financial statements of the District. For automobile and general liability, the District generally relies upon the sovereign immunity limits of Section 768.28, Florida Statutes, which limits the District's liability to \$200,000 for each claimant and \$300,000 in any one occurrence. Workers' compensation claims, except for certain claims covered under stop-loss insurance policies purchased in prior fiscal years, are fully covered by the District.

The District also provides commercially purchased life and dental insurance and is self-insured for prescription drug and health coverage to its employees, retirees, and their dependents. These activities are accounted for in the Escambia School District Employee Benefit Trust, which is reported in the internal service funds on the basic financial statements of the District. The District has entered into agreements with various insurance companies to provide specific excess coverage of health claims that exceed a stated amount per policy period. In addition, third-party administrators have been contracted to assist in the payment and/or processing of dental, prescription drugs, and health claims.

Settled claims resulting from the risks described above have not exceeded commercial insurance coverage in any of the past 3 fiscal years.

For all programs for which the District is self-insured, an undiscounted liability in the amount of \$28,862,873 (\$24,891,873 for workers' compensation, automobile and general liability claims, and \$3,971,000 for dental, prescription drug, and health insurance claims) was actuarially determined to cover estimated incurred, but not reported claims and insurance claims payable at June 30, 2022.

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

Fiscal Year	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2020-21	\$ 26,632,157	\$ 39,602,975	\$ (39,537,052)	\$ 26,698,080
2021-22	26,698,080	41,290,453	(39,125,661)	28,862,872

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**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
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18. LITIGATION

The District is involved in several pending and threatened legal actions. It is the opinion of District management, after considering the District's related insurance coverage, as well as statutory limitations on uninsured losses for governmental agencies, that the amount of loss from all such claims and actions would not materially affect the financial condition of the District.

REQUIRED SUPPLEMENTARY INFORMATION





Escambia County

PUBLIC SCHOOLS

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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND RELATED
RATIOS
LAST 10 FISCAL YEARS***

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability					
Service Cost	\$ 1,484,043	\$ 1,071,486	\$ 974,799	\$ 1,365,697	\$ 1,464,394
Interest Cost	360,840	455,573	477,719	577,365	442,761
Differences between Expected and Actual Experiences	1,536,585	1,742,173	829,638	(985,496)	128,911
Changes in Assumptions	55,799	1,965,852	244,445	(3,196,018)	(487,674)
Benefit Payments	<u>(2,408,499)</u>	<u>(2,184,520)</u>	<u>(1,793,597)</u>	<u>(526,793)</u>	<u>(1,184,877)</u>
Net Change in Total OPEB Liability	1,028,768	3,050,564	733,004	(2,765,245)	363,515
Total OPEB Liability (Beginning)	<u>16,041,211</u>	<u>12,990,647</u>	<u>12,257,643</u>	<u>15,022,888</u>	<u>14,659,373</u>
Total OPEB Liability (Ending)	<u><u>\$ 17,069,979</u></u>	<u><u>\$ 16,041,211</u></u>	<u><u>\$ 12,990,647</u></u>	<u><u>\$ 12,257,643</u></u>	<u><u>\$ 15,022,888</u></u>
 Covered Payroll at Measurement Period	 \$ 220,346,859	 \$ 214,865,105	 \$ 208,523,980	 \$ 208,266,112	 \$ 279,651,532
 Total OPEB Liability as a Percentage of Covered Payroll	 7.75%	 7.47%	 6.23%	 5.89%	 5.37%

*GASB Statement No. 75 was implemented during the 2017-18 fiscal year. Therefore, data for a full 10-year presentation was not available. Additional years' information will be displayed as it becomes available.

Note: No assets were accumulated in an irrevocable trust to fund the OPEB liability.



Escambia County

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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF DISTRICT CONTRIBUTIONS - OPEB
LAST 10 FISCAL YEARS***

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution	\$ 2,408,499	\$ 2,184,520	\$ 1,793,597	\$ 526,793	\$ 1,184,877
Contributions in relation to the contractually required contribution	<u>(2,408,499)</u>	<u>(2,184,520)</u>	<u>(1,793,597)</u>	<u>(526,793)</u>	<u>(1,184,877)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 220,346,859	\$ 214,865,105	\$ 208,523,980	\$ 208,266,112	\$ 279,651,532
Contributions as a percentage of covered payroll	1.09%	1.02%	0.86%	0.25%	0.42%

GASB 75 was effective first for employer fiscal years beginning after June 15, 2017. Fiscal year ended 6/30/2021 values reflect the measurement period from July 1, 2019 to June 30, 2020.

*GASB Statement No. 75 was implemented during the 2017-18 fiscal year. Therefore, data for a full 10-year presentation was not available. Additional years' information will be displayed as it becomes available.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Total OPEB Liability was \$17,069,079 at the June 30, 2021 measurement date.

Actuarial Valuation:

Cost Method - Entry Age Normal Cost Method

Method Changes - None

Assumption Changes:

- A change in the funding discount rate from 2.21 percent at June 30, 2021 to 2.16 percent at June 30, 2022.
- The mortality improvement projection scale was updated from MP-2020 to MP-2021.

The rationales for selecting each of the assumptions used in the financial accounting valuation and for the assumption changes summarized above are to best reflect the current market conditions and recent plan experience.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY –
FLORIDA RETIREMENT SYSTEM PENSION PLAN
LAST 10 FISCAL YEARS***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
District's proportion of the FRS net pension liability	0.437887660%	0.437886599%	0.447470245%	0.460707327%	0.474619344%
District's proportionate share of the FRS net pension liability	\$ 35,789,356	\$ 189,786,505	\$ 154,102,523	\$ 138,767,435	\$ 140,389,217
District's covered payroll	220,346,859	214,865,105	208,523,980	208,266,112	279,651,532
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	16.24%	88.33%	73.90%	66.63%	50.20%
FRS Plan fiduciary net position as percentage of total pension liability	96.40%	78.85%	82.61%	84.26%	83.89%

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the FRS net pension liability	0.492777162%	0.522779113%	0.523517774%	0.510916965%
District's proportionate share of the FRS net pension liability	\$ 124,426,620	\$ 67,523,934	\$ 31,942,283	\$ 87,951,549
District's covered payroll	226,377,227	217,952,759	209,931,489	196,359,029
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	54.96%	30.98%	15.22%	44.79%
FRS Plan fiduciary net position as percentage of total pension liability	84.88%	92.00%	96.09%	88.54%

*GASB Statement No. 68 was implemented during the 2014-15 fiscal year. Therefore, data for a full 10-year presentation was not available. Additional years' information will be displayed as it becomes available.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF DISTRICT CONTRIBUTIONS – FLORIDA RETIREMENT SYSTEM
PENSION PLAN
LAST 10 FISCAL YEARS***

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required FRS contribution	\$ 19,851,746	\$ 18,049,305	\$ 14,549,031	\$ 13,874,806	\$ 13,129,789
FRS contributions in relation to the contractually required contribution	<u>(19,851,746)</u>	<u>(18,049,305)</u>	<u>(14,549,031)</u>	<u>(13,874,806)</u>	<u>(13,129,789)</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 223,608,344	\$ 220,346,859	\$ 214,865,105	\$ 208,523,980	\$ 208,266,112
FRS contributions as a percentage of covered payroll	8.88%	8.19%	6.77%	6.65%	6.30%

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required FRS contribution	\$ 12,355,510	\$ 12,017,157	\$ 12,745,799	\$ 11,467,261
FRS contributions in relation to the contractually required contribution	<u>(12,355,510)</u>	<u>(12,017,157)</u>	<u>(12,745,799)</u>	<u>(11,467,261)</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 279,651,532	\$ 226,377,227	\$ 217,952,759	\$ 209,931,489
FRS contributions as a percentage of covered payroll	4.42%	5.31%	5.85%	5.46%

*GASB Statement No. 68 was implemented during the 2014-15 fiscal year. Therefore, data for a full 10-year presentation was not available. Additional years' information will be displayed as it becomes available.

FLORIDA RETIREMENT SYSTEM PENSION PLAN - CHANGES IN BENEFIT TERMS AND ASSUMPTIONS

There were no changes in benefit terms for the fiscal year ended June 30, 2022.

Changes in Assumptions. The maximum amortization period was decreased to 20 years for all current and future amortization bases.



Escambia County

PUBLIC SCHOOLS

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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF DISTRICT CONTRIBUTIONS – HEALTH INSURANCE SUBSIDY PENSION PLAN
LAST 10 FISCAL YEARS***

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required HIS contribution	\$ 3,711,768	\$ 3,657,265	\$ 3,566,493	\$ 3,461,431	\$ 3,456,179
HIS contributions in relation to the contractually required contribution	<u>(3,711,768)</u>	<u>(3,657,265)</u>	<u>(3,566,493)</u>	<u>(3,461,431)</u>	<u>(3,456,179)</u>
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 223,608,344	\$ 220,346,859	\$ 214,865,105	\$ 208,523,980	\$ 208,266,112
HIS contributions as a percentage of covered payroll	1.66%	1.66%	1.66%	1.66%	1.66%
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	
Contractually required HIS contribution	\$ 3,478,715	\$ 3,471,769	\$ 2,584,196	\$ 2,279,194	
HIS contributions in relation to the contractually required contribution	<u>(3,478,715)</u>	<u>(3,471,769)</u>	<u>(2,584,196)</u>	<u>(2,279,194)</u>	
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
District's covered payroll	\$ 279,651,532	\$ 226,377,227	\$ 217,952,759	\$ 209,931,489	
HIS contributions as a percentage of covered payroll	1.24%	1.53%	1.19%	1.09%	

*GASB Statement No. 68 was implemented during the 2014-15 fiscal year. Therefore, data for a full 10-year presentation was not available. Additional years' information will be displayed as it becomes available.

**FLORIDA RETIREMENT SYSTEM HEALTH INSURANCE SUBSIDY PENSION PLAN –
CHANGES IN BENEFIT TERMS AND ASSUMPTIONS**

There were no changes in benefit terms for the fiscal year ended June 30, 2022.

Changes in Assumptions. The municipal bond rate used to determine total pension liability decreased from 2.21 to 2.16 percent. A decrease in discount rate results in an increase in pension liability.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES



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.

Miscellaneous Special Revenue Fund - To account for and report on activities of the school internal funds (athletics, clubs, classes, etc.) that do not meet the criteria for reporting as fiduciary activities due to the District's administrative involvement with those funds.

Debt Service Funds

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

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

Other Debt Service Fund - (1) To account for and report on Certificate of Participation Issues, characterized as lease-purchase agreements. (2) To account for and report on the Sales Tax Revenue Bonds, Series 2016.

Nonmajor Governmental Funds (Continued)

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 & Debt Service Fund – To account for and report on the excess dollars received through the State's Capital Outlay & Debt Service (CO&DS) program, used for construction and maintenance of schools.



Escambia County

PUBLIC SCHOOLS

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DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

		Special Revenue Fund			Debt Service Funds		
	Total Nonmajor Governmental Funds	Total Nonmajor Special Revenue Fund	Food Service Fund	Miscellaneous Special Revenue Fund	Total Nonmajor Debt Service Funds	State Board of Education (SBE) Bond Fund	Other Debt Service Fund
ASSETS							
Cash and Cash Equivalents	\$ 22,292,570	\$ 13,328,964	\$ 9,420,627	\$ 3,908,337	\$ 6,818,167	\$ 18,105	\$ 6,800,062
Due from Other Funds	22,152	22,152	12,895	9,257	-	-	-
Due from Other Agencies	1,625,757	236,352	236,352	-	-	-	-
Inventories	3,106,415	3,106,415	3,106,415	-	-	-	-
TOTAL ASSETS	\$ 27,046,894	\$ 16,693,883	\$ 12,776,289	\$ 3,917,594	\$ 6,818,167	\$ 18,105	\$ 6,800,062
LIABILITIES AND FUND BALANCES							
Liabilities:							
Salaries and Benefits Payable	\$ 56,258	\$ 56,258	\$ 56,258	\$ -	\$ -	\$ -	\$ -
Payroll Deductions and Withholdings	16,038	16,038	16,038	-	-	-	-
Accounts Payable	201,257	201,257	201,257	-	-	-	-
Construction Contracts Payable - Retainage	20,826	-	-	-	-	-	-
Due to Other Funds	185,847	183,041	12,895	170,146	2,806	-	2,806
Deposits Payable	143,468	143,468	143,468	-	-	-	-
Unearned Revenue	1,298	-	-	-	-	-	-
Total Liabilities	624,992	600,062	429,916	170,146	2,806	-	2,806
Fund Balances:							
Nonspendable:							
Inventories	3,106,415	3,106,415	3,106,415	-	-	-	-
Restricted for:							
Debt Service	6,815,361	-	-	-	6,815,361	18,105	6,797,256
Special Revenue	3,747,448	3,747,448	-	3,747,448	-	-	-
Capital Projects	3,512,720	-	-	-	-	-	-
Food Service	9,239,958	9,239,958	9,239,958	-	-	-	-
Total Fund Balances	26,421,902	16,093,821	12,346,373	3,747,448	6,815,361	18,105	6,797,256
TOTAL LIABILITIES AND FUND BALANCES	\$ 27,046,894	\$ 16,693,883	\$ 12,776,289	\$ 3,917,594	\$ 6,818,167	\$ 18,105	\$ 6,800,062

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Continued)
JUNE 30, 2022

	<i>Capital Projects Funds</i>	
	<i>Total Nonmajor Capital Projects Funds</i>	<i>Capital Outlay & Debt Service Fund</i>
ASSETS		
Cash and Cash Equivalents	\$ 2,145,439	\$ 2,145,439
Due from Other Agencies	1,389,405	1,389,405
TOTAL ASSETS	\$ 3,534,844	\$ 3,534,844
LIABILITIES AND FUND BALANCES		
Liabilities:		
Construction Contracts Payable - Retainage	\$ 20,826	\$ 20,826
Unearned Revenue	1,298	1,298
Total Liabilities	22,124	22,124
Fund Balances:		
Restricted for:		
Capital Projects	3,512,720	3,512,720
Total Fund Balances	3,512,720	3,512,720
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,534,844	\$ 3,534,844

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Special Revenue Fund				Debt Service Funds		
	Total Nonmajor Governmental Funds	Total Nonmajor Special Revenue Fund	Food Service Fund	Miscellaneous Special Revenue Fund	Total Nonmajor Debt Service Funds	State Board of Education (SBE) Bond Fund	Other Debt Service Fund
REVENUES							
Federal Through State and Local:							
Food Service	\$ 23,445,366	\$ 23,445,366	\$ 23,445,366	\$ -	\$ -	\$ -	\$ -
Total Federal Through State and Local	23,445,366	23,445,366	23,445,366	-	-	-	-
State:							
Food Service	283,941	283,941	283,941	-	-	-	-
CO&DS Withheld for SBE/COBI Bond	211,811	-	-	-	211,811	211,811	-
CO&DS Distribution	1,378,448	-	-	-	-	-	-
Other State Sources	11,503	-	-	-	18	18	-
Total State	1,885,703	283,941	283,941	-	211,829	211,829	-
Local:							
Charges for Food Service	971,354	971,354	971,354	-	-	-	-
Investment Income	1,612	1,502	1,502	-	110	-	110
Other Local Sources	5,506,266	5,506,266	2,013	5,504,253	-	-	-
Total Local	6,479,232	6,479,122	974,869	5,504,253	110	-	110
Total Revenues	31,810,301	30,208,429	24,704,176	5,504,253	211,939	211,829	110
							(Continued)

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

		Special Revenue Fund			Debt Service Funds		
	Total Nonmajor Governmental Funds	Total Nonmajor Special Revenue Fund	Food Service Fund	Miscellaneous Special Revenue Fund	Total Nonmajor Debt Service Funds	State Board of Education (SBE) Bond Fund	Other Debt Service Fund
EXPENDITURES							
Current Education:							
Student Support Services	\$ 5,210,267	\$ 5,210,267	\$ -	\$ 5,210,267	\$ -	\$ -	\$ -
Facilities Acquisition and Construction	1,853,741	-	-	-	-	-	-
Food Services	20,557,614	20,557,614	20,557,614	-	-	-	-
Other Capital Outlay	200,243	200,243	200,243	-	-	-	-
Debt Service:							
Principal	9,137,000	-	-	-	9,137,000	172,000	8,965,000
Interest and Fiscal Charges	3,575,522	-	-	-	3,573,696	43,479	3,530,217
Total Expenditures	40,534,387	25,968,124	20,757,857	5,210,267	12,710,696	215,479	12,495,217
Excess (Deficiency) of Revenues Over Expenditures	(8,724,086)	4,240,305	3,946,319	293,986	(12,498,757)	(3,650)	(12,495,107)
OTHER FINANCING SOURCES (USES)							
Transfers In	8,559,791	-	-	-	8,559,791	-	8,559,791
Total Other Financing Sources (Uses)	8,559,791	-	-	-	8,559,791	-	8,559,791
Net Change in Fund Balances	(164,295)	4,240,305	3,946,319	293,986	(3,938,966)	(3,650)	(3,935,316)
Fund Balances, July 1, 2021	26,586,197	11,853,516	8,400,054	3,453,462	10,754,327	21,755	10,732,572
Fund Balances, June 30, 2022	\$ 26,421,902	\$ 16,093,821	\$ 12,346,373	\$ 3,747,448	\$ 6,815,361	\$ 18,105	\$ 6,797,256

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u><i>Capital Projects Funds</i></u>	
	<u><i>Total Nonmajor Capital Projects Funds</i></u>	<u><i>Capital Outlay & Debt Service Fund</i></u>
REVENUES		
State:		
CO&DS Distribution	\$ 1,378,448	\$ 1,378,448
Other State Sources	11,485	11,485
Total State	<u>1,389,933</u>	<u>1,389,933</u>
Total Revenues	<u>\$ 1,389,933</u>	<u>\$ 1,389,933</u>
		(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<i>Capital Projects Funds</i>	
	<i>Total Nonmajor Capital Projects Funds</i>	<i>Capital Outlay & Debt Service Fund</i>
EXPENDITURES		
Current Education:		
Facilities Acquisition and Construction	\$ 1,853,741	\$ 1,853,741
Debt Service:		
Interest and Fiscal Charges	1,826	1,826
Total Expenditures	1,855,567	1,855,567
Excess (Deficiency) of Revenues Over Expenditures	(465,634)	(465,634)
Net Change in Fund Balances	(465,634)	(465,634)
Fund Balances, July 1, 2021	3,978,354	3,978,354
Fund Balances, June 30, 2022	\$ 3,512,720	\$ 3,512,720

General Fund

The General Fund is the primary operating fund of the District. All general tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. The General Fund is reported as a major governmental fund.

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES				
Federal Direct:				
Federal Impact, Current Operations	\$ 450,000	\$ 450,000	\$ 371,871	\$ (78,129)
Reserve Officers Training Corps (ROTC)	500,000	500,000	521,251	21,251
Other Federal Direct Sources	-	-	208	208
Total Federal Direct	950,000	950,000	893,330	(56,670)
Federal Through State and Local:				
Medicaid	1,600,000	2,079,118	1,379,058	(700,060)
Other Federal Through State and Local Sources	962,589	1,225,041	1,301,337	76,296
Total Federal Through State and Local	2,562,589	3,304,159	2,680,395	(623,764)
State:				
Florida Education Finance Program (FEFP)	159,040,972	144,772,052	144,772,052	-
Workforce Development	3,840,386	3,840,386	3,840,386	-
Workforce Education Performance Incentive	100,000	268,000	268,000	-
CO & DS Withheld for Administrative Expense	24,217	24,217	24,217	-
Categorical Programs - Class Size Reduction	37,290,336	37,481,547	37,481,547	-
Other State Sources	1,947,563	2,790,486	2,424,639	(365,847)
Total State	202,243,474	189,176,688	188,810,841	(365,847)
Local:				
Property Taxes	99,119,915	99,119,915	99,970,540	850,625
Investment Income	500,000	500,000	17,678	(482,322)
Other Local Sources	4,249,650	4,485,563	6,775,187	2,289,624
Total Local	103,869,565	104,105,478	106,763,405	2,657,927
Total Revenues	309,625,628	297,536,325	299,147,971	1,611,646
EXPENDITURES				
Current - Education:				
Instruction:				
Salaries	126,141,116	126,107,030	125,334,463	772,567
Employee Benefits	38,227,756	40,540,720	39,891,976	648,744
Purchased Services	14,100,305	15,637,697	13,665,740	1,971,957
Energy Services	6,000	4,494	4,668	(174)
Materials and Supplies	5,281,483	6,091,844	4,200,496	1,891,348
Capital Outlay	410,682	864,946	453,521	411,425
Other Expenses	4,556,175	5,410,379	5,143,685	266,694
Total Instruction	188,723,517	194,657,110	188,694,549	5,962,561
				(Continued)

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Student Support Services:				
Salaries	\$ 11,212,857	\$ 11,171,615	\$ 11,180,402	\$ (8,787)
Employee Benefits	3,504,899	3,480,223	3,702,809	(222,586)
Purchased Services	2,795,820	2,993,993	2,669,598	324,395
Energy Services	2,850	2,850	3,414	(564)
Materials and Supplies	154,407	181,732	90,745	90,987
Capital Outlay	909	28,946	31,296	(2,350)
Other Expenses	58,711	62,577	6,910	55,667
Total Student Support Services	17,730,453	17,921,936	17,685,174	236,762
Instructional Media Services:				
Salaries	3,245,000	3,263,705	3,244,373	19,332
Employee Benefits	1,075,132	1,085,216	1,047,799	37,417
Purchased Services	44,394	51,471	44,462	7,009
Materials and Supplies	34,864	48,622	18,696	29,926
Capital Outlay	341,524	343,644	153,501	190,143
Other Expenses	58,425	58,525	26,703	31,822
Total Instructional Media Services	4,799,339	4,851,183	4,535,534	315,649
Instruction and Curriculum Development Services:				
Salaries	5,888,259	6,504,805	6,359,632	145,173
Employee Benefits	1,608,215	1,613,622	1,746,749	(133,127)
Purchased Services	37,871	37,271	90,549	(53,278)
Materials and Supplies	164,582	47,506	19,701	27,805
Capital Outlay	100	1,278	6,074	(4,796)
Other Expenses	34,290	36,906	18,429	18,477
Total Instruction and Curriculum Development Services	7,733,317	8,241,388	8,241,134	254
Instructional Staff Training Services:				
Salaries	2,125,479	2,202,904	2,168,074	34,830
Employee Benefits	623,509	599,462	611,949	(12,487)
Purchased Services	582,286	719,731	769,582	(49,851)
Materials and Supplies	131,295	90,805	47,050	43,755
Capital Outlay	500	654	716	(62)
Other Expenses	104,463	162,257	111,547	50,710
Total Instructional Staff Training Services	3,567,532	3,775,813	3,708,918	66,895
Instruction-Related Technology:				
Salaries	2,764,234	2,860,329	2,705,769	154,560
Employee Benefits	873,559	912,349	887,584	24,765
Purchased Services	566,350	566,439	529,989	36,450
Materials and Supplies	13,170	12,637	-	12,637
Capital Outlay	27,000	21,268	33,177	(11,909)
Other Expenses	14,004	19,002	17,772	1,230
Total Instruction-Related Technology	4,258,317	4,392,024	4,174,291	217,733
				(Continued)

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Board:				
Salaries	\$ 728,039	\$ 728,039	\$ 741,055	\$ (13,016)
Employee Benefits	460,000	460,000	226,502	233,498
Purchased Services	420,469	419,974	198,133	221,841
Energy Services	600	600	110	490
Materials and Supplies	9,772	9,530	1,381	8,149
Capital Outlay	-	242	1,451	(1,209)
Other Expenses	48,350	48,545	51,000	(2,455)
Total Board of Education	1,667,230	1,666,930	1,219,632	447,298
General Administration:				
Salaries	695,000	695,000	597,760	97,240
Employee Benefits	162,315	162,315	222,016	(59,701)
Purchased Services	55,125	79,542	57,885	21,657
Materials and Supplies	18,300	18,000	7,170	10,830
Capital Outlay	-	1,600	1,142	458
Other Expenses	71,700	73,367	57,834	15,533
Total General Administration	1,002,440	1,029,824	943,807	86,017
School Administration:				
Salaries	14,352,689	13,763,114	13,811,519	(48,405)
Employee Benefits	4,305,807	4,302,940	4,175,839	127,101
Purchased Services	6,985	11,234	6,086	5,148
Materials and Supplies	51,545	110,326	47,159	63,167
Capital Outlay	10,878	38,598	32,262	6,336
Other Expenses	40,593	44,589	6,895	37,694
Total School Administration	18,768,497	18,270,801	18,079,760	191,041
Facilities Acquisition and Construction:				
Salaries	1,197,778	1,197,778	183,808	1,013,970
Employee Benefits	285,076	285,076	36,588	248,488
Purchased Services	187,322	187,322	197,148	(9,826)
Energy Services	20,750	20,750	25,235	(4,485)
Materials and Supplies	27,674	23,779	33,528	(9,749)
Capital Outlay	593,496	640,960	235,980	404,980
Other Expenses	10,150	10,150	910	9,240
Total Facilities Acquisition and Construction	2,322,246	2,365,815	713,197	1,652,618
Fiscal Services:				
Salaries	1,837,433	1,839,763	1,764,799	74,964
Employee Benefits	527,463	528,194	543,899	(15,705)
Purchased Services	239,333	238,903	169,163	69,740
Materials and Supplies	26,992	25,758	7,569	18,189
Capital Outlay	15,000	16,639	1,639	15,000
Other Expenses	13,800	13,675	29,333	(15,658)
Total Fiscal Services	2,660,021	2,662,932	2,516,402	146,530
				(Continued)

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Food Services:				
Salaries	\$ 100,000	\$ 100,000	\$ 100,632	\$ (632)
Employee Benefits	3,000	3,000	5,474	(2,474)
Materials and Supplies	-	10,006	6	10,000
Capital Outlay	-	-	300	(300)
Total Food Services	103,000	113,006	106,412	6,594
Central Services:				
Salaries	4,730,526	4,777,549	4,289,896	487,653
Employee Benefits	1,096,035	1,111,407	1,144,691	(33,284)
Purchased Services	1,004,142	1,029,193	681,252	347,941
Energy Services	25,000	23,209	30,206	(6,997)
Materials and Supplies	214,932	220,001	132,439	87,562
Capital Outlay	3,064	13,405	13,720	(315)
Other Expenses	240,441	242,434	112,515	129,919
Total Central Services	7,314,140	7,417,198	6,404,719	1,012,479
Student Transportation Services:				
Salaries	7,920,171	7,720,405	7,990,768	(270,363)
Employee Benefits	3,201,149	3,101,207	3,304,818	(203,611)
Purchased Services	758,660	764,828	821,262	(56,434)
Energy Services	1,491,079	2,527,119	1,846,986	680,133
Materials and Supplies	1,282,576	1,369,130	966,420	402,710
Capital Outlay	37,876	34,876	30,374	4,502
Other Expenses	724,807	746,940	548,342	198,598
Total Student Transportation Services	15,416,318	16,264,505	15,508,970	755,535
Operation of Plant:				
Salaries	7,161,961	7,194,896	6,791,789	403,107
Employee Benefits	2,993,594	2,988,463	2,877,082	111,381
Purchased Services	7,371,536	10,066,675	9,819,830	246,845
Energy Services	9,344,960	10,609,760	10,050,770	558,990
Materials and Supplies	814,334	894,593	926,268	(31,675)
Capital Outlay	56,309	97,295	108,289	(10,994)
Other Expenses	476,200	476,200	427,252	48,948
Total Operation of Plant	28,218,894	32,327,882	31,001,280	1,326,602
Maintenance of Plant:				
Salaries	4,847,153	4,566,153	4,508,859	57,294
Employee Benefits	2,089,980	2,089,980	1,777,355	312,625
Purchased Services	3,140,635	3,154,556	2,645,994	508,562
Energy Services	196,500	871,500	435,469	436,031
Materials and Supplies	1,874,661	1,879,187	2,099,502	(220,315)
Capital Outlay	73,160	73,160	110,794	(37,634)
Other Expenses	35,000	35,000	3,959	31,041
Total Maintenance of Plant	12,257,089	12,669,536	11,581,932	1,087,604
				(Continued)

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Administrative Technology Services:				
Salaries	\$ 2,864,499	\$ 3,098,770	\$ 2,940,305	\$ 158,465
Employee Benefits	795,247	814,543	868,079	(53,536)
Purchased Services	1,800	2,416	14,516	(12,100)
Energy Services	3,000	3,000	1,822	1,178
Materials and Supplies	30,000	30,000	9,424	20,576
Capital Outlay	-	-	3,273	(3,273)
Other Expenses	2,400	2,400	10,745	(8,345)
Total Administrative Technology Services	3,696,946	3,951,129	3,848,164	102,965
Community Services:				
Salaries	114,575	207,722	207,722	-
Employee Benefits	62,264	104,870	92,425	12,445
Purchased Services	14,986	15,123	5,168	9,955
Materials and Supplies	192,754	255,050	35,912	219,138
Capital Outlay	-	1,055	1,055	-
Other Expenses	579,606	523,934	333,137	190,797
Total Community Services	964,185	1,107,754	675,419	432,335
Capital Outlay:				
Facilities Acquisition and Construction	225,573	225,574	213,035	12,539
Other Capital Outlay	450,039	1,004,982	903,161	101,821
Total Capital Outlay	675,612	1,230,556	1,116,196	114,360
Total Expenditures	321,879,093	334,917,322	320,755,490	14,161,832
Excess (Deficiency) of Revenues Over Expenditures	(12,253,465)	(37,380,997)	(21,607,519)	15,773,478
Other Financing Sources				
Insurance Loss Recoveries	-	-	2,556,296	2,556,296
Transfers In	8,483,232	8,563,357	7,307,552	(1,255,805)
Total Other Financing Sources	8,483,232	8,563,357	9,863,848	1,300,491
Net Change in Fund Balances	(3,770,233)	(28,817,640)	(11,743,671)	17,073,969
Fund Balances, July 1, 2021	47,912,637	47,912,637	47,912,637	-
Fund Balances, June 30, 2022	\$ 44,142,404	\$ 19,094,997	\$ 36,168,966	\$ 17,073,969

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:

Nonmajor Special Revenue Fund

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

Miscellaneous Special Revenue Fund - To account for and report on activities of the school internal funds (athletics, clubs, classes, etc.) that do not meet the criteria for reporting as fiduciary activities due to the District's administrative involvement with those funds.

Major Special Revenue Fund

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

Federal Education Stabilization Fund - To account for and report on Coronavirus Aid, Relief, and Economic Security (CARES) Act funds and Elementary and Secondary School Emergency Relief (ESSER) funds.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - FOOD SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Food Service Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Federal Through State and Local:				
Food Service	\$ 20,236,027	\$ 20,230,295	\$ 23,445,366	\$ 3,215,071
Total Federal Through State and Local	20,236,027	20,230,295	23,445,366	3,215,071
State:				
Food Service	279,178	283,941	283,941	-
Total State	279,178	283,941	283,941	-
Local:				
Charges for Food Service	971,500	971,354	971,354	-
Investment Income	1,800	1,502	1,502	-
Other Local Sources	600	2,013	2,013	-
Total Local	973,900	974,869	974,869	-
Total Revenues	21,489,105	21,489,105	24,704,176	3,215,071
EXPENDITURES				
Current - Education:				
Food Services:				
Salaries	5,153,450	5,076,816	5,076,816	-
Employee Benefits	2,672,200	2,642,327	2,198,805	443,522
Purchased Services	675,600	719,179	719,179	-
Energy Services	233,775	239,468	239,468	-
Materials and Supplies	11,438,800	11,472,369	11,472,369	-
Capital Outlay	93,780	93,780	62,203	31,577
Other Expenses	1,076,500	1,076,500	788,774	287,726
Total Food Services	21,344,105	21,320,439	20,557,614	762,825
Capital Outlay:				
Other Capital Outlay	145,000	168,666	200,243	(31,577)
Total Capital Outlay	145,000	168,666	200,243	(31,577)
Total Expenditures	21,489,105	21,489,105	20,757,857	731,248
Excess (Deficiency) of Revenues Over Expenditures	-	-	3,946,319	3,946,319
Net Change in Fund Balances	-	-	3,946,319	3,946,319
Fund Balances, July 1, 2021	8,400,054	8,400,054	8,400,054	-
Fund Balances, June 30, 2022	\$ 8,400,054	\$ 8,400,054	\$ 12,346,373	\$ 3,946,319

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Other Federal Programs Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES				
Federal Direct:				
Other Federal Direct Sources	\$ 4,905,849	\$ 4,594,527	\$ 3,519,607	\$ (1,074,920)
Total Federal Direct	4,905,849	4,594,527	3,519,607	(1,074,920)
Federal Through State and Local:				
Career and Technical Education	801,442	801,442	683,643	(117,799)
WIOA - Adult General Education	189,856	234,856	142,403	(92,453)
Other Workforce and Innovation Opportunity Act	288,234	280,199	280,199	-
Individuals with Disabilities Education Act	14,001,542	14,314,617	12,593,801	(1,720,816)
Elementary and Secondary Education Act - Title I	18,448,120	19,543,181	15,864,150	(3,679,031)
Other Federal Through State and Local Sources	4,600,672	4,305,172	2,997,321	(1,307,851)
Total Federal Through State and Local	38,329,866	39,479,467	32,561,517	(6,917,950)
Total Revenues	43,235,715	44,073,994	36,081,124	(7,992,870)
EXPENDITURES				
Current - Education:				
Instruction:				
Salaries	7,432,484	6,795,300	6,213,950	581,350
Employee Benefits	3,066,482	2,691,153	2,167,953	523,200
Purchased Services	3,424,400	3,088,246	2,450,439	637,807
Materials and Supplies	2,977,839	2,889,223	2,013,295	875,928
Capital Outlay	1,032,476	1,223,134	1,014,385	208,749
Other Expenses	1,413,186	1,407,281	791,336	615,945
Total Instruction	19,346,867	18,094,337	14,651,358	3,442,979
Student Support Services:				
Salaries	770,052	694,222	618,984	75,238
Employee Benefits	248,658	237,001	214,730	22,271
Purchased Services	200,439	263,831	176,959	86,872
Materials and Supplies	202,005	376,055	336,428	39,627
Capital Outlay	7,218	9,103	7,026	2,077
Other Expenses	41,304	37,774	16,196	21,578
Total Student Support Services	1,469,676	1,617,986	1,370,323	247,663
Instructional Media Services:				
Salaries	440	440	440	-
Employee Benefits	87	87	87	-
Capital Outlay	62,029	144,382	114,719	29,663
Total Instructional Media Services	62,556	144,909	115,246	29,663

(Continued)

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DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Other Federal Programs Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Instruction and Curriculum Development Services:				
Salaries	\$ 6,564,164	\$ 6,678,597	\$ 6,264,825	\$ 413,772
Employee Benefits	2,103,194	2,125,358	2,028,273	97,085
Purchased Services	101,193	101,661	83,767	17,894
Materials and Supplies	350,009	84,939	51,131	33,808
Capital Outlay	3,915	11,707	9,554	2,153
Other Expenses	39,903	38,235	21,043	17,192
Total Instruction and Curriculum Development Services	9,162,378	9,040,497	8,458,593	581,904
Instructional Staff Training Services:				
Salaries	2,718,187	2,847,454	2,017,755	829,699
Employee Benefits	799,226	840,043	635,027	205,016
Purchased Services	1,618,777	1,422,547	908,432	514,115
Materials and Supplies	199,473	269,170	173,299	95,871
Capital Outlay	10,129	5,158	1,829	3,329
Other Expenses	239,277	377,612	73,335	304,277
Total Instructional Staff Training Services	5,585,069	5,761,984	3,809,677	1,952,307
Instruction-Related Technology:				
Salaries	178,154	178,415	131,167	47,248
Employee Benefits	68,344	68,553	49,953	18,600
Purchased Services	3,000	3,000	42	2,958
Materials and Supplies	-	20,000	-	20,000
Total Instruction-Related Technology	249,498	269,968	181,162	88,806
General Administration:				
Other Expenses	2,067,719	2,031,599	1,585,039	446,560
Total General Administration	2,067,719	2,031,599	1,585,039	446,560
School Administration:				
Salaries	-	125,979	28,821	97,158
Employee Benefits	-	9,662	2,309	7,353
Purchased Services	-	6,000	6,000	-
Other Expenses	24,765	19,380	9,690	9,690
Total School Administration	24,765	161,021	46,820	114,201
Facilities Acquisition and Construction:				
Other Capital Outlay	10,000	355,262	353,215	2,047
Total Facilities Acquisition and Construction	10,000	355,262	353,215	2,047
Central Services:				
Salaries	109,023	106,979	66,220	40,759
Employee Benefits	36,191	36,531	22,044	14,487
Purchased Services	38,610	39,556	22,985	16,571
Materials and Supplies	316	316	259	57
Other Expenses	1,600	3,600	1,200	2,400
Total Central Services	185,740	186,982	112,708	74,274

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Other Federal Programs Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Student Transportation Services:				
Salaries	\$ 1,747,883	\$ 2,047,883	\$ 2,007,521	\$ 40,362
Employees Benefits	786,037	846,037	830,709	15,328
Purchased Services	277,479	394,455	91,523	302,932
Other Expenses	341,267	336,818	300,417	36,401
Total Student Transportation Services	3,152,666	3,625,193	3,230,170	395,023
Operation of Plant:				
Purchased Services	3,156	3,903	1,500	2,403
Materials and Supplies	-	478	360	118
Total Operation of Plant	3,156	4,381	1,860	2,521
Administrative Technology Services:				
Salaries	69,419	76,419	68,110	8,309
Employee Benefits	20,446	24,846	23,448	1,398
Total Administrative Technology Services	89,865	101,265	91,558	9,707
Community Services:				
Employee Benefits	810	517	517	-
Purchased Services	9,800	4,735	4,735	-
Materials and Supplies	2,800	2,168	2,168	-
Other Expenses	1,020,210	1,991,626	1,482,949	508,677
Total Community Services	1,033,620	1,999,046	1,490,369	508,677
Capital Outlay:				
Facilities Acquisition and Construction	-	80,000	68,851	11,149
Other Capital Outlay	792,140	599,564	514,175	85,389
Total Capital Outlay	792,140	679,564	583,026	96,538
Total Expenditures	43,235,715	44,073,994	36,081,124	7,992,870
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances, July 1, 2021	-	-	-	-
Fund Balances, June 30, 2022	\$ -	\$ -	\$ -	\$ -

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Federal Education Stabilization Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
REVENUES				
Federal Through State and Local:				
Education Stabilization Funds - K-12	\$ 49,840,087	\$ 156,021,355	\$ 33,696,732	\$ (122,324,623)
Education Stabilization Funds - Workforce	27,645	425,121	169,226	(255,895)
Education Stabilization Funds - VPK	-	147,431	143,775	(3,656)
Total Federal Through State and Local	49,867,732	156,593,907	34,009,733	(122,584,174)
Total Revenues	49,867,732	156,593,907	34,009,733	(122,584,174)
EXPENDITURES				
Current - Education:				
Instruction:				
Salaries	6,008,742	16,754,671	5,574,233	11,180,438
Employee Benefits	1,621,171	4,455,175	1,403,108	3,052,067
Purchased Services	2,378,426	8,119,660	1,975,629	6,144,031
Materials and Supplies	409,855	14,117,190	2,314,053	11,803,137
Capital Outlay	4,930,487	2,771,352	1,802,983	968,369
Other Expenses	17,000	290,873	44,895	245,978
Total Instruction	15,365,681	46,508,921	13,114,901	33,394,020
Student Support Services:				
Salaries	1,312,686	2,911,068	1,145,210	1,765,858
Employee Benefits	217,385	823,063	349,365	473,698
Purchased Services	2,417,138	6,940,081	1,958,493	4,981,588
Materials and Supplies	4,140	4,726	1,626	3,100
Capital Outlay	-	900	830	70
Other Expenses	-	5,492	5,492	-
Total Student Support Services	3,951,349	10,685,330	3,461,016	7,224,314
Instructional Media Services:				
Salaries	2,490	58,894	57,383	1,511
Employee Benefits	510	12,888	11,954	934
Materials and Supplies	-	350	-	350
Capital Outlay	-	4,417	4,382	35
Other Expenses	-	3,050	2,805	245
Total Instructional Media Services	3,000	79,599	76,524	3,075
Instruction and Curriculum Development Services:				
Salaries	\$ 2,172,223	\$ 4,645,148	\$ 2,321,396	\$ 2,323,752
Employee Benefits	876,345	1,476,118	735,088	741,030
Purchased Services	20,507	7,300	5,800	1,500
Materials and Supplies	2,670	-	-	-
Capital Outlay	13,200	-	-	-
Other Expenses	-	700	693	7
Total Instruction and Curriculum Development Service	3,084,945	6,129,266	3,062,977	3,066,289

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Federal Education Stabilization Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Instructional Staff Training Services:				
Salaries	1,379,308	2,194,006	370,696	1,823,310
Employee Benefits	225,402	450,201	83,584	366,617
Purchased Services	1,139,132	1,258,405	353,072	905,333
Materials and Supplies	26,026	56,655	21,517	35,138
Capital Outlay	-	150	-	150
Other Expenses	29,000	9,000	5,290	3,710
Total Instructional Staff Training Services	2,798,868	3,968,417	834,159	3,134,258
Instruction-Related Technology:				
Salaries	13,860	54,500	41,930	12,570
Employee Benefits	2,740	11,300	8,576	2,724
Purchased Services	300,000	-	-	-
Total Instruction-Related Technology	316,600	65,800	50,506	15,294
General Administration:				
Other Expenses	1,312,908	3,684,317	1,091,845	2,592,472
Total General Administration	1,312,908	3,684,317	1,091,845	2,592,472
School Administration:				
Salaries	691,160	1,325,008	444,084	880,924
Employee Benefits	197,297	379,106	129,653	249,453
Purchased Services	225	225	225	-
Materials and Supplies	-	305	-	305
Total School Administration	888,682	1,704,644	573,962	1,130,682
Facilities Acquisition and Construction:				
Other Capital Outlay	15,681,394	20,504,431	7,597,657	12,906,774
Total Facilities Acquisition and Construction	15,681,394	20,504,431	7,597,657	12,906,774
Fiscal Services				
Salaries	66,000	132,000	45,115	86,885
Employee Benefits	21,796	43,496	14,050	29,446
Total Fiscal Services	87,796	175,496	59,165	116,331
Food Services:				
Salaries	2,000	-	-	-
Employee Benefits	400	400	-	400
Materials and Supplies	5,000	5,000	-	5,000
Total Food Services	7,400	5,400	-	5,400
Central Services:				
Salaries	3,000	167,932	6,798	161,134
Employee Benefits	500	14,959	1,375	13,584
Purchased Services	17,000	11,477	3,477	8,000
Materials and Supplies	-	200	-	200
Other Expenses	23,000	5,356,712	2,212,849	3,143,863
Total Central Services	43,500	5,551,280	2,224,499	3,326,781
(Continued)				

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Federal Education Stabilization Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Student Transportation Services:				
Salaries	\$ 221,300	\$ 300,147	\$ 297,342	\$ 2,805
Employees Benefits	51,000	97,717	86,296	11,421
Purchased Services	-	185,853	-	185,853
Other Expenses	-	144,031	3,136	140,895
Total Student Transportation Services	272,300	727,748	386,774	340,974
Operation of Plant:				
Salaries	10,000	68,500	57,145	11,355
Employee Benefits	2,000	19,100	15,121	3,979
Purchased Services	51,960	68,702	13,344	55,358
Materials and Supplies	2,929,272	377,199	189,753	187,446
Capital Outlay	2,291	180,747	151,361	29,386
Total Operation of Plant	2,995,523	714,248	426,724	287,524
Maintenance of Plant:				
Purchased Services	1,800,000	1,235,159	341,642	893,517
Materials and Supplies	250,000	115,500	115,261	239
Total Maintenance of Plant	2,050,000	1,350,659	456,903	893,756
Administrative Technology Services:				
Salaries	11,950	12,100	7,042	5,058
Employee Benefits	2,350	2,600	1,381	1,219
Purchased Services	344,340	459,190	241,271	217,919
Capital Outlay	410,000	259,900	2,800	257,100
Total Administrative Technology Services	768,640	733,790	252,494	481,296
Community Services:				
Purchased Services	-	20,006	6	20,000
Other Expenses	-	183,450	144,284	39,166
Total Community Services	-	203,456	144,290	59,166
Capital Outlay:				
Facilities Acquisition and Construction	-	53,204,000	3,677	53,200,323
Other Capital Outlay	239,146	597,105	191,660	405,445
Total Capital Outlay	239,146	53,801,105	195,337	53,605,768
Total Expenditures	49,867,732	156,593,907	34,009,733	122,584,174
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances, July 1, 2021	-	-	-	-
Fund Balances, June 30, 2022	\$ -	\$ -	\$ -	\$ -

Debt Service Funds

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

Nonmajor Debt Service Funds

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

Other Debt Service Fund - (1) To account for and report on Certificate of Participation Issues, characterized as lease-purchase agreements. (2) To account for and report on the Sales Tax Revenue Bonds, Series 2016.

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
DEBT SERVICE FUND - STATE BOARD OF EDUCATION (SBE) BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	State Board of Education (SBE) Bond Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
State:				
CO&DS Withheld for SBE/COBI Bonds	\$ 215,400	\$ 211,811	\$ 211,811	\$ -
Other State Sources	-	18	18	-
Total State	215,400	211,829	211,829	-
Total Revenues	215,400	211,829	211,829	-
EXPENDITURES				
Debt Service:				
Principal	172,000	172,000	172,000	-
Interest and Fiscal Charges	43,400	43,479	43,479	-
Total Expenditures	215,400	215,479	215,479	-
Excess (Deficiency) of Revenues Over Expenditures	-	(3,650)	(3,650)	-
Net Change in Fund Balances	-	(3,650)	(3,650)	-
Fund Balances, July 1, 2021	21,755	21,755	21,755	-
Fund Balances, June 30, 2022	<u>\$ 21,755</u>	<u>\$ 18,105</u>	<u>\$ 18,105</u>	<u>\$ -</u>

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
DEBT SERVICE FUND - OTHER DEBT SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Other Debt Service Fund			Variance with
	Budgeted Amounts		Actual Amounts	Final Budget -
	Original	Final		Positive
				(Negative)
REVENUES				
Local:				
Investment Income	\$ -	\$ 110	\$ 110	\$ -
Total Local	-	110	110	-
Total Revenues	-	110	110	-
EXPENDITURES				
Debt Service:				
Principal	8,965,000	8,965,000	8,965,000	-
Interest and Fiscal Charges	3,589,303	3,585,088	3,530,217	54,871
Total Expenditures	12,554,303	12,550,088	12,495,217	54,871
Excess (Deficiency) of Revenues Over Expenditures	(12,554,303)	(12,549,978)	(12,495,107)	(54,871)
OTHER FINANCING SOURCES (USES)				
Transfers In	8,653,000	8,559,791	8,559,791	-
Total Other Financing Sources (Uses)	8,653,000	8,559,791	8,559,791	-
Net Change in Fund Balances	(3,901,303)	(3,990,187)	(3,935,316)	(54,871)
Fund Balances, July 1, 2021	10,732,572	10,732,572	10,732,572	-
Fund Balances, June 30, 2022	<u>\$ 6,831,269</u>	<u>\$ 6,742,385</u>	<u>\$ 6,797,256</u>	<u>\$ (54,871)</u>

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:

Nonmajor Capital Projects Funds

Capital Outlay & Debt Service Fund – To account for and report on the excess dollars received through the State's Capital Outlay & Debt Service (CO&DS) program, used for construction and maintenance of schools.

Major Capital Projects Funds

Local Capital Improvement Fund - To account for the financial resources generated by the local capital improvement tax levy to be used for educational capital outlay needs, including new construction, renovation and remodeling projects, and debt service payments on certificates of participation.

Other Fund - To account for the financial resources generated by the local voted sales tax and various other financial resources restricted for educational capital outlay needs, including new construction, renovation, and remodeling projects.



Escambia County

PUBLIC SCHOOLS

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DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
CAPITAL PROJECTS FUND - CAPITAL OUTLAY AND DEBT SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Capital Outlay & Debt Service Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
REVENUES				
State:				
CO&DS Distribution	\$ 1,384,283	\$ 1,384,283	\$ 1,378,448	\$ (5,835)
Other State Sources	25,019	25,019	11,485	(13,534)
Total State	1,409,302	1,409,302	1,389,933	(19,369)
Total Revenues	1,409,302	1,409,302	1,389,933	(19,369)
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction:				
Improvements Other Than Buildings	410,567	410,567	-	410,567
Remodeling and Renovations	4,789,476	4,789,476	1,853,741	2,935,735
Total Facilities Acquisition and Construction	5,200,043	5,200,043	1,853,741	3,346,302
Capital Outlay:				
Facilities Acquisition and Construction:				
Furniture, Fixtures, and Equipment	100,000	100,000	-	100,000
Total Facilities Acquisition and Construction	100,000	100,000	-	100,000
Debt Service:				
Interest and Fiscal Charges	-	1,826	1,826	-
Total Debt Service	-	1,826	1,826	-
Total Expenditures	5,300,043	5,301,869	1,855,567	3,446,302
Excess (Deficiency) of Revenues Over Expenditures	(3,890,741)	(3,892,567)	(465,634)	3,426,933
Net Change in Fund Balances	(3,890,741)	(3,892,567)	(465,634)	3,426,933
Fund Balances, July 1, 2021	3,978,354	3,978,354	3,978,354	-
Fund Balances, June 30, 2022	<u>\$ 87,613</u>	<u>\$ 85,787</u>	<u>\$ 3,512,720</u>	<u>\$ 3,426,933</u>

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
CAPITAL PROJECTS FUND - LOCAL CAPITAL IMPROVEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Local Capital Improvement Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES				
Local:				
Property Taxes	\$ 27,083,407	\$ 27,315,572	\$ 27,315,572	\$ -
Investment Income	-	(28,789)	(28,789)	-
Total Local	27,083,407	27,286,783	27,286,783	-
Total Revenues	27,083,407	27,286,783	27,286,783	-
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction:				
Furniture, Fixtures, and Equipment	847,206	4,542,270	3,396,900	1,145,370
Improvements Other Than Buildings	1,072,725	1,447,493	629,155	818,338
Remodeling and Renovations	7,251,531	6,680,040	4,232,808	2,447,232
Computer Software	367,423	419,549	419,549	-
Total Facilities Acquisition and Construction	9,538,885	13,089,352	8,678,412	4,410,940
Capital Outlay:				
Other Capital Outlay:				
Furniture, Fixtures, and Equipment	7,265,476	3,682,216	1,158,335	2,523,881
Motor Vehicles	5,507,950	5,460,008	3,484,970	1,975,038
Improvements Other Than Buildings	104,873	104,873	69,132	35,741
Total Capital Outlay	12,878,299	9,247,097	4,712,437	4,534,660
Total Expenditures	22,417,184	22,336,449	13,390,849	8,945,600
Excess (Deficiency) of Revenues Over Expenditures	4,666,223	4,950,334	13,895,934	8,945,600
Other Financing Sources (Uses)				
Transfers Out	-	(10,916,819)	(8,878,802)	2,038,017
Total Other Financing Sources (Uses)	-	(10,916,819)	(8,878,802)	2,038,017
Net Change in Fund Balances	4,666,223	(5,966,485)	5,017,132	10,983,617
Fund Balances, July 1, 2021	7,154,291	7,154,291	7,154,291	-
Fund Balances, June 30, 2022	\$ 11,820,514	\$ 1,187,806	\$ 12,171,423	\$ 10,983,617

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
CAPITAL PROJECTS FUND - OTHER CAPITAL PROJECTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Other Capital Projects Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES				
State:				
Charter School Capital Outlay	\$ 347,991	\$ 428,116	\$ 428,116	\$ -
Other State Sources	-	580,575	580,575	-
Total State	347,991	1,008,691	1,008,691	-
Local:				
Sales Taxes	32,000,000	38,644,476	38,644,476	-
Investment Income	-	(2,421,455)	(2,418,439)	3,016
Other Local Sources	-	1,671,068	-	1,671,068
Total Local	32,000,000	37,894,089	36,226,037	1,674,084
Total Revenues	32,347,991	38,902,780	37,234,728	1,674,084
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction:				
Furniture, Fixtures, and Equipment	97,279	140,647	134,891	5,756
Improvements Other Than Buildings	3,289,337	5,106,791	1,969,457	3,137,334
Remodeling and Renovations	29,390,201	27,221,715	11,077,355	16,144,360
Total Facilities Acquisition and Construction	32,776,817	32,469,153	13,181,703	19,287,450
Capital Outlay:				
Facilities Acquisition and Construction:				
Buildings and Fixed Equipment	64,532,809	73,002,918	30,050,582	42,952,336
Furniture, Fixtures, and Equipment	656,265	2,783,909	488,072	2,295,837
Land	88,952	88,952	88,952	-
Improvements Other Than Buildings	2,060,983	2,938,634	1,570,959	1,367,675
Remodeling and Renovations	263,834	71,011	65,966	5,045
Total Facilities Acquisition and Construction	67,602,843	78,885,424	32,264,531	46,620,893
Total Expenditures	100,379,660	111,354,577	45,446,234	65,908,343
Excess (Deficiency) of Revenues Over Expenditures	(68,031,669)	(72,451,797)	(8,211,506)	64,240,291
Other Financing Sources (Uses)				
Transfers Out	-	(6,988,541)	(6,988,541)	-
Total Other Financing Sources (Uses)	-	(6,988,541)	(6,988,541)	-
Net Change in Fund Balances	(68,031,669)	(79,440,338)	(15,200,047)	64,240,291
Fund Balances, July 1, 2021	98,064,360	98,064,360	98,064,360	-
Fund Balances, June 30, 2022	\$ 30,032,691	\$ 18,624,022	\$ 82,864,313	\$ 64,240,291

Internal Service Funds

Internal service funds are nonmajor proprietary funds and are reported as governmental-type activities. They are used to account for the financing of goods or services provided by one department to other departments within the District on a cost-reimbursement basis. The following funds are included in the internal service funds:

Risk Management Fund – To account for and report on funds received for and used by the District’s self-insured property, casualty, liability, and workers’ compensation program.

Employee Benefit Trust Fund – To account for and report on funds received for and used to pay for life, health, and dental insurance issued under the District’s self-insurance program.

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PROPRIETARY FUNDS - ALL INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities		
	Proprietary Funds - Internal Service Funds		
	Self-Insurance		
	Risk Management Fund	Employee Benefit Trust Fund	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 27,125,178	\$ 23,368,742	\$ 50,493,920
Accounts Receivable	-	971,354	971,354
TOTAL ASSETS	\$ 27,125,178	\$ 24,340,096	\$ 51,465,274
LIABILITIES			
Current Liabilities:			
Payroll Deductions and Withholdings	\$ -	\$ 4,865	\$ 4,865
Accounts Payable	88	-	88
Due to Other Funds	642,153	30,190	672,343
Due to Other Agencies	-	769,542	769,542
Unearned Revenue	-	3,350,552	3,350,552
Estimated Insurance Claims Payable	3,960,938	3,971,000	7,931,938
Total Current Liabilities	4,603,179	8,126,149	12,729,328
Noncurrent Liabilities:			
Estimated Insurance Claims Payable	20,930,935	-	20,930,935
Total Noncurrent Liabilities	20,930,935	-	20,930,935
TOTAL LIABILITIES	25,534,114	8,126,149	33,660,263
NET POSITION			
Unrestricted	1,591,064	16,213,947	17,805,011
Total Net Position	1,591,064	16,213,947	17,805,011
TOTAL LIABILITIES AND NET POSITION	\$ 27,125,178	\$ 24,340,096	\$ 51,465,274

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PROPRIETARY FUNDS - ALL INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Governmental Activities		
	Proprietary Funds - Internal Service Funds		
	Self-Insurance		
	Risk Management Fund	Employee Benefit Trust Fund	Total
OPERATING REVENUES			
Premium Revenues	\$ 3,072,156	\$ 37,001,854	\$ 40,074,010
Other	-	3,496,013	3,496,013
Total Operating Revenues	3,072,156	40,497,867	43,570,023
OPERATING EXPENSES			
Salaries	237,723	11,446	249,169
Employee Benefits	2,452,085	6,148	2,458,233
Purchased Services	407,449	5,607,837	6,015,286
Energy Services	-	7,850	7,850
Material and Supplies	-	9,258	9,258
Insurance Claims	-	35,429,429	35,429,429
Other	-	288	288
Total Operating Expenses	3,097,257	41,072,256	44,169,513
Operating Income (Loss)	(25,101)	(574,389)	(599,490)
NONOPERATING REVENUES			
Investment Income	-	50,328	50,328
Insurance Loss Recoveries	71,659	-	71,659
Total Nonoperating Revenues	71,659	50,328	121,987
Income (Loss) Before Transfers	46,558	(524,061)	(477,503)
Change in Net Position	46,558	(524,061)	(477,503)
NET POSITION			
Total Net Position, July 1, 2021	1,544,506	16,738,008	18,282,514
Total Net Position, June 30, 2022	\$ 1,591,064	\$ 16,213,947	\$ 17,805,011

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PROPRIETARY FUNDS - ALL INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Governmental Activities		
	Proprietary Funds - Internal Service Funds		
	Self-Insurance		
	Risk Management Fund	Employee Benefit Trust Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Board Funds and Participants	\$ 3,000,496	\$ 37,001,854	\$ 40,002,350
Cash Payments to Suppliers for Goods and Services	(407,449)	(5,607,838)	(6,015,287)
Cash Payments to Employees for Services	(301,534)	(17,594)	(319,128)
Cash Payments for Premiums and Other Fees	(305,193)	(27,521,608)	(27,826,801)
Net Cash Provided (Used) by Operating Activities	1,986,320	3,854,814	5,841,134
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Insurance Loss Recoveries	71,659	-	71,659
Net Cash Provided (Used) by Noncapital Financing Activities	71,659	-	71,659
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income	-	50,328	50,328
Net Cash Provided by Investment Activities	-	50,328	50,328
Net Increase (Decrease) in Cash and Cash Equivalents	2,057,979	3,905,142	5,963,121
Beginning Cash and Cash Equivalents	25,067,199	19,463,600	44,530,799
Ending Cash and Cash Equivalents	\$ 27,125,178	\$ 23,368,742	\$ 50,493,920
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ (25,101)	\$ (574,389)	\$ (599,490)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	-	(68,953)	(68,953)
(Increase) Decrease in Due From Other Funds	-	9,366	9,366
(Increase) Decrease in Due From Other Agencies	-	4,027,987	4,027,987
Increase (Decrease) in Accrued Liabilities	-	(103,769)	(103,769)
Increase (Decrease) in Accounts Payable	88		88
Increase (Decrease) in Due to Other Funds	326,540	30,190	356,730
Increase (Decrease) in Due to Other Agencies	-	113,469	113,469
Increase (Decrease) in Unearned Revenue	-	(59,087)	(59,087)
Increase (Decrease) in Estimated Insurance Claims Payable	1,684,793	480,000	2,164,793
Total Adjustments	2,011,421	4,429,203	6,440,624
Net Cash Provided (Used) by Operating Activities	\$ 1,986,320	\$ 3,854,814	\$ 5,841,134

Discretely Presented Component Units

The component units' columns in the basic financial statements, include the financial data of the District's discretely presented component units.

Nonmajor Discretely Presented Component Units

The Escambia County Public Schools Foundation for Excellence, Inc. (Foundation), is a not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to raise funds, receive, hold, invest, and administer property and to make expenditures for the benefit of the District. Section 1001.453, Florida Statutes, requires the Foundation to be authorized and approved by the District. The stated mission of the Foundation is to enhance the quality of education in Escambia County Public Schools through raising and distributing funds and in-kind contributions, fostering involvement in the public system. The Foundation is considered to be a component unit of the District because the District must approve all members of the Foundation's board and the District has the ability to impose its will on the Foundation. It is considered to be a discretely presented component unit because the two boards are not the same.

Beulah Academy of Science, Inc., Jacqueline Harris Preparatory Academy, Pensacola Beach Elementary School, Inc., Byrneville Elementary School, Inc., and Capstone Academy Pensacola (Charter Schools) are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not For Profit Corporation Act, and Section 1002.33, Florida Statutes. These six charter schools operate under charters approved by their sponsor, the Board, and are considered to be component units of the District because the District is financially accountable for the charter schools as the District established the charter schools by approval of the charter, which is tantamount to the initial appointment of the charter schools, and there is the potential for the charter schools to impose specific financial burdens on the District. In addition, pursuant to the Florida Constitution, the charter schools are public schools and the District is responsible for the operation, control, and supervision of public schools within the District.

DISTRICT SCHOOL BOARD OF ESCAMBA COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2022

	Charter Schools			
	Beulah Academy of Science, Inc.	Jacqueline Harris Preparatory Academy	Pensacola Beach Elementary School, Inc.	Byrneville Elementary School, Inc.
ASSETS				
Cash and Cash Equivalents	\$ 1,973,713	\$ 586,327	\$ 624,696	\$ 505,584
Accounts Receivable	21,934	-	-	-
Prepaid Items	-	1,057	2,061	-
Due from Other Agencies	-	-	633,275	-
Capital Assets:				
Non-Depreciable Capital Assets	2,010,022	530,871	-	-
Depreciable Capital Assets, Net	1,701,344	2,284,686	2,178,603	152,074
Right-to-use Lease Asset, Net	-	57,415	1,069,214	-
Total Assets	5,707,013	3,460,356	4,507,849	657,658
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows Related to Pensions	-	-	235,007	273,188
Total Deferred Outflows of Resources	-	-	235,007	273,188
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 5,707,013	\$ 3,460,356	\$ 4,742,856	\$ 930,846
LIABILITIES				
Salaries and Benefits Payable	\$ 956	\$ -	-	\$ -
Accounts Payable	4,769	44,205	593,644	99,529
Due to Other Agencies	-	128,334	-	-
Long-Term Liabilities:				
Portion Due Within One Year:				
Notes Payable	-	211,660	-	-
Obligations Under Capital Leases	-	14,563	40,680	-
Compensated Absences Payable	-	-	33,845	20,480
Portion Due After One Year:				
Notes Payable	2,157,527	2,472,379	-	-
Obligations Under Capital Leases	-	44,251	499,760	-
Compensated Absences Payable	-	-	14,020	18,499
Pension Liability	-	-	303,732	370,632
Total Liabilities	2,163,252	2,915,392	1,485,681	509,140
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows Related to Pensions	-	-	874,637	413,226
Total Deferred Inflows of Resources	-	-	874,637	413,226
NET POSITION				
Net Investment in Capital Assets	1,553,839	213,242	2,166,937	152,074
Restricted for:				
Other Required Carryover Programs	-	-	-	-
Unrestricted	1,989,922	331,722	215,601	(143,594)
Total Net Position - Component Units	3,543,761	544,964	2,382,538	8,480
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 5,707,013	\$ 3,460,356	\$ 4,742,856	\$ 930,846

<u>Charter Schools</u>			
<i>Capstone Academy Pensacola</i>	<i>Total Charter Schools</i>	<i>The Escambia County Public Schools Foundation for Excellence, Inc.</i>	<i>Total Component Units</i>
\$ 46,191	\$ 3,736,511	\$ 1,052,925	\$ 4,789,436
18,951	40,885	-	40,885
-	3,118	-	3,118
99,695	732,970	28,038	761,008
-	2,540,893	-	2,540,893
221,760	6,538,467	-	6,538,467
-	1,126,629	-	1,126,629
<u>386,597</u>	<u>14,719,473</u>	<u>1,080,963</u>	<u>15,800,436</u>
-	508,195	-	508,195
-	508,195	-	508,195
<u>\$ 386,597</u>	<u>\$ 15,227,668</u>	<u>\$ 1,080,963</u>	<u>\$ 16,308,631</u>
\$ -	\$ 956	\$ -	\$ 956
-	742,147	2,009	744,156
-	128,334	-	128,334
-	211,660	-	211,660
-	55,243	-	55,243
20,443	74,768	-	74,768
-	4,629,906	-	4,629,906
-	544,011	-	544,011
-	32,519	-	32,519
-	674,364	-	674,364
<u>20,443</u>	<u>7,093,908</u>	<u>2,009</u>	<u>7,095,917</u>
-	1,287,863	-	1,287,863
-	1,287,863	-	1,287,863
-	4,086,092	-	4,086,092
11,400	11,400	731,716	743,116
<u>354,754</u>	<u>2,748,405</u>	<u>347,238</u>	<u>3,095,643</u>
<u>366,154</u>	<u>6,845,897</u>	<u>1,078,954</u>	<u>7,924,851</u>
<u>\$ 386,597</u>	<u>\$ 15,227,668</u>	<u>\$ 1,080,963</u>	<u>\$ 16,308,631</u>

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Charter Schools			
	<i>Beulah Academy of Science, Inc.</i>	<i>Jacqueline Harris Preparatory Academy</i>	<i>Pensacola Beach Elementary School, Inc.</i>	<i>Byrneville Elementary School, Inc.</i>
Functions/Programs				
Expenses:				
Governmental Activities:				
Instruction	\$ 856,875	\$ 857,103	\$ 552,498	\$ 1,002,022
Student Support Services	36,831	-	-	-
Instructional Staff Training Services	-	-	800	-
Instruction-Related Technology	-	-	28,886	-
Board	-	-	-	-
General Administration	138	171,172	27,054	5,063
School Administration	277,983	230,830	207,006	170,118
Facilities Acquisition and Construction	3,405	-	91,203	1,080
Fiscal Services	13,500	60,500	29,763	15,927
Food Services	199,875	-	-	4,979
Central Services	104,706	76,402	-	57,976
Student Transportation Services	236,281	186,847	24,272	76,947
Operation of Plant	286,065	214,280	220,337	287,396
Maintenance of Plant	104,493	121,152	106,826	-
Unallocated Interest on Long-Term Debt	165,793	133,403	-	-
Unallocated Depreciation Expense	-	-	-	-
Total Expenses	2,285,945	2,051,689	1,288,645	1,621,508
Program Revenues:				
Charges for Services	2,077	-	-	4,979
Operating Grants and Contributions	509,167	217,521	182,760	170,333
Capital Grants and Contributions	-	136,999	160,293	-
Total Program Revenues	511,244	354,520	343,053	175,312
Net Program Expense	(1,774,701)	(1,697,169)	(945,592)	(1,446,196)
General Revenues:				
Grants and Contributions Not Restricted to Specific Programs	1,994,226	1,528,662	996,139	1,171,403
Unrestricted Investment Earnings	-	-	40,436	671
Miscellaneous	1,776	14,291	113,031	49,121
Total General Revenues	1,996,002	1,542,953	1,149,606	1,221,195
Change in Net Position	221,301	(154,216)	204,014	(225,001)
Net Position				
Net Position, July 1, 2021	3,322,460	699,180	2,178,524	233,481
Net Position, June 30, 2022	\$ 3,543,761	\$ 544,964	\$ 2,382,538	\$ 8,480

<u>Charter Schools</u>		<i>The Escambia County Public Schools Foundation for Excellence, Inc.</i>	
<i>Capstone Academy Pensacola</i>	<i>Total Charter Schools</i>		<i>Total Component Units</i>
\$ 521,726	\$ 3,790,224	\$ 743,878	\$ 4,534,102
-	36,831	-	36,831
-	800	-	800
-	28,886	-	28,886
25	25	-	25
19,315	222,742	158,249	380,991
107,723	993,660	-	993,660
-	95,688	-	95,688
4,690	124,380	-	124,380
433	205,287	-	205,287
30	239,114	-	239,114
9,660	534,007	-	534,007
33,850	1,041,928	-	1,041,928
294	332,765	-	332,765
-	299,196	-	299,196
27,837	27,837	-	27,837
725,583	7,973,370	902,127	8,875,497
-	7,056	-	7,056
-	1,079,781	-	1,079,781
-	297,292	-	297,292
-	1,384,129	-	1,384,129
(725,583)	(6,589,241)	(902,127)	(7,491,368)
588,045	6,278,475	703,124	6,981,599
29	41,136	9,619	50,755
92,558	270,777	210,215	480,992
680,632	6,590,388	922,958	7,513,346
(44,951)	1,147	20,831	21,978
411,105	6,844,750	1,058,123	7,902,873
\$ 366,154	\$ 6,845,897	\$ 1,078,954	\$ 7,924,851



Escambia County

PUBLIC SCHOOLS

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STATISTICAL SECTION





Escambia County

PUBLIC SCHOOLS

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STATISTICAL SECTION

This part of the District School Board of Escambia 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 District's overall financial health.

Contents	Page
Financial Trend Information	134
<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>	
Revenue Capacity Information	142
<i>These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.</i>	
Debt Capacity Information	148
<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>	
Demographic and Economic Information	154
<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>	
Operating Information	158
<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>	

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
NET POSITION BY COMPONENT - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ending		
	June 30, 2013	June 30, 2014	June 30, 2015
Governmental Activities:			
Net Investment in Capital Assets	\$ 252,132,981	\$ 269,930,903	\$ 288,526,040
Restricted	119,870,743	121,223,565	115,241,269
Unrestricted	90,030	(2,969,337)	(131,632,624)
	<u> </u>	<u> </u>	<u> </u>
Total Governmental Activities Net Position	<u><u>\$ 372,093,754</u></u>	<u><u>\$ 388,185,131</u></u>	<u><u>\$ 272,134,685</u></u>

Note: The District no longer has business-type activities.

Source: District Records

Fiscal Year Ending						
June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022
\$ 234,417,599	\$ 301,633,148	\$ 341,718,135	\$ 343,230,615	\$ 353,513,610	\$ 361,355,448	\$ 365,205,460
182,241,764	129,167,248	105,923,265	115,734,971	107,245,269	112,124,610	132,958,785
(140,330,443)	(147,573,423)	(162,827,890)	(174,562,072)	(179,476,727)	(191,596,251)	(190,080,052)
<u>\$ 276,328,920</u>	<u>\$ 283,226,973</u>	<u>\$ 284,813,510</u>	<u>\$ 284,403,514</u>	<u>\$ 281,282,152</u>	<u>\$ 281,883,807</u>	<u>\$ 308,084,193</u>

DISTRICT SHOOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
CHANGES IN NET POSITION - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ending									
	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022
Primary Government:										
Expenses:										
Governmental Activities:										
Instruction	\$ 202,319,715	\$ 200,433,368	\$ 206,850,659	\$ 213,251,178	\$ 214,493,605	\$ 214,425,693	\$ 216,558,696	\$ 228,520,682	\$ 240,338,920	\$ 215,035,755
Student Support Services	15,295,809	16,018,809	16,357,758	18,119,750	18,015,111	17,331,002	18,032,843	19,431,978	23,817,688	26,822,187
Instructional Media Services	4,170,561	4,224,367	4,400,081	4,763,360	4,752,394	4,517,610	4,492,359	4,911,047	4,899,222	4,466,961
Instruction and Curriculum Development Services	9,685,168	10,038,942	10,450,035	12,301,860	13,390,752	13,201,725	13,268,349	15,391,672	16,718,798	19,337,414
Instructional Staff Training Services	8,083,368	9,139,669	8,497,923	9,038,724	7,082,312	6,348,029	8,812,216	8,215,793	8,410,463	8,186,185
Instruction-Related Technology	4,295,397	4,401,182	4,165,597	4,598,508	4,620,276	4,736,281	4,620,929	4,797,813	4,643,407	4,277,502
Board	1,272,572	1,196,527	1,223,781	1,370,750	1,290,759	1,300,560	7,528,891	1,280,383	1,480,641	1,160,356
General Administration	1,581,664	2,413,878	2,211,509	1,839,932	2,043,693	2,145,111	2,208,824	2,330,171	2,950,010	3,570,643
School Administration	14,123,325	14,787,725	14,978,087	16,420,126	16,829,076	15,858,774	17,121,281	18,725,797	19,541,584	17,618,971
Facilities Acquisition and Construction	9,966,883	13,506,908	19,944,374	15,877,255	17,831,416	21,339,837	31,638,107	27,470,222	32,153,013	37,836,854
Fiscal Services	2,401,752	2,164,484	2,335,937	2,428,612	2,321,692	2,330,536	2,332,863	2,571,315	2,738,861	2,431,969
Food Service	21,199,498	20,988,484	20,515,294	20,327,540	21,082,132	21,261,023	21,462,250	19,945,691	18,434,898	21,063,400
Central Services	5,019,010	4,791,656	5,050,783	5,488,570	5,999,352	6,062,529	6,829,979	7,089,056	6,747,121	8,534,886
Student Transportation Services	19,359,259	18,220,613	17,788,057	21,368,991	22,193,795	20,887,224	21,859,505	21,056,289	19,703,750	20,995,470
Operation of Plant	27,069,683	27,217,458	27,069,043	26,673,022	25,956,001	25,346,355	26,987,310	27,520,790	30,831,630	30,984,683
Maintenance of Plant	11,641,163	10,943,295	11,041,441	11,231,772	11,503,358	11,107,852	12,187,824	11,974,205	12,719,408	12,035,449
Administrative Technology Services	3,911,729	3,948,080	3,508,846	3,586,559	3,514,601	3,479,380	3,511,314	4,083,262	4,333,816	4,106,357
Community Services	1,458,102	1,384,546	1,119,798	1,106,272	1,069,492	1,085,710	1,295,433	1,704,625	1,730,528	2,296,605
Unallocated Interest on Long-Term Debt	2,105,728	1,883,019	1,855,933	3,051,758	2,149,676	1,658,723	1,430,676	1,045,942	1,780,469	1,164,902
Total Governmental Activities	364,960,386	367,703,010	379,364,936	392,844,539	396,139,493	394,423,954	422,179,649	428,066,733	453,974,227	441,926,549
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Instruction	1,040,440	1,154,747	916,332	1,197,625	1,162,564	1,189,505	1,192,531	1,340,912	1,443,314	1,217,878
Facilities Acquisition and Construction	33,888	40,716	28,759	38,707	37,259	38,499	38,872	44,794	49,179	44,146
Food Services	4,033,654	3,827,300	3,480,641	2,897,012	2,960,429	2,215,916	2,157,187	1,622,986	815,532	971,354
Student Transportation Services	256,127	252,548	241,944	259,827	254,942	162,620	439,208	185,166	152,365	328,737
Community Services	394,213	393,075	424,983	471,105	475,398	501,109	531,917	424,373	390,343	529,879
Operating Grants and Contributions	16,029,099	15,890,352	16,484,055	18,028,039	17,245,206	19,920,098	19,554,877	17,136,341	16,834,025	23,725,739
Capital Grants and Contributions	2,583,367	2,632,234	6,094,047	4,800,120	5,133,006	2,730,986	2,938,854	1,662,132	1,805,887	4,182,274
Total Primary Government Program Revenues	24,370,788	24,190,972	27,670,761	27,692,435	27,268,804	26,758,733	26,853,446	22,416,704	21,490,645	31,000,007
Net (Expenses)/Revenues										
Total Primary Government Net Expenses	(340,589,598)	(343,512,038)	(351,694,175)	(365,152,104)	(368,870,689)	(367,665,221)	(395,326,203)	(405,650,029)	(432,483,582)	(410,926,542)

(Continued)

DISTRICT SHOOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
CHANGES IN NET POSITION - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ending									
	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes:										
Levied for Operational Purposes	\$ 89,803,524	\$ 91,977,693	\$ 95,102,045	\$ 91,336,026	\$ 88,907,015	\$ 88,593,488	\$ 92,400,716	\$ 93,739,774	\$ 96,589,089	\$ 99,970,540
Levied for Capital Projects	21,518,559	22,777,599	21,492,708	21,709,577	24,005,885	25,897,925	25,713,431	26,719,561	28,510,061	27,315,572
Local Sales Taxes	20,944,666	21,856,254	23,376,775	24,164,744	24,900,899	26,693,489	28,220,187	28,259,025	32,008,937	38,644,476
Grants and Contributions Not Restricted to Specific Programs	202,402,869	219,193,213	222,905,305	228,438,767	233,409,076	235,440,637	240,182,926	248,290,407	263,746,911	263,035,349
Unrestricted Investment Earnings	77,582	96,333	584,835	681,813	1,300,072	1,877,193	3,088,594	2,072,953	1,040,496	(2,427,938)
Miscellaneous	3,213,169	3,702,323	3,604,535	3,015,412	3,245,795	3,072,906	5,310,353	3,446,947	7,742,611	10,588,929
Total Primary Government General Revenues and Other Changes in Net Position	337,960,369	359,603,415	367,066,203	369,346,339	375,768,742	381,575,638	394,916,207	402,528,667	429,638,105	437,126,928
Changes in Net Position:										
Governmental Activities	(2,629,229)	16,091,377	15,372,028	4,194,235	6,898,053	13,910,417	(409,996)	(3,121,362)	(2,845,477)	26,200,386
Adjustment to Net Position Notes (a, b, c)	-	-	(131,422,474)	-	-	(12,323,880)	-	-	3,447,132	-
Total Primary Government	<u>\$ (2,629,229)</u>	<u>\$ 16,091,377</u>	<u>\$ (116,050,446)</u>	<u>\$ 4,194,235</u>	<u>\$ 6,898,053</u>	<u>\$ 1,586,537</u>	<u>\$ (409,996)</u>	<u>\$ (3,121,362)</u>	<u>\$ 601,655</u>	<u>\$ 26,200,386</u>

Notes:

(a) June 30, 2015 adjustment due to initial implementation of GASB 68 "Accounting and Financial Reporting for Pensions."

(b) June 30, 2018 adjustment due to initial implementation of GASB 75 "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions."

(c) June 30, 2021 adjustment due to initial implementation of GASB 84 "Fiduciary Activities."

Source: District Records



Escambia County

PUBLIC SCHOOLS

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DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ending									
	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022
General Fund										
Nonspendable	\$ 1,208,455	\$ 1,215,625	\$ 1,208,455	\$ 1,208,455	\$ 1,399,578	\$ 1,434,376	\$ 1,548,283	\$ 1,957,133	\$ 2,004,552	\$ 2,044,218
Restricted	9,106,284	17,486,027	13,050,637	12,301,277	14,472,496	11,032,511	12,954,094	15,327,201	13,904,848	16,732,615
Assigned	21,234,802	20,243,410	22,247,545	24,577,866	25,167,612	26,744,108	23,493,626	22,296,996	23,768,179	16,699,797
Unassigned	19,036,830	14,514,070	14,759,425	10,456,241	8,148,624	5,955,245	6,119,275	6,248,556	8,235,058	692,336
Total General Fund	<u>\$ 50,586,371</u>	<u>\$ 53,459,132</u>	<u>\$ 51,266,062</u>	<u>\$ 48,543,839</u>	<u>\$ 49,188,310</u>	<u>\$ 45,166,240</u>	<u>\$ 44,115,278</u>	<u>\$ 45,829,886</u>	<u>\$ 47,912,637</u>	<u>\$ 36,168,966</u>
All Other Governmental Funds										
Nonspendable	\$ 1,600,470	\$ 1,715,215	\$ 1,977,837	\$ 2,204,600	\$ 1,916,224	\$ 2,518,830	\$ 2,105,294	\$ 2,600,452	\$ 1,637,360	\$ 3,106,415
Restricted	106,024,402	102,022,323	91,533,061	159,853,016	144,366,037	100,991,717	96,383,009	91,448,216	130,167,488	118,351,223
Total All Other Governmental Funds	<u>\$ 107,624,872</u>	<u>\$ 103,737,538</u>	<u>\$ 93,510,898</u>	<u>\$ 162,057,616</u>	<u>\$ 146,282,261</u>	<u>\$ 103,510,547</u>	<u>\$ 98,488,303</u>	<u>\$ 94,048,668</u>	<u>\$ 131,804,848</u>	<u>\$ 121,457,638</u>

Source: District Records

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022
Revenues:										
Federal Direct:										
Federal Impact, Current Operations	\$ 701,600	\$ 550,597	\$ 615,566	\$ 520,324	\$ 407,487	\$ 378,907	\$ 573,760	\$ 416,889	\$ 377,261	\$ 371,871
Reserve Officers Training Corps (ROTC)	435,608	437,965	438,955	457,309	471,063	404,967	495,904	506,165	519,704	521,251
Other Federal Direct Sources	2,494,810	1,849,952	1,991,890	1,405,073	2,082,909	2,035,210	1,807,988	2,190,024	2,481,872	3,519,815
Total Federal Direct	3,632,018	2,838,514	3,046,411	2,382,706	2,961,459	2,819,084	2,877,652	3,113,078	3,378,837	4,412,937
Federal Through State and Local:										
Food Service	15,386,860	15,587,668	16,199,631	17,796,125	16,967,566	19,619,678	19,262,313	16,767,551	18,202,598	23,445,366
Other Federal Through State and Local Sources	34,719,040	34,830,597	34,186,962	32,181,086	30,789,622	30,598,505	32,221,188	35,436,743	50,400,458	69,251,645
Total Federal Through State and Local	50,105,900	50,418,265	50,386,593	49,977,211	47,757,188	50,218,183	51,483,501	52,204,294	68,603,056	92,697,011
State:										
Florida Education Finance Program (FEFP)	113,112,565	130,085,150	133,079,212	141,767,900	147,813,119	149,340,069	151,052,919	158,121,503	158,923,536	144,772,052
Workforce Development	4,778,222	4,895,677	4,880,129	4,586,924	4,525,985	4,060,898	4,084,457	3,794,637	3,963,386	4,108,386
Adults with Disabilities	160,690	162,244	167,298	-	-	-	-	-	-	-
Categorical Educational Programs	43,640,836	43,315,211	45,171,285	46,190,066	43,599,683	44,500,630	44,606,358	45,160,624	42,713,776	38,622,685
Discretionary Lottery Funds	-	387,403	142,093	-	657,935	68,609	-	133,344	-	-
CO&DS Distribution	184,231	181,172	272,230	997,774	1,218,416	1,353,223	1,384,598	1,448,986	1,435,319	1,414,168
CO&DS Withheld for SBE/COBI Bonds	1,427,398	1,441,102	1,288,789	621,725	371,843	282,396	205,661	213,146	205,976	211,811
Public Education Capital Outlay	-	-	787,693	912,198	1,388,480	1,081,559	898,479	-	-	-
Food Service	301,994	302,684	284,424	279,694	277,640	277,420	276,324	368,790	279,178	283,941
Other State Sources	3,019,987	3,183,878	2,680,220	1,601,569	3,349,997	4,075,841	5,653,809	2,624,026	2,719,166	2,292,192
Total State	166,625,923	183,954,521	188,753,373	196,957,850	203,203,098	205,040,645	208,295,949	211,771,509	210,240,337	191,705,235
Local:										
Property Taxes	111,322,083	114,755,292	116,594,753	113,045,603	112,912,900	114,491,413	118,114,147	120,459,334	125,099,150	127,286,112
Sales Taxes	20,944,666	21,856,254	23,376,775	24,164,744	24,900,899	26,693,489	28,220,187	28,259,025	32,008,937	38,644,476
Charges for Food Service	4,033,654	3,827,300	3,480,641	2,897,012	2,960,429	2,215,916	2,157,187	1,622,986	815,532	971,354
Interest Income	55,362	96,333	596,541	734,149	1,300,072	1,877,193	3,088,593	2,072,954	1,040,496	(2,427,938)
Other Local Sources	4,440,036	5,718,317	5,079,049	4,734,649	5,175,958	4,964,639	5,382,739	4,958,399	9,777,812	12,281,453
Total Local	140,795,801	146,253,496	149,127,759	145,576,157	147,250,258	150,242,650	156,962,853	157,372,698	168,741,927	176,755,457
Total Revenues	361,159,642	383,464,796	391,314,136	394,893,924	401,172,003	408,320,562	419,619,955	424,461,579	450,964,157	465,570,640
Expenditures:										
Current - Education:										
Instruction	188,948,850	192,462,254	205,019,212	199,992,057	200,712,053	207,636,368	204,389,588	208,206,253	219,374,910	216,460,808
Student Support Services	14,898,648	15,986,593	16,849,656	17,679,276	17,586,716	17,534,208	17,734,020	18,441,599	22,745,274	27,726,780
Instructional Media Services	4,039,942	4,210,339	4,557,548	4,625,002	4,619,046	4,580,366	4,409,923	4,619,428	4,592,251	4,727,304
Instruction and Curriculum										
Development Services	9,438,703	9,927,607	10,540,383	12,027,098	13,093,815	13,211,227	13,055,927	14,818,085	16,111,279	19,762,704
Instructional Staff Training Services	8,025,677	9,134,087	8,576,810	9,969,552	7,023,687	6,368,695	8,737,073	8,006,689	8,215,681	8,352,754
Instruction-Related Technology	3,855,314	4,035,137	3,893,039	4,210,077	4,249,202	4,474,730	4,301,424	4,358,453	4,285,623	4,405,959
Board	1,236,702	1,194,064	1,264,067	1,336,050	1,259,018	1,316,342	7,508,557	1,215,971	1,396,121	1,219,632

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022
General Administration	\$ 1,558,318	\$ 2,409,159	\$ 2,238,154	\$ 1,817,686	\$ 2,023,229	\$ 2,156,983	\$ 2,195,678	\$ 2,282,488	\$ 2,887,178	\$ 3,620,691
School Administration	13,659,134	14,743,900	15,569,808	15,909,843	16,321,299	16,092,768	16,773,968	17,550,519	18,188,610	18,700,542
Facilities Acquisition and Construction	9,776,555	13,324,504	17,898,083	14,961,023	16,566,965	17,130,892	28,010,865	23,699,137	27,591,087	32,377,925
Fiscal Services	2,331,986	2,159,270	2,415,832	2,361,350	2,258,102	2,364,027	2,290,353	2,419,029	2,563,294	2,575,567
Food Service	20,180,916	20,629,628	20,171,124	19,979,512	20,748,991	20,903,229	21,112,373	19,564,071	18,021,066	20,664,026
Central Services	4,763,206	4,959,376	5,106,813	5,251,482	5,744,152	6,024,459	6,610,306	6,599,714	6,258,381	8,741,926
Student Transportation Services	16,134,634	16,362,999	16,274,752	18,911,080	19,599,099	18,479,788	19,324,952	17,808,682	16,235,296	19,125,914
Operation of Plant	26,741,413	27,123,194	27,292,882	26,333,337	25,600,740	25,352,221	26,695,254	26,717,118	29,928,044	31,429,864
Maintenance of Plant	10,985,410	10,592,744	10,953,267	10,706,582	10,953,447	11,042,054	11,747,008	11,184,278	11,827,909	12,038,835
Administrative Technology Services	3,188,998	3,559,873	3,266,347	3,251,767	3,184,691	3,304,349	3,256,823	3,682,356	3,900,594	4,192,216
Community Services	1,446,291	1,379,526	1,123,431	1,093,821	1,052,813	1,083,138	1,281,861	1,674,496	1,703,383	2,310,078
Fixed Capital Outlay:										
Facilities Acquisition and Construction	7,643,361	23,947,575	27,810,019	16,045,856	32,812,375	55,351,540	11,715,788	16,967,616	24,919,715	32,131,154
Charter School Local Capital Improvement	-	-	-	-	-	271,558	-	-	-	-
Other Capital Outlay	2,191,130	1,381,185	1,622,740	1,458,065	3,735,249	8,964,459	6,981,585	7,035,730	6,139,488	6,940,616
Debt Service:										
Principal	4,498,680	4,697,828	4,768,768	4,316,613	6,391,723	7,645,309	8,014,000	8,373,000	8,754,000	9,137,000
Interest and Fiscal Charges	2,105,728	1,952,012	1,619,850	1,650,018	3,567,865	3,059,376	2,846,672	2,473,855	4,014,941	3,575,522
Other Debt Service	-	-	-	-	-	-	-	150,234	-	-
Total Expenditures	357,649,596	386,172,854	408,832,585	392,887,147	419,104,277	454,348,086	428,993,998	427,848,801	459,654,125	490,217,817
Excess (Deficiency) of Revenues Over Expenditures	3,510,046	(2,708,058)	(17,518,449)	2,006,777	(17,932,274)	(46,027,524)	(9,374,043)	(3,387,222)	(8,689,968)	(24,647,177)
Other Financing Sources (Uses)										
Bonds Issued	-	-	-	51,910,000	-	-	-	-	37,643,023	-
Refunding Bonds Issued	-	229,000	627,000	-	812,000	-	-	126,000	-	-
Refunding Certificates of Participation Issued	-	-	19,840,000	-	-	-	-	-	-	-
Payment to Refunding Escrow Agent	-	(186,007)	(23,126,288)	-	-	(945,961)	-	-	-	-
Sale of Capital Assets	924,408	1,113,573	1,877,010	1,369,143	-	165,893	3,281,282	511,377	70,094	-
Loss Recoveries	650,765	500,000	3,285,325	1,896,824	1,865,544	13,808	19,555	-	164,592	2,556,296
Premiums on Long-Term Debt Issued	-	36,560	2,548,722	8,641,751	123,846	-	-	24,818	7,204,058	-
Transfers In	16,449,253	12,691,682	13,632,905	76,884,490	19,047,008	19,511,380	24,431,929	17,689,527	64,654,197	15,867,343
Transfers Out	(15,748,991)	(12,691,323)	(13,585,935)	(76,884,490)	(19,047,008)	(19,511,380)	(24,431,929)	(17,689,527)	(64,654,197)	(15,867,343)
Total Other Financing Sources (Uses)	2,275,435	1,693,485	5,098,739	63,817,718	2,801,390	(766,260)	3,300,837	662,195	45,081,767	2,556,296
Change in Fund Balances Before Extraordinary Items	5,785,481	(1,014,573)	(12,419,710)	65,824,495	(15,130,884)	(46,793,784)	(6,073,206)	(2,725,027)	36,391,799	(22,090,881)
Net Change in Fund Balances	5,785,481	(1,014,573)	(12,419,710)	65,824,495	(15,130,884)	(46,793,784)	(6,073,206)	(2,725,027)	36,391,799	(22,090,881)
Fund Balances, Beginning	152,425,762	158,211,243	157,196,670	144,776,960	210,601,455	195,470,571	148,676,787	142,603,581	139,878,554	179,717,485
Adjustment to Fund Balance (1)	-	-	-	-	-	-	-	-	3,447,132	-
Fund Balances, Ending	\$ 158,211,243	\$ 157,196,670	\$ 144,776,960	\$ 210,601,455	\$ 195,470,571	\$ 148,676,787	\$ 142,603,581	\$ 139,878,554	\$ 179,717,485	\$ 157,626,604
Capital Outlay Capitalized for the Government-wide Statement of Net Assets (2)	\$ 9,807,526	\$ 25,328,760	\$ 27,582,813	\$ 16,807,198	\$ 35,554,658	\$ 60,768,005	\$ 16,197,698	\$ 22,394,268	\$ 29,055,917	\$ 36,570,722
Debt Service as a Percentage of Noncapital Expenditures	1.90%	1.84%	1.68%	1.59%	2.60%	2.72%	2.63%	2.68%	2.97%	2.80%

Source: District Records

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

Fiscal Year Ending	Property Tax		Sales Tax	Total
	General Purposes	Capital Projects		
June 30, 2022	\$ 99,970,540	\$ 27,315,572	\$ 38,644,476	\$ 165,930,588
June 30, 2021	96,589,089	28,510,061	32,008,937	157,108,087
June 30, 2020	93,739,773	26,719,561	28,259,025	148,718,359
June 30, 2019	92,400,715	25,713,432	28,220,187	146,334,334
June 30, 2018	88,593,488	25,897,925	26,693,489	141,184,902
June 30, 2017	88,907,015	24,005,885	24,900,899	137,813,799
June 30, 2016	91,336,026	21,709,577	24,164,744	137,210,347
June 30, 2015	95,102,045	21,492,708	23,376,775	139,971,528
June 30, 2014	91,977,693	22,777,599	21,856,254	136,611,546
June 30, 2013	89,803,524	21,518,559	20,944,666	132,266,749

Source: Escambia County School District Comprehensive Annual Financial Report

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(amounts expressed in thousands)
(Unaudited)

Fiscal Year	Assessed Value				Less: Exemptions	Total Taxable Value	Ratio of Taxable Value to Assessed Value	Total Direct Rate
	Real Property	Personal Property	Centrally Assessed Property	Total Assessed Value				
2021-22	\$ 31,012,562	\$ 3,398,603	\$ 31,417	\$ 34,442,582	\$ 10,065,789	\$ 24,376,793	70.78%	5.657
2020-21	27,789,817	2,761,894	29,112	30,580,823	9,657,636	20,923,187	68.42%	5.928
2019-20	25,035,088	2,610,591	28,841	27,674,520	9,182,479	18,492,041	66.82%	6.043
2018-19	22,296,476	2,402,193	30,531	24,729,200	7,400,160	17,329,040	70.08%	6.325
2017-18	22,858,204	2,209,792	28,654	25,096,650	8,961,807	16,134,843	64.29%	6.631
2016-17	21,934,790	2,217,288	28,109	24,180,187	8,795,391	15,384,796	63.63%	6.876
2015-16	22,033,575	2,311,103	25,894	24,370,572	9,580,692	14,789,880	60.69%	7.113
2014-15	21,376,740	2,258,532	25,486	23,660,758	9,414,690	14,246,068	60.21%	7.322
2013-14	20,672,563	2,294,260	24,618	22,991,441	9,351,572	13,639,869	59.33%	7.557
2012-13	20,587,109	2,204,413	22,872	22,814,394	9,357,084	13,457,310	58.99%	7.758

Notes: Assessed values approximate estimated actual values.
Tax rates per \$1,000 of assessed value.

Sources: Escambia County Property Appraiser and Florida Department of Revenue

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(per \$1,000 Assessed Valuation)
(Unaudited)

	Fiscal Year			
	2012-13	2013-14	2014-15	2015-16
Direct Rates:				
District School Board:				
Local Required Effort	5.510	5.309	5.237	4.999
Discretionary Local	0.748	0.748	0.748	0.748
Supplemental Discretionary	0.000	0.000	0.000	0.000
Capital Improvement	1.500	1.500	1.337	1.366
Total District School Board	7.758	7.557	7.322	7.113
Overlapping Rates:				
Escambia County	6.975	6.976	6.617	6.616
Escambia County Municipal Service Taxing Unit	0.685	0.685	0.685	0.685
City of Pensacola	4.289	4.290	4.290	4.290
City of Pensacola Downtown Improvement Board	2.000	2.000	2.000	2.000
Northwest Florida Water Management	0.040	0.040	0.039	0.038
Town of Century	0.905	0.901	0.871	0.901
Library	0.359	0.359	0.359	0.359
Escambia Children's Trust (1)	0.000	0.000	0.000	0.000

Source: Escambia County Tax Collector

Fiscal Year					
2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
4.666	4.383	4.200	3.944	3.829	3.695
0.748	0.748	0.748	0.748	0.748	0.748
0.000	0.000	0.000	0.000	0.000	0.000
1.462	1.500	1.377	1.351	1.351	1.214
6.876	6.631	6.325	6.043	5.928	5.657
6.617	6.617	6.617	6.617	6.617	6.617
0.685	0.685	0.685	0.685	0.685	0.685
4.290	4.290	4.290	4.290	4.290	4.290
2.000	2.000	2.000	2.000	2.000	2.000
0.037	0.035	0.034	0.033	0.031	0.029
0.973	0.920	0.920	0.920	0.920	0.920
0.359	0.359	0.359	0.359	0.359	0.359
0.000	0.000	0.000	0.000	0.000	0.500

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT AND NINE YEARS AGO
(amounts expressed in thousands)
(Unaudited)

	Fiscal Year					
	2021-22			2012-13		
Taxpayer	Rank (Gross Tax)	Assessed Value	Percentage of Total Assessed Value	Rank (Gross Tax)	Assessed Value	Percentage of Total Assessed Value
Florida Power & Light / Gulf Power Company	1	\$ 791,669	2.58%	1	\$ 501,407	3.65%
Navy Federal Credit Union	2	471,376	1.54%	8	67,284	0.49%
International Paper Company	3	255,570	0.83%	2	354,583	2.58%
Ascend Performace/Solutia	4	157,718	0.51%	3	120,402	0.88%
West Florida Regional Medical Center	5	125,441	0.41%	4	91,977	0.67%
City of Pensacola	6	266,884	0.87%			0.00%
Wal-Mart / Sam's Stores, Inc.	7	82,647	0.27%	6	58,443	0.43%
Simon Debartolo Group / Simon Property	8	69,704	0.23%	7	34,527	0.25%
Bellsouth Telecommunication	9	73,351	0.24%	5	68,083	0.50%
SPIDEV/SPIGOV/SPICLIFF/SPITOWN	10	60,287	0.20%			
CoxCom, Inc.				9	38,241	0.28%
Exon Mobile Chemical				10	40,471	0.29%
Totals		<u>\$ 2,354,647</u>	<u>7.69%</u>		<u>\$ 1,375,418</u>	<u>9.98%</u>
 Total Estimated Assessed Value - County		 <u>\$ 30,629,850</u>			 <u>\$ 13,748,342</u>	

Source: Escambia County Tax Collector, Escambia County School District

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Total Tax Levy (1)	Fiscal Year Collections		Delinquent Collections	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2021-22	\$ 131,391,301	\$ 126,934,910	96.61%	\$ 351,075	\$ 127,285,984	96.88%
2020-21	129,176,988	124,825,375	96.63%	273,775	125,099,150	96.84%
2019-20	123,514,913	120,279,150	97.38%	180,184	120,459,334	97.53%
2018-19	120,886,275	117,827,456	97.47%	286,691	118,114,147	97.71%
2017-18	118,700,546	113,897,590	95.95%	593,823	114,491,413	96.45%
2016-17	117,619,850	112,912,890	96.00%	346,574	113,259,464	96.29%
2015-16	116,836,952	109,306,823	93.56%	3,738,780	113,045,603	96.76%
2014-15	116,033,176	112,111,423	96.62%	4,483,330	116,594,753	100.48%
2013-14	114,760,128	110,015,982	95.87%	4,739,310	114,755,292	100.00%
2012-13	116,337,455	110,886,858	95.31%	435,225	111,322,083	95.69%

(1) Millage rates applied to final taxable value line 7, DR-420S (Certification of School taxable Value)

Note:

Property taxes become due and payable on November 1 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 percent of the tax levy. Taxes become delinquent on April 1 of each year and tax certificates for the full amount of any unpaid taxes and assessments must be sold not later than June 1 of each year. Accordingly, the majority of taxes are collected in the fiscal year levied.

Source: Escambia County Tax Collector, Escambia County School District

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Governmental Activities (A)				Percentage of Personal Income (B)	Per Capita (B)
	State Board of Education Bonds	Certificates of Participation	Sales Tax Revenue Bonds	Total Primary Government		
2021-22	\$ 922,811	\$ 42,902,106	\$ 34,330,876	\$ 78,155,793	0.500%	237
2020-21	1,083,615	49,020,433	39,301,021	89,405,069	0.623%	276
2019-20	1,286,322	9,920,811	44,126,167	55,333,300	0.405%	172
2018-19	1,505,285	14,548,717	48,791,313	64,845,315	0.499%	204
2017-18	1,698,916	18,981,622	53,306,459	73,986,997	0.597%	236
2016-17	2,835,164	23,167,836	57,676,605	83,679,605	0.688%	270
2015-16	2,225,141	27,477,464	60,551,751	90,254,356	0.787%	294
2014-15	2,738,580	31,635,983	-	34,374,563	0.313%	112
2013-14	3,954,275	35,063,539	-	39,017,814	0.351%	128
2012-13	5,206,286	38,611,793	-	43,818,079	0.406%	146

Sources:

(A) Annual Financial Report, CAFR

(B) See the table on Demographic and Economic Statistics for personal income and population data. These ratios are calculated using personal income and population for the calendar year.

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
June 30, 2022
(Unaudited)

Governmental Unit	State Board of Education Bonds	Sales Tax Revenue Bonds, Series 2016	Certificates of Participation	Direct Debt	
				Total Debt Outstanding	Percentage Applicable to This Governmental Unit
Direct Debt:					
District School Board of Escambia County	\$ 922,811	\$ 34,330,876	\$ 42,902,106	\$ 78,155,793	100%
Overlapping Debt:					
Escambia County (1)				153,086,891	100%
Total Direct and Overlapping Debt				<u>\$ 231,242,684</u>	

(1) County debt outstanding was not determined at June 30, 2022, as their fiscal year ends on September 30. Consequently, September 30, 2021 data is reported.

Note: Overlapping debt is that debt of local governments and Escambia county which apply to property owners within the county. Not all overlapping debt applies to all county property owners.

Source: District Records; Escambia County CAFR, Escambia County School District CAFR

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PLEDGED REVENUE COVERAGE
LOCAL SALES TAX
CURRENT AND FROM INCEPTION
(Unaudited)

Fiscal Year	Sales Tax Revenue	Debt Service		Total Debt Service	Coverage
		Principal	Interest		
2021-22	\$ 38,644,476	\$ 4,250,000	\$ 2,310,425	\$ 6,560,425	5.89
2020-21	32,008,937	4,105,000	2,416,637	6,521,637	4.91
2019-20	28,259,025	3,945,000	1,835,500	5,780,500	4.89
2018-19	28,220,187	3,795,000	1,990,300	5,785,300	4.88
2017-18	26,693,489	3,650,000	2,139,200	5,789,200	4.61
2016-17	24,900,899	2,155,000	2,453,015	4,608,015	5.40

Notes:

- (1) Sales Tax Revenue Bonds, Series 2016 were issued in January 2016. .
- (2) Certificates of Participation, Series 2020A were issued in August 2020. A portion of the debt is serviced from sales tax receipts (42%) and the remainder from property taxes (58%).

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Assessed Value*	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Total Net Debt Applicable to Limit as a Percent of Debt Limit
2021-22	\$ 23,226,321,506	n/a	\$ -	\$ -	0.00%
2020-21	21,790,989,852	n/a	-	-	0.00%
2019-20	20,439,336,895	n/a	-	-	0.00%
2018-19	19,291,249,673	n/a	-	-	0.00%
2017-18	17,937,051,307	n/a	-	-	0.00%
2016-17	17,066,661,790	n/a	-	-	0.00%
2015-16	16,413,934,013	n/a	-	-	0.00%
2014-15	15,845,710,220	n/a	-	-	0.00%
2013-14	15,185,937,304	n/a	-	-	0.00%
2012-13	14,995,805,026	n/a	-	-	0.00%

Note: The State of Florida does not have a limit on the amount of voter-approved debt.

* Final assessed value per Escambia County Property Appraiser

Source: District Records



Escambia County

PUBLIC SCHOOLS

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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
ANTICIPATED CAPITAL OUTLAY MILLAGE LEVY
REQUIRED TO COVER CERTIFICATES OF PARTICIPATION PAYMENTS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	Taxable Assessed Value (A)	Annual Lease Payment	Millage Levy to Provide 1.00x Coverage (B)
2021-22	\$ 23,226,322	\$ 5,925,450	.27 Mills
2020-21	21,790,990	5,848,632	.28 Mills
2019-20	20,439,337	4,837,000	.25 Mills
2018-19	19,291,249	4,850,625	.26 Mills
2017-18	17,937,051	4,782,240	.28 Mills
2016-17	17,066,662	5,060,278	.31 Mills
2015-16	16,413,934	5,062,851	.32 Mills
2014-15	15,845,710	5,109,849	.34 Mills
2013-14	15,185,937	5,134,381	.35 Mills
2012-13	14,995,805	5,136,131	.36 Mills

Notes: (A) Final assessed value is in thousands.

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

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

Source: District Records

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Population (A)	Personal Income	Per Capita Personal Income (A)	Median Age (A)
2021-22	329,583	\$ 15,615,972,123	\$ 47,381	38.20
2020-21	323,714	14,356,392,186	44,349	38.20
2019-20	321,134	13,660,076,958	42,537	38.00
2018-19	318,560	13,005,212,000	40,825	38.00
2017-18	313,381	12,385,130,501	39,521	37.90
2016-17	309,986	12,160,440,794	39,229	37.90
2015-16	306,944	11,464,972,288	37,352	37.90
2014-15	305,872	10,993,345,552	35,941	37.70
2013-14	305,817	11,118,282,852	36,356	37.60
2012-13	301,120	10,788,828,480	35,829	38.30

Sources:

- (A) Florida Legislature Office of Economic and Demographic Research (Most recent data)
- (B) Florida Department of Economic Opportunity, Bureau of Workforce Statistics & Economic Research.
- (C) Student enrollment was obtained from District records. Starting in the 2013-14 fiscal year, student enrollment figures were capped by the Florida Department of Education at 1.0 unweighted FTE which reduced total enrollment numbers.

Unemployment Rate (B)	Student Enrollment (C)	Government-wide Governmental Activities Expenses	Cost per Student
4.5%	38,955.25	\$ 441,926,549	\$ 11,344
5.6%	38,180.95	453,719,450	11,883
9.2%	39,643.48	428,066,733	10,798
3.5%	39,619.87	430,991,864	10,878
3.9%	39,807.09	394,423,954	9,908
4.4%	39,859.07	396,139,493	9,939
4.7%	40,109.79	392,844,539	9,794
5.7%	40,155.69	379,364,936	9,447
6.0%	40,170.72	367,703,010	9,154
6.7%	40,340.18	364,960,386	9,047



Escambia County

PUBLIC SCHOOLS

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DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO
(Unaudited)

	Fiscal Year					
	2021-22 (1)			2012-13 (2)		
Employer	Employees	Rank	Percentage of Labor Force	Employees	Rank	Percentage of Labor Force
Local Government	15,900	1	10.35%	15,119	1	31.03%
Navy Federal Credit Union	8,500	2	5.53%			
Baptist Health Care	7,347	3	4.78%	5,500	3	11.29%
Federal Government	6,700	4	4.36%	7,223	2	14.83%
State of Florida	6,500	5	4.23%	5,265	4	10.81%
Sacred Heart Health Systems	4,820	6	3.14%	5,000	5	10.26%
Pensacola Christian College	1,584	7	1.03%			
Solutia, Inc. / Ascend Perf. Materials	1,288	8	0.84%			
West Florida Health Care	1,200	9	0.78%			
Innisfree Hotels	750	10	0.49%			
Walmart				3,385	6	6.95%
West Florida Medical Center				2,200	7	4.52%
Lakeview Center				2,000	8	4.11%
University of West Florida				1,601	9	3.29%
Gulf Power/Florida Power & Light				1,424	10	2.92%
Total Civilian Labor Force (2)	<u>153,617</u>			<u>48,717</u>		

Sources:

(1) Escambia County Florida Comprehensive Annual Financial Report (CAFR) - Fiscal Year Ending June 30, 2020

(2) Florida Legislature Office of Economic and Demographic Research

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHOOL BUILDING INFORMATION & FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN FISCAL YEARS
(Unaudited)

	Placed in Service ⁽¹⁾	Square Footage ⁽²⁾	Portables	Full-Time Equivalent Enrollment Data									
				2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
Elementary Schools/K-8													
Allen Elementary	1956	86,479	-	632.13	563.93	577.49	616.68	613.47	599.61	635.25	579.75	539.45	615.29
Bellview Elementary	1950	98,997	1	746.50	696.10	720.25	750.09	761.17	727.06	628.19	612.48	541.94	512.32
Beulah Elementary	1980	111,503	18	896.00	920.11	967.64	963.52	991.32	978.19	919.81	904.68	850.34	872.96
Bibbs Elementary	1962	57,871	-	-	-	-	-	-	-	-	-	-	-
Blue Angels Elementary	1999	127,545	2	989.10	849.17	913.43	943.19	881.70	871.85	813.85	829.60	738.14	747.20
Bratt Elementary	1980	75,727	5	438.91	414.96	401.14	418.33	425.33	476.12	476.74	477.22	474.18	469.08
Brentwood Elementary	1937	63,682	2	555.39	616.97	585.98	578.77	557.12	523.07	470.95	390.64	358.93	347.89
Caro Elementary	1989	116,550	8	908.97	952.20	954.91	895.03	837.11	830.39	806.95	759.88	747.99	668.88
Cook Elementary	1997	119,719	-	635.72	622.13	579.89	587.39	593.80	599.12	566.98	558.45	538.41	513.60
Cordova Park Elementary	1962	91,297	7	677.22	707.88	680.48	682.43	704.79	659.61	618.55	598.64	574.26	603.36
Ensley Elementary	1959	71,449	10	427.16	457.85	474.93	493.22	474.93	439.76	380.61	396.12	353.54	373.97
Ferry Pass Elementary	1957	85,515	9	622.66	688.46	724.37	679.90	591.64	603.91	617.30	587.48	555.61	529.29
Global Learning Academy	2011	130,802	-	753.14	757.43	757.96	726.80	739.26	649.06	579.33	535.91	475.63	442.53
Hallmark Elementary	1928	36,993	3	-	-	-	-	-	-	-	-	-	-
Holm Elementary	1999	110,777	1	430.67	440.04	470.40	499.21	489.95	449.53	449.29	485.26	381.71	390.98
Kingsfield Elementary	2018	118,310	-	-	-	-	-	-	-	624.23	777.91	719.67	827.82
Lincoln Park Elementary	1961	64,540	1	276.44	140.02	147.40	179.88	172.38	229.30	286.42	274.08	255.78	240.33
Lipscomb Elementary	1991	125,142	10	911.39	926.99	931.84	921.90	879.04	869.40	844.02	806.78	791.30	760.06
Longleaf Elementary	1975	91,612	3	690.67	784.36	772.13	770.94	722.20	659.80	565.56	563.67	542.80	517.22
McArthur Elementary	1975	107,456	11	693.60	740.55	762.06	770.49	752.01	744.94	702.98	660.34	630.70	652.98
Molino Park Elementary	2002	129,069	-	387.26	381.35	415.13	410.79	422.45	440.86	457.82	465.40	453.24	484.67
Montclair Elementary	1960	69,993	2	363.04	341.33	308.66	356.06	314.68	303.90	366.53	404.13	395.91	345.08
Myrtle Grove Elementary	1936	82,080	6	677.72	703.69	606.89	657.60	611.09	517.70	560.86	557.78	488.45	460.06
Navy Point Elementary	1954	79,369	-	483.58	508.65	449.89	495.59	571.33	488.85	512.00	468.53	427.53	407.32
Oakcrest Elementary	1956	85,505	17	518.35	602.87	663.55	568.83	518.23	521.00	519.43	507.50	491.23	484.46
Pine Meadow Elementary	1960	87,754	4	909.03	942.99	905.42	920.55	906.51	940.59	629.67	669.87	678.47	747.98
Pleasant Grove Elementary	1948	70,718	6	680.62	631.70	729.36	670.16	626.56	676.74	594.42	525.58	490.71	458.51
Scenic Heights Elementary	1960	110,679	11	841.67	872.57	762.30	815.99	801.85	910.43	819.15	836.27	738.52	770.56
Semmes Elementary	1955	72,751	2	366.24	405.43	397.86	377.29	429.06	451.36	398.66	420.48	436.01	380.20
Sherwood Elementary	1958	85,082	1	526.66	589.50	605.46	615.82	598.21	573.88	513.82	478.70	432.53	477.15
Suter Elementary	2015	110,295	-	434.72	423.62	437.37	538.94	586.77	576.76	565.11	564.65	470.67	508.76
Warrington Elementary	1947	74,225	10	483.24	485.95	425.29	429.36	379.78	374.40	319.84	296.83	293.75	311.64
Weis Elementary	1990	111,549	-	492.60	573.90	545.03	494.12	444.33	473.59	467.77	482.69	480.31	419.51
West Pensacola Elementary	1955	82,099	8	472.12	404.83	425.20	439.63	506.95	502.91	526.40	548.56	514.80	510.01
Yniestra Elementary	1938	39,600	1	-	-	-	-	-	-	-	-	-	-
Total Elementary Schools			159	18,922.52	19,147.53	19,099.71	19,268.50	18,905.02	18,663.69	18,238.49	18,025.86	16,862.51	16,851.67
Middle Schools													
Bailey Middle School	1993	201,368	12	1,400.90	1,481.31	1,389.71	1,345.55	1,355.79	1,372.55	1,392.34	1,305.45	1,206.25	1,147.37
Bellview Middle School	1961	158,235	8	1,110.69	980.69	1,019.59	1,009.27	972.73	1,004.94	991.08	1,003.62	1,006.65	1,016.03
Beulah Middle School	2018	175,680	-	-	-	-	-	-	-	824.53	1,040.86	1,026.07	982.89
Brown Barge Middle School	1955	113,127	-	620.99	594.23	576.87	536.36	549.83	570.57	557.78	512.69	508.77	511.72
Ferry Pass Middle School	1961	153,755	3	980.71	1,011.74	987.37	1,023.05	1,049.24	1,052.39	1,206.63	1,106.84	993.39	969.24
Ransom Middle School	1987	190,378	11	1,360.09	1,429.64	1,392.08	1,331.97	1,388.04	1,449.59	1,271.80	1,309.69	1,291.35	1,287.73
Ward Middle School	2015	121,676	-	461.33	458.58	453.79	459.52	432.56	486.20	485.84	484.91	469.97	490.70
Warrington Middle School	1953	137,998	4	705.79	649.87	672.76	666.21	680.24	678.15	809.89	790.69	770.57	690.76
Woodham Middle School	1964	236,668	1	805.80	699.61	687.07	821.14	769.52	745.89	-	-	-	-
Workman Middle School	1962	156,155	2	1,008.49	979.62	941.48	852.49	779.94	775.98	972.82	920.37	857.66	720.96
Total Middle Schools			41	8,454.79	8,285.29	8,120.72	8,045.56	7,977.89	8,136.26	8,512.71	8,475.12	8,130.68	7,817.40

(continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHOOL BUILDING INFORMATION & FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN FISCAL YEARS
(Unaudited)

	Placed in Service ⁽¹⁾	Square Footage ⁽²⁾	Portables	Full-Time Equivalent Enrollment Data									
				2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
High Schools													
Escambia High School	1958	283,880	6	1,646.34	1,678.82	1,707.46	1,656.07	1,683.17	1,750.59	1,689.15	1,720.18	1,674.41	1,683.88
West Florida High School of Advanced Technology	1967	338,380	12	1,245.51	1,254.39	1,257.06	1,260.21	1,307.05	1,295.79	1,275.20	-	-	-
West Florida High School of Advanced Technology ⁽⁴⁾	1964	236,668	1	-	-	-	-	-	-	-	1,228.38	1,188.97	1,167.86
Northview High School	1993	148,273	1	535.95	495.89	481.26	487.65	476.77	458.70	467.14	496.74	453.98	489.71
Pensacola High School	1949	288,045	5	1,571.52	1,463.15	1,419.10	1,403.39	1,360.71	1,401.57	1,374.45	1,343.70	1,341.44	1,269.85
Pine Forest High School	1974	246,196	14	1,729.23	1,646.97	1,674.06	1,628.62	1,582.40	1,558.14	1,590.58	1,589.18	1,572.97	1,771.05
Tate Senior High School	1950	318,045	1	1,969.99	1,928.67	2,073.34	2,144.00	2,095.49	2,096.45	2,100.79	2,027.70	2,007.56	1,992.70
Washington High School	1976	275,971	7	1,623.54	1,626.17	1,711.79	1,720.77	1,730.68	1,736.67	1,717.27	1,750.61	1,727.94	1,677.87
Total High Schools			47	10,322.08	10,094.06	10,324.07	10,300.71	10,236.27	10,297.91	10,214.58	10,156.49	9,967.27	10,052.92
Special Centers													
Judy Andrews Second Chance Center	1954	45,495	-	38.76	40.72	42.99	57.09	100.11	121.18	130.32	-	-	-
Success Academy (formerly known as Judy Andrews Second Chance Center) ⁽⁵⁾	1967	338,380	12	-	-	-	-	-	-	-	191.80	163.71	230.07
McMillian Learning Center	1961	44,979	5	49.14	38.95	25.51	16.96	21.84	25.82	34.58	-	-	-
Teenage Parent PK	n/a	n/a	n/a	-	-	-	12.33	24.00	18.00	19.00	19.56	7.50	5.00
George Stone Technical Center ⁽³⁾	1967	219,913	5	-	-	-	0.31	-	-	-	-	-	-
Escambia Westgate Center	1979	104,473	4	238.50	242.49	228.83	228.47	231.49	208.55	195.27	187.97	140.07	140.01
Total Special Centers			26	326.40	322.16	297.33	315.16	377.44	373.55	379.17	399.33	311.28	375.08
Other Programs													
Achieve Academy / Camelot	n/a	n/a	n/a	160.00	177.75	181.05	177.80	153.30	170.13	224.02	230.63	169.30	235.74
District Administered Programs	n/a	n/a	n/a	90.44	92.98	100.45	82.83	70.09	85.61	84.60	87.70	85.88	66.80
Escambia County Acceleration Academy	n/a	n/a	n/a	-	-	-	-	-	-	-	-	-	155.77
Escambia County Jail	n/a	n/a	n/a	17.00	15.13	17.30	28.14	21.46	9.95	10.01	11.04	12.87	4.34
Escambia Juvenile Justice Center	n/a	n/a	n/a	49.53	48.09	52.05	36.42	60.49	83.53	70.05	61.16	30.55	37.95
Hospital & Homebound	n/a	n/a	n/a	9.33	9.85	14.76	6.08	9.03	8.90	5.93	5.61	4.55	9.70
Drug and Alcohol Residential Treatment Center (DAART)	n/a	n/a	n/a	16.00	16.41	12.45	12.68	13.61	11.28	2.89	-	-	-
Hope Horizon @ Judy Andrews / Lakeview Center	n/a	n/a	n/a	28.50	26.63	24.90	43.48	46.66	38.69	41.60	39.00	40.96	36.02
Escambia Boys Base	n/a	n/a	n/a	19.17	28.38	30.34	34.39	33.02	30.47	29.60	27.66	10.96	16.72
Escambia Bay Marine	n/a	n/a	n/a	59.12	31.69	-	-	-	-	-	-	-	-
PACE Center for Girls	n/a	n/a	n/a	63.43	62.61	72.62	69.10	73.48	65.32	71.86	72.53	75.37	74.62
McKay Scholarships	n/a	n/a	n/a	248.50	316.71	328.86	311.35	386.00	391.00	405.00	395.50	356.00	305.50
Family Empowerment Scholarships	n/a	n/a	n/a	-	-	-	-	-	-	-	396.00	629.50	1,638.00
Total Other Programs				761.02	826.23	834.78	802.27	867.14	894.88	945.56	1,326.83	1,415.94	2,581.16
Charter Schools													
A. A. Dixon Charter School of Excellence	n/a	n/a	n/a	160.00	-	-	-	-	-	-	-	-	-
Beulah Academy of Science, Inc.	n/a	n/a	n/a	282.60	288.04	286.55	289.88	286.68	286.02	290.04	293.30	288.24	303.22
Byrneville Elementary School, Inc.	n/a	n/a	n/a	158.80	174.10	191.63	206.72	206.50	214.49	192.57	181.54	180.60	161.01
Capstone Academy Pensacola	n/a	n/a	n/a	25.50	26.00	23.42	24.93	32.86	28.53	31.10	27.56	21.00	25.48
Escambia Charter School, Inc.	n/a	n/a	n/a	114.00	120.03	115.26	103.73	90.62	99.07	-	-	-	-
Jacqueline Harris Preparatory Academy	n/a	n/a	n/a	174.50	197.63	179.94	209.75	203.64	232.08	233.27	218.95	176.75	207.07
Five Flags Academy	n/a	n/a	n/a	-	-	89.44	-	-	-	-	-	-	-
Newpoint Academy Middle School	n/a	n/a	n/a	166.80	158.33	172.87	-	-	-	-	-	-	-
Newpoint Pensacola High School	n/a	n/a	n/a	91.03	113.23	109.43	-	-	-	-	-	-	-
Pensacola Beach Elementary School, Inc.	n/a	n/a	n/a	138.26	135.34	138.00	139.10	150.09	136.57	143.70	140.81	131.94	132.02
Total Charter Schools				1,311.49	1,212.70	1,306.54	974.11	970.39	996.76	890.68	862.16	798.53	828.80
Virtual Instruction Programs	n/a	n/a	n/a	241.88	282.75	172.54	403.48	524.92	444.04	438.68	397.69	694.74	448.22
Total District													
				40,340.18	40,170.72	40,155.69	40,109.79	39,859.07	39,807.09	39,619.87	39,643.48	38,180.95	38,955.25

⁽¹⁾ Original date that the school was placed in service. This date does not reflect additions, renovations, replacements or remodeling.

⁽²⁾ Square footage includes portables and modulars in addition to permanent buildings.

⁽³⁾ George Stone Center houses adult programs that do not typically generate Full Time Enrollment (FTE) except for dual enrollment during 2015-16 school year.

⁽⁴⁾ Moved to former Woodham Middle School campus.

⁽⁵⁾ Moved to former West Florida High School of Advanced Technology campus.

Source: District Records

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
NUMBER OF PERSONNEL
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	(A) Instructional	(B) Administrative	(C) Support Services	Total	Ratio of Students (FTE) to Instructional Personnel	Ratio of Instructional Personnel to Administrators
2024-22	3,328	180	1,944	5,452	11.71	18.49
2020-21	3,147	185	2,057	5,389	12.23	17.01
2019-20	3,044	192	2,120	5,356	13.02	15.85
2018-19	2,963	174	2,041	5,178	13.36	17.03
2017-18	3,139	181	2,057	5,377	12.68	17.34
2016-17	3,082	178	2,040	5,300	12.95	17.31
2015-16	3,097	177	2,053	5,327	12.97	17.50
2014-15	3,138	173	2,050	5,361	12.80	18.14
2013-14	3,161	164	1,870	5,195	12.71	19.27
2012-13	3,083	160	1,938	5,181	13.08	19.27

(A) Classroom Teachers, Guidance/Psychologists, Exceptional Education Teachers, Media Specialists, Other Professional Instructional Staff

(B) Principals, Assistant Principals, Superintendent, Assistant Superintendent, Executive Directors, Directors, Managers, Coordinators

(C) Paraprofessional, Bus Drivers, Monitors, Maintenance, Clerical, Etc.

Sources: District Records, Florida Department of Education Staff Reports

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
TEACHERS' SALARIES
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Minimum Range 10-Month Salary (a)	Maximum Range 10-Month Salary (a)	Average Teacher Salary
2021-22	\$ 44,100 - \$ 48,060	\$ 73,900 - \$ 77,860	\$ 47,281
2020-21	43,500 - 47,100	73,300 - 76,900	48,037
2019-20	38,000 - 41,600	67,800 - 71,400	44,427
2018-19	37,800 - 41,400	67,600 - 71,200	44,312
2017-18	37,000 - 40,600	66,800 - 70,400	43,963
2016-17	36,810 - 40,410	59,374 - 62,974	47,632
2015-16	36,446 - 40,046	58,786 - 62,386	45,171
2014-15	35,872 - 39,472	56,250 - 59,850	44,841
2013-14	34,152 - 37,752	55,635 - 59,235	44,254
2012-13	33,482 - 37,082	53,026 - 56,626	42,619

(a) Minimum and maximum salary ranges are based on the educational level of the employee. The starting amount represents a bachelor's degree and the ending amount represents an in-field doctorate degree. Employees may earn additional pay for the following degree levels: in-field masters (\$2,750); out-of-field masters (\$1,870); in-field specialist (\$3,410); out-of-field specialist (\$2,860); in-field doctorate (\$3,960); out-of-field doctorate (\$3,630). Employees may also receive additional compensation for working 11 or 12 months.

Note: The 2020-21 fiscal year was the initial implementation of the governor's Teacher Salary Increase Allocation. The goal was to implement a minimum teacher salary of not less than \$47,500 statewide. The Escambia County School District has increased minimum teacher salary each year towards that goal.

Sources: Minimum & Maximum Salaries - District Records; Average Teacher Salaries - Florida Department of Education.

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
FOOD SERVICE OPERATING DATA
LAST TEN FISCAL YEARS
(Unaudited)

	Fiscal Year Ending			
	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016
Days Meals were Served	177	175	180	180
Average Number of Free and Reduced Meals Served Daily	30,980	30,792	30,809	32,567
Number of Free and Reduced Meals Served	5,483,459	5,388,581	5,545,625	5,862,052
Average Daily Subsidy Received	\$ 88,638	\$ 90,802	\$ 1,580	\$ 90,295
Total Subsidy Received	\$ 15,688,854	\$ 15,890,352	\$ 284,424	\$ 16,253,037
Average Number of Meals Served Daily	36,473	35,870	35,751	35,875
Number of Meals Served	6,455,792	6,277,235	6,435,127	6,457,472
Average Daily Revenues	\$ 111,500	\$ 112,721	\$ 110,961	\$ 116,613
Total Revenues	\$ 19,735,430	\$ 19,726,102	\$ 19,973,056	\$ 20,990,375
Average Daily Costs	\$ 118,833	\$ 118,158	\$ 112,483	\$ 111,525
Total Costs	\$ 21,033,403	\$ 20,677,648	\$ 20,246,983	\$ 20,074,488

Source: District Records

Fiscal Year Ending					
<u>June 30, 2017</u>	<u>June 30, 2018</u>	<u>June 30, 2019</u>	<u>June 30, 2020</u>	<u>June 30, 2021</u>	<u>June 30, 2022</u>
179	175	176	141	191	206
31,442	35,153	33,956	31,412	21,851	26,938
5,628,083	6,151,817	5,976,306	4,429,119	4,173,515	5,549,133
\$ 89,222	\$ 101,975	\$ 101,304	\$ 97,309	\$ 78,739	\$ 103,950
\$ 15,970,789	\$ 17,845,684	\$ 17,829,460	\$ 13,720,503	\$ 15,039,154	\$ 21,413,669
34,462	36,814	35,737	33,824	22,002	27,007
6,168,739	6,442,413	6,289,726	4,769,214	4,202,292	5,563,543
\$ 113,276	\$ 126,738	\$ 123,659	\$ 133,313	\$ 101,423	\$ 119,923
\$ 20,276,400	\$ 22,179,211	\$ 21,763,939	\$ 18,797,160	\$ 19,371,869	\$ 24,704,176
\$ 117,249	\$ 120,478	\$ 120,837	\$ 139,061	\$ 93,553	\$ 100,766
\$ 20,987,576	\$ 21,083,616	\$ 21,267,297	\$ 19,607,647	\$ 17,868,535	\$ 20,757,857



Escambia County

PUBLIC SCHOOLS

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SINGLE AUDIT



DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2022

Federal Grantor /Pass-Through Grantor/Program Title	Assistance Listing Number	Pass-Through Grantor Number	Amount of Expenditures (1)
United States Department of Agriculture:			
Indirect:			
Child Nutrition Cluster:			
Florida Department of Agriculture and Consumer Services:			
School Breakfast Program	10.553	20002	\$ 58,250
National School Lunch Program	10.555	20001	2,310,752
Summer Food Service Program for Children	10.559	20006	21,043,391
Total Child Nutrition Cluster			23,412,393
Child and Adult Care Food Program	10.558	5033	32,973
Total United States Department of Agriculture			23,445,366
United States Department of Defense:			
Direct:			
Army Junior Reserve Officers Training Corps	12.UNK	N/A	83,181
Air Force Junior Reserve Officers Training Corps	12.UNK	N/A	25,421
Navy Junior Reserve Officers Training Corps	12.UNK	N/A	412,649
Competitive Grants: Promoting K-12 Student Achievement at Military-Connected Schools	12.556	N/A	943,952
Total United States Department of Defense			1,465,203
United States Department of Labor:			
Indirect:			
WIOA Cluster:			
Workforce Escarosa, Inc.:			
WIOA Youth Activities	17.259	2020-2021-03	280,199
Total United States Department of Labor			280,199
United States Department of Education:			
Direct:			
Student Financial Assistance Cluster:			
Federal Pell Grant Program	84.063	N/A	751,570
Impact Aid	84.041	N/A	371,871
Higher Education Emergency Relief Fund	84.425 E	N/A	592,190
HEERF Institutional Portion	84.425 F	N/A	1,230,760
Total Direct			2,946,391
Indirect:			
Special Education Cluster:			
Florida Department of Education:			
Special Education - Grants to States	84.027	262, 263	12,260,934
Special Education - Preschool Grants	84.173	267	332,867
Total Special Education Cluster			12,593,801

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2022

Federal Grantor /Pass-Through Grantor/Program Title	Assistance Listing Number	Pass-Through Grantor Number	Amount of Expenditures (1)
Florida Department of Education:			
Title I Grants to Local Educational Agencies	84.010	126, 212, 223, 226	16,006,553
Student Support and Academic Enrichment Grant	84.424	241	1,185,531
Career and Technical Education - Basic Grants to States	84.048	161	683,643
Education for Homeless Children and Youth	84.196	127	130,955
English Language Acquisition Grants	84.365	102	128,118
Supporting Effective Instruction State Grants	84.367	224	1,552,717
Education Stabilization Fund:			
Governor's Emergency Education Relief Fund	84.425 C	123	61,776
Elementary and Secondary Emergency Relief Fund	84.425 D	123, 124	24,880,162
American Rescue Plan	84.425 U	123, 124	8,819,010
American Rescue Plan - Special Education	84.425 X	123, 124	233,174
American Rescue Plan - Homeless Children and Youth	84.425 W	123, 124	15,611
Total Florida Department of Education			53,697,250
Total Indirect			66,291,051
Total United States Department of Education			69,237,442
United States Department of Health and Human Services:			
Indirect:			
Community Action Community - Head Start:			
Head Start	93.600	None	682,523
Total United States Department of Health and Human Services			682,523
Total Expenditures of Federal Awards			\$ 95,110,733

Notes:

(1) Basis of Presentation

The accompanying Schedule of Federal Awards (Schedule) includes the Federal award activity of the Escambia County District School Board under programs of the Federal government for the fiscal year ended June 30, 2022. 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 financial position, changes in net position, or cash flows of the District.

(2) Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) Indirect Cost Rate

The District has not elected to use the 10 percent de minimis cost rate allowed under the Uniform Guidance.

(4) Noncash Assistance: National School Lunch Program

Includes \$2,028,129.33 of donated food received during the fiscal year. Donated foods are recorded at fair value as determined at the time of donation.

(5) Impact Aid

Expenditures are related to grant numbers/programs as follows: 19-FL-2019-0001 (\$33,277), 19-FL-2020-0001 (\$338,594).



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Chairman and Members of
The District School Board of Escambia County, 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Escambia County, Florida (the "District") as of and for the year ended June 30, 2022, 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 16, 2022. Our report includes a reference to other auditors who 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.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing 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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Chairman and Members of
The District School Board of Escambia County, Florida

Report on Compliance and Other Matters

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

Pursuant to provisions of Chapter 10.800, *Rules of the Auditor General*, we reported certain matters to management of the District in a separate management letter and Independent Accountant's Report dated December 16, 2022.

Purpose of this Report

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

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 16, 2022



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE AND REPORT ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

Chairman and Members of
The District School Board of Escambia County, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of the District School Board of Escambia County, Florida (the "District") with the types of compliance requirements identified as subject to audit 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, 2022. 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.

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, 2022.

Basis for Opinion for Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibility of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

Report on Internal Control over Compliance (Continued)

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses as defined above. However, material weaknesses may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the basic financial statements of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 16, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. Our report on the basic financial statements included disclosures regarding our reference to the reports of other auditors. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis, as required by the Uniform Guidance, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements.

The 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 the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 16, 2022

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2022

Section I - Summary of Independent Auditor's Results

Financial Statements

Type of Auditor's Report Issued:

Unmodified Opinion

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Noncompliance material to financial statements noted?

☐ Yes ☒ No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Type of report issued on compliance for major federal program:

Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with 200.516 of the Uniform Guidance?

☐ Yes ☒ No

Identification of Major Programs:

Assistance Listing Number(s)

Name of Federal Program or Cluster

84.010

Title I Grants to Local Educational Agencies

84.425

Education Stabilization Fund

Dollar threshold used to distinguish between Type A and Type B programs:

\$2,853,322

Auditee qualified as low-risk auditee?

☒ Yes ☐ No

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS *(Cont.)*

For the Year Ended June 30, 2022

Section II - Findings Related to the Financial Statement Audit, as required to be reported in accordance with *Government Auditing Standards*.

No matters are reported.

Section III - Federal Award Findings and Questioned Costs reported in accordance with the Uniform Guidance.

No matters are reported.

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended June 30, 2022

FEDERAL AUDIT FINDINGS

No matters were reported in the prior year affecting federal financial assistance programs.



Escambia County

PUBLIC SCHOOLS

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OTHER REPORTS





Escambia County

PUBLIC SCHOOLS

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INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Chairman and Members of
The District School Board of Escambia County, Florida

Report on the Financial Statements

We have audited the financial statements of the District School Board of Escambia County, Florida (the "District") as of and for the year ended June 30, 2022, and have issued our report thereon dated December 16, 2022.

Auditor's Responsibility

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; the audit requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"); and Chapter 10.800, *Rules of the Auditor General*.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance and Report on the Schedule of Expenditures of Federal Awards in Accordance with the Uniform Guidance, Schedule of Findings and Questioned Costs, and our Independent Accountant's Report in accordance with AICPA Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.800, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated December 16, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

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

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

Chairman and Members of
The District School Board of Escambia County, Florida

Financial Condition and Management (Cont.)

Pursuant to Sections 10.804(1)(f)5a. and 10.805(7), *Rules of the Auditor General*, we applied financial condition assessment procedures. 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 provided by the same.

Section 10.804(1)(f)3., *Rules of the Auditor General*, requires that we address in the management letter any recommendations to improve financial management. In conjunction 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 website 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 we address noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material, but 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, the District School Board members, and applicable management and is not intended to be, and should not be, used by anyone other than these specified parties.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 16, 2022



INDEPENDENT ACCOUNTANT'S REPORT

Chairman and Members of
The District School Board of Escambia County, Florida

We have examined the District School Board of Escambia County, Florida's (the "District") compliance with the requirements of Section 218.415, Florida Statutes, during the year ended June 30, 2022. The District's management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion on the District's compliance based on our examination.

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

We are required to be independent and to meet our ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement. Our examination does not provide a legal determination on the District's compliance with the specified requirements.

In our opinion, the District complied with the aforementioned requirements for the fiscal year ended June 30, 2022, in all material respects.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 16, 2022