

# Annual Comprehensive Financial Report

July 1, 2024 - June 30, 2025



Frederick Heid, Superintendent



**POLK COUNTY**  
PUBLIC SCHOOLS  
STUDENTS FIRST



**POLK COUNTY**  
**PUBLIC SCHOOLS**

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# Introductory Section





March 26, 2026

To the Members of The School Board of Polk County, Florida (Board) and residents of Polk County:

The Annual Comprehensive Financial Report (ACFR) of The School Board of Polk County Florida (District) for fiscal year ended June 30, 2025 is hereby submitted. These financial statements are presented in conformity with generally accepted accounting principles (GAAP) and are audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Government Auditing Standards issued by the Comptroller General of the United States by the Florida Auditor General.

Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the District's management. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed 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 comprehensive 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. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The District's financial statements have been audited by the Auditor General of the State of Florida. The objective of the independent audit is to provide reasonable assurance that the financial statements of the District for fiscal year ended June 30, 2025 are free of material misstatements. The independent audit involves examining, on a test basis

- evidence supporting the amounts and disclosures in the financial statements
- assessing the accounting principles used
- assessing significant estimates made by management
- evaluating the overall financial statement presentation

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The independent audit concluded that there was a reasonable basis for rendering unmodified opinions that the District's financial statements for the fiscal year ended June 30, 2025, are fairly presented in conformity with GAAP. The report of the independent auditor is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management's Discussion and Analysis (MD&A), which should be read in conjunction with the financial statements.

The District's MD&A can be found immediately following the report of the independent auditor.

### **Profile of the District**

The District, established in the 1880's is located in the central part of the State of Florida, along the "Interstate 4 Corridor". Geographically, the District covers a land area of 1,875 square miles, which is greater than the State of Rhode Island and comparable to the State of Delaware. The District's boundaries are the same as those of Polk County, Florida. As a special-purpose local governmental entity, the District derives its existence from Section 4, Article IX, of the State Constitution. The District is authorized by State law to levy property taxes for school operations, capital improvements, and debt service.

The State Board of Education ("SBE") is the chief implementing and coordinating body of public education in Florida. The SBE promulgates State Board Rules to further define and implement laws created by the Florida Legislature. The Commissioner of Education is the chief educational officer of the State and is responsible for assisting the SBE in enforcing compliance with the mission and goals of the education system. District School Boards are constitutionally and statutorily charged with the operation and control of public K-12 education. Policy-making and legislative authority are vested in a seven-member governing Board, whose responsibilities include adopting the budget, appointing committees, and hiring the District's superintendent. Additionally, the District's attorney and internal auditor report directly to the governing board. Each Board member, although elected at large on a non-party basis, represents a distinct geographic area, and is required to have primary residence within that area. The District's Superintendent is responsible for carrying out the policies of the Board and for overseeing the day-to-day operations of the District.

The District provides a full range of educational services, including Pre-K, K-12, exceptional student education, career and vocational education, and adult education. During the fiscal year ending 2025, the District operated 174 sites throughout Polk County including 66 elementary schools; 6 elementary/middle schools; 9 elementary/middle/high schools; 19 middle schools; 5 middle/high schools; 17 high schools; 3 technical career centers; 2 adult schools; 10 alternative education/Department of Juvenile Justice sites; and 2 off-campus Head Start sites. The District is also financially accountable for a legally separate non-profit corporation organized as a foundation for the benefit of the District. This entity is reported separately within the District's financial statements. There are 35 charter schools as well, with 31 of these schools reporting as component units of the District. Additional information on these legally separate entities can be found in the notes to the financial statements.



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Polk County is the seventh (7<sup>th</sup>) largest school district in Florida and is among the 35 largest districts in the United States with approximately 116,000 K-12 students (as a perspective, there are over 14,000 independent school districts in the United States).

The District is required to adopt a final budget no later than the first Board meeting in September, after holding two public hearings on the proposed budget. This annual budget serves as the foundation for the District's financial planning and control. The budget is prepared by fund, function (objective or purpose), school/department, and object (goods purchased or services obtained). School principals, department administrators, and other officials may make transfers of appropriations within the same fund. A transfer of appropriations between funds requires approval of the Board. The District chooses to control appropriations at the object level within each functional activity and may be amended by resolution at any School Board meeting prior to approval of the District's Annual Financial Report at the end of each fiscal year. This is more restrictive than the legal level of budgetary control which is at the function level.

### **Local Economy**

Major industries with headquarters or divisions located within the District's boundaries include retail, healthcare, insurance, transportation, and phosphate processing. State and local governments also have a presence in the area that provides a large employment base. The majority of industries experienced an increase in annual growth in their job base during 2025. According to the Central Florida Development Council (CFDC), over the next 10 years the fastest growing occupation group in the County is expected to be Accommodation and Food Services. Retail Trade, Health Care and Social Assistance, and Transportation and Warehousing remain the largest major occupation groups in the County.

According to Career Source Polk, the labor force for the County as of December 2025 was 361,713, which was a increase of 0.9% from the prior year. The unemployment rate was 5.5%, which was 1.6% higher than December of 2024, and 1.1% higher than the State's unemployment rate.

Local revenue for school support is derived almost entirely from ad-valorem property taxes, which are directly tied to property values. According to Realtor.com, the median price of a home sold in Polk County in December 2025 was \$334,900, which was down from the previous year by 1.5%. As certified by the Polk County Property Appraiser, the 2025 tax roll increased from \$69.5 billion to \$75.6 billion, an 8.7% increase over the previous year's value. A portion of this increase reflects rising property valuations as well as newly constructed properties added to the tax base.

The inflation rate, according the U.S. Inflation Calculator, started the calendar year at 3.0% in January but had reduced to 2.6% by December of 2025.

### **Long-term Financial Planning**

The assigned and unassigned ending fund balance in the General Fund for fiscal year 2025 is 6.15% of General Fund revenues, which meets the Board's policy requirement that the contingency unreserved/undesignated fund balance remain no less than 5.0% of total General Fund revenues for budgetary and planning purposes. The 4.2% decrease in fund balance from



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the prior fiscal year is largely the result of higher General Fund expenditures driven by staff raises, increased reliance on substitute services, and the expiration of Federal Education Stabilization Funding. With the retirement of these federal resources, the District absorbed the associated costs within the General Fund, contributing to the year-over-year decline.

The population within the District's boundaries for calendar year 2025 is estimated by the Bureau of Economic and Business Research (BEBR) to be at 881,584, a growth rate of 3.37% over the previous year's estimate. Future projections from the BEBR place the population near 996,408 by the year 2030. During the 4-year school year period from 2020 to 2025, student enrollment grew by 14.7%, which amounts to almost 15,500 students, excluding enrollment at the adult schools and technical centers.

In November 2002, the voters of Florida amended the State Constitution to limit class-size. Reductions in class-size have been mandated since fiscal year 2004, although school districts had until fiscal year 2011 to fully comply. The amendment established the maximum number of students in core-curricula courses assigned to a teacher in each of the following three grade groupings: pre-kindergarten through grade three, 18 students; grades four through eight, 22 students; and grades nine through twelve, 25 students.

If the District's class size exceeds the required maximum, it must submit a Board-certified compliance plan outlining the actions needed to meet requirements by the following October and may be required to return funds to the State. The District is expected to continue meeting constitutional class-size limits through staff allocation and facilities planning.

The District relies on relocatable buildings to provide additional classroom capacity across most campuses. These units support class-size compliance and address immediate needs such as enrollment growth, temporary displacement during renovations, and supplemental administrative or office space. Portable buildings remain an essential resource for meeting local, state, and federal mandates by offering flexible instructional and support space.

Individual portable classrooms are allocated and/or relocated to schools to address immediate needs related to changes in student enrollment, ability of school sites to meet class size requirements, students temporarily displaced due to renovations or remodeling in process, or for use as administrative/office space. Currently, there are 706 portables in the county. These portable buildings provide approximately 14,218 student stations.

Repairs and renovations to portables require approval from Facilities and Operations. The division uses an informal threshold of \$12,500 to help determine when a relocatable should be evaluated for potential replacement rather than renovation.

The District's local half-cent sales tax is projected to generate \$83.7 million in capital revenues for fiscal year 2026. The Nonvoted Capital Improvement Fund—the 1.5-mill Local Capital Improvement (LCI) levy—serves as another major funding source for maintenance projects and is projected to generate \$116.4 million in fiscal year 2026.

To meet the District's student population growth and the demands placed on the District by the class-size amendment, the following new school capital projects are planned in the listed areas:



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| NEW SCHOOLS SCHEDULE             |            |             |              |           |
|----------------------------------|------------|-------------|--------------|-----------|
| SCHOOL                           | OPEN/AVAIL | CONST START | DESIGN START | PROP ACQ  |
| High School 28 "BBB" (Poinciana) | 2027       | TBD         | TBD          | TBD       |
| Middle School (Davenport)        | 2030       | 2027-2028   | 2026-2027    | Completed |
| Elementary School (Davenport)    | 2030       | 2027-2028   | 2026-2027    | Completed |

In projecting the District's student growth, charter schools provide an extra degree of uncertainty. Charter schools are public schools funded through Florida's program of public education and are intended to expand the capacity of the local school system, while offering unique opportunities for students. These schools are either new schools ("start-up charters") or schools that are converted from an existing public school ("conversion charters"). By the end of fiscal year 2025, there were 35 charter schools operating within the District (of which ten were conversion charter schools) reflecting approximately 19,000 students. For a site to become a charter school, a sponsor, which in the case of Polk County is the District, must approve an application submitted by the charter school. In addition, for an existing District school to convert to charter status, at least 50 % of the teachers and parents must support such conversion. The State funds each charter school based on the number of students it serves. Funds provided by the State are first distributed to the District, which then disburses the funds to each charter school.

Health insurance costs to the District have risen considerably in the past few years, primarily due to the number of high cost claims. To ensure continued financial solvency of the self-funded health insurance plan, the Board increased its monthly per member contribution in 2022 by \$60, and again in 2023 by \$45. The Board once again increased its contribution for the 2024 health plan by \$100 in an attempt to offset large claims, rising costs, and to stabilize the fund. These increases set the current Board contribution to \$919.00.

### Acknowledgements

The preparation of the ACFR would not be possible without the efficient and dedicated services of the entire staff of the Finance Department. Appreciation is expressed to all members of the Department who assisted and contributed to the preparation of the ACFR.

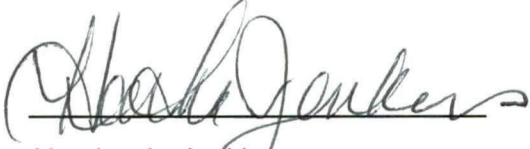
Credit is also given to the District's governing board members for their interest and support in conducting the District's financial matters in a responsible and progressive manner.

Respectfully submitted,




---

Frederick R. Heid  
Superintendent of Schools




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Heather L. Jenkins  
Associate Superintendent, Chief Financial Officer



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**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
PRINCIPAL OFFICIALS – ELECTED  
BOARD MEMBERS – TERMS OF OFFICE  
AS OF JULY 1, 2025**

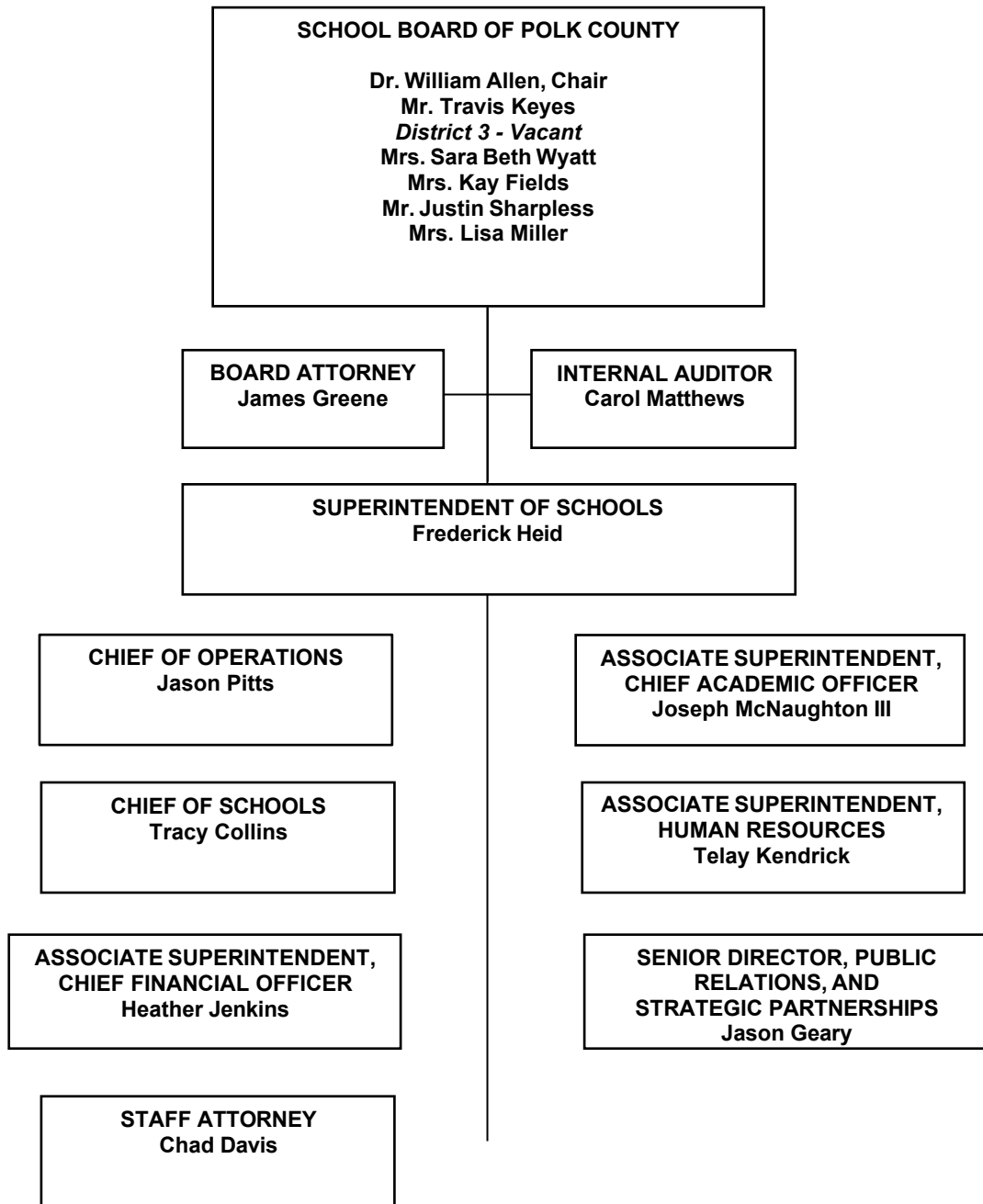
|                                      |               |
|--------------------------------------|---------------|
| Mr. William Allen, Chair             |               |
| Member from District 1               |               |
| Present Term Began                   | November 2024 |
| Present Term Expires                 | November 2028 |
| Began as a Board Member              | November 2020 |
| <br>Mr. Justin Sharpless, Vice-Chair |               |
| Member from District 6               |               |
| Present Term Began                   | November 2022 |
| Present Term Expires                 | November 2026 |
| Began as a Board Member              | November 2022 |
| <br>Mr. Travis Keyes                 |               |
| Member from District 2               |               |
| Present Term Began                   | November 2024 |
| Present Term Expires                 | November 2028 |
| Began as a Board Member              | November 2024 |
| <br>Vacant*                          |               |
| District 3                           |               |
| <br>Ms. Sara Beth Wyatt              |               |
| Member from District 4               |               |
| Present Term Began                   | November 2024 |
| Present Term Expires                 | November 2028 |
| Began as a Board Member              | November 2016 |
| <br>Mrs. Kay Fields                  |               |
| Member from District 5               |               |
| Present Term Began                   | November 2022 |
| Present Term Expires                 | November 2026 |
| Began as a Board Member              | November 2002 |
| <br>Mrs. Lisa Miller                 |               |
| Member from District 7               |               |
| Present Term Began                   | November 2022 |
| Present Term Expires                 | November 2026 |
| Began as a Board Member              | November 2018 |

\* The District 3 Board Member position was filled in November 2025 by Ms. Kate Wallace via appointment by Gov. Ron DeSantis. Her term expires November 2026.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
OTHER PRINCIPAL OFFICIALS – APPOINTED  
AS OF JULY 1, 2025**

| <b><u>Name</u></b>    | <b><u>Title</u></b>                                   |
|-----------------------|-------------------------------------------------------|
| Frederick Heid        | Superintendent of Schools                             |
| Wayne Green           | Deputy Superintendent                                 |
| Jason Pitts           | Chief of Staff                                        |
| Joseph McNaughton III | Associate Superintendent, Chief Academic Officer      |
| Heather Jenkins       | Associate Superintendent, Chief Financial Officer     |
| Brian Warren          | Associate Superintendent, Human Resource Services     |
| Jason Geary           | Director, Public Relations and Strategic Partnerships |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
ORGANIZATIONAL CHART  
AS OF JULY 1, 2025**



# Financial Section





## INDEPENDENT AUDITORS' REPORT

Honorable Members of the  
School Board of Polk County, Florida  
Bartow, Florida

### Report on the Audit of the Financial Statements

#### ***Opinions***

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School Board of Polk County, Florida, (the District) as of and for the year ended June 30, 2025, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of June 30, 2025, and the respective changes in financial position, and where applicable, cash flows thereof, and the budgetary comparison for the General Fund 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 fiduciary fund, which represents 7.6%, 18.2%, and 3.6%, respectively, of the assets, net position, and revenues of the aggregate remaining fund information as of June 30, 2025. In addition, we did not audit the financial statements of the aggregate discretely presented component units, which represent 93.6%, 56.3%, and 94.3% respectively, of the assets, net position, and revenues of the aggregate discretely presented component units as of June 30, 2025. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the fiduciary fund and the discretely presented component units, are 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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.

***Emphasis of Matter – Change in Accounting Principle***

As discussed in Note 1 to the financial statements, effective July 1, 2024, the District adopted new accounting guidance for compensated absences. This Standard updated the recognition and measurement guidance for compensated absences. Our opinions are not modified with respect to this matter.

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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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.

***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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, and the schedules relating to other postemployment benefits and pensions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***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. The combining and individual fund statements and schedules and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are 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 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 GAAS by us and other auditors. In our opinion, the combining and individual fund statements and schedules and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated March 26, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

**CliftonLarsonAllen LLP**

Lakeland, Florida  
March 26, 2026

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

As management of the School Board of Polk County, Florida (District), we offer readers of the financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2025.

**Financial Highlights**

- The District's total net position at year end was \$1.279 billion. Of this total, \$1.225 billion represents the District's net investment in capital assets, \$566.0 million is restricted, and unrestricted net position was \$512.6 million.
- The District's net position increased by \$167.9 million as general and program revenues exceeded total expenditures for FY 2024-25.
- The District's governmental funds reported combined ending fund balance of \$654.2 million, an increase of \$106.9 million (19.5%) compared with prior year.
- The General Fund ended the year with a fund balance of \$134.4 million. Within this amount, unassigned fund balance was \$63.6 million and assigned fund balance was \$7.5 million. Combined assigned/unassigned totaled \$71.1 million (6.8% of General Fund revenues), total General Fund balance totaled 12.8% of General Fund revenues.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components:

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

This report also contains other supplementary information in addition to the basic financial statements.

**Government-wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner consistent to a private-sector business.

The statement of net position presents information on all of the District's assets, deferred outflows, liabilities, and deferred inflows with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying obligation/event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes, other postemployment benefits, and earned but unused employee vacation and sick leave).

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

The government-wide financial statements include not only the District itself (known as the primary government), but also a legally separate foundation and legally separate charter schools for which the District is financially accountable (component units). Financial information for these component units are reported separately from the financial information presented for the primary government itself. The Financing Corporation for the School Board of Polk County, Florida ("Financing Corporation"), which was formed to facilitate acquisition of facilities and equipment, although legally separate, is included as an integral part of the primary government due to the substantive economic relationship between the District and the Financing Corporation.

**Fund Financial Statements**

Traditional users of governmental financial statements will find the fund financial statements presentation to be more familiar. 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. Funds are established for various purposes and the fund financial statements allow for the demonstration of sources, uses, and/or budgetary compliance associated therewith. All funds of the District can be divided into three categories:

- Governmental funds
- Proprietary funds
- Fiduciary (Custodial) fund

**Governmental Funds**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds focus 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 evaluating a government's near-term financing requirements.

This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of spendable resources is a clear and appropriate focus of any analysis of a government. Because the focus is narrower than that of government-wide financial statements, it is useful to compare it to the information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Reconciliation between the government-wide and the governmental fund financial information is necessary because of the focus of the different measurements (current financial resources versus total economic resources); such reconciliation is reflected on the page following each statement. The flow of current financial resources reflects bond proceeds and interfund transfers as other financing sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation eliminates these transactions and incorporates the capital assets and long-term obligations (bonds and others) into the governmental activities column in the government-wide statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

The District maintains 15 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Other Capital Projects Fund, and Nonvoted Capital Improvements Fund, which are considered to be major funds. Data from the other 12 governmental funds are combined into a single, aggregated presentation. Individual data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The District adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement has been provided for the general and major special revenue funds to demonstrate compliance with this budget.

**Proprietary Funds**

The District maintains one type of proprietary fund - internal services funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses four internal service funds to account for its self-insurance programs including workers' compensation, general & fleet liability, error & omissions, and group health insurance. Because these services benefit the District's governmental functions, they have been included within governmental activities in the government-wide financial statements.

The four internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for these internal service funds is provided in the form of combining statements elsewhere in this report.

**Fiduciary Funds**

Fiduciary (custodial) funds are used to account for resources held for the benefit of parties outside the government. The District maintains one fiduciary fund to account for school internal funds related to co-curricular and extra-curricular activities. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

**Notes to the Financial Statements**

The notes provide additional information that is essential to 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 certain required supplementary information related to funding certain pension and postemployment retiree healthcare insurance benefits obligations.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, net position was \$1.279 billion at the close of the most recent fiscal year.

**District's Net Position  
Governmental Activities  
June 30, 2024 and June 30, 2025  
(In thousands of dollars)**

|                                        | Governmental<br>Activities |                     |
|----------------------------------------|----------------------------|---------------------|
|                                        | 2025                       | 2024                |
| Current and Other Assets               | \$ 833,992                 | \$ 726,338          |
| Capital Assets                         | 1,517,185                  | 1,456,725           |
| Total Assets                           | 2,351,177                  | 2,183,063           |
| Deferred Outflows of Resources         | 139,224                    | 197,276             |
| Total Assets and Deferred Outflows     | <u>\$ 2,490,401</u>        | <u>\$ 2,380,339</u> |
| Long-Term Liabilities Outstanding      | \$ 903,780                 | \$ 1,078,481        |
| Other Liabilities                      | 130,119                    | 134,054             |
| Total Liabilities                      | 1,033,899                  | 1,212,535           |
| Deferred Inflows of Resources          | 107,155                    | 57,130              |
| Total Liabilities and Deferred Inflows | <u>\$ 1,141,054</u>        | <u>\$ 1,269,665</u> |
| Net Position:                          |                            |                     |
| Net Investment in Capital Assets       | \$ 1,225,129               | \$ 1,128,349        |
| Restricted                             | 566,037                    | 427,536             |
| Unrestricted                           | (512,583)                  | (445,211)           |
| Total Net Position                     | <u>\$ 1,278,583</u>        | <u>\$ 1,110,674</u> |

By far, the largest of the District's net position is its \$1.3 billion investment in capital assets (i.e., land, land improvements, buildings, furniture, equipment, motor vehicles, and software), less any related debt to acquire or construct those assets that remains outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the District's net position, \$566.0 million (44.3%), represent resources that are subject to external restrictions on how they may be used. Of the restricted resources the majority, \$491.5 million (86.8%) is restricted primarily for the acquisition and construction of facilities. The remaining balance of total net position, unrestricted net position, of (\$512.6) million, is negative due to long-term liabilities.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Compared to the prior fiscal year ending balances, net investment in capital assets increased by \$96.8 million and restricted net position increased by \$145.7 million. Unrestricted net position decreased by \$74.5 million.

Total net position increased \$167.9 million compared to the prior fiscal year-end, driven by the following:

- Operational property taxes, which were included in general revenues, increased by \$12.6 million (4.8 percent) during the fiscal year, while property taxes for capital improvements and debt service, which were also included in general revenues, increased by \$8.0 million (7.9 percent) during the fiscal year. Increases were generally derived from increases in taxable property value.
- Discretionary sales tax revenue, which were included in general revenues, increased \$3.8 million (4.7 percent) during the year, which reflects the continued turnaround in the State and local economy.
- Program revenues increased by \$114.8 million (147.8 percent) during the fiscal year. The increase is a result of presenting the revenues from Impact Fees with Capital Grants and Contributions to better classify the revenues as a restricted source.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**District's Changes in Net Position  
Governmental Activities  
June 30, 2024 and June 30, 2025  
(In thousands of dollars)**

|                                                                 | Governmental<br>Activities |                     |
|-----------------------------------------------------------------|----------------------------|---------------------|
|                                                                 | 2025                       | 2024                |
| Revenues:                                                       |                            |                     |
| Program Revenues:                                               |                            |                     |
| Charges for Services                                            | \$ 6,075                   | \$ 4,875            |
| Operating Grants and Contributions                              | 74,208                     | 72,243              |
| Capital Grants and Contributions                                | 112,151                    | 539                 |
| General Revenues:                                               |                            |                     |
| Property Taxes-Operational                                      | 276,745                    | 264,130             |
| Property Taxes-Capital                                          | 109,361                    | 101,367             |
| Local Sales Tax                                                 | 83,078                     | 79,321              |
| Grants and Contributions Not<br>Restricted to Specific Programs | 944,925                    | 971,017             |
| Impact Fees                                                     | -                          | 77,000              |
| Other                                                           | 41,017                     | 43,675              |
| Total Revenues                                                  | <u>1,647,560</u>           | <u>1,614,167</u>    |
| Expenses and Special Item:                                      |                            |                     |
| Instructional Services                                          | 861,013                    | 848,139             |
| Instructional Support Services                                  | 172,114                    | 187,478             |
| Student Transportation Services                                 | 72,965                     | 50,089              |
| Operation and Maintenance of Plant                              | 124,783                    | 129,330             |
| School Administration                                           | 68,901                     | 65,056              |
| General Administration                                          | 74,615                     | 97,083              |
| Food Services                                                   | 85,765                     | 82,356              |
| Community Services and Other                                    | 6,381                      | 4,719               |
| Interest on Long-Term Debt                                      | 12,685                     | 14,914              |
| Unallocated Depreciation Expense *                              | 430                        | 447                 |
| Total Expenses and Special Item                                 | <u>1,479,652</u>           | <u>1,479,611</u>    |
| Change In Net Position                                          | 167,908                    | 134,556             |
| Net Position - Beginning                                        | 1,110,674                  | 976,118             |
| Adjustments to Beginning Net Position                           | -                          | -                   |
| Net Position - Beginning, as Restated                           | <u>1,110,674</u>           | <u>976,118</u>      |
| Net Position - Ending                                           | <u>\$ 1,278,582</u>        | <u>\$ 1,110,674</u> |

**Financial Analysis of the District's Funds**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**Governmental Funds**

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$654.2 million. Approximately \$14.3 million (2.2 percent) of the ending fund balance represents inventories and prepaid items that are nonspendable. Approximately \$576.4 million (88.1 percent) are amounts which are restricted for State categorical programs, Federal and State grants, food service, debt service and capital projects. Assigned fund balance amounts are approximately \$6.6 million (1.0 percent) of the ending fund balance and reflect amounts that are set aside for school operations. The remaining \$56.9 million (8.7 percent) is spendable and has not been restricted or assigned for other purposes. However, unassigned fund balance includes funds that will be re-appropriated in the next fiscal year for carryovers and encumbrances.

**General Fund**

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, the General Fund had a fund balance of \$134.4 million. Of this, about \$57.3 million (42.6 percent) was unassigned. The remaining \$77.1 million (57.4 percent) of the overall fund balance in the General Fund was nonspendable, restricted, or assigned. As a measure of the General Fund's liquidity, it may be useful to compare its unassigned fund balance and its total fund balance to total General Fund revenues.

The fund balance of the District's General Fund decreased by \$19.1 million during the current fiscal year. Key factors affecting fund balance include the following:

- Total revenues of the General Fund increased by \$36.3 million (3.6 percent). The largest contributor consisted of a \$12.6 million (4.6 percent) increase in Ad Valorem Taxes.
- Expenditures in the General Fund increased by \$63.3 million (5.7 percent), primarily as a result of a \$49.9 million increase in instructional services.

**Other Capital Projects**

Other Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and debt service. At the end of the current fiscal year, the total fund balance for Other Capital Projects Fund was \$338.9 million. The fund balance of the Other Capital Projects Fund increased over prior year by \$119.3 million.

**Nonvoted Capital Improvements**

At the end of the current fiscal year, the total fund balance for Nonvoted Capital Improvements Fund was \$89.1 million. The fund balance of the Nonvoted Capital Improvements Fund increased over prior year by \$28.5 million.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**General Fund Budgetary Highlights**

The final budget projected a net decrease in fund balance of \$212.2 million from prior year. However, actual fund balance decreased by \$19.1 million:

- Revenues were \$8.0 million (0.8 percent) more than budgetary estimates, primarily due to FEFP projections.
- Expenditures were \$89.1 million (7.1 percent) less than budgetary estimates, primarily due to the lapsing of appropriated expenditures.

**Capital Assets**

The District's investment in capital assets, net of accumulated depreciation, as of June 30, 2025, amounted to \$1.5 billion. This investment in capital assets, net of accumulated depreciation, consists of 90.3 percent real property, such as land, building and fixed equipment, improvements other than buildings, and construction in progress. The remainder, which reflected 9.7 percent of the total, consisted of tangible property such as furniture, fixtures, equipment, right of use leases, motor vehicles, subscription-based information technology agreements (SBITAs), and software.

**District's Schedule of Capital Assets  
Net of Accumulated Depreciation  
(In thousands of dollars)**

|                                              | 2025                | 2024                |
|----------------------------------------------|---------------------|---------------------|
| Land                                         | \$ 111,925          | \$ 111,925          |
| Construction in Progress                     | 122,425             | 58,997              |
| Improvements Other than Buildings            | 15,367              | 13,797              |
| Buildings and Fixed Equipment                | 1,136,943           | 1,165,270           |
| Right of Use - Buildings                     | 54,342              | 53,815              |
| Furniture, Fixtures and Equipment            | 15,545              | 17,684              |
| Right of Use - Equipment                     | -                   | -                   |
| Motor Vehicles                               | 35,292              | 29,257              |
| Subscription Based Information Technology    | 25,170              | 5,909               |
| Audio Visual Materials and Computer Software | 176                 | 71                  |
| Total                                        | <u>\$ 1,517,185</u> | <u>\$ 1,456,725</u> |

Additional information on the District's capital assets can be found in the Notes to the Financial Statements, Note 6 – Changes in Capital Assets and Note 20 – Construction Contract Commitments.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**Long-term Debt**

At the end of the current fiscal year, the District had total bonded debt outstanding of \$255.6 million. This included \$1.5 million of State school bonds issued on behalf of the District by the State Board of Education and backed by the full faith and credit of the State of Florida, as well as, \$114.9 million of Sales Tax Bonds secured by a local option half cent sales tax. Additionally, the District had \$71.9 million in Certificates of Participation (COPS) in which the annually appropriated lease payments on the part of the District are the pledged revenue stream.

**District's Long-Term Debt  
(In thousands of dollars)**

|                               | 2025              | 2024              |
|-------------------------------|-------------------|-------------------|
| Sales Tax Revenue Bonds       | \$ 114,905        | \$ 124,830        |
| Certificates of Participation | 71,900            | 111,908           |
| Bonds Payable                 | 139,197           | 24,892            |
| State School Bonds            | 1,519             | 1,953             |
| Total                         | <u>\$ 327,521</u> | <u>\$ 263,583</u> |

State statutes limit the amount of debt service on the Certificates of Participation to 75 percent of the local capital improvement tax receipts on certificates of participation entered into after June 30, 2009. If the debt limitation was applied to the District, it would be \$79.0 million, which provides a debt service margin of \$60.5 million when compared to the District's \$18.6 million debt service on the certificates of participation during the 2024-25 fiscal year.

Sales tax proceeds that can be applied towards sales tax bonds are estimated to be \$62.3 million, which provides a debt service margin of \$46.4 million when compared to the District's \$15.9 million debt service on sales tax bonds during the 2024-25 fiscal year.

Additional information on the District's long-term debt can be found in the Notes to the Financial Statements, Notes 7 through 11.

**Economic Factors and Next Year's Budget**

- The current local unemployment rate for Polk County is 5.5 percent, which represents a 0.9 percentage point increase from the 4.6 percent reported for calendar year 2024.
- The Polk County Property Appraiser certified that the 2025 tax roll increased to \$72.2 billion, representing an 8.8 percent increase from prior year.
- According to the U.S. Inflation Calculator, inflation rates started the calendar year at 2.9 percent in January but ended at 2.7 percent in July of 2025. <https://www.usinflationcalculator.com/inflation/current-inflation-rates/>

Such factors, which reflect the continued turnaround in the local economy, were considered in preparing the District's budget for the 2025-26 fiscal year.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**Requests for Information**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

The Office of the Chief Financial Officer  
The School Board of Polk County, Florida  
P.O. Box 391  
Bartow, Florida 33831

# Basic Financial Statements



**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2025**

|                                                                    | Primary Government<br>Governmental<br>Activities | Component<br>Units          |
|--------------------------------------------------------------------|--------------------------------------------------|-----------------------------|
| <b>ASSETS</b>                                                      |                                                  |                             |
| Cash                                                               | \$ 70,351,419                                    | \$ 77,116,121               |
| Investments                                                        | 688,232,076                                      | 13,928,534                  |
| Accounts and Interest Receivable                                   | 4,014,171                                        | 3,335,661                   |
| Due from Other Governmental Agencies                               | 57,085,307                                       | 29,149,698                  |
| Inventories                                                        | 14,230,616                                       | -                           |
| Prepaid Items                                                      | 76,940                                           | 2,458,522                   |
| Other Assets                                                       | -                                                | 27,139,161                  |
| Capital Assets (Net of Accumulated Depreciation and Amortization): |                                                  |                             |
| Land                                                               | 111,924,782                                      | 8,664,838                   |
| Land Improvements                                                  | -                                                | 55,875                      |
| Construction in Progress                                           | 122,425,222                                      | 27,272,415                  |
| Improvements Other than Buildings                                  | 15,367,482                                       | 2,094,633                   |
| Buildings and Fixed Equipment                                      | 1,136,942,049                                    | 86,590,067                  |
| Right to Use - Buildings                                           | 54,341,842                                       | -                           |
| Furniture, Fixtures, and Equipment                                 | 15,545,222                                       | 11,186,339                  |
| Right to Use - Equipment                                           | -                                                | 40,669,455                  |
| Motor Vehicles                                                     | 35,293,351                                       | 5,099,067                   |
| Subscription Based Information Technology                          | 25,170,031                                       | -                           |
| Audio Visual Materials and Computer Software                       | 176,214                                          | 31,855                      |
| Total Assets                                                       | <u>2,351,176,724</u>                             | <u>354,433,540</u>          |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                              |                                                  |                             |
| Pensions                                                           | 116,341,052                                      | 28,639,382                  |
| Other Postemployment Benefits                                      | 22,883,215                                       | -                           |
| Total Assets and Deferred Outflows of Resources                    | <u>2,490,400,991</u>                             | <u>383,072,922</u>          |
| <b>LIABILITIES</b>                                                 |                                                  |                             |
| Accounts Payable                                                   | 28,171,773                                       | 9,333,531                   |
| Construction and Retainage Payable                                 | 2,760,454                                        | -                           |
| Salaries and Wages Payable                                         | 43,963,253                                       | 1,790,469                   |
| Payroll Deductions and Withholdings                                | 4,958,217                                        | 1,697,583                   |
| Matured Interest Payable                                           | 5,821,200                                        | -                           |
| Due to Other Governmental Agencies                                 | 34,942,757                                       | 2,301,691                   |
| Sales Tax Payable                                                  | 684                                              | -                           |
| Unearned Revenue                                                   | 9,500,218                                        | 290,687                     |
| Other Liabilities                                                  | -                                                | 7,735,990                   |
| Noncurrent Liabilities:                                            |                                                  |                             |
| Due Within One Year                                                | 54,847,715                                       | 10,660,369                  |
| Lease Liability                                                    | 2,373,043                                        | -                           |
| SBITA Liability                                                    | 4,858,383                                        | -                           |
| Due in More than One Year                                          | 841,700,423                                      | 286,774,983                 |
| Lease Liability                                                    | 53,605,735                                       | -                           |
| SBITA Liability                                                    | 17,159,536                                       | -                           |
| Total Liabilities                                                  | <u>1,104,663,391</u>                             | <u>320,585,303</u>          |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                               |                                                  |                             |
| Pension                                                            | 95,549,160                                       | 10,574,372                  |
| Other Postemployment Benefits                                      | 11,605,670                                       | -                           |
| Total Liabilities and Deferred Inflows of Resources                | <u>1,211,818,221</u>                             | <u>331,159,675</u>          |
| <b>NET POSITION</b>                                                |                                                  |                             |
| Net Investment in Capital Assets                                   | 1,225,128,729                                    | 29,305,011                  |
| Restricted for:                                                    |                                                  |                             |
| State Required Carryover Programs                                  | 44,085,327                                       | -                           |
| Debt Service                                                       | 7,541,327                                        | 3,926,492                   |
| Capital Projects                                                   | 491,491,298                                      | 4,886,904                   |
| Food Service                                                       | 15,091,232                                       | -                           |
| Endowment - Nonexpendable                                          | -                                                | 5,474,264                   |
| Other Purposes                                                     | 7,827,520                                        | 15,725,698                  |
| Unrestricted                                                       | (512,582,663)                                    | (7,405,122)                 |
| Total Net Position                                                 | <u><u>\$ 1,278,582,770</u></u>                   | <u><u>\$ 51,913,247</u></u> |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

|                                                              |                         |                         |                                          |                                        | Net (Expense) Revenue and<br>Changes in Net Position |                      |
|--------------------------------------------------------------|-------------------------|-------------------------|------------------------------------------|----------------------------------------|------------------------------------------------------|----------------------|
|                                                              |                         |                         |                                          |                                        | Primary<br>Government                                |                      |
| Functions/Programs                                           | Expenses                | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | Governmental<br>Activities                           | Component<br>Units   |
| <b>Primary Government:</b>                                   |                         |                         |                                          |                                        |                                                      |                      |
| Governmental Activities:                                     |                         |                         |                                          |                                        |                                                      |                      |
| Instructional Services                                       | \$ 861,012,644          | \$ 4,736,054            | \$ -                                     | \$ -                                   | \$ (856,276,590)                                     | \$ -                 |
| Instructional Support Services                               | 172,114,061             | -                       | -                                        | -                                      | (172,114,061)                                        | -                    |
| Facilities Acquisition and Construction                      | -                       | -                       | -                                        | 111,632,236                            | 111,632,236                                          | -                    |
| Student Transportation Services                              | 72,964,626              | 548,188                 | -                                        | -                                      | (72,416,438)                                         | -                    |
| Operation and Maintenance of Plant                           | 124,783,280             | -                       | -                                        | -                                      | (124,783,280)                                        | -                    |
| School Administration                                        | 68,901,394              | -                       | -                                        | -                                      | (68,901,394)                                         | -                    |
| General Administration                                       | 74,614,596              | -                       | -                                        | -                                      | (74,614,596)                                         | -                    |
| Food Services                                                | 85,764,616              | 790,962                 | 74,208,184                               | -                                      | (10,765,470)                                         | -                    |
| Community Services and Other                                 | 6,381,042               | -                       | -                                        | -                                      | (6,381,042)                                          | -                    |
| Interest on Long-Term Debt                                   | 12,684,677              | -                       | -                                        | 519,246                                | (12,165,431)                                         | -                    |
| Unallocated Depreciation Expense *                           | 429,952                 | -                       | -                                        | -                                      | (429,952)                                            | -                    |
| Total Governmental Activities                                | <u>\$ 1,479,650,888</u> | <u>\$ 6,075,204</u>     | <u>\$ 74,208,184</u>                     | <u>\$ 112,151,482</u>                  | (1,287,216,018)                                      | -                    |
| <b>Component Units:</b>                                      |                         |                         |                                          |                                        |                                                      |                      |
| Polk Education Foundation and Charter Schools                | <u>\$ 247,768,596</u>   | <u>\$ 8,891,010</u>     | <u>\$ 39,490,133</u>                     | <u>\$ 4,965,743</u>                    | -                                                    | (194,421,710)        |
| General Revenues                                             |                         |                         |                                          |                                        |                                                      |                      |
| Property Taxes, Levied for Operational Purposes              |                         |                         |                                          |                                        | 276,744,551                                          | -                    |
| Property Taxes, Levied for Capital Projects                  |                         |                         |                                          |                                        | 109,360,582                                          | -                    |
| Local Sales Taxes                                            |                         |                         |                                          |                                        | 83,078,412                                           | -                    |
| Grants and Contributions Not Restricted to Specific Programs |                         |                         |                                          |                                        | 944,924,573                                          | 201,333,009          |
| Investment Earnings                                          |                         |                         |                                          |                                        | 31,432,878                                           | 1,436,003            |
| Miscellaneous                                                |                         |                         |                                          |                                        | 9,584,210                                            | 3,637,033            |
| Total General Revenues                                       |                         |                         |                                          |                                        | <u>1,455,125,206</u>                                 | <u>206,406,045</u>   |
| <b>CHANGE IN NET POSITION</b>                                |                         |                         |                                          |                                        | 167,909,188                                          | 11,984,335           |
| Net Position - Beginning of Year, as Originlly Stated        |                         |                         |                                          |                                        | 1,110,673,582                                        | 41,252,313           |
| Adjustments to Beginning Net Position                        |                         |                         |                                          |                                        | -                                                    | (1,323,401)          |
| Net Position - Beginning of Year, as Restated                |                         |                         |                                          |                                        | <u>1,110,673,582</u>                                 | <u>39,928,912</u>    |
| <b>NET POSITION - END OF YEAR</b>                            |                         |                         |                                          |                                        | <u>\$ 1,278,582,770</u>                              | <u>\$ 51,913,247</u> |

\* This amount excludes the depreciation that is included in the direct expenses of the various functions.

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2025**

|                                              | General               | Other<br>Capital<br>Projects | Nonvoted<br>Capital<br>Improvements | Other Federal<br>Programs | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|----------------------------------------------|-----------------------|------------------------------|-------------------------------------|---------------------------|-----------------------------------|--------------------------------|
| <b>ASSETS</b>                                |                       |                              |                                     |                           |                                   |                                |
| Cash                                         | \$ 24,439,409         | \$ 18,176,029                | \$ 5,390,514                        | \$ -                      | \$ 15,884,112                     | \$ 63,890,064                  |
| Investments                                  | 208,884,525           | 345,805,989                  | 92,311,184                          | -                         | 25,745,134                        | 672,746,832                    |
| Accounts and Interest Receivable             | 2,513,563             | 1,544                        | -                                   | -                         | 84,027                            | 2,599,134                      |
| Due from Other Governmental Agencies         | 4,595,156             | 20,532,951                   | 8,279                               | -                         | 31,948,921                        | 57,085,307                     |
| Due from Other Funds                         | 1,454,380             | 68,624,810                   | 4,374,753                           | -                         | 38,449,820                        | 112,903,763                    |
| Inventories                                  | 11,384,066            | -                            | -                                   | -                         | 2,846,550                         | 14,230,616                     |
| Prepaid Items                                | 56,124                | -                            | -                                   | -                         | 20,816                            | 76,940                         |
|                                              |                       |                              |                                     |                           |                                   |                                |
| Total Assets                                 | <u>\$ 253,327,223</u> | <u>\$ 453,141,323</u>        | <u>\$ 102,084,730</u>               | <u>\$ -</u>               | <u>\$ 114,979,380</u>             | <u>\$ 923,532,656</u>          |
| <b>LIABILITIES AND FUND BALANCES</b>         |                       |                              |                                     |                           |                                   |                                |
| Liabilities:                                 |                       |                              |                                     |                           |                                   |                                |
| Accounts Payable                             | \$ 15,141,070         | \$ 3,629,905                 | \$ 62,289                           | \$ -                      | \$ 7,170,038                      | \$ 26,003,302                  |
| Construction Contracts and Retainage Payable | 117,478               | 2,443,327                    | 199,649                             | -                         | -                                 | 2,760,454                      |
| Salaries and Wages Payable                   | 43,917,697            | -                            | -                                   | -                         | 45,556                            | 43,963,253                     |
| Payroll Deductions and Withholdings          | 4,778,984             | -                            | -                                   | -                         | -                                 | 4,778,984                      |
| Due to Other Funds                           | 20,282,082            | 52,527,578                   | 12,771,623                          | -                         | 61,852,118                        | 147,433,401                    |
| Due to Other Governmental Agencies           | 34,686,540            | -                            | -                                   | -                         | 254,727                           | 34,941,267                     |
| Sales Tax Payable                            | 253                   | -                            | -                                   | -                         | 431                               | 684                            |
| Unearned Revenue                             | -                     | 5,646,770                    | -                                   | -                         | 3,853,448                         | 9,500,218                      |
| Total Liabilities                            | <u>118,924,104</u>    | <u>64,247,580</u>            | <u>13,033,561</u>                   | <u>-</u>                  | <u>73,176,318</u>                 | <u>269,381,563</u>             |
|                                              |                       |                              |                                     |                           |                                   |                                |
| <b>FUND BALANCES</b>                         |                       |                              |                                     |                           |                                   |                                |
| Nonspendable:                                |                       |                              |                                     |                           |                                   |                                |
| Inventories                                  | 11,384,066            | -                            | -                                   | -                         | 2,846,550                         | 14,230,616                     |
| Prepaid Amounts                              | 56,124                | -                            | -                                   | -                         | 20,816                            | 76,940                         |
| Restricted:                                  |                       |                              |                                     |                           |                                   |                                |
| Food Services                                | -                     | -                            | -                                   | -                         | 15,091,232                        | 15,091,232                     |
| State Required Carryover Programs            | 44,085,327            | -                            | -                                   | -                         | -                                 | 44,085,327                     |
| Debt Service                                 | -                     | -                            | -                                   | -                         | 13,362,527                        | 13,362,527                     |
| Capital Projects                             | -                     | 388,893,743                  | 89,051,169                          | -                         | 10,903,410                        | 488,848,322                    |
| Other                                        | 7,827,520             | -                            | -                                   | -                         | -                                 | 7,827,520                      |
| Assigned:                                    |                       |                              |                                     |                           |                                   |                                |
| Other                                        | 7,490,997             | -                            | -                                   | -                         | -                                 | 7,490,997                      |
| Unassigned                                   | 63,559,085            | -                            | -                                   | -                         | (421,473)                         | 63,137,612                     |
| Total Fund Balances                          | <u>134,403,119</u>    | <u>388,893,743</u>           | <u>89,051,169</u>                   | <u>-</u>                  | <u>41,803,062</u>                 | <u>654,151,093</u>             |
|                                              |                       |                              |                                     |                           |                                   |                                |
| Total Liabilities and Fund Balances          | <u>\$ 253,327,223</u> | <u>\$ 453,141,323</u>        | <u>\$ 102,084,730</u>               | <u>\$ -</u>               | <u>\$ 114,979,380</u>             | <u>\$ 923,532,656</u>          |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2025**

|                                          |    |             |
|------------------------------------------|----|-------------|
| Total Fund Balances - Governmental Funds | \$ | 654,151,093 |
|------------------------------------------|----|-------------|

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. |  | 1,515,704,721 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|---------------|

|                                                                                                                                                                                                                                                                                                                 |  |            |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|------------|
| 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. This is the net position in internal funds. |  | 25,860,154 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|------------|

The deferred outflows and deferred inflows related to pensions and other postemployment benefits (OPEB) are applicable to future periods and, therefore, are not reported in the governmental funds.

|                                       |    |              |            |
|---------------------------------------|----|--------------|------------|
| Deferred Outflows Related to Pensions | \$ | 116,341,052  |            |
| Deferred Outflows Related to OPEB     |    | 22,883,215   |            |
| Deferred Inflows Related to Pensions  |    | (95,549,160) |            |
| Deferred Inflows Related to OPEB      |    | (11,605,670) |            |
|                                       |    |              | 32,069,437 |

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

|                                       |  |               |               |
|---------------------------------------|--|---------------|---------------|
| Bonds Payable                         |  | (116,424,000) |               |
| Certificates of Participation Payable |  | (68,673,000)  |               |
| Compensated Absences Payable          |  | (46,144,003)  |               |
| Net Pension Liability                 |  | (558,593,640) |               |
| Total OPEB Liability                  |  | (49,550,029)  |               |
| Lease Liability                       |  | (55,978,778)  |               |
| SBITA Liability                       |  | (22,017,919)  |               |
| Premiums and Discounts on Debt        |  | (26,000,066)  |               |
|                                       |  |               | (943,381,435) |

Accrued interest on long-term liabilities is not due and payable in the current period and, therefore, is not reported as liabilities in the governmental funds. This is the amount of accrued interest in excess of the matured interest payable recorded in governmental funds.

|  |  |             |
|--|--|-------------|
|  |  | (5,821,200) |
|--|--|-------------|

|                                              |    |               |
|----------------------------------------------|----|---------------|
| Total Net Position - Governmental Activities | \$ | 1,278,582,770 |
|----------------------------------------------|----|---------------|

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

|                                        | General        | Other<br>Capital<br>Projects | Nonvoted<br>Capital<br>Improvements | Other Federal<br>Programs | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|----------------------------------------|----------------|------------------------------|-------------------------------------|---------------------------|-----------------------------------|--------------------------------|
| <b>REVENUES</b>                        |                |                              |                                     |                           |                                   |                                |
| Local Sources:                         |                |                              |                                     |                           |                                   |                                |
| Ad Valorem Taxes                       | \$ 276,744,551 | \$ -                         | \$ 109,360,582                      | \$ -                      | \$ -                              | \$ 386,105,133                 |
| Local Sales Tax                        | -              | 83,078,412                   | -                                   | -                         | -                                 | 83,078,412                     |
| Impact Fees                            | -              | 111,632,236                  | -                                   | -                         | -                                 | 111,632,236                    |
| Food Services                          | -              | -                            | -                                   | -                         | 790,962                           | 790,962                        |
| Other                                  | 28,872,519     | 13,242,267                   | 3,900,043                           | -                         | 1,951,723                         | 47,966,552                     |
| Total Local Sources                    | 305,617,070    | 207,952,915                  | 113,260,625                         | -                         | 2,742,685                         | 629,573,295                    |
| State Sources:                         |                |                              |                                     |                           |                                   |                                |
| Florida Education Finance Program      | 609,854,876    | -                            | -                                   | -                         | -                                 | 609,854,876                    |
| Categorical Programs                   | 118,887,212    | -                            | -                                   | -                         | -                                 | 118,887,212                    |
| Workforce Development                  | 10,267,976     | -                            | -                                   | -                         | 817,291                           | 11,085,267                     |
| Food Services                          | -              | -                            | -                                   | -                         | 802,503                           | 802,503                        |
| Charter School Capital Outlay          | -              | 7,630,800                    | -                                   | -                         | -                                 | 7,630,800                      |
| Other                                  | 1,492,506      | -                            | -                                   | -                         | 6,438,743                         | 7,931,249                      |
| Total State Sources                    | 740,502,570    | 7,630,800                    | -                                   | -                         | 8,058,537                         | 756,191,907                    |
| Federal Sources:                       |                |                              |                                     |                           |                                   |                                |
| Federal Grants Direct                  | 1,401,894      | -                            | -                                   | -                         | 16,692,454                        | 18,094,348                     |
| Federal Grants Through State and Local | 3,379,606      | -                            | -                                   | -                         | 163,346,353                       | 166,725,959                    |
| Food Services                          | -              | -                            | -                                   | -                         | 73,405,681                        | 73,405,681                     |
| Other                                  | -              | -                            | -                                   | -                         | 5,234,108                         | 5,234,108                      |
| Total Federal Sources                  | 4,781,500      | -                            | -                                   | -                         | 258,678,596                       | 263,460,096                    |
| Total Revenues                         | 1,050,901,140  | 215,583,715                  | 113,260,625                         | -                         | 269,479,818                       | 1,649,225,298                  |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

|                                                                      | General              | Other<br>Capital<br>Projects | Nonvoted<br>Capital<br>Improvements | Other Federal<br>Programs | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|----------------------------------------------------------------------|----------------------|------------------------------|-------------------------------------|---------------------------|-----------------------------------|--------------------------------|
| <b>EXPENDITURES</b>                                                  |                      |                              |                                     |                           |                                   |                                |
| Current:                                                             |                      |                              |                                     |                           |                                   |                                |
| Instruction                                                          | \$ 729,084,233       | \$ -                         | \$ -                                | \$ -                      | \$ 92,447,626                     | \$ 821,531,859                 |
| Student Personnel Services                                           | 48,507,560           | -                            | -                                   | -                         | 12,559,747                        | 61,067,307                     |
| Instructional Media Services                                         | 8,937,445            | -                            | -                                   | -                         | 767,730                           | 9,705,175                      |
| Instruction and Curriculum Development<br>Services                   | 13,567,659           | -                            | -                                   | -                         | 14,436,699                        | 28,004,358                     |
| Instructional Staff Training Services                                | 7,536,009            | -                            | -                                   | -                         | 22,623,617                        | 30,159,626                     |
| Instructional Related Technology                                     | 8,275,533            | -                            | -                                   | -                         | 17,854,096                        | 26,129,629                     |
| Board                                                                | 2,733,130            | -                            | -                                   | -                         | -                                 | 2,733,130                      |
| General Administration                                               | 3,342,992            | -                            | -                                   | -                         | 4,176,740                         | 7,519,732                      |
| School Administration                                                | 65,478,719           | -                            | -                                   | -                         | 74,044                            | 65,552,763                     |
| Noncapitalizable Facilities Acquisition and<br>Construction          | 15,853,118           | 5,176,931                    | 951,341                             | -                         | 5,265,148                         | 27,246,538                     |
| Fiscal Services                                                      | 3,962,617            | -                            | -                                   | -                         | 24,221                            | 3,986,838                      |
| Food Services                                                        | 364,154              | -                            | -                                   | -                         | 81,168,815                        | 81,532,969                     |
| Central Services                                                     | 11,928,486           | -                            | -                                   | -                         | 205,376                           | 12,133,862                     |
| Student Transportation Services                                      | 67,387,934           | -                            | -                                   | -                         | 2,131,372                         | 69,519,306                     |
| Operation of Plant                                                   | 104,086,598          | -                            | -                                   | -                         | 1,328,323                         | 105,414,921                    |
| Maintenance of Plant                                                 | 32,534,027           | -                            | -                                   | -                         | 858,010                           | 33,392,037                     |
| Administrative Technology Services                                   | 14,856,751           | -                            | -                                   | -                         | 194,956                           | 15,051,707                     |
| Community Services and Other                                         | 2,211,995            | -                            | -                                   | -                         | 3,888,852                         | 6,100,847                      |
| Debt Service:                                                        |                      |                              |                                     |                           |                                   |                                |
| Principal Retirement                                                 | 6,537,537            | -                            | -                                   | -                         | 46,800,148                        | 53,337,685                     |
| Interest                                                             | 2,711,478            | -                            | -                                   | -                         | 10,183,716                        | 12,895,194                     |
| Dues, Fees, and Other                                                | -                    | -                            | -                                   | -                         | 20,438                            | 20,438                         |
| Capital Outlay:                                                      |                      |                              |                                     |                           |                                   |                                |
| Facilities Acquisition and Construction                              | 423,052              | 65,341,061                   | 4,625                               | -                         | 7,156,265                         | 72,925,003                     |
| Other Capital Outlay                                                 | 16,349,284           | -                            | 404,944                             | -                         | 3,631,970                         | 20,386,198                     |
| Total Expenditures                                                   | <u>1,166,670,311</u> | <u>70,517,992</u>            | <u>1,360,910</u>                    | <u>-</u>                  | <u>327,797,909</u>                | <u>1,566,347,122</u>           |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | (115,769,171)        | 145,065,723                  | 111,899,715                         | -                         | (58,318,091)                      | 82,878,176                     |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

|                                                           | General               | Other<br>Capital<br>Projects | Nonvoted<br>Capital<br>Improvements | Other Federal<br>Programs | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|-----------------------------------------------------------|-----------------------|------------------------------|-------------------------------------|---------------------------|-----------------------------------|--------------------------------|
| <b>OTHER FINANCING SOURCES (USES)</b>                     |                       |                              |                                     |                           |                                   |                                |
| Leases                                                    | \$ 2,079,953          | \$ -                         | \$ -                                | \$ -                      | \$ -                              | \$ 2,079,953                   |
| SBITAs                                                    | 21,766,835            | -                            | -                                   | -                         | 193,800                           | 21,960,635                     |
| Transfers In                                              | 73,078,128            | -                            | -                                   | -                         | 36,383,494                        | 109,461,622                    |
| Transfers Out                                             | (246,507)             | (25,790,532)                 | (83,406,906)                        | -                         | (17,677)                          | (109,461,622)                  |
| Total Other Financing Sources and Uses                    | <u>96,678,409</u>     | <u>(25,790,532)</u>          | <u>(83,406,906)</u>                 | <u>-</u>                  | <u>36,559,617</u>                 | <u>24,040,588</u>              |
| <b>NET CHANGE IN FUND BALANCES</b>                        | (19,090,762)          | 119,275,191                  | 28,492,809                          | -                         | (21,758,474)                      | 106,918,764                    |
| Fund Balances - Beginning of Year, as Originally Reported | 153,493,881           | 269,618,552                  | 60,558,360                          | 37,887                    | 63,523,649                        | 547,232,329                    |
| Adjustments                                               | -                     | -                            | -                                   | (37,887)                  | 37,887                            | -                              |
| Fund Balances - Beginning of Year, as Adjusted            | <u>153,493,881</u>    | <u>269,618,552</u>           | <u>60,558,360</u>                   | <u>-</u>                  | <u>63,561,536</u>                 | <u>547,232,329</u>             |
| <b>FUND BALANCES - END OF YEAR</b>                        | <u>\$ 134,403,119</u> | <u>\$ 388,893,743</u>        | <u>\$ 89,051,169</u>                | <u>\$ -</u>               | <u>\$ 41,803,062</u>              | <u>\$ 654,151,093</u>          |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

|                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                             |                              |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|------------------------------|
| Net Change in Fund Balances - Total Governmental Funds                                                                                                                                                                                                                                                                                                                                                                                             |                             | \$ 106,918,764               |
| Amounts reported for governmental activities in the Statement of Activities are different because:                                                                                                                                                                                                                                                                                                                                                 |                             |                              |
| Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capitalized expenditures less than depreciation expense during the current period.                                                                                                                                |                             | 60,498,988                   |
| 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 by the book value of assets sold.                                                                                                                                                                                                                    |                             | (38,351)                     |
| Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. This represents the net long-term debt reduction in excess of other financing sources/uses in governmental funds. |                             | 29,330,463                   |
| Premiums and discounts on debt issued are reported in the governmental funds in the year debt is issued, but are deferred and amortized over the life of the debt in the Statement of Activities. This is the amount of additions to premiums and discounts, net of amortization during the current period.                                                                                                                                        |                             | 7,098,983                    |
| In the Statement of Activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental funds, expenditures are recognized based on the amounts actually paid for compensated absences. This is the net amount of compensated absences earned in excess of the amount paid in the current fiscal year.                                                                                       |                             | 12,496,335                   |
| Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.                                                                                                                                                                                                                                                            |                             | 230,955                      |
| Some expenses, such as expenses related to other postemployment benefit obligations (OPEB), and other accrued liabilities are reported in the statement of activities and do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds, net of deferred inflows and outflows.                                                                                                      |                             |                              |
| Net Change in OPEB Liability                                                                                                                                                                                                                                                                                                                                                                                                                       | 2,237,749                   |                              |
| FRS Pension Expense                                                                                                                                                                                                                                                                                                                                                                                                                                | (38,483,709)                |                              |
| HIS Pension Expense                                                                                                                                                                                                                                                                                                                                                                                                                                | (5,635,490)                 |                              |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <u>                    </u> | (41,881,450)                 |
| 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.                                                                                                                                                                                                                                |                             | <u>(6,745,499)</u>           |
| Change in Net Position of Governmental Activities                                                                                                                                                                                                                                                                                                                                                                                                  |                             | <u><u>\$ 167,909,188</u></u> |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

|                                                                      | Budgeted Amounts       |                        |                       | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|----------------------------------------------------------------------|------------------------|------------------------|-----------------------|-----------------------------------------------------------|
|                                                                      | Original               | Final                  | Actual                |                                                           |
| <b>REVENUES</b>                                                      |                        |                        |                       |                                                           |
| Local Sources:                                                       |                        |                        |                       |                                                           |
| Ad Valorem Taxes                                                     | \$ 275,351,862         | \$ 275,351,862         | \$ 276,744,551        | \$ 1,392,689                                              |
| Other                                                                | 20,140,458             | 20,140,458             | 28,872,519            | 8,732,061                                                 |
| Total Local Sources                                                  | 295,492,320            | 295,492,320            | 305,617,070           | 10,124,750                                                |
| State Sources:                                                       |                        |                        |                       |                                                           |
| Florida Education Finance Program                                    | 612,328,962            | 612,328,962            | 609,854,876           | (2,474,086)                                               |
| Categorical Programs                                                 | 119,919,407            | 119,919,407            | 118,887,212           | (1,032,195)                                               |
| Workforce Development                                                | 10,232,810             | 10,232,810             | 10,267,976            | 35,166                                                    |
| Other                                                                | 1,223,694              | 1,223,694              | 1,492,506             | 268,812                                                   |
| Total State Sources                                                  | 743,704,873            | 743,704,873            | 740,502,570           | (3,202,303)                                               |
| Federal Sources:                                                     |                        |                        |                       |                                                           |
| Federal Direct                                                       | 1,133,823              | 1,133,823              | 1,401,894             | 268,071                                                   |
| Federal Through State and Local                                      | 2,547,541              | 2,547,541              | 3,379,606             | 832,065                                                   |
| Total Federal Sources                                                | 3,681,364              | 3,681,364              | 4,781,500             | 1,100,136                                                 |
| Total Revenues                                                       | 1,042,878,557          | 1,042,878,557          | 1,050,901,140         | 8,022,583                                                 |
| <b>EXPENDITURES</b>                                                  |                        |                        |                       |                                                           |
| Current:                                                             |                        |                        |                       |                                                           |
| Instruction                                                          | 778,702,402            | 778,702,402            | 729,084,233           | 49,618,169                                                |
| Student Personnel Services                                           | 52,113,647             | 52,113,647             | 48,507,560            | 3,606,087                                                 |
| Instructional Media Services                                         | 9,096,292              | 9,096,292              | 8,937,445             | 158,847                                                   |
| Instruction and Curriculum Development Services                      | 14,568,475             | 14,568,475             | 13,567,659            | 1,000,816                                                 |
| Instruction Staff Training Services                                  | 8,696,436              | 8,696,436              | 7,536,009             | 1,160,427                                                 |
| Instruction Related Technology                                       | 9,744,240              | 9,744,240              | 8,275,533             | 1,468,707                                                 |
| Board                                                                | 4,084,879              | 4,084,879              | 2,733,130             | 1,351,749                                                 |
| General Administration                                               | 3,393,266              | 3,393,266              | 3,342,992             | 50,274                                                    |
| School Administration                                                | 65,620,006             | 65,620,006             | 65,478,719            | 141,287                                                   |
| Noncapitalizable Facilities Acquisition and Construction             | 26,243,426             | 26,243,426             | 15,853,118            | 10,390,308                                                |
| Fiscal Services                                                      | 4,056,158              | 4,056,158              | 3,962,617             | 93,541                                                    |
| Food Service                                                         | 389,355                | 389,355                | 364,154               | 25,201                                                    |
| Central Services                                                     | 15,577,061             | 15,577,061             | 11,928,486            | 3,648,575                                                 |
| Student Transportation                                               | 79,908,389             | 79,908,389             | 67,387,934            | 12,520,455                                                |
| Operation of Plant                                                   | 104,528,545            | 104,528,545            | 104,086,598           | 441,947                                                   |
| Maintenance of Plant                                                 | 35,862,686             | 35,862,686             | 32,534,027            | 3,328,659                                                 |
| Administrative Technology Services                                   | 25,338,281             | 25,338,281             | 14,856,751            | 10,481,530                                                |
| Community Services                                                   | 2,374,886              | 2,374,886              | 2,211,995             | 162,891                                                   |
| Debt Service:                                                        |                        |                        |                       |                                                           |
| Principal Retirement                                                 | -                      | -                      | 6,537,537             | (6,537,537)                                               |
| Interest                                                             | -                      | -                      | 2,711,478             | (2,711,478)                                               |
| Capital Outlay:                                                      |                        |                        |                       |                                                           |
| Facilities Acquisition and Construction                              | 704,311                | 704,311                | 423,052               | 281,259                                                   |
| Other Capital Outlay                                                 | 14,062,931             | 14,062,931             | 16,349,284            | (2,286,353)                                               |
| Total Expenditures                                                   | 1,255,065,672          | 1,255,065,672          | 1,166,670,311         | 88,395,361                                                |
| <b>EXCESS (DEFICIENCY) OF REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | (212,187,115)          | (212,187,115)          | (115,769,171)         | 96,417,944                                                |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                        |                        |                       |                                                           |
| Leases                                                               | -                      | -                      | 2,079,953             | 2,079,953                                                 |
| SBITAs                                                               | -                      | -                      | 21,766,835            | 21,766,835                                                |
| Transfers In                                                         | -                      | -                      | 73,078,128            | 73,078,128                                                |
| Transfers Out                                                        | -                      | -                      | (246,507)             | (246,507)                                                 |
| Total Other Financing Sources and Uses                               | -                      | -                      | 96,678,409            | 96,678,409                                                |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | (212,187,115)          | (212,187,115)          | (19,090,762)          | 193,096,353                                               |
| Fund Balances - Beginning of Year                                    | 153,493,881            | 153,493,881            | 153,493,881           | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ (58,693,234)</u> | <u>\$ (58,693,234)</u> | <u>\$ 134,403,119</u> | <u>\$ 193,096,353</u>                                     |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2025**

|                                                 | Governmental<br>Activities -<br>Internal Service<br>Funds |
|-------------------------------------------------|-----------------------------------------------------------|
| <b>ASSETS</b>                                   |                                                           |
| Current Assets:                                 |                                                           |
| Cash and Cash Equivalents                       | \$ 6,461,355                                              |
| Investments                                     | 15,485,244                                                |
| Accounts Receivable                             | 1,415,037                                                 |
| Due from Other Funds                            | 53,583,070                                                |
| Total Current Assets                            | <u>76,944,706</u>                                         |
| Noncurrent Assets:                              |                                                           |
| Capital Assets, Net of Accumulated Depreciation | <u>1,481,474</u>                                          |
| Total Noncurrent Assets                         | <u>1,481,474</u>                                          |
| Total Assets                                    | 78,426,180                                                |
| <b>LIABILITIES</b>                              |                                                           |
| Current Liabilities:                            |                                                           |
| Accounts Payable                                | 2,168,471                                                 |
| Payroll Deductions and Withholdings             | 179,233                                                   |
| Due to Other Agencies                           | 1,490                                                     |
| Due to Other Funds                              | 19,053,432                                                |
| Estimated Liability for Claims                  | 11,530,458                                                |
| Total Current Liabilities                       | <u>32,933,084</u>                                         |
| Noncurrent Liabilities:                         |                                                           |
| Estimated Liability for Claims                  | <u>19,632,942</u>                                         |
| Total Noncurrent Liabilities                    | <u>19,632,942</u>                                         |
| Total Liabilities                               | 52,566,026                                                |
| <b>NET POSITION</b>                             |                                                           |
| Net Investment in Capital Assets                | 1,481,474                                                 |
| Unrestricted                                    | 24,378,680                                                |
| Total Net Position                              | <u><u>\$ 25,860,154</u></u>                               |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

|                                        | Governmental<br>Activities -<br>Internal Service<br>Funds |
|----------------------------------------|-----------------------------------------------------------|
| <b>OPERATING REVENUES</b>              |                                                           |
| Premium Revenue from Other Funds       | \$ 154,897,818                                            |
| Other Revenue                          | 280,633                                                   |
| Total Operating Revenues               | <u>155,178,451</u>                                        |
| <b>OPERATING EXPENSES</b>              |                                                           |
| Salaries                               | 502,053                                                   |
| Benefits                               | 236,861                                                   |
| Purchased Services                     | 3,135,333                                                 |
| Energy Services                        | 22,624                                                    |
| Materials and Supplies                 | 151,195                                                   |
| Depreciation                           | 30,578                                                    |
| Claims                                 | 159,986,597                                               |
| Total Operating Expenses               | <u>164,065,241</u>                                        |
| <b>OPERATING LOSS</b>                  | (8,886,790)                                               |
| <b>NONOPERATING REVENUE (EXPENSES)</b> |                                                           |
| Interest Revenue                       | 1,327,377                                                 |
| Interest Expense                       | (2,652)                                                   |
| Loss Recoveries                        | 785,988                                                   |
| Total Nonoperating Revenue             | <u>2,110,713</u>                                          |
| <b>INCOME (LOSS) BEFORE TRANSFERS</b>  | (6,776,077)                                               |
| Transfers In                           | 730,408                                                   |
| Transfers Out                          | <u>(730,408)</u>                                          |
| <b>CHANGE IN NET POSITION</b>          | (6,776,077)                                               |
| Net Position - Beginning of Year       | <u>32,636,231</u>                                         |
| <b>NET POSITION - END OF YEAR</b>      | <u><u>\$ 25,860,154</u></u>                               |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

|                                                                                          | Governmental<br>Activities -<br>Internal Service<br>Funds |
|------------------------------------------------------------------------------------------|-----------------------------------------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                              |                                                           |
| Receipts from Interfund Services Provided                                                | \$ 148,624,112                                            |
| Payment to Suppliers                                                                     | (3,309,152)                                               |
| Payment/Premium to Employees                                                             | (744,281)                                                 |
| Payments for Interfund Services Used                                                     | (168,311,812)                                             |
| Other Receipts (Payments)                                                                | 280,633                                                   |
| Net Cash Provided (Used) by Operating Activities                                         | (23,460,500)                                              |
| <b>CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES</b>                       |                                                           |
| Transfers from Other Funds                                                               | 730,408                                                   |
| Transfers to Other Funds                                                                 | (730,408)                                                 |
| Loss Recoveries                                                                          | 785,988                                                   |
| Net Cash Provided (Used) by Noncapital and Related Financing Activities                  | 785,988                                                   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                                              |                                                           |
| Purchases (Sales) of Investments                                                         | 19,362,946                                                |
| Interest and Dividends Earned on Investments                                             | 1,324,725                                                 |
| Net Cash Provided (Used) by Investing Activities                                         | 20,687,671                                                |
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>                                         | (1,986,841)                                               |
| Cash and Cash Equivalents - Beginning of Year                                            | 8,448,196                                                 |
| <b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>                                           | <u><u>\$ 6,461,355</u></u>                                |
| <b>RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED<br/>BY OPERATING ACTIVITIES</b> |                                                           |
| Operating Loss                                                                           | \$ (8,886,790)                                            |
| Adjustments to Reconcile Operating Loss to<br>Net Cash Provided by Operating Activities: |                                                           |
| Depreciation Expense                                                                     | 30,578                                                    |
| Change in Assets and Liabilities:                                                        |                                                           |
| Accounts Receivable                                                                      | (494,068)                                                 |
| Due from Other Funds                                                                     | (33,583,070)                                              |
| Increase (Decrease) in Payroll Tax Liabilities                                           |                                                           |
| Accounts Payable                                                                         | (10,761,285)                                              |
| Due to Other Funds                                                                       | 19,053,432                                                |
| Payroll Deductions and Withholdings                                                      | (5,367)                                                   |
| Due to Other Agencies                                                                    | 1,490                                                     |
| Estimated Liability for Claims                                                           | 11,184,580                                                |
| Total Adjustments                                                                        | (14,573,710)                                              |
| Net Cash Provided (Used) by Operating Activities                                         | <u><u>\$ (23,460,500)</u></u>                             |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUND**  
**JUNE 30, 2025**

|                                              | Custodial<br>Fund           |
|----------------------------------------------|-----------------------------|
| <b>ASSETS</b>                                |                             |
| Cash                                         | \$ 6,511,119                |
| Investments                                  | 8,537,039                   |
| Accounts Receivable                          | 78,721                      |
| Inventory                                    | <u>730,303</u>              |
| Total Assets                                 | <u><u>\$ 15,857,182</u></u> |
| <b>LIABILITIES</b>                           |                             |
| Accounts Payable                             | \$ 306,640                  |
| Due to Other Funds                           | <u>453,291</u>              |
| Total liabilities                            | 759,931                     |
| <b>NET POSITION</b>                          |                             |
| Restricted for Individuals and Organizations | <u>15,097,251</u>           |
| Total Liabilities and Net Position           | <u><u>\$ 15,857,182</u></u> |

See accompanying Notes to Basic Financial Statements.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUND  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                   | <u>Custodial<br/>Fund</u>   |
|-----------------------------------|-----------------------------|
| <b>ADDITIONS</b>                  |                             |
| Student Group Collections         | \$ 15,236,799               |
| Investment Earnings               | <u>464,985</u>              |
| Total Additions                   | <u>15,701,784</u>           |
| <b>DEDUCTIONS</b>                 |                             |
| Student Group Disbursements       | <u>14,031,265</u>           |
| Total Deductions                  | <u>14,031,265</u>           |
| <b>CHANGE IN NET POSITION</b>     | 1,670,519                   |
| Net Position - Beginning of Year  | <u>13,426,732</u>           |
| <b>NET POSITION - END OF YEAR</b> | <u><u>\$ 15,097,251</u></u> |

*See accompanying Notes to Basic Financial Statements.*

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity**

The Polk County District School Board has direct responsibility for the operation, control, and supervision of District Schools and is considered a primary government for financial reporting. The School Board of Polk County, Florida (District) is considered part of the Florida system of public education.

The governing body of the District is the Polk County District School Board, which is comprised of seven elected members. The appointed Superintendent of Schools is the executive officer of the School Board. Geographic boundaries of the District correspond with those of Polk County, Florida.

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government.

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

**Blended Component Unit**

The Financing Corporation for the School Board of Polk County, Florida (Financing Corporation) was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in a subsequent note on certificates of participation. Since the Financing Corporation provides its services entirely for the benefit of the District and the Financing Corporation and the District have the same board of directors, the financial activities of the Financing Corporation are included in the accompanying basic financial statements as a blended component unit. Separate financial statements for the Financing Corporation are not published.

**Discretely Presented Component Units**

The Polk Education Foundation and the Business Partnership, Inc. (Foundation) is a separate nonprofit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to receive, hold, and administer property and to make expenditures for the benefit of students within the District as well as the District itself. The Foundation is a component unit of the District because it would be misleading to exclude the Foundation due to its operational and inter-relationships with the District. An audit of the Foundation's financial statements is conducted by independent certified public accountants and is filed in the District's administrative office.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Reporting Entity (Continued)**

Discretely Presented Component Units (Continued)

Complete financial statements of the Foundation can be obtained from their administrative office at:

Polk Education Foundation  
1530 Shumate Drive  
Bartow, Florida 33830

Charter Schools

Charter Schools are separate, nonprofit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not For Profit Corporation Act, and Section 1002.33, Florida Statutes. Each Charter School operates under a charter approved by its sponsor, the Polk County District School Board. The District used guidance provided by the Florida Department of Education for inclusion of the charter schools in the District's reporting entity, in part due to exclusion being considered misleading. In addition, they create a financial burden on the District because the charter schools' full time equivalent (FTE) student enrollment is the basis for the District to provide funding to the charter schools. An audit of each Charter School for the fiscal year ended June 30, 2025 is required and is filed at the District's administrative office.

Complete audited financial statements of the individual charter schools can be obtained from their administrative offices. These schools include:

Berkley Accelerated Middle  
5316 Berkley Road  
Auburndale, FL 33823

Edward W. Bok Academy South  
13895 HWY 27  
Lake Wales, FL 33853

Berkley Elementary Charter School  
5240 Berkley Road  
Auburndale, FL 33823

Edward W. Bok Academy North  
130 E. Central Ave.  
Lake Wales, FL 33853

BridgePrep Academy Polk  
2045 Florence Villa Grove Road  
Davenport, FL 33897

Hartridge Academy  
1400 HWY 92 W.  
Winter Haven, FL 33881

Compass Charter Middle School  
550 E. Clower Street  
Bartow, FL 33830

Hillcrest Elementary  
1051 State Road 60 E  
Lake Wales, FL 33853

Cypress Junction Montessori  
220 5th Street SW  
Winter Haven, FL 33880

Janie Howard Wilson Elementary  
130 E. Central Ave.  
Lake Wales, FL 33853

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Reporting Entity (Continued)**

Charter Schools

Dale R. Fair Babson Park Elementary  
130 E. Central Ave.  
Lake Wales, FL 33853

Lake Wales High School  
130 E. Central Ave.  
Lake Wales, FL 33853

Discovery Academy of Lake Alfred  
1000 Buena Vista Drive  
Lake Alfred, FL 33850

RCMA Mulberry Community Academy  
4441 Academy Drive  
Mulberry, FL 33860

Discovery High School  
1000 Buena Vista Drive  
Lake Alfred, FL 33850

Lakeland Montessori Schoolhouse  
1124 N Lake Parker Avenue  
Lakeland, FL 33805

Language and Literacy Academy  
for Learning  
330 Avenue C South East  
Winter Haven, FL 33880

IDEA Public Schools - Lakeland  
Academy  
1775 Interstate Dr.  
Lakeland, FL 33805

Magnolia Montessori Academy  
815 S. Central Avenue  
Lakeland, FL 33815

New Beginnings High School  
250 Magnolia Ave, Suite 200  
Winter Haven, FL 33880

Mater Academy Davenport  
318 Ronald Reagan Parkway  
Davenport, FL 33896

Polk Avenue Elementary  
130 E. Central Ave.  
Lake Wales, FL 33853

The Schools of McKeel Academy, Inc.  
303 E. Peachtree Street  
Lakeland, FL 33801

Ridgeview Global Studies Academy  
1000 Dunson Road  
Davenport, FL 33896

Navigator Academy of Leadership  
495 Holly Hill Road  
Davenport, FL 33837

Victory Ridge Academy  
501 Burns Avenue  
Winter Haven, FL 33853

Mi Escuela Montessori  
6129 Bartow Road  
Lakeland, FL 33812

Achievement Academy, Inc.  
716 E Bella Vista Street  
Lakeland, FL 33805

PSC Chain of Lakes Collegiate  
High School  
999 Avenue H NE  
Winter Haven, FL 33884

Achievement Academy Charter School  
716 E Bella Vista Street  
Lakeland, FL 33805

PSC Lakeland Collegiate High School  
3425 Winter Lake Road  
Lakeland, FL 33803

PSC Lakeland Gateway to College  
High School  
3425 Winter Lake Road  
Lakeland, FL 33803

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation**

**Government-Wide Financial Statements**

Government-wide financial statements, including the statement of net position and the statement of activities, present information about the School District as a whole. These statements include the nonfiduciary financial activity of the primary government and its component units. The statements distinguish between governmental activities of the District and those that are considered business-type activities.

Government-wide financial statements are prepared using the economic resources measurement focus. The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and are, thereby, clearly identifiable to a particular function or segment. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meet the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues, with certain exceptions.

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

**Fund Financial Statements**

Governmental fund financial statements are prepared using the current financial resources measurement focus, whereas, the proprietary and fiduciary fund financial statements are prepared using the economic resources measurement focus. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is reported in a separate column. Non-major governmental funds are aggregated and reported in a single column. Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements.

The District reports the following major governmental funds:

**General Fund** – accounts for all financial resources not accounted for and reported in another fund and for certain revenues from the State that are legally restricted to be expended for specific current operating purposes.

**Other Capital Projects Fund** – accounts for and reports on other miscellaneous funds from various sources used for capital outlay as follows: Proceeds from Certificates of Participation Bonds; Sales Tax Revenues; Sales Tax Bond Proceeds; Land Sale Proceeds; Impact Fee Revenue; State Class Size Reduction Funds; State Classroom First Lottery Bond Proceeds; State SIT Awards; and Charter School Capital Outlay.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation (Continued)**

Fund Financial Statements (Continued)

Nonvoted Capital Improvement Fund (LCI) – Accounts for the funding generated by the Board's local property tax with a millage rate of 1.50. The funding generated from LCI can be used for a number of capital related expenditures, to include renovations, maintenance and repair, school bus replacements, school technology and other equipment, property insurance premiums on facilities, and debt service related to capital projects.

Additionally, the District reports the following fund types:

Internal Service Funds – accounts for the self-insured programs for employee group health, casualty, liability, and workers' compensation coverage for the District.

Custodial Funds – accounts for resources held by the schools, which are collected for and used by student and school athletic, class, and club activities.

**Basis of Accounting**

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

The government-wide financial statements are prepared using the accrual basis of accounting, as are the internal service and fiduciary fund financial statements. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are prepared using the modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

Property taxes, interest and certain general fund program grants associated with the current fiscal year are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal year. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for Federal, State, and other grant resources, revenues are recognized at the time the expenditures are made, provided receipt of funds is considered available.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Accounting (Continued)**

Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred, as under accrual accounting. The principal exceptions to this general rule are: (1) interest on general long-term debt is recognized as expenditures when due and (2) expenditures related to liabilities reported as general long-term debt are recognized when due. Allocations of cost, such as depreciation, are not recognized in governmental funds.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds' principal ongoing operations. The major operating revenues of the District's internal service funds are from charges for employee health insurance premiums.

The major operating expenses for the internal service funds include administrative expenses, claims and insurance premiums for excess coverage. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

The Foundation and Charter schools, shown as discretely presented component units, are presented under the economic resources measurement focus and the accrual basis of accounting, whereby revenues are recognized when earned and expenses are recognized when incurred.

**Deposits and Investments**

Banks qualified as public depositories under State of Florida (State) law hold cash deposits. All deposits are insured by Federal depository insurance and collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes. The Annual Comprehensive Financial Report (ACFR) considers cash as those accounts used as demand deposit accounts. In addition, the statement of cash flows for proprietary funds considers as cash and cash equivalents those accounts used as demand deposit accounts, all highly liquid investments with an original maturity of three months or less, and cash held by fiscal agents.

The District invests in money market funds in which shares are owned in the fund rather than the underlying investments. These investments are reported at amortized cost.

The District also has investment management agreements with the Florida Fixed Income Trust, the Florida Public Assets for Liquidity Management (FL PALM) and the Florida Cooperative Liquid Assets Security Systems (FLCLASS), which are reported at net asset value. Investments made locally consist of debt securities, United States Treasury Securities, Federal notes and Corporate Notes which are reported at fair value.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Deposits and Investments (Continued)**

The District categorizes its fair value measurements with the fair value hierarchy established in accordance with generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. Types and amounts of investment held at fiscal year-end are described in a subsequent note.

**Interfund Receivables and Payables**

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are reported as "due to/from other funds" in the fund financial statements.

**Inventories and Prepaid Items**

Inventories consist of expendable supplies held for consumption in the course of District operations. All inventories are stated on a moving-average basis except that United States Department of Agriculture 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 (consumption method), rather than when purchased. Prepaid items consist of payment of items which will benefit future accounting periods and are recognized when incurred (purchase method), such as property insurance.

**Capital Assets**

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of \$1,000 or more and an estimated useful life of one year or more.

Such assets, except land acquired prior to 1977 and buildings and fixed equipment acquired prior to 1976, are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at estimated acquisition value at the date of donation.

The value of land acquired prior to 1977 is reported at the assessed value recorded by the Polk County Property Appraiser as of March 10, 1977. Buildings and fixed equipment acquired prior to 1976 are reported at replacement cost at June 30, 1976, as determined for insurance purposes at that time.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Assets (Continued)**

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

| <u>Description</u>                          | <u>Estimated Useful Lives</u> |
|---------------------------------------------|-------------------------------|
| Improvements Other than Buildings           | 20 Years                      |
| Buildings and Fixed Equipment               | 50 Years                      |
| Furniture, Fixtures, and Equipment          | 5 – 7 Years                   |
| Motor Vehicles                              | 10 Years                      |
| Audio Visual Material and Computer Software | 3 – 5 Years                   |

**Leases**

**Lessee Arrangements**

The District determines if an arrangement is a lease at inception. Leases are included in lease assets and lease liabilities in the statements of net position.

Lease assets represent the District's control of the right to use an underlying asset for the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease assets are recognized as the commencement date based on the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Lease assets are amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Lease liabilities represent the District's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term.

The lease term may include options to extend or terminate the lease when it is reasonably certain that the District will exercise that option.

The District recognized payments for short-term leases with a lease term of 12 month or less as expenses are incurred, and these leases are not included as lease liabilities or right-of-use lease assets in the statement of net position.

Significant lease terms are disclosed in Note 9.

The District accounts for contracts containing both lease and nonlease components as separate contracts when possible. In cases where the contract does not provide separate price information for a lease and nonlease components, and it is impractical to estimate the price of such components, the District treats the component as a single lease unit.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Leases (Continued)**

**Lessor Arrangements**

The District determines if an arrangement is a lease at inception. Leases are included in lease receivables and deferred inflows of resources in the statement of net position and fund financial statements.

Lease receivables represent the District's claim to receive lease payments over the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease receivables are recognized at commencement date based on the present value of expected lease payments over the lease term, reduced by any provision for estimated uncollectible amounts. Interest revenue is recognized ratably over the contract term.

Deferred inflows of resources related to leases are recognized at the commencement date based on the initial measurement of the lease receivable, plus any payments received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The deferred inflows related to leases are recognized as lease revenue in a systematic and rational manner of the lease term.

Amounts to be received under residual value guarantees that are not fixed in substance are recognized as a receivable and an inflow of resources if (a) a guarantee payment is required and (b) the amount can be reasonably estimated. Amounts received for the exercise price of a purchase option or penalty for lease termination are recognized as a receivable and an inflow of resources when those options are exercised.

The District recognized payments received for short-term leases with a lease term of 12 months or less as revenue as the payments are received. These leases are not included as lease receivables or deferred inflows on the statement of net position and fund financial statements.

Significant lease terms are disclosed in Note 9.

The District accounts for contracts containing both lease and nonlease components as separate contracts when possible. In cases where the contract does not provide separate price information for lease and nonlease components, and it is impractical to estimate the price of such components, the District treats the components as a single lease unit.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Subscription-Based Information Technology Arrangements (SBITAs)**

The District determines if an arrangement is a SBITA at inception. SBITAs are included in SBITA assets and SBITA liabilities in the statements of net position.

SBITA assets represent the District's control of the right to use an underlying subscription asset for the term, as specified in the contract, in an exchange or exchange-like transaction. SBITA assets are recognized as the commencement date based on the initial measurement of the SBITA liability, plus any payments made at or before the commencement of the SBITA term and certain direct costs. SBITA assets are amortized in a systematic and rational manner over the shorter of the term or the useful life of the underlying asset.

SBITA liabilities represent the District's obligation to make SBITA payments arising from the subscription. SBITA liabilities are recognized at the commencement date based on the present value of expected payments over the term, less any incentives. Interest expense is recognized ratably over the contract term.

The term may include options to extend or terminate when it is reasonably certain that the District will exercise that option.

The District recognized payments for short-term SBITAs with a term of 12 month or less as expenses are incurred, and these are not included as SBITA liabilities or right-of-use SBITA assets in the statement of net position.

Significant SBITA terms are disclosed in Note 10.

The District accounts for contracts containing both SBITA and nonSBITA components as separate contracts when possible. In cases where the contract does not provide separate price information for a SBITA and nonSBITA components, and it is impractical to estimate the price of such components, the District treats the component as a single SBITA unit.

**Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position reports 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 therefore will not be recognized as an outflow of resources (expense) until that time. The District has two items that qualify for reporting in this category. They are pensions and other postemployment benefits (OPEB), reported in the government-wide statement of net position and discussed in subsequent notes.

In addition to liabilities, the statement of net position reports 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 therefore will not be recognized as an inflow of resources (revenue) until that time. The District has three items that qualify for reporting in this category. They are accumulated increases in pensions, OPEB and leases.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Long-Term Liabilities**

Long-term obligations that will be financed from resources to be received in the future by governmental funds and are reported as liabilities in the government-wide statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bond payables are reported net of the applicable bond premium or discount.

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

In the government-wide financial statements, compensated absences (i.e., paid absences for employee vacation leave and sick leave) are accrued as liabilities to the extent that it has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave..

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

**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 during specified time periods following the date of the original reporting. Such amendments may impact funding allocations for subsequent years. The Department may also adjust subsequent fiscal period allocations based upon an audit of the District's compliance in determining and reporting FTE and related data. Normally, such adjustments are treated as reductions or additions of revenue in the year when the adjustments are made.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**State Revenue Sources (Continued)**

The State provides financial assistance to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for these programs be expended on for the program for which the money is provided and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same categorical educational programs. The Department generally requires that categorical educational program revenues be accounted for in the general fund. A portion of the fund balance of the general fund is reserved for the unexpended balance of categorical educational program resources.

The State allocates gross receipts taxes, generally known as Public Education Capital Outlay (PECO) money, to the District on an annual basis. The District is authorized to expend these funds only upon applying for and receiving an encumbrance authorization from the Department. A schedule of revenue from State sources for the current year is presented in a subsequent note.

**Property Taxes – Revenue Recognition**

The District 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. The Polk County Property Appraiser determines property values and property taxes are collected by the Polk County Tax Collector.

The District adopted the 2023 tax levy on September 5, 2023. Taxes become an enforceable lien on property as of January 1; 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 four percent for early payment.

Taxes become delinquent on April 1 of the year following the year of assessment and 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 the June 30 fiscal year-end.

Property tax revenue is recognized when the District receives taxes; however, revenue is accrued for taxes collected by the Polk County Tax Collector at fiscal year-end but not yet remitted to the District. Because of any delinquent taxes collected after June 30 would not be material, delinquent taxes receivable are not accrued and no delinquent tax revenue deferral is recorded.

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

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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 grantor 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.

**Use of Estimates**

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

**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. The District's retirement plans and related amounts are described in a subsequent note.

**Other Postemployment Benefits**

The District administers and contributes to a single-employer defined-benefit healthcare plan. The postretirement benefits are funded on a pay-as-you-go basis (i.e. the District funds on a cash basis as benefits are paid). The District follows GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

**Adoption of New Accounting Standards**

In June 2022, the Governmental Accounting Standards Board issued GASB Statement No. 101, *Compensated Absences*. This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. The effect of the implementation of this standard is shown in Note 11.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 2 DIFFERENCES BETWEEN GOVERNMENT-WIDE FINANCIAL STATEMENTS AND GOVERNMENTAL FUND STATEMENTS**

The governmental funds balance sheet includes a reconciliation between total fund balances-governmental funds and total net position-governmental activities reported on the statement of net position. One element of that reconciliation explains "Long-term liabilities are not due and payables in the current period and, therefore, are not reported as liabilities in the governmental funds".

The details of this \$943,381,435 difference are as follows:

|                                                                                                                               |                              |
|-------------------------------------------------------------------------------------------------------------------------------|------------------------------|
| Bonds Payable                                                                                                                 | \$ 116,424,000               |
| Certificates of Participation, Net of Discount, and<br>Deferred Amount                                                        | 94,673,066                   |
| Compensated Absences Payable                                                                                                  | 46,144,003                   |
| Net Pension Liability                                                                                                         | 558,593,640                  |
| Other Postemployment Benefits                                                                                                 | 49,550,029                   |
| Lease Liability                                                                                                               | 55,978,778                   |
| SBITA Liability                                                                                                               | <u>22,017,919</u>            |
| Net Adjustment to Reduce Total Fund Balances -<br>Total Governmental Funds to Total Net<br>Position - Governmental Activities | <u><u>\$ 943,381,435</u></u> |

**NOTE 3 BUDGETARY COMPLIANCE ACCOUNTABILITY**

The School Board follows procedures established by State statutes and State Board of Education 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 State Board of Education rules.
- Appropriations are controlled at the object level (e.g., salaries, purchased services, and capital outlay) within each function (e.g., instruction, pupil personnel services, and school administration) and may be amended by resolution at any School Board meeting prior to the due date for the Annual Financial Report.
- Budgets are prepared using the same modified accrual basis as is used to account for governmental funds.
- Budgetary information is integrated into the accounting system and, to facilitate budget control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at fiscal year-end and encumbrances outstanding are honored from the subsequent year's appropriations.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 3 BUDGETARY COMPLIANCE ACCOUNTABILITY (CONTINUED)**

- The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund-function level. The School Board made several supplemental budgetary appropriations throughout the year. Supplemental budgetary appropriations are presented in budget and actual comparison statements by original budget and final budget amounts.

**NOTE 4 INVESTMENTS**

As of June 30, 2025, the District has the following investments and maturities:

| Investment                                                                    | Average Maturity | Fair Value            | Valuation Measurement Method/Level |
|-------------------------------------------------------------------------------|------------------|-----------------------|------------------------------------|
| <b>Money Market Funds:</b>                                                    |                  |                       |                                    |
| JP Morgan Prime Money Market Portfolio Class I (Held by Wells Fargo)          | 42 Days          | \$ 1,192,653          | Amortized Costs                    |
| Federated Prime Cash Obligations Money Market Fund (Held by Fifth Third Bank) | 37 Days          | 4,154,773             | Amortized Costs                    |
| Wells Fargo Heritage Money Market Fund                                        | 40 Days          | 1,145,618             | Amortized Costs                    |
| First American Money Market                                                   | No Maturity      | 36,482                | Amortized Costs                    |
| Synovus Money Markets                                                         | No Maturity      | 7,328                 | Amortized Costs                    |
| Total Money Market Funds                                                      |                  | <u>6,536,854</u>      |                                    |
| <b>Other Investments:</b>                                                     |                  |                       |                                    |
| Florida Public Assets for Liquidity Management (FL PALM)                      | 44 Days          | 21,099,219            | Net Asset Value                    |
| FL Cooperative Liquid Assets Security Systems (FLCLASS)                       | 37 Days          | 63,557,464            | Net Asset Value                    |
| Florida Fixed Income Trust-Cash Pool                                          | 85 Days          | 291,415,597           | Net Asset Value                    |
| Ultra-Short Income Portfolio (Held by Morgan Stanley)                         | 88 Days          | 44,206,447            | Net Asset Value                    |
| Florida Fixed Income - Choice Pool                                            | 72 Days          | 26,524,523            | Net Asset Value                    |
| Florida Fixed Income - Enhanced Cash Pool                                     | 359 Days         | 94,114,952            | Net Asset Value                    |
| Total Other Investments                                                       |                  | <u>540,918,202</u>    |                                    |
| United States Treasury Notes                                                  | 2 to 7 Years     | 59,683,614            | Fair Value Level 2                 |
| Federal Agency Notes - Various                                                | 3 to 4 Years     | 5,746,930             | Fair Value Level 2                 |
| Corporate Notes - Various                                                     | 2 to 10 Years    | 83,883,515            | Fair Value Level 2                 |
| Total                                                                         |                  | <u>149,314,059</u>    |                                    |
| Total Investments                                                             |                  | <u>\$ 696,769,115</u> |                                    |

Investments are reflected in the financial statements as follows:

|                         |                       |
|-------------------------|-----------------------|
| Governmental Funds      | \$ 672,746,832        |
| Internal Service Funds  | <u>15,485,244</u>     |
| Governmental Activities | 688,232,076           |
| Fiduciary Funds         | <u>8,537,039</u>      |
| Total                   | <u>\$ 696,769,115</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 4 INVESTMENTS (CONTINUED)**

Debt securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Investments classified under the net asset value (NAV) classification include the Intergovernmental investment pool funds, which are held with FL PALM, FLCLASS, and Florida Fixed Income Trust pools, which are valued using a NAV of \$1.00 per share. These funds have no unfunded commitments and allows unlimited daily redemption and investments with a 1-day minimum holding period. These funds have investments in negotiable certificate of deposits, commercial paper, repurchase agreements, certificate of deposit – FHLB LOC, Federal Agencies, Municipal Bonds, Corporate Notes, and U.S. Treasury Notes.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Section 218.415(17), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they come due. The District's investment policy limits investments to a maximum of five years, unless specifically matched with cash flow needs as a means of managing its exposure to fair value losses arising from increasing interest rates.

The District has a formal investment policy as authorized by Section 218.415, Florida Statutes, that generally limits investments to a maximum of five years, but which allows investments to exceed five years when there is opportunity to achieve a greater return and/or the average life is expected to be less.

**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 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, the investment must be immediately placed for safekeeping in a secured vault. The District does not have a formal investment policy that addresses custodial credit risk.

The District has \$83.9 million of underlying securities in corporate notes that are held by the investment's counterparty, not in the name of the District.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 4 INVESTMENTS (CONTINUED)**

**Credit Risk**

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

The District's investment policy allows for investments in certificates of deposit, time deposits, United States Government Securities, United States Government Agency Securities, United States Government Enterprises and Instrumentalities Securities, money market funds that are rated "AAAm" or better by Standard & Poor's (S&P) or the equivalent by another rating agency, and other forms of authorized investments described in the Florida Statutes.

As of June 30, 2025, the District's investment in United States Treasury Notes and Federal Agency Notes are rated AA+ by S&P and Aa1 by Moody's. The Trust Fund Investment U.S. Bank United States Treasury notes was rated Aa1 by Moody's.

As of June 30, 2025, the Ultra Short Income Portfolio Class I Bond Fund held by Morgan Stanley was rated AAAs/S1 by Fitch. JP Morgan Prime Money Market Portfolio Class I, held by Wells Fargo Securities, was rated AAAm by S&P. The Florida Cooperative Liquid Assets Security System (FLCLASS) and the Florida Public Assets for Liquidity Management (FLPALM), which is an intergovernmental Investment Pool, was rated AAAm by S&P. The Federated Prime Cash Obligation Money Market, held by Fifth Third Bank, was rated AAAm by S&P and the Florida Fixed Income Trust, which is an inter-local governmental agreement in the Cash Pool and an Enhanced Cash Pool was rated AAAs/S1 by Fitch.

As of June 30, 2025, the District's investment in various corporate notes was by S&P between A+ and BBB+ and by Moody's between A1 and A3.

**Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer.

The District is not at risk for the corporate notes held by the District, which represent 12.0% of total investments. The remainder of the investments are issued or explicitly guaranteed by the United States Government or are in mutual funds, external investment pool, other pooled investments or are less than five percent of total investments, which do not require disclosure for concentration credit risk.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2025**

**NOTE 4 INVESTMENTS (CONTINUED)**

**Foreign Currency Risk**

The District has no exposure to foreign currency.

The District's investment policy does not permit investment in foreign currency.

**NOTE 5 ACCOUNTS RECEIVABLE**

The majority of receivables are due from other agencies. These receivables and the remaining accounts receivables are considered to be fully collectible with no allowance for potentially uncollectible receivables.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 6 CHANGES IN CAPITAL ASSETS**

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

|                                                                         | Beginning<br>Balance   | Increases            | Decreases             | Ending<br>Balance      |
|-------------------------------------------------------------------------|------------------------|----------------------|-----------------------|------------------------|
| <b><u>Governmental Activities</u></b>                                   |                        |                      |                       |                        |
| Capital Assets, Not Being Depreciated:                                  |                        |                      |                       |                        |
| Land                                                                    | \$ 111,924,782         | \$ -                 | \$ -                  | \$ 111,924,782         |
| Construction in Progress                                                | 58,996,529             | 65,646,270           | (2,217,577)           | 122,425,222            |
| Total Capital Assets, Not Being Depreciated                             | 170,921,311            | 65,646,270           | (2,217,577)           | 234,350,004            |
| Capital Assets, Being Depreciated:                                      |                        |                      |                       |                        |
| Improvements Other than Buildings                                       | 63,141,410             | 3,101,842            | -                     | 66,243,252             |
| Buildings and Fixed Equipment                                           | 2,000,404,485          | 8,924,324            | -                     | 2,009,328,809          |
| Furniture, Fixtures, and Equipment                                      | 48,447,877             | 1,664,431            | (168,784)             | 49,943,524             |
| Motor Vehicles                                                          | 102,817,868            | 11,885,053           | -                     | 114,702,921            |
| Audio Visual Materials and Computer Software                            | 10,123,645             | 144,000              | (293,850)             | 9,973,795              |
| Total Capital Assets, Being Depreciated                                 | 2,224,935,285          | 25,719,650           | (462,634)             | 2,250,192,301          |
| Less Accumulated Depreciation For:                                      |                        |                      |                       |                        |
| Improvements Other than Buildings                                       | 49,344,349             | 1,531,421            | -                     | 50,875,770             |
| Buildings and Fixed Equipment                                           | 835,133,172            | 37,253,588           | -                     | 872,386,760            |
| Furniture, Fixtures, and Equipment                                      | 30,763,595             | 3,768,444            | (133,737)             | 34,398,302             |
| Motor Vehicles                                                          | 73,560,547             | 5,849,023            | -                     | 79,409,570             |
| Audio Visual Materials and Computer Software                            | 10,053,288             | 34,839               | (290,546)             | 9,797,581              |
| Total Accumulated Depreciation                                          | 998,854,951            | 48,437,315           | (424,283)             | 1,046,867,983          |
| Total Capital Assets Being Depreciated, Net                             | 1,226,080,334          | (22,717,665)         | (38,351)              | 1,203,324,318          |
| Right to Use Lease Assets:                                              |                        |                      |                       |                        |
| Buildings                                                               | 57,599,656             | 2,079,953            | -                     | 59,679,609             |
| Equipment                                                               | 317,712                | -                    | -                     | 317,712                |
| Total Right to Use Lease Assets                                         | 57,917,368             | 2,079,953            | -                     | 59,997,321             |
| Less Accumulated Amortization For:                                      |                        |                      |                       |                        |
| Buildings                                                               | 3,842,919              | 1,494,848            | -                     | 5,337,767              |
| Equipment                                                               | 259,539                | 58,173               | -                     | 317,712                |
| Total Accumulated Amortization                                          | 4,102,458              | 1,553,021            | -                     | 5,655,479              |
| Total Right to Use Lease Assets, Net                                    | 53,814,910             | 526,932              | -                     | 54,341,842             |
| Subscription Based Information Technology Arrangement Assets            |                        |                      |                       |                        |
| Subscription Based Information Technology Arrangements                  | 17,623,477             | 21,960,635           | (4,373,457)           | 35,210,655             |
| Less Accumulated Amortization For:                                      |                        |                      |                       |                        |
| Subscription Based Information Technology Arrangements                  | 11,714,474             | 2,699,607            | (4,373,457)           | 10,040,624             |
| Total Subscription Based Information Technology Arrangement Assets, Net | 5,909,003              | 19,261,028           | -                     | 25,170,031             |
| Governmental Activities Capital Assets, Net                             | <u>\$1,456,725,558</u> | <u>\$ 62,716,565</u> | <u>\$ (2,255,928)</u> | <u>\$1,517,186,195</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 6 CHANGES IN CAPITAL ASSETS (CONTINUED)**

Depreciation and amortization expense was charged to functions as follows:

|                                             |                      |
|---------------------------------------------|----------------------|
| Instructional                               | \$ 26,210,524        |
| Student Personnel Services                  | 1,980,624            |
| Media Services                              | 316,770              |
| Curriculum Development                      | 651,370              |
| Instructional Training                      | 907,000              |
| Instructional Technology Support            | 3,728,957            |
| Board                                       | 83,865               |
| General Administration                      | 465,980              |
| School Administration                       | 1,822,676            |
| Facilities and Construction                 | 1,861,343            |
| Fiscal Services                             | 122,919              |
| Food Services                               | 2,333,701            |
| Central Services                            | 5,228,012            |
| Student Transportation                      | 1,827,031            |
| Operation of Plant                          | 3,107,091            |
| Maintenance of Plant                        | 1,206,590            |
| Administrative Technology Support           | 267,360              |
| Community Services                          | 138,178              |
| Unallocated                                 | 429,952              |
| Total Depreciation and Amortization Expense | <u>\$ 52,689,943</u> |

**NOTE 7 CERTIFICATES OF PARTICIPATION**

The Certificates of Participation (COPS or Certificates) are instruments issued to finance lease purchase agreements in accordance with Section 235.056, Florida Statutes. US Bank, N.A. is the trustee for the certificates and makes all interest, principal, and fee payments, invest idle funds, and complies with the requirements for the issue documents. The certificates mature serially and the debt service is funded by transfers from Capital Improvement Fund (Section 236.25). The following is a description of the COPS:

**Series 2010C-QSCB/COPS**

The District entered into a financing arrangement on November 22, 2010, which was characterized as a lease-purchase agreement in the form of Qualified School Construction Bonds, with the Financing Corporation for the School Board of Polk County, Florida. The financing was accomplished through the issuance of COPS, Series 2010C, totaling \$21,223,000, to be repaid from the proceeds of rents paid by the District.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 7    CERTIFICATES OF PARTICIPATION (CONTINUED)**

**Series 2010C-QSCB/COPS (Continued)**

The District has elected to receive a refundable credit from the United States Department of Treasury in accordance with Section 6431(f) of the Internal Revenue Code of 1986, as amended, equal to the lesser of the amount of interest payable with respect to the Certificates on such date or the amount of interest which would have been payable with respect to the Certificates on such date if such interest were determined at the tax credit rate set by the Department of Treasury on November 18, 2010 (5.49%) exceeds the interest rate on the Certificates (5.38%), the interest rate applicable to the Certificates is the maximum allowable interest rate credit, which will be paid to the District with respect to the Certificates (the Subsidy Payments).

As a condition of the 2010 financing arrangement, the District has given a ground lease on District property to the Financing Corporation, with a rental fee of \$10 per year. The initial term of the lease is for the period commencing on November 1, 2010 and ending on the earlier of: (a) the date on which the Series 2010C Certificates and all other amounts due in respect of the Trust Agreement or the Lease Agreement have been paid in full or (b) November 1, 2029 (both dates inclusive). The properties covered by the ground lease are, together with the improvements constructed thereon from the financing proceeds, leased back to the District.

If the District fails to renew the lease and to provide for the rent payments through to term, the District may be required to make accelerated payments or surrender the sites included under the Ground Lease Agreement for the benefit of the securers of the Certificates for a period of time specified by the arrangement, which may be up to approximately 25 years from the date of inception of the arrangement.

The District properties included in the ground lease under this arrangement include land on which the Series 2010C Project is located. The Series 2010C Project was for the construction of the Freshman Academy at Winter Haven High School Master Plan Phase II.

The lease payments are payable by the District into a sinking fund on an annual basis, and interest at a rate of 2.75% is paid quarterly. Sinking fund proceeds are invested and accumulate over the life of the bonds, ending up in a lump sum repayment to the bondholders at bond maturity. The interest earnings of the sinking fund are estimated. Therefore, the final principal payment will be adjusted as required based upon final interest earned. Bondholders earn federal tax credits in lieu of interest.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 7 CERTIFICATES OF PARTICIPATION (CONTINUED)**

**Series 2010C-QSCB/COPS (Continued)**

The following is a schedule of required sinking fund deposits and estimated earnings to accumulate through maturity in the sinking fund:

| Payment Due Date<br>(FY) | Principal            | Interest<br>Earned<br>Sinking Fund | Estimated<br>Sinking Fund<br>Balance |
|--------------------------|----------------------|------------------------------------|--------------------------------------|
| 2012                     | \$ 1,117,000         | \$ 11,434                          | \$ 1,128,434                         |
| 2013                     | 1,093,040            | 37,323                             | 2,258,797                            |
| 2014                     | 1,067,130            | 62,269                             | 3,388,196                            |
| 2015                     | 1,041,777            | 87,071                             | 4,517,044                            |
| 2016                     | 1,017,539            | 112,411                            | 5,646,994                            |
| 2017                     | 992,673              | 136,725                            | 6,776,392                            |
| 2018                     | 967,390              | 162,009                            | 7,905,791                            |
| 2019                     | 942,455              | 186,944                            | 9,035,190                            |
| 2020                     | 917,520              | 211,879                            | 10,164,589                           |
| 2021                     | 891,958              | 238,130                            | 11,294,677                           |
| 2022                     | 868,346              | 261,121                            | 12,424,144                           |
| 2023                     | 842,715              | 285,926                            | 13,552,785                           |
| 2024                     | 817,780              | 311,619                            | 14,682,184                           |
| 2025                     | 792,845              | 336,554                            | 15,811,583                           |
| 2026                     | 765,959              | 361,373                            | 16,938,915                           |
| 2027                     | 744,019              | 388,548                            | 18,071,482                           |
| 2028                     | 719,154              | 409,143                            | 19,199,779                           |
| 2029                     | 693,104              | 436,294                            | 20,329,177                           |
| 2030                     | 669,423              | 224,400                            | 21,223,000                           |
| Total                    | <u>\$ 16,961,827</u> | <u>\$ 4,261,173</u>                | <u>\$ 21,223,000</u>                 |

**Series 2019A**

The District entered into a refunding arrangement on February 3, 2020, to advance refund the COPS Series 2015A (formally Series 2012A, 2009A, and 2003A). The refunding was accomplished through the issuance of COPS, Series 2019A, totaling \$45,845,547, to be repaid from the proceeds of rents paid by the District.

As a condition of the 2019A financing arrangement, the District has given a ground lease on District property to the Financing Corporation, with a rental fee of \$10 per year. The initial term of the lease is for the period commencing on February 3, 2020 and ending on the earlier of: (a) the date on which the Series 2019A Certificates and all other amounts due in respect of the Trust Agreement or the Lease Agreement have been paid in full or (b) January 1, 2028 (both dates inclusive). The properties covered by the ground lease are, together with the improvements constructed thereon from the financing proceeds, leased back to the District.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 7 CERTIFICATES OF PARTICIPATION (CONTINUED)**

**Series 2019A (Continued)**

If the District fails to renew the lease and to provide for the rent payments through to term, the District may be required to make accelerated payments or surrender the sites included under the Ground Lease Agreement for the benefit of the securers of the Certificates for a period of time specified by the arrangement, which may be up to approximately 25 years from the date of inception of the arrangement.

The District properties included in the ground lease under this arrangement include land on which the original Series 2003A Projects are located. The following five schools are in this arrangement: Chain of Lakes Elementary, Ridge Community High School, Sandhill Elementary Classroom Addition, Ridgeview Elementary Classroom Addition, and Haines City High School Administrative Suite/Media Center.

The net proceeds of the Series 2019A Certificates were used to currently refund the Series 2015A Certificates.

The Series 2019A Certificates include serial certificates maturing through 2028 and term certificates maturing in 2028. The lease payments on the Series 2019A Certificates are payable by the District, annually, on January 1. The lease payments are payable by the District, monthly, at an interest rate of 4.565%.

**Series 2019B**

The District entered into a refunding arrangement on February 3, 2020, to advance refund the COPS Series 2015B (formerly known as 2010D, and 2001A). The refunding was accomplished through the issuance of COPS, Series 2019B, totaling \$41,968,119, to be repaid by the proceeds of rents paid by the District.

As a condition of the 2019B financing arrangement, the District has given a ground lease on District property to the Financing Corporation, with a rental fee of \$10 per year. The initial term of the lease is for the period commencing on February 3, 2020 and ending on the earlier of: (a) the date on which the Series 2019B Certificates and all other amounts due in respect of the Trust Agreement or the Lease Agreement have been paid in full or (b) January 1, 2026 (both dates inclusive). The properties covered by the ground lease are, together with the improvements constructed thereon from the financing proceeds, leased back to the District.

If the District fails to renew the lease and to provide for the rent payments through to term, the District may be required to make accelerated payments or surrender the sites included under the Ground Lease Agreement for the benefit of the securers of the Certificates for a period of time specified by the arrangement, which may be up to approximately 25 years from the date of inception of the arrangement.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 7 CERTIFICATES OF PARTICIPATION (CONTINUED)**

**Series 2019B (Continued)**

The District properties included in the ground lease under this arrangement include land on which the original Series 2001A projects are located. The following ten schools are in this arrangement: Elementary Schools E & F (N.E. Roberts Elementary and R. Bruce Wagner Elementary), Auditorium Lake Gibson High School, Homer K. Addair Academy (formerly known as the Lake Alfred Career Development Academy), Classroom Wing Jewett Elementary, Agri Science Center/Gym Auburndale Senior High, New Cafeteria/Remodel Bartow Senior & Haines City High Schools, Administration Building, Kathleen Elementary, and Quad Classroom Lewis Elementary.

The net proceeds of the 2019B Certificates were used to currently refund the Series 2015B Certificates.

The Lease payments are payable by the District, monthly, on the first (1st) day each month, at an interest rate of 5.49%.

The following is a summary of Certificates of Participation payable:

|                                                                   | <u>Balance at<br/>June 30, 2025</u> |
|-------------------------------------------------------------------|-------------------------------------|
| COPS from Direct Borrowings of Debt:                              |                                     |
| Series 2019A (Refinances 2015A), \$42,360,000,<br>Issued 2/1/2020 | \$ 33,155,000                       |
| Series 2019B (Refinances 2015B), \$42,850,000,<br>Issued 2/1/2020 | 14,295,000                          |
| Series 2010C, \$21,223,000, Issued 11/22/2010                     | <u>21,223,000</u>                   |
| Total Certificates of Participation                               | <u><u>\$ 68,673,000</u></u>         |

The following is a schedule by years of future minimum lease payments under the lease agreements together with the present value minimum lease payments as of June 30, 2025:

| <u>Fiscal Year Ended June 30,</u> | <u>Total</u>                | <u>Principal</u>            | <u>Interest</u>            |
|-----------------------------------|-----------------------------|-----------------------------|----------------------------|
| 2026                              | \$ 18,664,298               | \$ 15,150,000               | \$ 3,514,298               |
| 2027                              | 18,421,798                  | 15,665,000                  | 2,756,798                  |
| 2028                              | 18,608,548                  | 16,635,000                  | 1,973,548                  |
| 2029                              | 1,141,798                   | -                           | 1,141,798                  |
| 2030                              | <u>21,793,879</u>           | <u>21,223,000</u>           | <u>570,879</u>             |
| Totals                            | <u><u>\$ 78,630,321</u></u> | <u><u>\$ 68,673,000</u></u> | <u><u>\$ 9,957,321</u></u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 8 BONDS AND NOTES PAYABLE**

The following is a description of debt issues, each of which was derived through public offerings:

**State School Bonds**

These bonds are issued by the State Board of Education (SBE) on behalf of the District. The bonds mature serially and are secured by a pledge of part of the District's portion of State-assessed motor vehicle license tax. The State's full faith and credit is also pledged as security for these issues. Principal and interest payments, investment of debt service fund resources, and compliance with reserve requirements are administered by the SBE.

**Sales Tax Bonds**

These bonds are authorized by the Constitution of Laws of the State of Florida, particularly Chapter 1010, Florida Statutes, Chapter 212, Part I, Florida Statutes, and other applicable provisions of law. The bonds are secured by a pledge of the proceeds received pursuant to a Local Option Half-Cent Sales Tax passed by Polk County voters which commenced January 1, 2019 for a period not to exceed fifteen (15) years. Sales tax received for the current year was \$77,180,302. For the fiscal year, the amount of interest on Sales Tax Bonds was \$6,714,000.

If the District fails to make timely payments of the principal or interest on these bonds, or the District shall dissolve or file for bankruptcy, a trustee may be assigned by a vote of at least 25% of the principal holders to apply all pledged funds to the defaulted payment.

The following is a summary of bonds payable at June 30, 2025:

| <u>Description</u>                                                                                                                                                                                                                                                              | <u>Amount</u> |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|
| <u>State School Bonds</u>                                                                                                                                                                                                                                                       |               |
| Series 2017-A, \$1,035,000, Issued 04/29/17, This refunds 2006-A, Matures Serially to 01/01/26, Interest Rates Ranging from 3.0% to 5.0%. Payable in Future Annual Installments Ranging from \$46,000 to \$86,000, Semiannual Interest Payments Range from \$2,150 to \$12,950. | \$ 86,000     |
| Series 2019-A, \$2,752,000, Issued 01/27/19, This refunds 2009-A, Matures Serially to 01/01/29, Interest Rate of 5.0%. Payable in Future Annual Installments Ranging from \$173,000 to \$412,000, Semiannual Interest Payments Range from \$10,300 to \$68,800.                 | 1,433,000     |
| Total State School Bonds                                                                                                                                                                                                                                                        | 1,519,000     |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 8 BONDS AND NOTES PAYABLE (CONTINUED)**

**Sales Tax Bonds (Continued)**

| <u>Description (Continued)</u>                                                                                                                                                                                                                   | <u>Amount</u>                |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------|
| <u>Sales Tax Bonds</u>                                                                                                                                                                                                                           |                              |
| Series 2019, \$160,025,000, issued 6/06/19 matures serially to 10/01/33; interest rate is 5.0%; payable in a future annual installments ranging from \$8,165,000 to \$15,395,000, semiannual interest payments ranging \$384,875 to \$4,000,625. | <u>\$ 114,905,000</u>        |
| Total Sales Tax Bonds                                                                                                                                                                                                                            | <u>114,905,000</u>           |
| Total Bonds Payable                                                                                                                                                                                                                              | <u><u>\$ 116,424,000</u></u> |

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

Annual requirements to amortize all bonded debt outstanding as of June 30, 2025 are as follows:

State School Bonds

| <u>Fiscal Year Ended June 30,</u> | <u>Total</u>               | <u>Principal</u>           | <u>Interest</u>          |
|-----------------------------------|----------------------------|----------------------------|--------------------------|
| 2026                              | \$ 462,950                 | \$ 387,000                 | \$ 75,950                |
| 2027                              | 395,600                    | 339,000                    | 56,600                   |
| 2028                              | 420,650                    | 381,000                    | 39,650                   |
| 2029                              | 432,600                    | 412,000                    | 20,600                   |
| Total                             | <u><u>\$ 1,711,800</u></u> | <u><u>\$ 1,519,000</u></u> | <u><u>\$ 192,800</u></u> |

Sales Tax Bonds

| <u>Fiscal Year Ended June 30,</u> | <u>Total</u>                 | <u>Principal</u>             | <u>Interest</u>             |
|-----------------------------------|------------------------------|------------------------------|-----------------------------|
| 2026                              | \$ 16,165,250                | \$ 10,420,000                | \$ 5,745,250                |
| 2027                              | 16,164,250                   | 10,940,000                   | 5,224,250                   |
| 2028                              | 16,167,250                   | 11,490,000                   | 4,677,250                   |
| 2029                              | 16,167,750                   | 12,065,000                   | 4,102,750                   |
| 2030                              | 16,164,500                   | 12,665,000                   | 3,499,500                   |
| 2031-2034                         | 64,665,250                   | 57,325,000                   | 7,340,250                   |
| Total                             | <u><u>\$ 145,494,250</u></u> | <u><u>\$ 114,905,000</u></u> | <u><u>\$ 30,589,250</u></u> |

|                                        |                              |
|----------------------------------------|------------------------------|
| State School Bonds                     | \$ 1,519,000                 |
| Sales Tax Bonds                        | 114,905,000                  |
| Subtotal Bonds                         | <u>116,424,000</u>           |
| Plus Unamortized Bond Premium/Discount | <u>22,773,004</u>            |
| Total Bonds Payable                    | <u><u>\$ 139,197,004</u></u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 9 LEASES**

**Lessee Arrangements**

The District leases equipment as well as certain operating and office facilities for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2044.

Total future minimum lease payments under lease agreements are as follows:

| <u>Fiscal Year Ended June 30,</u> | <u>Governmental Activities</u> |                      | <u>Total</u>         |
|-----------------------------------|--------------------------------|----------------------|----------------------|
|                                   | <u>Principal</u>               | <u>Interest</u>      |                      |
| 2026                              | \$ 2,373,043                   | \$ 2,228,096         | \$ 4,601,139         |
| 2027                              | 2,344,345                      | 2,135,945            | 4,480,290            |
| 2028                              | 2,427,977                      | 2,041,531            | 4,469,508            |
| 2029                              | 2,522,117                      | 1,943,219            | 4,465,336            |
| 2030                              | 2,624,596                      | 1,840,740            | 4,465,336            |
| 2021-2035                         | 14,879,581                     | 7,504,140            | 22,383,721           |
| 2036-2040                         | 16,173,087                     | 4,266,509            | 20,439,596           |
| 2041 and Thereafter               | 12,589,852                     | 772,197              | 13,362,049           |
| Total Minimum Lease Payments      | <u>\$ 55,978,778</u>           | <u>\$ 22,732,377</u> | <u>\$ 78,666,975</u> |

Right-of-use assets acquired through outstanding leases are shown below, by underlying asset class:

|                                | <u>Governmental Activities</u> |
|--------------------------------|--------------------------------|
| Equipment                      | \$ 317,712                     |
| Buildings                      | 59,679,609                     |
| Less: Accumulated Amortization | (5,655,479)                    |
| Total                          | <u>\$ 54,341,842</u>           |

**NOTE 10 SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS**

The District has entered into subscription-based information technology arrangements (SBITAs) for various software and programs. The SBITA arrangements expire at various dates through 2027 and provide for renewal options.

The future subscription payments under SBITA agreements are as follows:

| <u>Fiscal Year Ended June 30,</u> | <u>Governmental Activities</u> |                     | <u>Total</u>         |
|-----------------------------------|--------------------------------|---------------------|----------------------|
|                                   | <u>Principal</u>               | <u>Interest</u>     |                      |
| 2026                              | \$ 4,858,383                   | \$ 791,759          | \$ 5,650,142         |
| 2027                              | 5,796,902                      | 588,855             | 6,385,757            |
| 2028                              | 4,717,615                      | 358,735             | 5,076,350            |
| 2029                              | 4,280,560                      | 173,099             | 4,453,659            |
| 2030                              | 2,364,459                      | 27,630              | 2,392,089            |
| Total Minimum SBITA Payments      | <u>\$ 22,017,919</u>           | <u>\$ 1,940,078</u> | <u>\$ 23,957,997</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 11 CHANGES IN LONG-TERM LIABILITIES**

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

| Description                                            | Balance<br>7/1/2024     | Additions            | Deletions               | Balance<br>6/30/2025  | Due Within<br>One Year | Due After<br>One Year |
|--------------------------------------------------------|-------------------------|----------------------|-------------------------|-----------------------|------------------------|-----------------------|
| Certificates of Participation (COP)                    | \$ 103,701,000          | \$ -                 | \$ (35,028,000)         | \$ 68,673,000         | \$ 15,150,000          | \$ 53,523,000         |
| COP-Prem/Discount                                      | 8,207,209               | -                    | (4,980,147)             | 3,227,062             | 818,853                | 2,408,209             |
| Bonds Payable                                          | 126,783,000             | -                    | (10,359,000)            | 116,424,000           | 10,807,000             | 105,617,000           |
| Bonds Payable-Prem/Discount                            | 24,891,840              | -                    | (2,118,836)             | 22,773,004            | 3,992,452              | 18,780,552            |
| Compensated Absences Payable*                          | 58,640,338              |                      | (12,496,335)            | 46,144,003            | 9,274,758              | 36,869,245            |
| Estimated Liability for Claims                         | 19,978,820              | 11,184,580           | -                       | 31,163,400            | 11,530,458             | 19,632,942            |
| Net Pension Liability                                  | 624,333,365             | -                    | (65,739,725)            | 558,593,640           | 1,036,226              | 557,557,414           |
| Other Postemployment Benefits                          | 50,005,164              | 4,170,185            | (4,625,320)             | 49,550,029            | 2,237,968              | 47,312,061            |
| Lease Liability                                        | 56,826,286              | 2,079,953            | (2,927,461)             | 55,978,778            | 2,373,043              | 53,605,735            |
| Subscription Based Information Technology Arrangements | 5,113,874               | 21,960,635           | (5,056,590)             | 22,017,919            | 4,858,383              | 17,159,536            |
| <b>Total</b>                                           | <b>\$ 1,078,480,896</b> | <b>\$ 39,395,353</b> | <b>\$ (143,331,414)</b> | <b>\$ 974,544,835</b> | <b>\$ 62,079,141</b>   | <b>\$ 912,465,694</b> |

\* The Compensated Absences activity is reported as a Net Change pursuant to GASB 101.

For the governmental activities, compensated absences, pension, and postemployment benefits are generally liquidated with resources of the general fund. Estimated insurance claims are generally liquidated with resources of the internal service funds.

**NOTE 12 ESTIMATED ARBITRAGE REBATE**

The District is not aware of any arbitrage at June 30, 2025.

**NOTE 13 DERIVATIVE INSTRUMENTS**

All derivative instruments have been terminated as of February 3, 2020.

**NOTE 14 FUND BALANCE REPORTING**

There are two major types of fund balances, which are nonspendable and spendable. Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of this classification are prepaid items, inventories, and principal (corpus) of an endowment fund. The District has inventories and prepaid items that are considered nonspendable. The District does not have any nonspendable funds related to endowments.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
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**JUNE 30, 2025**

**NOTE 14 FUND BALANCE REPORTING (CONTINUED)**

In addition to the nonspendable fund balance, there is a hierarchy of spendable fund balances, based on a hierarchy of spending constraints.

- **Restricted** – fund balances that are constrained by external parties, constitutional provisions, or enabling legislation.
- **Committed** – fund balances that contain self-imposed constraints of the government from its highest level of decision making authority.
- **Assigned** – fund balances that contain self-imposed constraints of the government to be used for a particular purpose. Assignment may be made only by the governing body.
- **Unassigned** – fund balance of the general fund that is not constrained for any particular purpose.

The District has classified its fund balances with the following hierarchy:

**Nonspendable**

The District has inventories and prepaid items totaling \$14,307,556 that are classified as nonspendable.

**Spendable**

The District has classified the spendable fund balances as Restricted, Assigned, and Unassigned and considered each to have been spent when expenditures are incurred. When an expenditure is incurred for purposes for which restricted, committed, assigned, and unassigned resources are available, the District's policy is that expenditures should be applied against restricted resources first, then committed, assigned, and unassigned, respectively. The District currently has no funds classified as committed.

**Restricted for State Required Carryover Programs, Special Revenues, Food Service, Debt Service, and Capital Projects**

Federal Laws, Florida Statutes, and local ordinances require that certain revenues be specifically designated for the purpose of State required carryover programs, special revenues, debt service, and capital projects. The funds have been included in the restricted category of fund balance. The restricted fund balance totaled \$576.4 million and represents \$48.5 million in State required carryover programs, \$15.1 million in food service, \$13.4 million in debt service, \$488.8 million in capital projects, and \$10.6 million in other restricted revenues.

**Assigned for School Operations**

The District has set aside certain spendable fund balance for school operations. At year-end, the assigned fund balance is \$6,599,699 for school operations. The assigned fund balance for school operations includes other grants.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 14 FUND BALANCE REPORTING (CONTINUED)**

**Spendable (Continued)**

**Unassigned (Continued)**

The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

The unassigned fund balance for the General Fund is \$57,299,742.

| Description              | Major                 |                                     |                              | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--------------------------|-----------------------|-------------------------------------|------------------------------|-----------------------------------|--------------------------------|
|                          | General Fund          | Nonvoted<br>Capital<br>Improvements | Other<br>Capital<br>Projects |                                   |                                |
| Fund Balances:           |                       |                                     |                              |                                   |                                |
| Nonspendable:            |                       |                                     |                              |                                   |                                |
| Inventories              | \$ 11,384,066         | \$ -                                | \$ -                         | \$ 2,846,550                      | \$ 14,230,616                  |
| Prepays Amounts          | 56,124                | -                                   | -                            | 20,816                            | 76,940                         |
| Restricted:              |                       |                                     |                              |                                   |                                |
| State Required Carryover | 44,085,327            | -                                   | -                            | -                                 | 44,085,327                     |
| Food Service             | -                     | -                                   | -                            | 15,091,232                        | 15,091,232                     |
| Debt Service             | -                     | -                                   | -                            | 13,362,527                        | 13,362,527                     |
| Capital Projects         | -                     | 89,051,169                          | 388,893,743                  | 10,903,410                        | 488,848,322                    |
| Other                    | 7,827,520             | -                                   | -                            | -                                 | 7,827,520                      |
| Assigned:                |                       |                                     |                              |                                   |                                |
| School Operations        | 7,490,997             | -                                   | -                            | -                                 | 7,490,997                      |
| Unassigned               | 63,559,085            | -                                   | -                            | (421,473)                         | 63,137,612                     |
| Total Fund Balances      | <u>\$ 134,403,119</u> | <u>\$ 89,051,169</u>                | <u>\$ 388,893,743</u>        | <u>\$ 41,803,062</u>              | <u>\$ 654,151,093</u>          |

On November 12, 2013, the Board established a fiscal planning policy (6210). The policy establishes a targeted operating fund balance of five percent (5%) of the District's projected general fund revenues. On June 26, 2012, the Board approved a resolution (2011/2012-20) that granted authority to and designated the Assistant Superintendent of Business Services (retitled to Associate Superintendent – Chief Financial Officer) to determine fund balance classifications and assignments of amounts to be used for specific purposes. This authority shall remain in effect until modified by Board Action.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 15 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

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

| Fund                         | Interfund             |                       |
|------------------------------|-----------------------|-----------------------|
|                              | Receivables           | Payables              |
| Major:                       |                       |                       |
| General Fund                 | \$ 1,454,380          | \$ 20,282,082         |
| Capital Projects             |                       |                       |
| Other Capital Projects       | 68,624,810            | 52,527,578            |
| Nonvoted Capital Improvement | 4,374,753             | 12,771,623            |
| Nonmajor:                    |                       |                       |
| Governmental                 | 38,449,820            | 61,852,118            |
| Internal Service             | 53,583,070            | 19,053,432            |
| Total                        | <u>\$ 166,486,833</u> | <u>\$ 166,486,833</u> |

The interfund amounts represent temporary loans to over expenditures incurred prior to reimbursement from outside sources.

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

| Fund                         | Interfund             |                       |
|------------------------------|-----------------------|-----------------------|
|                              | Transfers In          | Transfers Out         |
| Major:                       |                       |                       |
| General Fund                 | \$ 73,078,128         | \$ 246,507            |
| Capital Projects             |                       |                       |
| Other Capital Projects       | -                     | 25,790,532            |
| Nonvoted Capital Improvement | -                     | 83,406,906            |
| Nonmajor:                    |                       |                       |
| Governmental                 | 36,383,494            | 17,677                |
| Internal Service             | 730,408               | 730,408               |
| Total                        | <u>\$ 110,192,030</u> | <u>\$ 110,192,030</u> |

The transfers out of the capital projects fund were primarily to provide debt service principal and interest payments, to fund property casualty premiums, and assist in funding repairs and maintenance. The remaining transfers between funds were operational in nature.

**NOTE 16 RESERVE FOR ENCUMBRANCES**

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

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 16 RESERVE FOR ENCUMBRANCES (CONTINUED)**

The Florida Department of Education requires that fund balances be reserved at fiscal year-end to report an amount likely to be expended from the 2025-2026 fiscal year budget as a result of purchase orders outstanding at June 30, 2025.

The following is a schedule of encumbrances at June 30, 2025:

| Major Funds          |                                |                                    |                                   |                                |
|----------------------|--------------------------------|------------------------------------|-----------------------------------|--------------------------------|
| General              | Capital<br>Projects -<br>Other | Nonvoted<br>Capital<br>Improvement | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
| <u>\$ 22,362,671</u> | <u>\$ 7,358,677</u>            | <u>\$ -</u>                        | <u>\$ 4,267,865</u>               | <u>\$ 33,989,213</u>           |

**NOTE 17 PROPERTY TAXES**

The following is a summary of millage and taxes levied on the 2024 tax roll for fiscal year 2024-2025:

|                                      | MILLAGES              |              | TAXES                 |                       |
|--------------------------------------|-----------------------|--------------|-----------------------|-----------------------|
|                                      | Maximum<br>Authorized | Levied       | Levied<br>(100%)      | Collected             |
| <b><u>General Fund</u></b>           |                       |              |                       |                       |
| Nonvoted School Tax:                 |                       |              |                       |                       |
| Required Local Effort                | 3.048                 | 3.048        | \$ 230,306,154        | \$ 214,536,701        |
| Discretionary Local Effort           | 0.748                 | 0.748        | 56,518,702            | 52,648,771            |
| Prior Years                          | -                     | -            | -                     | 9,559,079             |
| <b><u>Capital Projects Funds</u></b> |                       |              |                       |                       |
| Nonvoted Tax:                        |                       |              |                       |                       |
| Local Capital Improvements           | 1.500                 | 1.500        | 113,339,643           | 105,592,691           |
| Prior Years                          | -                     | -            | -                     | 3,759,612             |
| Total                                | <u>5.296</u>          | <u>5.296</u> | <u>\$ 400,164,499</u> | <u>\$ 386,096,854</u> |

Actual current-year property taxes collected totaled 93% of taxes levied. The Polk County Tax Collector is not required by law to make an account to the District of the differences between taxes levied and taxes collected. However, because discounts are allowed for early payment of taxes and because of other reasons for non-collection, the District budget estimates less than a 1% shortfall between taxes levied and taxes collected.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans**

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 under the defined benefit plan and was 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 Health Insurance Subsidy (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 benefits 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](http://www.dms.myflorida.com)).

**A. FRS Pension Plan**

Plan Description – The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (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.
- *Senior Management Service Class* – Members in senior management level positions.

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

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans (Continued)**

**A. FRS Pension Plan (Continued)**

The Plan also includes an early retirement provision, however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

The DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 8 years after electing to participate, except that certain instructional personnel may participate for up to 10 years. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided – Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans (Continued)**

**A. FRS Pension Plan (Continued)**

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

| Class, Initial Enrollment, and Retirement Age/<br>Years of Service   | Percent<br>Value |
|----------------------------------------------------------------------|------------------|
| Regular Class Members Initially Enrolled Before<br>July 1, 2011      |                  |
| Retirement Up to Age 62 or Up to 30 Years of Service                 | 1.60 %           |
| Retirement Up to Age 63 or Up to 31 Years of Service                 | 1.63             |
| Retirement Up to Age 64 or Up to 32 Years of Service                 | 1.65             |
| Retirement Up to Age 65 or Up to 33 Years of Service                 | 1.68             |
| Regular Class Members Initially Enrolled On or After<br>July 1, 2011 |                  |
| Retirement Up to Age 65 or Up to 33 Years of Service                 | 1.60             |
| Retirement Up to Age 66 or Up to 34 Years of Service                 | 1.63             |
| Retirement Up to Age 67 or Up to 35 Years of Service                 | 1.65             |
| Retirement Up to Age 68 or Up to 36 Years of Service                 | 1.68             |
| Elected County Officers                                              | 3.00             |
| Senior Management Service Class                                      | 2.00             |
| Special Risk Regular                                                 |                  |
| Service from December 1, 1970 through<br>September 30, 1974          | 2.00             |
| Service On and After October 1, 1974                                 | 3.00             |

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3% 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% determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3%. Plan members initially enrolled on or after July 1, 2011 will not have a cost-of-living adjustment after retirement.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans (Continued)**

**A. FRS Pension Plan (Continued)**

Contributions – The Florida Legislature establishes contribution rates for participating employers and employees. Effective July 1, 2011, all FRS plan members (except those in DROP) are required to make 3% employee contributions on a pretax basis. Contribution rates during the 2024-25 fiscal year were as follows:

| Class                                             | Percent of Gross Salary |              |
|---------------------------------------------------|-------------------------|--------------|
|                                                   | Employee                | Employer (1) |
| FRS, Regular                                      | 3.00                    | 13.63        |
| FRS, Elected County Officers                      | 3.00                    | 58.68        |
| FRS, Senior Management Service                    | 3.00                    | 34.52        |
| DROP - Applicable to Members of the Above Classes | 0.00                    | 21.13        |
| FRD, 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, include 0.06 percent for administrative costs of the Investment Plan.
- (2) Contribution rates are dependent upon retirement class in which reemployed.

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

At June 30, 2025, the District reported a liability of \$357,306,402 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The District's proportionate share of the net pension liability was based on the District's 2023-2024 fiscal year contributions relative to the 2023-2024 fiscal year contributions of all participating members. At June 30, 2025, the District's proportionate share was 0.923637445%, which was a decrease of 0.078850724% from its proportionate share measured as of June 30, 2024.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans (Continued)**

**A. FRS Pension Plan (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

For the fiscal year ended June 30, 2025, the District recognized pension expense of \$55,618,877 related to the FRS Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related pension from the following sources:

| Description                                                                                                                 | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|-----------------------------------------------------------------------------------------------------------------------------|--------------------------------------|-------------------------------------|
| Differences Between Expected and Actual Experience                                                                          | \$ 36,097,539                        | \$ -                                |
| Changes in Actuarial Assumptions                                                                                            | 48,972,109                           | -                                   |
| Net Difference Between Projected and Actual Earnings<br>on FRS Pension Plan Investments                                     | -                                    | 23,748,442                          |
| Changes in Proportion and Differences Between the<br>District FRS Contributions and Proportionate Share<br>of Contributions | 11,620,002                           | 32,436,375                          |
| District FRS Contributions Subsequent to the<br>Measurement Date                                                            | 9,508,869                            | -                                   |
| Total                                                                                                                       | <u>\$ 106,198,519</u>                | <u>\$ 56,184,817</u>                |

The deferred outflows of resources resulting from District contributions to the Plan subsequent to the measurement date, totaling \$9,508,869, will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Fiscal Year Ended June 30,</u> | <u>Amount</u>        |
|-----------------------------------|----------------------|
| 2026                              | \$ (8,715,724)       |
| 2027                              | 55,870,219           |
| 2028                              | (2,705,593)          |
| 2029                              | (5,474,516)          |
| 2030                              | 1,530,447            |
| Total                             | <u>\$ 40,504,833</u> |

**Actuarial Assumptions**

The total pension liability in the July 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

|                  |                                     |
|------------------|-------------------------------------|
| Inflation        | 2.40%                               |
| Salary Increases | 3.50%, average, including inflation |
| Discount Rate    | 6.70%                               |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans (Continued)**

**A. FRS Pension Plan (Continued)**

Actuarial Assumptions (Continued)

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2021.

The actuarial assumptions used in the June 30, 2024 valuation were based on the results of an actuarial experience study for the period July 1, 2018 through June 30, 2023.

The long-term expected rate of return assumption of 6.70 percent used in GASB discount rate calculations consists of two building block components: 1) a long-term average annual inflation assumption of 2.40 percent as adopted in October 2024 by the FRS Actuarial Assumption Conference; and 2) an inferred real (in excess of inflation) return of 4.20 percent. Geometrically combining those building blocks using the formula  $(1 + .024) \times (1 + .042) - 1$  generates an expected nominal return of 6.70 percent. In the opinion of the FRS consulting actuary, both building block components and the overall 6.70 percent return assumption were determined to be reasonable and appropriate per Actuarial Standards of Practice. The 6.70 percent reported investment return assumption is the same as the investment return assumption chosen by the 2023 FRS Actuarial Assumption Conference for funding policy purposes.

The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

| <u>Asset Class</u>     | <u>Target<br/>Allocation (1)</u> | <u>Annual<br/>Arithmetic<br/>Return</u> | <u>Compound<br/>Annual<br/>(Geometric)<br/>Return</u> | <u>Standard<br/>Deviation</u> |
|------------------------|----------------------------------|-----------------------------------------|-------------------------------------------------------|-------------------------------|
| Cash                   | 1.0%                             | 3.3%                                    | 3.3%                                                  | 1.1%                          |
| Fixed Income           | 29.0%                            | 5.7%                                    | 5.6%                                                  | 3.9%                          |
| Global Equity          | 45.0%                            | 8.6%                                    | 7.0%                                                  | 18.2%                         |
| Real Estate (Property) | 12.0%                            | 8.1%                                    | 6.8%                                                  | 16.6%                         |
| Private Equity         | 11.0%                            | 12.4%                                   | 8.8%                                                  | 28.4%                         |
| Strategic Investments  | 2.0%                             | 6.6%                                    | 6.2%                                                  | 8.7%                          |
| Total Fund             | <u>100%</u>                      |                                         |                                                       |                               |

Assumed Inflation - Mean 2.4% 1.5%

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

Discount Rate

The discount rate used to measure the total pension liability was 6.70%. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate used in the 2024 valuation did not change.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans (Continued)**

**A. FRS Pension Plan (Continued)**

Sensitivity of the District's Proportionate Share of the Net Pension Liability to the Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.7%, 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 (5.7%) or 1-percentage-point higher (7.7%) than the current rate:

| Description                                                             | 1% Decrease<br>in Discount<br>Rate | Current<br>Discount<br>Rate | 1% Increase<br>in Discount<br>Rate |
|-------------------------------------------------------------------------|------------------------------------|-----------------------------|------------------------------------|
| FRS Plan Discount Rate                                                  | 5.70%                              | 6.70%                       | 7.70%                              |
| District's Proportionate Share of the<br>FRS Plan Net Pension Liability | \$ 628,489,450                     | \$ 357,306,402              | \$ 130,133,080                     |

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. That report may be obtained through the Florida Department of Management Services website ([www.dms.myflorida.com](http://www.dms.myflorida.com)).

Payable to the Pension Plan

The District reported a payable of \$205,053 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2025.

**B. 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, 2025, eligible retirees and beneficiaries received a monthly HIS payment of \$7.50 for each year of creditable services completed at the time of retirement, with a minimum HIS payment of \$45 and a maximum HIS payment of \$225 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans (Continued)**

**B. HIS Pension Plan (Continued)**

Contributions – The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2025, the contribution rate was 3.93% of payroll pursuant to section 112.363, Florida Statutes. The District contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The District's contribution to the HIS Plan totaled \$11,463,773 for the fiscal year ended June 30, 2025.

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

At June 30, 2025, the District reported a liability of \$201,287,238 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The District's proportionate share of the net pension liability was based on the District's 2023-2024 fiscal year contributions relative to the 2023-2024 fiscal year contributions of all participating members. At June 30, 2024, the District's proportionate share was 1.341827536%, which was an decrease of 0.074133880% from its proportionate share measured as of June 30, 2024.

For the fiscal year ended June 30, 2025, the District recognized pension expense of \$5,541,406 related to the HIS Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related pension from the following sources:

| Description                                                                                                                 | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|-----------------------------------------------------------------------------------------------------------------------------|--------------------------------------|-------------------------------------|
| Differences Between Expected and Actual Experience                                                                          | \$ 1,943,565                         | \$ 386,501                          |
| Changes in Actuarial Assumptions                                                                                            | 3,562,312                            | 23,829,827                          |
| Net Difference Between Projected and Actual<br>Earnings on FRS Pension Plan Investments                                     | -                                    | 72,798                              |
| Changes in Proportion and Differences Between the<br>District FRS Contributions and Proportionate Share<br>of Contributions | 2,645,847                            | 15,075,217                          |
| District FRS Contributions Subsequent to the<br>Measurement Date                                                            | 1,990,809                            | -                                   |
| Total                                                                                                                       | <u>\$ 10,142,533</u>                 | <u>\$ 39,364,343</u>                |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans (Continued)**

**B. HIS Pension Plan (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

The deferred outflows of resources resulting from District contributions to the HIS Plan subsequent to the measurement date, totaling \$1,990,809, will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2026. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Fiscal Year Ended June 30,</u> | <u>Amount</u>                 |
|-----------------------------------|-------------------------------|
| 2026                              | \$ (5,735,562)                |
| 2027                              | (6,323,457)                   |
| 2028                              | (7,536,509)                   |
| 2029                              | (6,207,509)                   |
| 2030                              | (4,262,914)                   |
| Thereafter                        | (1,146,668)                   |
| Total                             | <u><u>\$ (31,212,619)</u></u> |

**Actuarial Assumptions**

The total pension liability in the July 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

|                  |                                     |
|------------------|-------------------------------------|
| Inflation        | 2.40%                               |
| Salary Increases | 3.50%, average, including inflation |
| Discount Rate    | 3.93%                               |

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2021.

The actuarial assumptions that determine the total pension liability as of June 30, 2024 were based on certain results of an actuarial experience study for the period July 1, 2018 – June 30, 2023.

**Discount Rate**

The discount rate used to measure the total pension liability was 3.93%, which is an increase from 3.65% used in the preceding measurement date. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Benefit Pension Plans (Continued)**

**B. HIS Pension Plan (Continued)**

Sensitivity of the District's Proportionate Share of the Net Pension Liability to the Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 3.93%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.93%) or 1-percentage-point higher (4.93%) than the current rate:

| Description                                                             | 1% Decrease<br>in Discount<br>Rate | Current<br>Discount<br>Rate | 1% Increase<br>in Discount<br>Rate |
|-------------------------------------------------------------------------|------------------------------------|-----------------------------|------------------------------------|
| HIS Plan Discount Rate                                                  | 2.93%                              | 3.93%                       | 4.93%                              |
| District's Proportionate Share of the<br>HIS Plan Net Pension Liability | \$ 229,139,651                     | \$ 201,287,238              | \$ 178,165,234                     |

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. That report may be obtained through the Florida Department of Management Services website ([www.dms.myflorida.com](http://www.dms.myflorida.com)).

Payable to the Pension Plan

The District reported a payable of \$2,751,319 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2025.

**C. FRS Defined Contribution Pension Plan**

The District contributes to the FRS Investment Plan (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.

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. Cost of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06% of payroll and by forfeited benefits of Investment Plan members.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 18 STATE RETIREMENT PROGRAMS (CONTINUED)**

**Florida Retirement System (FRS) – Defined Contribution Plan (Continued)**

**C. FRS Defined Contribution Pension Plan (Continued)**

**FRS Defined Contribution Pension Plan (Continued)**

For all membership classes, employees are immediately vested in their own contributions and are vested after one 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 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 five years. If the employee returns to FRS-covered employment within the five year period, the employee will regain control over their account. If the employee does not return within the five year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2025, 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; 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.

The District's Investment Plan pension expense totaled \$22,363,550 for the fiscal year ended June 30, 2025.

The District's Investment Plan pension payable totaled \$5,825,516 for the fiscal year ended June 30, 2025.

The District's contributions to the Investment Plan totaled \$26,201,995 for the year ended June 30, 2025. Employee contributions to the Investment Plan totaled \$5,757,568 for the year ended June 30, 2025.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 19 DEFERRED COMPENSATION PLAN**

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code, Section 457. Effective January 1997, Internal Revenue Code, Section 457, was amended to (1) provide that assets in such plans be held for the exclusive benefit of the plan participants and (2) eliminate provisions that the plan assets were property of the District (employer). Under the amended provisions of the Internal Revenue Code, Section 457, the assets of the District's deferred compensation plan are not held in a fiduciary capacity by the District and, accordingly, are not reported in the District's basic financial statements.

**NOTE 20 CONSTRUCTION CONTRACT COMMITMENTS**

The following is a schedule of construction contract commitments at June 30, 2025:

|                                     | Contracted<br>Amount  | Completed<br>Amount   | Committed<br>Amount |
|-------------------------------------|-----------------------|-----------------------|---------------------|
| District Wide (Security & Safety) - |                       |                       |                     |
| Blue Poles                          | \$ 8,000,000          | \$ 7,920,606          | \$ 79,394           |
| District Wide (Safe Schools)        | 280,100               | 266,095               | 14,005              |
| District Wide (Water Coolers)       | 2,641,600             | 2,440,104             | 201,496             |
| Bartow Elementary Academy           | 460,000               | 446,649               | 13,351              |
| Bella Citta Elementary              | 22,000,000            | 21,911,121            | 88,879              |
| Boswell Elementary                  | 450,000               | 441,518               | 8,482               |
| Elbert Elementary                   | 48,000,000            | 46,412,977            | 1,587,023           |
| Lake Gibson Middle                  | 10,300,000            | 9,989,732             | 310,268             |
| Medulla Elementary                  | 8,000,000             | 7,800,351             | 199,649             |
| Spook Hill Elementary               | 14,000,000            | 13,703,108            | 296,892             |
| Total                               | <u>\$ 114,131,700</u> | <u>\$ 111,332,261</u> | <u>\$ 2,799,439</u> |

**NOTE 21 ALTERNATIVE RETIREMENT PLAN**

Effective August 1, 1995, the District established an Alternative to Social Security Plan for all part-time temporary employees. This plan is authorized under Internal Revenue Code (IRC) Section 3121(b)(7)(f) as an alternative plan to Social Security for all employees not eligible for state retirement coverage under this plan, which is administered under IRC Section 457(b). Neither the District nor the employees contribute the 6.2% FICA Tax to Social Security. Instead, the employees contribute 7.5%, on a pre-tax basis, into the alternative plan, where it is available to the employees at retirement or termination, in accordance with the provisions of the IRC Section 457(b). The plan is coordinated and administered by MidAmerica Administrative & Retirement Solutions. The underlying investment provider is American United Life Insurance Company (AUL). Employee contributions to the plan during the 2024-2025 fiscal year totaled \$501,176 and the related 6.2% FICA tax savings to the District was \$416,786.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 22 OTHER POSTEMPLOYMENT BENEFITS PAYABLE**

The District follows GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for certain other postemployment benefits administered by the District and life insurance benefits through purchased commercial insurance.

**General Information about the OPEB Plan**

Plan Description – The other postemployment benefits plan (OPEB Plan) is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who retire from the District are eligible to participate in the District's health plan for medical and prescription drug coverage. The District subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the OPEB Plan on average than those of active employees. Active employees receive health insurance at no cost. Retiree's over the age of 65 transfer to Florida Schools Retiree Benefits Consortium (FSRBC), while retirees under the age of 65 will begin paying a monthly health plan premium based on their level of coverage. The District does not offer any explicit subsidies for retiree coverage. Retirees are required to enroll in the Federal Medicare (Medicare) program for their primary coverage as soon as they are eligible. The OPEB Plan contribution requirements and benefit terms of the District and the OPEB Plan members are established and may be amended by action from the District. The District has not advance-funded or established a funding methodology for the annual Other Postemployment Benefits (OPEB) or the net OPEB obligation. Contribution requirements of the District are established and may be amended through the District. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB statement No. 75.

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

Employees Covered by Benefit Terms – At June 30, 2025, the following employees were covered:

|                            |               |
|----------------------------|---------------|
| Retirees and Beneficiaries | 256           |
| Active Employees           | 11,541        |
| Total Participants         | <u>11,797</u> |

**Total OPEB Liability**

The District's total OPEB liability of \$49,550,029 was measured as of June 30, 2024 and was determined by an actuarial valuation as of June 30, 2023.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 22 OTHER POSTEMPLOYMENT BENEFITS PAYABLE (CONTINUED)**

**Total OPEB Liability (Continued)**

Actuarial Assumptions and Other Inputs – The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

|                                          |                                                                                                                            |
|------------------------------------------|----------------------------------------------------------------------------------------------------------------------------|
| Inflation                                | 2.50%                                                                                                                      |
| Salary Increases                         | 3.4% - 7.8%, average, including inflation                                                                                  |
| Discount Rate                            | 3.93%                                                                                                                      |
| Healthcare Cost Trend Rates              | Based on the Getzen Model, with trend starting at 7.00% and gradually decreasing to an ultimate trend rate of 4.00 percent |
| Retirees' Share of Benefit-Related Costs | 100% of projected health insurance premiums for retirees                                                                   |

The discount rate was based on the daily rate of Fidelity's 20-year Municipal General Obligation AA Index closest to but not later than the measurement date.

Mortality rates are the same as used in the July 1, 2023 actuarial valuation of the Florida Retirement System for K-12 Instructional Regular Class Members, and non-K-12 Instructional Regular Class Members. These rates were taken from the adjusted Pub-2010 mortality tables published by the SOA with generational mortality improvements using scale MP-2018. Adjustments to reference tables are based on the results of a statewide experience study covering the period 2013 through 2018.

Retirement rates are the same as used in the July 1, 2023 actuarial valuation of the Florida Retirement System for K-12 Instructional Regular Class members and non-K-12 Instructional Regular Class members. They are based on the results of a statewide experience study covering the period 2013 to 2018.

|                             |                         |
|-----------------------------|-------------------------|
|                             | Total OPEB<br>Liability |
| Balance - Beginning of Year | \$ 50,005,164           |
| Changes for the Year:       |                         |
| Service Cost                | 2,237,968               |
| Interest                    | 1,932,217               |
| Changes in Assumptions      | (253,930)               |
| Benefit Payments            | (4,371,390)             |
| Net Changes                 | (455,135)               |
| Balance - End of Year       | <u>\$ 49,550,029</u>    |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 22 OTHER POSTEMPLOYMENT BENEFITS PAYABLE (CONTINUED)**

**Total OPEB Liability (Continued)**

The changes of assumptions or other inputs was based on the following:

- The interest rate for discounting of projected cash flows increased from 3.86% to 3.93%.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following table presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (2.93%) or 1-percentage point higher (4.93%) than the current rate:

| Description             | 1% Decrease in<br>Discount Rate | Discount Rate | 1% Increase in<br>Discount Rate |
|-------------------------|---------------------------------|---------------|---------------------------------|
| OPEB Plan Discount Rate | 2.93 %                          | 3.93 %        | 4.93 %                          |
| Total OPEB Liability    | \$ 53,528,734                   | \$ 49,550,029 | \$ 46,302,988                   |

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following table presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower (3.00%) or 1-percentage point higher (5.00%) than the current rate:

| Description                    | 1% Decrease in<br>Healthcare Cost<br>Trend Rate | Healthcare Cost<br>Trend Rate | 1% Increase in<br>Healthcare Cost<br>Trend Rate |
|--------------------------------|-------------------------------------------------|-------------------------------|-------------------------------------------------|
| OPEB Plan Healthcare Cost Rate | 3.00 %                                          | 4.00 %                        | 5.00 %                                          |
| Total OPEB Liability           | \$ 43,805,873                                   | \$ 49,550,029                 | \$ 56,920,083                                   |

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the fiscal year ended June 30, 2025, the District recognized OPEB expense of \$4,133,080. At June 30, 2025, the District reported deferred outflows of the resources and deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|                                                                | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|----------------------------------------------------------------|--------------------------------------|-------------------------------------|
| Differences Between Expected and Actual Experience             | \$ 1,878,522                         | \$ 232,891                          |
| Changes of Assumptions                                         | 14,633,864                           | 11,372,779                          |
| District's Contributions Subsequent to the<br>Measurement Date | 6,370,829                            | -                                   |
| Total                                                          | <u>\$ 22,883,215</u>                 | <u>\$ 11,605,670</u>                |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 22 OTHER POSTEMPLOYMENT BENEFITS PAYABLE (CONTINUED)**

**Total OPEB Liability (Continued)**

The amount reported as deferred outflows of resources related to OPEB, totaling \$6,370,829, resulting from transactions subsequent to the measurement date and before the end of the fiscal year, will be included as a reduction of the total OPEB liability in the year ended June 30, 2026. Other amounts reported as deferred outflows/inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| <u>Year Ended September 30,</u> | <u>Amount</u>       |
|---------------------------------|---------------------|
| 2026                            | \$ (37,105)         |
| 2027                            | (37,105)            |
| 2028                            | (20,858)            |
| 2029                            | 126,862             |
| 2030                            | 256,681             |
| Thereafter                      | 4,618,241           |
| Total                           | <u>\$ 4,906,716</u> |

**NOTE 23 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 has established an individual self-insurance program for various traditional liability coverage and group medical coverage. The District established self-insurance programs for workers' compensation, comprehensive general liability, fleet liability, professional (errors and omissions) liability, boiler and machinery liability, and group health insurance coverage. The District has entered into agreements with various insurance companies to provide specific excess coverage of claim amounts above the stated amount on an individual claim basis for workers' compensation, general liability, fleet liability, and group health insurance. The District has contracted with third party insurance administrators to administer the self-insurance programs, including the processing, investigating, and payment of claims. Settled claims resulting from the risks described above have not exceeded commercial insurance coverage for the past three years.

Premiums for the various coverages are calculated based on estimates of the amounts needed to pay prior and current-year claims and to establish a reserve for catastrophic losses. The total liabilities and unrestricted net position at June 30, 2025 were \$78,426,180, made up of net position of \$25,860,154 and the estimated liability for unpaid claims and other accounts payable. This estimated liability for unpaid claims (not covered by excess insurance) in the amount of \$31,163,400 at June 30, 2025 is based on estimates provided by the actuaries. The workers compensation, general liability and fleet liability portion of the District's total estimated liability is reported at present value using a 2% interest rate assumption.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 23 RISK MANAGEMENT PROGRAMS (CONTINUED)**

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

|           | Beginning of<br>Fiscal Year<br>Claims Liability | Current Year<br>Claims and<br>Changes in<br>Estimates | Claim<br>Payments | End of Fiscal<br>Year Claims<br>Liability |
|-----------|-------------------------------------------------|-------------------------------------------------------|-------------------|-------------------------------------------|
| 2023-2024 | \$ 18,770,868                                   | \$ 128,869,207                                        | \$ (127,661,253)  | \$ 19,978,822                             |
| 2024-2025 | 19,978,822                                      | 156,612,629                                           | (145,428,051)     | 31,163,400                                |

Additionally, the District purchased \$20,000 of term life insurance for each employee and makes available supplemental life insurance on a non-contributory basis. As required by state statute, the District purchased commercial insurance for building and contents coverage. Settled claims have not exceeded any insurance coverage in any of the past three fiscal years.

The District purchased property insurance coverage with a limit of \$50 million with key deductibles of \$100,000 for all perils excluding named windstorm or flood damages if the property is located in Special Flood Hazard Areas. In addition, the equipment breakdown (boiler & machinery) deductible is \$10,000. The named windstorm maximum deductible out-of-pocket is \$20 million for 2023. The flood deductible is \$100,000. For Special Flood Hazard Areas, the deductible is \$500,000 per building and \$500,000 contents per building.

The administrator for the general and fleet liability self-insurance program and the workers' compensation program is John Eastern from July 1, 2024 to June 30, 2025. Florida Blue administers the District's group medical plan portion, as well as the prescription plan portion of the self-insured group health program.

**NOTE 24 CONTINGENT LIABILITIES**

**Grants**

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of the expenditures that may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

**Lawsuits**

The School Board is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Board's counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 25 RESTATEMENT OF BEGINNING FUND BALANCES**

**Changes to or Within the Financial Reporting Entity**

The Other Federal Programs Fund and Federal Education Stabilization Fund no longer meets the quantitative requirements for reporting as a major fund in the current fiscal year whereas it did meet those requirements in the previous fiscal year. The effect of this change to or within the financial reporting entity is shown in the table below.

|                                                              | Funds                     |                                       |                                   |
|--------------------------------------------------------------|---------------------------|---------------------------------------|-----------------------------------|
|                                                              | Other Federal<br>Programs | Federal<br>Education<br>Stabilization | Nonmajor<br>Governmental<br>Funds |
| Fund Balances - Beginning of Year,<br>as Originally Reported | \$ 37,887                 | \$ -                                  | \$ 63,523,649                     |
| Adjustments                                                  | (37,887)                  | -                                     | 37,887                            |
| Fund Balances - Beginning of Year,<br>as Adjusted            | <u>\$ -</u>               | <u>\$ -</u>                           | <u>\$ 63,561,536</u>              |

**NOTE 26 DEFICIT FUND BALANCE IN INDIVIDUAL NONMAJOR FUND**

At June 30, 2025, the Public Education Capital Outlay (PECO) Fund had a deficit fund balance of \$417,684. The deficit is the result of timing differences between when cash was requested from the FDOE and when the funds were received to offset expenditures incurred for the Homeland Agribusiness Academy Project.

**NOTE 27 DEFICIT NET POSITION IN INDIVIDUAL INTERNAL SERVICE FUND**

At June 30, 2025, the Workers' Compensation Fund had a deficit fund balance of \$1,488,500. The deficit is the result of updated actuarial information received after year end. When the actuarial report was provided, it required the District to record additional liabilities for incurred-but-not-reported (IBNR) claims and other adjustments. These entries increased the fund's expenses and liabilities for the year, which in turn created a negative fund balance. As future premiums, transfers, or funding sources are received, the fund balance is expected to return to a positive position.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2025**

**Schedule of Changes in the District's Total OPEB Liability and Related Ratios\***

|                                                                           | 2025                 | 2024                 | 2023                 | 2022                 | 2021                 | 2020                 | 2019                 | 2018                 |
|---------------------------------------------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Total OPEB Liability                                                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Service Cost                                                              | 2,237,968            | \$ 2,027,269         | \$ 2,498,799         | \$ 1,913,320         | \$ 1,703,085         | \$ 2,217,303         | \$ 2,137,175         | \$ 2,247,244         |
| Interest                                                                  | 1,932,217            | 1,611,766            | 957,762              | 875,380              | 1,070,396            | 1,687,938            | 1,660,825            | 1,414,845            |
| Changes of Benefit Terms                                                  |                      |                      |                      |                      |                      |                      |                      |                      |
| Difference Between Expected and Actual Experience                         | -                    | (278,113)            | -                    | 1,990,209            | -                    | 1,203,097            | -                    | -                    |
| Changes of Assumptions                                                    | (253,930)            | 6,970,127            | (5,796,695)          | 11,768,708           | 1,520,525            | (13,876,444)         | (164,102)            | (1,770,820)          |
| Benefit Payments                                                          | (4,371,390)          | (3,955,841)          | (2,829,051)          | (3,129,919)          | (2,814,872)          | (3,480,822)          | (3,995,770)          | (3,169,008)          |
| Net Change in Total OPEB Liability                                        | (455,135)            | 6,375,208            | (5,169,185)          | 13,417,698           | 1,479,134            | (12,248,928)         | (361,872)            | (1,277,739)          |
| Total OPEB Liability - Beginning                                          | 50,005,164           | 43,629,956           | 48,799,141           | 35,381,443           | 33,902,309           | 46,151,237           | 46,513,109           | 47,790,848           |
| Total OPEB Liability - Ending                                             | <u>\$ 49,550,029</u> | <u>\$ 50,005,164</u> | <u>\$ 43,629,956</u> | <u>\$ 48,799,141</u> | <u>\$ 35,381,443</u> | <u>\$ 33,902,309</u> | <u>\$ 46,151,237</u> | <u>\$ 46,513,109</u> |
| County's Covered-Employee Payroll                                         | \$ 557,896,580       | \$ 541,647,165       | \$ 472,014,580       | \$ 458,266,583       | \$ 453,867,432       | \$ 442,797,495       | \$ 443,267,378       | \$ 430,356,678       |
| County's Total OPEB Liability as a Percentage of Covered-Employee Payroll | 8.88 %               | 9.23 %               | 9.24 %               | 10.65 %              | 7.80 %               | 7.66 %               | 10.41 %              | 10.81 %              |

\* Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

See accompanying Notes to Required Supplementary Information.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2025**

**Schedule of the District's Proportionate Share  
of the Net Pension Liability -  
Florida Retirement System Pension Plan (1)**

| Fiscal<br>Year Ending<br>June 30 | District's<br>Proportion of the<br>FRS Net Pension<br>Liability | District's<br>Proportionate Share<br>of the FRS Net<br>Pension Liability | District's Covered<br>Payroll | District's Proportionate<br>Share of the FRS Net<br>Pension Liability as a<br>Percentage of its<br>Covered Payroll | FRS Plan Fiduciary<br>Net Position as a<br>Percentage of the<br>Total Pension Liability |
|----------------------------------|-----------------------------------------------------------------|--------------------------------------------------------------------------|-------------------------------|--------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|
| 2015                             | 1.097838884%                                                    | \$ 141,800,616                                                           | \$ 445,311,752                | 31.84%                                                                                                             | 92.00%                                                                                  |
| 2016                             | 1.029955435%                                                    | 260,064,556                                                              | 459,070,936                   | 56.65%                                                                                                             | 84.88%                                                                                  |
| 2017                             | 1.001097797%                                                    | 296,118,011                                                              | 464,416,622                   | 63.76%                                                                                                             | 83.89%                                                                                  |
| 2018                             | 1.007763783%                                                    | 303,543,675                                                              | 478,426,152                   | 63.45%                                                                                                             | 84.26%                                                                                  |
| 2019                             | 0.984926250%                                                    | 339,194,888                                                              | 492,457,337                   | 68.88%                                                                                                             | 82.61%                                                                                  |
| 2020                             | 0.948056899%                                                    | 410,901,832                                                              | 492,693,497                   | 83.40%                                                                                                             | 78.85%                                                                                  |
| 2021                             | 1.026312941%                                                    | 77,526,278                                                               | 500,470,247                   | 15.49%                                                                                                             | 96.40%                                                                                  |
| 2022                             | 1.060983787%                                                    | 394,771,231                                                              | 401,982,208                   | 98.21%                                                                                                             | 82.89%                                                                                  |
| 2023                             | 1.002488168%                                                    | 399,459,807                                                              | 561,365,006                   | 71.16%                                                                                                             | 82.38%                                                                                  |
| 2024                             | 0.923637445%                                                    | 357,306,402                                                              | 568,019,629                   | 62.90%                                                                                                             | 83.70%                                                                                  |

(1) The amounts presented for each fiscal year were determined as of June 30.

**Schedule of the District Contributions -  
Florida Retirement System Pension Plan (1)**

| Fiscal<br>Year Ending<br>June 30 | Contractually<br>Required FRS<br>Contribution | FRS Contributions<br>in Relation to the<br>Contractually<br>Required<br>Contribution | FRS Contribution<br>Deficiency (Excess) | District's Covered<br>Payroll | FRS Contributions as<br>a Percentage of<br>Covered Payroll |
|----------------------------------|-----------------------------------------------|--------------------------------------------------------------------------------------|-----------------------------------------|-------------------------------|------------------------------------------------------------|
| 2016                             | \$ 25,117,106                                 | \$ (25,117,106)                                                                      | \$ -                                    | \$ 459,070,936                | 5.47%                                                      |
| 2017                             | 26,061,040                                    | (26,061,040)                                                                         | -                                       | 464,416,622                   | 5.61%                                                      |
| 2018                             | 28,720,458                                    | (28,720,458)                                                                         | -                                       | 478,426,152                   | 6.00%                                                      |
| 2019                             | 30,539,821                                    | (30,539,821)                                                                         | -                                       | 492,457,337                   | 6.20%                                                      |
| 2020                             | 31,499,730                                    | (31,499,730)                                                                         | -                                       | 492,693,497                   | 6.39%                                                      |
| 2021                             | 39,098,089                                    | (39,098,089)                                                                         | -                                       | 500,470,247                   | 7.81%                                                      |
| 2022                             | 39,970,250                                    | (39,970,250)                                                                         | -                                       | 531,344,187                   | 7.52%                                                      |
| 2023                             | 45,901,845                                    | (45,901,845)                                                                         | -                                       | 561,365,006                   | 8.18%                                                      |
| 2024                             | 52,302,201                                    | (52,302,201)                                                                         | -                                       | 568,019,629                   | 9.21%                                                      |
| 2025                             | 52,653,079                                    | (52,653,079)                                                                         | -                                       | 557,896,580                   | 9.44%                                                      |

(1) The amounts presented for each fiscal year were determined as of June 30.

See accompanying Notes to Required Supplementary Information.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2025**

**Schedule of the District's Proportionate Share  
of the Net Pension Liability -  
Health Insurance Subsidy Pension Plan (1)**

| Fiscal<br>Year Ending<br>June 30 | District's<br>Proportion of the<br>FRS Net Pension<br>Liability | District's<br>Proportionate Share<br>of the FRS Net<br>Pension Liability | District's Covered<br>Payroll | District's Proportionate<br>Share of the FRS Net<br>Pension Liability as a<br>Percentage of its<br>Covered Payroll | FRS Plan Fiduciary<br>Net Position as a<br>Percentage of the<br>Total Pension Liability |
|----------------------------------|-----------------------------------------------------------------|--------------------------------------------------------------------------|-------------------------------|--------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|
| 2015                             | 1.463739376%                                                    | \$ 149,651,081                                                           | \$ 445,311,752                | 33.61%                                                                                                             | 50.00%                                                                                  |
| 2016                             | 1.486864795%                                                    | 173,287,932                                                              | 459,070,936                   | 37.75%                                                                                                             | 97.00%                                                                                  |
| 2017                             | 1.456262136%                                                    | 155,710,266                                                              | 464,416,622                   | 33.53%                                                                                                             | 1.64%                                                                                   |
| 2018                             | 1.464556036%                                                    | 155,010,255                                                              | 478,426,152                   | 32.40%                                                                                                             | 2.15%                                                                                   |
| 2019                             | 1.453736711%                                                    | 162,658,590                                                              | 492,457,337                   | 33.03%                                                                                                             | 2.63%                                                                                   |
| 2020                             | 1.419099053%                                                    | 173,269,683                                                              | 492,693,497                   | 35.17%                                                                                                             | 3.00%                                                                                   |
| 2021                             | 1.413136219%                                                    | 173,342,403                                                              | 500,470,247                   | 34.64%                                                                                                             | 3.56%                                                                                   |
| 2022                             | 1.456477038%                                                    | 154,264,181                                                              | 531,344,187                   | 29.03%                                                                                                             | 4.81%                                                                                   |
| 2023                             | 1.415961416%                                                    | 224,873,558                                                              | 561,365,006                   | 40.06%                                                                                                             | 4.12%                                                                                   |
| 2024                             | 1.341827536%                                                    | 201,287,238                                                              | 568,019,629                   | 35.44%                                                                                                             | 4.80%                                                                                   |

(1) The amounts presented for each fiscal year were determined as of June 30.

**Schedule of the District Contributions -  
Health Insurance Subsidy Pension Plan (1)**

| Fiscal<br>Year Ending<br>June 30 | Contractually<br>Required FRS<br>Contribution | FRS Contributions<br>in Relation to the<br>Contractually<br>Required<br>Contribution | FRS Contribution<br>Deficiency (Excess) | District's Covered<br>Payroll | FRS Contributions as<br>a Percentage of<br>Covered Payroll |
|----------------------------------|-----------------------------------------------|--------------------------------------------------------------------------------------|-----------------------------------------|-------------------------------|------------------------------------------------------------|
| 2016                             | \$ 7,621,130                                  | \$ (7,621,130)                                                                       | \$ -                                    | \$ 459,070,936                | 1.66%                                                      |
| 2017                             | 7,706,959                                     | (7,706,959)                                                                          | -                                       | 464,416,622                   | 1.66%                                                      |
| 2018                             | 7,942,324                                     | (7,942,324)                                                                          | -                                       | 478,426,152                   | 1.66%                                                      |
| 2019                             | 8,072,459                                     | (8,072,459)                                                                          | -                                       | 492,457,337                   | 1.64%                                                      |
| 2020                             | 8,177,603                                     | (8,177,603)                                                                          | -                                       | 492,693,497                   | 1.66%                                                      |
| 2021                             | 8,306,427                                     | (8,306,427)                                                                          | -                                       | 500,470,247                   | 1.66%                                                      |
| 2022                             | 8,335,114                                     | (8,335,114)                                                                          | -                                       | 531,344,187                   | 1.57%                                                      |
| 2023                             | 9,314,444                                     | (9,314,444)                                                                          | -                                       | 561,365,006                   | 1.66%                                                      |
| 2024                             | 11,360,308                                    | (11,360,308)                                                                         | -                                       | 568,019,629                   | 2.00%                                                      |
| 2025                             | 11,463,773                                    | (11,463,773)                                                                         | -                                       | 557,896,580                   | 2.05%                                                      |

(1) The amounts presented for each fiscal year were determined as of June 30.

See accompanying Notes to Required Supplementary Information.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2025**

**NOTE 1 SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OTHER POSTEMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS**

No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits. The June 30, 2025, total OPEB liability increased from the prior fiscal year as a result of changes to assumptions as discussed below:

**Changes of Assumptions**

- The discount rate was changed from 3.86% as of the beginning of the measurement period to 3.93% as of June 30, 2025 (based on the Long-Term Municipal Bond Rate).
- The expected claims and premiums were updated to reflect recent information provided for this valuation.
- The ultimate healthcare cost trend rate did not change from 4.00%.

**NOTE 2 SCHEDULE OF NET PENSION LIABILITY AND SCHEDULE OF CONTRIBUTIONS – FLORIDA RETIREMENT SYSTEM PENSION PLAN**

**Changes of Assumptions**

- The long-term expected rate of return did not change from 6.7%.

**NOTE 3 SCHEDULE OF NET PENSION LIABILITY AND SCHEDULE OF CONTRIBUTIONS – HEALTH INSURANCE SUBSIDY PENSION PLAN**

**Changes of Assumptions**

- The municipal bond rate used to determine total pension liability Increased from 3.65% to 3.93%.

# **Combining and Individual Fund Schedules and Statements**



**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
NONMAJOR GOVERNMENTAL FUNDS**

**Special Revenue Funds**

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

- **Food Services Fund** – Accounts for and reports on activities of the food service program
- **Other Federal Programs Fund** – Accounts for various granting agencies awarding application-based funds to enhance educational programs.
- **Federal Education Stabilization Fund** – Accounts for Federal Coronavirus Aid, Relief, and Economic Security (CARES) Act funding provided as emergency relief to address the impact of COVID-19 on elementary and secondary schools.
- **Miscellaneous Special Revenue Fund** – Accounts for and reports on Activities of programs received from sources other than the Federal and State government.

**Debt Service Funds**

The Debt Service Funds account for the payment of interest and principal of the current portion of long-term debt, primarily from tax proceeds and earnings on temporary investments.

- **State Board of Education Bonds Fund** – Accounts for and reports on payments of principal, interest, and related costs on various bond issues serviced by the State.
- **Other Debt Service Fund** – Accounts for and reports on payments of principal and related costs on various bond issues.
- **ARRA Debt Service Fund** – Accounts for and reports on payments of principal and related costs on various bond issues serviced by the Federal government.

**Capital Projects Funds**

The Capital Projects Funds account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects.

- **Capital Outlay Bond Issue Fund** – Accounts for and reports on bond issue proceeds received from the State Board of Education and issued at the request of the District.
- **Public Education Capital Outlay (PECO) Fund** – Accounts for and reports on funds received from the State for the construction and maintenance of schools.
- **Capital Outlay and Debt Service Fund** – Accounts for and reports on the funds received from the State Board of Education Capital Outlay Bonds.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2025**

|                                      | Special Revenue      |                              |                                       |                                     |                      |
|--------------------------------------|----------------------|------------------------------|---------------------------------------|-------------------------------------|----------------------|
|                                      | Food<br>Services     | Other<br>Federal<br>Programs | Federal<br>Education<br>Stabilization | Miscellaneous<br>Special<br>Revenue | Total                |
| <b>ASSETS</b>                        |                      |                              |                                       |                                     |                      |
| Cash                                 | \$ 10,965,794        | \$ 4,921                     | \$ -                                  | \$ 99,766                           | \$ 11,070,481        |
| Investments                          | -                    | -                            | -                                     | -                                   | -                    |
| Accounts and Interest Receivable     | 12,840               | 71,187                       | -                                     | -                                   | 84,027               |
| Due from Other Governmental Agencies | 421,923              | 19,390,405                   | -                                     | 3,862,123                           | 23,674,451           |
| Due from Other Funds                 | 7,501,634            | 4,936,153                    | 23,854,884                            | -                                   | 36,292,671           |
| Inventories                          | 2,846,550            | -                            | -                                     | -                                   | 2,846,550            |
| Prepaid Items                        | -                    | 20,816                       | -                                     | -                                   | 20,816               |
| Total Assets                         | <u>\$ 21,748,741</u> | <u>\$ 24,423,482</u>         | <u>\$ 23,854,884</u>                  | <u>\$ 3,961,889</u>                 | <u>\$ 73,988,996</u> |
| <b>LIABILITIES AND FUND BALANCES</b> |                      |                              |                                       |                                     |                      |
| Liabilities:                         |                      |                              |                                       |                                     |                      |
| Accounts and Contracts Payable       | \$ 441,792           | \$ 1,991,145                 | \$ 3,357,183                          | 99,766                              | \$ 5,889,886         |
| Salaries and Wages Payable           | 17,917               | 27,639                       | -                                     | -                                   | 45,556               |
| Due to Other Funds                   | 3,000,066            | 22,347,541                   | 20,472,057                            | 3,862,123                           | 49,681,787           |
| Due to Other Governmental Agencies   | 188,953              | 40,130                       | 25,644                                | -                                   | 254,727              |
| Sales Tax Payable                    | 431                  | -                            | -                                     | -                                   | 431                  |
| Unearned Revenue                     | 161,800              | -                            | -                                     | -                                   | 161,800              |
| Total Liabilities                    | <u>3,810,959</u>     | <u>24,406,455</u>            | <u>23,854,884</u>                     | <u>3,961,889</u>                    | <u>56,034,187</u>    |
| Fund Balances:                       |                      |                              |                                       |                                     |                      |
| Nonspendable:                        |                      |                              |                                       |                                     |                      |
| Inventories                          | 2,846,550            | -                            | -                                     | -                                   | 2,846,550            |
| Prepaid Amounts                      | -                    | 20,816                       | -                                     | -                                   | 20,816               |
| Restricted:                          |                      |                              |                                       |                                     |                      |
| Debt Service                         | -                    | -                            | -                                     | -                                   | -                    |
| Capital Outlay                       | -                    | -                            | -                                     | -                                   | -                    |
| Food Services                        | 15,091,232           | -                            | -                                     | -                                   | 15,091,232           |
| Unassigned                           | -                    | (3,789)                      | -                                     | -                                   | (3,789)              |
| Total Fund Balances                  | <u>17,937,782</u>    | <u>17,027</u>                | <u>-</u>                              | <u>-</u>                            | <u>17,954,809</u>    |
| Total Liabilities and Fund Balances  | <u>\$ 21,748,741</u> | <u>\$ 24,423,482</u>         | <u>\$ 23,854,884</u>                  | <u>\$ 3,961,889</u>                 | <u>\$ 73,988,996</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**  
**JUNE 30, 2025**

|                                      | Debt Service                            |                          |                      |                      |
|--------------------------------------|-----------------------------------------|--------------------------|----------------------|----------------------|
|                                      | State<br>Board of<br>Education<br>Bonds | Other<br>Debt<br>Service | ARRA<br>Debt Service | Total                |
| <b>ASSETS</b>                        |                                         |                          |                      |                      |
| Cash                                 | \$ -                                    | \$ 3,664,558             | \$ 573,468           | \$ 4,238,026         |
| Investments                          | 40,000                                  | -                        | 15,845,952           | 15,885,952           |
| Accounts and Interest Receivable     | -                                       | -                        | -                    | -                    |
| Due from Other Governmental Agencies | -                                       | -                        | -                    | -                    |
| Due from Other Funds                 | -                                       | 11,166                   | 2,145,983            | 2,157,149            |
| Inventories                          | -                                       | -                        | -                    | -                    |
| Prepaid Items                        | -                                       | -                        | -                    | -                    |
| Total Assets                         | <u>\$ 40,000</u>                        | <u>\$ 3,675,724</u>      | <u>\$ 18,565,403</u> | <u>\$ 22,281,127</u> |
| <b>LIABILITIES AND FUND BALANCES</b> |                                         |                          |                      |                      |
| Liabilities:                         |                                         |                          |                      |                      |
| Accounts and Contracts Payable       | \$ -                                    | \$ 1,186,250             | \$ -                 | \$ 1,186,250         |
| Salaries and Wages Payable           | -                                       | -                        | -                    | -                    |
| Due to Other Funds                   | -                                       | 1,145,011                | 6,587,339            | 7,732,350            |
| Due to Other Governmental Agencies   | -                                       | -                        | -                    | -                    |
| Sales Tax Payable                    | -                                       | -                        | -                    | -                    |
| Unearned Revenue                     | -                                       | -                        | -                    | -                    |
| Total Liabilities                    | -                                       | 2,331,261                | 6,587,339            | 8,918,600            |
| Fund Balances:                       |                                         |                          |                      |                      |
| Nonspendable:                        |                                         |                          |                      |                      |
| Inventories                          | -                                       | -                        | -                    | -                    |
| Prepaid Amounts                      | -                                       | -                        | -                    | -                    |
| Restricted:                          |                                         |                          |                      |                      |
| Debt Service                         | 40,000                                  | 1,344,463                | 11,978,064           | 13,362,527           |
| Capital Outlay                       | -                                       | -                        | -                    | -                    |
| Food Services                        | -                                       | -                        | -                    | -                    |
| Unassigned                           | -                                       | -                        | -                    | -                    |
| Total Fund Balances                  | <u>40,000</u>                           | <u>1,344,463</u>         | <u>11,978,064</u>    | <u>13,362,527</u>    |
| Total Liabilities and Fund Balances  | <u>\$ 40,000</u>                        | <u>\$ 3,675,724</u>      | <u>\$ 18,565,403</u> | <u>\$ 22,281,127</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2025**

|                                      | Capital Projects                |                                              |                                       |                      | Total<br>Nonmajor<br>Governmental<br>Funds |
|--------------------------------------|---------------------------------|----------------------------------------------|---------------------------------------|----------------------|--------------------------------------------|
|                                      | Capital<br>Outlay Bond<br>Issue | Public Education<br>Capital Outlay<br>(PECO) | Capital<br>Outlay and<br>Debt Service | Total                |                                            |
| <b>ASSETS</b>                        |                                 |                                              |                                       |                      |                                            |
| Cash                                 | \$ -                            | \$ -                                         | \$ 575,605                            | \$ 575,605           | \$ 15,884,112                              |
| Investments                          | -                               | -                                            | 9,859,182                             | 9,859,182            | 25,745,134                                 |
| Accounts and Interest Receivable     | -                               | -                                            | -                                     | -                    | 84,027                                     |
| Due from Other Governmental Agencies | -                               | 3,675,000                                    | 4,599,470                             | 8,274,470            | 31,948,921                                 |
| Due from Other Funds                 | -                               | -                                            | -                                     | -                    | 38,449,820                                 |
| Inventories                          | -                               | -                                            | -                                     | -                    | 2,846,550                                  |
| Prepaid Items                        | -                               | -                                            | -                                     | -                    | 20,816                                     |
| Total Assets                         | <u>\$ -</u>                     | <u>\$ 3,675,000</u>                          | <u>\$ 15,034,257</u>                  | <u>\$ 18,709,257</u> | <u>\$ 114,979,380</u>                      |
| <b>LIABILITIES AND FUND BALANCES</b> |                                 |                                              |                                       |                      |                                            |
| Liabilities:                         |                                 |                                              |                                       |                      |                                            |
| Accounts and Contracts Payable       | \$ -                            | \$ 86,200                                    | 7,702                                 | \$ 93,902            | \$ 7,170,038                               |
| Salaries and Wages Payable           | -                               | -                                            | -                                     | -                    | 45,556                                     |
| Due to Other Funds                   | -                               | 331,484                                      | 4,106,497                             | 4,437,981            | 61,852,118                                 |
| Due to Other Governmental Agencies   | -                               | -                                            | -                                     | -                    | 254,727                                    |
| Sales Tax Payable                    | -                               | -                                            | -                                     | -                    | 431                                        |
| Unearned Revenue                     | -                               | 3,675,000                                    | 16,648                                | 3,691,648            | 3,853,448                                  |
| Total Liabilities                    | -                               | 4,092,684                                    | 4,130,847                             | 8,223,531            | 73,176,318                                 |
| Fund Balances:                       |                                 |                                              |                                       |                      |                                            |
| Nonspendable:                        |                                 |                                              |                                       |                      |                                            |
| Inventories                          | -                               | -                                            | -                                     | -                    | 2,846,550                                  |
| Prepaid Amounts                      | -                               | -                                            | -                                     | -                    | 20,816                                     |
| Restricted:                          |                                 |                                              |                                       |                      |                                            |
| Debt Service                         | -                               | -                                            | -                                     | -                    | 13,362,527                                 |
| Capital Outlay                       | -                               | -                                            | 10,903,410                            | 10,903,410           | 10,903,410                                 |
| Food Services                        | -                               | -                                            | -                                     | -                    | 15,091,232                                 |
| Unassigned                           | -                               | (417,684)                                    | -                                     | (417,684)            | (421,473)                                  |
| Total Fund Balances                  | -                               | (417,684)                                    | 10,903,410                            | 10,485,726           | 41,803,062                                 |
| Total Liabilities and Fund Balances  | <u>\$ -</u>                     | <u>\$ 3,675,000</u>                          | <u>\$ 15,034,257</u>                  | <u>\$ 18,709,257</u> | <u>\$ 114,979,380</u>                      |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | Special Revenue      |                              |                                       |                                     |                      |
|----------------------------------------------------------------------|----------------------|------------------------------|---------------------------------------|-------------------------------------|----------------------|
|                                                                      | Food<br>Services     | Other<br>Federal<br>Programs | Federal<br>Education<br>Stabilization | Miscellaneous<br>Special<br>Revenue | Total                |
| <b>REVENUES</b>                                                      |                      |                              |                                       |                                     |                      |
| Local Sources:                                                       |                      |                              |                                       |                                     |                      |
| Food Services                                                        | \$ 790,962           | \$ -                         | \$ -                                  | \$ -                                | \$ 790,962           |
| Other                                                                | 700,029              | 43,010                       | -                                     | -                                   | 743,039              |
| Total Local Sources                                                  | 1,490,991            | 43,010                       | -                                     | -                                   | 1,534,001            |
| State Sources:                                                       |                      |                              |                                       |                                     |                      |
| Workforce Development                                                | -                    | 817,291                      | -                                     | -                                   | 817,291              |
| Food Services                                                        | 802,503              | -                            | -                                     | -                                   | 802,503              |
| Other                                                                | -                    | -                            | -                                     | -                                   | -                    |
| Total State Sources                                                  | 802,503              | 817,291                      | -                                     | -                                   | 1,619,794            |
| Federal Sources:                                                     |                      |                              |                                       |                                     |                      |
| Federal Direct                                                       | -                    | 16,692,454                   | -                                     | -                                   | 16,692,454           |
| Federal Through State and Local:                                     |                      |                              |                                       |                                     |                      |
| Food Services                                                        | 73,405,681           | -                            | -                                     | -                                   | 73,405,681           |
| Federal Grants Through State and Local                               | -                    | 105,946,085                  | 57,400,268                            | -                                   | 163,346,353          |
| Miscellaneous                                                        | -                    | -                            | -                                     | 5,234,108                           | 5,234,108            |
| Total Federal Through State and Local                                | 73,405,681           | 105,946,085                  | 57,400,268                            | 5,234,108                           | 241,986,142          |
| Total Federal Sources                                                | 73,405,681           | 122,638,539                  | 57,400,268                            | 5,234,108                           | 258,678,596          |
| Total Revenues                                                       | 75,699,175           | 123,498,840                  | 57,400,268                            | 5,234,108                           | 261,832,391          |
| <b>EXPENDITURES</b>                                                  |                      |                              |                                       |                                     |                      |
| Current:                                                             |                      |                              |                                       |                                     |                      |
| Instruction                                                          | -                    | 67,849,642                   | 22,677,939                            | 1,920,045                           | 92,447,626           |
| Student Personnel Services                                           | -                    | 8,355,458                    | 4,114,534                             | 89,755                              | 12,559,747           |
| Instructional Media Services                                         | -                    | 767,730                      | -                                     | -                                   | 767,730              |
| Instruction and Curriculum Development Services                      | -                    | 14,098,854                   | 70,250                                | 267,595                             | 14,436,699           |
| Instructional Staff Training Services                                | -                    | 21,471,760                   | 686,599                               | 465,258                             | 22,623,617           |
| Instructional Related Technology                                     | -                    | 194,804                      | 17,105,793                            | 553,499                             | 17,854,096           |
| General Administration                                               | -                    | 4,012,921                    | 163,819                               | -                                   | 4,176,740            |
| School Administration                                                | -                    | 74,044                       | -                                     | -                                   | 74,044               |
| Noncapitalizable Facilities Acquisition and Construction             | -                    | -                            | 2,619,526                             | 106,412                             | 2,725,938            |
| Fiscal Services                                                      | -                    | -                            | 24,221                                | -                                   | 24,221               |
| Food Services                                                        | 80,785,652           | 383,121                      | 42                                    | -                                   | 81,168,815           |
| Central Services                                                     | -                    | 101,490                      | 98,235                                | 5,651                               | 205,376              |
| Student Transportation Services                                      | -                    | 1,417,903                    | 713,469                               | -                                   | 2,131,372            |
| Operation of Plant                                                   | -                    | 462,740                      | 118,027                               | 747,556                             | 1,328,323            |
| Maintenance of Plant                                                 | -                    | 12,875                       | 181,114                               | 664,021                             | 858,010              |
| Administrative Technology Services                                   | -                    | 5,043                        | 156,329                               | 33,584                              | 194,956              |
| Community Services and Other                                         | -                    | 3,771,095                    | 117,757                               | -                                   | 3,888,852            |
| Debt Service:                                                        |                      |                              |                                       |                                     |                      |
| Principal Retirement                                                 | -                    | -                            | 1,413,148                             | -                                   | 1,413,148            |
| Interest                                                             | -                    | -                            | 23,777                                | -                                   | 23,777               |
| Dues, Fees, and Other                                                | -                    | -                            | -                                     | -                                   | -                    |
| Capital Outlay:                                                      |                      |                              |                                       |                                     |                      |
| Facilities Acquisition and Construction                              | -                    | -                            | 5,773,043                             | -                                   | 5,773,043            |
| Other Capital Outlay                                                 | 1,174,572            | 540,220                      | 1,536,446                             | 380,732                             | 3,631,970            |
| Total Expenditures                                                   | 81,960,224           | 123,519,700                  | 57,594,068                            | 5,234,108                           | 268,308,100          |
| <b>EXCESS (DEFICIENCY) OF REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | (6,261,049)          | (20,860)                     | (193,800)                             | -                                   | (6,475,709)          |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                      |                              |                                       |                                     |                      |
| SBITAs                                                               | -                    | -                            | 193,800                               | -                                   | 193,800              |
| Transfers In                                                         | 246,507              | -                            | -                                     | -                                   | 246,507              |
| Transfers Out                                                        | -                    | -                            | -                                     | -                                   | -                    |
| Total Other Financing Sources and Uses                               | 246,507              | -                            | 193,800                               | -                                   | 440,307              |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | (6,014,542)          | (20,860)                     | -                                     | -                                   | (6,035,402)          |
| Fund Balances - Beginning of Year, as Originally Reported            | 23,952,324           | -                            | -                                     | -                                   | 23,952,324           |
| Adjustments                                                          | -                    | 37,887                       | -                                     | -                                   | 37,887               |
| Fund Balances - Beginning of Year, as Adjusted                       | 23,952,324           | 37,887                       | -                                     | -                                   | 23,990,211           |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ 17,937,782</u> | <u>\$ 17,027</u>             | <u>\$ -</u>                           | <u>\$ -</u>                         | <u>\$ 17,954,809</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | Debt Service                            |                          |                      |               |
|----------------------------------------------------------------------|-----------------------------------------|--------------------------|----------------------|---------------|
|                                                                      | State<br>Board of<br>Education<br>Bonds | Other<br>Debt<br>Service | ARRA<br>Debt Service | Total         |
| <b>REVENUES</b>                                                      |                                         |                          |                      |               |
| Local Sources:                                                       |                                         |                          |                      |               |
| Food Services                                                        | \$ -                                    | \$ -                     | \$ -                 | \$ -          |
| Other                                                                | -                                       | 46,347                   | 747,427              | 793,774       |
| Total Local Sources                                                  | -                                       | 46,347                   | 747,427              | 793,774       |
| State Sources:                                                       |                                         |                          |                      |               |
| Workforce Development                                                | -                                       | -                        | -                    | -             |
| Food Services                                                        | -                                       | -                        | -                    | -             |
| Other                                                                | 519,246                                 | -                        | -                    | 519,246       |
| Total State Sources                                                  | 519,246                                 | -                        | -                    | 519,246       |
| Federal Sources:                                                     |                                         |                          |                      |               |
| Federal Direct                                                       | -                                       | -                        | -                    | -             |
| Federal Through State and Local:                                     |                                         |                          |                      |               |
| Food Services                                                        | -                                       | -                        | -                    | -             |
| Federal Grants Through State and Local                               | -                                       | -                        | -                    | -             |
| Miscellaneous                                                        | -                                       | -                        | -                    | -             |
| Total Federal Through State and Local                                | -                                       | -                        | -                    | -             |
| Total Federal Sources                                                | -                                       | -                        | -                    | -             |
| Total Revenues                                                       | 519,246                                 | 46,347                   | 747,427              | 1,313,020     |
| <b>EXPENDITURES</b>                                                  |                                         |                          |                      |               |
| Current:                                                             |                                         |                          |                      |               |
| Instruction                                                          | -                                       | -                        | -                    | -             |
| Student Personnel Services                                           | -                                       | -                        | -                    | -             |
| Instructional Media Services                                         | -                                       | -                        | -                    | -             |
| Instruction and Curriculum Development Services                      | -                                       | -                        | -                    | -             |
| Instructional Staff Training Services                                | -                                       | -                        | -                    | -             |
| Instructional Related Technology                                     | -                                       | -                        | -                    | -             |
| General Administration                                               | -                                       | -                        | -                    | -             |
| School Administration                                                | -                                       | -                        | -                    | -             |
| Noncapitalizable Facilities Acquisition and Construction             | -                                       | -                        | -                    | -             |
| Fiscal Services                                                      | -                                       | -                        | -                    | -             |
| Food Services                                                        | -                                       | -                        | -                    | -             |
| Central Services                                                     | -                                       | -                        | -                    | -             |
| Student Transportation Services                                      | -                                       | -                        | -                    | -             |
| Operation of Plant                                                   | -                                       | -                        | -                    | -             |
| Maintenance of Plant                                                 | -                                       | -                        | -                    | -             |
| Administrative Technology Services                                   | -                                       | -                        | -                    | -             |
| Community Services and Other                                         | -                                       | -                        | -                    | -             |
| Debt Service:                                                        |                                         |                          |                      |               |
| Principal Retirement                                                 | 434,000                                 | 24,410,000               | 20,543,000           | 45,387,000    |
| Interest                                                             | 96,010                                  | 8,728,000                | 1,335,929            | 10,159,939    |
| Dues, Fees, and Other                                                | 86                                      | 11,190                   | 3,781                | 15,057        |
| Capital Outlay:                                                      |                                         |                          |                      |               |
| Facilities Acquisition and Construction                              | -                                       | -                        | -                    | -             |
| Other Capital Outlay                                                 | -                                       | -                        | -                    | -             |
| Total Expenditures                                                   | 530,096                                 | 33,149,190               | 21,882,710           | 55,561,996    |
| <b>EXCESS (DEFICIENCY) OF REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | (10,850)                                | (33,102,843)             | (21,135,283)         | (54,248,976)  |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                                         |                          |                      |               |
| SBITAs                                                               | -                                       | -                        | -                    | -             |
| Transfers In                                                         | -                                       | 34,274,640               | 1,862,347            | 36,136,987    |
| Transfers Out                                                        | -                                       | -                        | -                    | -             |
| Total Other Financing Sources and Uses                               | -                                       | 34,274,640               | 1,862,347            | 36,136,987    |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | (10,850)                                | 1,171,797                | (19,272,936)         | (18,111,989)  |
| Fund Balances - Beginning of Year, as Originally Reported            | 50,850                                  | 172,666                  | 31,251,000           | 31,474,516    |
| Adjustments                                                          | -                                       | -                        | -                    | -             |
| Fund Balances - Beginning of Year, as Adjusted                       | 50,850                                  | 172,666                  | 31,251,000           | 31,474,516    |
| <b>FUND BALANCES - END OF YEAR</b>                                   | \$ 40,000                               | \$ 1,344,463             | \$ 11,978,064        | \$ 13,362,527 |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | Capital Projects                |                                              |                                       |               | Total<br>Nonmajor<br>Governmental<br>Funds |
|----------------------------------------------------------------------|---------------------------------|----------------------------------------------|---------------------------------------|---------------|--------------------------------------------|
|                                                                      | Capital<br>Outlay Bond<br>Issue | Public Education<br>Capital Outlay<br>(PECO) | Capital<br>Outlay and<br>Debt Service | Total         |                                            |
| <b>REVENUES</b>                                                      |                                 |                                              |                                       |               |                                            |
| Local Sources:                                                       |                                 |                                              |                                       |               |                                            |
| Food Services                                                        | \$ -                            | \$ -                                         | \$ -                                  | \$ -          | \$ 790,962                                 |
| Other                                                                | -                               | -                                            | 414,910                               | 414,910       | 1,951,723                                  |
| Total Local Sources                                                  | -                               | -                                            | 414,910                               | 414,910       | 2,742,685                                  |
| State Sources:                                                       |                                 |                                              |                                       |               |                                            |
| Workforce Development                                                | -                               | -                                            | -                                     | -             | 817,291                                    |
| Food Services                                                        | -                               | -                                            | -                                     | -             | 802,503                                    |
| Other                                                                | -                               | -                                            | 5,919,497                             | 5,919,497     | 6,438,743                                  |
| Total State Sources                                                  | -                               | -                                            | 5,919,497                             | 5,919,497     | 8,058,537                                  |
| Federal Sources:                                                     |                                 |                                              |                                       |               |                                            |
| Federal Direct                                                       | -                               | -                                            | -                                     | -             | 16,692,454                                 |
| Federal Through State and Local:                                     |                                 |                                              |                                       |               |                                            |
| Food Services                                                        | -                               | -                                            | -                                     | -             | 73,405,681                                 |
| Federal Grants Through State and Local                               | -                               | -                                            | -                                     | -             | 163,346,353                                |
| Miscellaneous                                                        | -                               | -                                            | -                                     | -             | 5,234,108                                  |
| Total Federal Through State and Local                                | -                               | -                                            | -                                     | -             | 241,986,142                                |
| Total Federal Sources                                                | -                               | -                                            | -                                     | -             | 258,678,596                                |
| Total Revenues                                                       | -                               | -                                            | 6,334,407                             | 6,334,407     | 269,479,818                                |
| <b>EXPENDITURES</b>                                                  |                                 |                                              |                                       |               |                                            |
| Current:                                                             |                                 |                                              |                                       |               |                                            |
| Instruction                                                          | -                               | -                                            | -                                     | -             | 92,447,626                                 |
| Student Personnel Services                                           | -                               | -                                            | -                                     | -             | 12,559,747                                 |
| Instructional Media Services                                         | -                               | -                                            | -                                     | -             | 767,730                                    |
| Instruction and Curriculum Development Services                      | -                               | -                                            | -                                     | -             | 14,436,699                                 |
| Instructional Staff Training Services                                | -                               | -                                            | -                                     | -             | 22,623,617                                 |
| Instructional Related Technology                                     | -                               | -                                            | -                                     | -             | 17,854,096                                 |
| General Administration                                               | -                               | -                                            | -                                     | -             | 4,176,740                                  |
| School Administration                                                | -                               | -                                            | -                                     | -             | 74,044                                     |
| Noncapitalizable Facilities Acquisition and Construction             | -                               | 284,263                                      | 2,254,947                             | 2,539,210     | 5,265,148                                  |
| Fiscal Services                                                      | -                               | -                                            | -                                     | -             | 24,221                                     |
| Food Services                                                        | -                               | -                                            | -                                     | -             | 81,168,815                                 |
| Central Services                                                     | -                               | -                                            | -                                     | -             | 205,376                                    |
| Student Transportation Services                                      | -                               | -                                            | -                                     | -             | 2,131,372                                  |
| Operation of Plant                                                   | -                               | -                                            | -                                     | -             | 1,328,323                                  |
| Maintenance of Plant                                                 | -                               | -                                            | -                                     | -             | 858,010                                    |
| Administrative Technology Services                                   | -                               | -                                            | -                                     | -             | 194,956                                    |
| Community Services and Other                                         | -                               | -                                            | -                                     | -             | 3,888,852                                  |
| Debt Service:                                                        |                                 |                                              |                                       |               |                                            |
| Principal Retirement                                                 | -                               | -                                            | -                                     | -             | 46,800,148                                 |
| Interest                                                             | -                               | -                                            | -                                     | -             | 10,183,716                                 |
| Dues, Fees, and Other                                                | -                               | -                                            | 5,381                                 | 5,381         | 20,438                                     |
| Capital Outlay:                                                      |                                 |                                              |                                       |               |                                            |
| Facilities Acquisition and Construction                              | -                               | -                                            | 1,383,222                             | 1,383,222     | 7,156,265                                  |
| Other Capital Outlay                                                 | -                               | -                                            | -                                     | -             | 3,631,970                                  |
| Total Expenditures                                                   | -                               | 284,263                                      | 3,643,550                             | 3,927,813     | 327,797,909                                |
| <b>EXCESS (DEFICIENCY) OF REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | -                               | (284,263)                                    | 2,690,857                             | 2,406,594     | (58,318,091)                               |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                                 |                                              |                                       |               |                                            |
| SBITAs                                                               | -                               | -                                            | -                                     | -             | 193,800                                    |
| Transfers In                                                         | -                               | -                                            | -                                     | -             | 36,383,494                                 |
| Transfers Out                                                        | (17,677)                        | -                                            | -                                     | (17,677)      | (17,677)                                   |
| Total Other Financing Sources and Uses                               | (17,677)                        | -                                            | -                                     | (17,677)      | 36,559,617                                 |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | (17,677)                        | (284,263)                                    | 2,690,857                             | 2,388,917     | (21,758,474)                               |
| Fund Balances - Beginning of Year, as Originally Reported            | 17,677                          | (133,421)                                    | 8,212,553                             | 8,096,809     | 63,523,649                                 |
| Adjustments                                                          | -                               | -                                            | -                                     | -             | 37,887                                     |
| Fund Balances - Beginning of Year, as Adjusted                       | 17,677                          | (133,421)                                    | 8,212,553                             | 8,096,809     | 63,561,536                                 |
| <b>FUND BALANCES - END OF YEAR</b>                                   | \$ -                            | \$ (417,684)                                 | \$ 10,903,410                         | \$ 10,485,726 | \$ 41,803,062                              |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
NONMAJOR SPECIAL REVENUE FUNDS  
FOOD SERVICES FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | Budgeted Amounts     |                      |                      | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|----------------------------------------------------------------------|----------------------|----------------------|----------------------|-----------------------------------------------------------|
|                                                                      | Original             | Final                | Actual               |                                                           |
| <b>REVENUES</b>                                                      |                      |                      |                      |                                                           |
| Local Sources:                                                       |                      |                      |                      |                                                           |
| Food Services                                                        | \$ 865,000           | \$ 865,000           | \$ 790,962           | \$ (74,038)                                               |
| Other                                                                | 660                  | 660                  | 700,029              | 699,369                                                   |
| Total Local Sources                                                  | 865,660              | 865,660              | 1,490,991            | 625,331                                                   |
| State Sources:                                                       |                      |                      |                      |                                                           |
| Food Services                                                        | 850,000              | 850,000              | 802,503              | (47,497)                                                  |
| Total State Sources                                                  | 850,000              | 850,000              | 802,503              | (47,497)                                                  |
| Federal Sources:                                                     |                      |                      |                      |                                                           |
| Federal Through State and Local:                                     |                      |                      |                      |                                                           |
| Food Services                                                        | 73,741,000           | 73,741,000           | 73,405,681           | (335,319)                                                 |
| Total Federal Sources                                                | 73,741,000           | 73,741,000           | 73,405,681           | (335,319)                                                 |
| Total Revenues                                                       | 75,456,660           | 75,456,660           | 75,699,175           | 242,515                                                   |
| <b>EXPENDITURES</b>                                                  |                      |                      |                      |                                                           |
| Current:                                                             |                      |                      |                      |                                                           |
| Food Service                                                         | 84,416,170           | 84,416,170           | 80,785,652           | 3,630,518                                                 |
| Capital Outlay:                                                      |                      |                      |                      |                                                           |
| Other Capital Outlay                                                 | 2,045,000            | 2,045,000            | 1,174,572            | 870,428                                                   |
| Total Expenditures                                                   | 86,461,170           | 86,461,170           | 81,960,224           | 4,500,946                                                 |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | (11,004,510)         | (11,004,510)         | (6,261,049)          | 4,743,461                                                 |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                      |                      |                      |                                                           |
| Transfers In                                                         | -                    | -                    | 246,507              | 246,507                                                   |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | (11,004,510)         | (11,004,510)         | (6,014,542)          | 4,989,968                                                 |
| Fund Balances - Beginning of Year                                    | 23,952,324           | 23,952,324           | 23,952,324           | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ 12,947,814</u> | <u>\$ 12,947,814</u> | <u>\$ 17,937,782</u> | <u>\$ 4,989,968</u>                                       |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
NONMAJOR SPECIAL REVENUE FUNDS  
OTHER FEDERAL PROGRAMS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                     | Budgeted Amounts |                  |                  | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|-------------------------------------|------------------|------------------|------------------|-----------------------------------------------------------|
|                                     | Original         | Final            | Actual           |                                                           |
| <b>REVENUES</b>                     |                  |                  |                  |                                                           |
| Local Sources:                      |                  |                  |                  |                                                           |
| Other                               | \$ -             | \$ -             | \$ 43,010        | \$ 43,010                                                 |
| Total Local Sources                 | -                | -                | 43,010           | 43,010                                                    |
| State Sources:                      |                  |                  |                  |                                                           |
| Workforce Development               | 1,288,573        | 1,288,573        | 817,291          | (471,282)                                                 |
| Other                               | 93,000           | 93,000           | -                | (93,000)                                                  |
| Total State Sources                 | 1,381,573        | 1,381,573        | 817,291          | (564,282)                                                 |
| Federal Sources:                    |                  |                  |                  |                                                           |
| Federal Direct                      | 23,030,080       | 23,030,080       | 16,692,454       | (6,337,626)                                               |
| Federal Through State and Local     | 166,366,725      | 166,366,725      | 105,946,085      | (60,420,640)                                              |
| Total Federal Sources               | 189,396,805      | 189,396,805      | 122,638,539      | (66,758,266)                                              |
| Total Revenues                      | 190,778,378      | 190,778,378      | 123,498,840      | (67,279,538)                                              |
| <b>EXPENDITURES</b>                 |                  |                  |                  |                                                           |
| Current:                            |                  |                  |                  |                                                           |
| Instruction                         | 100,183,773      | 100,183,773      | 67,849,642       | 32,334,131                                                |
| Student Personnel Services          | 12,476,121       | 12,476,121       | 8,355,458        | 4,120,663                                                 |
| Instructional Media Services        | 853,248          | 853,248          | 767,730          | 85,518                                                    |
| Instruction and Curriculum          |                  |                  |                  |                                                           |
| Development Services                | 25,069,881       | 25,069,881       | 14,098,854       | 10,971,027                                                |
| Instruction Staff Training Services | 37,487,437       | 37,487,437       | 21,471,760       | 16,015,677                                                |
| Instruction Related Technology      | 636,733          | 636,733          | 194,804          | 441,929                                                   |
| General Administration              | 5,810,970        | 5,810,970        | 4,012,921        | 1,798,049                                                 |
| School Administration               | 109,076          | 109,076          | 74,044           | 35,032                                                    |
| Fiscal Services                     | 404,528          | 404,528          | 383,121          | 21,407                                                    |
| Food Service                        | 94,221           | 94,221           | 101,490          | (7,269)                                                   |
| Central Services                    | 1,780,193        | 1,780,193        | 1,417,903        | 362,290                                                   |
| Student Transportation              | 815,897          | 815,897          | 462,740          | 353,157                                                   |
| Operation of Plant                  | 69,649           | 69,649           | 12,875           | 56,774                                                    |
| Maintenance of Plant                | 24,538           | 24,538           | 5,043            | 19,495                                                    |
| Community Services                  | 3,800,520        | 3,800,520        | 3,771,095        | 29,425                                                    |
| Capital Outlay:                     |                  |                  |                  |                                                           |
| Facilities Acquisition and          |                  |                  |                  |                                                           |
| Construction                        | 54,903           | 54,903           | -                | 54,903                                                    |
| Other Capital Outlay                | 1,106,690        | 1,106,690        | 540,220          | 566,470                                                   |
| Total Expenditures                  | 190,778,378      | 190,778,378      | 123,519,700      | 67,258,678                                                |
| <b>NET CHANGE IN FUND BALANCES</b>  | -                | -                | (20,860)         | (20,860)                                                  |
| Fund Balances - Beginning of Year   | 37,887           | 37,887           | 37,887           | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>  | <u>\$ 37,887</u> | <u>\$ 37,887</u> | <u>\$ 17,027</u> | <u>\$ (20,860)</u>                                        |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
NONMAJOR SPECIAL REVENUE FUNDS  
FEDERAL EDUCATION STABILIZATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | Budgeted Amounts |               |               | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|----------------------------------------------------------------------|------------------|---------------|---------------|-----------------------------------------------------------|
|                                                                      | Original         | Final         | Actual        |                                                           |
| <b>REVENUES</b>                                                      |                  |               |               |                                                           |
| Federal Sources:                                                     |                  |               |               |                                                           |
| Federal Through State and Local                                      | \$ 65,037,069    | \$ 65,037,069 | \$ 57,400,268 | \$ (7,636,801)                                            |
| Total Revenues                                                       | 65,037,069       | 65,037,069    | 57,400,268    | (7,636,801)                                               |
| <b>EXPENDITURES</b>                                                  |                  |               |               |                                                           |
| Current:                                                             |                  |               |               |                                                           |
| Instruction                                                          | 33,698,484       | 33,698,484    | 22,677,939    | 11,020,545                                                |
| Student Personnel Services                                           | 4,193,822        | 4,193,822     | 4,114,534     | 79,288                                                    |
| Instruction and Curriculum                                           |                  |               |               |                                                           |
| Development Services                                                 | 70,195           | 70,195        | 70,250        | (55)                                                      |
| Instruction Staff Training Services                                  | 784,186          | 784,186       | 686,599       | 97,587                                                    |
| Instruction Related Technology                                       | 17,176,619       | 17,176,619    | 17,105,793    | 70,826                                                    |
| General Administration                                               | 425,262          | 425,262       | 163,819       | 261,443                                                   |
| Noncapitalizable Facilities                                          |                  |               |               |                                                           |
| Acquisition and Construction                                         | 288,219          | 288,219       | 2,619,526     | (2,331,307)                                               |
| Fiscal Services                                                      | 24,221           | 24,221        | 24,221        | -                                                         |
| Food Service                                                         | 374              | 374           | 42            | 332                                                       |
| Central Services                                                     | 129,806          | 129,806       | 98,235        | 31,571                                                    |
| Student Transportation                                               | 2,144,655        | 2,144,655     | 713,469       | 1,431,186                                                 |
| Operation of Plant                                                   | 618,176          | 618,176       | 118,027       | 500,149                                                   |
| Maintenance of Plant                                                 | 181,114          | 181,114       | 181,114       | -                                                         |
| Administrative Technology Services                                   | 169,829          | 169,829       | 156,329       | 13,500                                                    |
| Community Services                                                   | -                | -             | 117,757       | (117,757)                                                 |
| Debt Service:                                                        |                  |               |               |                                                           |
| Principal                                                            | -                | -             | 1,413,148     | (1,413,148)                                               |
| Interest                                                             | -                | -             | 23,777        | (23,777)                                                  |
| Capital Outlay:                                                      |                  |               |               |                                                           |
| Facilities Acquisition and                                           |                  |               |               |                                                           |
| Construction                                                         | 5,132,107        | 5,132,107     | 5,773,043     | (640,936)                                                 |
| Other Capital Outlay                                                 |                  | -             | 1,536,446     | (1,536,446)                                               |
| Total Expenditures                                                   | 65,037,069       | 65,037,069    | 57,594,068    | 7,443,001                                                 |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | -                | -             | (193,800)     | (193,800)                                                 |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                  |               |               |                                                           |
| SBITAs                                                               | -                | -             | 193,800       | 193,800                                                   |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | -                | -             | -             | -                                                         |
| Fund Balances - Beginning of Year                                    | -                | -             | -             | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>                                   | \$ -             | \$ -          | \$ -          | \$ -                                                      |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
NONMAJOR SPECIAL REVENUE FUNDS  
MISCELLANEOUS SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                     | Budgeted Amounts |               |              | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|-------------------------------------|------------------|---------------|--------------|-----------------------------------------------------------|
|                                     | Original         | Final         | Actual       |                                                           |
| <b>REVENUES</b>                     |                  |               |              |                                                           |
| Federal Sources:                    |                  |               |              |                                                           |
| Federal Through State and Local:    |                  |               |              |                                                           |
| Miscellaneous                       | \$ 10,007,564    | \$ 10,007,564 | \$ 5,234,108 | \$ (4,773,456)                                            |
| Total Revenues                      | 10,007,564       | 10,007,564    | 5,234,108    | (4,773,456)                                               |
| <b>EXPENDITURES</b>                 |                  |               |              |                                                           |
| Current:                            |                  |               |              |                                                           |
| Instruction                         | 3,028,380        | 3,028,380     | 1,920,045    | 1,108,335                                                 |
| Student Personnel Services          | 98,945           | 98,945        | 89,755       | 9,190                                                     |
| Instruction and Curriculum          |                  |               |              |                                                           |
| Development Services                | 325,073          | 325,073       | 267,595      | 57,478                                                    |
| Instruction Staff Training Services | 763,126          | 763,126       | 465,258      | 297,868                                                   |
| Instruction Related Technology      | 569,133          | 569,133       | 553,499      | 15,634                                                    |
| Noncapitalizable Facilities         |                  |               |              |                                                           |
| Acquisition and Construction        | 320,762          | 320,762       | 106,412      | 214,350                                                   |
| Central Services                    | 5,728            | 5,728         | 5,651        | 77                                                        |
| Operation of Plant                  | 3,727,182        | 3,727,182     | 747,556      | 2,979,626                                                 |
| Administrative Technology Services  | 63,219           | 63,219        | 33,584       | 29,635                                                    |
| Community Services                  | 681,500          | 681,500       | 664,021      | 17,479                                                    |
| Capital Outlay:                     |                  |               |              |                                                           |
| Other Capital Outlay                | 424,516          | 424,516       | 380,732      | 43,784                                                    |
| Total Expenditures                  | 10,007,564       | 10,007,564    | 5,234,108    | 4,773,456                                                 |
| <b>NET CHANGE IN FUND BALANCES</b>  | -                | -             | -            | -                                                         |
| Fund Balances - Beginning of Year   | -                | -             | -            | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>  | <u>\$ -</u>      | <u>\$ -</u>   | <u>\$ -</u>  | <u>\$ -</u>                                               |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
DEBT SERVICE FUNDS  
STATE BOARD OF EDUCATION BONDS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                    | Budgeted Amounts |             |                  | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|------------------------------------|------------------|-------------|------------------|-----------------------------------------------------------|
|                                    | Original         | Final       | Actual           |                                                           |
| <b>REVENUES</b>                    |                  |             |                  |                                                           |
| State Sources:                     |                  |             |                  |                                                           |
| Other                              | \$ 528,780       | \$ 528,780  | \$ 519,246       | \$ (9,534)                                                |
| Total Revenues                     | 528,780          | 528,780     | 519,246          | (9,534)                                                   |
| <b>EXPENDITURES</b>                |                  |             |                  |                                                           |
| Debt Service:                      |                  |             |                  |                                                           |
| Principal Retirement               | 434,000          | 434,000     | 434,000          | -                                                         |
| Interest                           | 94,780           | 94,780      | 96,010           | (1,230)                                                   |
| Dues, Fees, and Other              | 50,850           | 50,850      | 86               | 50,764                                                    |
| Total Expenditures                 | 579,630          | 579,630     | 530,096          | 49,534                                                    |
| <b>NET CHANGE IN FUND BALANCES</b> | (50,850)         | (50,850)    | (10,850)         | 40,000                                                    |
| Fund Balances - Beginning of Year  | 50,850           | 50,850      | 50,850           | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b> | <u>\$ -</u>      | <u>\$ -</u> | <u>\$ 40,000</u> | <u>\$ 40,000</u>                                          |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
DEBT SERVICE FUNDS  
OTHER DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | Budgeted Amounts  |                   |                     | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|----------------------------------------------------------------------|-------------------|-------------------|---------------------|-----------------------------------------------------------|
|                                                                      | Original          | Final             | Actual              |                                                           |
| <b>REVENUES</b>                                                      |                   |                   |                     |                                                           |
| Local Sources:                                                       |                   |                   |                     |                                                           |
| Other                                                                | \$ 33,147,375     | \$ 33,147,375     | \$ 46,347           | \$ (33,101,028)                                           |
| Total Revenues                                                       | 33,147,375        | 33,147,375        | 46,347              | (33,101,028)                                              |
| <b>EXPENDITURES</b>                                                  |                   |                   |                     |                                                           |
| Debt Service:                                                        |                   |                   |                     |                                                           |
| Principal Retirement                                                 | 23,935,000        | 23,935,000        | 24,410,000          | (475,000)                                                 |
| Interest                                                             | 9,212,375         | 9,212,375         | 8,728,000           | 484,375                                                   |
| Dues, Fees, and Other                                                | -                 | -                 | 11,190              | (11,190)                                                  |
| Total Expenditures                                                   | 33,147,375        | 33,147,375        | 33,149,190          | (1,815)                                                   |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | -                 | -                 | (33,102,843)        | (33,102,843)                                              |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                   |                   |                     |                                                           |
| Transfers In                                                         | -                 | -                 | 34,274,640          | 34,274,640                                                |
| Total Other Financing Sources<br>and Uses                            | -                 | -                 | 34,274,640          | 34,274,640                                                |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | -                 | -                 | 1,171,797           | 1,171,797                                                 |
| Fund Balances - Beginning of Year                                    | 172,666           | 172,666           | 172,666             | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ 172,666</u> | <u>\$ 172,666</u> | <u>\$ 1,344,463</u> | <u>\$ 1,171,797</u>                                       |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
DEBT SERVICE FUNDS  
ARRA DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | Budgeted Amounts     |                      |                      | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|----------------------------------------------------------------------|----------------------|----------------------|----------------------|-----------------------------------------------------------|
|                                                                      | Original             | Final                | Actual               |                                                           |
| <b>REVENUES</b>                                                      |                      |                      |                      |                                                           |
| Local Sources:                                                       |                      |                      |                      |                                                           |
| Other                                                                | \$ 180,249           | \$ 180,249           | \$ 747,427           | \$ 567,178                                                |
| Total Revenues                                                       | 180,249              | 180,249              | 747,427              | 567,178                                                   |
| <b>EXPENDITURES</b>                                                  |                      |                      |                      |                                                           |
| Debt Service:                                                        |                      |                      |                      |                                                           |
| Principal Retirement                                                 | -                    | -                    | 20,543,000           | (20,543,000)                                              |
| Interest                                                             | -                    | -                    | 1,335,929            | (1,335,929)                                               |
| Dues, Fees, and Other                                                | -                    | -                    | 3,781                | (3,781)                                                   |
| Total Expenditures                                                   | -                    | -                    | 21,882,710           | (21,882,710)                                              |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | 180,249              | 180,249              | (21,135,283)         | (21,315,532)                                              |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                      |                      |                      |                                                           |
| Transfers In                                                         | -                    | -                    | 1,862,347            | 1,862,347                                                 |
| Total Other Financing Sources<br>and Uses                            | -                    | -                    | 1,862,347            | 1,862,347                                                 |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | 180,249              | 180,249              | (19,272,936)         | (19,453,185)                                              |
| Fund Balances - Beginning of Year                                    | 31,251,000           | 31,251,000           | 31,251,000           | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ 31,431,249</u> | <u>\$ 31,431,249</u> | <u>\$ 11,978,064</u> | <u>\$ (19,453,185)</u>                                    |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
CAPITAL PROJECTS FUNDS  
CAPITAL OUTLAY BOND ISSUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | <u>Budgeted Amounts</u> |                  |               | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|----------------------------------------------------------------------|-------------------------|------------------|---------------|-----------------------------------------------------------|
|                                                                      | <u>Original</u>         | <u>Final</u>     | <u>Actual</u> |                                                           |
| <b>REVENUES</b>                                                      |                         |                  |               |                                                           |
| Total Revenues                                                       | \$ -                    | \$ -             | \$ -          | \$ -                                                      |
| <b>EXPENDITURES</b>                                                  |                         |                  |               |                                                           |
| Total Expenditures                                                   | -                       | -                | -             | -                                                         |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | -                       | -                | -             | -                                                         |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                         |                  |               |                                                           |
| Transfers Out                                                        | -                       | -                | (17,677)      | (17,677)                                                  |
| Total Other Financing Sources<br>and Uses                            | -                       | -                | (17,677)      | (17,677)                                                  |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | -                       | -                | (17,677)      | (17,677)                                                  |
| Fund Balances - Beginning of Year                                    | 17,677                  | 17,677           | 17,677        | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ 17,677</u>        | <u>\$ 17,677</u> | <u>\$ -</u>   | <u>\$ (17,677)</u>                                        |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
CAPITAL PROJECTS FUNDS  
PUBLIC EDUCATION CAPITAL OUTLAY (PECO) FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                    | <u>Budgeted Amounts</u>    |                            |                            | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|------------------------------------|----------------------------|----------------------------|----------------------------|-----------------------------------------------------------|
|                                    | <u>Original</u>            | <u>Final</u>               | <u>Actual</u>              |                                                           |
| <b>REVENUES</b>                    |                            |                            |                            |                                                           |
| Total Revenues                     | \$ 5,866,579               | \$ 5,866,579               | \$ -                       | \$ -                                                      |
| <b>EXPENDITURES</b>                |                            |                            |                            |                                                           |
| Current:                           |                            |                            |                            |                                                           |
| Noncapitalizable Facilities        |                            |                            |                            |                                                           |
| Acquisition and Construction       | 5,866,579                  | 5,866,579                  | 284,263                    | 5,582,316                                                 |
| Total Expenditures                 | <u>5,866,579</u>           | <u>5,866,579</u>           | <u>284,263</u>             | <u>5,582,316</u>                                          |
| <b>NET CHANGE IN FUND BALANCES</b> | -                          | -                          | (284,263)                  | 5,582,316                                                 |
| Fund Balances - Beginning of Year  | <u>(133,421)</u>           | <u>(133,421)</u>           | <u>(133,421)</u>           | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b> | <u><u>\$ (133,421)</u></u> | <u><u>\$ (133,421)</u></u> | <u><u>\$ (417,684)</u></u> | <u><u>\$ 5,582,316</u></u>                                |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
CAPITAL PROJECTS FUNDS  
CAPITAL OUTLAY AND DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                            | Budgeted Amounts    |                     |                      | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|--------------------------------------------|---------------------|---------------------|----------------------|-----------------------------------------------------------|
|                                            | Original            | Final               | Actual               |                                                           |
| <b>REVENUES</b>                            |                     |                     |                      |                                                           |
| Local Sources:                             |                     |                     |                      |                                                           |
| Other                                      | \$ -                | \$ -                | \$ 414,910           | \$ 414,910                                                |
| Total Local Sources                        | -                   | -                   | 414,910              | 414,910                                                   |
| State Sources:                             |                     |                     |                      |                                                           |
| Other                                      | 3,974,292           | 3,974,292           | 5,919,497            | 1,945,205                                                 |
| Total State Sources                        | 3,974,292           | 3,974,292           | 5,919,497            | 1,945,205                                                 |
| Total Revenues                             | 3,974,292           | 3,974,292           | 6,334,407            | 2,360,115                                                 |
| <b>EXPENDITURES</b>                        |                     |                     |                      |                                                           |
| Current:                                   |                     |                     |                      |                                                           |
| Noncapitalizable Facilities                |                     |                     |                      |                                                           |
| Acquisition and Construction               | 3,614,251           | 3,614,251           | 2,254,947            | 1,359,304                                                 |
| Debt Service:                              |                     |                     |                      |                                                           |
| Dues, Fees, and Other                      | -                   | -                   | 5,381                | (5,381)                                                   |
| Capital Outlay:                            |                     |                     |                      |                                                           |
| Facilities Acquisition and<br>Construction | 825,107             | 825,107             | 1,383,222            | (558,115)                                                 |
| Total Expenditures                         | 4,439,358           | 4,439,358           | 3,643,550            | 795,808                                                   |
| <b>NET CHANGE IN FUND BALANCES</b>         | (465,066)           | (465,066)           | 2,690,857            | 3,155,923                                                 |
| Fund Balances - Beginning of Year          | 8,212,553           | 8,212,553           | 8,212,553            | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>         | <u>\$ 7,747,487</u> | <u>\$ 7,747,487</u> | <u>\$ 10,903,410</u> | <u>\$ 3,155,923</u>                                       |

# **SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL – OTHER CAPITAL PROJECTS**



**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
CAPITAL PROJECTS FUNDS  
OTHER CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | Budgeted Amounts      |                       |                       | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|----------------------------------------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------------------------------------------|
|                                                                      | Original              | Final                 | Actual                |                                                           |
| <b>REVENUES</b>                                                      |                       |                       |                       |                                                           |
| Local Sources:                                                       |                       |                       |                       |                                                           |
| Local Sales Tax                                                      | \$ 78,695,613         | \$ 78,695,613         | \$ 83,078,412         | \$ 4,382,799                                              |
| Impact Fees                                                          | -                     | -                     | 111,632,236           | 111,632,236                                               |
| Other                                                                | -                     | -                     | 13,242,267            | 13,242,267                                                |
| Total Local Sources                                                  | 78,695,613            | 78,695,613            | 207,952,915           | 129,257,302                                               |
| State Sources:                                                       |                       |                       |                       |                                                           |
| Charter School Capital Outlay                                        | 7,630,800             | 7,630,800             | 7,630,800             | -                                                         |
| Total Revenues                                                       | 86,326,413            | 86,326,413            | 215,583,715           | 129,257,302                                               |
| <b>EXPENDITURES</b>                                                  |                       |                       |                       |                                                           |
| Current:                                                             |                       |                       |                       |                                                           |
| Noncapitalizable Facilities                                          |                       |                       |                       |                                                           |
| Acquisition and Construction                                         | -                     | -                     | 5,176,931             | (5,176,931)                                               |
| Capital Outlay:                                                      |                       |                       |                       |                                                           |
| Facilities Acquisition and                                           |                       |                       |                       |                                                           |
| Construction                                                         | 139,951,244           | 139,951,244           | 65,341,061            | 74,610,183                                                |
| Total Expenditures                                                   | 139,951,244           | 139,951,244           | 70,517,992            | 69,433,252                                                |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | (53,624,831)          | (53,624,831)          | 145,065,723           | 198,690,554                                               |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                       |                       |                       |                                                           |
| Transfers Out                                                        | -                     | -                     | (25,790,532)          | (25,790,532)                                              |
| Total Other Financing Sources<br>and Uses                            | -                     | -                     | (25,790,532)          | (25,790,532)                                              |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | (53,624,831)          | (53,624,831)          | 119,275,191           | 172,900,022                                               |
| Fund Balances - Beginning of Year                                    | 269,618,552           | 269,618,552           | 269,618,552           | -                                                         |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ 215,993,721</u> | <u>\$ 215,993,721</u> | <u>\$ 388,893,743</u> | <u>\$ 172,900,022</u>                                     |

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES BUDGET  
AND ACTUAL – NONVOTED CAPITAL  
IMPROVEMENTS FUND**



**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
CAPITAL PROJECTS FUNDS  
NONVOTED CAPITAL IMPROVEMENTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                      | Budgeted Amounts             |                              |                             | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|----------------------------------------------------------------------|------------------------------|------------------------------|-----------------------------|-----------------------------------------------------------|
|                                                                      | Original                     | Final                        | Actual                      |                                                           |
| <b>REVENUES</b>                                                      |                              |                              |                             |                                                           |
| Local Sources:                                                       |                              |                              |                             |                                                           |
| Ad Valorem Taxes                                                     | \$ 108,806,057               | \$ 108,806,057               | \$ 109,360,582              | \$ 554,525                                                |
| Other                                                                | -                            | -                            | 3,900,043                   | 3,900,043                                                 |
| Total Revenues                                                       | <u>108,806,057</u>           | <u>108,806,057</u>           | <u>113,260,625</u>          | <u>4,454,568</u>                                          |
| <b>EXPENDITURES</b>                                                  |                              |                              |                             |                                                           |
| Current:                                                             |                              |                              |                             |                                                           |
| Noncapitalizable Facilities                                          |                              |                              |                             |                                                           |
| Acquisition and Construction                                         | 2,494,379                    | 2,494,379                    | 951,341                     | 1,543,038                                                 |
| Capital Outlay:                                                      |                              |                              |                             |                                                           |
| Facilities Acquisition and                                           |                              |                              |                             |                                                           |
| Construction                                                         | 4,625                        | 4,625                        | 4,625                       | -                                                         |
| Other Capital Outlay                                                 | -                            | -                            | 404,944                     | (404,944)                                                 |
| Total Expenditures                                                   | <u>2,499,004</u>             | <u>2,499,004</u>             | <u>1,360,910</u>            | <u>1,138,094</u>                                          |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | 106,307,053                  | 106,307,053                  | 111,899,715                 | 5,592,662                                                 |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                              |                              |                             |                                                           |
| Transfers Out                                                        | -                            | -                            | (83,406,906)                | (83,406,906)                                              |
| Total Other Financing Sources<br>and Uses                            | <u>-</u>                     | <u>-</u>                     | <u>(83,406,906)</u>         | <u>(83,406,906)</u>                                       |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | 106,307,053                  | 106,307,053                  | 28,492,809                  | (77,814,244)                                              |
| Fund Balances - Beginning of Year                                    | <u>60,558,360</u>            | <u>60,558,360</u>            | <u>60,558,360</u>           | <u>-</u>                                                  |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u><u>\$ 166,865,413</u></u> | <u><u>\$ 166,865,413</u></u> | <u><u>\$ 89,051,169</u></u> | <u><u>\$ (77,814,244)</u></u>                             |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
INTERNAL SERVICE FUNDS**

The Internal Service Funds account for the cost of the District's Insurance Funds.

- **Workers' Compensation Fund** – Accounts for and reports on the workers' compensation program.
- **General Liability/Fleet Liability Fund** – Accounts for and reports on the automobile and general liability programs.
- **Errors and Omissions/Boiler and Machinery Fund** – Accounts for and reports on the errors and omissions and boiler and machinery liability programs.
- **Group Health Insurance Fund** – Accounts for and reports on the health insurance program.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2025**

|                                     | Governmental Activities |                                       | Internal Service Funds                        |                        |               |
|-------------------------------------|-------------------------|---------------------------------------|-----------------------------------------------|------------------------|---------------|
|                                     | Workers' Compensation   | General Liability/<br>Fleet Liability | Errors and Omissions/<br>Boiler and Machinery | Group Health Insurance | Total         |
| <b>ASSETS</b>                       |                         |                                       |                                               |                        |               |
| Current Assets:                     |                         |                                       |                                               |                        |               |
| Cash and Cash Equivalents           | \$ 2,182,555            | \$ 1,678,038                          | \$ 438,734                                    | \$ 2,162,028           | \$ 6,461,355  |
| Investments                         | 2,497,813               | 1,998,254                             | 999,127                                       | 9,990,050              | 15,485,244    |
| Accounts Receivable                 | 289,258                 | -                                     | -                                             | 1,125,779              | 1,415,037     |
| Due from Other Funds                | 5,000,000               | 3,000,000                             | 750,000                                       | 44,833,070             | 53,583,070    |
| Total Current Assets                | 9,969,626               | 6,676,292                             | 2,187,861                                     | 58,110,927             | 76,944,706    |
| Noncurrent Assets:                  |                         |                                       |                                               |                        |               |
| Buildings                           | -                       | -                                     | -                                             | 1,329,281              | 1,329,281     |
| Furniture, Fixtures, and Equipment  | -                       | 14,409                                | -                                             | -                      | 14,409        |
| Right of Use - Building             | -                       | -                                     | -                                             | 137,784                | 137,784       |
| Total Noncurrent Assets             | -                       | 14,409                                | -                                             | 1,467,065              | 1,481,474     |
| Total Assets                        | 9,969,626               | 6,690,701                             | 2,187,861                                     | 59,577,992             | 78,426,180    |
| <b>LIABILITIES</b>                  |                         |                                       |                                               |                        |               |
| Current Liabilities:                |                         |                                       |                                               |                        |               |
| Accounts Payable                    | 8,126                   | -                                     | -                                             | 2,160,345              | 2,168,471     |
| Payroll Deductions and Withholdings | -                       | -                                     | -                                             | 179,233                | 179,233       |
| Due to Other Agencies               | -                       | -                                     | -                                             | 1,490                  | 1,490         |
| Due to Other Funds                  | -                       | -                                     | -                                             | 19,053,432             | 19,053,432    |
| Estimated Liability for Claims      | 4,236,500               | 1,817,440                             | -                                             | 5,476,518              | 11,530,458    |
| Total Current Liabilities           | 4,244,626               | 1,817,440                             | -                                             | 26,871,018             | 32,933,084    |
| Noncurrent Liabilities:             |                         |                                       |                                               |                        |               |
| Estimated Liability for Claims      | 7,213,500               | 3,094,560                             | -                                             | 9,324,882              | 19,632,942    |
| Total Noncurrent Liabilities        | 7,213,500               | 3,094,560                             | -                                             | 9,324,882              | 19,632,942    |
| Total Liabilities                   | 11,458,126              | 4,912,000                             | -                                             | 36,195,900             | 52,566,026    |
| <b>NET POSITION</b>                 |                         |                                       |                                               |                        |               |
| Investment in Capital Assets        | -                       | 14,409                                | -                                             | 1,467,065              | 1,481,474     |
| Unrestricted                        | (1,488,500)             | 1,764,292                             | 2,187,861                                     | 21,915,027             | 24,378,680    |
| Total Net Position                  | \$ (1,488,500)          | \$ 1,778,701                          | \$ 2,187,861                                  | \$ 23,382,092          | \$ 25,860,154 |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                       | Governmental Activities  |                                       | Internal Service Funds                              |                           |                      |
|---------------------------------------|--------------------------|---------------------------------------|-----------------------------------------------------|---------------------------|----------------------|
|                                       | Workers'<br>Compensation | General Liability/<br>Fleet Liability | Errors and<br>Omissions/<br>Boiler and<br>Machinery | Group Health<br>Insurance | Total                |
| <b>OPERATING REVENUES</b>             |                          |                                       |                                                     |                           |                      |
| Premium Revenue from Other Funds      | \$ 6,628,099             | \$ 2,900,000                          | \$ -                                                | \$ 145,369,719            | \$ 154,897,818       |
| Other Revenue                         | -                        | -                                     | -                                                   | 280,633                   | 280,633              |
| Total Operating Revenues              | 6,628,099                | 2,900,000                             | -                                                   | 145,650,352               | 155,178,451          |
| <b>OPERATING EXPENSES</b>             |                          |                                       |                                                     |                           |                      |
| Salaries                              | 132,710                  | 90,719                                | -                                                   | 278,624                   | 502,053              |
| Benefits                              | 57,965                   | 55,473                                | -                                                   | 123,423                   | 236,861              |
| Purchased Services                    | 1,207,574                | 168,438                               | -                                                   | 1,759,321                 | 3,135,333            |
| Energy Services                       | -                        | -                                     | -                                                   | 22,624                    | 22,624               |
| Materials and Supplies                | 150,000                  | -                                     | -                                                   | 1,195                     | 151,195              |
| Claims                                | 7,589,463                | 2,363,442                             | -                                                   | 150,033,692               | 159,986,597          |
| Depreciation                          | -                        | -                                     | -                                                   | 30,578                    | 30,578               |
| Total Operating Expenses              | 9,137,712                | 2,678,072                             | -                                                   | 152,249,457               | 164,065,241          |
| <b>OPERATING INCOME (LOSS)</b>        | (2,509,613)              | 221,928                               | -                                                   | (6,599,105)               | (8,886,790)          |
| <b>NONOPERATING REVENUE(EXPENSE)</b>  |                          |                                       |                                                     |                           |                      |
| Interest Revenue                      | 246,631                  | 154,310                               | 79,251                                              | 847,185                   | 1,327,377            |
| Interest Expense                      | -                        | -                                     | -                                                   | (2,652)                   | (2,652)              |
| Loss Recoveries                       | 681,858                  | 104,130                               | -                                                   | -                         | 785,988              |
| Total Nonoperating Revenue (Expense)  | 928,489                  | 258,440                               | 79,251                                              | 844,533                   | 2,110,713            |
| <b>INCOME (LOSS) BEFORE TRANSFERS</b> | (1,581,124)              | 480,368                               | 79,251                                              | (5,754,572)               | (6,776,077)          |
| Transfers In                          | -                        | -                                     | -                                                   | 730,408                   | 730,408              |
| Transfers Out                         | (730,408)                | -                                     | -                                                   | -                         | (730,408)            |
| <b>CHANGE IN NET POSITION</b>         | (2,311,532)              | 480,368                               | 79,251                                              | (5,024,164)               | (6,776,077)          |
| Net Position - Beginning of Year      | 823,032                  | 1,298,333                             | 2,108,610                                           | 28,406,256                | 32,636,231           |
| <b>NET POSITION - END OF YEAR</b>     | <u>\$ (1,488,500)</u>    | <u>\$ 1,778,701</u>                   | <u>\$ 2,187,861</u>                                 | <u>\$ 23,382,092</u>      | <u>\$ 25,860,154</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                                            | Governmental Activities |                                       | Internal Service Funds                        |                        |                        |
|--------------------------------------------------------------------------------------------|-------------------------|---------------------------------------|-----------------------------------------------|------------------------|------------------------|
|                                                                                            | Workers' Compensation   | General Liability/<br>Fleet Liability | Errors and Omissions/<br>Boiler and Machinery | Group Health Insurance | Total                  |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                                |                         |                                       |                                               |                        |                        |
| Receipts from Interfund Services Provided                                                  | \$ 6,438,488            | \$ 2,900,000                          | \$ -                                          | \$ 139,285,624         | \$ 148,624,112         |
| Payment to Suppliers                                                                       | (1,357,574)             | (168,438)                             | -                                             | (1,783,140)            | (3,309,152)            |
| Payment/Premium to Employees                                                               | (190,675)               | (146,192)                             | -                                             | (407,414)              | (744,281)              |
| Payments for Interfund Services Used                                                       | (8,931,275)             | (4,668,952)                           | (750,000)                                     | (153,961,585)          | (168,311,812)          |
| Other Receipts (Payments)                                                                  | -                       | -                                     | -                                             | 280,633                | 280,633                |
| Net Cash Used by Operating Activities                                                      | (4,041,036)             | (2,083,582)                           | (750,000)                                     | (16,585,882)           | (23,460,500)           |
| <b>CASH FLOWS FROM NON CAPITAL AND RELATED FINANCING ACTIVITIES</b>                        |                         |                                       |                                               |                        |                        |
| Transfers from Other Funds                                                                 | -                       | -                                     | -                                             | 730,408                | 730,408                |
| Transfers to Other Funds                                                                   | (730,408)               | -                                     | -                                             | -                      | (730,408)              |
| Loss Recoveries                                                                            | 681,858                 | 104,130                               | -                                             | -                      | 785,988                |
| Net Cash Provided (Used) by Noncapital and Related Financing Activities                    | (48,550)                | 104,130                               | -                                             | 730,408                | 785,988                |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                                                |                         |                                       |                                               |                        |                        |
| Purchases (Sales) of Investments                                                           | 4,232,022               | 1,923,684                             | 1,034,376                                     | 12,172,864             | 19,362,946             |
| Interest and Dividends Earned on Investments                                               | 246,631                 | 154,310                               | 79,251                                        | 844,533                | 1,324,725              |
| Net Cash Provided by Investing Activities                                                  | 4,478,653               | 2,077,994                             | 1,113,627                                     | 13,017,397             | 20,687,671             |
| <b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>                                | 389,067                 | 98,542                                | 363,627                                       | (2,838,077)            | (1,986,841)            |
| Cash and Cash Equivalents - Beginning of Year                                              | 1,793,488               | 1,579,496                             | 75,107                                        | 5,000,105              | 8,448,196              |
| <b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>                                             | <u>\$ 2,182,555</u>     | <u>\$ 1,678,038</u>                   | <u>\$ 438,734</u>                             | <u>\$ 2,162,028</u>    | <u>\$ 6,461,355</u>    |
| <b>RECONCILIATION OF OPERATING INCOME TO NET CASH USED BY OPERATING ACTIVITIES</b>         |                         |                                       |                                               |                        |                        |
| Operating Income (Loss)                                                                    | \$ (2,509,613)          | \$ 221,928                            | \$ -                                          | \$ (6,599,105)         | \$ (8,886,790)         |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Used by Operating Activities: |                         |                                       |                                               |                        |                        |
| Depreciation Expense                                                                       | -                       | -                                     | -                                             | 30,578                 | 30,578                 |
| Change in Assets and Liabilities:                                                          |                         |                                       |                                               |                        |                        |
| Accounts Receivable                                                                        | (189,611)               | -                                     | -                                             | (304,457)              | (494,068)              |
| Due from Other Funds                                                                       | (5,000,000)             | (3,000,000)                           | (750,000)                                     | (24,833,070)           | (33,583,070)           |
| Accounts Payable                                                                           | (10,812)                | (44,510)                              | -                                             | (10,705,963)           | (10,761,285)           |
| Due to Other Funds                                                                         | -                       | -                                     | -                                             | 19,053,432             | 19,053,432             |
| Lease Liability                                                                            | -                       | -                                     | -                                             | -                      | -                      |
| Payroll Deductions and Withholdings                                                        | -                       | -                                     | -                                             | (5,367)                | (5,367)                |
| Due to Other Agencies                                                                      | -                       | -                                     | -                                             | 1,490                  | 1,490                  |
| Estimated Liability for Claims Adjust Expense                                              | 3,669,000               | 739,000                               | -                                             | 6,776,580              | 11,184,580             |
| Total Adjustments                                                                          | (1,531,423)             | (2,305,510)                           | (750,000)                                     | (9,986,777)            | (14,573,710)           |
| Net Cash Used by Operating Activities                                                      | <u>\$ (4,041,036)</u>   | <u>\$ (2,083,582)</u>                 | <u>\$ (750,000)</u>                           | <u>\$ (16,585,882)</u> | <u>\$ (23,460,500)</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
COMPONENT UNITS**

**Discretely Presented Component Units** – Accounts for and reports on the Polk Education Foundation and Business Partnership, Inc. (Foundation) and the various charter schools.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**DISCRETELY PRESENTED COMPONENT UNITS**  
**JUNE 30, 2025**

|                                                                      | Dale R. Fair<br>Babson<br>Park<br>Elementary<br>School | Berkley<br>Accelerated<br>Middle<br>School | Berkley<br>Elementary<br>School | Bridgeprep<br>Academy |
|----------------------------------------------------------------------|--------------------------------------------------------|--------------------------------------------|---------------------------------|-----------------------|
| <b>ASSETS</b>                                                        |                                                        |                                            |                                 |                       |
| Cash                                                                 | \$ -                                                   | \$ 3,012,398                               | \$ 3,384,589                    | \$ 1,150,020          |
| Certificates of Deposit                                              | -                                                      | -                                          | -                               | -                     |
| Investments                                                          | -                                                      | -                                          | 1,109,050                       | -                     |
| Accounts Receivable                                                  | -                                                      | 93                                         | -                               | -                     |
| Due from Other Funds                                                 | 1,263,167                                              | 68,559                                     | 17,034                          | 44,012                |
| Prepaid Items                                                        | -                                                      | 62,729                                     | -                               | 118,092               |
| Other Assets                                                         | -                                                      | -                                          | 297,866                         | 8,000                 |
| Capital Assets:                                                      |                                                        |                                            |                                 |                       |
| Land                                                                 | -                                                      | 1,915,000                                  | -                               | -                     |
| Land Improvements                                                    | -                                                      | -                                          | -                               | -                     |
| Construction in Progress                                             | -                                                      | 145,387                                    | -                               | -                     |
| Improvements Other than Buildings                                    | 151,615                                                | -                                          | -                               | -                     |
| Buildings and Systems                                                | -                                                      | 2,257,541                                  | 33,083                          | -                     |
| Furniture, Fixtures, and Equipment                                   | 42,894                                                 | 115,441                                    | 100,359                         | 360,399               |
| Motor Vehicles                                                       | -                                                      | 253,936                                    | 77,420                          | -                     |
| Right to Use - Equipment                                             | -                                                      | -                                          | -                               | 20,965,915            |
| Right to Use - Buildings                                             | -                                                      | -                                          | -                               | -                     |
| Computer Software                                                    | -                                                      | -                                          | -                               | -                     |
| Total Assets                                                         | 1,457,676                                              | 7,831,084                                  | 5,019,401                       | 22,646,438            |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                                                        |                                            |                                 |                       |
| Pension Related Deferred Outflows of Resources                       | 824,340                                                | 852,672                                    | 1,415,226                       | -                     |
| Total Assets and Deferred Outflows of Resources                      | <u>\$ 2,282,016</u>                                    | <u>\$ 8,683,756</u>                        | <u>\$ 6,434,627</u>             | <u>\$ 22,646,438</u>  |
| <b>LIABILITIES</b>                                                   |                                                        |                                            |                                 |                       |
| Accounts Payable                                                     | \$ -                                                   | \$ 18,645                                  | \$ 359,054                      | \$ 11,750             |
| Due to Other Governmental Agencies                                   | -                                                      | -                                          | -                               | -                     |
| Salaries and Wages Payable                                           | -                                                      | 312,452                                    | -                               | 257,661               |
| Compensated Absences Payable                                         | -                                                      | -                                          | 318,974                         | 12,851                |
| Lease Liability Payable                                              | -                                                      | -                                          | -                               | 100,175               |
| Accrued Interest                                                     | -                                                      | -                                          | -                               | -                     |
| Due to Other Funds                                                   | -                                                      | -                                          | -                               | -                     |
| Unearned Revenue                                                     | -                                                      | -                                          | -                               | -                     |
| Other Liabilities                                                    | -                                                      | -                                          | -                               | 9,598                 |
| Accrued Expenses:                                                    | -                                                      | -                                          | -                               | -                     |
| Noncurrent Liabilities:                                              |                                                        |                                            |                                 |                       |
| Due Within One Year                                                  | 202,834                                                | 164,284                                    | -                               | 184,493               |
| Due in More than One Year                                            | 2,877,782                                              | 6,281,964                                  | -                               | 25,351,316            |
| Net Pension Liability                                                | -                                                      | 2,657,355                                  | 4,098,862                       | -                     |
| Total Liabilities                                                    | 3,080,616                                              | 9,434,700                                  | 4,776,890                       | 25,927,844            |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                                                        |                                            |                                 |                       |
| Pension Related Deferred Inflows of Resources                        | 356,743                                                | 267,270                                    | 664,527                         | -                     |
| <b>NET POSITION</b>                                                  |                                                        |                                            |                                 |                       |
| Net Investment in Capital Assets                                     | 194,509                                                | (1,610,041)                                | 210,862                         | (3,487,060)           |
| Restricted for:                                                      |                                                        |                                            |                                 |                       |
| Debt Service                                                         | -                                                      | -                                          | -                               | -                     |
| Capital Outlay                                                       | -                                                      | -                                          | -                               | -                     |
| Endowment - Nonexpendable                                            | -                                                      | -                                          | -                               | -                     |
| Other Purposes                                                       | -                                                      | 17,076                                     | -                               | -                     |
| Unrestricted                                                         | (1,349,852)                                            | 574,751                                    | 782,348                         | 205,654               |
| Total Net Position                                                   | <u>(1,155,343)</u>                                     | <u>(1,018,214)</u>                         | <u>993,210</u>                  | <u>(3,281,406)</u>    |
| Total Liabilities, Deferred Inflows of<br>Resources and Net Position | <u>\$ 2,282,016</u>                                    | <u>\$ 8,683,756</u>                        | <u>\$ 6,434,627</u>             | <u>\$ 22,646,438</u>  |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**JUNE 30, 2025**

|                                                                      | Edward W.<br>Bok<br>Academy<br>South | Edward W.<br>Bok<br>Academy<br>North | Compass<br>Charter<br>Middle<br>School | Cypress<br>Junction<br>Montessori |
|----------------------------------------------------------------------|--------------------------------------|--------------------------------------|----------------------------------------|-----------------------------------|
| <b>ASSETS</b>                                                        |                                      |                                      |                                        |                                   |
| Cash                                                                 | \$ -                                 | \$ -                                 | \$ 509,417                             | \$ 646,428                        |
| Certificates of Deposit                                              | -                                    | -                                    | -                                      | -                                 |
| Investments                                                          | -                                    | -                                    | -                                      | -                                 |
| Accounts Receivable                                                  | 32,614                               | 39,237                               | 6,196                                  | 99,805                            |
| Due from Other Funds                                                 | 1,368,552                            | 1,469,519                            | 180,191                                | -                                 |
| Prepaid Items                                                        | -                                    | -                                    | -                                      | -                                 |
| Other Assets                                                         | 43,245                               | 118,167                              | -                                      | 19,887                            |
| Capital Assets:                                                      |                                      |                                      |                                        |                                   |
| Land                                                                 | -                                    | 62,000                               | -                                      | -                                 |
| Land Improvements                                                    | -                                    | -                                    | -                                      | -                                 |
| Construction in Progress                                             | 19,523                               | 7,346,112                            | -                                      | -                                 |
| Improvements Other than Buildings                                    | 212,738                              | 46,981                               | -                                      | 55,079                            |
| Buildings and Systems                                                | 1,856,489                            | 7,545,608                            | -                                      | 215,580                           |
| Furniture, Fixtures, and Equipment                                   | 46,643                               | 62,526                               | 35,086                                 | 119,669                           |
| Motor Vehicles                                                       | -                                    | -                                    | 335,599                                | 3,999                             |
| Right to Use - Equipment                                             | -                                    | -                                    | -                                      | -                                 |
| Right to Use - Buildings                                             | 1,602,163                            | -                                    | -                                      | -                                 |
| Computer Software                                                    | -                                    | -                                    | -                                      | -                                 |
| Total Assets                                                         | 5,181,967                            | 16,690,150                           | 1,066,489                              | 1,160,447                         |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                                      |                                      |                                        |                                   |
| Pension Related Deferred Outflows of Resources                       | 943,281                              | 1,134,802                            | 295,842                                | -                                 |
| Total Assets and Deferred Outflows of Resources                      | <u>\$ 6,125,248</u>                  | <u>\$ 17,824,952</u>                 | <u>\$ 1,362,331</u>                    | <u>\$ 1,160,447</u>               |
| <b>LIABILITIES</b>                                                   |                                      |                                      |                                        |                                   |
| Accounts Payable                                                     | \$ -                                 | \$ 4,548,349                         | \$ 29,022                              | \$ 92,116                         |
| Due to Other Governmental Agencies                                   | -                                    | -                                    | 24,929                                 | -                                 |
| Salaries and Wages Payable                                           | -                                    | -                                    | 83,651                                 | -                                 |
| Compensated Absences Payable                                         | -                                    | -                                    | -                                      | -                                 |
| Lease Liability Payable                                              | -                                    | -                                    | -                                      | -                                 |
| Accrued Interest                                                     | -                                    | -                                    | -                                      | -                                 |
| Due to Other Funds                                                   | -                                    | -                                    | -                                      | -                                 |
| Unearned Revenue                                                     | -                                    | -                                    | -                                      | -                                 |
| Other Liabilities                                                    | -                                    | -                                    | -                                      | -                                 |
| Accrued Expenses:                                                    | -                                    | -                                    | -                                      | -                                 |
| Noncurrent Liabilities:                                              |                                      |                                      |                                        |                                   |
| Due Within One Year                                                  | 282,030                              | 312,029                              | -                                      | 246,602                           |
| Due in More than One Year                                            | 4,567,049                            | 9,399,296                            | 44,099                                 | -                                 |
| Net Pension Liability                                                | -                                    | -                                    | 864,737                                | -                                 |
| Total Liabilities                                                    | 4,849,079                            | 14,259,674                           | 1,046,438                              | 338,718                           |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                                      |                                      |                                        |                                   |
| Pension Related Deferred Inflows of Resources                        | 435,272                              | 296,580                              | 103,945                                | -                                 |
| <b>NET POSITION</b>                                                  |                                      |                                      |                                        |                                   |
| Net Investment in Capital Assets                                     | 1,867,021                            | 7,744,320                            | 370,685                                | 158,738                           |
| Restricted for:                                                      |                                      |                                      |                                        |                                   |
| Debt Service                                                         | -                                    | -                                    | -                                      | -                                 |
| Capital Outlay                                                       | -                                    | -                                    | -                                      | -                                 |
| Endowment - Nonexpendable                                            | -                                    | -                                    | -                                      | 36,074                            |
| Other Purposes                                                       | -                                    | -                                    | -                                      | 7,851                             |
| Unrestricted                                                         | (1,026,124)                          | (4,475,622)                          | (158,737)                              | 619,066                           |
| Total Net Position                                                   | <u>840,897</u>                       | <u>3,268,698</u>                     | <u>211,948</u>                         | <u>821,729</u>                    |
| Total Liabilities, Deferred Inflows of<br>Resources and Net Position | <u>\$ 6,125,248</u>                  | <u>\$ 17,824,952</u>                 | <u>\$ 1,362,331</u>                    | <u>\$ 1,160,447</u>               |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**JUNE 30, 2025**

|                                                                      | Discovery<br>Academy of<br>Lake Alfred | Discovery<br>High School | Hartridge<br>Academy | Hillcrest<br>Elementary<br>School |
|----------------------------------------------------------------------|----------------------------------------|--------------------------|----------------------|-----------------------------------|
| <b>ASSETS</b>                                                        |                                        |                          |                      |                                   |
| Cash                                                                 | \$ 2,980,543                           | \$ 101,665               | \$ 721,057           | \$ -                              |
| Certificates of Deposit                                              | -                                      | -                        | -                    | -                                 |
| Investments                                                          | 950                                    | -                        | -                    | -                                 |
| Accounts Receivable                                                  | -                                      | -                        | 51,199               | -                                 |
| Due from Other Funds                                                 | 1,683,577                              | 48,504                   | -                    | 3,552,432                         |
| Prepaid Items                                                        | 5,339                                  | -                        | -                    | -                                 |
| Other Assets                                                         | 593,231                                | 25,615,000               | 133,217              | -                                 |
| Capital Assets:                                                      |                                        |                          |                      |                                   |
| Land                                                                 | 2,681,713                              | -                        | -                    | -                                 |
| Land Improvements                                                    | -                                      | -                        | -                    | -                                 |
| Construction in Progress                                             | 289,204                                | -                        | -                    | -                                 |
| Improvements Other than Buildings                                    | -                                      | -                        | 151,469              | 23,129                            |
| Buildings and Systems                                                | 19,534,290                             | -                        | -                    | -                                 |
| Furniture, Fixtures, and Equipment                                   | 329,809                                | 232,522                  | 67,389               | 73,621                            |
| Motor Vehicles                                                       | 989,525                                | -                        | 51,043               | -                                 |
| Right to Use - Equipment                                             | -                                      | -                        | -                    | -                                 |
| Right to Use - Buildings                                             | -                                      | -                        | 109,208              | -                                 |
| Computer Software                                                    | -                                      | -                        | -                    | -                                 |
| Total Assets                                                         | 29,088,181                             | 25,997,691               | 1,284,582            | 3,649,182                         |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                                        |                          |                      |                                   |
| Pension Related Deferred Outflows of Resources                       | 1,606,730                              | -                        | -                    | 1,003,064                         |
| Total Assets and Deferred Outflows of Resources                      | <u>\$ 30,694,911</u>                   | <u>\$ 25,997,691</u>     | <u>\$ 1,284,582</u>  | <u>\$ 4,652,246</u>               |
| <b>LIABILITIES</b>                                                   |                                        |                          |                      |                                   |
| Accounts Payable                                                     | \$ 355,711                             | \$ 72,857                | \$ 267,938           | \$ -                              |
| Due to Other Governmental Agencies                                   | -                                      | 2,276,762                | -                    | -                                 |
| Salaries and Wages Payable                                           | -                                      | -                        | -                    | -                                 |
| Compensated Absences Payable                                         | 250,364                                | 163,729                  | -                    | -                                 |
| Lease Liability Payable                                              | -                                      | -                        | -                    | -                                 |
| Accrued Interest                                                     | 106,204                                | -                        | -                    | -                                 |
| Due to Other Funds                                                   | -                                      | -                        | -                    | -                                 |
| Unearned Revenue                                                     | -                                      | -                        | -                    | -                                 |
| Other Liabilities                                                    | -                                      | -                        | -                    | -                                 |
| Accrued Expenses:                                                    | -                                      | -                        | -                    | -                                 |
| Noncurrent Liabilities:                                              |                                        |                          |                      |                                   |
| Due Within One Year                                                  | 516,095                                | 405,000                  | 65,087               | 209,328                           |
| Due in More than One Year                                            | 25,720,418                             | 25,210,000               | -                    | 3,666,739                         |
| Net Pension Liability                                                | 7,090,556                              | -                        | -                    | -                                 |
| Total Liabilities                                                    | 34,039,348                             | 28,128,348               | 333,025              | 3,876,067                         |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                                        |                          |                      |                                   |
| Pension Related Deferred Inflows of Resources                        | 1,357,173                              | -                        | -                    | 419,806                           |
| <b>NET POSITION</b>                                                  |                                        |                          |                      |                                   |
| Net Investment in Capital Assets                                     | (3,005,203)                            | (360,663)                | 314,022              | 96,750                            |
| Restricted for:                                                      |                                        |                          |                      |                                   |
| Debt Service                                                         | -                                      | -                        | -                    | -                                 |
| Capital Outlay                                                       | -                                      | -                        | -                    | -                                 |
| Endowment - Nonexpendable                                            | -                                      | -                        | -                    | -                                 |
| Other Purposes                                                       | 2,661,049                              | -                        | 104,771              | -                                 |
| Unrestricted                                                         | (4,357,456)                            | (1,769,994)              | 532,764              | 259,623                           |
| Total Net Position                                                   | <u>(4,701,610)</u>                     | <u>(2,130,657)</u>       | <u>951,557</u>       | <u>356,373</u>                    |
| Total Liabilities, Deferred Inflows of<br>Resources and Net Position | <u>\$ 30,694,911</u>                   | <u>\$ 25,997,691</u>     | <u>\$ 1,284,582</u>  | <u>\$ 4,652,246</u>               |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**JUNE 30, 2025**

|                                                                      | Janie Howard<br>Wilson<br>Elementary<br>School | Lake Wales<br>Senior<br>High School | Lakeland<br>Montessori<br>Schoolhouse | IDEA<br>Public Schools<br>Lakeland |
|----------------------------------------------------------------------|------------------------------------------------|-------------------------------------|---------------------------------------|------------------------------------|
| <b>ASSETS</b>                                                        |                                                |                                     |                                       |                                    |
| Cash                                                                 | \$ -                                           | \$ -                                | \$ 4,981,300                          | \$ 825,847                         |
| Certificates of Deposit                                              | -                                              | -                                   | -                                     | -                                  |
| Investments                                                          | -                                              | -                                   | -                                     | -                                  |
| Accounts Receivable                                                  | -                                              | 48,558                              | 2,498                                 | 1,806,476                          |
| Due from Other Funds                                                 | 2,236,234                                      | 3,174,854                           | 7,606                                 | -                                  |
| Prepaid Items                                                        | -                                              | -                                   | 3,628                                 | 558                                |
| Other Assets                                                         | -                                              | -                                   | -                                     | -                                  |
| Capital Assets:                                                      |                                                |                                     |                                       |                                    |
| Land                                                                 | -                                              | -                                   | 306,000                               | -                                  |
| Land Improvements                                                    | -                                              | -                                   | -                                     | -                                  |
| Construction in Progress                                             | -                                              | -                                   | -                                     | -                                  |
| Improvements Other than Buildings                                    | 26,425                                         | 618,638                             | -                                     | -                                  |
| Buildings and Systems                                                | -                                              | -                                   | 717,052                               | -                                  |
| Furniture, Fixtures, and Equipment                                   | 17,427                                         | 436,166                             | 71,163                                | 661,129                            |
| Motor Vehicles                                                       | -                                              | -                                   | -                                     | 600,558                            |
| Right to Use - Equipment                                             | -                                              | -                                   | -                                     | -                                  |
| Right to Use - Buildings                                             | -                                              | -                                   | -                                     | 5,305,639                          |
| Computer Software                                                    | -                                              | -                                   | -                                     | -                                  |
| Total Assets                                                         | 2,280,086                                      | 4,278,216                           | 6,089,247                             | 9,200,207                          |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                                                |                                     |                                       |                                    |
| Pension Related Deferred Outflows of Resources                       | 1,065,198                                      | 1,995,722                           | -                                     | -                                  |
| Total Assets and Deferred Outflows of Resources                      | <u>\$ 3,345,284</u>                            | <u>\$ 6,273,938</u>                 | <u>\$ 6,089,247</u>                   | <u>\$ 9,200,207</u>                |
| <b>LIABILITIES</b>                                                   |                                                |                                     |                                       |                                    |
| Accounts Payable                                                     | \$ -                                           | \$ -                                | \$ 8,083                              | \$ 386,527                         |
| Due to Other Governmental Agencies                                   | -                                              | -                                   | -                                     | -                                  |
| Salaries and Wages Payable                                           | -                                              | -                                   | 155,551                               | -                                  |
| Compensated Absences Payable                                         | -                                              | -                                   | -                                     | -                                  |
| Lease Liability Payable                                              | -                                              | -                                   | -                                     | 1,014,895                          |
| Accrued Interest                                                     | -                                              | -                                   | -                                     | -                                  |
| Due to Other Funds                                                   | -                                              | 8,772                               | -                                     | 3,296,177                          |
| Unearned Revenue                                                     | -                                              | -                                   | 249,513                               | 25                                 |
| Other Liabilities                                                    | -                                              | -                                   | -                                     | -                                  |
| Accrued Expenses:                                                    | -                                              | -                                   | -                                     | -                                  |
| Noncurrent Liabilities:                                              |                                                |                                     |                                       |                                    |
| Due Within One Year                                                  | 87,078                                         | 246,848                             | 34,642                                | -                                  |
| Due in More than One Year                                            | 2,607,461                                      | 6,465,194                           | 434,333                               | 4,290,744                          |
| Net Pension Liability                                                | -                                              | -                                   | -                                     | -                                  |
| Total Liabilities                                                    | 2,694,539                                      | 6,720,814                           | 882,122                               | 8,988,368                          |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                                                |                                     |                                       |                                    |
| Pension Related Deferred Inflows of Resources                        | 311,645                                        | 1,028,705                           | -                                     | -                                  |
| <b>NET POSITION</b>                                                  |                                                |                                     |                                       |                                    |
| Net Investment in Capital Assets                                     | 43,852                                         | 1,054,804                           | 650,496                               | 1,261,687                          |
| Restricted for:                                                      |                                                |                                     |                                       |                                    |
| Debt Service                                                         | -                                              | -                                   | -                                     | -                                  |
| Capital Outlay                                                       | -                                              | -                                   | -                                     | -                                  |
| Endowment - Nonexpendable                                            | -                                              | -                                   | -                                     | -                                  |
| Other Purposes                                                       | -                                              | -                                   | -                                     | 757                                |
| Unrestricted                                                         | 295,248                                        | (2,530,385)                         | 4,556,629                             | (1,050,605)                        |
| Total Net Position                                                   | <u>339,100</u>                                 | <u>(1,475,581)</u>                  | <u>5,207,125</u>                      | <u>211,839</u>                     |
| Total Liabilities, Deferred Inflows of<br>Resources and Net Position | <u>\$ 3,345,284</u>                            | <u>\$ 6,273,938</u>                 | <u>\$ 6,089,247</u>                   | <u>\$ 9,200,207</u>                |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**JUNE 30, 2025**

|                                                                      | Language &<br>Literacy<br>Academy<br>for Learning | Mater<br>Academy<br>Middle School | Magnolia<br>Montessori<br>Academy | McKeel<br>Schools<br>System |
|----------------------------------------------------------------------|---------------------------------------------------|-----------------------------------|-----------------------------------|-----------------------------|
| <b>ASSETS</b>                                                        |                                                   |                                   |                                   |                             |
| Cash                                                                 | \$ 1,092,195                                      | \$ 11,153                         | \$ 534,297                        | \$ 11,707,518               |
| Certificates of Deposit                                              | 40,258                                            | -                                 | -                                 | -                           |
| Investments                                                          | -                                                 | 432,000                           | -                                 | -                           |
| Accounts Receivable                                                  | 206,754                                           | -                                 | 16,538                            | 229,887                     |
| Due from Other Funds                                                 | 153,333                                           | 1,510,519                         | -                                 | -                           |
| Prepaid Items                                                        | -                                                 | 2,040                             | -                                 | -                           |
| Other Assets                                                         | 15,531                                            | -                                 | 17,672                            | 222,144                     |
| Capital Assets:                                                      |                                                   |                                   |                                   |                             |
| Land                                                                 | -                                                 | -                                 | 226,737                           | 739,202                     |
| Land Improvements                                                    | -                                                 | -                                 | -                                 | 55,875                      |
| Construction in Progress                                             | 177,690                                           | -                                 | -                                 | 6,703,127                   |
| Improvements Other than Buildings                                    | 40,640                                            | -                                 | -                                 | -                           |
| Buildings and Systems                                                | -                                                 | -                                 | 2,022,810                         | 12,861,559                  |
| Furniture, Fixtures, and Equipment                                   | 157,040                                           | 815,957                           | 100,547                           | 3,159,303                   |
| Motor Vehicles                                                       | 179,652                                           | -                                 | -                                 | 1,256,647                   |
| Right to Use - Equipment                                             | 12,679,244                                        | 7,016,711                         | 7,585                             | -                           |
| Right to Use - Buildings                                             | -                                                 | -                                 | -                                 | -                           |
| Computer Software                                                    | 31,855                                            | -                                 | -                                 | -                           |
| Total Assets                                                         | 14,774,192                                        | 9,788,380                         | 2,926,186                         | 36,935,262                  |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                                                   |                                   |                                   |                             |
| Pension Related Deferred Outflows of Resources                       | 1,106,620                                         | -                                 | -                                 | 6,047,906                   |
| Total Assets and Deferred Outflows of Resources                      | <u>\$ 15,880,812</u>                              | <u>\$ 9,788,380</u>               | <u>\$ 2,926,186</u>               | <u>\$ 42,983,168</u>        |
| <b>LIABILITIES</b>                                                   |                                                   |                                   |                                   |                             |
| Accounts Payable                                                     | \$ 116,484                                        | \$ 16,190                         | \$ 122,258                        | \$ 416,736                  |
| Due to Other Governmental Agencies                                   | -                                                 | -                                 | -                                 | -                           |
| Salaries and Wages Payable                                           | 369,322                                           | 74,695                            | -                                 | -                           |
| Compensated Absences Payable                                         | -                                                 | 15,208                            | -                                 | -                           |
| Lease Liability Payable                                              | 250,640                                           | 131,078                           | -                                 | -                           |
| Accrued Interest                                                     | -                                                 | -                                 | -                                 | -                           |
| Due to Other Funds                                                   | -                                                 | -                                 | -                                 | 12,485                      |
| Unearned Revenue                                                     | -                                                 | -                                 | 14,595                            | 8,660                       |
| Other Liabilities                                                    | -                                                 | -                                 | -                                 | -                           |
| Accrued Expenses:                                                    | -                                                 | -                                 | -                                 | 2,435,343                   |
| Noncurrent Liabilities:                                              |                                                   |                                   |                                   |                             |
| Due Within One Year                                                  | 15,327                                            | -                                 | 83,099                            | 5,830,895                   |
| Due in More than One Year                                            | 12,590,340                                        | 8,815,894                         | 1,797,496                         | 22,161,996                  |
| Net Pension Liability                                                | 2,378,386                                         | -                                 | -                                 | -                           |
| Total Liabilities                                                    | 15,720,499                                        | 9,053,065                         | 2,017,448                         | 30,866,115                  |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                                                   |                                   |                                   |                             |
| Pension Related Deferred Inflows of Resources                        | 361,773                                           | -                                 | -                                 | 2,159,878                   |
| <b>NET POSITION</b>                                                  |                                                   |                                   |                                   |                             |
| Net Investment in Capital Assets                                     | 586,877                                           | (660,470)                         | 505,224                           | 15,907,510                  |
| Restricted for:                                                      |                                                   |                                   |                                   |                             |
| Debt Service                                                         | -                                                 | -                                 | -                                 | -                           |
| Capital Outlay                                                       | -                                                 | -                                 | -                                 | -                           |
| Endowment - Nonexpendable                                            | -                                                 | -                                 | -                                 | -                           |
| Other Purposes                                                       | -                                                 | -                                 | -                                 | -                           |
| Unrestricted                                                         | (788,337)                                         | 1,395,785                         | 403,514                           | (5,950,335)                 |
| Total Net Position                                                   | <u>(201,460)</u>                                  | <u>735,315</u>                    | <u>908,738</u>                    | <u>9,957,175</u>            |
| Total Liabilities, Deferred Inflows of<br>Resources and Net Position | <u>\$ 15,880,812</u>                              | <u>\$ 9,788,380</u>               | <u>\$ 2,926,186</u>               | <u>\$ 42,983,168</u>        |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**JUNE 30, 2025**

|                                                                      | Mi Escuela<br>Montessori | Navigator<br>Academy<br>of Leadership | New<br>Beginnings<br>High School | Victory<br>Ridge<br>Academy |
|----------------------------------------------------------------------|--------------------------|---------------------------------------|----------------------------------|-----------------------------|
| <b>ASSETS</b>                                                        |                          |                                       |                                  |                             |
| Cash                                                                 | \$ 363,377               | \$ 11,740,212                         | \$ 2,127,303                     | \$ 2,987,752                |
| Certificates of Deposit                                              | -                        | -                                     | -                                | -                           |
| Investments                                                          | 417,734                  | -                                     | -                                | -                           |
| Accounts Receivable                                                  | 34,636                   | 134,167                               | -                                | 17,636                      |
| Due from Other Funds                                                 | -                        | 36,448                                | 321,595                          | 9,167,401                   |
| Prepaid Items                                                        | -                        | 100                                   | 167,252                          | -                           |
| Other Assets                                                         | 52,029                   | -                                     | -                                | 963                         |
| Capital Assets:                                                      |                          |                                       |                                  |                             |
| Land                                                                 | -                        | 1,100,000                             | -                                | -                           |
| Land Improvements                                                    | -                        | -                                     | -                                | -                           |
| Construction in Progress                                             | 165,390                  | 12,178,378                            | -                                | -                           |
| Improvements Other than Buildings                                    | 138,761                  | -                                     | 46,407                           | -                           |
| Buildings and Systems                                                | -                        | 12,735,855                            | -                                | 14,759,120                  |
| Furniture, Fixtures, and Equipment                                   | 79,499                   | 314,622                               | 6,335                            | 105,265                     |
| Motor Vehicles                                                       | 112,445                  | -                                     | -                                | 770,903                     |
| Right to Use - Equipment                                             | -                        | -                                     | -                                | -                           |
| Right to Use - Buildings                                             | 127,189                  | -                                     | 3,186,559                        | 45,006                      |
| Computer Software                                                    | -                        | -                                     | -                                | -                           |
| Total Assets                                                         | 1,491,060                | 38,239,782                            | 5,855,451                        | 27,854,046                  |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                          |                                       |                                  |                             |
| Pension Related Deferred Outflows of Resources                       | -                        | 3,315,000                             | 424,558                          | 2,800,074                   |
| Total Assets and Deferred Outflows of Resources                      | <u>\$ 1,491,060</u>      | <u>\$ 41,554,782</u>                  | <u>\$ 6,280,009</u>              | <u>\$ 30,654,120</u>        |
| <b>LIABILITIES</b>                                                   |                          |                                       |                                  |                             |
| Accounts Payable                                                     | \$ 218,047               | \$ 76,320                             | \$ 158,401                       | \$ 865,690                  |
| Due to Other Governmental Agencies                                   | -                        | -                                     | -                                | -                           |
| Salaries and Wages Payable                                           | -                        | 161,948                               | -                                | -                           |
| Compensated Absences Payable                                         | -                        | -                                     | 32,335                           | 301,406                     |
| Lease Liability Payable                                              | -                        | -                                     | -                                | 27,040                      |
| Accrued Interest                                                     | -                        | -                                     | -                                | -                           |
| Due to Other Funds                                                   | -                        | -                                     | -                                | -                           |
| Unearned Revenue                                                     | 17,894                   | -                                     | -                                | -                           |
| Other Liabilities                                                    | -                        | -                                     | -                                | -                           |
| Accrued Expenses:                                                    | -                        | -                                     | -                                | -                           |
| Noncurrent Liabilities:                                              |                          |                                       |                                  |                             |
| Due Within One Year                                                  | 193,290                  | -                                     | 627,914                          | 564,194                     |
| Due in More than One Year                                            | -                        | 41,259,902                            | 2,607,239                        | 19,234,834                  |
| Net Pension Liability                                                | -                        | -                                     | 1,306,353                        | 5,914,189                   |
| Total Liabilities                                                    | 429,231                  | 41,498,170                            | 4,732,242                        | 26,907,353                  |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                          |                                       |                                  |                             |
| Pension Related Deferred Inflows of Resources                        | -                        | -                                     | 387,093                          | 538,852                     |
| <b>NET POSITION</b>                                                  |                          |                                       |                                  |                             |
| Net Investment in Capital Assets                                     | 447,063                  | (11,616,047)                          | 404,442                          | 15,635,288                  |
| Restricted for:                                                      |                          |                                       |                                  |                             |
| Debt Service                                                         | -                        | 3,926,492                             | -                                | -                           |
| Capital Outlay                                                       | -                        | 4,886,904                             | -                                | -                           |
| Endowment - Nonexpendable                                            | -                        | -                                     | -                                | -                           |
| Other Purposes                                                       | -                        | -                                     | -                                | -                           |
| Unrestricted                                                         | 614,766                  | 2,859,263                             | 756,232                          | (12,427,373)                |
| Total Net Position                                                   | <u>1,061,829</u>         | <u>56,612</u>                         | <u>1,160,674</u>                 | <u>3,207,915</u>            |
| Total Liabilities, Deferred Inflows of<br>Resources and Net Position | <u>\$ 1,491,060</u>      | <u>\$ 41,554,782</u>                  | <u>\$ 6,280,009</u>              | <u>\$ 30,654,120</u>        |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**JUNE 30, 2025**

|                                                                      | Polk<br>Avenue<br>Elementary<br>School | Mater<br>Academy     | Ridgeview<br>Global Studies<br>Academy | Polk<br>Education<br>Foundation<br>and Business<br>Partnership, Inc. |
|----------------------------------------------------------------------|----------------------------------------|----------------------|----------------------------------------|----------------------------------------------------------------------|
| <b>ASSETS</b>                                                        |                                        |                      |                                        |                                                                      |
| Cash                                                                 | \$ -                                   | \$ 167,564           | \$ 1,466,674                           | \$ 15,499,461                                                        |
| Certificates of Deposit                                              | -                                      | -                    | 6,199,516                              | -                                                                    |
| Investments                                                          | -                                      | 285,000              | -                                      | 5,116,134                                                            |
| Accounts Receivable                                                  | -                                      | 64,179               | -                                      | 76,923                                                               |
| Due from Other Funds                                                 | 2,252,760                              | 443,697              | 115,125                                | -                                                                    |
| Prepaid Items                                                        | -                                      | 653                  | -                                      | 2,055,915                                                            |
| Other Assets                                                         | -                                      | -                    | 1,909                                  | -                                                                    |
| Capital Assets:                                                      |                                        |                      |                                        |                                                                      |
| Land                                                                 | -                                      | -                    | 1,254,590                              | -                                                                    |
| Land Improvements                                                    | -                                      | -                    | -                                      | -                                                                    |
| Construction in Progress                                             | -                                      | -                    | 247,604                                | -                                                                    |
| Improvements Other than Buildings                                    | 132,824                                | 449,927              | -                                      | -                                                                    |
| Buildings and Systems                                                | -                                      | -                    | 12,051,080                             | -                                                                    |
| Furniture, Fixtures, and Equipment                                   | 28,778                                 | 920,533              | 457,222                                | -                                                                    |
| Motor Vehicles                                                       | -                                      | -                    | 467,340                                | -                                                                    |
| Right to Use - Equipment                                             | -                                      | -                    | -                                      | -                                                                    |
| Right to Use - Buildings                                             | -                                      | 9,265,535            | -                                      | -                                                                    |
| Computer Software                                                    | -                                      | -                    | -                                      | -                                                                    |
| Total Assets                                                         | 2,414,362                              | 11,597,088           | 22,261,060                             | 22,748,433                                                           |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                                        |                      |                                        |                                                                      |
| Pension Related Deferred Outflows of Resources                       | 878,098                                | -                    | 2,930,249                              | -                                                                    |
| Total Assets and Deferred Outflows of Resources                      | <u>\$ 3,292,460</u>                    | <u>\$ 11,597,088</u> | <u>\$ 25,191,309</u>                   | <u>\$ 22,748,433</u>                                                 |
| <b>LIABILITIES</b>                                                   |                                        |                      |                                        |                                                                      |
| Accounts Payable                                                     | \$ -                                   | \$ -                 | \$ 263,702                             | \$ 50,258                                                            |
| Due to Other Governmental Agencies                                   | -                                      | -                    | -                                      | -                                                                    |
| Salaries and Wages Payable                                           | -                                      | 246,106              | -                                      | -                                                                    |
| Compensated Absences Payable                                         | -                                      | 48,800               | 723,519                                | -                                                                    |
| Lease Liability Payable                                              | -                                      | 173,755              | -                                      | -                                                                    |
| Accrued Interest                                                     | -                                      | -                    | -                                      | -                                                                    |
| Due to Other Funds                                                   | -                                      | -                    | -                                      | -                                                                    |
| Unearned Revenue                                                     | -                                      | -                    | -                                      | -                                                                    |
| Other Liabilities                                                    | -                                      | -                    | -                                      | -                                                                    |
| Accrued Expenses:                                                    | -                                      | -                    | -                                      | -                                                                    |
| Noncurrent Liabilities:                                              |                                        |                      |                                        |                                                                      |
| Due Within One Year                                                  | 124,995                                | -                    | 264,305                                | -                                                                    |
| Due in More than One Year                                            | 2,952,718                              | 10,126,428           | 15,217,845                             | -                                                                    |
| Net Pension Liability                                                | -                                      | -                    | 8,396,066                              | -                                                                    |
| Total Liabilities                                                    | 3,077,713                              | 10,595,089           | 24,865,437                             | 50,258                                                               |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                                        |                      |                                        |                                                                      |
| Pension Related Deferred Inflows of Resources                        | 372,527                                | -                    | 1,213,266                              | -                                                                    |
| <b>NET POSITION</b>                                                  |                                        |                      |                                        |                                                                      |
| Net Investment in Capital Assets                                     | 161,602                                | 968,346              | (1,004,314)                            | -                                                                    |
| Restricted for:                                                      |                                        |                      |                                        |                                                                      |
| Debt Service                                                         | -                                      | -                    | -                                      | -                                                                    |
| Capital Outlay                                                       | -                                      | -                    | -                                      | -                                                                    |
| Endowment - Nonexpendable                                            | -                                      | -                    | -                                      | 4,836,600                                                            |
| Other Purposes                                                       | -                                      | -                    | -                                      | 13,013,576                                                           |
| Unrestricted                                                         | (319,382)                              | 33,653               | 116,920                                | 4,847,999                                                            |
| Total Net Position                                                   | <u>(157,780)</u>                       | <u>1,001,999</u>     | <u>(887,394)</u>                       | <u>22,698,175</u>                                                    |
| Total Liabilities, Deferred Inflows of<br>Resources and Net Position | <u>\$ 3,292,460</u>                    | <u>\$ 11,597,088</u> | <u>\$ 25,191,309</u>                   | <u>\$ 22,748,433</u>                                                 |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**JUNE 30, 2025**

|                                                                      | RCMA<br>Mulberry<br>Community<br>Academy | Polk State College<br>Chain of Lakes<br>Collegiate Charter<br>High School | Polk State College<br>Lakeland<br>Collegiate<br>High School | Polk State College<br>Lakeland Gateway<br>To College Charter<br>High School |
|----------------------------------------------------------------------|------------------------------------------|---------------------------------------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------------|
| <b>ASSETS</b>                                                        |                                          |                                                                           |                                                             |                                                                             |
| Cash                                                                 | \$ 538,717                               | \$ 3,742,744                                                              | \$ 3,040,772                                                | \$ 1,626,281                                                                |
| Certificates of Deposit                                              | -                                        | -                                                                         | -                                                           | -                                                                           |
| Investments                                                          | -                                        | -                                                                         | -                                                           | -                                                                           |
| Accounts Receivable                                                  | 235,044                                  | 18,616                                                                    | 32,275                                                      | 55,919                                                                      |
| Due from Other Funds                                                 | -                                        | -                                                                         | -                                                           | -                                                                           |
| Prepaid Items                                                        | -                                        | -                                                                         | -                                                           | -                                                                           |
| Other Assets                                                         | -                                        | -                                                                         | -                                                           | -                                                                           |
| Capital Assets:                                                      |                                          |                                                                           |                                                             |                                                                             |
| Land                                                                 | -                                        | -                                                                         | -                                                           | -                                                                           |
| Land Improvements                                                    | -                                        | -                                                                         | -                                                           | -                                                                           |
| Construction in Progress                                             | -                                        | -                                                                         | -                                                           | -                                                                           |
| Improvements Other than Buildings                                    | -                                        | -                                                                         | -                                                           | -                                                                           |
| Buildings and Systems                                                | -                                        | -                                                                         | -                                                           | -                                                                           |
| Furniture, Fixtures, and Equipment                                   | 324,009                                  | -                                                                         | -                                                           | -                                                                           |
| Motor Vehicles                                                       | -                                        | -                                                                         | -                                                           | -                                                                           |
| Right to Use - Equipment                                             | -                                        | -                                                                         | -                                                           | -                                                                           |
| Right to Use - Buildings                                             | -                                        | -                                                                         | -                                                           | -                                                                           |
| Computer Software                                                    | -                                        | -                                                                         | -                                                           | -                                                                           |
| Total Assets                                                         | <u>1,097,770</u>                         | <u>3,761,360</u>                                                          | <u>3,073,047</u>                                            | <u>1,682,200</u>                                                            |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                                          |                                                                           |                                                             |                                                                             |
| Pension Related Deferred Outflows of Resources                       | -                                        | -                                                                         | -                                                           | -                                                                           |
| Total Assets and Deferred Outflows of Resources                      | <u>\$ 1,097,770</u>                      | <u>\$ 3,761,360</u>                                                       | <u>\$ 3,073,047</u>                                         | <u>\$ 1,682,200</u>                                                         |
| <b>LIABILITIES</b>                                                   |                                          |                                                                           |                                                             |                                                                             |
| Accounts Payable                                                     | \$ 340,277                               | \$ 9,855                                                                  | \$ 6,909                                                    | \$ 4,515                                                                    |
| Due to Other Governmental Agencies                                   | -                                        | -                                                                         | -                                                           | -                                                                           |
| Salaries and Wages Payable                                           | -                                        | 37,862                                                                    | 47,586                                                      | 43,635                                                                      |
| Compensated Absences Payable                                         | -                                        | -                                                                         | -                                                           | -                                                                           |
| Lease Liability Payable                                              | -                                        | -                                                                         | -                                                           | -                                                                           |
| Accrued Interest                                                     | -                                        | -                                                                         | -                                                           | -                                                                           |
| Due to Other Funds                                                   | -                                        | -                                                                         | 225                                                         | -                                                                           |
| Unearned Revenue                                                     | -                                        | -                                                                         | -                                                           | -                                                                           |
| Other Liabilities                                                    | -                                        | -                                                                         | -                                                           | -                                                                           |
| Accrued Expenses:                                                    | -                                        | -                                                                         | -                                                           | -                                                                           |
| Noncurrent Liabilities:                                              |                                          |                                                                           |                                                             |                                                                             |
| Due Within One Year                                                  | -                                        | -                                                                         | -                                                           | -                                                                           |
| Due in More than One Year                                            | -                                        | 156,144                                                                   | 175,741                                                     | 55,507                                                                      |
| Net Pension Liability                                                | -                                        | -                                                                         | -                                                           | -                                                                           |
| Total Liabilities                                                    | <u>340,277</u>                           | <u>203,861</u>                                                            | <u>230,461</u>                                              | <u>103,657</u>                                                              |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                                          |                                                                           |                                                             |                                                                             |
| Pension Related Deferred Inflows of Resources                        | 299,317                                  | -                                                                         | -                                                           | -                                                                           |
| <b>NET POSITION</b>                                                  |                                          |                                                                           |                                                             |                                                                             |
| Net Investment in Capital Assets                                     | 324,009                                  | -                                                                         | -                                                           | -                                                                           |
| Restricted for:                                                      |                                          |                                                                           |                                                             |                                                                             |
| Debt Service                                                         | -                                        | -                                                                         | -                                                           | -                                                                           |
| Capital Outlay                                                       | -                                        | -                                                                         | -                                                           | -                                                                           |
| Endowment - Nonexpendable                                            | -                                        | -                                                                         | -                                                           | -                                                                           |
| Other Purposes                                                       | (79,382)                                 | -                                                                         | -                                                           | -                                                                           |
| Unrestricted                                                         | 213,549                                  | 3,557,499                                                                 | 2,842,586                                                   | 1,578,543                                                                   |
| Total Net Position                                                   | <u>458,176</u>                           | <u>3,557,499</u>                                                          | <u>2,842,586</u>                                            | <u>1,578,543</u>                                                            |
| Total Liabilities, Deferred Inflows of<br>Resources and Net Position | <u>\$ 1,097,770</u>                      | <u>\$ 3,761,360</u>                                                       | <u>\$ 3,073,047</u>                                         | <u>\$ 1,682,200</u>                                                         |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF NET POSITION**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**JUNE 30, 2025**

|                                                                      | Achievement<br>Academy, Inc. | Achievement<br>Academy<br>Charter School | Totals<br>Component<br>Units |
|----------------------------------------------------------------------|------------------------------|------------------------------------------|------------------------------|
| <b>ASSETS</b>                                                        |                              |                                          |                              |
| Cash                                                                 | \$ 2,011,182                 | \$ 145,655                               | \$ 77,116,121                |
| Certificates of Deposit                                              | -                            | -                                        | 6,239,774                    |
| Investments                                                          | 327,892                      | -                                        | 7,688,760                    |
| Accounts Receivable                                                  | 114,771                      | 11,640                                   | 3,335,661                    |
| Due from Other Funds                                                 | 34,579                       | -                                        | 29,149,698                   |
| Prepaid Items                                                        | 21,481                       | 20,735                                   | 2,458,522                    |
| Other Assets                                                         | 300                          | -                                        | 27,139,161                   |
| Capital Assets:                                                      |                              |                                          |                              |
| Land                                                                 | 219,596                      | 160,000                                  | 8,664,838                    |
| Land Improvements                                                    | -                            | -                                        | 55,875                       |
| Construction in Progress                                             | -                            | -                                        | 27,272,415                   |
| Improvements Other than Buildings                                    | -                            | -                                        | 2,094,633                    |
| Buildings and Systems                                                | -                            | -                                        | 86,590,067                   |
| Furniture, Fixtures, and Equipment                                   | 1,034,635                    | 910,351                                  | 11,186,339                   |
| Motor Vehicles                                                       | -                            | -                                        | 5,099,067                    |
| Right to Use - Equipment                                             | -                            | -                                        | 40,669,455                   |
| Right to Use - Buildings                                             | -                            | -                                        | 19,641,299                   |
| Computer Software                                                    | -                            | -                                        | 31,855                       |
| Total Assets                                                         | 3,764,436                    | 1,248,381                                | 354,433,540                  |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                              |                                          |                              |
| Pension Related Deferred Outflows of Resources                       | -                            | -                                        | 28,639,382                   |
| Total Assets and Deferred Outflows of Resources                      | <u>\$ 3,764,436</u>          | <u>\$ 1,248,381</u>                      | <u>\$ 383,072,922</u>        |
| <b>LIABILITIES</b>                                                   |                              |                                          |                              |
| Accounts Payable                                                     | \$ 264,963                   | \$ 252,874                               | \$ 9,333,531                 |
| Due to Other Governmental Agencies                                   | -                            | -                                        | 2,301,691                    |
| Salaries and Wages Payable                                           | -                            | -                                        | 1,790,469                    |
| Compensated Absences Payable                                         | -                            | -                                        | 1,867,186                    |
| Lease Liability Payable                                              | -                            | -                                        | 1,697,583                    |
| Accrued Interest                                                     | -                            | -                                        | 106,204                      |
| Due to Other Funds                                                   | -                            | -                                        | 3,317,659                    |
| Unearned Revenue                                                     | -                            | -                                        | 290,687                      |
| Other Liabilities                                                    | -                            | -                                        | 9,598                        |
| Accrued Expenses:                                                    | -                            | -                                        | 2,435,343                    |
| Noncurrent Liabilities:                                              |                              |                                          |                              |
| Due Within One Year                                                  | -                            | -                                        | 10,660,369                   |
| Due in More than One Year                                            | -                            | -                                        | 254,068,479                  |
| Net Pension Liability                                                | -                            | -                                        | 32,706,504                   |
| Total Liabilities                                                    | 264,963                      | 252,874                                  | 319,189,210                  |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                              |                                          |                              |
| Pension Related Deferred Inflows of Resources                        | -                            | -                                        | 10,574,372                   |
| <b>NET POSITION</b>                                                  |                              |                                          |                              |
| Net Investment in Capital Assets                                     | 1,070,351                    | 1,070,351                                | 29,305,011                   |
| Restricted for:                                                      |                              |                                          |                              |
| Debt Service                                                         | -                            | -                                        | 3,926,492                    |
| Capital Outlay                                                       | -                            | -                                        | 4,886,904                    |
| Endowment - Nonexpendable                                            | 429,993                      | 171,597                                  | 5,474,264                    |
| Other Purposes                                                       | -                            | -                                        | 15,725,698                   |
| Unrestricted                                                         | 1,999,129                    | (246,441)                                | (7,405,122)                  |
| Total Net Position                                                   | 3,499,473                    | 995,507                                  | 51,913,247                   |
| Total Liabilities, Deferred Inflows of<br>Resources and Net Position | <u>\$ 3,764,436</u>          | <u>\$ 1,248,381</u>                      | <u>\$ 383,072,922</u>        |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
COMBINING STATEMENT OF ACTIVITIES  
DISCRETELY PRESENTED COMPONENT UNITS  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                 | Dale R. Fair<br>Babson<br>Park<br>Elementary<br>School | Berkley<br>Accelerated<br>Middle<br>School | Berkley<br>Elementary<br>School | Bridgeprep<br>Academy |
|-----------------------------------------------------------------|--------------------------------------------------------|--------------------------------------------|---------------------------------|-----------------------|
| <b>EXPENSES</b>                                                 |                                                        |                                            |                                 |                       |
| Instruction                                                     | \$ 3,336,402                                           | \$ 3,811,972                               | \$ 4,571,698                    | \$ 2,076,351          |
| Student Support Services                                        | 77,748                                                 | 121,636                                    | 210,298                         | 296,032               |
| Instructional Media                                             | 98,683                                                 | -                                          | 43,288                          | -                     |
| Instruction and Curriculum Development                          | 120,326                                                | -                                          | -                               | -                     |
| Instructional Staff Training                                    | -                                                      | 39,268                                     | 26,660                          | 12,644                |
| Instruction-Related Technology                                  | 2,176                                                  | -                                          | -                               | 90,592                |
| Board                                                           | 17,151                                                 | 29,289                                     | 8,704                           | 87,979                |
| General Administration                                          | 18,892                                                 | -                                          | 41,355                          | 100,198               |
| School Administration                                           | 631,360                                                | 738,580                                    | 635,434                         | 594,936               |
| Facilities Acquisition and Construction                         | 10,670                                                 | -                                          | 6,797                           | -                     |
| Fiscal Services                                                 | -                                                      | 71,859                                     | 64,535                          | 569,640               |
| Food Services                                                   | -                                                      | 220,503                                    | 400,682                         | 389,768               |
| Central Services                                                | -                                                      | 47,933                                     | 60,786                          | 37,255                |
| Pupil Transportation                                            | 129,980                                                | 205,613                                    | 276,692                         | -                     |
| Operation of Plant                                              | 345,828                                                | 452,555                                    | 657,921                         | 1,372,003             |
| Maintenance of Plant                                            | 1,650                                                  | -                                          | -                               | 86,168                |
| Community Services                                              | 64,910                                                 | -                                          | 36,497                          | 51,833                |
| Interest                                                        | -                                                      | 268,653                                    | -                               | 1,465,465             |
| Other Operating Expenses                                        | 1,323                                                  | -                                          | -                               | 28,971                |
| Total Expenses                                                  | 4,857,099                                              | 6,007,861                                  | 7,041,347                       | 7,259,835             |
| <b>PROGRAM REVENUES</b>                                         |                                                        |                                            |                                 |                       |
| Charges for Services                                            | 176,123                                                | 128,926                                    | 335,726                         | 111,421               |
| Operating Grants and Contributions                              | 212,589                                                | 259,115                                    | 614,951                         | 559,827               |
| Capital Grants and Contributions                                | -                                                      | 384,884                                    | -                               | 372,000               |
| Net Program Expenses                                            | (4,468,387)                                            | (5,234,936)                                | (6,090,670)                     | (6,216,587)           |
| <b>GENERAL REVENUES</b>                                         |                                                        |                                            |                                 |                       |
| Federal                                                         | -                                                      | -                                          | -                               | -                     |
| State and Local Sources                                         | 3,892,379                                              | 5,023,380                                  | 5,865,128                       | 4,891,798             |
| Grants and Contributions Not Restricted<br>to Specific Programs | 91,673                                                 | 154,414                                    | 414,154                         | -                     |
| Investment Earnings                                             | -                                                      | -                                          | -                               | -                     |
| Miscellaneous                                                   | -                                                      | 199,168                                    | -                               | -                     |
| Total General Revenues                                          | 3,984,052                                              | 5,376,962                                  | 6,279,282                       | 4,891,798             |
| <b>CHANGE IN NET POSITION</b>                                   | (484,335)                                              | 142,026                                    | 188,612                         | (1,324,789)           |
| Net Position - Beginning of Year, as Originally Stated          | (671,008)                                              | (1,160,240)                                | 804,598                         | (1,956,617)           |
| Restatement                                                     | -                                                      | -                                          | -                               | -                     |
| Net Position - Beginning of Year, as Restated                   | (671,008)                                              | (1,160,240)                                | 804,598                         | (1,956,617)           |
| <b>NET POSITION - END OF YEAR</b>                               | <u>\$ (1,155,343)</u>                                  | <u>\$ (1,018,214)</u>                      | <u>\$ 993,210</u>               | <u>\$ (3,281,406)</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                 | Edward W.<br>Bok<br>Academy<br>South | Edward W.<br>Bok<br>Academy<br>North | Compass<br>Charter<br>Middle<br>School | Cypress<br>Junction<br>Montessori |
|-----------------------------------------------------------------|--------------------------------------|--------------------------------------|----------------------------------------|-----------------------------------|
| <b>EXPENSES</b>                                                 |                                      |                                      |                                        |                                   |
| Instruction                                                     | \$ 3,522,310                         | \$ 3,587,926                         | \$ 1,002,090                           | \$ 1,818,233                      |
| Student Support Services                                        | 143,287                              | 182,231                              | 373                                    | -                                 |
| Instructional Media                                             | -                                    | -                                    | -                                      | -                                 |
| Instruction and Curriculum Development                          | 253,276                              | 167,022                              | -                                      | -                                 |
| Instructional Staff Training                                    | -                                    | -                                    | 12,781                                 | 42,586                            |
| Instruction-Related Technology                                  | 2,299                                | 7,242                                | -                                      | -                                 |
| Board                                                           | 16,528                               | 16,528                               | 11,922                                 | 54,252                            |
| General Administration                                          | 25,782                               | 27,517                               | -                                      | 103,295                           |
| School Administration                                           | 1,021,712                            | 885,044                              | 270,676                                | 460,954                           |
| Facilities Acquisition and Construction                         | 12,500                               | 282,460                              | -                                      | -                                 |
| Fiscal Services                                                 | -                                    | -                                    | 39,043                                 | 29,479                            |
| Food Services                                                   | -                                    | -                                    | -                                      | 1,568                             |
| Central Services                                                | -                                    | -                                    | -                                      | -                                 |
| Pupil Transportation                                            | 556,946                              | 472,293                              | 475,122                                | 100,549                           |
| Operation of Plant                                              | 585,214                              | 667,161                              | 44,974                                 | 321,128                           |
| Maintenance of Plant                                            | 38,964                               | -                                    | -                                      | -                                 |
| Community Services                                              | 3,648                                | 26,115                               | -                                      | 29,505                            |
| Interest                                                        | 139,466                              | 181,536                              | -                                      | 18,383                            |
| Other Operating Expenses                                        | -                                    | -                                    | 32,657                                 | -                                 |
| Total Expenses                                                  | 6,321,932                            | 6,503,075                            | 1,889,638                              | 2,979,932                         |
| <b>PROGRAM REVENUES</b>                                         |                                      |                                      |                                        |                                   |
| Charges for Services                                            | -                                    | -                                    | -                                      | 150,705                           |
| Operating Grants and Contributions                              | 329,142                              | 341,262                              | 266,263                                | 138,399                           |
| Capital Grants and Contributions                                | -                                    | -                                    | -                                      | -                                 |
| Net Program Expenses                                            | (5,992,790)                          | (6,161,813)                          | (1,623,375)                            | (2,690,828)                       |
| <b>GENERAL REVENUES</b>                                         |                                      |                                      |                                        |                                   |
| Federal                                                         | -                                    | -                                    | -                                      | -                                 |
| State and Local Sources                                         | 5,595,057                            | 6,276,103                            | 1,344,552                              | 2,792,426                         |
| Grants and Contributions Not Restricted<br>to Specific Programs | -                                    | 2,170,593                            | 161,457                                | 21,179                            |
| Investment Earnings                                             | -                                    | -                                    | -                                      | -                                 |
| Miscellaneous                                                   | -                                    | -                                    | 153,829                                | -                                 |
| Total General Revenues                                          | 5,595,057                            | 8,446,696                            | 1,659,838                              | 2,813,605                         |
| <b>CHANGE IN NET POSITION</b>                                   | (397,733)                            | 2,284,883                            | 36,463                                 | 122,777                           |
| Net Position - Beginning of Year, as Originally Stated          | 1,238,630                            | 3,480,040                            | 175,485                                | 698,952                           |
| Restatement                                                     | -                                    | (2,496,225)                          | -                                      | -                                 |
| Net Position - Beginning of Year, as Restated                   | 1,238,630                            | 983,815                              | 175,485                                | 698,952                           |
| <b>NET POSITION - END OF YEAR</b>                               | <u>\$ 840,897</u>                    | <u>\$ 3,268,698</u>                  | <u>\$ 211,948</u>                      | <u>\$ 821,729</u>                 |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                 | Discovery<br>Academy of<br>Lake Alfred | Discovery<br>High School | Hartridge<br>Academy | Hillcrest<br>Elementary<br>School |
|-----------------------------------------------------------------|----------------------------------------|--------------------------|----------------------|-----------------------------------|
| <b>EXPENSES</b>                                                 |                                        |                          |                      |                                   |
| Instruction                                                     | \$ 4,662,065                           | \$ 4,578,287             | \$ 1,361,130         | \$ 4,447,587                      |
| Student Support Services                                        | 637,578                                | 692,817                  | -                    | 116,368                           |
| Instructional Media                                             | 51,588                                 | -                        | -                    | 138,358                           |
| Instruction and Curriculum Development                          | -                                      | -                        | -                    | 258,304                           |
| Instructional Staff Training                                    | 93,801                                 | 189,914                  | -                    | 5,130                             |
| Instruction-Related Technology                                  | -                                      | -                        | -                    | 10,867                            |
| Board                                                           | 141,690                                | 12,273                   | 39,335               | 17,151                            |
| General Administration                                          | -                                      | -                        | 35,283               | 27,611                            |
| School Administration                                           | 2,169,607                              | 707,693                  | 489,117              | 727,793                           |
| Facilities Acquisition and Construction                         | -                                      | 1,223,711                | -                    | -                                 |
| Fiscal Services                                                 | 157,277                                | 151,129                  | -                    | -                                 |
| Food Services                                                   | 878,405                                | 239,169                  | -                    | -                                 |
| Central Services                                                | 49,477                                 | -                        | -                    | -                                 |
| Pupil Transportation                                            | 1,538,787                              | 323,659                  | 78,149               | 171,194                           |
| Operation of Plant                                              | 662,250                                | 642,323                  | 403,743              | 495,105                           |
| Maintenance of Plant                                            | -                                      | 26,333                   | 55,127               | 7,428                             |
| Community Services                                              | -                                      | 3,324                    | -                    | 37,442                            |
| Interest                                                        | 1,288,102                              | -                        | 6,973                | -                                 |
| Other Operating Expenses                                        | 21,484                                 | 17,792                   | -                    | 1,102                             |
| Total Expenses                                                  | 12,352,111                             | 8,808,424                | 2,468,857            | 6,461,440                         |
| <b>PROGRAM REVENUES</b>                                         |                                        |                          |                      |                                   |
| Charges for Services                                            | 1,616,129                              | 23,864                   | -                    | 192,730                           |
| Operating Grants and Contributions                              | 1,475,580                              | 891,701                  | 94,859               | 325,510                           |
| Capital Grants and Contributions                                | -                                      | 544,319                  | -                    | -                                 |
| Net Program Expenses                                            | (9,260,402)                            | (7,348,540)              | (2,373,998)          | (5,943,200)                       |
| <b>GENERAL REVENUES</b>                                         |                                        |                          |                      |                                   |
| Federal                                                         | -                                      | -                        | -                    | -                                 |
| State and Local Sources                                         | 8,798,617                              | 7,179,877                | 1,892,512            | 5,575,316                         |
| Grants and Contributions Not Restricted<br>to Specific Programs | 459,045                                | 130,062                  | 21,435               | 56,033                            |
| Investment Earnings                                             | -                                      | -                        | -                    | -                                 |
| Miscellaneous                                                   | -                                      | -                        | -                    | -                                 |
| Total General Revenues                                          | 9,257,662                              | 7,309,939                | 1,913,947            | 5,631,349                         |
| <b>CHANGE IN NET POSITION</b>                                   | (2,740)                                | (38,601)                 | (460,051)            | (311,851)                         |
| Net Position - Beginning of Year, as Originally Stated          | (5,274,245)                            | (2,644,362)              | 1,411,608            | 668,224                           |
| Restatement                                                     | 575,375                                | 552,306                  | -                    | -                                 |
| Net Position - Beginning of Year, as Restated                   | (4,698,870)                            | (2,092,056)              | 1,411,608            | 668,224                           |
| <b>NET POSITION - END OF YEAR</b>                               | <u>\$ (4,701,610)</u>                  | <u>\$ (2,130,657)</u>    | <u>\$ 951,557</u>    | <u>\$ 356,373</u>                 |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
COMBINING STATEMENT OF ACTIVITIES  
DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                 | Janie Howard<br>Wilson<br>Elementary<br>School | Lake Wales<br>Senior<br>High School | Lakeland<br>Montessori<br>Schoolhouse | IDEA<br>Public Schools<br>Lakeland |
|-----------------------------------------------------------------|------------------------------------------------|-------------------------------------|---------------------------------------|------------------------------------|
| <b>EXPENSES</b>                                                 |                                                |                                     |                                       |                                    |
| Instruction                                                     | \$ 3,348,448                                   | \$ 8,875,951                        | \$ 977,571                            | \$ 3,068,327                       |
| Student Support Services                                        | 108,577                                        | 744,469                             | 41,929                                | 233,512                            |
| Instructional Media                                             | 85,626                                         | 3,172                               | -                                     | 8,702                              |
| Instruction and Curriculum Development                          | 240,829                                        | 63,764                              | -                                     | -                                  |
| Instructional Staff Training                                    | 16,534                                         | 32,533                              | 39,514                                | -                                  |
| Instruction-Related Technology                                  | 11,648                                         | 18,096                              | -                                     | 72,220                             |
| Board                                                           | 17,151                                         | 23,076                              | 26,401                                | -                                  |
| General Administration                                          | 18,205                                         | 64,628                              | -                                     | 1,132,165                          |
| School Administration                                           | 573,931                                        | 1,901,911                           | 310,200                               | -                                  |
| Facilities Acquisition and Construction                         | -                                              | 12,496                              | -                                     | -                                  |
| Fiscal Services                                                 | -                                              | -                                   | -                                     | 35,990                             |
| Food Services                                                   | -                                              | -                                   | -                                     | 503,990                            |
| Central Services                                                | -                                              | -                                   | -                                     | 284,251                            |
| Pupil Transportation                                            | 241,210                                        | 880,599                             | -                                     | 577,347                            |
| Operation of Plant                                              | 502,574                                        | 1,521,309                           | 274,427                               | 2,904,892                          |
| Maintenance of Plant                                            | 6,254                                          | 26,368                              | 62,670                                | -                                  |
| Community Services                                              | -                                              | 784,654                             | -                                     | 15,837                             |
| Interest                                                        | -                                              | -                                   | 32,750                                | -                                  |
| Other Operating Expenses                                        | 286                                            | 2,866                               | -                                     | -                                  |
| Total Expenses                                                  | 5,171,273                                      | 14,955,892                          | 1,765,462                             | 8,837,233                          |
| <b>PROGRAM REVENUES</b>                                         |                                                |                                     |                                       |                                    |
| Charges for Services                                            | 174,737                                        | 283,969                             | 702,091                               | -                                  |
| Operating Grants and Contributions                              | 416,316                                        | 815,428                             | 41,292                                | 886,024                            |
| Capital Grants and Contributions                                | -                                              | -                                   | 80,431                                | 281,622                            |
| Net Program Expenses                                            | (4,580,220)                                    | (13,856,495)                        | (941,648)                             | (7,669,587)                        |
| <b>GENERAL REVENUES</b>                                         |                                                |                                     |                                       |                                    |
| Federal                                                         | -                                              | 149,852                             | -                                     | -                                  |
| State and Local Sources                                         | 4,107,863                                      | 13,288,406                          | 1,291,635                             | 6,721,425                          |
| Grants and Contributions Not Restricted<br>to Specific Programs | 45,288                                         | -                                   | -                                     | 1,063,772                          |
| Investment Earnings                                             | -                                              | -                                   | -                                     | -                                  |
| Miscellaneous                                                   | -                                              | -                                   | -                                     | -                                  |
| Total General Revenues                                          | 4,153,151                                      | 13,438,258                          | 1,291,635                             | 7,785,197                          |
| <b>CHANGE IN NET POSITION</b>                                   | (427,069)                                      | (418,237)                           | 349,987                               | 115,610                            |
| Net Position - Beginning of Year, as Originally Stated          | 766,169                                        | (1,057,344)                         | 4,857,138                             | 96,229                             |
| Restatement                                                     | -                                              | -                                   | -                                     | -                                  |
| Net Position - Beginning of Year, as Restated                   | 766,169                                        | (1,057,344)                         | 4,857,138                             | 96,229                             |
| <b>NET POSITION - END OF YEAR</b>                               | <u>\$ 339,100</u>                              | <u>\$ (1,475,581)</u>               | <u>\$ 5,207,125</u>                   | <u>\$ 211,839</u>                  |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                 | Language &<br>Literacy<br>Academy<br>for Learning | Mater<br>Academy<br>Middle School | Magnolia<br>Montessori<br>Academy | McKeel<br>Schools<br>System |
|-----------------------------------------------------------------|---------------------------------------------------|-----------------------------------|-----------------------------------|-----------------------------|
| <b>EXPENSES</b>                                                 |                                                   |                                   |                                   |                             |
| Instruction                                                     | \$ 3,357,231                                      | \$ 1,607,939                      | \$ 1,316,728                      | \$ 19,990,274               |
| Student Support Services                                        | 1,572,738                                         | 45,106                            | 23,770                            | 963,106                     |
| Instructional Media                                             | -                                                 | -                                 | -                                 | 193,440                     |
| Instruction and Curriculum Development                          | -                                                 | -                                 | -                                 | -                           |
| Instructional Staff Training                                    | 49,763                                            | 17,456                            | -                                 | 544,685                     |
| Instruction-Related Technology                                  | -                                                 | -                                 | -                                 | 750,759                     |
| Board                                                           | 2,328                                             | 25,643                            | 23,719                            | 69,001                      |
| General Administration                                          | 141,623                                           | -                                 | 28,986                            | 81,301                      |
| School Administration                                           | 1,034,014                                         | 400,870                           | 305,413                           | 2,370,291                   |
| Facilities Acquisition and Construction                         | 1,076,680                                         | -                                 | -                                 | -                           |
| Fiscal Services                                                 | 84,127                                            | 53,200                            | -                                 | 987,802                     |
| Food Services                                                   | 305,575                                           | 170,980                           | 77,328                            | 2,699,072                   |
| Central Services                                                | 128,298                                           | 53,768                            | -                                 | -                           |
| Pupil Transportation                                            | 540,797                                           | 43,307                            | -                                 | 2,711,088                   |
| Operation of Plant                                              | 687,505                                           | 523,389                           | 326,690                           | 2,598,549                   |
| Maintenance of Plant                                            | 30,277                                            | 44,017                            | -                                 | 874,233                     |
| Community Services                                              | -                                                 | -                                 | 88,704                            | 558,958                     |
| Interest                                                        | 6,721                                             | -                                 | 71,651                            | 388,891                     |
| Other Operating Expenses                                        | -                                                 | 382,816                           | -                                 | -                           |
| Total Expenses                                                  | 9,017,677                                         | 3,368,491                         | 2,262,989                         | 35,781,450                  |
| <b>PROGRAM REVENUES</b>                                         |                                                   |                                   |                                   |                             |
| Charges for Services                                            | 175,418                                           | 25,488                            | 495,140                           | 2,739,827                   |
| Operating Grants and Contributions                              | 734,131                                           | 557,120                           | 40,030                            | 2,654,934                   |
| Capital Grants and Contributions                                | 407,993                                           | 207,380                           | -                                 | -                           |
| Net Program Expenses                                            | (7,700,135)                                       | (2,578,503)                       | (1,727,819)                       | (30,386,689)                |
| <b>GENERAL REVENUES</b>                                         |                                                   |                                   |                                   |                             |
| Federal                                                         | -                                                 | -                                 | -                                 | -                           |
| State and Local Sources                                         | 7,590,624                                         | 2,621,508                         | 1,594,985                         | 30,533,858                  |
| Grants and Contributions Not Restricted<br>to Specific Programs | -                                                 | -                                 | -                                 | 855,887                     |
| Investment Earnings                                             | -                                                 | 33,890                            | -                                 | -                           |
| Miscellaneous                                                   | 574,380                                           | -                                 | 198,162                           | -                           |
| Total General Revenues                                          | 8,165,004                                         | 2,655,398                         | 1,793,147                         | 31,389,745                  |
| <b>CHANGE IN NET POSITION</b>                                   | 464,869                                           | 76,895                            | 65,328                            | 1,003,056                   |
| Net Position - Beginning of Year, as Originally Stated          | (666,329)                                         | 671,527                           | 843,410                           | 8,954,119                   |
| Restatement                                                     | -                                                 | (13,107)                          | -                                 | -                           |
| Net Position - Beginning of Year, as Restated                   | (666,329)                                         | 658,420                           | 843,410                           | 8,954,119                   |
| <b>NET POSITION - END OF YEAR</b>                               | <u>\$ (201,460)</u>                               | <u>\$ 735,315</u>                 | <u>\$ 908,738</u>                 | <u>\$ 9,957,175</u>         |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                 | Mi Escuela<br>Montessori | Navigator<br>Academy<br>of Leadership | New<br>Beginnings<br>High School | Victory<br>Ridge<br>Academy |
|-----------------------------------------------------------------|--------------------------|---------------------------------------|----------------------------------|-----------------------------|
| <b>EXPENSES</b>                                                 |                          |                                       |                                  |                             |
| Instruction                                                     | \$ 2,325,935             | \$ 4,090,547                          | \$ 2,299,270                     | \$ 5,364,864                |
| Student Support Services                                        | 51,343                   | 244,969                               | 525,122                          | 3,851,625                   |
| Instructional Media                                             | -                        | -                                     | -                                | -                           |
| Instruction and Curriculum Development                          | -                        | -                                     | -                                | -                           |
| Instructional Staff Training                                    | 20,334                   | 49,753                                | -                                | 17,488                      |
| Instruction-Related Technology                                  | 18,712                   | 246,782                               | -                                | -                           |
| Board                                                           | 25,169                   | 247,832                               | 55,224                           | 44,171                      |
| General Administration                                          | 108,430                  | 476,925                               | 102,524                          | 147,561                     |
| School Administration                                           | 441,746                  | 679,363                               | 4,990,048                        | 1,652,396                   |
| Facilities Acquisition and Construction                         | -                        | -                                     | -                                | 34,840                      |
| Fiscal Services                                                 | 28,085                   | 457,823                               | 59,487                           | 230,413                     |
| Food Services                                                   | 158,675                  | 478,627                               | 251                              | 14,166                      |
| Central Services                                                | -                        | -                                     | 91,717                           | 5,499                       |
| Pupil Transportation                                            | 46,970                   | 56,725                                | 415,761                          | 1,930,762                   |
| Operation of Plant                                              | 262,317                  | 203,255                               | 1,347,519                        | 932,340                     |
| Maintenance of Plant                                            | -                        | 508,375                               | -                                | 110,027                     |
| Community Services                                              | 31,866                   | 210,997                               | -                                | -                           |
| Interest                                                        | 16,018                   | 4,077,104                             | 174,346                          | 513,133                     |
| Other Operating Expenses                                        | 10,262                   | 511,211                               | 25,133                           | -                           |
| Total Expenses                                                  | 3,545,862                | 12,540,288                            | 10,086,402                       | 14,849,285                  |
| <b>PROGRAM REVENUES</b>                                         |                          |                                       |                                  |                             |
| Charges for Services                                            | 457,546                  | 201,712                               | -                                | -                           |
| Operating Grants and Contributions                              | 231,267                  | 529,030                               | 588,149                          | 1,391,699                   |
| Capital Grants and Contributions                                | -                        | 511,399                               | 580,755                          | 206,995                     |
| Net Program Expenses                                            | (2,857,049)              | (11,298,147)                          | (8,917,498)                      | (13,250,591)                |
| <b>GENERAL REVENUES</b>                                         |                          |                                       |                                  |                             |
| Federal                                                         | -                        | -                                     | 1,265,979                        | -                           |
| State and Local Sources                                         | 2,709,494                | 7,106,753                             | 8,585,547                        | 12,945,826                  |
| Grants and Contributions Not Restricted<br>to Specific Programs | 62,501                   | 704,785                               | 82,825                           | 1,389,978                   |
| Investment Earnings                                             | -                        | -                                     | -                                | -                           |
| Miscellaneous                                                   | -                        | 813,170                               | -                                | -                           |
| Total General Revenues                                          | 2,771,995                | 8,624,708                             | 9,934,351                        | 14,335,804                  |
| <b>CHANGE IN NET POSITION</b>                                   | (85,054)                 | (2,673,439)                           | 1,016,853                        | 1,085,213                   |
| Net Position - Beginning of Year, as Originally Stated          | 1,146,883                | 2,730,051                             | 143,821                          | 2,122,702                   |
| Restatement                                                     | -                        | -                                     | -                                | -                           |
| Net Position - Beginning of Year, as Restated                   | 1,146,883                | 2,730,051                             | 143,821                          | 2,122,702                   |
| <b>NET POSITION - END OF YEAR</b>                               | <u>\$ 1,061,829</u>      | <u>\$ 56,612</u>                      | <u>\$ 1,160,674</u>              | <u>\$ 3,207,915</u>         |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                 | Polk<br>Avenue<br>Elementary<br>School | Mater<br>Academy    | Ridgeview<br>Global Studies<br>Academy | Polk<br>Education<br>Foundation<br>and Business<br>Partnership, Inc. |
|-----------------------------------------------------------------|----------------------------------------|---------------------|----------------------------------------|----------------------------------------------------------------------|
| <b>EXPENSES</b>                                                 |                                        |                     |                                        |                                                                      |
| Instruction                                                     | \$ 3,574,252                           | \$ 4,471,155        | \$ 11,117,145                          | \$ -                                                                 |
| Student Support Services                                        | 96,204                                 | 94,551              | 699,001                                | -                                                                    |
| Instructional Media                                             | 91,210                                 | -                   | 156,503                                | -                                                                    |
| Instruction and Curriculum Development                          | 275,872                                | -                   | -                                      | -                                                                    |
| Instructional Staff Training                                    | -                                      | 46,056              | 1,413                                  | -                                                                    |
| Instruction-Related Technology                                  | 547                                    | -                   | -                                      | -                                                                    |
| Board                                                           | 17,151                                 | 45,270              | 48,019                                 | -                                                                    |
| General Administration                                          | 21,568                                 | -                   | 41,789                                 | -                                                                    |
| School Administration                                           | 686,068                                | 937,071             | 1,592,951                              | -                                                                    |
| Facilities Acquisition and Construction                         | -                                      | -                   | 428,146                                | -                                                                    |
| Fiscal Services                                                 | -                                      | 129,675             | 81,591                                 | -                                                                    |
| Food Services                                                   | -                                      | 425,494             | 1,113,866                              | -                                                                    |
| Central Services                                                | -                                      | 140,842             | 9,465                                  | -                                                                    |
| Pupil Transportation                                            | 167,818                                | 93,001              | 727,276                                | -                                                                    |
| Operation of Plant                                              | 419,149                                | 1,841,027           | 1,119,676                              | -                                                                    |
| Maintenance of Plant                                            | -                                      | 156,431             | -                                      | -                                                                    |
| Community Services                                              | -                                      | 298,651             | 188,275                                | -                                                                    |
| Interest                                                        | -                                      | 487,893             | 460,854                                | -                                                                    |
| Other Operating Expenses                                        | 152                                    | 36,656              | -                                      | 2,842,649                                                            |
| Total Expenses                                                  | 5,349,991                              | 9,203,773           | 17,785,970                             | 2,842,649                                                            |
| <b>PROGRAM REVENUES</b>                                         |                                        |                     |                                        |                                                                      |
| Charges for Services                                            | 114,323                                | 613,760             | 171,375                                | -                                                                    |
| Operating Grants and Contributions                              | 493,772                                | 743,492             | 1,913,512                              | 13,194,652                                                           |
| Capital Grants and Contributions                                | -                                      | 507,939             | 812,890                                | -                                                                    |
| Net Program Expenses                                            | (4,741,896)                            | (7,338,582)         | (14,888,193)                           | 10,352,003                                                           |
| <b>GENERAL REVENUES</b>                                         |                                        |                     |                                        |                                                                      |
| Federal                                                         | -                                      | -                   | -                                      | -                                                                    |
| State and Local Sources                                         | 4,479,607                              | 7,050,560           | 13,461,760                             | -                                                                    |
| Grants and Contributions Not Restricted<br>to Specific Programs | 31,471                                 | 300,000             | 557,847                                | -                                                                    |
| Investment Earnings                                             | -                                      | -                   | -                                      | 1,345,364                                                            |
| Miscellaneous                                                   | -                                      | 75,970              | -                                      | 190,041                                                              |
| Total General Revenues                                          | 4,511,078                              | 7,426,530           | 14,019,607                             | 1,535,405                                                            |
| <b>CHANGE IN NET POSITION</b>                                   | (230,818)                              | 87,948              | (868,586)                              | 11,887,408                                                           |
| Net Position - Beginning of Year, as Originally Stated          | 14,788                                 | 914,051             | (18,808)                               | 10,810,767                                                           |
| Restatement                                                     | 58,250                                 | -                   | -                                      | -                                                                    |
| Net Position - Beginning of Year, as Restated                   | 73,038                                 | 914,051             | (18,808)                               | 10,810,767                                                           |
| <b>NET POSITION - END OF YEAR</b>                               | <u>\$ (157,780)</u>                    | <u>\$ 1,001,999</u> | <u>\$ (887,394)</u>                    | <u>\$ 22,698,175</u>                                                 |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                 | RCMA<br>Mulberry<br>Community<br>Academy | Polk State College<br>Chain of Lakes<br>Collegiate Charter<br>High School | Polk State College<br>Lakeland<br>Collegiate<br>High School | Polk State College<br>Lakeland Gateway<br>To College Charter<br>High School |
|-----------------------------------------------------------------|------------------------------------------|---------------------------------------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------------|
| <b>EXPENSES</b>                                                 |                                          |                                                                           |                                                             |                                                                             |
| Instruction                                                     | \$ 797,065                               | \$ 1,556,093                                                              | \$ 1,554,281                                                | \$ 1,340,408                                                                |
| Student Support Services                                        | 37,110                                   | -                                                                         | -                                                           | -                                                                           |
| Instructional Media                                             | -                                        | -                                                                         | -                                                           | -                                                                           |
| Instruction and Curriculum Development                          | 5,016                                    | -                                                                         | -                                                           | -                                                                           |
| Instructional Staff Training                                    | 15,869                                   | -                                                                         | -                                                           | -                                                                           |
| Instruction-Related Technology                                  | -                                        | -                                                                         | -                                                           | -                                                                           |
| Board                                                           | -                                        | -                                                                         | -                                                           | -                                                                           |
| General Administration                                          | -                                        | 641,346                                                                   | 540,810                                                     | 316,041                                                                     |
| School Administration                                           | 83,700                                   | -                                                                         | -                                                           | -                                                                           |
| Facilities Acquisition and Construction                         | 67,136                                   | -                                                                         | -                                                           | -                                                                           |
| Fiscal Services                                                 | 164,112                                  | -                                                                         | -                                                           | -                                                                           |
| Food Services                                                   | 194,344                                  | -                                                                         | -                                                           | -                                                                           |
| Central Services                                                | 425,513                                  | -                                                                         | -                                                           | -                                                                           |
| Pupil Transportation                                            | 44,607                                   | -                                                                         | -                                                           | -                                                                           |
| Operation of Plant                                              | 66,319                                   | -                                                                         | -                                                           | -                                                                           |
| Maintenance of Plant                                            | 37,914                                   | -                                                                         | -                                                           | -                                                                           |
| Community Services                                              | 208,439                                  | -                                                                         | -                                                           | -                                                                           |
| Interest                                                        | -                                        | -                                                                         | -                                                           | -                                                                           |
| Other Operating Expenses                                        | 36,084                                   | 575,852                                                                   | 747,247                                                     | 510,845                                                                     |
| Total Expenses                                                  | 2,183,228                                | 2,773,291                                                                 | 2,842,338                                                   | 2,167,294                                                                   |
| <b>PROGRAM REVENUES</b>                                         |                                          |                                                                           |                                                             |                                                                             |
| Charges for Services                                            | -                                        | -                                                                         | -                                                           | -                                                                           |
| Operating Grants and Contributions                              | 1,077,768                                | 2,816,276                                                                 | 2,595,881                                                   | 2,260,162                                                                   |
| Capital Grants and Contributions                                | 67,136                                   | -                                                                         | -                                                           | -                                                                           |
| Net Program Expenses                                            | (1,038,324)                              | 42,985                                                                    | (246,457)                                                   | 92,868                                                                      |
| <b>GENERAL REVENUES</b>                                         |                                          |                                                                           |                                                             |                                                                             |
| Federal                                                         | -                                        | -                                                                         | -                                                           | -                                                                           |
| State and Local Sources                                         | -                                        | -                                                                         | -                                                           | -                                                                           |
| Grants and Contributions Not Restricted<br>to Specific Programs | 1,332,799                                | -                                                                         | -                                                           | -                                                                           |
| Investment Earnings                                             | -                                        | -                                                                         | -                                                           | -                                                                           |
| Miscellaneous                                                   | -                                        | 201,396                                                                   | 206,791                                                     | 178,639                                                                     |
| Total General Revenues                                          | 1,332,799                                | 201,396                                                                   | 206,791                                                     | 178,639                                                                     |
| <b>CHANGE IN NET POSITION</b>                                   | 294,475                                  | 244,381                                                                   | (39,666)                                                    | 271,507                                                                     |
| Net Position - Beginning of Year, as Originally Stated          | 163,701                                  | 3,313,118                                                                 | 2,882,252                                                   | 1,307,036                                                                   |
| Restatement                                                     | -                                        | -                                                                         | -                                                           | -                                                                           |
| Net Position - Beginning of Year, as Restated                   | 163,701                                  | 3,313,118                                                                 | 2,882,252                                                   | 1,307,036                                                                   |
| <b>NET POSITION - END OF YEAR</b>                               | <u>\$ 458,176</u>                        | <u>\$ 3,557,499</u>                                                       | <u>\$ 2,842,586</u>                                         | <u>\$ 1,578,543</u>                                                         |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**COMBINING STATEMENT OF ACTIVITIES**  
**DISCRETELY PRESENTED COMPONENT UNITS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

|                                                                 | Achievement<br>Academy, Inc. | Achievement<br>Academy<br>Charter School | Totals<br>Component<br>Units |
|-----------------------------------------------------------------|------------------------------|------------------------------------------|------------------------------|
| <b>EXPENSES</b>                                                 |                              |                                          |                              |
| Instruction                                                     | \$ 3,451,175                 | \$ 2,095,029                             | \$ 125,355,739               |
| Student Support Services                                        | -                            | -                                        | 11,811,500                   |
| Instructional Media                                             | -                            | -                                        | 870,570                      |
| Instruction and Curriculum Development                          | -                            | -                                        | 1,384,409                    |
| Instructional Staff Training                                    | -                            | 1,813                                    | 1,275,995                    |
| Instruction-Related Technology                                  | -                            | -                                        | 1,231,940                    |
| Board                                                           | -                            | 23,160                                   | 1,146,117                    |
| General Administration                                          | 800,602                      | 60,755                                   | 5,105,192                    |
| School Administration                                           | -                            | 370,959                                  | 27,663,838                   |
| Facilities Acquisition and Construction                         | -                            | -                                        | 3,155,436                    |
| Fiscal Services                                                 | -                            | 76,658                                   | 3,471,925                    |
| Food Services                                                   | -                            | -                                        | 8,272,463                    |
| Central Services                                                | -                            | -                                        | 1,334,804                    |
| Pupil Transportation                                            | -                            | 2,180                                    | 12,808,432                   |
| Operation of Plant                                              | -                            | 182,273                                  | 22,363,415                   |
| Maintenance of Plant                                            | 15,596                       | 41,899                                   | 2,129,731                    |
| Community Services                                              | -                            | -                                        | 2,639,655                    |
| Interest                                                        | -                            | -                                        | 9,597,939                    |
| Other Operating Expenses                                        | 90,888                       | 273,220                                  | 6,149,496                    |
| Total Expenses                                                  | 4,358,261                    | 3,127,946                                | 247,768,596                  |
| <b>PROGRAM REVENUES</b>                                         |                              |                                          |                              |
| Charges for Services                                            | -                            | -                                        | 8,891,010                    |
| Operating Grants and Contributions                              | -                            | -                                        | 39,490,133                   |
| Capital Grants and Contributions                                | -                            | -                                        | 4,965,743                    |
| Net Program Expenses                                            | (4,358,261)                  | (3,127,946)                              | (194,421,710)                |
| <b>GENERAL REVENUES</b>                                         |                              |                                          |                              |
| Federal                                                         | -                            | 70,151                                   | 1,485,982                    |
| State and Local Sources                                         | 338,776                      | 2,926,203                                | 186,481,975                  |
| Grants and Contributions Not Restricted<br>to Specific Programs | 3,257,854                    | -                                        | 13,365,052                   |
| Investment Earnings                                             | 56,749                       | -                                        | 1,436,003                    |
| Miscellaneous                                                   | 768,726                      | 76,761                                   | 3,637,033                    |
| Total General Revenues                                          | 4,422,105                    | 3,073,115                                | 206,406,045                  |
| <b>CHANGE IN NET POSITION</b>                                   | 63,844                       | (54,831)                                 | 11,984,335                   |
| Net Position - Beginning of Year, as Originally Stated          | 3,435,629                    | 1,050,338                                | 41,252,313                   |
| Restatement                                                     | -                            | -                                        | (1,323,401)                  |
| Net Position - Beginning of Year, as Restated                   | 3,435,629                    | 1,050,338                                | 39,928,912                   |
| <b>NET POSITION - END OF YEAR</b>                               | <u>\$ 3,499,473</u>          | <u>\$ 995,507</u>                        | <u>\$ 51,913,247</u>         |

# **STATISTICAL SECTION**

## **(UNAUDITED)**



**POLK COUNTY**  
**PUBLIC SCHOOLS**

STUDENTS FIRST

## **SCHOOL BOARD OF POLK COUNTY, FLORIDA DISTRICT STATISTICS**

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

### **Financial Trends**

These schedules contain trend information to help the reader understand how the District's Financial performance and well-being have changed over time.

### **Revenue Capacity**

These schedules contain information to help the reader assess the District's most significant local revenues sources, the property tax.

### **Debt Capacity**

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.

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

### **Operating Information**

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.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NET POSITION BY COMPONENT – GOVERNMENT-WIDE**  
**LAST TEN FISCAL YEARS**  
**TABLE 1**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

|                                            | Fiscal Year         |                     |                   |                   |                   | Fiscal Year       |                   |                   |                   |                   |
|--------------------------------------------|---------------------|---------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
|                                            | 2025                | 2024                | 2023              | 2022              | 2021              | 2020              | 2019              | 2018              | 2017              | 2016              |
| Government activities:                     |                     |                     |                   |                   |                   |                   |                   |                   |                   |                   |
| Net investment in capital assets           | \$ 1,225,129        | \$ 1,128,349        | \$ 1,043,025      | \$ 937,302        | \$ 867,688        | \$ 696,724        | \$ 669,794        | \$ 849,717        | \$ 822,501        | \$ 797,167        |
| Restricted                                 | 566,037             | 427,536             | 355,542           | 357,320           | 264,977           | 389,447           | 371,159           | 140,890           | 127,208           | 105,187           |
| Unrestricted                               | (512,583)           | (445,211)           | (422,449)         | (430,014)         | (415,940)         | (372,616)         | (358,078)         | (347,043)         | (296,766)         | (252,998)         |
| Total governmental activities net position | 1,278,583           | 1,110,674           | 976,118           | 864,608           | 716,725           | 713,555           | 682,875           | 643,564           | 652,943           | 649,356           |
| Business-type activities:                  |                     |                     |                   |                   |                   |                   |                   |                   |                   |                   |
| Unrestricted                               | -                   | -                   | -                 | -                 | -                 | -                 | -                 | -                 | 398               | 290               |
| Total primary government                   | <u>\$ 1,278,583</u> | <u>\$ 1,110,674</u> | <u>\$ 976,118</u> | <u>\$ 864,608</u> | <u>\$ 716,725</u> | <u>\$ 713,555</u> | <u>\$ 682,875</u> | <u>\$ 643,564</u> | <u>\$ 653,341</u> | <u>\$ 649,646</u> |

Note: The District terminated business-type activities in December of 2017.

Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**CHANGES IN NET POSITION – GOVERNMENT-WIDE**  
**LAST TEN FISCAL YEARS**  
**TABLE 2**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

|                                                  | Fiscal Year        |                    |                    |                    |                    |
|--------------------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|                                                  | 2025               | 2024               | 2023               | 2022               | 2021               |
| <b>GOVERNMENTAL ACTIVITIES</b>                   |                    |                    |                    |                    |                    |
| <b>EXPENSES</b>                                  |                    |                    |                    |                    |                    |
| Instructional services                           | \$ 861,013         | \$ 848,139         | \$ 770,101         | \$ 711,902         | \$ 708,268         |
| Instructional support services                   | 172,114            | 187,478            | 131,384            | 148,497            | 123,828            |
| Student transportation services                  | 72,964             | 50,089             | 57,648             | 47,310             | 40,515             |
| Operation and maintenance of plant               | 124,783            | 129,330            | 125,176            | 100,604            | 91,821             |
| School administration                            | 68,901             | 65,056             | 54,768             | 51,460             | 51,058             |
| General administration                           | 74,615             | 97,083             | 70,411             | 110,744            | 72,518             |
| Food services                                    | 85,765             | 82,356             | 69,908             | 59,157             | 55,617             |
| Community services and other                     | 6,381              | 4,719              | 4,152              | 3,522              | 3,358              |
| Interest on long term debt                       | 12,685             | 14,914             | 36,177             | 19,045             | 11,738             |
| Unallocated fiscal charges on long-term debt and | -                  | -                  | -                  | -                  | -                  |
| Unallocated depreciation expense                 | 430                | 447                | 447                | 562                | 260                |
| Total primary government expenses                | <u>1,479,651</u>   | <u>1,479,611</u>   | <u>1,320,172</u>   | <u>1,252,803</u>   | <u>1,158,981</u>   |
| <b>PROGRAM REVENUES</b>                          |                    |                    |                    |                    |                    |
| Charges for services:                            |                    |                    |                    |                    |                    |
| Instructional services                           | 4,736              | 3,485              | 3,121              | 2,915              | 2,477              |
| Student transportation services                  | 548                | 522                | 494                | 349                | 146                |
| Food services                                    | 791                | 868                | 827                | 724                | 570                |
| Operating grants and contributions               | 74,208             | 72,243             | 72,526             | 68,004             | 48,040             |
| Capital grants and contributions                 | 112,151            | 539                | 30,832             | 8,997              | 7,967              |
| Total primary government program revenues        | <u>192,434</u>     | <u>77,657</u>      | <u>107,800</u>     | <u>80,989</u>      | <u>59,200</u>      |
| Total primary government net (expenses) revenues | <u>(1,287,217)</u> | <u>(1,401,954)</u> | <u>(1,212,372)</u> | <u>(1,171,814)</u> | <u>(1,099,781)</u> |
| <b>GENERAL REVENUES</b>                          |                    |                    |                    |                    |                    |
| Property taxes                                   |                    |                    |                    |                    |                    |
| Property taxes levied for operational purposes   | 276,745            | 264,130            | 232,428            | 204,597            | 191,141            |
| Levied for debt services                         | -                  | -                  | -                  | -                  | -                  |
| Property taxes levied for capital projects       | 109,361            | 101,367            | 86,751             | 71,094             | 63,714             |
| Local sales taxes                                | 83,078             | 79,321             | 77,180             | 71,195             | 59,124             |
| Unrestricted grants and contributions            | 944,925            | 971,017            | 895,702            | 862,746            | 763,551            |
| Investment earnings                              | 31,433             | 23,968             | 16,505             | 220                | 4,373              |
| Miscellaneous                                    | 9,584              | 19,707             | 15,315             | 18,492             | 11,013             |
| Impact Fees                                      | -                  | 77,000             | -                  | 91,353             | 10,035             |
| Total primary government general revenues        | <u>1,455,126</u>   | <u>1,536,510</u>   | <u>1,323,881</u>   | <u>1,319,697</u>   | <u>1,102,951</u>   |
| <b>CHANGE IN NET POSITION</b>                    |                    |                    |                    |                    |                    |
| Total governmental activities                    | 167,909            | 134,556            | 111,509            | 147,883            | 3,170              |
| <b>BUSINESS-TYPE ACTIVITIES</b>                  |                    |                    |                    |                    |                    |
| <b>EXPENSES</b>                                  | -                  | -                  | -                  | -                  | -                  |
| <b>PROGRAM REVENUES</b>                          |                    |                    |                    |                    |                    |
| Charges for services                             | -                  | -                  | -                  | -                  | -                  |
| <b>CHANGE IN NET POSITION</b>                    |                    |                    |                    |                    |                    |
| Total business-type activities                   | -                  | -                  | -                  | -                  | -                  |
| <b>TOTAL PRIMARY GOVERNMENT</b>                  | <u>\$ 167,909</u>  | <u>\$ 134,556</u>  | <u>\$ 111,509</u>  | <u>\$ 147,883</u>  | <u>\$ 3,170</u>    |

Note: The District terminated business-type activities in December 2017

Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**CHANGES IN NET POSITION – GOVERNMENT-WIDE (CONTINUED)**  
**LAST TEN FISCAL YEARS**  
**TABLE 2**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

|    | Fiscal Year        |                  |                   |                  |                  |
|----|--------------------|------------------|-------------------|------------------|------------------|
|    | 2020               | 2019             | 2018              | 2017             | 2016             |
| \$ | 677,891            | \$ 643,843       | \$ 631,644        | \$ 593,877       | \$ 554,005       |
|    | 116,799            | 102,525          | 100,814           | 93,061           | 90,111           |
|    | 29,380             | 34,350           | 36,464            | 30,558           | 31,946           |
|    | 83,618             | 82,113           | 73,057            | 70,149           | 66,475           |
|    | 50,695             | 48,737           | 47,568            | 45,929           | 42,959           |
|    | 96,189             | 64,201           | 52,499            | 58,518           | 50,970           |
|    | 58,056             | 59,938           | 57,653            | 56,311           | 52,535           |
|    | 3,601              | 3,651            | 3,321             | 2,598            | 2,335            |
|    | 2,225              | 6,723            | 8,599             | 12,995           | 15,789           |
|    | -                  | -                | -                 | -                | -                |
|    | 505                | 516              | 547               | 1,075            | 241              |
|    | <u>1,118,959</u>   | <u>1,046,597</u> | <u>1,012,166</u>  | <u>965,071</u>   | <u>907,366</u>   |
|    | 2,904              | 2,965            | 2,774             | 2,552            | 3,662            |
|    | 364                | 552              | 560               | 586              | 572              |
|    | 757                | 1,142            | 1,907             | 2,157            | 2,820            |
|    | 52,921             | 57,600           | 52,075            | 51,939           | 49,120           |
|    | 7,960              | 10,802           | 5,888             | 6,882            | 5,672            |
|    | <u>64,906</u>      | <u>73,061</u>    | <u>63,204</u>     | <u>64,116</u>    | <u>61,846</u>    |
|    | <u>(1,054,053)</u> | <u>(973,536)</u> | <u>(948,962)</u>  | <u>(900,955)</u> | <u>(845,520)</u> |
|    | 181,854            | 175,403          | 170,105           | 162,002          | 162,423          |
|    | 59,536             | 55,363           | 50,873            | 45,862           | 42,918           |
|    | 50,907             | 50,197           | 45,161            | 43,048           | 40,757           |
|    | 721,445            | 686,695          | 663,408           | 630,276          | 607,096          |
|    | 9,523              | 6,220            | 2,467             | 1,290            | 1,393            |
|    | 22,344             | 8,306            | 12,473            | 22,064           | 18,104           |
|    | 39,123             | 30,663           | -                 | -                | -                |
|    | <u>1,084,732</u>   | <u>1,012,847</u> | <u>944,487</u>    | <u>904,542</u>   | <u>872,691</u>   |
|    | 30,679             | 39,311           | (4,475)           | 3,587            | 27,171           |
|    | -                  | -                | 108               | 637              | 391              |
|    | <u>-</u>           | <u>-</u>         | <u>234</u>        | <u>744</u>       | <u>560</u>       |
|    | <u>-</u>           | <u>-</u>         | <u>126</u>        | <u>107</u>       | <u>169</u>       |
| \$ | <u>30,679</u>      | <u>\$ 39,311</u> | <u>\$ (4,349)</u> | <u>\$ 3,694</u>  | <u>\$ 27,340</u> |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**PLEDGED-REVENUE COVERAGE**  
**LAST TEN FISCAL YEARS**  
**TABLE 3**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

| Fiscal<br>Year Ending<br>June 30, | Sales Tax Revenue Bonds |              |          |          |
|-----------------------------------|-------------------------|--------------|----------|----------|
|                                   | Sales Tax               | Debt Service |          | Coverage |
|                                   |                         | Principal    | Interest |          |
| 2025                              | \$ 83,078               | \$ 9,925     | \$ 5,993 | 19.2%    |
| 2024                              | 79,321                  | 9,450        | 6,478    | 20.1%    |
| 2023                              | 77,180                  | 9,005        | 6,939    | 20.7%    |
| 2022                              | 71,051                  | 8,575        | 7,379    | 22.5%    |
| 2021                              | 59,124                  | 8,165        | 7,797    | 27.0%    |
| 2020                              | 50,907                  | -            | 6,556    | 12.9%    |
| 2019                              | 50,197                  | 25,530       | 402      | 51.7%    |
| 2018                              | 45,161                  | 24,720       | 1,195    | 57.4%    |
| 2017                              | 43,048                  | 23,940       | 1,964    | 60.2%    |
| 2016                              | 40,757                  | 23,270       | 2,823    | 64.0%    |
| 2002                              | 34,082                  | 19,340       | 7,151    | 77.7%    |

Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**  
**TABLE 4**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

| Fiscal<br>Year Ending<br>June 30, | Property Tax        |                     | Sales<br>Tax | Total      |
|-----------------------------------|---------------------|---------------------|--------------|------------|
|                                   | General<br>Purposes | Capital<br>Projects |              |            |
| 2025                              | \$ 267,185          | \$ 105,593          | \$ 83,078    | \$ 455,856 |
| 2024                              | 253,929             | 97,471              | 79,321       | 430,721    |
| 2023                              | 227,501             | 84,909              | 77,180       | 389,590    |
| 2022                              | 199,446             | 69,312              | 71,051       | 339,809    |
| 2021                              | 191,141             | 63,714              | 59,124       | 313,979    |
| 2020                              | 179,854             | 59,394              | 50,907       | 290,155    |
| 2019                              | 175,403             | 55,363              | 50,197       | 280,963    |
| 2018                              | 170,105             | 50,873              | 45,161       | 266,139    |
| 2017                              | 162,001             | 45,862              | 43,048       | 250,911    |
| 2016                              | 162,423             | 42,918              | 40,757       | 246,098    |

Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**TABLE 5**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

|                                     | Fiscal Year       |                   |                   |                   |                   | Fiscal Year       |                   |                   |                   |                  |
|-------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|------------------|
|                                     | 2025              | 2024              | 2023              | 2022              | 2021              | 2020              | 2019              | 2018              | 2017              | 2016             |
| <b>General Fund</b>                 |                   |                   |                   |                   |                   |                   |                   |                   |                   |                  |
| Nonspendable                        | \$ 11,440         | \$ 14,678         | \$ 13,838         | \$ 12,884         | \$ 14,509         | \$ 11,265         | \$ 13,301         | \$ 9,972          | \$ 9,354          | \$ 9,148         |
| Restricted                          | 51,913            | 33,684            | 36,516            | 22,483            | 17,275            | 17,205            | 12,997            | 10,257            | 14,838            | 10,679           |
| Committed                           |                   |                   |                   |                   |                   |                   |                   |                   |                   | -                |
| Assigned                            | 7,491             | 9,901             | 2,131             | 1,495             | 1,130             | 975               | 452               | 442               | 336               | 1,588            |
| Unassigned                          | 63,559            | 95,230            | 72,754            | 77,873            | 66,841            | 51,687            | 29,443            | 33,527            | 36,153            | 42,409           |
| Total general fund                  | <u>\$ 134,403</u> | <u>\$ 153,493</u> | <u>\$ 125,239</u> | <u>\$ 114,735</u> | <u>\$ 99,755</u>  | <u>\$ 81,132</u>  | <u>\$ 56,193</u>  | <u>\$ 54,198</u>  | <u>\$ 60,681</u>  | <u>\$ 63,824</u> |
| <b>All Other Governmental Funds</b> |                   |                   |                   |                   |                   |                   |                   |                   |                   |                  |
| Nonspendable, reported in:          |                   |                   |                   |                   |                   |                   |                   |                   |                   |                  |
| Special revenue funds               | \$ 2,867          | \$ 2,078          | \$ 2,142          | \$ 3,013          | \$ 1,925          | \$ 3,458          | \$ 2,554          | \$ 2,452          | \$ 2,198          | \$ 1,678         |
| Restricted, reported in:            |                   |                   |                   |                   |                   |                   |                   |                   |                   |                  |
| Special revenue funds               | 15,091            | 21,912            | 24,376            | 58,754            | 6,195             | 6,597             | 7,285             | 5,770             | 6,474             | 6,421            |
| Capital projects funds              | 488,848           | 338,274           | 271,330           | 247,207           | 215,245           | 346,681           | 325,310           | 101,045           | 86,328            | 71,583           |
| Debt service funds                  | 13,363            | 31,474            | 29,912            | 27,922            | 24,341            | 22,835            | 24,821            | 20,160            | 17,882            | 15,554           |
| Unassigned, reported in:            |                   |                   |                   |                   |                   |                   |                   |                   |                   |                  |
| Special revenue funds               | (4)               | -                 | -                 | -                 | -                 | -                 | -                 | -                 | -                 | -                |
| Capital projects funds              | (417)             | -                 | -                 | -                 | -                 | -                 | -                 | -                 | -                 | -                |
| Total all other governmental funds  | <u>\$ 519,748</u> | <u>\$ 393,738</u> | <u>\$ 327,760</u> | <u>\$ 336,896</u> | <u>\$ 247,706</u> | <u>\$ 379,571</u> | <u>\$ 359,970</u> | <u>\$ 129,427</u> | <u>\$ 112,882</u> | <u>\$ 95,236</u> |

Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**TABLE 6**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

|                                        | Fiscal Year |            |            |            |            | Fiscal Year |            |            |            |            |
|----------------------------------------|-------------|------------|------------|------------|------------|-------------|------------|------------|------------|------------|
|                                        | 2025        | 2024       | 2023       | 2022       | 2021       | 2020        | 2019       | 2018       | 2017       | 2016       |
| <b>REVENUES</b>                        |             |            |            |            |            |             |            |            |            |            |
| Local sources:                         |             |            |            |            |            |             |            |            |            |            |
| Ad valorem taxes                       | \$ 386,105  | \$ 365,497 | \$ 319,179 | \$ 275,691 | \$ 254,855 | \$ 241,390  | \$ 230,766 | \$ 220,978 | \$ 207,864 | \$ 205,341 |
| Local sales tax                        | 83,078      | 79,321     | 77,180     | 71,195     | 59,124     | 50,907      | 50,197     | 45,161     | 43,048     | 40,757     |
| Impact Fees                            | 111,632     | 77,000     | 26,448     | 91,218     | 10,010     | 39,234      | 30,807     | 4,334      | 13,545     | 10,325     |
| Food services                          | 791         | 868        | 827        | 724        | 570        | 756         | 1,142      | 1,907      | 2,157      | 2,820      |
| Interest income                        | -           | 21,931     | 16,504     | 2,587      | 4,284      | 8,625       | 5,115      | 2,133      | 1,043      | 928        |
| Other                                  | 47,967      | 19,626     | 12,867     | 19,389     | 13,726     | 25,163      | 11,823     | 10,872     | 11,007     | 10,814     |
| Total local sources                    | 629,573     | 564,243    | 453,005    | 460,804    | 342,569    | 366,075     | 329,850    | 285,385    | 278,664    | 270,985    |
| State sources:                         |             |            |            |            |            |             |            |            |            |            |
| Florida education finance program      | 609,855     | 585,493    | 546,428    | 498,910    | 497,720    | 483,036     | 455,521    | 430,572    | 420,095    | 400,711    |
| Public education capital outlay        | -           | -          | -          | -          | -          | 66          | 3,377      | 2,163      | 3,271      | 2,162      |
| Food services                          | 803         | 822        | 798        | 797        | 793        | 752         | 737        | 752        | 720        | 676        |
| Grants and other                       | 145,534     | 140,881    | 138,519    | 130,599    | 137,139    | 137,739     | 143,470    | 131,127    | 131,369    | 129,445    |
| Total state sources                    | 756,192     | 727,196    | 685,745    | 630,306    | 635,652    | 621,593     | 603,105    | 564,614    | 555,455    | 532,994    |
| Federal sources:                       |             |            |            |            |            |             |            |            |            |            |
| Food services                          | 73,406      | 71,420     | 71,728     | 67,207     | -          | -           | 56,863     | 51,324     | 51,219     | 48,444     |
| Federal grants direct                  | 18,094      | 18,119     | 13,365     | 13,007     | 13,808     | 15,937      | 17,266     | 18,634     | 16,840     | 15,025     |
| Federal grants through state and local | 166,726     | 231,152    | 201,775    | 229,227    | 170,098    | 144,800     | 77,863     | 86,799     | 65,583     | 65,426     |
| Other                                  | 5,234       | -          | -          | -          | -          | -           | -          | -          | -          | -          |
| Total federal sources                  | 263,460     | 320,691    | 286,868    | 309,441    | 183,906    | 160,737     | 151,992    | 156,757    | 133,642    | 128,895    |
| Total revenues                         | 1,649,225   | 1,612,130  | 1,425,618  | 1,400,551  | 1,162,127  | 1,148,405   | 1,084,947  | 1,006,756  | 967,761    | 932,874    |

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (CONTINUED)**  
**LAST TEN FISCAL YEARS**  
**TABLE 6**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

|                                                 | Fiscal Year |         |         |         |         | Fiscal Year |         |         |         |         |
|-------------------------------------------------|-------------|---------|---------|---------|---------|-------------|---------|---------|---------|---------|
|                                                 | 2025        | 2024    | 2023    | 2022    | 2021    | 2020        | 2019    | 2018    | 2017    | 2016    |
| <b>EXPENDITURES</b>                             |             |         |         |         |         |             |         |         |         |         |
| Current:                                        |             |         |         |         |         |             |         |         |         |         |
| Instructional services:                         | 821,532     | 799,240 | 740,071 | 682,562 | 651,375 | 625,580     | 605,887 | 592,456 | 556,426 | 533,801 |
| Instructional support services:                 |             |         |         |         |         |             |         |         |         |         |
| Student personnel services                      | 61,067      | 54,406  | 55,429  | 51,171  | 50,099  | 44,214      | 40,103  | 40,068  | 38,215  | 38,302  |
| Instructional media services                    | 9,705       | 12,835  | 8,418   | 8,271   | 8,412   | 8,422       | 8,275   | 8,873   | 8,077   | 8,050   |
| Instruction and curriculum development services | 28,004      | 27,021  | 16,139  | 13,810  | 14,833  | 14,564      | 13,719  | 13,229  | 12,461  | 13,259  |
| Instructional staff training services           | 30,160      | 29,207  | 11,589  | 9,669   | 21,458  | 24,672      | 24,227  | 22,555  | 19,976  | 17,215  |
| Instructional related technology                | 26,130      | 37,082  | 26,885  | 60,397  | 19,091  | 17,423      | 10,466  | 10,081  | 9,429   | 10,577  |
| Total instructional support services            | 155,066     | 160,551 | 118,460 | 143,318 | 113,893 | 109,295     | 96,790  | 94,806  | 88,158  | 87,403  |
| Student transportation services                 | 69,519      | 54,276  | 55,540  | 45,568  | 37,222  | 36,801      | 37,798  | 35,742  | 34,288  | 32,964  |
| Operation and maintenance of plant:             |             |         |         |         |         |             |         |         |         |         |
| Operation of plant                              | 105,415     | 87,690  | 89,616  | 72,113  | 62,788  | 55,147      | 54,890  | 46,326  | 44,545  | 44,030  |
| Maintenance of plant                            | 33,392      | 31,993  | 34,843  | 24,764  | 21,328  | 23,100      | 22,849  | 23,680  | 21,987  | 20,233  |
| Total operation and maintenance of plant        | 138,807     | 119,683 | 124,459 | 96,877  | 84,116  | 78,247      | 77,739  | 70,006  | 66,532  | 64,263  |
| School administration                           | 65,553      | 62,335  | 52,675  | 49,276  | 47,131  | 46,658      | 45,797  | 44,462  | 42,984  | 41,258  |
| General administration:                         |             |         |         |         |         |             |         |         |         |         |
| Central services                                | 12,134      | 16,615  | 19,708  | 23,388  | 12,641  | 13,422      | 14,882  | 13,138  | 12,528  | 12,413  |
| Board                                           | 2,733       | 2,376   | 2,424   | 1,814   | 2,765   | 2,286       | 1,815   | 1,909   | 2,324   | 2,018   |
| General administration                          | 7,520       | 12,201  | 10,606  | 15,287  | 6,472   | 5,768       | 5,668   | 6,161   | 5,792   | 5,315   |
| Fiscal services                                 | 3,987       | 3,914   | 3,552   | 2,897   | 3,182   | 2,924       | 3,261   | 3,232   | 2,884   | 3,121   |
| Administrative technology services              | 15,052      | 8,284   | 7,727   | 6,927   | 7,475   | 6,711       | 6,652   | 5,862   | 5,942   | 6,009   |
| Total general administration                    | 41,426      | 43,390  | 44,017  | 50,313  | 32,535  | 31,111      | 32,278  | 30,302  | 29,470  | 28,876  |

Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (CONTINUED)**  
**LAST TEN FISCAL YEARS**  
**TABLE 6**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

|                                                           | Fiscal Year    |                |                |                |                | Fiscal Year  |              |              |              |              |
|-----------------------------------------------------------|----------------|----------------|----------------|----------------|----------------|--------------|--------------|--------------|--------------|--------------|
|                                                           | 2025           | 2024           | 2023           | 2022           | 2021           | 2020         | 2019         | 2018         | 2017         | 2016         |
| <b>EXPENDITURES</b>                                       |                |                |                |                |                |              |              |              |              |              |
| Non-capitalizable facilities acquisition and construction | 27,246         | 22,281         | 23,687         | 52,072         | 15,517         | 17,722       | 12,211       | 7,373        | 8,990        | 11,174       |
| Food services                                             | 81,533         | 77,399         | 67,230         | 56,644         | 50,927         | 53,673       | 56,849       | 54,239       | 53,220       | 50,985       |
| Community services and other                              | 6,101          | 4,338          | 3,993          | 3,367          | 3,064          | 3,315        | 3,430        | 3,125        | 2,449        | 2,255        |
| Debt Service:                                             |                |                |                |                |                |              |              |              |              |              |
| Principal retirement                                      | 53,338         | 28,275         | 27,418         | 22,183         | 27,336         | 16,994       | 41,447       | 37,870       | 36,237       | 35,484       |
| Interest                                                  | 12,895         | 13,624         | 12,638         | 13,881         | 13,887         | 13,210       | 7,062        | 8,233        | 9,447        | 12,185       |
| Fiscal charges                                            | 20             | 1,346          | 280            | 240            | 30             | 671          | 1,168        | 91           | 755          | 507          |
| Capital outlay                                            |                |                |                |                |                |              |              |              |              |              |
| Facilities acquisitions & construction                    | 72,925         | 117,454        | 107,746        | 68,759         | 179,991        | 67,807       | 20,587       | 11,097       | 15,763       | 35,377       |
| Other capital outlay                                      | 20,386         | 69,885         | 55,162         | 12,140         | 18,346         | 10,189       | 11,725       | 8,561        | 10,402       | 7,401        |
| Total expenditures                                        | 1,326,254      | 1,426,194      | 1,286,432      | 1,175,508      | 1,173,357      | 1,001,733    | 885,305      | 856,079      | 801,235      | 792,043      |
| Excess (deficiency) of revenues over (under) expenditures | (1,326,254)    | (1,426,194)    | (1,286,432)    | (1,175,508)    | (1,173,357)    | (1,001,667)  | (881,928)    | (853,916)    | (797,964)    | (789,881)    |
| <b>OTHER FINANCING SOURCES (USES):</b>                    |                |                |                |                |                |              |              |              |              |              |
| Long term bonds issued                                    | -              | -              | -              | -              | -              | -            | 160,025      | -            | -            | -            |
| Premium on sale of bonds                                  | -              | -              | -              | -              | -              | -            | 34,182       | -            | -            | -            |
| Refunding bonds issued                                    | -              | -              | -              | 15,850         | -              | 87,861       | 2,752        | -            | 26,891       | 118,935      |
| Premium on sale of refunding bonds                        | -              | -              | -              | -              | -              | 3            | 435          | -            | 85           | -            |
| Issuance of debt                                          | -              | -              | -              | -              | -              | 6,000        | -            | -            | -            | -            |
| Proceeds from sale of capital assets                      | -              | -              | -              | 400            | -              | -            | -            | -            | -            | -            |
| Payments to refunded bond escrow agent                    | -              | -              | -              | (15,776)       | -              | (87,462)     | -            | -            | (26,229)     | (118,528)    |
| Proceeds from capital leases                              | -              | -              | -              | 961            | -              | -            | -            | -            | -            | -            |
| Insurance loss recoveries                                 | -              | -              | -              | -              | -              | 315          | -            | 601          | -            | 1,199        |
| Leases                                                    | 2,080          | 51,412         | 37             | -              | -              | -            | -            | -            | -            | -            |
| SBITAs                                                    | 21,961         | 4,768          | 8,474          | -              | -              | -            | -            | -            | -            | -            |
| Transfers in                                              | 109,462        | 96,461         | 114,069        | 90,950         | 86,436         | 79,519       | 96,635       | 85,342       | 81,080       | 77,260       |
| Transfers out                                             | (109,462)      | (96,461)       | (114,069)      | (90,950)       | (86,436)       | (78,828)     | (95,669)     | (84,275)     | (79,964)     | (76,148)     |
| Total other financing sources and uses                    | 24,041         | 56,180         | 8,511          | 1,435          | -              | 7,408        | 198,360      | 1,668        | 1,863        | 2,718        |
| Net change in fund balances                               | \$ (1,302,213) | \$ (1,370,014) | \$ (1,277,921) | \$ (1,174,073) | \$ (1,173,357) | \$ (994,259) | \$ (683,568) | \$ (852,248) | \$ (796,101) | \$ (787,163) |
| Debt service as a percentage of non-capital expenditures  | 5.37%          | 3.38%          | 3.57%          | 3.29%          | 4.23%          | 3.27%        | 5.69%        | 5.51%        | 5.89%        | 6.36%        |

Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**TABLE 7**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

| Fiscal<br>Year<br>Ended<br>June 30, | Taxable Value for the School District |                        |                        |                          |                       |                      |                     | Net Taxable<br>Assessed Value | Total<br>Direct<br>Tax Rate | Estimated<br>Taxable<br>Value | Net Assessed<br>Value as a<br>Percentage of<br>of Estimated<br>Taxable Value |
|-------------------------------------|---------------------------------------|------------------------|------------------------|--------------------------|-----------------------|----------------------|---------------------|-------------------------------|-----------------------------|-------------------------------|------------------------------------------------------------------------------|
|                                     | Residential<br>Property               | Commercial<br>Property | Industrial<br>Property | Agricultural<br>Property | Other (1)<br>Property | Tangible<br>Property | Less:<br>Exemptions |                               |                             |                               |                                                                              |
| 2025                                | \$ 73,634,353                         | \$ 8,085,989           | \$ 5,558,739           | \$ 2,853,211             | \$ 5,958,715          | \$ 10,286,661        | \$ 30,699,507       | \$ 75,678,161                 | 5.4080                      | \$ 106,507,061                | 71.05%                                                                       |
| 2024                                | 69,205,604                            | 7,433,764              | 5,209,573              | 2,743,717                | 5,583,860             | 9,434,679            | 30,118,947          | 69,492,250                    | 5.4080                      | 99,740,427                    | 69.67%                                                                       |
| 2023                                | 57,577,648                            | 6,701,546              | 5,036,306              | 2,428,422                | 5,208,580             | 9,070,650            | 13,801,527          | 60,185,638                    | 5.5190                      | 86,157,808                    | 69.86%                                                                       |
| 2022                                | 42,834,602                            | 5,803,370              | 3,798,265              | 2,281,778                | 4,564,401             | 8,273,473            | 18,571,404          | 48,984,485                    | 5.8290                      | 67,681,190                    | 72.38%                                                                       |
| 2021                                | 38,866,706                            | 5,672,090              | 3,411,087              | 2,190,133                | 4,462,899             | 7,838,273            | 17,448,526          | 44,992,662                    | 5.9350                      | 62,556,042                    | 71.92%                                                                       |
| 2020                                | 34,680,388                            | 5,463,586              | 3,130,348              | 2,202,537                | 4,108,453             | 7,412,557            | 15,911,875          | 41,085,994                    | 6.0860                      | 57,101,226                    | 71.95%                                                                       |
| 2019                                | 31,491,549                            | 5,224,663              | 2,885,916              | 2,174,082                | 3,885,577             | 7,241,148            | 14,727,845          | 38,175,090                    | 6.2510                      | 53,020,095                    | 72.00%                                                                       |
| 2018                                | 28,148,924                            | 4,932,713              | 2,659,652              | 2,033,639                | 3,785,351             | 6,743,583            | 13,233,779          | 35,070,083                    | 6.5140                      | 48,404,657                    | 72.45%                                                                       |
| 2017                                | 25,612,576                            | 4,547,618              | 2,022,272              | 2,071,902                | 3,537,946             | 6,074,402            | 12,292,797          | 31,573,919                    | 6.7970                      | 43,967,539                    | 71.81%                                                                       |
| 2016                                | 23,771,417                            | 4,236,898              | 1,766,486              | 1,956,536                | 3,347,595             | 6,176,176            | 11,521,005          | 29,734,103                    | 7.1490                      | 41,350,735                    | 71.91%                                                                       |

(1) Category includes institutional, government, non-ag, and miscellaneous.

Note: Net Taxable Values are net Assessed Values after deducting allowable statutory exemptions.  
Tax revenues for each fiscal year are based on the prior calendar year's net taxable values,  
e.g.: FY 2025 tax revenues are based on FY 2024 net taxable values.

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Source: Florida Department of Revenue

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**PROPERTY TAX RATES**  
**DIRECT AND OVERLAPPING GOVERNMENTS**  
**RATES PER \$1,000 ASSESSED VALUATION**  
**LAST TEN FISCAL YEARS**  
**TABLE 8**  
**(UNAUDITED)**

|                                     | Fiscal Year |         |         |         |         | Fiscal Year |         |         |         |         |
|-------------------------------------|-------------|---------|---------|---------|---------|-------------|---------|---------|---------|---------|
|                                     | 2025        | 2024    | 2023    | 2022    | 2021    | 2020        | 2019    | 2018    | 2017    | 2016    |
| District School Board:              |             |         |         |         |         |             |         |         |         |         |
| Required Local Effort               | 3.0480      | 3.1600  | 3.2710  | 3.5810  | 3.6870  | 3.8380      | 3.9980  | 4.2660  | 4.5490  | 4.9010  |
| Discretionary Local                 | 0.7480      | 0.7480  | 0.7480  | 0.7480  | 0.7480  | 0.7480      | 0.7480  | 0.7480  | 0.7480  | 0.7480  |
| Supplemental Discretionary          | 0.0000      | 0.0000  | 0.0000  | 0.0000  | 0.0000  | 0.0000      | 0.0000  | 0.0000  | 0.0000  | 0.0000  |
| Debt Service                        | 0.0000      | 0.0000  | 0.0000  | 0.0000  | 0.0000  | 0.0000      | 0.0000  | 0.0000  | 0.0000  | 0.0000  |
| Capital Improvement                 | 1.5000      | 1.5000  | 1.5000  | 1.5000  | 1.5000  | 1.5000      | 1.5000  | 1.5000  | 1.5000  | 1.5000  |
| Total District School Board         | 5.2960      | 5.4080  | 5.5190  | 5.8290  | 5.9350  | 6.0860      | 6.2460  | 6.5140  | 6.7970  | 7.1490  |
| Other County-Wide:                  |             |         |         |         |         |             |         |         |         |         |
| Board of County Commissioners       | 6.6348      | 6.6348  | 6.6852  | 6.8990  | 6.8990  | 7.1565      | 7.1565  | 6.7815  | 6.7815  | 6.7815  |
| Total County-Wide                   | 11.9308     | 12.0428 | 12.2042 | 12.7280 | 12.8340 | 13.2425     | 13.4025 | 13.2955 | 13.5785 | 13.9305 |
| Non-County Wide:                    |             |         |         |         |         |             |         |         |         |         |
| Board of County Commissioners       |             |         |         |         |         |             |         |         |         |         |
| Public Library Service              | 0.1985      | 0.1985  | 0.1985  | 0.2109  | 0.2109  | 0.2109      | 0.2109  | 0.2109  | 0.2109  | 0.2109  |
| Parks & Recreation (unincorporated) | 0.5286      | 0.5286  | 0.5286  | 0.5619  | 0.5619  | 0.5619      | 0.5619  | 0.5619  | 0.5619  | 0.5619  |
| Municipalities:                     |             |         |         |         |         |             |         |         |         |         |
| Auburndale                          | 4.2515      | 4.2515  | 4.2515  | 4.2515  | 4.2515  | 4.2515      | 4.2515  | 4.2657  | 4.2657  | 4.2657  |
| Bartow                              | 6.1080      | 6.1080  | 6.1080  | 4.0000  | 3.0862  | 3.2768      | 3.5378  | 3.6541  | 3.8044  | 3.8387  |
| Davenport                           | 7.2500      | 7.2500  | 7.2500  | 7.5000  | 7.5000  | 7.5000      | 7.5000  | 7.5000  | 7.5000  | 7.5000  |
| Eagle Lake                          | 7.6516      | 7.6516  | 7.6516  | 7.6516  | 7.6516  | 7.6516      | 7.6516  | 7.6516  | 7.6516  | 7.6516  |
| Fort Meade                          | 8.4403      | 8.5000  | 8.0000  | 8.6306  | 7.8899  | 7.8899      | 6.8704  | 6.8704  | 6.2458  | 5.6484  |
| Frostproof                          | 6.5530      | 6.5530  | 6.5530  | 6.5530  | 6.5530  | 6.9705      | 7.3045  | 7.4978  | 7.7716  | 8.0587  |
| Haines City                         | 7.3395      | 7.5895  | 7.5895  | 7.5895  | 7.5895  | 7.5895      | 7.5895  | 7.5895  | 7.5895  | 7.7900  |
| Lake Alfred                         | 6.7500      | 6.7500  | 6.8500  | 7.2390  | 7.2390  | 7.2390      | 7.2390  | 7.2390  | 7.2390  | 7.4890  |
| Lake Wales                          | 8.0462      | 7.0462  | 7.1214  | 6.7697  | 6.7974  | 6.9339      | 7.0438  | 7.0438  | 7.3273  | 7.3638  |
| Lakeland                            | 5.4323      | 5.4323  | 5.4323  | 5.4323  | 5.4644  | 5.4644      | 5.4644  | 5.5644  | 5.5644  | 5.5644  |
| Mulberry                            | 6.3900      | 6.3900  | 6.4400  | 6.4400  | 6.4400  | 6.4400      | 6.4400  | 6.5900  | 6.7900  | 7.2900  |
| Polk City                           | 5.2500      | 5.2500  | 5.5000  | 5.7000  | 6.0000  | 6.0000      | 7.2500  | 7.4877  | 8.0000  | 8.2500  |
| Winter Haven                        | 6.5900      | 6.5900  | 6.5900  | 6.7900  | 6.7900  | 6.7900      | 6.7900  | 5.7900  | 5.7900  | 5.7900  |

Note: Overlapping debt is the debt of a political entity, such as a state where its tax base overlaps the tax base of another political entity, such as a city within the county.

In addition to the non-voted operating levies, the School District may, based on State statutory law, levy additional millage for school operational purposes, which is subject to the approval by a majority of voters. The total combined operating levies (non-voted and voted) cannot exceed 10.000 mills.

Source: Polk County Property Appraiser

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT AND NINE YEARS AGO**  
**TABLE 9**  
**(AMOUNTS IN THOUSANDS)**  
**(UNAUDITED)**

| <b>Fiscal Year</b>               |      |                     |                                    |      |                     |                                    |
|----------------------------------|------|---------------------|------------------------------------|------|---------------------|------------------------------------|
| Taxpayer                         | Rank | <b>2024</b>         |                                    | Rank | <b>2015</b>         |                                    |
|                                  |      | Taxable Value       | Percentage of Total Assessed Value |      | Taxable Value       | Percentage of Total Assessed Value |
| Duke Energy/Florida Power        | 1    | \$ 1,301,926        | 2.19%                              | 1    | \$ 1,000,103        | 3.95%                              |
| Tampa Electric                   | 2    | 1,233,780           | 2.07%                              | 2    | 537,856             | 2.13%                              |
| Mosaic/Streamsong/Stillwaters    | 3    | 826,510             | 1.39%                              | 3    | 516,031             | 2.04%                              |
| Publix Supermarkets              | 4    | 572,467             | 0.96%                              | 4    | 311,692             | 1.23%                              |
| Invitation Homes                 | 5    | 378,892             | 0.64%                              | -    | -                   | -                                  |
| Amazon                           | 6    | 330,478             | 0.55%                              | -    | -                   | -                                  |
| Walmart                          | 7    | 271,585             | 0.46%                              | 8    | 127,796             | 0.51%                              |
| Coca Cola                        | 8    | 217,651             | 0.37%                              | 5    | 229,289             | 0.91%                              |
| Frontier                         | 9    | 173,293             | 0.29%                              | -    | -                   | -                                  |
| Florida Southeast Connection LLC | 10   | 169,275             | 0.28%                              | -    | -                   | -                                  |
| Verizon Florida                  |      | -                   | -                                  | 6    | 187,930             | 0.74%                              |
| Gulfstream Natural Gas           |      | -                   | -                                  | 7    | 148,014             | 0.59%                              |
| The Florida LLP/Invitation Homes |      | -                   | -                                  | 9    | 120,471             | 0.47%                              |
| Calpine Construction Finance     |      | -                   | -                                  | 10   | 120,135             | 0.48%                              |
| Total                            |      | <u>\$ 5,475,857</u> | <u>9.20%</u>                       |      | <u>\$ 3,299,317</u> | <u>13.05%</u>                      |

Source: Polk County Property Appraiser  
Polk County ACFR 2024 (most recent available at time of publishing)

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
**TABLE 10**  
**(UNAUDITED)**

| Fiscal<br>Year | Total<br>Tax Levy | Collected to End<br>of Tax Year   |                    | Delinquent<br>Collections (1) | Collected in<br>Fiscal Year |                    |
|----------------|-------------------|-----------------------------------|--------------------|-------------------------------|-----------------------------|--------------------|
|                |                   | Current<br>Tax<br>Collections (1) | Percent<br>of Levy |                               | Total<br>Collections (1)    | Percent<br>of Levy |
| 2025           | \$ 417,014,326    | \$ 372,778,163                    | 89.39%             | \$ 13,318,691                 | 386,096,854                 | 92.59%             |
| 2024           | 375,814,089       | 351,400,164                       | 93.50%             | 14,096,676                    | 3,654,966,839               | 97.25%             |
| 2023           | 330,022,292       | 317,336,715                       | 96.16%             | 6,770,108                     | 324,106,823                 | 98.21%             |
| 2022           | 283,809,653       | 272,572,197                       | 96.04%             | 3,118,953                     | 275,691,150                 | 97.14%             |
| 2021           | 265,833,122       | 254,281,875                       | 95.65%             | 572,822                       | 254,854,697                 | 95.87%             |
| 2020           | 248,625,507       | 239,247,146                       | 96.23%             | 2,142,650                     | 241,389,796                 | 97.09%             |
| 2019           | 237,554,259       | 228,164,079                       | 96.05%             | 2,601,537                     | 230,765,616                 | 97.14%             |
| 2018           | 228,438,645       | 219,061,681                       | 95.90%             | 1,916,099                     | 220,977,780                 | 96.73%             |
| 2017           | 214,850,226       | 206,273,679                       | 96.01%             | 1,590,497                     | 207,864,176                 | 96.75%             |
| 2016           | 212,412,071       | 203,903,763                       | 95.99%             | 1,437,488                     | 205,341,251                 | 96.67%             |

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

(1) Net of allowable discounts

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Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**TABLE 11**  
**(AMOUNTS IN THOUSANDS, EXCEPT PER CAPITA)**  
**(UNAUDITED)**

| Fiscal<br>Year | Governmental Activities (A)   |                                      |                               |                                     |                  |                                | Percentage<br>of Personal<br>Income (B) | Per<br>Capita (B) |
|----------------|-------------------------------|--------------------------------------|-------------------------------|-------------------------------------|------------------|--------------------------------|-----------------------------------------|-------------------|
|                | Sales Tax<br>Revenue<br>Bonds | State Board<br>of Education<br>Bonds | Capital<br>Leases<br>& SBITAs | Certificates<br>Of<br>Participation | Notes<br>Payable | Total<br>Primary<br>Government |                                         |                   |
| 2025           | \$ 116,924                    | \$ 1,519                             | \$ 63,940                     | \$ 111,908                          | \$ -             | \$ 294,291                     | 0.80%                                   | 347               |
| 2024           | 149,522                       | 2,153                                | 61,940                        | 111,908                             | -                | 325,523                        | 0.00%                                   | 394               |
| 2023           | 134,280                       | 2,384                                | 10,448                        | 117,461                             | -                | 264,573                        | 0.75%                                   | 332               |
| 2022           | 143,285                       | 2,817                                | -                             | 131,066                             | -                | 277,168                        | 0.83%                                   | 360               |
| 2021           | 178,744                       | 3,618                                | -                             | 154,997                             | -                | 337,359                        | 1.03%                                   | 451               |
| 2020           | 160,025                       | 3,680                                | -                             | 156,958                             | 6,000            | 326,663                        | 1.13%                                   | 451               |
| 2019           | 192,363                       | 4,252                                | -                             | 174,741                             | -                | 371,356                        | 1.47%                                   | 538               |
| 2018           | 26,429                        | 5,164                                | -                             | 186,972                             | -                | 218,565                        | 0.92%                                   | 325               |
| 2017           | 52,049                        | 5,974                                | 281                           | 199,047                             | -                | 257,351                        | 1.14%                                   | 389               |
| 2016           | 76,888                        | 7,254                                | 568                           | 207,595                             | -                | 292,305                        | 1.32%                                   | 452               |

(A) The primary government's business-type activities does not have any debt.

(B) Total Primary Government Debt divided by Personal Income and Population from the Demographics and Economics schedule.

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Source: District Records

**SCHOOL DISTRICT OF POLK COUNTY, FLORIDA**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**JUNE 30, 2025**  
**TABLE 12**  
**(UNAUDITED)**

| <u><b>Jurisdiction</b></u>                   | <b>General<br/>Obligation<br/>Bonded<br/>Debt<br/>Outstanding</b> | <b>Direct Debt</b>                                                     |                                                                    | <b>Direct and Overlapping Debt</b>                          |                                                         |
|----------------------------------------------|-------------------------------------------------------------------|------------------------------------------------------------------------|--------------------------------------------------------------------|-------------------------------------------------------------|---------------------------------------------------------|
|                                              |                                                                   | <b>Percentage<br/>Applicable to<br/>This<br/>Governmental<br/>Unit</b> | <b>Amount<br/>Applicable to<br/>This<br/>Governmental<br/>Unit</b> | <b>Percentage<br/>Applicable<br/>to<br/>Polk<br/>County</b> | <b>Amount<br/>Applicable<br/>to<br/>Polk<br/>County</b> |
| Polk County Board of<br>County Commissioners | \$ 52,982,970                                                     | 100%                                                                   | \$ 52,982,970                                                      | 100%                                                        | \$ 52,982,970                                           |
| Polk County District<br>School Board         | -                                                                 | 100%                                                                   | 263,583,049                                                        | 100%                                                        | -                                                       |
| <b>Totals</b>                                | <u>\$ 52,982,970</u>                                              |                                                                        | <u>\$ 316,566,019</u>                                              |                                                             | <u>\$ 52,982,970</u>                                    |

**Notes:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the district. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the district. This process recognizes that, when considering the district's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

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Sources: District Records  
Polk County Clerk of the Circuit Court

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
ANTICIPATED CAPITAL OUTLAY MILLAGE LEVY  
REQUIRED TO COVER CERTIFICATES OF PARTICIPATION PAYMENTS  
LAST TEN FISCAL YEARS  
TABLE 13  
(UNAUDITED)**

| <b>Fiscal<br/>Year</b> | <b>Taxable<br/>Assessed<br/>Value (A)</b> | <b>Annual Lease<br/>Payment</b> | <b>Millage Levy<br/>to Provide<br/>1.00x Coverage (B)</b> |
|------------------------|-------------------------------------------|---------------------------------|-----------------------------------------------------------|
| 2025                   | \$ 75,678,161                             | \$ 17,219,625                   | 0.2395                                                    |
| 2024                   | 69,788,110                                | 16,910,908                      | 0.2551                                                    |
| 2023                   | 60,185,638                                | 17,056,058                      | 0.2983                                                    |
| 2022                   | 48,984,485                                | 17,038,065                      | 0.3661                                                    |
| 2021                   | 44,992,663                                | 17,033,126                      | 0.3985                                                    |
| 2020                   | 41,085,994                                | 21,438,752                      | 0.5493                                                    |
| 2019                   | 38,175,090                                | 17,218,320                      | 0.4748                                                    |
| 2018                   | 35,020,604                                | 17,401,051                      | 0.5230                                                    |
| 2017                   | 31,573,919                                | 16,539,022                      | 0.5514                                                    |
| 2016                   | 29,734,103                                | 16,990,132                      | 0.6015                                                    |

(A) Assessed Value is in Thousands.

(B) Millage rate calculated using 95 percent of the taxable assessed valuation.

Note: Capital lease arrangements financed by certificates of participation are not considered general obligation debt, as no specific property tax levy has been pledged.

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Source: Florida Department of Revenue and District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
TABLE 14  
(UNAUDITED)**

| <b>Fiscal<br/>Year</b> |    | <b>Population (A)</b> | <b>Personal<br/>Income (1) (B)</b> | <b>Per Capita<br/>Personal<br/>Income (B)</b> | <b>Unemployment<br/>Rate (B)</b> |
|------------------------|----|-----------------------|------------------------------------|-----------------------------------------------|----------------------------------|
| 2025                   | ** | 846,896               | 36,703,179                         | 44,430                                        | 4.4%                             |
| 2024                   |    | 826,090               | 36,703,179                         | 44,430 *                                      | 4.4%                             |
| 2023                   |    | 797,616               | 35,438,079                         | 44,430                                        | 3.8%                             |
| 2022                   |    | 770,019               | 33,282,531                         | 43,223                                        | 3.2%                             |
| 2021                   |    | 748,365               | 32,595,786                         | 43,556                                        | 4.9%                             |
| 2020                   |    | 725,046               | 28,827,829                         | 39,760                                        | 7.9%                             |
| 2019                   |    | 690,606               | 25,310,019                         | 36,649                                        | 3.5%                             |
| 2018                   |    | 673,028               | 23,867,592                         | 35,463                                        | 3.5%                             |
| 2017                   |    | 661,645               | 22,636,860                         | 34,213                                        | 4.1%                             |
| 2016                   |    | 646,989               | 22,126,377                         | 34,199                                        | 5.9%                             |

(1) Personal Income in thousands

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Sources:

(A) University of Florida Bureau of Economic and Business Research

(B) Polk County BOCC ACFR 2024 (most recent available at time of publishing)

\*Data provided by US Bureau of Economic Analysis. Per capita personal income was not available for 2024. The 2024 per capita income information was used, along with 2024 population data to determine the personal income data.

\*\*Estimated population data from World Population Review

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
PRINCIPAL EMPLOYERS  
POLK COUNTY EMPLOYMENT  
CURRENT YEAR AND NINE YEARS AGO  
TABLE 15  
(UNAUDITED)**

| Employer                 | Calendar Year |      |                                       |               |      |                                       |
|--------------------------|---------------|------|---------------------------------------|---------------|------|---------------------------------------|
|                          | 2024          |      |                                       | 2015          |      |                                       |
|                          | Employees     | Rank | Percentage<br>of County<br>Employment | Employees     | Rank | Percentage<br>of County<br>Employment |
| Publix Super Markets     | 21,618        | 1    | 6.21%                                 | 10,249        | 2    | 3.62%                                 |
| Polk County School Board | 13,500        | 2    | 3.88%                                 | 13,135        | 1    | 4.64%                                 |
| Lakeland Regional Health | 7,865         | 3    | 2.26%                                 | 4,499         | 4    | 1.59%                                 |
| Walmart                  | 5,523         | 4    | 1.59%                                 | 6,238         | 3    | 2.20%                                 |
| Amazon                   | 5,500         | 5    | 1.58%                                 | -             | -    | -                                     |
| Polk County Government   | 4,998         | 6    | 1.44%                                 | 4,472         | 5    | 1.58%                                 |
| BayCare                  | 3,332         | 7    | 0.96%                                 | 2,139         | 8    | 0.76%                                 |
| GEICO                    | 3,000         | 8    | 0.86%                                 | -             | -    | -                                     |
| City of Lakeland         | 2,696         | 9    | 0.77%                                 | 2,359         | 7    | 0                                     |
| Winter Haven Hospital    | 1,900         | 10   | 0.55%                                 | 2,567         | 6    | 0                                     |
| Mosaic                   | -             | -    | -                                     | 1,993         | 9    | 0.70%                                 |
| Watson Clinic            | -             | -    | -                                     | 1,600         | 10   | 0.57%                                 |
| Mosaic                   | -             | -    | -                                     | -             | 0    | 0.00%                                 |
|                          | <u>69,932</u> |      | <u>20.10%</u>                         | <u>49,251</u> |      | <u>17.40%</u>                         |

Note: 2025 data was not available at time of publishing.

Sources: Polk County ACFR 2024 (most recent available at time of publishing)

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**SCHOOL BUILDING INFORMATION & FULL-TIME EQUIVALENT**  
**ENROLLMENT DATA**  
**LAST TEN FISCAL YEARS**  
**TABLE 16**  
**(UNAUDITED)**

|                                                | Fiscal Years |           |           |           |           | Fiscal Years |           |           |           |           |
|------------------------------------------------|--------------|-----------|-----------|-----------|-----------|--------------|-----------|-----------|-----------|-----------|
|                                                | 2025         | 2024      | 2023      | 2022      | 2021      | 2020         | 2019      | 2018      | 2017      | 2016      |
| <b>Schools</b>                                 |              |           |           |           |           |              |           |           |           |           |
| <b>Elementary</b>                              |              |           |           |           |           |              |           |           |           |           |
| Locations                                      | 69           | 69        | 67        | 66        | 66        | 66           | 65        | 66        | 66        | 66        |
| Square feet                                    | 6,844,776    | 6,667,505 | 6,475,309 | 6,364,400 | 6,249,626 | 6,181,996    | 6,069,905 | 6,293,636 | 6,515,678 | 6,102,843 |
| Capacity                                       | 46,722       | 49,269    | 46,097    | 52,552    | 51,846    | 51,213       | 385,816   | 51,419    | 53,928    | 50,714    |
| Enrollment                                     | 42,584       | 43,918    | 42,222    | 41,472    | 46,853    | 37,520       | 40,622    | 40,226    | 41,975    | 40,540    |
| <b>Middle</b>                                  |              |           |           |           |           |              |           |           |           |           |
| Locations                                      | 22           | 22        | 21        | 20        | 20        | 20           | 20        | 20        | 20        | 20        |
| Square feet                                    | 3,241,086    | 3,152,212 | 2,813,939 | 2,848,437 | 2,787,509 | 2,812,996    | 2,804,098 | 2,825,675 | 2,800,879 | 2,654,893 |
| Capacity                                       | 23,326       | 23,604    | 22,707    | 25,034    | 24,493    | 24,542       | 24,179    | 22,578    | 21,803    | 24,321    |
| Enrollment                                     | 16,556       | 18,164    | 17,667    | 17,128    | 16,089    | 15,793       | 17,123    | 17,867    | 16,084    | 16,409    |
| <b>Senior High</b>                             |              |           |           |           |           |              |           |           |           |           |
| Locations                                      | 15           | 15        | 15        | 15        | 15        | 14           | 14        | 15        | 15        | 15        |
| Square feet                                    | 4,351,365    | 4,597,558 | 4,197,531 | 4,561,449 | 4,561,446 | 4,367,695    | 4,351,929 | 4,344,534 | 4,297,686 | 4,302,843 |
| Capacity                                       | 34,703       | 34,778    | 32,986    | 37,391    | 37,337    | 35,438       | 34,771    | 33,106    | 32,237    | 33,846    |
| Enrollment                                     | 28,942       | 28,557    | 27,154    | 25,431    | 24,215    | 25,489       | 25,798    | 25,923    | 25,523    | 25,537    |
| <b>Other (A)</b>                               |              |           |           |           |           |              |           |           |           |           |
| Locations                                      | 22           | 22        | 15        | 13        | 13        | 13           | 13        | 12        | 12        | 11        |
| Square feet                                    | 2,079,175    | 2,036,959 | 1,813,920 | 1,720,478 | 1,543,291 | 1,567,074    | 1,268,049 | 1,067,481 | 1,143,280 | 988,116   |
| Capacity                                       | 11,512       | 11,662    | 11,806    | 11,618    | 10,961    | 11,208       | 7,912     | 6,445     | 7,385     | 6,212     |
| Enrollment                                     | 10,609       | 6,737     | 7,729     | 6,198     | 7,179     | 5,432        | 6,642     | 4,637     | 5,694     | 4,302     |
| <b>Conversion Charter (B)</b>                  |              |           |           |           |           |              |           |           |           |           |
| Locations                                      | 8            | 8         | 9         | 9         | 9         | 9            | 9         | 9         | 9         | 9         |
| Square feet                                    | 996,713      | 914,665   | 1,115,318 | 1,179,108 | 1,177,484 | 1,177,484    | 1,165,534 | 1,163,225 | 1,160,446 | 1,160,446 |
| Capacity                                       | 7,309        | 7,309     | 8,193     | 9,321     | 9,242     | 9,242        | 8,883     | 8,483     | 8,360     | 8,685     |
| Enrollment                                     | 6,531        | 6,516     | 7,134     | 7,996     | 7,634     | 8,013        | 7,942     | 7,749     | 7,982     | 7,744     |
| <b>Administrative / Support Services</b>       |              |           |           |           |           |              |           |           |           |           |
| Locations                                      | 23           | 23        | 21        | 18        | 17        | 19           | 13        | 15        | 16        | 17        |
| Square feet                                    | 657,955      | 641,178   | 620,816   | 605,334   | 532,856   | 595,259      | 1,268,049 | 571,682   | 591,512   | 593,317   |
| <b>Total Enrollment in District Facilities</b> | 105,222      | 103,892   | 101,906   | 72,794    | 77,755    | 92,247       | 98,127    | 96,402    | 97,258    | 94,532    |

(A) Includes ESE, alternative education, and elementary-middle fine arts.

(B) District public schools that converted to charter school status.

Note: Does not include start-up charter schools or their enrollment.

Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**TEACHER BASE SALARIES**  
**LAST TEN FISCAL YEARS**  
**TABLE 17**  
**(UNAUDITED)**

| <b>Fiscal<br/>Year</b> | <b>Minimum<br/>Salary</b> | <b>Maximum<br/>Salary</b> | <b>Average<br/>Salary</b> |
|------------------------|---------------------------|---------------------------|---------------------------|
| 2025                   | \$ 47,500                 | \$ 81,925                 | \$ 51,538                 |
| 2024                   | 47,500                    | 79,223                    | 50,662                    |
| 2023                   | 46,980                    | 74,468                    | 49,135                    |
| 2022                   | 45,487                    | 68,807                    | 48,993                    |
| 2021                   | 45,172                    | 67,292                    | 47,397                    |
| 2020                   | 40,972                    | 64,072                    | 47,397                    |
| 2019                   | 40,972                    | 64,072                    | 47,857                    |
| 2018                   | 41,272                    | 62,872                    | 48,199                    |
| 2017                   | 40,672                    | 62,872                    | 47,368                    |
| 2016                   | 40,672                    | 62,872                    | 47,368                    |
| 2015                   | 40,000                    | 59,300                    | 46,323                    |

Note: Includes only 10 Month Teachers  
Performance Pay Schedule

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Source: District Records

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**FOOD SERVICE OPERATING DATA**  
**LAST TEN FISCAL YEARS**  
**TABLE 18**  
**(UNAUDITED)**

|                                         | Fiscal Year |            |            |            |           | Fiscal Year |            |            |            |            |
|-----------------------------------------|-------------|------------|------------|------------|-----------|-------------|------------|------------|------------|------------|
|                                         | 2025        | 2024       | 2023       | 2022       | 2021      | 2020        | 2019       | 2018       | 2017       | 2016       |
| <b>Days Meals Served:</b>               | 138         | 178        | 174        | 180        | 175       | 131         | 180        | 174        | 178        | 180        |
| <b>Student Lunches Served:</b>          |             |            |            |            |           |             |            |            |            |            |
| Paid Lunches (regular)                  | -           | -          | -          | -          | -         | -           | -          | 440,716    | 522,762    | 633,470    |
| Reduced Lunches (regular)               | -           | -          | -          | -          | -         | -           | -          | 29,460     | 47,065     | 106,093    |
| Free Lunches (regular)                  | 11,229,975  | 11,475,953 | 10,942,673 | 10,551,366 | 7,805,540 | 8,515,869   | 11,666,364 | 10,608,564 | 10,740,732 | 10,421,805 |
| <b>Total Student Lunches Served</b>     | 11,229,975  | 11,475,953 | 10,942,673 | 10,551,366 | 7,805,540 | 8,515,869   | 11,666,364 | 11,078,740 | 11,310,559 | 11,161,368 |
| Daily Average Student Lunches Served    | 81,377      | 64,472     | 62,889     | 58,619     | 44,603    | 65,007      | 64,813     | 63,671     | 63,542     | 62,008     |
| <b>Student Breakfasts Served:</b>       |             |            |            |            |           |             |            |            |            |            |
| Paid Breakfasts (regular)               | -           | -          | -          | -          | -         | -           | -          | 113,894    | 150,768    | 139,378    |
| Reduced Breakfasts (regular)            | -           | -          | -          | -          | -         | -           | -          | 8,377      | 12,374     | 25,546     |
| Free Breakfasts (regular)               | 5,388,024   | 5,724,561  | 5,451,253  | 5,420,557  | 4,331,904 | 4,249,798   | 5,853,353  | 5,285,375  | 5,446,493  | 5,306,261  |
| <b>Total Student Breakfasts Served</b>  | 5,388,024   | 5,724,561  | 5,451,253  | 5,420,557  | 4,331,904 | 4,249,798   | 5,853,353  | 5,407,646  | 5,609,635  | 5,471,185  |
| Daily Average Student Breakfasts Served | 39,044      | 32,160     | 31,329     | 30,114     | 24,754    | 32,441      | 32,519     | 31,078     | 31,515     | 30,395     |
| <b>LUNCH PRICES:</b>                    |             |            |            |            |           |             |            |            |            |            |
| Elementary                              | \$0.00      | \$0.00     | \$0.00     | \$0.00     | \$0.00    | \$0.00      | \$2.00     | \$2.00     | \$2.00     | \$2.00     |
| Middle                                  | \$0.00      | \$0.00     | \$0.00     | \$0.00     | \$0.00    | \$0.00      | \$2.30     | \$2.30     | \$2.30     | \$2.30     |
| High                                    | \$0.00      | \$0.00     | \$0.00     | \$0.00     | \$0.00    | \$0.00      | \$2.60     | \$2.60     | \$2.60     | \$2.60     |
| <b>BREAKFAST PRICES:</b>                |             |            |            |            |           |             |            |            |            |            |
| Elementary                              | \$0.00      | \$0.00     | \$0.00     | \$0.00     | \$0.00    | \$0.00      | \$1.00     | \$1.00     | \$1.00     | \$1.00     |
| Secondary                               | \$0.00      | \$0.00     | \$0.00     | \$0.00     | \$0.00    | \$0.00      | \$1.00     | \$1.00     | \$1.00     | \$1.00     |
| <b>Free and Reduced Percentages:</b>    |             |            |            |            |           |             |            |            |            |            |
| Paid                                    | -           | -          | -          | -          | -         | -           | -          | 3.4%       | 4.0%       | 4.6%       |
| Reduced                                 | -           | -          | -          | -          | -         | -           | -          | 0.2%       | 0.4%       | 0.8%       |
| Free                                    | 100.0%      | 100.0%     | 100.0%     | 100.0%     | 100.0%    | 100.0%      | 100.0%     | 96.4%      | 95.7%      | 94.6%      |

Source: District Records

# Compliance Section



**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FISCAL YEAR ENDED JUNE 30, 2025**

| Federal Grantor/Pass-Through Grantor/<br>Program or Cluster | Assistance<br>Listing<br>Number | Pass - Through<br>Entity Identifying<br>Number | Passed<br>Through to<br>Subrecipients | Total<br>Expenditures |
|-------------------------------------------------------------|---------------------------------|------------------------------------------------|---------------------------------------|-----------------------|
| <b><u>Clustered</u></b>                                     |                                 |                                                |                                       |                       |
| <b>Child Nutrition Cluster</b>                              |                                 |                                                |                                       |                       |
| Florida Department of Agriculture and Consumer Services:    |                                 |                                                |                                       |                       |
| School Breakfast Program                                    | 10.553                          | 22002                                          | \$ -                                  | \$ 15,301,988         |
| National School Lunch Program                               | 10.555                          | 22001, 22003                                   | -                                     | 56,556,376            |
| Summer Food Service Program for Children                    | 10.559                          | 21006, 21007, 22006, 22007                     | -                                     | 623,396               |
| Total Child Nutrition Cluster                               |                                 |                                                | -                                     | 72,481,760            |
| <b>Student Financial Assistance Cluster</b>                 |                                 |                                                |                                       |                       |
| United States Department of Education:                      |                                 |                                                |                                       |                       |
| Federal Pell Grant Program                                  | 84.063                          | N/A                                            | -                                     | 3,274,605             |
| Total Student Financial Assistance Cluster                  |                                 |                                                | -                                     | 3,274,605             |
| <b>Special Education Cluster</b>                            |                                 |                                                |                                       |                       |
| United States Department of Education:                      |                                 |                                                |                                       |                       |
| Florida Department of Education                             |                                 |                                                |                                       |                       |
| Special Education - Grants to States                        | 84.027                          | 262, 263                                       | 2,237,569                             | 32,979,553            |
| Special Education - Preschool Grants                        | 84.173                          | 267                                            | 24,128                                | 484,444               |
| Total Special Education Cluster                             |                                 |                                                | 2,261,697                             | 33,463,997            |
| <b><u>Not Clustered</u></b>                                 |                                 |                                                |                                       |                       |
| <b>United States Department of Agriculture</b>              |                                 |                                                |                                       |                       |
| Florida Department of Health:                               |                                 |                                                |                                       |                       |
| Child and Adult Care Food Program                           | 10.558                          | S-4372                                         | -                                     | 923,921               |
| Total United States Department of Agriculture               |                                 |                                                | -                                     | 923,921               |
| <b>United States Department of Defense</b>                  |                                 |                                                |                                       |                       |
| Florida Department of Health:                               |                                 |                                                |                                       |                       |
| Amy Junior Reserve Officers Training Corps                  | 12.UNK                          | Not Available                                  | -                                     | 1,140,742             |
| Marine Corps Junior Reserve Officers Training Corps         | 12.UNK                          | Not Available                                  | -                                     | 81,291                |
| Air Force Junior Reserve Officers Training Corps            | 12.UNK                          | Not Available                                  | -                                     | 115,714               |
| Navy Junior Reserve Officers Training Corps                 | 12.UNK                          | Not Available                                  | -                                     | 64,147                |
| Total United States Department of Defense Cluster           |                                 |                                                | -                                     | 1,401,894             |
| <b>United States Department of Labor</b>                    |                                 |                                                |                                       |                       |
| Florida Department of Education:                            |                                 |                                                |                                       |                       |
| National Farmworker Jobs Program                            | 17.264                          | 405                                            | -                                     | 311,815               |

See accompanying Notes to Schedules of Expenditures of Federal and State Awards.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**  
**FISCAL YEAR ENDED JUNE 30, 2025**

| Federal Grantor/Pass-Through Grantor/<br>Program or Cluster                                              | Assistance<br>Listing<br>Number | Pass - Through<br>Entity Identifying<br>Number | Passed<br>Through to<br>Subrecipients | Total<br>Expenditures |
|----------------------------------------------------------------------------------------------------------|---------------------------------|------------------------------------------------|---------------------------------------|-----------------------|
| <b><u>Not Clustered (Continued)</u></b>                                                                  |                                 |                                                |                                       |                       |
| <b>United States Department of the Treasury</b>                                                          |                                 |                                                |                                       |                       |
| Polk County Board of County Commissioners                                                                |                                 |                                                |                                       |                       |
| Coronavirus Relief Fund                                                                                  | 21.019                          | N/A                                            | \$ -                                  | \$ 85,491             |
| <b>United States Department of Education</b>                                                             |                                 |                                                |                                       |                       |
| Magnet Schools Assistance                                                                                | 84.165                          | N/A                                            | -                                     | 2,627,292             |
| Wellness Advocates Valuing Educators and Students                                                        | 84.184                          | N/A                                            | -                                     | 74,944                |
| Education Stabilization Fund Under the COVID-19 -<br>Coronavirus Aid, Relief, and Economic Security Act: | 84.425                          |                                                |                                       |                       |
| Florida Department of Education:                                                                         |                                 |                                                |                                       |                       |
| ARP: Elementary & Secondary School Emergency Relief Fund                                                 | 84.425U                         | 121                                            | 8,750,977                             | 54,865,458            |
| ARP: Homeless Children and Youth                                                                         | 84.425W                         | 122                                            | -                                     | 276,635               |
| Total Education Stabilization Fund Under the Coronavirus<br>Aid, Relief, and Economic Security Act       | 84.425                          |                                                | 8,750,977                             | 55,142,093            |
| Florida Department of Education:                                                                         |                                 |                                                |                                       |                       |
| Adult Education - Basic Grants to States                                                                 | 84.002                          | 191, 193                                       | -                                     | 1,693,093             |
| Title 1 Grants to Local Educational Agencies                                                             | 84.010                          | 126,212, 223, 226                              | 1,964,929                             | 54,785,669            |
| Migrant Education - State Grant Program                                                                  | 84.011                          | 217                                            | -                                     | 1,160,197             |
| Career and Technical Education - Basic Grants to States                                                  | 84.048                          | 161                                            | 161,390                               | 2,008,469             |
| Education for Homeless Children and Youth                                                                | 84.196                          | 127                                            | -                                     | 213,228               |
| Charter Schools                                                                                          | 84.282                          | 298                                            | 21,752                                | 21,752                |
| English Language Acquisition State Grants                                                                | 84.365                          | 102                                            | -                                     | 1,969,034             |
| Supporting Effective Instruction State Grants                                                            | 84.367                          | 224                                            | -                                     | 5,945,302             |
| Student Support and Academic Enrichment Program                                                          | 84.424                          | 241                                            | -                                     | 4,396,434             |
| Total United States Department of Education                                                              |                                 |                                                | 10,899,048                            | 130,037,507           |
| <b>United States Department of Health and Human Services</b>                                             |                                 |                                                |                                       |                       |
| Head Start Cluster                                                                                       | 93.600                          | N/A                                            | -                                     | 10,533,510            |
| Total United States Department of Health and<br>Human Services                                           |                                 |                                                | -                                     | 10,533,510            |
| Total Expenditures of Federal Awards                                                                     |                                 |                                                | \$ 13,160,745                         | \$ 252,514,500        |

See accompanying Notes to Schedules of Expenditures of Federal and State Awards.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**ENDED JUNE 30, 2025**

**NOTE 1 BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of the Polk County District School Board under programs of the Federal Government for the fiscal year ended June 30, 2025. 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 the Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

**NOTE 3 INDIRECT COST RATE**

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

**NOTE 4 NONCASH ASSISTANCE – NATIONAL SCHOOL LUNCH PROGRAM**

Includes \$5,222,233 of donated food received during the fiscal year. Donated foods are valued at fair value as determined at the time of donation.

**NOTE 5 HEAD START**

Expenditures include \$5,626,671 for grant number/program year 04CH019111105/25 and \$4,906,839 for 04CH0191104/24.



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

Honorable Members of the  
School Board of Polk County, Florida  
Bartow, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School Board of Polk County, Florida (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 26, 2026. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component units and the fiduciary fund 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified.

We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2025-001 that we consider to be a material weakness.

***Report on Compliance and Other Matters***

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

***School Board of Polk County, Florida's Response to Finding***

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

***Purpose of This Report***

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



**CliftonLarsonAllen LLP**

Lakeland, Florida  
March 26, 2026



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH  
MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Members of the  
School Board of Polk County, Florida  
Bartow, Florida

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited the School Board of Polk County, Florida's (the District) compliance with the types of compliance requirements identified as subject to audit in the 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, 2025. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the 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, 2025.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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 Auditors' 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.

***Responsibilities 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.

***Auditors' 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 GAAS, *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 GAAS, *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.

***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2025-003, 2025-004, 2025-005, 2025-007, 2025-008, 2025-009, and 2025-010. Our opinion on each major federal program is not modified with respect to these matters.

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the noncompliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

## **Report on Internal Control Over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

*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 a 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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2025-005 to be a material weakness.

*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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2025-002, 2025-003, 2025-004, 2025-006, 2025-007, 2025-008, 2025-009, and 2025-010 to be significant deficiencies.

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.

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's responses to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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.



**CliftonLarsonAllen LLP**

Lakeland, Florida  
March 26, 2026

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

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***Section I – Summary of the Auditors' Results***

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***Financial Statements***

- |                                                          |                      |                                |  |
|----------------------------------------------------------|----------------------|--------------------------------|--|
| 1. Type of auditors' report issued:                      | Unmodified           |                                |  |
| 2. Internal control over financial reporting:            |                      |                                |  |
| • Material weakness(es) identified?                      | <u>    X    </u> yes | <u>        </u> no             |  |
| • Significant deficiency(ies) identified?                | <u>        </u> yes  | <u>    X    </u> none reported |  |
| 3. Noncompliance material to financial statements noted? | <u>        </u> yes  | <u>    X    </u> no            |  |

***Federal Awards***

- |                                                                                                       |                      |                               |  |
|-------------------------------------------------------------------------------------------------------|----------------------|-------------------------------|--|
| 1. Internal control over major federal programs:                                                      |                      |                               |  |
| • Material weakness(es) identified?                                                                   | <u>    X    </u> yes | <u>        </u> no            |  |
| • Significant deficiency(ies) identified?                                                             | <u>    X    </u> yes | <u>        </u> none reported |  |
| 2. Type of auditors' report issued on compliance for major federal programs:                          | Unmodified           |                               |  |
| 3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? | <u>    X    </u> yes | <u>        </u> no            |  |

***Identification of Major Federal Programs***

**Assistance Listing Numbers**

84.425 (U, W)  
84.010  
84.063

**Name of Federal Program**

COVID-19 – Education Stabilization  
Title 1 Grants for Local Education Agencies  
Federal Pell Grant

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

\$ 3,000,000

Auditee qualified as low-risk auditee?

         yes          X     no

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section II – Financial Statement Findings***

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**2025-001 – Material Audit Adjustments**

**Type of Finding:**

Material Weakness in Internal Control over Financial Reporting

**Condition:** The District did not maintain effective internal control over financial reporting. Specifically, deficiencies were noted in the District's year-end financial close and reporting processes.

- The accrual for the Self-Insurance Incurred-But-Not-Reported (IBNR) liability was not properly calculated, resulting in understated liabilities and expenditures of \$6,367,400.
- Interfund due to/from reconciling and eliminating entries were not properly recorded at year-end, resulting in the overstatement of receivables and liabilities.

**Criteria or Specific Requirement:** The Committee of Sponsoring Organizations of the Treadway Commission (COSO) Internal Control – Integrated Framework requires management to design and implement internal controls that provide reasonable assurance, regarding the reliability of financial reporting. Effective controls include appropriate review procedures, timely reconciliations, and adequate segregation of duties to ensure transactions are properly recorded and financial statements are prepared in accordance with U.S. generally accepted accounting principles (GAAP).

**Effect:** The deficiencies in internal control increase the risk that errors or irregularities in account balances may occur and not be prevented or detected and corrected on a timely basis, resulting in the potential for materially misstated financial information.

**Cause:** The District's year-end close process did not identify these errors.

**Repeat Finding:** Yes. See prior year finding 2024-001.

**Recommendation:** We recommend the District evaluate its financial reporting processes and related internal controls to determine whether additional or enhanced controls can be implemented to provide reasonable assurance that financial statements are prepared in accordance with GAAP.

**Views of Responsible Officials and Planned Corrective Actions:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Federal Award Findings and Questioned Costs***

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**2025-002 – Documentation of Monthly Reconciliation**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.063

Federal Award Identification Number and Year: N/A

Award Period: July 1, 2024 – June 30, 2025

Type of Finding: Significant Deficiency in Internal Control over Compliance

**Criteria or specific requirement:** The Code of Federal Regulations, 34 CFR 685.300(b)(5) requires the District, on a monthly basis, to reconcile the institutional records with the Pell funds received from the Secretary and the Pell disbursement records submitted to and accepted by the Secretary.

**Condition:** During our audit we noted the District does not maintain documentation of the preparation and review of this reconciliation process.

**Questioned costs:** None

**Context:** Although the reconciliation is being performed, there is no documentation of the preparation and review of the reconciliation.

**Cause:** There was turnover in a key position during the year.

**Effect:** The District is not complying with internal policy and federal requirements.

**Repeat Finding:** No

**Recommendation:** We recommend the District establish policies and procedures to ensure proper documentation of preparation and review of monthly Title IV reconciliations.

**Views of responsible officials:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Federal Award Findings and Questioned Costs (Continued)***

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**2025-003 – Eligibility**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.063

Federal Award Identification Number and Year: N/A

Award Period: July 1, 2024 – June 30, 2025

Type of Finding: Significant Deficiency in Internal Control over Compliance; Noncompliance (Other Matters)

**Criteria or specific requirement:** Per the Code of Federal Regulations, 34 CFR 673.5, students may not be awarded need based aid in excess of their calculated need.

**Condition:** Based on our testing, we noted one student who was awarded the wrong amount.

**Questioned costs:** \$60

**Context:** We noted one error in our sample of 40 students tested.

**Cause:** The student's award was initially miscalculated when the award letter was created. The correction was made during the disbursement process to adjust the Pell amount but a new award letter was never created.

**Effect:** The student's award exceeded the amount they were eligible for.

**Repeat Finding:** No

**Recommendation:** We recommend that a process be implemented to ensure the proper cost of attendance is used so that amounts awarded do not exceed calculated financial need.

**Views of responsible officials:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Federal Award Findings and Questioned Costs (Continued)***

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**2025-004 – Title IV Credit Balances**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.063

Federal Award Identification Number and Year: N/A

Award Period: July 1, 2024 – June 30, 2025

Type of Finding: Significant Deficiency in Internal Control over Compliance; Noncompliance (Other Matters)

**Criteria or specific requirement:** The Code of Federal Regulations, 34 CFR 668.164(h)(2)(ii) requires title IV, HEA credit balances to be paid directly to the student or parent as soon as possible, but no later than fourteen (14) days after the first day of class of a payment period if the credit balance occurred on or before the first day of class of that payment period.

**Condition:** We noted instances where Title IV credit balances were not paid to students in a timely manner.

**Questioned costs:** None

**Context:** We noted 11 instances in our sample of 40 where the refund was processed outside the 14 - day time frame.

**Cause:** The District's policies and procedures did not ensure Title IV credit balances were paid in a timely manner.

**Effect:** Certain title IV credit balances were not paid in a timely manner.

**Repeat Finding:** No

**Recommendation:** We recommend that the District review its policies and procedures for Title IV credit balances to ensure they are paid in a timely manner.

**Views of responsible officials:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Federal Award Findings and Questioned Costs (Continued)***

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**2025-005 – Common Origination & Disbursement Reporting**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.063

Federal Award Identification Number and Year: N/A

Award Period: July 1, 2024 – June 30, 2025

Type of Finding: Material Weakness in Internal Control over Compliance; Noncompliance (Other Matters)

**Criteria or specific requirement:** The Code of Federal Regulations, 34 CFR § 685.301(d)(2) and 34 CFR § 690.83(a)(2), institutions are required to report disbursement information to the Common Origination & Disbursement (COD) System no later than 15 days after making a Title IV disbursement or becoming aware of a change to previously reported disbursement data. Institutions must ensure that all disbursement dates reported to COD accurately reflect the actual date the disbursement was made or became ready for delivery to the student.

**Condition:** We noted instances of late or inaccurate reporting to COD.

**Questioned costs:** None

**Context:** Pell Disbursement dates for 38 of 40 awards were inaccurately reported in COD, with 15 reported outside the 15-day timeframe. This occurred because disbursements were posted one day prior to sending the COD file, causing timing discrepancies in reported dates.

**Cause:** Human error within the school's system and processing controls.

**Effect:** Issues with untimeliness reporting could result with potential non-compliance.

**Repeat Finding:** No

**Recommendation:** We recommend the District evaluate its procedures and policies around reporting Pell disbursements to COD to ensure that student information is reported accurately and timely.

**Views of responsible officials:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Federal Award Findings and Questioned Costs (Continued)***

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**2025-006 – Return to Title IV**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.063

Federal Award Identification Number and Year: N/A

Award Period: July 1, 2024 – June 30, 2025

Type of Finding: Significant Deficiency in Internal Control over Compliance

**Criteria or specific requirement:** The Code of Federal Regulations, 34 CFR 668.22(h)(4)(ii) states within 30 days of the date of the institution's determination that the student withdrew, an institution must send a notice to any student who owes a title IV, HEA grant overpayment as a result of the student's withdrawal from the institution in order to recover the overpayment in accordance with paragraph (h)(4)(i) of this section.

**Condition:** During our audit we noted instances where the District did not notify students that they were required to return funds to the U.S. Department of Education based on the refund calculation performed by the District. The District did not return funds on behalf of the student.

**Questioned costs:** None

**Context:** This was noted for 9 out of the 13 students tested.

**Cause:** Post-withdrawal disbursement notifications are not separately issued to students; the student's signed award letter is relied upon as the formal notification of potential PWD eligibility. The District did not have a process in place to notify all students when they were required to return funds to the Department of Education.

**Effect:** Federal Funds may not have been returned to the Department of Education, and the student was not informed that they needed to do so.

**Repeat Finding:** No

**Recommendation:** We recommend that a process is put in place to ensure that all students are notified upon withdrawal they may be required to return federal award funds back to the Department of Education.

**Views of responsible officials:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Federal Award Findings and Questioned Costs (Continued)***

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**2025-007 – Special Tests and Provisions**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.063

Federal Award Identification Number and Year: N/A

Award Period: July 1, 2024 – June 30, 2025

Type of Finding: Significant Deficiency in Internal Control over Compliance; Noncompliance (Other Matters)

**Criteria or specific requirement:** The Code of Federal Regulations, 34 CFR § 668.22, requires institutions administering Title IV funds to calculate Return of Title IV (R2T4) amounts using the correct number of clock hours a student was scheduled to attend as of the withdrawal date. Accurate use of scheduled hours is essential to determining the proper percentage of Title IV aid earned, the amount to be returned, and any post-withdrawal disbursement eligibility.

**Condition:** Financial Aid Coordinators made manual errors when determining the number of clock hours students were scheduled to complete as of their withdrawal dates. These miscalculations directly affected the accuracy of the R2T4 process, resulting in incorrect determinations of earned aid and improper calculation of post-withdrawal disbursement amounts. In several cases, these human errors caused students to be either over-awarded or under-awarded Title IV funds.

**Questioned costs:** \$396 CLA extrapolated the questioned costs and determined this is not a material weakness that would result in a material misstatement in the F/S.

**Context:** CLA determined that the District miscalculated scheduled clock hours for three students in the R2T4 process.

**Cause:** Financial Aid Coordinators made manual errors when determining the number of clock hours students were scheduled to complete as of their withdrawal dates.

**Effect:** As a result of these manual miscalculations, R2T4 determinations did not accurately reflect the amount of Title IV aid students had earned at the time of withdrawal. This led to improper post-withdrawal disbursements, with some students receiving more aid than they were entitled to and others receiving less.

**Repeat Finding:** No

**Recommendation:** It is recommended that the District strengthen its internal controls over the R2T4 calculation process by implementing a secondary review or quality-assurance check of scheduled clock hours prior to finalizing R2T4 calculations. Staff should receive targeted training on the requirements of 34 CFR § 668.22, particularly regarding the use of scheduled hours in determining earned aid and post-withdrawal disbursement eligibility. Additionally, standardized calculation worksheets or system-generated hour reports should be utilized to reduce reliance on manual entry and minimize the risk of human error.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

**Views of responsible officials:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Federal Award Findings and Questioned Costs (Continued)***

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**2025-008 – 240 Day Outstanding Payments**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.063

Federal Award Identification Number and Year: N/A

Award Period: July 1, 2024 – June 30, 2025

Type of Finding: Significant Deficiency in Internal Control over Compliance; Noncompliance (Other Matters)

**Criteria or specific requirement:** The Code of Federal Regulations, 34 CFR § 668.164(h)(2), institutions must return Title IV credit balance funds to the U.S. Department of Education no later than 240 days from the date a check is issued if the student fails to negotiate the check. Institutions are required to monitor outstanding Title IV disbursements and complete timely returns to maintain compliance with federal cash management regulations.

**Condition:** During our testing we noted instances where Title IV checks were outstanding more than 240 days.

**Questioned costs:** \$633 This finding includes a questioned cost, however CLA determined this is not a material weakness that would result in a material misstatement in the F/S as the amount of the questioned cost is trivial.

**Context:** As of June 30, 2025 we noted three Title IV checks outstanding more than 240 days.

**Cause:** The client was not aware that the credit balance needed to be remitted back to the Department of Education.

**Effect:** These Title IV funds should be returned to the U.S. Department of Education.

**Repeat Finding:** No

**Recommendation:** We recommend the District implement a review process for outstanding student payments to ensure any that include Title IV funds are refunded to the U.S. Department of Education within 240 days.

**Views of responsible officials:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Federal Award Findings and Questioned Costs (Continued)***

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**2025-009 – Gramm-Leach-Bliley Act**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.063

Federal Award Identification Number and Year: N/A

Award Period: July 1, 2024 – June 30, 2025

Type of Finding: Significant Deficiency in Internal Control over Compliance; Noncompliance (Other Matters)

**Criteria or specific requirement:** The Gramm-Leach-Bliley Act (Public Law 106-102) requires financial institutions to explain their information-sharing practices to their customers and to safeguard sensitive data. (16 CFR 314) The Federal Trade Commission considers Title IV-eligible institutions that participate in Title IV Educational Assistance Programs as “financial institutions” and subject to the Gramm-Leach-Bliley Act (16 CFR 313.3(k)(2)(vi)).

**Condition:** During our audit procedures, we noted three elements that are not addressed in the District’s written information security program: (1) it does not identify a qualified individual to coordinate the information security program, (2) it does not include a change management policy, (3) it does not document continuous monitoring capabilities.

**Questioned costs:** N/A

**Context:** The District has policies related to change management, continuous monitoring, and designating a qualified individual. However, those policies are not included in the District’s written information security program.

**Cause:** The District’s written information security program does not include all required elements.

**Effect:** Noncompliance with the Gramm-Leach-Bliley Act.

**Repeat Finding:** No

**Recommendation:** We recommend that the District update its written information security program to ensure it includes all required elements.

**Views of responsible officials:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Federal Award Findings and Questioned Costs (Continued)***

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**2025-010 – High School Diploma or Equivalent**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.063

Federal Award Identification Number and Year: N/A

Award Period: July 1, 2024 – June 30, 2025

Type of Finding: Significant Deficiency in Internal Control over Compliance; Noncompliance (Other Matters)

**Criteria or specific requirement:** 34 CFR 600.7(a)(1) establishes institutional eligibility thresholds for certain ratios, including the percentage students without a high school diploma or equivalent.

**Condition:** The District provided the percentage of students that lack a high school diploma or its equivalent. However, we were unable to substantiate the District's calculation of the percentage of students that lack a high school diploma or its equivalent.

**Questioned costs:** N/A

**Context:** The District's ratios indicate they are in compliance with 34 CFR 600.7(a)(1).

**Cause:** The District was unable to provide data or documentation to support the percentage of students that lack a high school diploma or its equivalent.

**Effect:** We were not able to determine the accuracy of the District's percentage of students that lack a high school diploma or its equivalent.

**Repeat Finding:** No

**Recommendation:** We recommend that the District establish policies and procedures to ensure the completeness and accuracy of documentation to support the percentage of students that lack a high school diploma or its equivalent.

**Views of responsible officials:** There is no disagreement with the audit finding.



## MANAGEMENT LETTER

Honorable Chairman and Members of the  
School Board of Polk County, Florida  
Bartow, Florida

### Report on the Financial Statements

We have audited the financial statements of the School Board of Polk County, Florida (the District) as of and for the fiscal year ended June 30, 2025, and have issued our report thereon dated March 26, 2026. We did not audit the financial statements of the discretely presented component units nor the fiduciary fund; those financial statements were audited by other auditors.

### Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*, Independent Auditors' Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance, Schedule of Findings and Questioned Costs, and our Independent Accountant's Report on an examination conducted 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 March 26, 2026, should be considered in conjunction with this management letter.

### Prior Audit Findings

Section 10.804(1)(f)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. The status of prior year audit findings is described below.

**Prior Audit Findings (Continued)**

| Prior Year Findings                  |                                                                | Current Year Status |          | Current Year Finding # |
|--------------------------------------|----------------------------------------------------------------|---------------------|----------|------------------------|
|                                      |                                                                | Not Reported        | Reported |                        |
| 2024-001- Material Audit Adjustments | Material Weakness in Internal Control over Financial Reporting |                     | X        | 2025-001               |

**Financial Condition and Management**

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

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

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

**Transparency**

Section 10.804(1)(f)6., Rules of the Auditor General, requires that we communicate 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 did not maintain on its website the information specified in Section 1011.035, Florida Statutes.

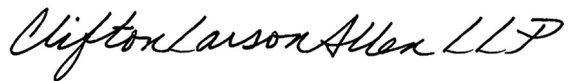
**Additional Matters**

Section 10.804(1)(f)4., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that has occurred, or is likely to have occurred, that has an effect on the financial statements that is less than material but warrants the attention of those charged with governance. Our recommendations are included in the accompanying Schedule of Findings and Responses as 2025-011 and 2025-012.

Honorable Chairman and Members of the  
School Board of Polk County, Florida

**Purpose of this Letter**

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

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

**CliftonLarsonAllen LLP**

Lakeland, Florida  
March 26, 2026



## INDEPENDENT ACCOUNTANTS' REPORT

Honorable Members of the  
School Board of Polk County, Florida  
Bartow, Florida

We have examined the School Board of Polk County, Florida's (the District), compliance with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended June 30, 2025. Management of the District is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on the District's compliance with the specified requirements based on our examination.

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

Our examination disclosed the following deviations from Section 218.415, Florida Statutes. While the District does have internal control procedures in place related to investment activity, it was determined the District's Director of Finance or designee responsible for making investment decisions did not obtain the required eight (8) hours of continuing education for the year ended June 30, 2025 as described in their investment policies as required by 218.415(14).

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

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

In our opinion, except for the deviation described above, the District complied, in all material respects, with the Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended June 30, 2025.

This report is intended solely for the information and use of the District and the Auditor General, State of Florida and is not intended to be, and should not be, used by anyone other than these specified parties.

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Lakeland, Florida  
March 26, 2026

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND RESPONSES  
YEAR ENDED JUNE 30, 2025**

**2025-011 – Payroll Documentation**

**Type of Finding:** Control Deficiency

**Condition:** Supervisory approval of payroll documentation is not clear and consistent across the District.

**Criteria or Specific Requirement:** Management is responsible for establishing and maintaining internal control to ensure transactions are properly approved and documented.

**Effect:** Inappropriate payroll transactions may not be detected in a timely manner. Additionally, the District could be out of compliance with various funding sources if proper and consistent documentation of payroll transactions is not maintained.

**Cause:** The District has multiple manual processes to document employee time and supervisory approval. A centralized record keeping system is not in place.

**Repeat Finding:** No

**Recommendation:** The District should implement a standardized payroll timekeeping and approval process across the District to ensure consistent and accurate documentation is maintained. An electronic records management system should be considered to aid in document storage and retention.

**Views of Responsible Officials and Planned Corrective Actions:** There is no disagreement with the audit finding.

**SCHOOL BOARD OF POLK COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

**2025-012 – Noncompliance with Investment Policy and Florida Statute 218.415**

**Type of Finding:** Control Deficiency

**Condition:** The District did not comply with its investment policy or the continuing education requirements of Section 218.415, Florida Statutes. The policy and statute require the Director of Finance or designee responsible for investment decisions to complete eight (8) hours of annual continuing education related to investment practices and products. No continuing education was completed during the fiscal year.

**Criteria or Specific Requirement:** The District should conform with all requirements within its investment policy and requirements of Section 218.415, Florida Statutes

**Effect:** The District is not in compliance with Section 218.415, Florida Statutes.

**Cause:** The District did not have adequate monitoring procedures in place to ensure compliance with its investment policy and the continuing education requirements outlined in Section 218.415, Florida Statutes. Specifically, there was no process to track or verify that the Director of Finance or designee completed the required eight (8) hours of annual continuing education related to investment practices and products.

**Repeat Finding:** No

**Recommendation:** The District should implement procedures to ensure compliance with its investment policy and Section 218.415, Florida Statutes. Specifically, the District should establish a process to track and verify that the Director of Finance or designee completes the required eight (8) hours of annual continuing education related to investment practices and products. This may include maintaining a compliance calendar, requiring documentation of completed training, and periodic review by management.

**Views of Responsible Officials and Planned Corrective Actions:** There is no disagreement with the audit finding.

