



Agenda Item Details

Meeting	Jan 18, 2022 - REGULAR MEETING AGENDA
Category	11. Consent - Finance - Accounting Operations
Subject	B. Comprehensive Annual Financial Report (CAFR) of the District School Board of Escambia County, Florida for the fiscal year ended June 30, 2021
Access	Public
Type	Action (Consent)
Fiscal Impact	No
Budgeted	No
Recommended Action	Acceptance of the Comprehensive Annual Financial Report (CAFR) of the District School Board of Escambia County, Florida for the fiscal year ended June 30, 2021
Goals	☞ F.1. To increase fiscal efficiencies while maintaining good stewardship of the District's fiscal assets in order to provide better educational resources to students

Public Content

Background Information/Description

The CAFR is composed of:

- 1) Introductory Section
- 2) Financial Section
- 3) Statistical Section
- 4) Federal Single Audit Section
- 5) Other Reports Section


APPROVED
ESCAMBIA COUNTY SCHOOL BOARD

JAN 18 2022

DR. TIMOTHY A. SMITH, SUPERINTENDENT
VERIFIED BY RECORDING SECRETARY

Other References or Notes

The District's CAFR is graded by Government Finance Officers Association of the United States and Canada (GFOA) and the Association of School Business Officials International (ASBO).

 20-21 CAFR.pdf (15,129 KB)

Our adopted rules of Parliamentary Procedure, Robert's Rules, provide for a consent agenda listing several items for approval of the Board by a single motion. Documentation concerning these items has been provided to all board members and the public in advance to assure an extensive and thorough review. Items may be removed from the consent agenda at the request of any board member.

Workflow

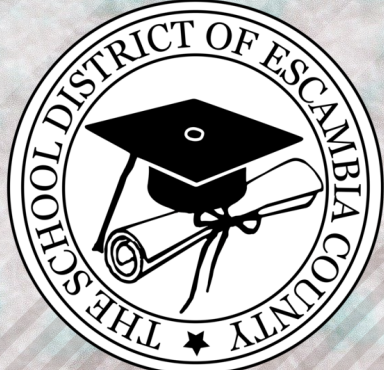
Workflow
Jan 5, 2022 11:42 AM :: Submitted by Tammy Edwards. Routed to Debbie Fussell for approval.
Jan 5, 2022 11:52 AM :: Approved by Debbie Fussell. Routed to Tammy Edwards for approval.
Jan 5, 2022 12:05 PM :: Approved by Tammy Edwards. Routed to Terry St Cyr for approval.
Jan 5, 2022 12:12 PM :: Final approval by Terry St Cyr



COMPREHENSIVE ANNUAL FINANCIAL REPORT

ESCAMBIA COUNTY SCHOOL DISTRICT
PENSACOLA, FL

FISCAL YEAR ENDED JUNE 30, 2021



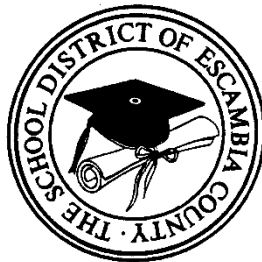


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District School Board
Of Escambia County
Pensacola, Florida

Comprehensive Annual
Financial Report

For The
Fiscal Year
Ended June 30, 2021



Prepared By:
Finance Department



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DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2021

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INTRODUCTORY SECTION



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

December 9, 2021

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

State law requires that all local governments publish, after the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP), and audited in accordance with auditing standards generally accepted in the United States of America. Pursuant to this requirement, we hereby issue the Comprehensive Annual Financial Report (CAFR) of the District School Board of Escambia County, Florida (District) for the fiscal year ended June 30, 2021.

This report consists of management's representations concerning the finances of the District. Management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District's framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been independently audited by public accounting firm, MSL, PA. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's basic financial statements for the fiscal year ended June 30, 2021, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the United States Office of Management and Budget (OMB) Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. The standards governing Single Audit engagements

require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. A separate report related to this single audit, including the schedule of expenditures of federal awards, findings and questioned costs, and independent auditor's report on the system of internal control and on compliance with applicable requirements, are included in the Single Audit Section.

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

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

PROFILE OF THE DISTRICT

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

The geographic boundaries of the District are those of Escambia County. During the 2020-21 fiscal year, the District operated 61 schools, special centers, and other programs, including 32 elementary schools, 9 middle schools, 7 high schools, 3 special centers, and 10 other programs. The District also has 5 charter schools that are component units of the District. In addition, the District provides on-line learning opportunities through its virtual education offerings.

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

The District receives the majority of its operating funds through the Florida Education Finance Program (FEFP), the state funding formula based on student membership and attendance. The state

legislature sets the FEFP per pupil funding each legislative session and is funded according to a combination of state and local revenue. The local portion is made up of a Required Local Effort (RLE) millage rate applied to the county certified tax roll. The RLE for the 2020-21 fiscal year is 3.829 mills. In addition, a local operating discretionary millage rate (0.748 mills) is also levied by the District in order to receive the full amount of the available state portion.

The FEFP is made up of various components, including categorical earmarks, that insures both local flexibility of funds and adherence to legislative educational programs. The FEFP formula is also designed to equalize funding across the various school districts. In addition to funding traditional public schools, charter schools, operating through a contract with the District, are provided with their proportionate share of FEFP funds according to the number of full-time equivalent students so enrolled.

The District's general fund financial condition ratio at June 30, 2021, was 10.2 percent, well above the minimum statutory requirement of 3 percent (local board requirement is 3.5 percent). The financial condition ratio is calculated by dividing the combined assigned and unassigned fund balance by total general fund revenue. The financial condition ratio is an indication of the district's level of liquidity and excess operating reserves.

During the 2020-21 fiscal year, the District provided general, special, vocational, and other education programs to 38,181 unweighted full-time equivalent students (UFTE), a decrease of 1,462 UFTE from the prior fiscal year (39,643). Based on forecasting models, the District projects its 2021-22 student membership to increase to 38,674 UFTE which represents an increase of 493 UFTE over the 2020-21 fiscal year. However, these projections continue to be affected by the coronavirus and parental decisions regarding in-person instruction.

CORONAVIRUS PANDEMIC

Due to the coronavirus pandemic, school districts across the state suffered the loss of students and the associated FEFP revenue was at risk. The Escambia County School District was no exception. Consequently, the District benefited from an emergency order (EO) by the Governor to hold District's harmless from decreases in student population. The EO provided that school districts with declines in UFTE would be funded based on the projected FTE as indicated in the Second FEFP Calculation. For the Escambia County School District, the difference in projected FTE and actual FTE at Fourth FEFP Calculation was a decrease of 1,334 UFTE. The calculated revenue decrease would have been \$9.1 million if not for the EO.

ECONOMIC CONDITION AND OUTLOOK

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

Escambia County encompasses approximately 661 square miles, or 420,480 acres, with an additional 64,000 acres of water area and serves a population of approximately 321,905. The population has increased by approximately 22,694 or 7.6 percent over the last 10 years (299,211). The statewide increase during that period has been approximately 14.6 percent. The Escambia county unemployment rate has decreased from 9.2 percent a year ago to 5.6 percent in June 2021. The decrease is directly related to the reopening of businesses from the coronavirus shutdown.

Local sales tax revenues continue to increase on a yearly basis. 2020-21 fiscal year receipts totaled \$32.0 million which was an increase over the 2019-20 fiscal year (\$28.3 million). The economic rebound after the coronavirus shutdown ended was significant.

Per pupil funding for the Escambia County School District was \$7,887 per UFTE at the fourth FEFP calculation, an increase of 4.5 percent over the 2019-20 fiscal year (\$7,547). The FEFP funding formula is made up of State and local revenue. It includes several funding components including local ad valorem taxes and State categorical programs. School taxable property values in Escambia County generate both operating and capital outlay revenue according to millage rates set by the State (required local effort) and the local school board (discretionary operating and capital outlay millage rates).

The total fund balance of the District's General Fund increased by \$2,082,751 from the 2019-20 fiscal year mainly due to the Governor's EO concerning FEFP revenue as noted above. In addition, employee positions experienced larger than normal vacancies, including teachers, substitute teachers, school bus operators, school food service workers, and various other trades and classifications. This trend in job vacancies mirrored the national workforce problem of hiring and retaining staff during the post-economic shutdown of the economy.

Specifically, unrestricted fund balance (the assigned and unassigned portion) and nonspendable fund balance increased by \$3,457,685 and \$47,419, respectively. Meanwhile, categorical and restricted fund balance decreased by \$1,422,353. This indicates that restricted funds were utilized for their various categorical and specific use requirements as intended.

MAJOR INITIATIVES

Capital Outlay Funds – Local Sales Tax Receipts

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

- In January 2016, the District issued Sales Tax Revenue Bonds, Series 2016 to build a new middle school. This was the first use of debt financing serviced by sales tax proceeds. All previous school and other remodel/renovation construction projects had been completed on a

cash pay-as-you-go basis. The bond will be paid off at the end of the current ten-year referendum (December 2027).

- The District issued Certificates of Participation, Series 2020A early in the 2020-21 fiscal year for the construction/rebuild of Pleasant Grove Elementary School. The debt is serviced with a combination of capital outlay ad valorem taxes and local sales tax proceeds from the current referendum. The debt on the Series 2020A Certificates will also be paid by the end of the 10-year sales tax referendum on December 31, 2027.

CARES Act (ESSER I)

The Coronavirus Aid, Relief, and Economic Security (CARES) Act provides several education funding categories the largest of which is the Education and Secondary School Emergency Relief (ESSER I) Fund. The ESSER I award for the Escambia County School District is \$12.3 million. The purpose of ESSER I is to address the impact that the Novel Coronavirus Disease – 19 (COVID – 19) has had, and continues to have, on elementary and secondary schools. The funds are available to develop and implement plans for delivering educational services in traditional and remote settings which require appropriate staff development for on-line delivery, related infrastructure, training, sanitation supplies and equipment, personal protective equipment, nursing resources, and other related categories. The grant period runs from June 2020 through September 2022 with a lookback period to mid-March 2020.

FINANCIAL INFORMATION

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

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

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

LONG-TERM FINANCIAL PLANNING

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

AWARDS AND ACKNOWLEDGMENTS

The District's CAFR for the fiscal year ended June 30, 2020, received the following awards:

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

This was the thirteenth consecutive year that the District's CAFR has been so recognized and demonstrates the District's commitment to transparency for the benefit of the taxpayers of Escambia County. The District will also submit the current 2020-21 CAFR for such consideration.

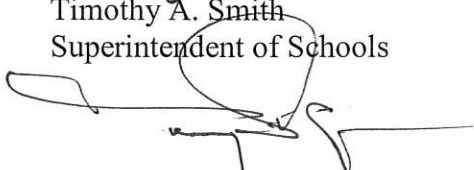
The timely preparation of this report was made possible by the dedicated service of the entire staff of the Finance and Business Services department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

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


Respectfully submitted,



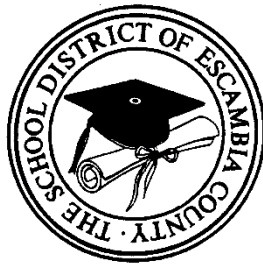
Timothy A. Smith
Superintendent of Schools



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



Debbie Fussell, CPA
Director - Accounting Operations



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District School Board of Escambia County, Florida

School Board Members (Elected for a four-year term)



District 1
Kevin Adams
5 years
Vice Chairman
November 2022



District 2
Paul H. Fetsko
3 years
November 2022



District 3
Dr. Laura Edler
3 years
November 2022



District 4
Patty Hightower
17 years
November 2024



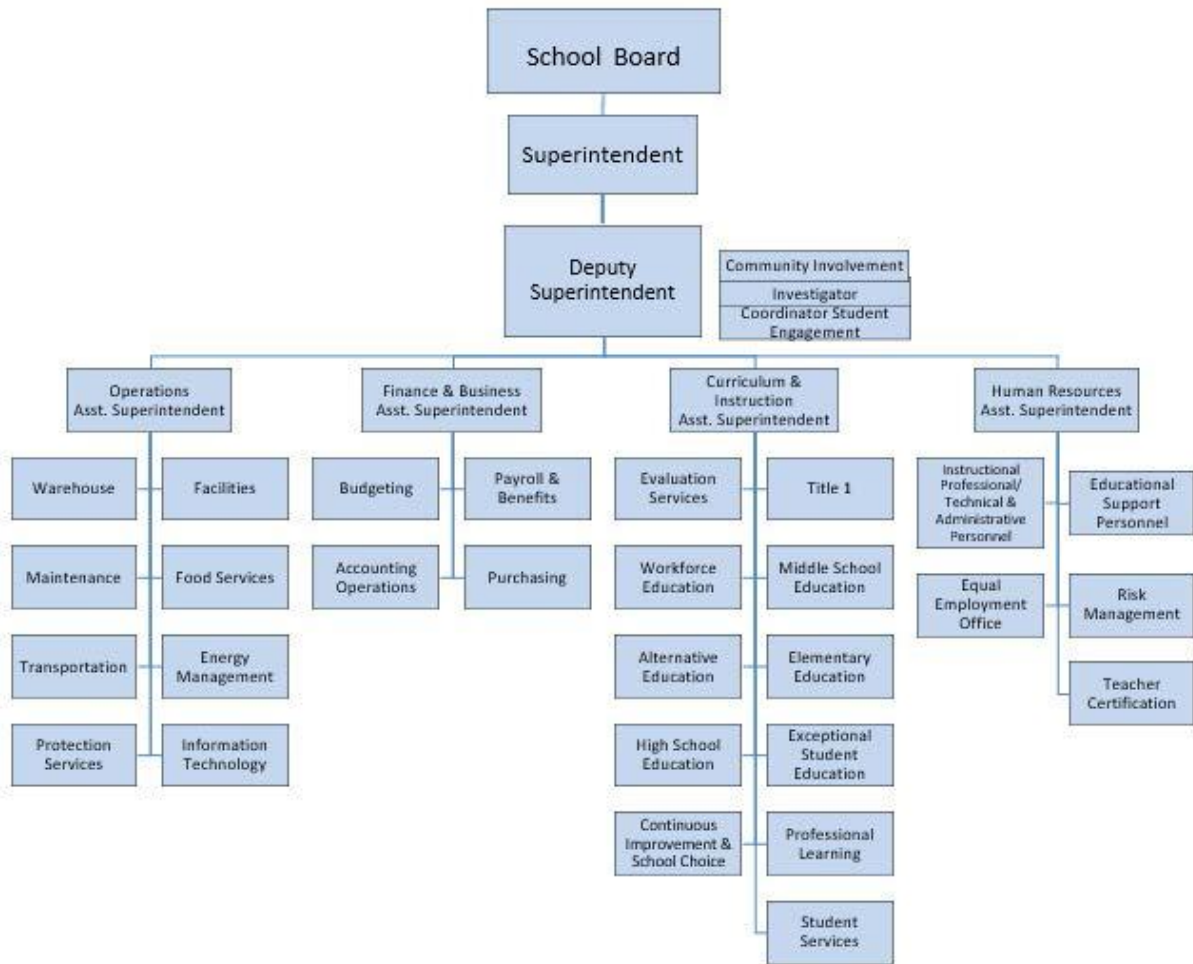
District 5
Bill Slayton
13 years
Chairman
November 2024

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA

PRINCIPAL OFFICIALS - APPOINTED

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

District School Board of Escambia County, Florida
Organizational Chart





ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

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

**for its Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2020.**

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



A handwritten signature in black ink, reading 'W. Edward Chabal'.

W. Edward Chabal
President

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

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**District School Board of Escambia County
Florida**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION



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INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Escambia County, Florida (the "District") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Charter Schools or Escambia Schools Foundation, Inc., which comprises 100 percent of the assets, net position, and revenues of the discretely presented component units of the District. Those financial statements were audited by other auditors, whose reports have been furnished to us and, our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison for the general fund and major special revenue funds for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis-of-Matter

Change in Accounting Principle

As discussed in Note 1 to the financial statements, in the fiscal year ended June 30, 2021, the District adopted the provisions of Government Accounting Standards Board Statement (“GASBS”) Number 84, *Fiduciary Activities*. As a result of the implementation of GASBS 84, the District reported a restatement for the change in accounting principle. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements as a whole. The introductory section, combining and individual major and non-major fund financial statements and schedules, and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements.

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

INDEPENDENT AUDITOR'S REPORT
(Concluded)

Other Matters (Continued)

Other Information (Continued)

The combining and individual major and non-major fund financial statements and schedules are the responsibility of management and were derived from, and relate directly to, the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual major and non-major fund financial statements and schedules are fairly stated, in all material respects, in relation to the financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 9, 2021



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MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the District School Board of Escambia County, Florida (District) has prepared the following discussion and analysis to provide an overview of the District's financial activities for the fiscal year ended June 30, 2021. The information contained in the Management's Discussion and Analysis (MD&A) is intended to highlight significant transactions, events, and conditions and should be considered in conjunction with the District's financial statements and notes to financial statements found immediately following the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2020-21 fiscal year are as follows:

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows at June 30, 2021, by \$281.9 million (net position).
- The District's total net position increased by \$602 thousand from the prior fiscal year (\$281.3 million). The increase in net position is primarily due to the governor's executive order to maintain FEFP revenue at projected levels rather than a recalculation based on the sharp decrease in student membership. This allowed the District to maintain a status quo revenue outlook without creating an expenditure burden on general fund due to reduced FEFP funding. This situation was caused by the coronavirus pandemic as noted in this MD&A document.
- At June 30, 2021, the combined assigned and unassigned fund balance for the General Fund was \$32.0 million, an increase of \$3.5 million over the prior fiscal year. Likewise, the Financial Condition Ratio (Ratio) increased from 9.13 percent to 10.2 percent of total General Fund revenue. The Ratio is a measure of liquidity and is calculated by dividing the total assigned and unassigned fund balance by total general fund revenue (\$314.0 million).
- The District's total long-term debt (Bonds Payable and Certificates of Participation) was \$89.4 million, an increase of \$34.1 million from the prior fiscal year (\$55.3 million). The increase is due to the issuance of Certificates of Participation, Series 2020A. The new Certificates were issued for construction of the new Pleasant Grove Elementary School.

OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements consist of three components:

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

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

Government-wide Financial Statements

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

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

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

- Governmental activities – This represents most of the District's services, including its educational programs: basic, vocational, adult, and exceptional education. Support functions such as transportation and administration are also included. Local property taxes and the State's education finance program provide most of the resources that support these activities.
- Component units – The District presents aggregate financial information for the following six separate legal entities in this report: Capstone Academy Pensacola, Jacqueline Harris Preparatory Academy, Beulah Academy of Science, Inc., Byrneville Elementary School Inc., Pensacola Beach Elementary School, Inc., and the Escambia County Public Schools Foundation For Excellence, Inc.

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

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

In addition, pursuant to the Florida Constitution, the charter schools are public schools and the District is responsible for the operation, control, and supervision of public schools within the

District. Financial information for these component units is reported separately from the financial information presented for the primary government.

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

Fund Financial Statements

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

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

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

The governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances provide detailed information about the District's most significant funds. The District's major funds are the General Fund, Special Revenue – Other Federal Programs Fund, Special Revenue – Federal Education Stabilization Fund, Capital Projects – Local Capital Improvement Fund, and the Capital Projects – Other Fund. Data from the other governmental funds are combined into a single, aggregated presentation.

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

Proprietary Funds. Proprietary funds, including internal service funds, may be established to account for activities in which a fee is charged for services. Internal service funds are used to report activities that provide goods and services to support the District's other programs and functions through user charges. The District uses the internal service funds to account for risk management and employee benefits activities. Since these services predominantly benefit governmental rather than business-type functions, the internal service funds have been included within governmental activities in the government-wide financial statements.

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

Accounting Change - Fiduciary Funds. GASB Statement No. 84, *Fiduciary Activities*, was implemented by the District during the 2020-21 fiscal year. It establishes criteria for identifying and reporting fiduciary activities of state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. The District does not consider the school internal funds to meet the criteria for reporting as fiduciary activities due to the District's administrative involvement with those funds. As such, the beginning net position of the other governmental funds was increased by \$3.4 million.

Notes to Financial Statements

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

Other Information

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position over time may serve as a useful indicator of a government's financial health. The following is a summary of the District's net position as of June 30, 2021, compared to net position as of June 30, 2020:

	Net Position, End of Year	
	Governmental	
	Activities	
	6/30/21	6/30/20
Current Assets	\$ 252,174,505	\$ 198,418,587
Capital Assets	420,997,562	407,298,139
Total Assets	673,172,067	605,716,726
Deferred Outflow of Resources	91,666,863	79,509,435
Total Assets and Deferred Outflow of Resources	\$ 764,838,930	\$ 685,226,161
Long-Term Liabilities	\$ 437,817,419	\$ 359,710,103
Other Liabilities	27,476,426	15,354,859
Total Liabilities	465,293,845	375,064,962
Deferred Inflow of Resources	17,661,278	28,879,047
Net Position:		
Net Investment in Capital Assets	361,355,448	353,513,610
Restricted	112,124,610	107,245,269
Unrestricted (Deficit)	(191,596,251)	(179,476,727)
Total Net Position	281,883,807	281,282,152
Total Liabilities, Deferred Inflow of Resources, and Net Position	\$ 764,838,930	\$ 685,226,161

The largest portion of the District's net position, \$361.4 million, is its net investment in capital assets (e.g., land, construction in progress, buildings, improvements, equipment, motor vehicles, computer software, and audio visual materials), less any related debt still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of related debt, the resources used to repay the debt must be provided from other sources since the capital assets cannot be used to liquidate these liabilities.

The restricted portion of the District's net position, \$112.1 million, represents resources that are subject to external restrictions on how they may be used. The deficit unrestricted net position of \$191.6 million was mainly due to the accrual of net pension liability totaling \$265.4 million. The District reported net pension liability according to the requirements of GASB Statement No. 68 – *Accounting and Reporting for Pensions*.

The key elements of the changes in the District's net position for the fiscal years ended June 30, 2021, and June 30, 2020, are as follows:

	Operating Results for the Year	
	Governmental Activities	
	<u>6/30/21</u>	<u>6/30/20</u>
Program Revenues:		
Charges for Services	\$ 2,850,733	\$ 3,618,231
Operating Grants and Contributions	16,834,025	17,136,341
Capital Grants and Contributions	1,805,887	1,662,132
General Revenues:		
Property Taxes, Levied for Operational Purposes	96,589,089	93,739,773
Property Taxes, Levied for Capital Projects	28,510,061	26,719,561
Local Sales Taxes	32,008,937	28,259,025
Grants and Contributions Not Restricted to Specific Programs	263,746,911	248,290,407
Unrestricted Investment Earnings	1,040,496	2,072,953
Miscellaneous	7,742,611	3,446,948
Total Revenues	<u>451,128,750</u>	<u>424,945,371</u>
Functions/Program Expenses:		
Instruction	240,338,920	228,520,682
Student Support Services	23,817,688	19,431,978
Instructional Media Services	4,899,222	4,911,047
Instruction and Curriculum Development Services	16,718,798	15,391,672
Instructional Staff Training Services	8,410,463	8,215,793
Instruction-Related Technology	4,643,407	4,797,813
Board	1,480,641	1,280,383
General Administration	2,950,010	2,330,171
School Administration	19,541,584	18,725,797
Facility Acquisition and Construction	32,153,013	27,470,222
Fiscal Services	2,738,861	2,571,315
Food Services	18,434,898	19,945,691
Central Services	6,747,121	7,089,056
Student Transportation Services	19,703,750	21,056,289
Operation of Plant	30,831,630	27,520,790
Maintenance of Plant	12,719,408	11,974,205
Administrative Technology Services	4,333,816	4,083,262
Community Services	1,730,528	1,704,625
Unallocated Interest on Long-Term Debt	1,780,469	1,045,942
Total Functions/Program Expenses	<u>453,974,227</u>	<u>428,066,733</u>
Increase (Decrease) in Net Position	(2,845,477)	(3,121,362)
Beginning Net Position	281,282,152	284,403,514
Adjustment to Net Position	3,447,132	
Ending Net Position	<u>\$ 281,883,807</u>	<u>\$ 281,282,152</u>

Governmental Activities decreased the District's net position by \$2.8 million.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Major Governmental Funds

General Fund. The General Fund is the District's chief operating fund. Total fund balance was \$47.9 million at June 30, 2021, an increase of \$2.1 million over the prior fiscal year (\$45.8 million). The components of fund balance based on Government Accounting Standards Board (GASB) Statement No. 54 were as follows in comparison to the 2019-20 fiscal year:

Fund Balance Component	6/30/2021	6/30/2020	Change
Nonspendable	\$ 2,004,552	\$ 1,957,133	\$ 47,419
Restricted	13,904,848	15,327,201	(1,422,353)
Assigned	23,768,179	22,296,996	1,471,183
Unassigned	8,235,058	6,248,556	1,986,502
Total Fund Balance	\$ 47,912,637	\$ 45,829,886	\$ 2,082,751

The assigned and unassigned fund balance at June 30, 2021, is \$32.0 million (an increase of \$3.5 million), while the nonspendable and restricted portion totaled \$15.9 million (a decrease of \$1.4 million). Total fund balance is \$47.9 million (an increase of \$2.1 million). Key fund balance performance indicators are as follows:

- CARES Act federal funds were utilized to fund and maintain instructional personnel that were in excess of earned units. Many of these instructional units would otherwise have been charged to the general fund.
- Other instructional programs and extra pay hours were, if qualified, charged to the grant as necessary. Unfortunately, savings were also realized as instructional and non-instructional personnel were not available to fill vacant positions. Especially hard to fill positions were substitute teachers and substitute school bus operators.
- Salary increases were negotiated and paid to eligible employees. In an effort to increase the wages of all employee groups, the District utilized a combination of recurring revenue and a level of fund balance reserves. These salary increases were designed to provide general salary improvements on a percentage basis and a step up on the experience level of the various salary schedules for those eligible.

Special Revenue – Other Federal Programs Fund. The Special Revenue – Other Federal Programs Fund had revenues and expenditures of \$36.4 million each. This is an increase over the prior fiscal year of \$2.7 million (\$33.7 million) due mainly to increased Special Education grant expenditures and Title I grants to schools in need of improvement as identified by the Florida Department of Education. Funds are typically recorded as revenue when expended.

Special Revenue – Federal Education Stabilization Fund. The Special Revenue – Federal Education Stabilization Fund consists of the original Coronavirus Aid, Relief, and Economic Security (CARES) Act. The CARES Act includes two main categories of education funding for the Escambia County School District during the 2020-21 fiscal year:

- K-12 Fund – allocated to safely reopen and maintain schools including remote instructional delivery and maintaining employment of personnel. This is also known as the Elementary and Secondary School Emergency Relief (ESSER) Fund. The District’s original allocation was \$12.3 million of which \$11.5 million was expended in the 2020-21 fiscal year.
- Governor’s Emergency Education Relief (GEER) Fund – The Governor provided GEER funding for activities targeting academic improvement and opportunities including additional summer school and extended day and tutoring programs. The District expended \$1.9 million on GEER activities during the 2020-21 fiscal year.

Capital Projects – Local Capital Improvement Fund. The Capital Projects – Local Capital Improvement Fund accounts for the revenue and expenditures associated with the District’s ad valorem tax receipts generated through the discretionary capital outlay millage. The District is authorized to levy up to 1.5 mills for capital projects such as construction, technology, school bus purchases, and repair and maintenance of facilities. Other uses include, if eligible, payment of property and casualty insurance and debt service requirements. At June 30, 2021, the fund balance totals \$7.2 million and is restricted for eligible capital outlay purposes.

Capital Projects – Other Fund. The Capital Projects – Other Fund has a fund balance of \$98.1 million for the 2020-21 fiscal year. The fund balance increased from the prior year by \$34.3 million (63.7 million) due to proceeds remaining from the issuance of Certificates of Participation, Series 2020A (Pleasant Grove Elementary School new construction).

The original net proceeds of the Series 2016, Sales Tax Revenue Bonds totaled \$60.0 million and has a remaining balance of \$39.3 million at June 30, 2021 (a decrease of \$4.8 million during the 2020-21 fiscal year).

GENERAL FUND BUDGETARY HIGHLIGHTS

Actual revenues were more than final budgeted revenues by \$1.2 million, most of which (\$1.1 million) was from local sources.

Actual expenditures were \$14.7 million less than final budgeted expenditures. The instruction function accounted for \$5.2 million of this variance primarily due to the lack of qualified candidates to fill certain classroom teaching vacancies. Some of these vacant positions were staffed with substitute teachers and some remained unfilled.

Furthermore, operational expenditures such as facilities acquisition and construction (function 7400), central services (function 7700), and student transportation (function 7800) were under budget by \$2.6 million (eligible facilities related salaries were moved to capital projects in excess of the budgeted total), \$1.2 million (personnel related costs and warehouse inventory adjustments were less than budgeted amounts), and \$1.5 million (primarily costs related to school bus operators were less than budget due to a shortage of qualified personnel), respectively. General Fund maintenance salary costs (function 8100) become eligible for capital outlay transfers when identified for specific capital maintenance projects via the work order system. Transfers in from capital funds were \$758 thousand less than budgeted amounts.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2021, amounts to \$421 million (net of accumulated depreciation). This investment in capital assets includes land; construction in progress; improvements other than buildings; buildings and fixed equipment; furniture, fixtures, and equipment; motor vehicles; and audio visual materials and computer software. The District's investment in capital assets (net of accumulated depreciation) for the current fiscal year increased \$13.7 million (approximately 3 percent).

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

- Pleasant Grove Elementary School – New construction
- Pensacola High School – Bus ramp and tennis courts
- Judy Andrews Renovations – To move program from Lakeview Center
- Beulah Elementary School – Cafeteria and classroom
- Holm Elementary School - Renovations
- Tate High School – Agriscience building

Additional information on the District's capital assets can be found in Notes 5 and 12 to the financial statements.

Long-Term Debt

At June 30, 2021, the District has total long-term debt outstanding of \$89.4, an increase of 34.1 million over the prior fiscal year. The District has \$1.1 million outstanding of State School Bonds issued by the State Board of Education (SBE) and backed by the full faith and credit of the State of Florida. Certificates of Participation outstanding total \$49 million and the remainder of the long-term debt is made up of Sales Tax Revenue Bonds, Series 2016, which have an outstanding balance of \$39.3 million at June 30, 2021.

The District issued Certificates of Participation, Series 2020A, at a par value of \$37.7 million for the construction of the new Pleasant Grove Elementary School. The Certificates provided \$44.7 million in construction proceeds, net of issuance costs. The unamortized premium totaled \$7.3 million at issuance. The debt on Certificates is serviced by a combination of capital outlay millage and sales tax proceeds and will be fully paid at the end of the sales tax referendum (September 2027).

Additional information on the District's long-term debt can be found in Notes 7 through 9 to the financial statements.

CONSIDERATION OF ECONOMIC FACTORS IN BUDGETARY PLANNING

Factors considered in preparing the District budget for the 2021-22 fiscal year:

Student Enrollment - The District receives the majority of its general operating funds through the Florida Education Finance Program (FEFP). The funds are based on the number of full-time equivalent (FTE) students and is a combination of state and local revenue. Key issues related to the proposed 2021-22 FEFP funding formula over the current 2020-21 fiscal year include:

- The coronavirus pandemic had a major negative effect on Escambia and statewide UFTE during the 2020-21 fiscal year. It remains a factor for the projected 2021-22 UFTE and the resulting FEFP revenue calculation.
- The District will begin the 2021-22 fiscal year with FEFP funds totaling \$295.5 million (2nd FEFP calculation) compared to the prior year total of \$303.6 million, a reduction of \$8.1 million.
- The level of reduced FEFP funds for the 2021-22 fiscal year is a result of the following scenario:
 - (1) 2021-22 projected UFTE (38,674) is 1,154 UFTE less than 2020-21 projected UFTE (39,828).
 - (2) During the 2020-21 fiscal year the Governor issued an Emergency Order Funding Adjustment to hold declining enrollment school districts harmless at the originally projected 2020-21 FEFP calculation (includes Escambia).
 - (3) Because this Emergency Order Funding Adjustment was not carried forward into the 2021-22 fiscal year, the full effect of the decline (see no. 1 above) will be manifested accordingly in the 2021-22 FEFP second calculation and then adjusted as survey results change through the fiscal year..
- The net decrease in 2021-22 FEFP funding on a per pupil basis is \$248 per UFTE (2020-21 fourth calculation - \$7,887 per UFTE, 2021-22 second calculation - \$7,639 per UFTE) or 3.1 percent.

General Fund - The District will budget approximately \$5.1 million of total fund balance (based on Tentative Budget) to cover planned expenditures during the 2021-22 fiscal year. In addition to the aforementioned revenue reductions, the District will be required to increase retirement rate contributions, increase allocations to Warrington Middle School, increase expenditures for textbook adoptions, increase the substitute daily pay rate, and comply with the Florida constitutional amendment for \$10 minimum wage effective September 1, 2021. Any unspent appropriations and/or revenue receipts in excess of budgeted amounts will be used to replenish the unassigned fund balance accordingly.

Coronavirus Pandemic - The District will continue to plan for increases in certain operating expenditures to protect students and staff against the risk and effects of Coronavirus. The District will adhere to all safety protocol and recommendations of the Florida Department of Health and operate in compliance with the Florida Department of Education. The District will not offer a remote learning option, but will rely on traditional on-site attendance and virtual school opportunities. New and continuing Federal funding to address the impact of the pandemic include:

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

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

REQUESTS FOR INFORMATION

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

BASIC FINANCIAL STATEMENTS



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DISTRICT SCHOOL BOARD OF ESCAMBA COUNTY, FLORIDA
STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government Governmental Activities	Component Units
ASSETS		
Cash and Cash Equivalents	\$ 160,081,902	\$ 4,744,718
Investments	72,525,032	-
Accounts Receivable	1,244,411	90,482
Deposits Receivable	2,000	-
Prepaid Items	-	33,147
Due from Other Agencies	14,679,248	728,987
Inventories	3,641,912	-
Capital Assets:		
Non-Depreciable Capital Assets	40,995,872	1,042,177
Depreciable Capital Assets, Net	380,001,690	6,696,818
Total Assets	673,172,067	13,336,329
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows Related to Pensions	86,122,668	506,734
Deferred Outflows Related to Other Postemployment Benefits	5,544,195	-
Total Deferred Outflows of Resources	91,666,863	506,734
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 764,838,930	\$ 13,843,063
LIABILITIES		
Salaries and Benefits Payable	\$ 3,423,772	\$ 42,692
Payroll Deductions and Withholdings	1,999,336	-
Accounts Payable	11,378,195	733,083
Construction Contracts Payable - Retainage	1,808,685	-
Due to Other Agencies	2,724,639	-
Deposits Payable	160,454	-
Loan Payable	2,571,706	-
Unearned Revenue	3,409,639	5,792
Long-Term Liabilities:		
Portion Due Within One Year:	21,438,690	419,929
Portion Due After One Year:	416,378,729	4,670,761
Total Liabilities	465,293,845	5,872,257
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows Related to Pensions	15,129,261	67,932
Deferred Inflows Related to Other Postemployment Benefits	2,163,348	-
Deferred Gains on Refunding	368,669	-
Total Deferred Inflows of Resources	17,661,278	67,932
NET POSITION		
Net Investment in Capital Assets	361,355,448	4,271,175
Restricted for:		
State Required Carryover Programs	9,098,446	-
Debt Service	10,754,327	-
Capital Projects	79,065,382	-
Food Service	8,400,054	-
Other Required Carryover Programs	4,806,401	833,084
Unrestricted	(191,596,251)	2,798,615
Total Net Position	281,883,807	7,902,874
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 764,838,930	\$ 13,843,063

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>
Primary Government			
Governmental Activities:			
Instruction	\$ 240,338,920	\$ 1,443,314	\$ -
Student Support Services	23,817,688	-	-
Instructional Media Services	4,899,222	-	-
Instruction and Curriculum Development Services	16,718,798	-	-
Instructional Staff Training Services	8,410,463	-	-
Instruction-Related Technology	4,643,407	-	-
Board	1,480,641	-	-
General Administration	2,950,010	-	-
School Administration	19,541,584	-	-
Facilities Acquisition and Construction	32,153,013	49,179	-
Fiscal Services	2,738,861	-	-
Food Services	18,434,898	815,532	16,834,025
Central Services	6,747,121	-	-
Student Transportation Services	19,703,750	152,365	-
Operation of Plant	30,831,630	-	-
Maintenance of Plant	12,719,408	-	-
Administrative Technology Services	4,333,816	-	-
Community Services	1,730,528	390,343	-
Unallocated Interest on Long-Term Debt	1,780,469	-	-
Total Governmental Activities	<u>\$ 453,974,227</u>	<u>\$ 2,850,733</u>	<u>\$ 16,834,025</u>
Component Units			
Foundation/Charter Schools	<u>\$ 8,421,535</u>	<u>\$ 104,082</u>	<u>\$ 687,369</u>

General Revenues:

Taxes:

Property Taxes, Levied for Operational Purposes

Property Taxes, Levied for Capital Projects

Local Sales Taxes

Grants and Contributions Not Restricted to Specific Programs

Unrestricted Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Position

Net Position, July 1, 2020

Cumulative Effect of Change in Accounting Principle

Net Position, July 1, 2020

Net Position, June 30, 2021

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

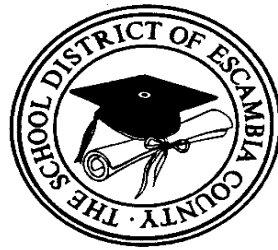
<i>Net (Expense) Revenue and Changes in Net Position</i>		
<i>Capital Grants and Contributions</i>	<i>Primary Government Governmental Activities</i>	<i>Component Units</i>
\$ -	\$ (238,895,606)	\$ -
-	(23,817,688)	-
-	(4,899,222)	-
-	(16,718,798)	-
-	(8,410,463)	-
-	(4,643,407)	-
-	(1,480,641)	-
-	(2,950,010)	-
-	(19,541,584)	-
1,599,897	(30,503,937)	-
-	(2,738,861)	-
-	(785,341)	-
-	(6,747,121)	-
-	(19,551,385)	-
-	(30,831,630)	-
-	(12,719,408)	-
-	(4,333,816)	-
-	(1,340,185)	-
205,990	(1,574,479)	-
<u>\$ 1,805,887</u>	<u>(432,483,582)</u>	<u>-</u>
<u>\$ 255,023</u>		<u>(7,375,061)</u>
	96,589,089	-
	28,510,061	-
	32,008,937	-
	263,746,911	7,321,351
	1,040,496	16,172
	7,742,611	436,370
	<u>429,638,105</u>	<u>7,773,893</u>
	<u>(2,845,477)</u>	<u>398,832</u>
	281,282,152	7,504,042
	3,447,132	-
	<u>284,729,284</u>	<u>7,504,042</u>
	<u>\$ 281,883,807</u>	<u>\$ 7,902,874</u>

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2021

	General Fund	Special Revenue - Other Federal Programs Fund	Special Revenue - Federal Education Stabilization Fund
ASSETS			
Cash and Cash Equivalents	\$ 49,391,023	\$ 31,304	\$ 98,560
Investments	3,805,591	-	-
Accounts Receivable	305,422	34,001	355
Deposits Receivable	2,000	-	-
Due from Other Funds	3,358,485	-	245,016
Due from Other Agencies	659,491	3,982,079	4,855,476
Inventories	2,004,552	-	-
	\$ 59,526,564	\$ 4,047,384	\$ 5,199,407
TOTAL ASSETS			
LIABILITIES AND FUND BALANCES			
Liabilities:			
Salaries and Benefits Payable	\$ 834,364	\$ 424,418	\$ 1,993,102
Payroll Deductions and Withholdings	1,601,981	78,368	308,465
Accounts Payable	6,329,081	212,770	1,340,933
Construction Contracts Payable - Retainage	-	-	-
Due to Other Funds	251,273	1,288,783	1,556,907
Due to Other Agencies	2,597,228	2,043,045	-
Deposits Payable	-	-	-
Total Liabilities	11,613,927	4,047,384	5,199,407
Fund Balances:			
Nonspendable:			
Inventories	2,004,552	-	-
Restricted for:			
State Required Carryover Programs	9,098,447	-	-
Debt Service	-	-	-
Special Revenue	-	-	-
Capital Projects	-	-	-
Food Service	-	-	-
Other Required Carryover Programs	4,806,401	-	-
Assigned for:			
Contingencies	12,368,195	-	-
Local Carryovers	11,399,984	-	-
Unassigned	8,235,058	-	-
Total Fund Balances	47,912,637	-	-
	\$ 59,526,564	\$ 4,047,384	\$ 5,199,407
TOTAL LIABILITIES AND FUND BALANCES			

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

Capital Projects - Local Capital Improvement Fund	Capital Projects - Other Fund	Other Governmental Funds	Total Governmental Funds
\$ 4,137,868	\$ 36,860,653	\$ 25,031,696	\$ 115,551,104
6,096,801	62,600,885	21,755	72,525,032
-	-	2,231	342,009
-	-	-	2,000
-	-	19,162	3,622,663
-	683,089	471,125	10,651,260
-	-	1,637,360	3,641,912
<u>\$ 10,234,669</u>	<u>\$ 100,144,627</u>	<u>\$ 27,183,329</u>	<u>\$ 206,335,980</u>
\$ -	\$ -	\$ 63,254	\$ 3,315,138
-	-	10,521	1,999,335
3,069,236	313,084	113,090	11,378,194
11,142	1,708,653	88,890	1,808,685
-	58,530	160,923	3,316,416
-	-	-	4,640,273
-	-	160,454	160,454
<u>3,080,378</u>	<u>2,080,267</u>	<u>597,132</u>	<u>26,618,495</u>
-	-	1,637,360	3,641,912
-	-	-	9,098,447
-	-	10,754,327	10,754,327
-	-	3,453,462	3,453,462
7,154,291	98,064,360	3,978,354	109,197,005
-	-	6,762,694	6,762,694
-	-	-	4,806,401
-	-	-	12,368,195
-	-	-	11,399,984
-	-	-	8,235,058
<u>7,154,291</u>	<u>98,064,360</u>	<u>26,586,197</u>	<u>179,717,485</u>
<u>\$ 10,234,669</u>	<u>\$ 100,144,627</u>	<u>\$ 27,183,329</u>	<u>\$ 206,335,980</u>



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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021**

Total Fund Balances - Governmental Funds \$ 179,717,485

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. 420,997,562

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. 18,282,514

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

Bonds Payable	\$ (35,237,000)	
Less: unamortized premiums on bonds payable	(5,147,636)	
Certificates of Participation Payable	(42,390,000)	
Less: unamortized premiums on certificates of participation payable	(6,630,432)	
Compensated Absences Payable	(40,318,552)	
Net Pension Liability	(265,354,508)	
Other Postemployment Benefits Payable	<u>(16,041,211)</u>	(411,119,339)

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

Deferred Gains on Refunding - Bonds Payable	(82,955)	
Deferred Gains on Refunding - Certificates of Participation Payable	<u>(285,714)</u>	(368,669)

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

Deferred Outflows Related to Pensions	86,122,668	
Deferred Inflows Related to Pensions	(15,129,261)	
Deferred Outflows Related to Other Postemployment Benefits	5,544,195	
Deferred Inflows Related to Other Postemployment Benefits	<u>(2,163,348)</u>	<u>74,374,254</u>

Total Net Position - Governmental Activities \$ 281,883,807

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>General Fund</u>	<u>Special Revenue - Other Federal Programs Fund</u>	<u>Special Revenue - Federal Education Stabilization Fund</u>
Revenues			
Intergovernmental:			
Federal Direct	\$ 924,112	\$ 2,454,725	\$ -
Federal Through State and Local	3,123,839	33,906,532	13,370,087
State	207,417,214	-	-
Local:			
Property Taxes	96,589,089	-	-
Sales Taxes	-	-	-
Charges for Food Service	-	-	-
Miscellaneous	5,966,384	-	-
Total Revenues	<u>314,020,638</u>	<u>36,361,257</u>	<u>13,370,087</u>
Expenditures			
Current - Education:			
Instruction	194,362,464	15,776,824	9,235,622
Student Support Services	16,972,381	1,324,506	553,914
Instructional Media Services	4,361,712	56,385	174,154
Instruction and Curriculum Development Services	7,350,247	8,506,652	254,380
Instructional Staff Training Services	3,656,531	4,230,985	328,165
Instruction-Related Technology	3,984,558	235,662	65,403
Board	1,396,121	-	-
General Administration	961,551	1,577,781	347,846
School Administration	18,128,741	17,848	42,021
Facilities Acquisition and Construction	959,102	-	-
Fiscal Services	2,563,294	-	-
Food Services	192,794	-	10,536
Central Services	6,079,844	147,556	30,981
Student Transportation Services	13,249,102	2,744,825	241,369
Operation of Plant	28,181,423	2,700	1,743,921
Maintenance of Plant	11,827,909	-	-
Administrative Technology Services	3,805,811	88,390	6,393
Community Services	621,027	1,082,356	-
Capital Outlay:			
Facilities Acquisition and Construction	103,822	-	-
Other Capital Outlay	936,465	568,787	335,382
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	<u>319,694,899</u>	<u>36,361,257</u>	<u>13,370,087</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(5,674,261)</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)			
Certificates of Participation Issued	-	-	-
Premium on Certificates of Participation Issued	-	-	-
Sale of Capital Assets	-	-	-
Loss Recoveries	164,592	-	-
Transfers In	7,592,420	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>7,757,012</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	2,082,751	-	-
Fund Balances, July 1, 2020	45,829,886	-	-
Adjustment to Fund Balances	-	-	-
Fund Balances, June 30, 2021	<u>\$ 47,912,637</u>	<u>\$ -</u>	<u>\$ -</u>

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

<i>Capital Projects - Local Capital Improvement Fund</i>	<i>Capital Projects - Other Fund</i>	<i>Other Governmental Funds</i>	<i>Total Governmental Funds</i>
\$ -	\$ -	\$ -	\$ 3,378,837
-	-	18,202,598	68,603,056
-	926,868	1,896,255	210,240,337
28,510,061	-	-	125,099,150
-	32,008,937	-	32,008,937
-	-	815,532	815,532
24,881	(90,206)	4,917,249	10,818,308
<u>28,534,942</u>	<u>32,845,599</u>	<u>25,831,634</u>	<u>450,964,157</u>
-	-	-	219,374,910
-	-	3,894,473	22,745,274
-	-	-	4,592,251
-	-	-	16,111,279
-	-	-	8,215,681
-	-	-	4,285,623
-	-	-	1,396,121
-	-	-	2,887,178
-	-	-	18,188,610
12,319,398	11,395,023	2,917,564	27,591,087
-	-	-	2,563,294
-	-	17,817,736	18,021,066
-	-	-	6,258,381
-	-	-	16,235,296
-	-	-	29,928,044
-	-	-	11,827,909
-	-	-	3,900,594
-	-	-	1,703,383
38,540	24,777,353	-	24,919,715
4,105,950	142,105	50,799	6,139,488
-	-	8,754,000	8,754,000
-	-	4,014,941	4,014,941
<u>16,463,888</u>	<u>36,314,481</u>	<u>37,449,513</u>	<u>459,654,125</u>
<u>12,071,054</u>	<u>(3,468,882)</u>	<u>(11,617,879)</u>	<u>(8,689,968)</u>
-	-	37,643,023	37,643,023
-	-	7,204,058	7,204,058
-	70,094	-	70,094
-	-	-	164,592
-	44,650,000	12,411,777	64,654,197
(13,068,060)	(6,936,137)	(44,650,000)	(64,654,197)
<u>(13,068,060)</u>	<u>37,783,957</u>	<u>12,608,858</u>	<u>45,081,767</u>
(997,006)	34,315,075	990,979	36,391,799
8,151,297	63,749,285	22,148,086	139,878,554
-	-	3,447,132	3,447,132
<u>\$ 7,154,291</u>	<u>\$ 98,064,360</u>	<u>\$ 26,586,197</u>	<u>\$ 179,717,485</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Net Change in Fund Balances - Governmental Funds \$ 36,391,799

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

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

Capital Outlay - Facilities Acquisition and Construction - Capitalized	\$ 22,916,429	
Capital Outlay - Other Capital Outlay - Capitalized	6,139,488	
Less, Depreciation Expense	<u>(14,117,665)</u>	14,938,252

The statement of activities reflects only the gain/loss on the sale of assets, whereas the governmental funds include all proceeds from these sales. Thus, the change in net position differs from the change in fund balances by the cost of assets sold. (1,238,829)

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

Certificate of Participation	(37,675,000)	
Premium on Certificates of Participation	(7,317,949)	
Bond Repayments	4,264,000	
Certificate of Participation Repayments	<u>4,490,000</u>	(36,238,949)

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

Bonds Payable	763,853	
Amortization of deferred charges and gain on refunding, net	(72,554)	
Certificates of Participation Payable	1,403,327	
Amortization of deferred charges and gain on refunding, net	<u>285,714</u>	2,380,340

In the Statement of Activities, pension expense is recorded for the District's proportionate share of collective pension expense of the cost sharing defined benefit plans in which the District participates. Also included in pension expense are amounts required to be amortized in accordance with GASB Statement No. 68. (21,559,193)

The net change in liability and related deferred outflows/inflows of resources for other postemployment benefits payable is reported as an expense in the government-wide statements, but not in the governmental fund statements. 165,889

In the statement of activities, the cost of compensated absences is measured by the amounts earned during the fiscal year, while in governmental funds expenditures are recognized based on the amounts actually paid for compensated absences. This is the net amount of compensated absences earned in excess of the amount paid in the current fiscal year. 585,717

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. 1,729,497

Change in Net Position of Governmental Activities \$ (2,845,477)

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General Fund			
	<u>Original Budget Amounts</u>	<u>Final Budget Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues				
Intergovernmental:				
Federal Direct	\$ 940,000	\$ 996,541	\$ 924,112	\$ (72,429)
Federal Through State and Local	2,417,609	2,895,879	3,123,839	227,960
State	209,934,884	207,432,103	207,417,214	(14,889)
Local:				
Property Taxes	95,662,518	96,589,089	96,589,089	-
Miscellaneous	4,571,699	4,905,906	5,966,384	1,060,478
Total Revenues	<u>313,526,710</u>	<u>312,819,518</u>	<u>314,020,638</u>	<u>1,201,120</u>
Expenditures				
Current - Education:				
Instruction	196,333,522	199,558,212	194,362,464	5,195,748
Student Support Services	17,093,760	18,254,132	16,972,381	1,281,751
Instructional Media Services	4,547,294	4,791,637	4,361,712	429,925
Instruction and Curriculum Development Services	7,027,922	7,451,579	7,350,247	101,332
Instructional Staff Training Services	4,120,586	4,489,063	3,656,531	832,532
Instruction-Related Technology	3,886,881	4,155,954	3,984,558	171,396
Board	1,467,747	1,591,267	1,396,121	195,146
General Administration	715,147	1,018,047	961,551	56,496
School Administration	16,773,253	18,185,813	18,128,741	57,072
Facilities Acquisition and Construction	1,224,883	3,517,813	959,102	2,558,711
Fiscal Services	2,484,796	2,687,906	2,563,294	124,612
Food Services	79,000	202,794	192,794	10,000
Central Services	7,147,196	7,247,806	6,079,844	1,167,962
Student Transportation Services	17,034,970	14,709,001	13,249,102	1,459,899
Operation of Plant	28,247,309	28,460,977	28,181,423	279,554
Maintenance of Plant	11,621,355	11,934,265	11,827,909	106,356
Administrative Technology Services	3,211,961	3,813,996	3,805,811	8,185
Community Services	1,038,086	997,172	621,027	376,145
Capital Outlay:				
Facilities Acquisition and Construction	80,794	222,468	103,822	118,646
Other Capital Outlay	482,661	1,104,756	936,465	168,291
Total Expenditures	<u>324,619,123</u>	<u>334,394,658</u>	<u>319,694,899</u>	<u>14,699,759</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(11,092,413)</u>	<u>(21,575,140)</u>	<u>(5,674,261)</u>	<u>15,900,879</u>
Other Financing Sources (Uses)				
Loss Recoveries	-	-	164,592	164,592
Transfers In	8,325,385	8,350,385	7,592,420	(757,965)
Total Other Financing Sources (Uses)	<u>8,325,385</u>	<u>8,350,385</u>	<u>7,757,012</u>	<u>(593,373)</u>
Net Change in Fund Balances	(2,767,028)	(13,224,755)	2,082,751	15,307,506
Fund Balances, July 1, 2020	45,829,886	45,829,886	45,829,886	-
Fund Balances, June 30, 2021	<u>\$ 43,062,858</u>	<u>\$ 32,605,131</u>	<u>\$ 47,912,637</u>	<u>\$ 15,307,506</u>

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - MAJOR SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Special Revenue - Other Federal Programs Fund

	<u>Original Budget Amounts</u>	<u>Final Budget Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues				
Intergovernmental:				
Federal Direct	\$ 2,349,752	\$ 5,282,509	\$ 2,454,725	\$ (2,827,784)
Federal Through State and Local	39,516,668	40,262,384	33,906,532	(6,355,852)
Total Revenues	<u>41,866,420</u>	<u>45,544,893</u>	<u>36,361,257</u>	<u>(9,183,636)</u>
Expenditures				
Current - Education:				
Instruction	18,153,185	21,431,140	15,776,824	5,654,316
Student Support Services	1,489,727	1,552,574	1,324,506	228,068
Instructional Media Services	31,719	63,968	56,385	7,583
Instruction and Curriculum Development Services	8,752,870	9,081,203	8,506,652	574,551
Instructional Staff Training Services	5,810,334	5,489,865	4,230,985	1,258,880
Instruction-Related Technology	238,001	258,003	235,662	22,341
General Administration	1,918,823	1,927,321	1,577,781	349,540
School Administration	15,800	31,803	17,848	13,955
Facilities Acquisition and Construction	2,000	-	-	-
Central Services	438,685	181,790	147,556	34,234
Student Transportation Services	3,589,265	3,143,540	2,744,825	398,715
Operation of Plant	24,411	5,862	2,700	3,162
Administrative Technology Services	84,383	90,221	88,390	1,831
Community Services	968,694	1,560,006	1,082,356	477,650
Capital Outlay:				
Other Capital Outlay	348,523	727,597	568,787	158,810
Total Expenditures	<u>41,866,420</u>	<u>45,544,893</u>	<u>36,361,257</u>	<u>9,183,636</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, July 1, 2020	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - MAJOR SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Special Revenue - Federal Education Stabilization Fund				
	<u>Original Budget Amounts</u>	<u>Final Budget Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues				
Intergovernmental:				
Federal Through State and Local	\$ 6,760,759	\$ 14,556,681	\$ 13,370,087	\$ (1,186,594)
Total Revenues	<u>6,760,759</u>	<u>14,556,681</u>	<u>13,370,087</u>	<u>(1,186,594)</u>
Expenditures				
Current - Education:				
Instruction	3,108,966	9,754,422	9,235,622	518,800
Student Support Services	796,050	554,914	553,914	1,000
Instructional Media Services	66,000	190,668	174,154	16,514
Instruction and Curriculum Development Services	63,000	349,400	254,380	95,020
Instructional Staff Training Services	158,000	522,914	328,165	194,749
Instruction-Related Technology	1,578,304	65,403	65,403	-
Board	56,810	-	-	-
General Administration	-	369,633	347,846	21,787
School Administration	-	42,021	42,021	-
Food Services	-	10,536	10,536	-
Central Services	-	44,981	30,981	14,000
Student Transportation Services	-	243,146	241,369	1,777
Operation of Plant	912,629	2,053,560	1,743,921	309,639
Maintenance of Plant	21,000	-	-	-
Administrative Technology Services	-	6,393	6,393	-
Capital Outlay:				
Other Capital Outlay	-	348,690	335,382	13,308
Total Expenditures	<u>6,760,759</u>	<u>14,556,681</u>	<u>13,370,087</u>	<u>1,186,594</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, July 1, 2020	-	-	-	-
Fund Balances, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF NET POSITION -
PROPRIETARY FUNDS
JUNE 30, 2021

	Governmental Activities - Internal Service Funds
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 44,530,799
Accounts Receivable	902,402
Due From Other Funds	9,366
Due From Other Agencies	4,027,987
	4,027,987
TOTAL ASSETS	\$ 49,470,554
LIABILITIES	
Current Liabilities:	
Payroll Deductions and Withholdings	\$ 108,634
Due to Other Funds	315,613
Due to Other Agencies	656,074
Unearned Revenue	3,409,639
Estimated Insurance Claims Payable	7,362,255
Total Current Liabilities	11,852,215
Noncurrent Liabilities:	
Estimated Insurance Claims Payable	19,335,825
Total Noncurrent Liabilities	19,335,825
TOTAL LIABILITIES	31,188,040
NET POSITION	
Unrestricted	18,282,514
Total Net Position	18,282,514
TOTAL LIABILITIES AND NET POSITION	\$ 49,470,554

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION -
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Governmental Activities - Internal Service Funds
OPERATING REVENUES	
Premium Revenues	\$ 44,275,849
Other	3,152,684
Total Operating Revenues	47,428,533
 OPERATING EXPENSES	
Salaries	249,364
Employee Benefits	2,952,129
Purchased Services	4,683,791
Energy Services	9,878
Materials and Supplies	11,439
Insurance Claims	36,714,416
Other	1,313,418
Total Operating Expenses	45,934,435
 Operating Income (Loss)	1,494,098
 NONOPERATING REVENUES	
Interest	35,781
Loss Recoveries	199,618
Total Nonoperating Revenues	235,399
 Income (Loss) Before Transfers	1,729,497
 Change in Net Position	1,729,497
 NET POSITION	
Total Net Position, July 1, 2020	16,553,017
Total Net Position, June 30, 2021	\$ 18,282,514

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Board Funds and Participants	\$ 43,601,052
Cash Payments to Suppliers for Goods and Services	(6,968,207)
Cash Payments to Employees for Services	(312,933)
Cash Payments for Premiums and Other Fees	(39,033,202)
Net Cash Provided (Used) by Operating Activities	(2,713,290)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Loss Recoveries	199,618
Net Cash Provided (Used) by Noncapital Financing Activities	199,618
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Income	35,781
Net Cash Provided by Investing Activities	35,781
Net Increase (Decrease) in Cash and Cash Equivalents	(2,477,891)
Beginning Cash and Cash Equivalents	47,008,690
Ending Cash and Cash Equivalents	\$ 44,530,799
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	\$ 1,494,098
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Changes in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	(901,900)
(Increase) Decrease in Due From Other Funds	(461)
(Increase) Decrease in Due From Other Agencies	(4,023,973)
Increase (Decrease) in Accrued Liabilities	108,634
Increase (Decrease) in Accounts Payable	(168,995)
Increase (Decrease) in Due to Other Funds	315,613
Increase (Decrease) in Due to Other Agencies	656,073
Increase (Decrease) in Unearned Revenue	(258,302)
Increase (Decrease) in Estimated Insurance Claims Payable	65,923
Total Adjustments	(4,207,388)
Net Cash Provided (Used) by Operating Activities	\$ (2,713,290)

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

**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

➤ **Reporting Entity**

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

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

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

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

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

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

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

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

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

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

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

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

Audits of the Foundation's financial statements and the charter schools' financial statements for the fiscal year ended June 30, 2021, are conducted by independent certified public accountants and are filed in the District's administrative office at 75 North Pace Boulevard, Pensacola, Florida.

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

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

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

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

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

(Continued)
DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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

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

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

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

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

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

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

(Continued)
DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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

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

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

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

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

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

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

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

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

➤ **Accounting Change**

GASB Statement No. 84, *Fiduciary Activities*, was implemented by the District during the 2020-21 fiscal year. It establishes criteria for identifying and reporting fiduciary activities of state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. The District does not consider the school internal funds to meet the criteria for reporting as fiduciary activities due to the District's administrative involvement with those funds. As such, the beginning net position of the other governmental funds was increased by \$3,447,132.

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

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

➤ **Fund Balance Policies**

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

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

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

- **Restricted** – Fund balances that are constrained by external parties or legislation. The District reports state categorical carry-over balances and other similar carry-over balances from state or local earmarked revenue as restricted.
- **Committed** - Fund balances that are set aside by formal Board action (typically by adoption of a resolution) to allocate funds for specific purposes. The Board is the highest level of decision-making authority for the district. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation. The District reported no committed fund balance as of June 30, 2021.

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

- Assigned – Fund balances that are reserved or designated for a particular purpose but are not formally imposed by the governing Board. Because there is no formal action by the Board, assigned fund balance does not rise to the level of committed under GASB 54. As such, authority to assigned fund balances may be delegated to the Superintendent or designee and generally exist on a temporary basis. Additional Board action is not required for the removal of an assignment. Assigned fund balances include roll forwards of unspent school budget allocations and local projects that do not have legal or other imposed restrictions.
- Unassigned – Fund balances in General Fund that are not classified in any of the other categories. The unassigned fund balance category is not applicable to any other governmental funds.

➤ **Deposits and Investments**

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

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

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

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

The District's investments in Florida PRIME, which SBA indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, as of June 30, 2021, are similar to money market funds in which shares are owned in the fund rather than the

(Continued)
**DISTRICT SCHOOL BOARD OF
 ESCAMBIA COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

underlying investments. According to GASB Statement 79, these investments are reported at fair value, which is amortized cost. Florida PRIME operates under investment guidelines established by Section 215.47, Florida Statutes.

➤ **Inventories**

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

➤ **Capital Assets**

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported at cost in the government-wide statement of net position but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than fair value at the date of donation. Interest costs incurred during the construction of capital assets are not considered material and are not capitalized as part of the cost of construction.

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

<u>Description</u>	<u>Estimated Lives</u>
Improvements Other Than Buildings	15 years
Buildings and Fixed Equipment	20 - 55 years
Furniture, Fixtures, and Equipment	5 - 15 years
Motor Vehicles	10 - 20 years
Audio Visual Materials and Computer Software	10 - 15 years

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

➤ **Long-Term Liabilities**

Long-term obligations that will be financed from resources to be received in the future by governmental funds are reported as liabilities in the government-wide statement of net

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

position. Bond and Certificates of Participation (COP) premiums and discounts are amortized over the life of the debt using the straight-line method. Bonds and COP payable are reported net of the applicable premiums or discounts.

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

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

➤ **Compensated Absences**

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

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

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

➤ **Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for *deferred outflows of resources*. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense) until then.

The District has two items that qualify for reporting as deferred outflows of resources, the *deferred outflows related to pensions* and the *deferred outflows related to other post-employment benefits (OPEB)* are reported in the government-wide statement of net position. The deferred outflows related to pensions and OPEB are an aggregate of related items as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, respectively. The deferred outflows related to pensions and OPEB will be

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

recognized as either an expense or a reduction in the net liability in future reporting years. Details on the composition of the deferred outflows related to pensions and OPEB are further discussed in subsequent notes.

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

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

➤ **State Revenue Sources**

Revenues from State sources for current operations are primarily from the Florida Education Finance Program administered by the Florida Department of Education (Department) under the provisions of Section 1011.62, Florida Statutes. In accordance with this law, the District determines and reports the number of full-time equivalent (FTE) students and related data to the Department. The Department performs certain edit checks on the reported number of FTE and related data, and calculates the allocation of funds to the District. The District is permitted to amend its original reporting according to a calendar established by the Department. Such amendments may impact funding allocations for subsequent fiscal years. The Department may also adjust subsequent fiscal period allocations based upon an audit of the District's compliance in determining and reporting FTE and related data. Normally, such adjustments are treated as reductions or additions of revenue in the fiscal year when the adjustments are made.

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

The State allocates gross receipts taxes, generally known as Public Education Capital Outlay, 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 FDOE. A

(Continued)
**DISTRICT SCHOOL BOARD OF
ESCAMBIA COUNTY, FLORIDA
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FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

schedule of revenue from State sources for the current fiscal year is presented in a subsequent note.

➤ **District Property Taxes**

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

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

The School Board adopted the 2020 tax levy on September 15, 2020. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4 percent for early payment.

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

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

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

➤ **School Capital Outlay Surtax**

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

At June 30, 2021 two debt issues were either fully or partially secured by sales tax proceeds:

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

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**DISTRICT SCHOOL BOARD OF
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➤ **Federal Revenue Sources**

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

2. BUDGETARY COMPLIANCE AND ACCOUNTABILITY

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

- Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and SBE rules.
- Appropriations are controlled at the object level (e.g., salaries, purchased services, and capital outlay) within each activity (e.g., instruction, student personnel services, and school administration) and may be amended by resolution at any Board meeting no later than the due date for the annual financial report.
- Budgets are prepared using the same modified accrual basis as is used to account for governmental funds.
- Budgetary information is integrated into the accounting system and, to facilitate budget control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at fiscal year-end and encumbrances outstanding are honored from the subsequent fiscal year's appropriations.

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**DISTRICT SCHOOL BOARD OF
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3. INVESTMENTS

As of June 30, 2021, the District has the following investments and maturities:

Investment	Average Maturities	Fair Value	Fair Value Measurement
State Board of Administration			
Florida PRIME (1)			
Governmental Funds	50 Days	\$ 1,432,884	N/A
Internal Service Fund	50 Days	13,039,957	N/A
Debt Service Accounts	6 months	21,755	N/A
Sales Tax Investment Portfolio			
Agency Bonds	3.99 Years	29,272,971	Level 2
Municipal Bonds	1.95 Years	2,339,438	Level 2
Government Bonds	3.47 Years	11,388,864	Level 2
Treasury Bills	149 Days	499,900	Level 2
Commercial Paper	95 Days	7,997,353	N/A
First American Gov Obligations (1)	28 Days	230,533	N/A
Florida Fixed Income Trust (FL FIT)			
Select Cash	3.66 Years	2,998,168	N/A
Enhanced Cash	1.36 Years	16,794,387	N/A
Cash Pool (Series 2016)	97 Days	1,212,196	N/A
Total Investments, Primary Government		\$ 87,228,406	

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

GASB Statement No. 72, Fair Value Measurement and Application

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

- Nonparticipating interest earning investment contracts including non-negotiable certificates of deposit
- Investments in unallocated insurance contracts
- Money market investments and participating interest-earning investment contracts that have remaining maturity at time of purchase of 3 months or less
- Investments held by 2a-7 external investment pools
- Investments in 2a-7-like pools
- Fully benefit-responsive synthetic guaranteed investment contracts
- Investments in life insurance contracts not meeting the definition of a life settlement contract

In addition to expanding the definitions of fair value and investments, GASB Statement No. 72 provides requirements for the valuation and disclosure of assets and liabilities reported at fair value. Governments are to use valuation techniques that are appropriate and for which

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DISTRICT SCHOOL BOARD OF
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sufficient data is available to measure assets and liabilities at fair value. These valuation techniques, which are inputs or data that market participants use in valuing assets and liabilities, should be applied consistently.

The District uses the market approach for fair value measurements.

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

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

Interest Rate Risk

- Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In order to provide sufficient liquidity to pay obligations as they become due, the District's investment policy limits the length of investments as follows: (1) investments of current operating funds shall have maturities of no longer than 2 years, and (2) investments of bond reserves, construction funds, and other nonoperating funds shall have a term appropriate for the need for the funds and in accordance with debt covenants, but in no event shall exceed 5 years.
- The District's investments in Florida PRIME, First American Government Obligations Fund, and Commercial Paper (CP) had weighted average maturities (WAMs) of 50 days, 28 days, and 95 days, respectively, at June 30, 2021.
- The District's investments in Agency Bonds, Government Bonds, and Municipal Bonds had WAMs of 3.99 years, 3.47 years, and 1.95 years, respectively, at June 30, 2021.
- The District's investments in Treasury Bills had a WAM of 149 days.
- Florida Fixed Income Trust (FL FIT) had the following WAM for each portfolio:
 - FL Select Cash Pool – 3.66 years
 - FL FIT Enhanced Cash Pool – 1.36 years
 - FL FIT Cash Pool – 97 days

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DISTRICT SCHOOL BOARD OF
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A portfolio's WAM reflects the average maturity in days or years based on final maturity or reset date, in the case of floating rate instruments. WAM measures the sensitivity of the portfolio to interest rate changes.

➤ As of June 30, 2021, the District has the following interest rate risk by fund:

Investment by Fund	Fair Value	Investment Maturities		
		Six Months or Less	Greater than Six Months to Two Years	Greater than Two Years
Major Governmental Funds:				
General	\$ 5,238,475	\$ 1,432,884	\$ 3,229,122	\$ 576,469
Capital Projects - Local Capital Improvement	6,096,801		5,173,260	923,541
Capital Projects - Other	62,831,418	9,939,982	10,731,444	42,159,992
Nonmajor Governmental	21,755	21,755		
Proprietary - Internal Service Fund (1)	13,039,957	13,039,957		
Total Investments	<u>\$ 87,228,406</u>	<u>\$ 24,434,578</u>	<u>\$ 19,133,826</u>	<u>\$ 43,660,002</u>

(1) Self Insurance Program

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

Credit Risk

➤ Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's investment policy limits authorized investments to the SBA Local Government Surplus Funds Trust Fund Investment Pool, which is known as Florida PRIME; direct obligations of the United States Government Agencies; certain Federal Instrumentalities; interest-bearing time deposits or savings accounts in qualified public depositories, as defined in Section 280.02, Florida Statutes; repurchase agreements secured by the collateral composed of negotiable direct obligations of the United States Government, Government Agencies, and Federal Instrumentalities that have a fair value of 102 percent of the value of the repurchase agreement; commercial paper of the highest credit rating; certain Banker's Acceptances; certain highly rated state and local government taxable or tax-exempt debt; shares of open-end, no-load mutual funds registered under the Investment Company Act of 1940, provided that the portfolio invests primarily in short-term government bonds and money market funds operated in accordance with 17 CFR 270.2a-7, provided the funds are rated no lower than the credit rating applied to the United States government by Standard & Poor's, or the equivalent by another rating agency; and any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act, as provided in Section 163.01, Florida Statutes, provided that the said

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funds contain no derivatives. Investment in any derivative products or the use of reverse repurchase agreements requires specific Board approval.

As of June 30, 2021, the District's investments are rated as follows:

- The District's investments in First American Government Obligations are rated AAAm by Standard and Poor's (S&P) and Aaa-mf by Moody's Investors Service.
- The District's investments in the SBA Florida PRIME are rated AAAm by S&P.
- The District's investments in Agency Bonds are rated AA+ by S&P and Aaa by Moody's.
- The District's investments in Municipal Bonds are rated AA+ by S&P and Aaa by Moody's.
- The District's investments in Treasury Bills are rated A-1+ by S&P and P-1 by Moody's.
- The District's investments in Commercial Paper are rated A-1 by S&P and P-1 by Moody's.
- The District's investments in FL FIT Cash Pool, Enhanced Cash Pool, and Select Cash Pool are rated AAAf/S1 and AAAf/S1, respectively, by Fitch Ratings.
- The District's investments in the SBA Debt Service Accounts are to provide for debt service payments on bond debt issued by the SBE for the benefit of the District. The District relies on policies developed by the SBA for managing credit risk for this account.

Custodial Credit Risk

- Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. Section 218.415(18), Florida Statutes, requires the District to earmark all investments and 1) if registered with the issuer or its agents, the investment must be immediately placed for safekeeping in a location that protects the governing body's interest in the security; 2) if in book entry form, the investment must be held for the credit of the governing body by a depository chartered by the Federal Government, the State, or any other state or territory of the United States which has a branch or principal place of business in this State, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in this State, and must be kept by the depository in an account separate and apart from the assets of the financial institution; or 3) if physically issued to the holder but not registered with the issuer or its agents, must be immediately placed for safekeeping in a secured vault. The District's investment policy requires that securities shall be held with a third-party custodian; and all securities purchased by and all collateral obtained by the District should be properly designated as an asset of the District. As of June 30, 2021, all investments are held with an

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DISTRICT SCHOOL BOARD OF
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appropriate custodian or trustee or are held in accounts in the name of and belonging to the District.

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

Concentration of Credit Risk

- Concentration of credit risk is associated with potential loss of assets attributed to the portion of investment in a single issuer or issue size. The District's investment policy has established asset allocation and issuer limits according to the following investment types:
The Florida Local Government Surplus Funds Trust Fund (Florida PRIME)
Portfolio Composition: A maximum of 35 percent of available funds may be invested in Florida PRIME.

United States Government Securities

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

United States Government Agencies

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

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

Federal Instrumentalities (United States Government sponsored agencies)

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

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

Interest Bearing Time Deposit or Saving Accounts

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

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

Repurchase Agreements

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

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

Commercial Paper

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

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

Registered Investment Companies (Mutual Funds and Money Markets)

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

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

Intergovernmental Investment Pool

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

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

4. RECEIVABLES

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

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DISTRICT SCHOOL BOARD OF
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5. CHANGES IN CAPITAL ASSETS

Changes in capital assets are presented in the table below.

	Balance 7-1-20	Additions	Deletions	Balance 6-30-21
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated:				
Land	\$ 12,945,761	\$ -	\$ 62,000	\$ 12,883,761
Construction in Progress	20,902,196	24,861,194	17,651,279	28,112,111
Total Capital Assets Not Being Depreciated	<u>33,847,957</u>	<u>24,861,194</u>	<u>17,713,279</u>	<u>40,995,872</u>
Capital Assets Being Depreciated:				
Improvements Other Than Buildings	20,914,333	1,018,760		21,933,093
Buildings and Fixed Equipment	514,755,574	16,589,443	175,032	531,169,985
Furniture, Fixtures, and Equipment	15,603,291	739,259	561,163	15,781,387
Motor Vehicles	56,915,283	3,498,540	3,900,255	56,513,568
Audio Visual Materials and Computer Software	9,148,859		7,600,187	1,548,672
Total Capital Assets Being Depreciated	<u>617,337,340</u>	<u>21,846,002</u>	<u>12,236,637</u>	<u>626,946,705</u>
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	13,154,824	1,083,430		14,238,254
Buildings and Fixed Equipment	189,868,167	9,351,299	170,878	199,048,588
Furniture, Fixtures, and Equipment	10,035,161	816,177	501,617	10,349,721
Motor Vehicles	22,591,541	2,767,607	3,193,032	22,166,116
Audio Visual Materials and Computer Software	8,237,465	99,152	7,194,281	1,142,336
Total Accumulated Depreciation	<u>243,887,158</u>	<u>14,117,665</u>	<u>11,059,808</u>	<u>246,945,015</u>
Total Capital Assets Being Depreciated, Net	<u>373,450,182</u>	<u>7,728,337</u>	<u>1,176,829</u>	<u>380,001,690</u>
Governmental Activities Capital Assets, Net	<u>\$ 407,298,139</u>	<u>\$ 32,589,531</u>	<u>\$ 18,890,108</u>	<u>\$ 420,997,562</u>

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

<u>Function</u>	<u>Amount</u>
GOVERNMENTAL ACTIVITIES	
Instruction	\$ 7,977,200
Student Support Services	8,495
Instructional Media Services	2,743
Instruction and Curriculum Development Services	66,066
Instructional Staff Training Services	3,422
Instruction-Related Technology	91,722
General Administration	159
School Administration	18,135
Facilities Acquisition and Construction	2,341,264
Food Services	369,350
Central Services	89,200
Student Transportation Services	2,485,635
Operation of Plant	136,022
Maintenance of Plant	361,131
Administrative Technology Services	162,331
Community Services	4,790
Total Depreciation Expense - Governmental Activities	<u>\$ 14,117,665</u>

6. SCHOOL DISTRICT LOAN PROGRAM

In accordance with the School District Loan Program authorized by Chapter 2006-25, Laws of Florida, the District applied for and received an interest-free loan from the Florida Department of Education totaling \$2,571,706, which is included as a liability of the General Fund. The loan enabled the District to meet operating expenses while awaiting resolution of litigation regarding school property taxes for Pensacola Beach property owners. Loan provisions require District personnel to notify the Florida Department of Education within 5 business days after the resolution of the litigation. Repayment of the loan must be made within 20 business days following the resolution of the litigation or the District may submit a repayment plan not to exceed 2 fiscal years. Changes in short-term loan liability is as follow:

<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
7/1/20			6/30/21
\$ 2,571,706	\$ -	\$ -	\$ 2,571,706

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**DISTRICT SCHOOL BOARD OF
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7. CERTIFICATES OF PARTICIPATION

The District entered into financing arrangements, characterized as lease purchase agreements, with the Florida School Boards Association, Inc., whereby the District secured financing of various educational facilities. The financing was accomplished through the issuance of Certificates of Participation to be repaid from the proceeds of rents paid by the District. The following schedule describes the current status of the principal balances of these issues at June 30, 2021:

Issue	Original	Principal		Refunded By Series	Balance 6-30-21
	Amount	Paid	Refunded		
Series 1992	\$ 55,830,000	\$ 15,030,000	\$ 40,800,000	1996-1, 2002	\$ -
Series 1996-1	26,740,000	6,485,000	20,255,000	2005, 2006, 2011	-
Series 1996-2	21,645,000	-	21,645,000	2004	-
Series 2002	16,745,000	16,745,000	-		-
Series 2004	22,725,000	885,000	21,840,000	2014	-
Series 2005	10,000,000	10,000,000	-		-
Series 2006	10,000,000	10,000,000	-		-
Series 2011	1,124,561	1,124,561	-		-
Series 2014	19,840,000	15,125,000	-		4,715,000
Series 2020A	37,675,000	-	-		37,675,000
	<u>\$ 222,324,561</u>	<u>\$ 75,394,561</u>	<u>\$ 104,540,000</u>		<u>\$ 42,390,000</u>

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

- The ground leases on the property associated with the Series 1992, 1996-1, 2002, 2005, 2006, and 2011 Certificates ended on the earlier of (a) the date on which the Series 1996-1, 2005, 2006, and 2011 Certificates, and any Certificates of Participation refunding such Certificates, have been paid in full, or provision for their payment has been made, or (b) June 30, 2028.
- The ground leases on the property associated with the Series 1996-2, 2004, and 2014 Certificates end on the earlier of (a) the date on which the series of Certificates has been paid in full, or (b) June 30, 2022.
- The ground leases on the property associated with the Series 2020A Certificates will end on February 1, 2037.

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

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

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

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

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

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

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

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

The lease payments for both the Series 2014 and Series 2020A Certificates are payable by the District, semiannually, on August 1 and February 1 at interest rates of 5 percent. The following is a schedule by fiscal year of the remaining lease payments under each lease agreement, together with the present value of minimum lease payments as of June 30, 2021:

- Lease payments for the Series 2014 Certificates are funded from capital outlay millage proceeds.
- Lease payment for the Series 2020A Certificates are funded from both capital outlay millage proceeds (58 percent) and half-cent sales surtax proceeds (42 percent).

<u>Fiscal Year Ending June 30</u>	Series 2014		
	Total	Principal	Interest
2022	\$ 4,832,875	\$ 4,715,000	\$ 117,875
Total Minimum Lease Payments	4,832,875	4,715,000	117,875
Unamortized Premium	357,906	357,906	
Total Certificates of Participation	<u>\$ 5,190,781</u>	<u>\$ 5,072,906</u>	<u>\$ 117,875</u>

<u>Fiscal Year Ending June 30</u>	Series 2020A		
	Total	Principal	Interest
2022	\$ 1,883,750	\$ -	\$ 1,883,750
2023	8,533,250	6,820,000	1,713,250
2024	8,523,750	7,160,000	1,363,750
2025	8,511,875	7,515,000	996,875
2026	8,506,625	7,895,000	611,625
2027	8,492,125	8,285,000	207,125
Total Minimum Lease Payments	44,451,375	37,675,000	6,776,375
Unamortized Premium	6,272,527	6,272,527	-
Total Certificates of Participation	<u>\$ 50,723,902</u>	<u>\$ 43,947,527</u>	<u>\$ 6,776,375</u>

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**DISTRICT SCHOOL BOARD OF
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8. BONDS PAYABLE

SBE Bonds payable at June 30, 2021, are as follows:

Bond Type	Original Debt Issue Amount	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To
State School Bonds:				
Series 2011A (Refunding)	\$ 2,625,000	\$ 135,000	3-5	2023
Series 2014A (Refunding)	229,000	93,000	3-5	2025
Series 2017A (Refunding)	812,000	633,000	3-5	2028
Series 2020A (Refunding)	126,000	116,000	2-5	2030
Subtotal	3,792,000	977,000		
Unamortized Premiums, Net	440,398	106,615		
Total Bonds Payable	<u>\$ 4,232,398</u>	<u>\$ 1,083,615</u>		

The various bonds were issued to finance capital outlay projects of the District. The following is a description of the bonded debt issues:

State School Bonds

These bonds are issued by the SBE on behalf of the District. The bonds mature serially, and are secured by a pledge of the District's portion of the State-assessed motor vehicle license tax. The total revenues received in the current fiscal year were \$1,641,295, all of which was applicable to debt service. Principal and interest payments, investment of Debt Service Fund resources, and compliance with reserve requirements are administered by the SBE and the SBA.

Annual requirements to amortize all bonded debt outstanding as of June 30, 2021, are as follows:

Fiscal Year Ending June 30	Total	Principal	Interest
State School Bonds:			
2022	\$ 215,400	\$ 172,000	\$ 43,400
2023	222,100	186,000	36,100
2024	152,530	124,000	28,530
2025	132,330	110,000	22,330
2026	126,990	110,000	16,990
2027-2030	294,480	275,000	19,480
Subtotal	1,143,830	977,000	166,830
Unamortized Premiums, Net	106,615	106,615	-
Total Bonds Payable	<u>\$ 1,250,445</u>	<u>\$ 1,083,615</u>	<u>\$ 166,830</u>

Sales Tax Revenue Bonds

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

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

During the 2020-21 fiscal year, the District recognized sales tax revenues totaling \$32,008,937 and expended \$5,789,800 (18.1 percent) of these revenues for debt service directly collateralized by these revenues.

Series 2016 Bonds payable at June 30, 2021, are as follows:

Bond Type	Original Debt Issue Amount	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To
Sales Tax Revenue Bonds:				
Series 2016	\$ 51,910,000	\$ 34,260,000	5	2028
Unamortized Premiums, Net	<u>8,641,751</u>	<u>5,041,021</u>		
Total Bonds Payable	<u>\$ 60,551,751</u>	<u>\$ 39,301,021</u>		

The following is a schedule by years of the future annual debt service of the Series 2016 Bonds at June 30, 2021:

Fiscal Year Ending June 30	Total	Principal	Interest
Sales Tax Revenue Bonds:			
2022	\$ 5,769,250	\$ 4,250,000	\$ 1,519,250
2023	5,749,625	4,435,000	1,314,625
2024	5,742,375	4,655,000	1,087,375
2025	5,738,750	4,890,000	848,750
2026	5,770,625	5,135,000	635,625
2027-2028	<u>11,446,375</u>	<u>10,895,000</u>	<u>551,375</u>
Subtotal	40,217,000	34,260,000	5,957,000
Unamortized Premiums, Net	<u>5,041,021</u>	<u>5,041,021</u>	-
Total Bonds Payable	<u>\$ 45,258,021</u>	<u>\$ 39,301,021</u>	<u>\$ 5,957,000</u>

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9. CHANGES IN LONG-TERM LIABILITIES

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

Description	Balance 7-1-20	Additions	Deductions	Balance 6-30-21	Due in One Year
GOVERNMENTAL ACTIVITIES					
SBE Bonds Payable	\$ 1,136,000	\$ -	\$ 159,000	\$ 977,000	\$ 172,000
Unamortized Premiums, Net	150,322	-	43,707	106,615	-
Total SBE Bonds Payable	<u>1,286,322</u>	<u>-</u>	<u>202,707</u>	<u>1,083,615</u>	<u>172,000</u>
Sales Tax Revenue Bonds Payable	38,365,000	-	4,105,000	34,260,000	4,250,000
Unamortized Premiums, Net	5,761,167	-	720,146	5,041,021	-
Total Sales Tax Revenue Bonds Payable	<u>44,126,167</u>	<u>-</u>	<u>4,825,146</u>	<u>39,301,021</u>	<u>4,250,000</u>
Certificates of Participation Payable	9,205,000	37,675,000	4,490,000	42,390,000	4,715,000
Unamortized Premium	715,811	7,317,949	1,403,327	6,630,433	-
Total Certificates of Participation Payable	<u>9,920,811</u>	<u>44,992,949</u>	<u>5,893,327</u>	<u>49,020,433</u>	<u>4,715,000</u>
Estimated Insurance Claims Payable	26,632,157	39,602,975	39,537,052	26,698,080	7,362,255
Compensated Absences Payable	40,904,268	4,306,083	4,891,799	40,318,552	4,151,637
Net Pension Liability	223,849,731	90,117,487	48,612,710	265,354,508	787,798
Other Postemployment Benefits Payable	12,990,647	5,235,084	2,184,520	16,041,211	-
Total Governmental Activities	<u>\$ 359,710,103</u>	<u>\$ 184,254,578</u>	<u>\$ 106,147,261</u>	<u>\$ 437,817,420</u>	<u>\$ 21,438,690</u>

For the governmental activities, net pension liabilities, compensated absences and other postemployment benefits are generally liquidated with resources of the General Fund. The estimated insurance claims are generally liquidated with resources of the internal service funds.

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10. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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

Funds	Interfund	
	Receivables	Payables
Major:		
General	\$ 3,358,485	\$ 251,273
Special Revenue - Other	-	1,288,783
Special Revenue - Federal Education Stabilization Fund	245,016	1,556,907
Capital Projects - Other	-	58,530
Nonmajor Governmental	19,162	160,923
Internal Service	9,366	315,613
Total	<u>\$ 3,632,029</u>	<u>\$ 3,632,029</u>

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

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

Funds	Interfund	
	Transfers In	Transfers Out
Major:		
General	\$ 7,592,420	\$ -
Capital Projects - Local Capital Improvement	-	13,068,060
Capital Projects - Other	44,650,000	6,936,137
Nonmajor Governmental	12,411,777	44,650,000
Total	<u>\$ 64,654,197</u>	<u>\$ 64,654,197</u>

Transfers among funds were as follows: (1) Capital Outlay funds were transferred to the General Fund to cover eligible maintenance operational costs, payment of property insurance premiums, charter school capital outlay distributions, (2) Capital Outlay funds were transferred to Debt Service (nonmajor) funds to provide for debt service requirements for Sales Tax Revenue Bonds and Certificates of Participation, and (3) Debt Service new COP funds were transferred to Capital Outlay proceeds account.

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11. FUND BALANCE REPORTING

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

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

- **Nonspendable.** The net current financial resources that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Generally, not in spendable form means that an item is not expected to be converted to cash. Examples of items that are not in spendable form include inventory, prepaid amounts, long-term amounts of loans and notes receivable, and property acquired for resale. The District classifies its amounts reported as inventories as nonspendable.
- **Restricted.** The portion of fund balance on which constraints have been placed by creditors, grantors, contributors, laws or regulations of other governments, constitutional provisions, or enabling legislation. Restricted fund balance places the most binding level of constraint on the use of fund balance. The District classifies most of its fund balances, other than General Fund, as restricted, as well as unspent State categorical and earmarked educational funding reported in the General Fund, that are legally or otherwise restricted.
- **Committed.** The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the highest level of decision-making authority (i.e., the Board). Generally, such formal action by the Board would be in the form of a resolution or Board policy. These amounts cannot be used for any other purpose, unless the Board removes or changes the specified use by taking the same action it employed to previously commit the amounts. The District did not have any committed fund balances at June 30, 2021.
- **Assigned.** The portion of fund balance that is intended to be used for specific purposes, but is neither restricted nor committed. Assigned amounts include those that have been set aside for specific purposes, such as allocated school-based funds, specific reserves for projects and contingencies, and other designated uses. Constraints imposed for assigned fund balances do not satisfy the criteria to be classified as restricted or committed. This category also includes any remaining positive amounts, for governmental funds, other than the General Fund, not classified as nonspendable, restricted, or committed. The District also classifies amounts as assigned that are constrained to be used for specific purposes based on actions of the Superintendent and Assistant Superintendent for Finance and Business Services and not included in other categories. The District has determined a total assigned fund balance of \$23,768,179 consisting of the following: encumbered local project carryovers totaling \$3,078,255; unencumbered local project carryovers totaling \$8,321,729 and local project contingencies of \$12,368,195.
- **Unassigned.** The portion of fund balance that is the residual classification for the General Fund. This balance represents amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned for specific purposes. Unassigned fund balance totaled \$8,235,058 at June 30, 2021.

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

As of June 30, 2020, the assigned and unassigned fund balance in the General Fund totaled \$32,003,237 (10.2 percent of General Fund revenues).

12. SIGNIFICANT COMMITMENTS

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

The following is a schedule of encumbrances at June 30, 2021:

General	Special Revenue - Other Federal Programs	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
		Special Revenue - Federal Education Stabilization Fund	Capital Projects - Local Capital Improvement	Capital Projects - Other		
\$ 8,520,718	\$ 331,791	\$ 238,674	\$ 4,180,180	\$ 30,387,016	\$ 1,580,328	\$ 45,238,707

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

Project	Contract Amount	Completed to Date	Balance Committed
Districtwide Projects:			
Roofing Projects	\$ 4,159,191	\$ 2,607,105	\$ 1,552,086
Mechanical and Life Safety Systems	3,772,471	3,108,901	663,570
School Specific Projects:			
New Construction - Pleasant Grove Elementary School	38,996,783	13,859,763	25,137,020
Lakeview Renovation - Judy Andrews Location	459,881	48,863	411,018
Pensacola High School - Bus Ramp/Tennis Courts	1,147,171	893,156	254,015
Beulah Elementary School - Cafeteria and Classroom	563,059	184,457	378,602
Tate High School - Agriscience Building	684,012	451,628	232,384
Holm Elementary School - Renovations (1)	1,903,100	1,460,732	442,368
Total	<u>\$ 51,685,668</u>	<u>\$ 22,614,605</u>	<u>\$ 29,071,063</u>

(1) - Related to Hurricane Sally

Total other construction contract commitments (individually below \$250,000) amounted to \$849,619 at June 30, 2021.

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13. SCHEDULE OF STATE REVENUE SOURCES

The following is a schedule of the District's State revenue for the 2020-21 fiscal year:

<u>Source</u>	<u>Amount</u>
Florida Education Finance Program	\$ 158,923,526
Categorical Educational Program - Class Size Reduction	42,713,776
Workforce Development Program	3,963,386
Motor Vehicle License Tax (Capital Outlay and Debt Service)	1,641,295
Voluntary Pre-K Program	831,796
Racing Commission Funds	446,500
Charter School Capital Outlay	347,992
Workforce Training Grant	34,943
Food Service Supplement	279,178
Computer Sciebce Certification	95,563
Florida Student Assistance Grant	85,010
Law Enforcement Training	84,614
State License Tax	59,594
Youth Mental Health Awareness Training	17,548
University of South Florida - SEDNET	74,118
Miscellaneous	641,498
Total	<u><u>\$ 210,240,337</u></u>

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

14. PROPERTY TAXES

The following is a summary of millages and taxes levied on the 2020 tax roll for the 2020-21 fiscal year:

<u>GENERAL FUND</u>	<u>Millages</u>	<u>Taxes Levied</u>
Nonvoted School Tax:		
Required Local Effort	3.829	\$ 83,437,700
Discretionary Local Effort	0.748	16,299,660
<u>CAPITAL PROJECTS FUNDS</u>		
Nonvoted Tax:		
Local Capital Improvement	1.351	29,439,627
Total	<u><u>5.928</u></u>	<u><u>\$ 129,176,988</u></u>

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**DISTRICT SCHOOL BOARD OF
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15. FLORIDA RETIREMENT SYSTEM

Pensions. In the government-wide statement of net position, liabilities are recognized for the District's proportionate share of each pension plan's net pension liability. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (HIS) defined benefit plan and additions to/deductions from the FRS's and the HIS's fiduciary net position have been determined on the same basis as they are reported by the FRS and the HIS plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms.

Governmental Accounting Standards Board Statement No. 68. The District participates in the FRS defined benefit pension plan and the HIS defined benefit plan administered by Florida Division of Retirement. As a participating employer, the District implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, for the fiscal year ended June 30, 2015, which requires employers participating in cost-sharing multiple-employer defined benefit pension plans to report the employers' proportionate share of the net pension liabilities and related pension amounts of the defined benefit pension plans. The District's proportionate share of the net pension liabilities at June 30, 2021, totaled \$265,354,508 (Pension Plan - \$189,786,505, HIS Plan - \$75,568,003).

General Information about the FRS.

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

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

The District's total pension expense was \$43,269,973 (Pension Plan - \$37,623,708, HIS Plan - \$5,646,265) for the fiscal year ended June 30, 2021.

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FRS Pension Plan

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

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

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

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

Benefits Provided. Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

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

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

Contributions. The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2020-21 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer (1)</u>
FRS, Regular	3.00	10.00
FRS, Elected County Officers	3.00	49.18
DROP - Applicable to		
Members from All of the Above Classes	0.00	16.98
FRS, Reemployed Retiree	(2)	(2)

Notes: (1) Employer rates include 1.66 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.06 percent for administrative costs of the Investment Plan.

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

The District's contributions (not including employee contributions) to the Plan for the fiscal year ended June 30, 2020 totaled \$18,049,305 which was equal to the required contributions for the fiscal year.

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Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2021, the District reported a liability of \$189,786,505 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020. The District's proportionate share of the net pension liability was based on the District's 2019-20 fiscal year contributions relative to the 2019-20 fiscal year contributions of all participating members.

At June 30, 2020, the District's proportionate share was 0.437886599 percent, which was 0.009583646 less than the proportionate share measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the District recognized pension expense of \$37,623,708 related to the Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 7,263,516	\$ -
Change of assumptions	34,357,396	-
Net difference between projected and actual earnings on FRS pension plan investments	11,300,071	-
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	-	7,164,229
District FRS contributions subsequent to the measurement date	18,049,305	-
Total	<u>\$ 70,970,288</u>	<u>\$ 7,164,229</u>

The deferred outflows of resources related to pensions, totaling \$18,049,305, resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

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Fiscal Year Ending June 30	Amount
2022	\$ 8,582,116
2023	15,063,096
2024	13,043,217
2025	7,645,070
2026	1,423,255
Thereafter	-
Total	\$ 45,756,754

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

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

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

The actuarial assumptions used in the July 1, 2020, valuation were based on the results of an actuarial experience study for the period July 1, 2013, through June 30, 2018.

The long-term expected rate of return on pension plan investments consist of two building block components: 1) a real (in excess of inflation) return of 4.30 percent, consistent with the capital market outlook developed during 2020 by the outside investment consultant to the Florida State Board of Administration; and 2) a long-term average annual inflation assumption of 2.40 percent as adopted in October 2020 by the FRS Actuarial Assumption Conference.

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.0%	2.2%	2.2%	1.2%
Fixed Income	19.0%	3.0%	2.9%	3.5%
Global Equity	54.2%	8.0%	6.7%	17.1%
Real Estate (Property)	10.3%	6.4%	5.8%	11.7%
Private Equity	11.1%	10.8%	8.1%	25.7%
Strategic Investments	4.4%	5.5%	5.3%	6.9%
Total	100.0%			
Assumed inflation - Mean			2.4%	1.7%

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

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Discount Rate. The discount rate used to measure the total pension liability was 6.8 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate used in the 2020 valuation was updated from 6.9 percent to 6.8 percent.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.8 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.8 percent) or 1 percentage point higher (7.8 percent) than the current rate:

	1% Decrease (5.8%)	Current Discount Rate (6.8%)	1% Increase (7.8%)
District's proportionate share of the net pension liability	\$ 303,057,154	\$ 189,786,505	\$ 95,182,367

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

Payables to the Pension Plan. At June 30, 2021, the District reported payables of \$59,995 and \$242,474 for the outstanding amount of employee and employer contributions, respectively.

HIS Pension Plan

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

Benefits Provided. For the fiscal year ended June 30, 2021, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions. The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2021, the contribution rate was 1.66 percent of payroll pursuant to Section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding 3 years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

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The District's contributions to the HIS Plan totaled \$3,657,265 for the fiscal year ended June 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2021, the District reported a net pension liability of \$75,568,003 for its proportionate share of the HIS Plan's net pension liability. The current portion of the net pension liability is the District's proportionate share of benefit payments expected to be paid within 1 year, net of the District's proportionate share of the HIS Plan's fiduciary net position available to pay that amount. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019, and update procedures were used to determine the net pension liability as of June 30, 2020. The District's proportionate share of the net pension liability was based on the District's 2019-20 fiscal year contributions relative to the total 2019-20 fiscal year contributions of all participating members. At June 30, 2020, the District's proportionate share was 0.618910818 percent, which was a decrease of 0.004444375 from its proportionate share measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the District recognized pension expense of \$5,646,265 related to the HIS Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 3,091,189	\$ 58,296
Change of assumptions	8,125,712	4,393,985
Net difference between projected and actual earnings on HIS pension plan investments	60,334	-
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	217,880	3,512,751
District contributions subsequent to the measurement date	3,657,265	-
Total	<u>\$ 15,152,380</u>	<u>\$ 7,965,032</u>

The deferred outflows of resources related to pensions, totaling \$3,657,265, resulting from District contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

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Fiscal Year Ending June 30	<u>Amount</u>
2021	\$ 1,237,234
2022	622,684
2023	(435,992)
2024	285,755
2025	887,186
Thereafter	<u>933,216</u>
Total	<u>\$ 3,530,083</u>

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

Inflation	2.40 percent
Salary Increases	3.25 percent, average, including inflation
Discount Rate	2.21 percent
Municipal Bond Rate	2.21 percent

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

Discount Rate. The discount rate used to measure the total pension liability was 2.21 percent. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The discount rate used in the 2019 valuation was updated from 3.50 percent to 2.21 percent.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 2.21 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.21 percent) or 1 percentage point higher (3.21 percent) than the current rate:

	1% Decrease (1.21%)	Current Discount Rate (2.21%)	1% Increase (3.21%)
District's proportionate share of the net pension liability	\$ 87,353,239	\$ 75,568,003	\$ 65,921,822

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

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

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

	<u>Pension Plan</u>	<u>HIS Plan</u>	<u>Total</u>
Net Pension Liabilities	\$ 189,786,505	\$ 75,568,003	\$ 265,354,508
Deferred Outflows of Resources	70,970,288	15,152,380	86,122,668
Deferred Inflows of Resources	7,164,229	7,965,032	15,129,261
Pension Expense	37,623,708	5,646,265	43,269,973

FRS – Defined Contribution Pension Plan

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

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. District employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Allocations to the investment member's accounts during the 2020-21 fiscal year were as follows:

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

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5 year period, the employee will regain control over their account. If the employee does not

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**DISTRICT SCHOOL BOARD OF
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return within the 5 year period, the employee will forfeit the accumulated account balance. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of Investment Plan members. For the fiscal year ended June 30, 2021, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

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

There were 2,321 District participants in the Investment Plan during the 2020-21 fiscal year. The District's total contribution to the plan, including the employee portion totaled \$6,276,972 (which was equal to the required contribution for the 2020-21 fiscal year). The employer portion was \$4,835,925.

16. EARLY TERMINATION BENEFITS

Retirement Incentive. Board policy provides for the payment of retirement incentive bonuses to District personnel who retire by the end of the fiscal year in which they first become eligible under any retirement plan sponsored by a unit of Florida municipal, local, or State government and who have a minimum of 15 years of service with the District. The Retirement Incentive is equal to 25 percent of the qualified employee's gross annual salary. In addition to payments made for regular termination benefits, the District reported expenditures totaling \$307,098 during the 2020-21 fiscal year for Retirement Incentive pay.

17. OTHER POSTEMPLOYMENT BENEFITS PAYABLE

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

Plan Description. The OPEB healthcare plan is a single-employer, defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who retire from the District are eligible to participate in one of four self-funded comprehensive plans for medical and prescription drug coverage. The District subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees.

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No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75.

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

Funding Policy. Plan contribution requirements of the District are established and may be amended through recommendations of the Insurance Committee and action from the Board. The District has not advanced-funded or established a funding methodology for the OPEB costs or the net OPEB obligation. The actuarial valuation was based on personnel data at July 1, 2020 in which 128 retirees and 18 eligible dependents received postemployment healthcare benefits. For the 2020-21 fiscal year, the District provided required contributions of \$2,184,520 toward annual OPEB costs, an increase of \$390,923 over the prior fiscal year (\$1,793,597), comprised of benefit payments made on behalf of retirees for claims expenses, retention costs, and net of retiree contributions totaling \$2,432,311, 1.0 percent of covered payroll. Required contributions are based on projected pay-as-you-go financing.

As of July 1, 2020, the following employees were covered by the benefit terms:

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

Total OPEB Liability. The District's total OPEB liability was measured as of June 30, 2020 and was determined by an actuarial valuation as of July 1, 2020.

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

The District's OPEB actuarial valuation for the 2019-20 fiscal year used the entry age normal cost actuarial method to estimate the unfunded actuarial liability as of June 30, 2021, and to estimate the District's annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 2.21 percent rate of return on invested assets, which is the

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**DISTRICT SCHOOL BOARD OF
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District's long-term expectation of investment returns under its investment policy. The actuarial assumptions also included a payroll growth rate of 3 percent per year, salary increases of 4.5 percent, general inflation is 2.5 percent, and an annual healthcare cost trend rate of 7.20 percent initially for the 2020-21 fiscal year, reduced to an ultimate rate of 4.5 percent for the fiscal year ending June 30, 2031. Under GASB Statement No. 75 the entire amount of the unfunded OPEB liability is reported.

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

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

	Increase (Decrease)
	Total OPEB Liability
Balance Recognized at 6/30/2020 (Based on 6/30/2019 Measurement Date)	\$ 12,990,647
Changes Recognized for the Fiscal Year:	
Service Costs	1,071,486
Interest on the total OPEB Liability	455,573
Differences Between Expected and Actual Experience	1,742,173
Changes in Assumptions	1,965,852
Benefit Payments	(2,184,520)
Contributions From Employer	-
Net Changes	3,050,564
Balance Recognized at 6/30/2021 (Based on 6/30/2020 Measurement Date)	\$ 16,041,211

Interest Rate Sensitivity. The following table illustrates the impact of interest rate sensitivity on the Total OPEB Liability for the fiscal year ended June 30, 2021:

	1% Decrease (1.21%)	Current Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB Liability	\$ 16,971,423	\$ 16,041,211	\$ 15,110,573

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**DISTRICT SCHOOL BOARD OF
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Healthcare Cost Trend Sensitivity. The following table illustrates the impact of healthcare cost trend sensitivity on the Total OPEB Liability for the fiscal year ended June 30, 2021:

	1% Decrease (6.20%)	Current Trend (7.20%)	1% Increase (8.20%)
Total OPEB Liability	\$ 14,361,779	\$ 16,041,211	\$ 18,017,533

OPEB Expense and Deferred Outflows/Inflows of Resources. For the year ended June 30, 2021 the District recognized OPEB expense of \$1,568,393. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 2,023,577	\$ 474,875
Change of assumptions	1,786,336	1,688,473
Sub Total	3,809,913	2,163,348
Contributions made in FYE 6/30/2021 after measurement date	1,734,282	-
Total	\$ 5,544,195	\$ 2,163,348

The deferred outflows of resources related to OPEB, totaling \$1,734,282, resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2022	\$ 41,334
2023	56,935
2024	255,390
2025	786,971
2026	505,935
Total	\$ 1,646,565

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

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

18. RISK MANAGEMENT PROGRAMS

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

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

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

For all programs for which the District is self-insured, an undiscounted liability in the amount of \$26,698,080 (\$23,207,080 for workers’ compensation, automobile and general liability claims, and \$3,491,000 for dental, prescription drug, and health insurance claims) was actuarially determined to cover estimated incurred, but not reported claims and insurance claims payable at June 30, 2021.

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

Fiscal Year	Beginning-of- Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2019-20	\$ 28,971,591	\$ 36,326,841	\$ (38,666,275)	\$ 26,632,157
2020-21	26,632,157	39,602,975	(39,537,052)	26,698,080

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DISTRICT SCHOOL BOARD OF
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19. OTHER LOSS CONTINGENCY

The Escambia County Property Appraiser has been involved in ongoing litigation with the Pensacola Beach Leaseholders and Residents Association regarding the appraisals on and taxability of the values of leasehold improvements and land on Pensacola Beach. During the litigation, some leaseholders have chosen to pay the assessed taxes, while others have chosen not to pay the assessed taxes pending the outcome.

The Florida Supreme Court ruled during the 2013-14 fiscal year that the leasehold improvements were taxable. The Property Appraiser was of the opinion that the land under lease is also addressed by the Court ruling but the leaseholders disagree. In March of 2016, the Florida 1st District Court of Appeals ruled that the land was not taxable in a specific case involving a condominium development. As a result, the Property Appraiser entered into settlement agreements with the Pensacola Beach leaseholders and the litigation was dismissed with prejudice.

The settlement agreements entered into between the Property Appraiser and the Pensacola Beach leaseholders requires the District to refund a portion of the property tax revenues previously collected. As of June 30, 2021, refunds totaled \$6,057,273, all of which were recorded in the 2018-19 fiscal year. There are currently no additional refund requests in process according to the Escambia County Tax Collector. However, certain residential cases are still pending either has there been any notification that future refund orders will be forthcoming. However, the District will maintain a budgeted reserve of approximately \$1.7 million through the upcoming 2021-22 fiscal year for potential beach tax refunds to leaseholders.

As of June 30, 2021, the District has received \$33,622,514 in taxes collected from residential leaseholders.

20. LITIGATION

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



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REQUIRED SUPPLEMENTARY
INFORMATION



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

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

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

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
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SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE TOTAL OPEB LIABILITY
LAST 10 FISCAL YEARS*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the total OPEB liability	100.00%	100.00%	100.00%	100.00%
District's proportionate share of the total OPEB liability (asset)	\$ 16,041,211	\$ 12,990,647	\$ 12,257,643	\$ 15,022,888
District's covered payroll	214,865,105	208,523,980	208,266,112	279,651,532
District's proportionate share of the total OPEB liability (asset) as a percentage of the covered payroll	7.47%	6.23%	5.89%	5.37%
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%	0.00%

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

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
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SCHEDULE OF DISTRICT CONTRIBUTIONS - OPEB
LAST 10 FISCAL YEARS*

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

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

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

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

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Total OPEB Liability was \$16,041,211 at the June 30, 2020 measurement date.

Actuarial Valuation:

Cost Method - Entry Age Normal Cost Method

Method Changes - None

Assumption Changes:

- A change in the funding discount rate from 3.51 percent at June 30, 2020 to 2.21 percent at June 30, 2021.
- The mortality improvement projection scale was updated from MP-2019 to MP-2020.
- A change in the spousal coverage assumption for males from 85 percent married and 30 percent spousal coverage to 65 percent married and 20 percent spousal coverage.
- A change in retirement rates, withdrawal rates, and disability rates based on 2019 FRS experience study (previously 2014 FRS experience study).
- A change in medical trend rates and claims from those developed as of July 1, 2020 (previously July 1, 2019).

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

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

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's proportion of the FRS net pension liability	0.437886599%	0.447470245%	0.460707327%	0.474619344%	0.492777162%
District's proportionate share of the FRS net pension liability	\$ 189,786,505	\$ 154,102,523	\$ 138,767,435	\$ 140,389,217	\$ 124,426,620
District's covered payroll	214,865,105	208,523,980	208,266,112	279,651,532	226,377,227
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	88.33%	73.90%	66.63%	50.20%	54.96%
FRS Plan fiduciary net position as percentage of total pension liability	78.85%	82.61%	84.26%	83.89%	84.88%
	<u>2015</u>	<u>2014</u>	<u>2013</u>		
District's proportion of the FRS net pension liability	0.522779113%	0.523517774%	0.510916965%		
District's proportionate share of the FRS net pension liability	\$ 67,523,934	\$ 31,942,283	\$ 87,951,549		
District's covered payroll	217,952,759	209,931,489	196,359,029		
District's proportionate share of the FRS net pension liability as a percentage of its covered payroll	30.98%	15.22%	44.79%		
FRS Plan fiduciary net position as percentage of total pension liability	92.00%	96.09%	88.54%		

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

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

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

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required FRS contribution	\$ 18,049,305	\$ 14,549,031	\$ 13,874,806	\$ 13,129,789	\$ 12,355,510
FRS contributions in relation to the contractually required contribution	<u>(18,049,305)</u>	<u>(14,549,031)</u>	<u>(13,874,806)</u>	<u>(13,129,789)</u>	<u>(12,355,510)</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 220,346,859	\$ 214,865,105	\$ 208,523,980	\$ 208,266,112	\$ 279,651,532
FRS contributions as a percentage of covered payroll	8.19%	6.77%	6.65%	6.30%	4.42%
	<u>2016</u>	<u>2015</u>	<u>2014</u>		
Contractually required FRS contribution	\$ 12,017,157	\$ 12,745,799	\$ 11,467,261		
FRS contributions in relation to the contractually required contribution	<u>(12,017,157)</u>	<u>(12,745,799)</u>	<u>(11,467,261)</u>		
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		
District's covered payroll	\$ 226,377,227	\$ 217,952,759	\$ 209,931,489		
FRS contributions as a percentage of covered payroll	5.31%	5.85%	5.46%		

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

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

There were no changes in benefit terms for the fiscal year ended June 30, 2021.

Changes in Assumptions. The long-term expected rate of return, net of investment expense, decreased from 6.9 percent to 6.8 percent and the active member mortality assumption was updated. A decrease in discount rate results in an increase in pension liability.

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

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY –
HEALTH INSURANCE SUBSIDY PENSION PLAN
LAST 10 FISCAL YEARS*

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's proportion of the HIS net pension liability (asset)	0.618910818%	0.623355193%	0.637315645%	0.657317628%	0.677334098%
District's proportionate share of the HIS net pension liability (asset)	\$ 75,568,003	\$ 69,747,208	\$ 67,454,203	\$ 70,283,433	\$ 78,940,483
District's covered payroll	214,865,105	208,523,980	208,266,112	279,651,532	226,377,227
District's proportionate share of the HIS net pension liability (asset) as a percentage of its covered payroll	35.17%	33.45%	32.39%	25.13%	34.87%
FRS HIS Plan fiduciary net position as percentage of total pension liability	3.00%	2.63%	2.15%	1.64%	0.97%
	<u>2015</u>	<u>2014</u>	<u>2013</u>		
District's proportion of the HIS net pension liability (asset)	0.676027064%	0.665329064%	0.657194019%		
District's proportionate share of the HIS net pension liability (asset)	\$ 68,944,126	\$ 62,209,891	\$ 57,217,380		
District's covered payroll	217,952,759	209,931,489	196,359,029		
District's proportionate share of the HIS net pension liability (asset) as a percentage of its covered payroll	31.63%	29.63%	29.14%		
FRS HIS Plan fiduciary net position as percentage of total pension liability	0.50%	0.99%	1.78%		

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

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

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

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

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

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

There were no changes in benefit terms for the fiscal year ended June 30, 2021.

Changes in Assumptions. The municipal bond rate used to determine total pension liability decreased from 3.50 to 2.21 percent. A decrease in discount rate results in an increase in pension liability.

**COMBINING AND INDIVIDUAL
FUND FINANCIAL STATEMENTS
AND SCHEDULES**

Nonmajor Governmental Funds

Special Revenue Funds

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

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

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

Debt Service Funds

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

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

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

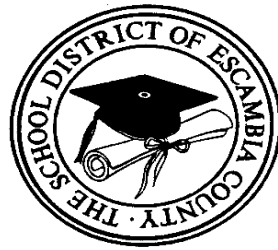
Nonmajor Governmental Funds (Continued)

Capital Projects Funds

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

Public Education Capital Outlay Fund – To account for and report on funds received from the State for the construction and maintenance of schools.

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



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**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021**

	<u>Total Nonmajor Governmental Funds</u>	<u>Special Revenue Fund</u>			<u>Debt Service Funds</u>		
		<u>Total Nonmajor Special Revenue Fund</u>	<u>Food Service Fund</u>	<u>Miscellaneous Special Revenue Fund</u>	<u>Total Nonmajor Debt Service Funds</u>	<u>State Board of Education (SBE) Bond Fund</u>	<u>Other Debt Service Fund</u>
ASSETS							
Cash and Cash Equivalents	\$ 25,031,696	\$ 10,230,340	\$ 6,635,117	\$ 3,595,223	\$ 10,732,572	\$ -	\$ 10,732,572
Investments	21,755	-	-	-	21,755	21,755	-
Accounts Receivable	2,231	2,231	2,231	-	-	-	-
Due from Other Funds	19,162	19,162	12,905	6,257	-	-	-
Due from Other Agencies	471,125	471,125	471,125	-	-	-	-
Inventories	1,637,360	1,637,360	1,637,360	-	-	-	-
TOTAL ASSETS	<u>\$ 27,183,329</u>	<u>\$ 12,360,218</u>	<u>\$ 8,758,738</u>	<u>\$ 3,601,480</u>	<u>\$ 10,754,327</u>	<u>\$ 21,755</u>	<u>\$ 10,732,572</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Salaries and Benefits Payable	\$ 63,254	\$ 63,254	\$ 63,254	\$ -	\$ -	\$ -	\$ -
Payroll Deductions and Withholdings	10,521	10,521	10,521	-	-	-	-
Accounts Payable	113,090	111,550	111,550	-	-	-	-
Construction Contracts Payable - Retainage	88,890	-	-	-	-	-	-
Due to Other Funds	160,923	160,923	12,905	148,018	-	-	-
Deposits Payable	160,454	160,454	160,454	-	-	-	-
Total Liabilities	<u>597,132</u>	<u>506,702</u>	<u>358,684</u>	<u>148,018</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:							
Nonspendable:							
Inventories	1,637,360	1,637,360	1,637,360	-	-	-	-
Restricted for:							
Debt Service	10,754,327	-	-	-	10,754,327	21,755	10,732,572
Special Revenue	3,453,462	3,453,462	-	3,453,462	-	-	-
Capital Projects	3,978,354	-	-	-	-	-	-
Food Service	6,762,694	6,762,694	6,762,694	-	-	-	-
Total Fund Balances	<u>26,586,197</u>	<u>11,853,516</u>	<u>8,400,054</u>	<u>3,453,462</u>	<u>10,754,327</u>	<u>21,755</u>	<u>10,732,572</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 27,183,329</u>	<u>\$ 12,360,218</u>	<u>\$ 8,758,738</u>	<u>\$ 3,601,480</u>	<u>\$ 10,754,327</u>	<u>\$ 21,755</u>	<u>\$ 10,732,572</u>

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Continued)
JUNE 30, 2021

	Capital Projects Funds		
	Total Nonmajor Capital Projects Funds	Public Education Capital Outlay Fund	Capital Outlay & Debt Service Fund
ASSETS			
Cash and Cash Equivalents	\$ 4,068,784	\$ -	\$ 4,068,784
TOTAL ASSETS	\$ 4,068,784	\$ -	\$ 4,068,784
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 1,540	\$ -	\$ 1,540
Construction Contracts Payable - Retainage	88,890	-	88,890
Total Liabilities	90,430	-	90,430
Fund Balances:			
Restricted for:			
Capital Projects	3,978,354	-	3,978,354
Total Fund Balances	3,978,354	-	3,978,354
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,068,784	\$ -	\$ 4,068,784

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Total Nonmajor Governmental Funds	Special Revenue Fund			Debt Service Funds		
		Total Nonmajor Special Revenue Fund	Food Service Fund	Miscellaneous Special Revenue Fund	Total Nonmajor Debt Service Funds	State Board of Education (SBE) Bond Fund	Other Debt Service Fund
REVENUES							
Federal Through State and Local:							
Food Service	\$ 18,202,598	\$ 18,202,598	\$ 18,202,598	\$ -	\$ -	\$ -	\$ -
Total Federal Through State and Local	<u>18,202,598</u>	<u>18,202,598</u>	<u>18,202,598</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
State:							
Food Service	279,178	279,178	279,178	-	-	-	-
CO&DS Withheld for SBE/COBI Bond	205,976	-	-	-	205,976	205,976	-
CO&DS Distribution	1,384,283	-	-	-	-	-	-
Other State Sources	26,818	-	-	-	14	14	-
Total State	<u>1,896,255</u>	<u>279,178</u>	<u>279,178</u>	<u>-</u>	<u>205,990</u>	<u>205,990</u>	<u>-</u>
Local:							
Charges for Food Service	815,532	815,532	815,532	-	-	-	-
Interest Income	945,403	3,518	3,518	-	941,885	-	941,885
Other Local Sources	3,971,846	3,971,846	71,043	3,900,803	-	-	-
Total Local	<u>5,732,781</u>	<u>4,790,896</u>	<u>890,093</u>	<u>3,900,803</u>	<u>941,885</u>	<u>-</u>	<u>941,885</u>
Total Revenues	<u>25,831,634</u>	<u>23,272,672</u>	<u>19,371,869</u>	<u>3,900,803</u>	<u>1,147,875</u>	<u>205,990</u>	<u>941,885</u>

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Total Nonmajor Governmental Funds	Special Revenue Fund		Debt Service Funds		
		Total Nonmajor Special Revenue Fund	Food Service Fund	Miscellaneous Special Revenue Fund	Total Nonmajor Debt Service Funds	State Board of Education (SBE) Bond Fund
EXPENDITURES						
Current Education:						
Student Support Services	\$ 3,894,473	\$ 3,894,473	\$ -	\$ 3,894,473	\$ -	\$ -
Facilities Acquisition and Construction	2,917,564	-	-	-	-	-
Food Services	17,817,736	17,817,736	17,817,736	-	-	-
Other Capital Outlay	50,799	50,799	50,799	-	-	-
Debt Service:						
Principal	8,754,000	-	-	8,754,000	159,000	8,595,000
Interest and Fiscal Charges	4,014,941	-	-	4,013,155	51,225	3,961,930
Total Expenditures	37,449,513	21,763,008	17,868,535	12,767,155	210,225	12,556,930
Excess (Deficiency) of Revenues Over Expenditures	(11,617,879)	1,509,664	1,503,334	(11,619,280)	(4,235)	(11,615,045)
OTHER FINANCING SOURCES (USES)						
Certificates of Participations Issued	37,643,023	-	-	37,643,023	-	37,643,023
Premium on Certificates of Participation Issued	7,204,058	-	-	7,204,058	-	7,204,058
Transfers In	12,411,777	-	-	12,411,777	-	12,411,777
Transfers Out	(44,650,000)	-	-	(44,650,000)	-	(44,650,000)
Total Other Financing Sources (Uses)	12,608,858	-	-	12,608,858	-	12,608,858
Net Change in Fund Balances	990,979	1,509,664	1,503,334	6,330	989,578	993,813
Fund Balances, July 1, 2020	22,148,086	6,896,720	6,896,720	-	9,764,749	25,990
Adjustment to Fund Balances	3,447,132	3,447,132	-	3,447,132	-	-
Fund Balances, June 30, 2021	\$ 26,586,197	\$ 11,853,516	\$ 8,400,054	\$ 3,453,462	\$ 10,754,327	\$ 21,755

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Capital Projects Funds		
	Total Nonmajor Capital Projects Funds	Public Education Capital Outlay Fund	Capital Outlay & Debt Service Fund
REVENUES			
State:			
CO&DS Distribution	\$ 1,384,283	\$ -	\$ 1,384,283
Other State Sources	26,804	-	26,804
Total State	1,411,087	-	1,411,087
 Total Revenues	 \$ 1,411,087	 \$ -	 \$ 1,411,087

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Capital Projects Funds		
	Total Nonmajor Capital Projects Funds	Public Education Capital Outlay Fund	Capital Outlay & Debt Service Fund
EXPENDITURES			
Current Education:			
Facilities Acquisition and Construction	\$ 2,917,564	\$ 352,698	\$ 2,564,866
Debt Service:			
Interest and Fiscal Charges	1,786	-	1,786
Total Expenditures	2,919,350	352,698	2,566,652
Excess (Deficiency) of Revenues Over Expenditures	(1,508,263)	(352,698)	(1,155,565)
Net Change in Fund Balances	(1,508,263)	(352,698)	(1,155,565)
Fund Balances, July 1, 2020	5,486,617	352,698	5,133,919
Fund Balances, June 30, 2021	\$ 3,978,354	\$ -	\$ 3,978,354

General Fund

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES				
Federal Direct:				
Federal Impact, Current Operations	\$ 450,000	\$ 450,000	\$ 377,261	\$ (72,739)
Reserve Officers Training Corps (ROTC)	490,000	519,704	519,704	-
Other Federal Direct Sources	-	26,837	27,147	310
Total Federal Direct	940,000	996,541	924,112	(72,429)
Federal Through State and Local:				
Medicaid	1,500,000	1,885,018	2,112,978	227,960
Other Federal Through State and Local Sources	917,609	1,010,861	1,010,861	-
Total Federal Through State and Local	2,417,609	2,895,879	3,123,839	227,960
State:				
Florida Education Finance Program (FEFP)	161,293,098	158,923,526	158,923,526	-
Workforce Development	3,840,386	3,840,386	3,840,386	-
Workforce Education Performance Incentive	135,000	123,000	123,000	-
CO & DS Withheld for Administrative Expense	24,217	24,217	24,217	-
Categorical Programs - Class Size Reduction	42,713,776	42,713,776	42,713,776	-
Other State Sources	1,928,407	1,807,198	1,792,309	(14,889)
Total State	209,934,884	207,432,103	207,417,214	(14,889)
Local:				
Property Taxes	95,662,518	96,589,089	96,589,089	-
Interest Income	500,000	500,000	169,533	(330,467)
Other Local Sources	4,071,699	4,405,906	5,796,851	1,390,945
Total Local	100,234,217	101,494,995	102,555,473	1,060,478
Total Revenues	313,526,710	312,819,518	314,020,638	1,201,120
EXPENDITURES				
Current - Education:				
Instruction:				
Salaries	133,494,936	130,470,325	127,382,265	3,088,060
Employee Benefits	39,004,978	41,510,874	39,337,896	2,172,978
Purchased Services	13,957,929	14,598,235	14,801,475	(203,240)
Energy Services	13,400	9,422	1,741	7,681
Materials and Supplies	4,901,503	7,199,443	8,091,267	(891,824)
Capital Outlay	432,746	883,986	590,191	293,795
Other Expenses	4,528,030	4,885,927	4,157,629	728,298
Total Instruction	196,333,522	199,558,212	194,362,464	5,195,748

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Student Support Services:				
Salaries	\$ 11,123,761	\$ 11,906,039	\$ 10,936,453	\$ 969,586
Employee Benefits	3,530,798	3,796,639	3,452,466	344,173
Purchased Services	2,271,818	2,214,637	2,406,647	(192,010)
Energy Services	2,850	2,850	2,321	529
Materials and Supplies	94,633	232,516	133,102	99,414
Capital Outlay	1,325	27,357	25,569	1,788
Other Expenses	68,575	74,094	15,823	58,271
Total Student Support Services	17,093,760	18,254,132	16,972,381	1,281,751
Instructional Media Services:				
Salaries	3,107,595	3,323,437	3,119,870	203,567
Employee Benefits	980,609	980,674	994,283	(13,609)
Purchased Services	49,351	49,617	41,725	7,892
Materials and Supplies	37,479	45,063	16,768	28,295
Capital Outlay	313,485	333,877	163,012	170,865
Other Expenses	58,775	58,969	26,054	32,915
Total Instructional Media Services	4,547,294	4,791,637	4,361,712	429,925
Instruction and Curriculum Development Services:				
Salaries	5,559,225	5,865,422	5,661,787	203,635
Employee Benefits	1,337,804	1,463,364	1,591,892	(128,528)
Purchased Services	34,417	25,705	66,640	(40,935)
Materials and Supplies	49,693	49,856	13,253	36,603
Capital Outlay	100	3,222	5,383	(2,161)
Other Expenses	46,683	44,010	11,292	32,718
Total Instruction and Curriculum Development Services	7,027,922	7,451,579	7,350,247	101,332
Instructional Staff Training Services:				
Salaries	1,992,587	2,350,289	2,029,565	320,724
Employee Benefits	521,575	582,733	556,330	26,403
Purchased Services	1,031,002	1,139,582	769,186	370,396
Materials and Supplies	446,056	183,165	113,698	69,467
Capital Outlay	500	2,976	4,772	(1,796)
Other Expenses	128,866	230,318	182,980	47,338
Total Instructional Staff Training Services	4,120,586	4,489,063	3,656,531	832,532
Instruction-Related Technology:				
Salaries	2,531,358	2,824,440	2,634,722	189,718
Employee Benefits	777,823	807,271	863,225	(55,954)
Purchased Services	528,017	498,017	475,798	22,219
Materials and Supplies	10,170	13,170	-	13,170
Capital Outlay	27,000	1,158	198	960
Other Expenses	12,513	11,898	10,615	1,283
Total Instruction-Related Technology	3,886,881	4,155,954	3,984,558	171,396

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Board:				
Salaries	\$ 695,797	\$ 768,797	\$ 686,467	\$ 82,330
Employee Benefits	269,174	379,174	464,137	(84,963)
Purchased Services	442,246	375,207	212,398	162,809
Energy Services	600	600	215	385
Materials and Supplies	10,080	10,542	3,212	7,330
Capital Outlay	-	597	2,021	(1,424)
Other Expenses	49,850	56,350	27,671	28,679
Total Board of Education	1,467,747	1,591,267	1,396,121	195,146
General Administration:				
Salaries	427,152	720,152	665,448	54,704
Employee Benefits	121,893	134,893	182,546	(47,653)
Purchased Services	74,802	75,202	46,552	28,650
Materials and Supplies	19,000	18,200	8,403	9,797
Capital Outlay	600	1,000	690	310
Other Expenses	71,700	68,600	57,912	10,688
Total General Administration	715,147	1,018,047	961,551	56,496
School Administration:				
Salaries	12,942,738	13,805,500	13,906,548	(101,048)
Employee Benefits	3,708,817	4,151,311	4,138,044	13,267
Purchased Services	7,639	8,867	3,839	5,028
Materials and Supplies	56,951	140,776	44,930	95,846
Capital Outlay	13,303	36,211	32,779	3,432
Other Expenses	43,805	43,148	2,601	40,547
Total School Administration	16,773,253	18,185,813	18,128,741	57,072
Facilities Acquisition and Construction:				
Salaries	653,604	1,694,604	262,716	1,431,888
Employee Benefits	217,958	217,958	56,057	161,901
Purchased Services	214,708	239,708	142,865	96,843
Energy Services	20,750	20,750	14,752	5,998
Materials and Supplies	20,090	20,090	27,930	(7,840)
Capital Outlay	92,123	1,319,053	451,045	868,008
Other Expenses	5,650	5,650	3,737	1,913
Total Facilities Acquisition and Construction	1,224,883	3,517,813	959,102	2,558,711
Fiscal Services:				
Salaries	1,657,780	1,814,780	1,812,766	2,014
Employee Benefits	475,411	475,411	563,255	(87,844)
Purchased Services	294,707	335,833	161,120	174,713
Materials and Supplies	27,765	25,499	11,947	13,552
Capital Outlay	15,000	15,850	850	15,000
Other Expenses	14,133	20,533	13,356	7,177
Total Fiscal Services	2,484,796	2,687,906	2,563,294	124,612

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Food Services:				
Salaries	\$ 68,000	\$ 169,136	\$ 166,552	\$ 2,584
Employee Benefits	1,000	19,067	21,643	(2,576)
Purchased Services	-	4,091	4,091	-
Materials and Supplies	10,000	10,000	-	10,000
Other Expenses	-	500	508	(8)
Total Food Services	<u>79,000</u>	<u>202,794</u>	<u>192,794</u>	<u>10,000</u>
Central Services:				
Salaries	4,397,109	4,514,979	4,235,948	279,031
Employee Benefits	956,327	957,091	1,071,147	(114,056)
Purchased Services	1,304,695	1,315,068	613,779	701,289
Energy Services	29,106	12,106	14,197	(2,091)
Materials and Supplies	207,979	227,599	12,574	215,025
Capital Outlay	3,400	17,196	11,595	5,601
Other Expenses	248,580	203,767	120,604	83,163
Total Central Services	<u>7,147,196</u>	<u>7,247,806</u>	<u>6,079,844</u>	<u>1,167,962</u>
Student Transportation Services:				
Salaries	9,361,303	7,625,303	7,444,524	180,779
Employee Benefits	4,051,912	3,201,912	3,071,550	130,362
Purchased Services	927,946	922,703	478,671	444,032
Energy Services	1,090,146	1,095,591	923,628	171,963
Materials and Supplies	872,486	1,165,855	825,194	340,661
Capital Outlay	26,300	26,493	20,580	5,913
Other Expenses	704,877	671,144	484,955	186,189
Total Student Transportation Services	<u>17,034,970</u>	<u>14,709,001</u>	<u>13,249,102</u>	<u>1,459,899</u>
Operation of Plant:				
Salaries	7,606,456	7,756,458	7,310,580	445,878
Employee Benefits	2,808,017	2,797,747	2,921,506	(123,759)
Purchased Services	6,726,615	6,743,951	7,805,136	(1,061,185)
Energy Services	9,844,905	9,844,925	8,984,134	860,791
Materials and Supplies	722,328	804,351	756,218	48,133
Capital Outlay	62,188	87,198	87,166	32
Other Expenses	476,800	426,347	316,683	109,664
Total Operation of Plant	<u>28,247,309</u>	<u>28,460,977</u>	<u>28,181,423</u>	<u>279,554</u>
Maintenance of Plant:				
Salaries	4,546,576	4,609,576	4,935,188	(325,612)
Employee Benefits	1,822,103	1,822,103	1,837,893	(15,790)
Purchased Services	3,249,489	3,245,296	2,886,892	358,404
Energy Services	194,400	193,400	187,725	5,675
Materials and Supplies	1,720,787	1,975,890	1,877,741	98,149
Capital Outlay	53,000	53,000	102,030	(49,030)
Other Expenses	35,000	35,000	440	34,560
Total Maintenance of Plant	<u>11,621,355</u>	<u>11,934,265</u>	<u>11,827,909</u>	<u>106,356</u>

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Administrative Technology Services:				
Salaries	\$ 2,464,177	\$ 2,726,988	\$ 2,724,698	\$ 2,290
Employee Benefits	710,584	769,763	759,510	10,253
Purchased Services	1,800	276,845	293,600	(16,755)
Energy Services	3,000	3,000	2,015	985
Materials and Supplies	30,000	30,000	15,090	14,910
Capital Outlay	-	-	4,410	(4,410)
Other Expenses	2,400	7,400	6,488	912
Total Administrative Technology Services	3,211,961	3,813,996	3,805,811	8,185
Community Services:				
Salaries	136,136	222,272	206,696	15,576
Employee Benefits	70,970	133,179	90,485	42,694
Purchased Services	10,591	11,276	5,340	5,936
Materials and Supplies	228,252	189,355	51,533	137,822
Capital Outlay	-	933	933	-
Other Expenses	592,137	440,157	266,040	174,117
Total Community Services	1,038,086	997,172	621,027	376,145
Capital Outlay:				
Facilities Acquisition and Construction	80,794	222,468	103,822	118,646
Other Capital Outlay	482,661	1,104,756	936,465	168,291
Total Capital Outlay	563,455	1,327,224	1,040,287	286,937
Total Expenditures	324,619,123	334,394,658	319,694,899	14,699,759
Excess (Deficiency) of Revenues Over Expenditures	(11,092,413)	(21,575,140)	(5,674,261)	15,900,879
Other Financing Sources				
Loss Recoveries	-	-	164,592	164,592
Transfers In	8,325,385	8,350,385	7,592,420	(757,965)
Total Other Financing Sources	8,325,385	8,350,385	7,757,012	(593,373)
Net Change in Fund Balances	(2,767,028)	(13,224,755)	2,082,751	15,307,506
Fund Balances, July 1, 2020	45,829,886	45,829,886	45,829,886	-
Fund Balances, June 30, 2021	\$ 43,062,858	\$ 32,605,131	\$ 47,912,637	\$ 15,307,506

Special Revenue Funds

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

Nonmajor Special Revenue Fund

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

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

Major Special Revenue Fund

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

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - FOOD SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<i>Food Service Fund</i>			<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	
	<i>Original</i>	<i>Final</i>		
REVENUES				
Federal Through State and Local:				
Food Service	\$ 19,827,333	\$ 21,153,762	\$ 18,202,598	\$ (2,951,164)
Total Federal Through State and Local	19,827,333	21,153,762	18,202,598	(2,951,164)
State:				
Food Service	280,700	279,178	279,178	-
Total State	280,700	279,178	279,178	-
Local:				
Charges for Food Service	2,205,000	815,532	815,532	-
Interest Income	10,000	3,518	3,518	-
Other Local Sources	-	71,043	71,043	-
Total Local	2,215,000	890,093	890,093	-
Total Revenues	22,323,033	22,323,033	19,371,869	(2,951,164)
EXPENDITURES				
Current - Education:				
Food Services:				
Salaries	5,153,450	5,153,450	5,119,980	33,470
Employee Benefits	2,716,700	2,716,700	2,369,160	347,540
Purchased Services	701,297	701,297	660,455	40,842
Energy Services	283,775	283,775	210,810	72,965
Materials and Supplies	11,863,944	11,863,944	8,586,087	3,277,857
Capital Outlay	180,461	180,461	120,540	59,921
Other Expenses	1,387,569	1,387,569	750,704	636,865
Total Food Services	22,287,196	22,287,196	17,817,736	4,469,460
Capital Outlay:				
Other Capital Outlay	201,520	201,520	50,799	150,721
Total Capital Outlay	201,520	201,520	50,799	150,721
Total Expenditures	22,488,716	22,488,716	17,868,535	4,620,181
Excess (Deficiency) of Revenues Over Expenditures	(165,683)	(165,683)	1,503,334	1,669,017
Net Change in Fund Balances	(165,683)	(165,683)	1,503,334	1,669,017
Fund Balances, July 1, 2020	6,896,720	6,896,720	6,896,720	-
Fund Balances, June 30, 2021	\$ 6,731,037	\$ 6,731,037	\$ 8,400,054	\$ 1,669,017

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Other Federal Programs Fund</u>			Variance with Final Budget - Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	
	<u>Original</u>	<u>Final</u>		
REVENUES				
Federal Direct:				
Other Federal Direct Sources	\$ 2,349,752	\$ 5,282,509	\$ 2,454,725	\$ (2,827,784)
Total Federal Direct	<u>2,349,752</u>	<u>5,282,509</u>	<u>2,454,725</u>	<u>(2,827,784)</u>
Federal Through State and Local:				
Career and Technical Education	877,424	907,865	905,729	(2,136)
WIOA - Adult General Education	266,362	245,572	191,290	(54,282)
Other Workforce and Innovation Opportunity Act	315,000	256,719	256,719	-
Individuals with Disabilities Education Act	14,663,773	15,155,989	12,790,262	(2,365,727)
Elementary and Secondary Education Act - Title I	18,976,067	19,258,763	16,569,171	(2,689,592)
Other Federal Through State and Local Sources	<u>4,418,042</u>	<u>4,437,476</u>	<u>3,193,361</u>	<u>(1,244,115)</u>
Total Federal Through State and Local	<u>39,516,668</u>	<u>40,262,384</u>	<u>33,906,532</u>	<u>(6,355,852)</u>
Total Revenues	<u>41,866,420</u>	<u>45,544,893</u>	<u>36,361,257</u>	<u>(9,183,636)</u>
EXPENDITURES				
Current - Education:				
Instruction:				
Salaries	7,076,859	7,789,310	7,224,173	565,137
Employee Benefits	3,029,015	3,174,005	2,480,917	693,088
Purchased Services	4,252,840	3,678,148	2,433,348	1,244,800
Materials and Supplies	1,724,157	4,062,318	1,722,118	2,340,200
Capital Outlay	603,636	1,306,557	1,082,053	224,504
Other Expenses	<u>1,466,678</u>	<u>1,420,802</u>	<u>834,215</u>	<u>586,587</u>
Total Instruction	<u>18,153,185</u>	<u>21,431,140</u>	<u>15,776,824</u>	<u>5,654,316</u>
Student Support Services:				
Salaries	556,547	637,373	618,985	18,388
Employee Benefits	197,326	201,283	195,748	5,535
Purchased Services	478,724	356,440	195,396	161,044
Materials and Supplies	204,992	303,163	289,925	13,238
Capital Outlay	6,707	10,905	9,675	1,230
Other Expenses	<u>45,431</u>	<u>43,410</u>	<u>14,777</u>	<u>28,633</u>
Total Student Support Services	<u>1,489,727</u>	<u>1,552,574</u>	<u>1,324,506</u>	<u>228,068</u>
Instructional Media Services:				
Salaries	-	12,612	10,506	2,106
Employee Benefits	-	2,404	2,065	339
Materials and Supplies	1,172	230	228	2
Capital Outlay	<u>30,547</u>	<u>48,722</u>	<u>43,586</u>	<u>5,136</u>
Total Instructional Media Services	<u>31,719</u>	<u>63,968</u>	<u>56,385</u>	<u>7,583</u>

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Other Federal Programs Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Instruction and Curriculum Development Services:				
Salaries	\$ 6,352,767	\$ 6,778,679	\$ 6,429,234	\$ 349,445
Employee Benefits	2,064,232	2,069,286	1,944,761	124,525
Purchased Services	139,089	109,010	69,609	39,401
Materials and Supplies	113,881	85,827	30,036	55,791
Capital Outlay	11,104	12,857	10,114	2,743
Other Expenses	71,797	25,544	22,898	2,646
Total Instruction and Curriculum Development Services	<u>8,752,870</u>	<u>9,081,203</u>	<u>8,506,652</u>	<u>574,551</u>
Instructional Staff Training Services:				
Salaries	2,966,193	2,627,904	2,221,662	406,242
Employee Benefits	859,635	778,051	648,288	129,763
Purchased Services	1,373,710	1,275,390	847,441	427,949
Energy Services	1,000	1,000	-	1,000
Materials and Supplies	318,876	517,585	354,596	162,989
Capital Outlay	29,294	33,747	22,051	11,696
Other Expenses	261,626	256,188	136,947	119,241
Total Instructional Staff Training Services	<u>5,810,334</u>	<u>5,489,865</u>	<u>4,230,985</u>	<u>1,258,880</u>
Instruction-Related Technology:				
Salaries	170,158	177,972	175,580	2,392
Employee Benefits	64,843	75,031	60,082	14,949
Purchased Services	3,000	5,000	-	5,000
Total Instruction-Related Technology	<u>238,001</u>	<u>258,003</u>	<u>235,662</u>	<u>22,341</u>
General Administration:				
Other Expenses	1,918,823	1,927,321	1,577,781	349,540
Total General Administration	<u>1,918,823</u>	<u>1,927,321</u>	<u>1,577,781</u>	<u>349,540</u>
School Administration:				
Salaries	-	5,849	1,240	4,609
Employee Benefits	-	9,154	228	8,926
Other Expenses	15,800	16,800	16,380	420
Total School Administration	<u>15,800</u>	<u>31,803</u>	<u>17,848</u>	<u>13,955</u>
Facilities Acquisition and Construction:				
Other Capital Outlay	2,000	-	-	-
Total Facilities Acquisition and Construction	<u>2,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Central Services:				
Salaries	115,159	123,394	103,011	20,383
Employee Benefits	35,164	38,601	32,470	6,131
Purchased Services	46,214	17,022	10,850	6,172
Materials and Supplies	1,548	1,548	-	1,548
Other Expenses	240,600	1,225	1,225	-
Total Central Services	<u>438,685</u>	<u>181,790</u>	<u>147,556</u>	<u>34,234</u>

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Other Federal Programs Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Student Transportation Services:				
Salaries	\$ 1,801,739	\$ 1,770,320	\$ 1,769,570	\$ 750
Employees Benefits	1,105,243	765,194	752,161	13,033
Purchased Services	408,360	379,988	69,049	310,939
Other Expenses	273,923	228,038	154,045	73,993
Total Student Transportation Services	3,589,265	3,143,540	2,744,825	398,715
Operation of Plant:				
Purchased Services	4,351	2,411	1,732	679
Materials and Supplies	-	3,451	968	2,483
Capital Outlay	14,000	-	-	-
Other Expenses	6,060	-	-	-
Total Operation of Plant	24,411	5,862	2,700	3,162
Administrative Technology Services:				
Salaries	64,187	67,372	66,126	1,246
Employee Benefits	20,196	22,849	22,264	585
Total Administrative Technology Services	84,383	90,221	88,390	1,831
Community Services:				
Employee Benefits	1,500	651	651	-
Purchased Services	3,727	8,049	8,049	-
Materials and Supplies	8,673	1,919	1,919	-
Other Expenses	954,794	1,549,387	1,071,737	477,650
Total Community Services	968,694	1,560,006	1,082,356	477,650
Capital Outlay:				
Other Capital Outlay	348,523	727,597	568,787	158,810
Total Capital Outlay	348,523	727,597	568,787	158,810
Total Expenditures	41,866,420	45,544,893	36,361,257	9,183,636
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances, July 1, 2020	-	-	-	-
Fund Balances, June 30, 2021	\$ -	\$ -	\$ -	\$ -

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Federal Education Stabilization Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES				
Federal Through State and Local:				
Education Stabilization Funds - K-12	\$ 6,760,759	\$ 14,316,562	\$ 13,157,613	\$ (1,158,949)
Education Stabilization Funds - Workforce	-	240,119	212,474	(27,645)
Total Federal Through State and Local	<u>6,760,759</u>	<u>14,556,681</u>	<u>13,370,087</u>	<u>(1,186,594)</u>
Total Revenues	<u>6,760,759</u>	<u>14,556,681</u>	<u>13,370,087</u>	<u>(1,186,594)</u>
EXPENDITURES				
Current - Education:				
Instruction:				
Salaries	1,896,878	4,928,916	4,675,651	253,265
Employee Benefits	464,000	1,585,455	1,533,913	51,542
Purchased Services	121,318	1,846,782	1,841,463	5,319
Materials and Supplies	623,715	781,215	603,038	178,177
Capital Outlay	3,055	446,277	443,425	2,852
Other Expenses	-	165,777	138,132	27,645
Total Instruction	<u>3,108,966</u>	<u>9,754,422</u>	<u>9,235,622</u>	<u>518,800</u>
Student Support Services:				
Salaries	432,000	371,013	371,013	-
Employee Benefits	114,000	124,981	124,981	-
Purchased Services	250,000	47,566	47,566	-
Materials and Supplies	50	10,008	9,008	1,000
Capital Outlay	-	1,346	1,346	-
Total Student Support Services	<u>796,050</u>	<u>554,914</u>	<u>553,914</u>	<u>1,000</u>
Instructional Media Services:				
Salaries	53,000	138,010	136,649	1,361
Employee Benefits	13,000	40,556	37,505	3,051
Materials and Supplies	-	12,102	-	12,102
Total Instructional Media Services	<u>66,000</u>	<u>190,668</u>	<u>174,154</u>	<u>16,514</u>

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Federal Education Stabilization Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Instruction and Curriculum Development Services:				
Salaries	\$ 50,000	\$ 248,664	\$ 199,980	\$ 48,684
Employee Benefits	13,000	65,559	54,400	11,159
Purchased Services	-	19,307	-	19,307
Materials and Supplies	-	2,670	-	2,670
Capital Outlay	-	13,200	-	13,200
Total Instruction and Curriculum Development Services	63,000	349,400	254,380	95,020
Instructional Staff Training Services:				
Salaries	133,000	403,739	266,255	137,484
Employee Benefits	25,000	96,859	54,074	42,785
Purchased Services	-	7,954	229	7,725
Materials and Supplies	-	5,651	625	5,026
Capital Outlay	-	8,545	6,816	1,729
Other Expenses	-	166	166	-
Total Instructional Staff Training Services	158,000	522,914	328,165	194,749
Instruction-Related Technology:				
Salaries	-	54,522	54,522	-
Employee Benefits	-	10,881	10,881	-
Purchased Services	1,537,304	-	-	-
Materials and Supplies	41,000	-	-	-
Total Instruction-Related Technology	1,578,304	65,403	65,403	-
Board:				
Purchased Services	56,810	-	-	-
Total Board of Education	56,810	-	-	-
General Administration:				
Other Expenses	-	369,633	347,846	21,787
Total General Administration	-	369,633	347,846	21,787
School Administration:				
Salaries	-	34,967	34,967	-
Employee Benefits	-	6,575	6,575	-
Capital Outlay	-	479	479	-
Total School Administration	-	42,021	42,021	-
Food Services:				
Materials and Supplies	-	10,536	10,536	-
Total Food Services	-	10,536	10,536	-
Central Services:				
Salaries	-	3,842	3,842	-
Employee Benefits	-	735	735	-
Purchased Services	-	17,812	3,812	14,000
Other Expenses	-	22,592	22,592	-
Total Central Services	-	44,981	30,981	14,000

(Continued)

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
SPECIAL REVENUE FUND - FEDERAL EDUCATION STABILIZATION FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Federal Education Stabilization Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
EXPENDITURES				
Current - Education: (Continued)				
Student Transportation Services:				
Salaries	\$ -	\$ 196,686	\$ 194,909	\$ 1,777
Employees Benefits	-	39,096	39,096	-
Other Expenses	-	7,364	7,364	-
Total Student Transportation Services	-	243,146	241,369	1,777
Operation of Plant:				
Salaries	-	45,928	44,364	1,564
Employee Benefits	-	11,807	11,807	-
Purchased Services	9,410	277,998	262,145	15,853
Materials and Supplies	893,247	1,547,615	1,255,393	292,222
Capital Outlay	9,972	170,212	170,212	-
Total Operation of Plant	912,629	2,053,560	1,743,921	309,639
Maintenance of Plant:				
Salaries	18,000	-	-	-
Purchased Services	3,000	-	-	-
Total Maintenance of Plant	21,000	-	-	-
Administrative Technology Services:				
Salaries	-	5,343	5,343	-
Employee Benefits	-	1,050	1,050	-
Total Administrative Technology Services	-	6,393	6,393	-
Capital Outlay:				
Other Capital Outlay	-	348,690	335,382	13,308
Total Capital Outlay	-	348,690	335,382	13,308
Total Expenditures	6,760,759	14,556,681	13,370,087	1,186,594
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances, July 1, 2020	-	-	-	-
Fund Balances, June 30, 2021	\$ -	\$ -	\$ -	\$ -

Debt Service Funds

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

Nonmajor Debt Service Funds

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

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
DEBT SERVICE FUND - STATE BOARD OF EDUCATION (SBE) BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<i>State Board of Education (SBE) Bond Fund</i>			
	<i>Budgeted Amounts</i>		<i>Actual Amounts</i>	<i>Variance with Final Budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
State:				
CO&DS Withheld for SBE/COBI Bonds	\$ 215,605	\$ 205,976	\$ 205,976	\$ -
Other State Sources	-	14	14	-
Total State	215,605	205,990	205,990	-
Total Revenues	215,605	205,990	205,990	-
EXPENDITURES				
Debt Service:				
Principal	164,000	159,000	159,000	-
Interest and Fiscal Charges	51,605	51,225	51,225	-
Total Expenditures	215,605	210,225	210,225	-
Excess (Deficiency) of Revenues Over Expenditures	-	(4,235)	(4,235)	-
Net Change in Fund Balances	-	(4,235)	(4,235)	-
Fund Balances, July 1, 2020	25,990	25,990	25,990	-
Fund Balances, June 30, 2021	<u>\$ 25,990</u>	<u>\$ 21,755</u>	<u>\$ 21,755</u>	<u>\$ -</u>

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
DEBT SERVICE FUND - OTHER DEBT SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Other Debt Service Fund</u>			Variance with Final Budget - Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local:				
Interest Income	\$ -	\$ 941,885	\$ 941,885	\$ -
Total Local	-	941,885	941,885	-
Total Revenues	-	941,885	941,885	-
EXPENDITURES				
Debt Service:				
Principal	8,595,000	8,595,000	8,595,000	-
Interest and Fiscal Charges	3,533,936	4,020,358	3,961,930	58,428
Total Expenditures	12,128,936	12,615,358	12,556,930	58,428
Excess (Deficiency) of Revenues Over Expenditures	(12,128,936)	(11,673,473)	(11,615,045)	(58,428)
OTHER FINANCING SOURCES (USES)				
Bonds Issued	19,290,844	-	-	-
Certificates of Participations Issued	-	37,643,023	37,643,023	-
Premium on Certificates of Participation Issued	25,359,156	7,204,058	7,204,058	-
Transfers In	12,128,936	12,411,777	12,411,777	-
Transfers Out	(44,650,000)	(44,650,000)	(44,650,000)	-
Total Other Financing Sources (Uses)	12,128,936	12,608,858	12,608,858	-
Net Change in Fund Balances	-	935,385	993,813	(58,428)
Fund Balances, July 1, 2020	9,738,759	9,738,759	9,738,759	-
Fund Balances, June 30, 2021	<u>\$ 9,738,759</u>	<u>\$ 10,674,144</u>	<u>\$ 10,732,572</u>	<u>\$ (58,428)</u>

Capital Projects Funds

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

Nonmajor Capital Projects Funds

Public Education Capital Outlay Fund – To account for and report on funds received from the State for the construction and maintenance of schools.

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

Major Capital Projects Funds

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

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

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
CAPITAL PROJECTS FUND - PUBLIC EDUCATION CAPITAL OUTLAY
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Public Education Capital Outlay Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
State:				
Public Education Capital Outlay	\$ -	\$ -	\$ -	\$ -
Total State	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction:				
Improvements Other Than Buildings	36,680	-	-	-
Remodeling and Renovations	201,018	352,698	352,698	-
Total Facilities Acquisition and Construction	237,698	352,698	352,698	-
Capital Outlay:				
Facilities Acquisition and Construction:				
Improvements Other Than Buildings	115,000	-	-	-
Total Facilities Acquisition and Construction	115,000	-	-	-
Total Expenditures	352,698	352,698	352,698	-
Excess (Deficiency) of Revenues Over Expenditures	(352,698)	(352,698)	(352,698)	-
Net Change in Fund Balances	(352,698)	(352,698)	(352,698)	-
Fund Balances, July 1, 2020	352,698	352,698	352,698	-
Fund Balances, June 30, 2021	\$ -	\$ -	\$ -	\$ -

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
CAPITAL PROJECTS FUND - CAPITAL OUTLAY AND DEBT SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Capital Outlay & Debt Service Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
State:				
CO&DS Distribution	\$ 1,384,598	\$ 1,384,283	\$ 1,384,283	\$ -
Other State Sources	-	26,804	26,804	-
Total State	1,384,598	1,411,087	1,411,087	-
Total Revenues	1,384,598	1,411,087	1,411,087	-
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction:				
Improvements Other Than Buildings	341,067	341,067	30,500	310,567
Remodeling and Renovations	6,089,245	6,089,245	2,534,366	3,554,879
Total Facilities Acquisition and Construction	6,430,312	6,430,312	2,564,866	3,865,446
Capital Outlay:				
Facilities Acquisition and Construction:				
Furniture, Fixtures, and Equipment	50,000	50,000	-	50,000
Total Facilities Acquisition and Construction	50,000	50,000	-	50,000
Debt Service:				
Interest and Fiscal Charges	-	-	1,786	(1,786)
Total Debt Service	-	-	1,786	(1,786)
Total Expenditures	6,480,312	6,480,312	2,566,652	3,913,660
Excess (Deficiency) of Revenues Over Expenditures	(5,095,714)	(5,069,225)	(1,155,565)	3,913,660
Net Change in Fund Balances	(5,095,714)	(5,069,225)	(1,155,565)	3,913,660
Fund Balances, July 1, 2020	5,133,919	5,133,919	5,133,919	-
Fund Balances, June 30, 2021	\$ 38,205	\$ 64,694	\$ 3,978,354	\$ 3,913,660

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
CAPITAL PROJECTS FUND - LOCAL CAPITAL IMPROVEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Local Capital Improvement Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Local:				
Property Taxes	\$ 28,236,850	\$ 28,510,061	\$ 28,510,061	\$ -
Interest Income	-	24,881	24,881	-
Total Local	<u>28,236,850</u>	<u>28,534,942</u>	<u>28,534,942</u>	<u>-</u>
Total Revenues	<u>28,236,850</u>	<u>28,534,942</u>	<u>28,534,942</u>	<u>-</u>
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction:				
Furniture, Fixtures, and Equipment	3,731,958	4,250,490	3,847,062	403,428
Improvements Other Than Buildings	258,607	2,469,362	1,358,027	1,111,335
Remodeling and Renovations	6,094,608	9,628,246	6,532,933	3,095,313
Computer Software	89,604	648,799	581,376	67,423
Total Facilities Acquisition and Construction	<u>10,174,777</u>	<u>16,996,897</u>	<u>12,319,398</u>	<u>4,677,499</u>
Capital Outlay:				
Other Capital Outlay:				
Furniture, Fixtures, and Equipment	5,334,303	1,916,346	625,410	1,290,936
Motor Vehicles	3,581,411	4,491,850	3,480,540	1,011,310
Improvements Other Than Buildings	-	63,413	38,540	24,873
Computer Software	432,000	-	-	-
Total Capital Outlay	<u>9,347,714</u>	<u>6,471,609</u>	<u>4,144,490</u>	<u>2,327,119</u>
Total Expenditures	<u>19,522,491</u>	<u>23,468,506</u>	<u>16,463,888</u>	<u>7,004,618</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>8,714,359</u>	<u>5,066,436</u>	<u>12,071,054</u>	<u>7,004,618</u>
Other Financing Sources (Uses)				
Transfers Out	<u>(13,619,006)</u>	<u>(13,816,506)</u>	<u>(13,068,060)</u>	<u>748,446</u>
Total Other Financing Sources (Uses)	<u>(13,619,006)</u>	<u>(13,816,506)</u>	<u>(13,068,060)</u>	<u>748,446</u>
Net Change in Fund Balances	<u>(4,904,647)</u>	<u>(8,750,070)</u>	<u>(997,006)</u>	<u>7,753,064</u>
Fund Balances, July 1, 2020	<u>8,151,297</u>	<u>8,151,297</u>	<u>8,151,297</u>	<u>-</u>
Fund Balances, June 30, 2021	<u>\$ 3,246,650</u>	<u>\$ (598,773)</u>	<u>\$ 7,154,291</u>	<u>\$ 7,753,064</u>

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
CAPITAL PROJECTS FUND - OTHER CAPITAL PROJECTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Other Capital Projects Fund			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES				
State:				
Charter School Capital Outlay	\$ 400,021	\$ 347,992	\$ 347,992	\$ -
Other State Sources	-	578,876	578,876	-
Total State	400,021	926,868	926,868	-
Local:				
Sales Taxes	25,000,000	32,008,937	32,008,937	-
Interest Income	-	(90,919)	(90,919)	-
Other Local Sources	-	713	713	-
Total Local	25,000,000	31,918,731	31,918,731	-
Total Revenues	25,400,021	32,845,599	32,845,599	-
EXPENDITURES				
Current - Education:				
Facilities Acquisition and Construction:				
Furniture, Fixtures, and Equipment	2,109	188,268	105,800	82,468
Improvements Other Than Buildings	1,882,705	3,329,512	503,230	2,826,282
Remodeling and Renovations	31,341,130	45,485,593	10,785,993	34,699,600
Total Facilities Acquisition and Construction	33,225,944	49,003,373	11,395,023	37,608,350
Capital Outlay:				
Facilities Acquisition and Construction:				
Buildings and Fixed Equipment	57,664,208	58,018,628	23,845,219	34,173,409
Furniture, Fixtures, and Equipment	1,915,290	972,606	142,105	830,501
Improvements Other Than Buildings	2,304,628	2,693,869	849,830	1,844,039
Remodeling and Renovations	338,400	96,137	82,304	13,833
Total Facilities Acquisition and Construction	62,222,526	61,781,240	24,919,458	36,861,782
Total Expenditures	95,448,470	110,784,613	36,314,481	74,470,132
Excess (Deficiency) of Revenues Over Expenditures	(70,048,449)	(77,939,014)	(3,468,882)	74,470,132
Other Financing Sources (Uses)				
Sale of Capital Assets	-	70,094	70,094	-
Transfers In	44,650,000	44,650,000	44,650,000	-
Transfers Out	(6,835,315)	(6,936,137)	(6,936,137)	-
Total Other Financing Sources (Uses)	37,814,685	37,783,957	37,783,957	-
Net Change in Fund Balances	(32,233,764)	(40,155,057)	34,315,075	74,470,132
Fund Balances, July 1, 2020	63,749,285	63,749,285	63,749,285	-
Fund Balances, June 30, 2021	\$ 31,515,521	\$ 23,594,228	\$ 98,064,360	\$ 74,470,132

Internal Service Funds

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

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

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PROPRIETARY FUNDS - ALL INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2021

	Governmental Activities		
	Proprietary Funds - Internal Service Funds		
	Self-Insurance		
	Risk Management Fund	Employee Benefit Trust Fund	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 25,067,199	\$ 19,463,600	\$ 44,530,799
Accounts Receivable	-	902,402	902,402
Due from Other Funds	-	9,366	9,366
Due from Other Agencies	-	4,027,987	4,027,987
TOTAL ASSETS	\$ 25,067,199	\$ 24,403,355	\$ 49,470,554
LIABILITIES			
Current Liabilities:			
Payroll Deductions and Withholdings	\$ -	\$ 108,634	\$ 108,634
Due to Other Funds	315,613	-	315,613
Due to Other Agencies	-	656,074	656,074
Unearned Revenue	-	3,409,639	3,409,639
Estimated Insurance Claims Payable	3,871,255	3,491,000	7,362,255
Total Current Liabilities	4,186,868	7,665,347	11,852,215
Noncurrent Liabilities:			
Estimated Insurance Claims Payable	19,335,825	-	19,335,825
Total Noncurrent Liabilities	19,335,825	-	19,335,825
TOTAL LIABILITIES	23,522,693	7,665,347	31,188,040
NET POSITION			
Unrestricted	1,544,506	16,738,008	18,282,514
Total Net Position	1,544,506	16,738,008	18,282,514
TOTAL LIABILITIES AND NET POSITION	\$ 25,067,199	\$ 24,403,355	\$ 49,470,554

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
 PROPRIETARY FUNDS - ALL INTERNAL SERVICE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN FUND NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Governmental Activities		
	Proprietary Funds - Internal Service Funds		
	Self-Insurance		
	Risk Management Fund	Employee Benefit Trust Fund	Total
OPERATING REVENUES			
Premium Revenues	\$ 4,865,352	\$ 39,410,497	\$ 44,275,849
Other	-	3,152,684	3,152,684
Total Operating Revenues	4,865,352	42,563,181	47,428,533
OPERATING EXPENSES			
Salaries	249,364	-	249,364
Employee Benefits	2,952,129	-	2,952,129
Purchased Services	318,971	4,364,820	4,683,791
Energy Services	-	9,878	9,878
Material and Supplies	-	11,439	11,439
Insurance Claims	-	36,714,416	36,714,416
Other	-	1,313,418	1,313,418
Total Operating Expenses	3,520,464	42,413,971	45,934,435
Operating Income (Loss)	1,344,888	149,210	1,494,098
NONOPERATING REVENUES			
Interest	-	35,781	35,781
Loss Recoveries	199,618	-	199,618
Total Nonoperating Revenues	199,618	35,781	235,399
Income (Loss) Before Transfers	1,544,506	184,991	1,729,497
Change in Net Position	1,544,506	184,991	1,729,497
NET POSITION			
Total Net Position, July 1, 2020	-	16,553,017	16,553,017
Total Net Position, June 30, 2021	\$ 1,544,506	\$ 16,738,008	\$ 18,282,514

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
PROPRIETARY FUNDS - ALL INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Governmental Activities		
	Proprietary Funds - Internal Service Funds		
	Self-Insurance		
	Risk Management Fund	Employee Benefit Trust Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Board Funds and Participants	\$ 4,665,735	\$ 38,935,317	\$ 43,601,052
Cash Payments to Suppliers for Goods and Services	(318,971)	(6,649,236)	(6,968,207)
Cash Payments to Employees for Services	(312,933)	-	(312,933)
Cash Payments for Premiums and Other Fees	(2,966,786)	(36,066,416)	(39,033,202)
Net Cash Provided (Used) by Operating Activities	<u>1,067,045</u>	<u>(3,780,335)</u>	<u>(2,713,290)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Loss Recoveries	199,618	-	199,618
Net Cash Provided (Used) by Noncapital Financing Activities	<u>199,618</u>	<u>-</u>	<u>199,618</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Income	-	35,781	35,781
Net Cash Provided by Investment Activities	<u>-</u>	<u>35,781</u>	<u>35,781</u>
Net Increase (Decrease) in Cash and Cash Equivalents	1,266,663	(3,744,554)	(2,477,891)
Beginning Cash and Cash Equivalents	23,800,536	23,208,154	47,008,690
Ending Cash and Cash Equivalents	<u>\$ 25,067,199</u>	<u>\$ 19,463,600</u>	<u>\$ 44,530,799</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ 1,344,888	\$ 149,210	\$ 1,494,098
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	-	(901,900)	(901,900)
(Increase) Decrease in Due From Other Funds	-	(461)	(461)
(Increase) Decrease in Due From Other Agencies	-	(4,023,973)	(4,023,973)
Increase (Decrease) in Accrued Liabilities	-	108,634	108,634
Increase (Decrease) in Accounts Payable	(11,379)	(157,616)	(168,995)
Increase (Decrease) in Due to Other Funds	315,613	-	315,613
Increase (Decrease) in Due to Other Agencies	-	656,073	656,073
Increase (Decrease) in Unearned Revenue	-	(258,302)	(258,302)
Increase (Decrease) in Estimated Insurance Claims Payable	(582,077)	648,000	65,923
Total Adjustments	<u>(277,843)</u>	<u>(3,929,545)</u>	<u>(4,207,388)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,067,045</u>	<u>\$ (3,780,335)</u>	<u>\$ (2,713,290)</u>

Discretely Presented Component Units

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

Nonmajor Discretely Presented Component Units

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

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2021

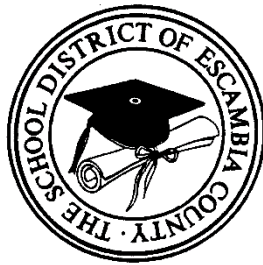
	Charter Schools			
	Beulah Academy of Science, Inc.	Jacqueline Harris Preparatory Academy	Pensacola Beach Elementary School, Inc.	Byrneville Elementary School, Inc.
ASSETS				
Cash and Cash Equivalents	\$ 1,566,491	\$ 680,114	\$ 618,158	\$ 711,851
Accounts Receivable	26,829	-	-	-
Prepaid Items	-	-	24,892	8,255
Due from Other Agencies	-	27,958	602,333	-
Capital Assets:				
Non-Depreciable Capital Assets	511,306	530,871	-	-
Depreciable Capital Assets, Net	1,711,453	2,402,637	2,165,334	167,647
Total Assets	<u>3,816,079</u>	<u>3,641,580</u>	<u>3,410,717</u>	<u>887,753</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows Related to Pensions	-	-	239,571	267,163
Total Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>239,571</u>	<u>267,163</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
	<u>\$ 3,816,079</u>	<u>\$ 3,641,580</u>	<u>\$ 3,650,288</u>	<u>\$ 1,154,916</u>
LIABILITIES				
Salaries and Benefits Payable	\$ 822	\$ -	\$ 41,870	\$ -
Accounts Payable	5,401	53,090	606,250	68,342
Unearned Revenue	-	-	5,792	-
Long-Term Liabilities:				
Portion Due Within One Year:				
Notes Payable	73,437	192,145	-	-
Compensated Absences Payable	-	-	25,838	17,537
Portion Due After One Year:				
Notes Payable	413,958	2,697,165	75,730	-
Compensated Absences Payable	-	-	36,515	17,425
Pension Liability	-	-	658,643	771,325
Total Liabilities	<u>493,618</u>	<u>2,942,400</u>	<u>1,450,638</u>	<u>874,629</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows Related to Pensions	-	-	21,126	46,806
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>21,126</u>	<u>46,806</u>
NET POSITION				
Net Investment in Capital Assets	1,735,364	202,681	2,165,334	167,647
Restricted for:				
Other Required Carryover Programs	14,991	-	-	-
Unrestricted	1,572,106	496,499	13,190	65,834
Total Net Position - Component Units	<u>3,322,461</u>	<u>699,180</u>	<u>2,178,524</u>	<u>233,481</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION				
	<u>\$ 3,816,079</u>	<u>\$ 3,641,580</u>	<u>\$ 3,650,288</u>	<u>\$ 1,154,916</u>

Charter Schools			
Capstone Academy Pensacola	Total Charter Schools	The Escambia County Public Schools Foundation for Excellence, Inc.	Total Component Units
\$ 143,157	\$ 3,719,771	\$ 1,024,947	\$ 4,744,718
30,626	57,455	33,027	90,482
-	33,147	-	33,147
98,696	728,987	-	728,987
-	1,042,177	-	1,042,177
249,598	6,696,669	149	6,696,818
<u>522,077</u>	<u>12,278,206</u>	<u>1,058,123</u>	<u>13,336,329</u>
-	506,734	-	506,734
-	506,734	-	506,734
<u>\$ 522,077</u>	<u>\$ 12,784,940</u>	<u>\$ 1,058,123</u>	<u>\$ 13,843,063</u>
\$ -	\$ 42,692	\$ -	\$ 42,692
-	733,083	-	733,083
-	5,792	-	5,792
91,688	357,270	-	357,270
19,284	62,659	-	62,659
-	3,186,853	-	3,186,853
-	53,940	-	53,940
-	1,429,968	-	1,429,968
<u>110,972</u>	<u>5,872,257</u>	<u>-</u>	<u>5,872,257</u>
-	67,932	-	67,932
-	67,932	-	67,932
-	4,271,026	149	4,271,175
17,500	32,491	800,593	833,084
393,605	2,541,234	257,381	2,798,615
<u>411,105</u>	<u>6,844,751</u>	<u>1,058,123</u>	<u>7,902,874</u>
<u>\$ 522,077</u>	<u>\$ 12,784,940</u>	<u>\$ 1,058,123</u>	<u>\$ 13,843,063</u>

**DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

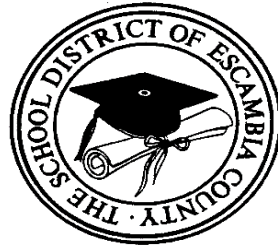
	Charter Schools			
	Beulah Academy of Science, Inc.	Jacqueline Harris Preparatory Academy	Pensacola Beach Elementary School, Inc.	Byrneville Elementary School, Inc.
Functions/Programs				
Expenses:				
Governmental Activities:				
Instruction	\$ 784,698	\$ 806,897	\$ 745,456	\$ 1,133,726
Student Support Services	38,505	-	731	-
Instructional Media Services	104	-	-	-
Instruction-Related Technology	-	-	32,621	-
General Administration	207	-	29,450	7,379
School Administration	257,068	202,919	236,739	189,323
Facilities Acquisition and Construction	3,330	-	209,895	1,330
Fiscal Services	15,400	60,500	33,423	16,405
Food Services	146,712	-	-	6,134
Central Services	98,696	81,651	-	67,179
Student Transportation Services	222,469	162,943	14,726	71,025
Operation of Plant	278,154	167,810	265,091	225,850
Maintenance of Plant	101,782	75,398	11,963	-
Unallocated Interest on Long-Term Debt	25,263	131,431	-	-
Unallocated Depreciation Expense	-	-	-	-
Total Expenses	1,972,388	1,689,549	1,580,095	1,718,351
Program Revenues:				
Charges for Services	25,948	-	72,000	6,134
Operating Grants and Contributions	286,342	218,970	99,747	82,310
Capital Grants and Contributions	-	115,287	139,736	-
Total Program Revenues	312,290	334,257	311,483	88,444
Net Program Expense	(1,660,098)	(1,355,292)	(1,268,612)	(1,629,907)
General Revenues:				
Grants and Contributions Not Restricted to Specific Programs	1,867,771	1,629,077	1,083,823	1,332,020
Unrestricted Investment Earnings	-	-	9,468	1,679
Miscellaneous	4,708	192,189	49,598	24,853
Total General Revenues	1,872,479	1,821,266	1,142,889	1,358,552
Change in Net Position	212,381	465,974	(125,723)	(271,355)
Net Position				
Net Position, July 1, 2020	3,110,080	233,206	2,304,247	504,836
Net Position, June 30, 2021	\$ 3,322,461	\$ 699,180	\$ 2,178,524	\$ 233,481

<u>Charter Schools</u>		<i>The Escambia County Public Schools Foundation for Excellence, Inc.</i>		<i>Total Component Units</i>
<i>Capstone Academy Pensacola</i>	<i>Total Charter Schools</i>			
\$ 409,460	\$ 3,880,237	\$ 667,081	\$ 4,547,318	
-	39,236	-	39,236	
-	104	-	104	
-	32,621	-	32,621	
20,886	57,922	142,577	200,499	
150,125	1,036,174	-	1,036,174	
-	214,555	-	214,555	
4,579	130,307	-	130,307	
625	153,471	-	153,471	
-	247,526	-	247,526	
6,374	477,537	-	477,537	
26,609	963,514	-	963,514	
103	189,246	-	189,246	
-	156,694	-	156,694	
32,733	32,733	-	32,733	
<u>651,494</u>	<u>7,611,877</u>	<u>809,658</u>	<u>8,421,535</u>	
-	104,082	-	104,082	
-	687,369	-	687,369	
-	255,023	-	255,023	
-	1,046,474	-	1,046,474	
<u>(651,494)</u>	<u>(6,565,403)</u>	<u>(809,658)</u>	<u>(7,375,061)</u>	
650,922	6,563,613	757,738	7,321,351	
-	11,147	5,025	16,172	
-	271,348	165,022	436,370	
<u>650,922</u>	<u>6,846,108</u>	<u>927,785</u>	<u>7,773,893</u>	
(572)	280,705	118,127	398,832	
411,677	6,564,046	939,996	7,504,042	
<u>\$ 411,105</u>	<u>\$ 6,844,751</u>	<u>\$ 1,058,123</u>	<u>\$ 7,902,874</u>	



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STATISTICAL SECTION



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STATISTICAL SECTION

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

Contents	Page
Financial Trend Information	136
<i>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>	
Revenue Capacity Information	144
<i>These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.</i>	
Debt Capacity Information	150
<i>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	156
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.</i>	
Operating Information	160
<i>These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</i>	

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

	Fiscal Year Ending		
	June 30, 2012	June 30, 2013	June 30, 2014
Governmental Activities:			
Net Investment in Capital Assets	\$ 254,218,697	\$ 252,132,981	\$ 269,930,903
Restricted	115,478,880	119,870,743	121,223,565
Unrestricted	5,025,406	90,030	(2,969,337)
Total Governmental Activities Net Position	<u>\$ 374,722,983</u>	<u>\$ 372,093,754</u>	<u>\$ 388,185,131</u>

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

Source: District Records

Fiscal Year Ending						
<u>June 30, 2015</u>	<u>June 30, 2016</u>	<u>June 30, 2017</u>	<u>June 30, 2018</u>	<u>June 30, 2019</u>	<u>June 30, 2020</u>	<u>June 30, 2021</u>
\$ 288,526,040	\$ 234,417,599	\$ 301,633,148	\$ 341,718,135	\$ 343,230,615	\$ 353,513,610	\$ 361,355,448
115,241,269	182,241,764	129,167,248	105,923,265	115,734,971	107,245,269	112,124,610
<u>(131,632,624)</u>	<u>(140,330,443)</u>	<u>(147,573,423)</u>	<u>(162,827,890)</u>	<u>(174,562,072)</u>	<u>(179,476,727)</u>	<u>(191,596,251)</u>
<u>\$ 272,134,685</u>	<u>\$ 276,328,920</u>	<u>\$ 283,226,973</u>	<u>\$ 284,813,510</u>	<u>\$ 284,403,514</u>	<u>\$ 281,282,152</u>	<u>\$ 281,883,807</u>

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

	Fiscal Year Ending									
	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Primary Government:										
Expenses:										
Governmental Activities:										
Instruction	\$ 197,679,286	\$ 202,319,715	\$ 200,433,368	\$ 206,850,659	\$ 213,251,178	\$ 214,493,605	\$ 214,425,693	\$ 216,558,696	\$ 228,520,682	\$ 240,338,920
Student Support Services	15,147,309	15,295,809	16,018,809	16,357,758	18,119,750	18,015,111	17,331,002	18,032,843	19,431,978	23,817,688
Instructional Media Services	4,223,246	4,170,561	4,224,367	4,400,081	4,763,360	4,752,394	4,517,610	4,492,359	4,911,047	4,899,222
Instruction and Curriculum Development Services	9,883,085	9,685,168	10,038,942	10,450,035	12,301,860	13,390,752	13,201,725	13,268,349	15,391,672	16,718,798
Instructional Staff Training Services	7,502,117	8,083,368	9,139,669	8,497,923	9,038,724	7,082,312	6,348,029	8,812,216	8,215,793	8,410,463
Instruction-Related Technology	4,054,693	4,295,397	4,401,182	4,165,597	4,598,508	4,620,276	4,736,281	4,620,929	4,797,813	4,643,407
Board	1,353,109	1,272,572	1,196,527	1,223,781	1,370,750	1,290,759	1,300,560	7,528,891	1,280,383	1,480,641
General Administration	1,518,541	1,581,664	2,413,878	2,211,509	1,839,932	2,043,693	2,145,111	2,208,824	2,330,171	2,950,010
School Administration	13,427,115	14,123,325	14,787,725	14,978,087	16,420,126	16,829,076	15,858,774	17,121,281	18,725,797	19,541,584
Facilities Acquisition and Construction	16,667,247	9,966,883	13,506,908	19,944,374	15,877,255	17,831,416	21,339,837	31,638,107	27,470,222	32,153,013
Fiscal Services	2,180,152	2,401,752	2,164,484	2,335,937	2,428,612	2,321,692	2,330,536	2,332,863	2,571,315	2,738,861
Food Service	20,414,794	21,199,498	20,988,484	20,515,294	20,327,540	21,082,132	21,261,023	21,462,250	19,945,691	18,434,898
Central Services	4,629,028	5,019,010	4,791,656	5,050,783	5,488,570	5,999,352	6,062,529	6,829,979	7,089,056	6,747,121
Student Transportation Services	18,651,437	19,359,259	18,220,613	17,788,057	21,368,991	22,193,795	20,887,224	21,859,505	21,056,289	19,703,750
Operation of Plant	28,363,047	27,069,683	27,217,458	27,069,043	26,673,022	25,956,001	25,346,355	26,987,310	27,520,790	30,831,630
Maintenance of Plant	10,749,457	11,641,163	10,943,295	11,041,441	11,231,772	11,503,358	11,107,852	12,187,824	11,974,205	12,719,408
Administrative Technology Services	3,891,979	3,911,729	3,948,080	3,508,846	3,586,559	3,514,601	3,479,380	3,511,314	4,083,262	4,333,816
Community Services	1,253,975	1,458,102	1,384,546	1,119,798	1,106,272	1,069,492	1,085,710	1,295,433	1,704,625	1,730,528
Unallocated Interest on Long-Term Debt	2,404,644	2,105,728	1,883,019	1,855,933	3,051,758	2,149,676	1,658,723	1,430,676	1,045,942	1,780,469
Total Governmental Activities	363,994,261	364,960,386	367,703,010	379,364,936	392,844,539	396,139,493	394,423,954	422,179,649	428,066,733	453,974,227
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Instruction	1,302,174	1,040,440	1,154,747	916,332	1,197,625	1,162,564	1,189,505	1,192,531	1,340,912	1,443,314
Facilities Acquisition and Construction	-	33,888	40,716	28,759	38,707	37,259	38,499	38,872	44,794	49,179
Food Services	4,734,992	4,033,654	3,827,300	3,480,641	2,897,012	2,960,429	2,215,916	2,157,187	1,622,986	815,532
Student Transportation Services	437,998	256,127	252,548	241,944	259,827	254,942	162,620	439,208	185,166	152,365
Community Services	-	394,213	393,075	424,983	471,105	475,398	501,109	531,917	424,373	390,343
Operating Grants and Contributions	15,000,374	16,029,099	15,890,352	16,484,055	18,028,039	17,245,206	19,920,098	19,554,877	17,136,341	16,834,025
Capital Grants and Contributions	1,966,452	2,583,367	2,632,234	6,094,047	4,800,120	5,133,006	2,730,986	2,938,854	1,662,132	1,805,887
Total Primary Government Program Revenues	23,441,990	24,370,788	24,190,972	27,670,761	27,692,435	27,268,804	26,758,733	26,853,446	22,416,704	21,490,645
Net (Expenses)/Revenues										
Total Primary Government Net Expenses	(340,552,271)	(340,589,598)	(343,512,038)	(351,694,175)	(365,152,104)	(368,870,689)	(367,665,221)	(395,326,203)	(405,650,029)	(432,483,582)

(Continued)

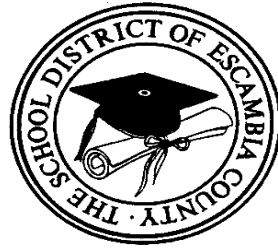
DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
CHANGES IN NET POSITION - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ending									
	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes:										
Levied for Operational Purposes	\$ 92,658,245	\$ 89,803,524	\$ 91,977,693	\$ 95,102,045	\$ 91,336,026	\$ 88,907,015	\$ 88,593,488	\$ 92,400,716	\$ 93,739,774	\$ 96,589,089
Levied for Capital Projects	21,989,423	21,518,559	22,777,599	21,492,708	21,709,577	24,005,885	25,897,925	25,713,431	26,719,561	28,510,061
Local Sales Taxes	20,135,054	20,944,666	21,856,254	23,376,775	24,164,744	24,900,899	26,693,489	28,220,187	28,259,025	32,008,937
Grants and Contributions Not Restricted to Specific Programs	195,648,584	202,402,869	219,193,213	222,905,305	228,438,767	233,409,076	235,440,637	240,182,926	248,290,407	263,746,911
Unrestricted Investment Earnings	158,475	77,582	96,333	584,835	681,813	1,300,072	1,877,193	3,088,594	2,072,953	1,040,496
Miscellaneous	2,937,726	3,213,169	3,702,323	3,604,535	3,015,412	3,245,795	3,072,906	5,310,353	3,446,947	7,742,611
Total Primary Government General Revenues and Other Changes in Net Position	333,527,507	337,960,369	359,603,415	367,066,203	369,346,339	375,768,742	381,575,638	394,916,207	402,528,667	429,638,105
Changes in Net Position:										
Governmental Activities	(7,024,764)	(2,629,229)	16,091,377	15,372,028	4,194,235	6,898,053	13,910,417	(409,996)	(3,121,362)	(2,845,477)
Adjustment to Net Position Notes (a, b, c)	-	-	-	(131,422,474)	-	-	(12,323,880)	-	-	3,447,132
Total Primary Government	\$ (7,024,764)	\$ (2,629,229)	\$ 16,091,377	\$ (116,050,446)	\$ 4,194,235	\$ 6,898,053	\$ 1,586,537	\$ (409,996)	\$ (3,121,362)	\$ 601,655

Notes:

- (a) June 30, 2015 adjustment due to initial implementation of GASB 68 "Accounting and Financial Reporting for Pensions."
- (b) June 30, 2018 adjustment due to initial implementation of GASB 75 "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions."
- (c) June 30, 2021 adjustment due to initial implementation of GASB 84 "Fiduciary Activities."

Source: District Records



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

	Fiscal Year Ending									
	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
General Fund										
Nonspendable	\$ 1,208,455	\$ 1,208,455	\$ 1,215,625	\$ 1,208,455	\$ 1,208,455	\$ 1,399,578	\$ 1,434,376	\$ 1,548,283	\$ 1,957,133	\$ 2,004,552
Restricted	13,311,648	9,106,284	17,486,027	13,050,637	12,301,277	14,472,496	11,032,511	12,954,094	15,327,201	13,904,848
Assigned	20,804,591	21,234,802	20,243,410	22,247,545	24,577,866	25,167,612	26,744,108	23,493,626	22,296,996	23,768,179
Unassigned	20,156,679	19,036,830	14,514,070	14,759,425	10,456,241	8,148,624	5,955,245	6,119,275	6,248,556	8,235,058
Total General Fund	<u>\$ 55,481,373</u>	<u>\$ 50,586,371</u>	<u>\$ 53,459,132</u>	<u>\$ 51,266,062</u>	<u>\$ 48,543,839</u>	<u>\$ 49,188,310</u>	<u>\$ 45,166,240</u>	<u>\$ 44,115,278</u>	<u>\$ 45,829,886</u>	<u>\$ 47,912,637</u>
All Other Governmental Funds										
Nonspendable	\$ 1,286,998	\$ 1,600,470	\$ 1,715,215	\$ 1,977,837	\$ 2,204,600	\$ 1,916,224	\$ 2,518,830	\$ 2,105,294	\$ 2,600,452	\$ 1,637,360
Restricted	95,657,391	106,024,402	102,022,323	91,533,061	159,853,016	144,366,037	100,991,717	96,383,009	91,448,216	130,167,488
Total All Other Governmental Funds	<u>\$ 96,944,389</u>	<u>\$ 107,624,872</u>	<u>\$ 103,737,538</u>	<u>\$ 93,510,898</u>	<u>\$ 162,057,616</u>	<u>\$ 146,282,261</u>	<u>\$ 103,510,547</u>	<u>\$ 98,488,303</u>	<u>\$ 94,048,668</u>	<u>\$ 131,804,848</u>

Source: District Records

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

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Revenues:										
Federal Direct:										
Federal Impact, Current Operations	\$ 724,457	\$ 701,600	\$ 550,597	\$ 615,566	\$ 520,324	\$ 407,487	\$ 378,907	\$ 573,760	\$ 416,889	\$ 377,261
Reserve Officers Training Corps (ROTC)	424,206	435,608	437,965	438,955	457,309	471,063	404,967	495,904	506,165	519,704
Other Federal Direct Sources	2,033,007	2,494,810	1,849,952	1,991,890	1,405,073	2,082,909	2,035,210	1,807,988	2,190,024	2,481,872
Total Federal Direct	3,181,670	3,632,018	2,838,514	3,046,411	2,382,706	2,961,459	2,819,084	2,877,652	3,113,078	3,378,837
Federal Through State and Local:										
Food Service	14,682,599	15,386,860	15,587,668	16,199,631	17,796,125	16,967,566	19,619,678	19,262,313	16,767,551	18,202,598
Other Federal Through State and Local Sources	34,657,795	34,719,040	34,830,597	34,186,962	32,181,086	30,789,622	30,598,505	32,221,188	35,436,743	50,400,458
Total Federal Through State and Local	49,340,394	50,105,900	50,418,265	50,386,593	49,977,211	47,757,188	50,218,183	51,483,501	52,204,294	68,603,056
State:										
Florida Education Finance Program (FEFP)	105,659,076	113,112,565	130,085,150	133,079,212	141,767,900	147,813,119	149,340,069	151,052,919	158,121,503	158,923,536
Workforce Development	4,765,518	4,778,222	4,895,677	4,880,129	4,586,924	4,525,985	4,060,898	4,084,457	3,794,637	3,963,386
Adults with Disabilities	187,087	160,690	162,244	167,298	-	-	-	-	-	-
Categorical Educational Programs	42,960,100	43,640,836	43,315,211	45,171,285	46,190,066	43,599,683	44,500,630	44,606,358	45,160,624	42,713,776
Discretionary Lottery Funds	125,912	-	387,403	142,093	-	657,935	68,609	133,344	39,797	-
CO&DS Distribution	155,363	184,231	181,172	272,230	997,774	1,218,416	1,353,223	1,384,598	1,448,986	1,435,319
CO&DS Withheld for SBE/COBI Bonds	1,449,634	1,427,398	1,441,102	1,288,789	621,725	371,843	282,396	205,661	213,146	205,976
Public Education Capital Outlay	-	-	-	787,693	912,198	1,388,480	1,081,559	898,479	-	-
Food Service	317,775	301,994	302,684	284,424	279,694	277,640	277,420	276,324	368,790	279,178
Other State Sources	4,426,113	3,019,987	3,183,878	2,680,220	1,601,569	3,349,997	4,075,841	5,653,809	2,624,026	2,719,166
Total State	160,046,578	166,625,923	183,954,521	188,753,373	196,957,850	203,203,098	205,040,645	208,295,949	211,771,509	210,240,337
Local:										
Property Taxes	114,647,668	111,322,083	114,755,292	116,594,753	113,045,603	112,912,900	114,491,413	118,114,147	120,459,334	125,099,150
Sales Taxes	20,135,054	20,944,666	21,856,254	23,376,775	24,164,744	24,900,899	26,693,489	28,220,187	28,259,025	32,008,937
Charges for Food Service	4,734,991	4,033,654	3,827,300	3,480,641	2,897,012	2,960,429	2,215,916	2,157,187	1,622,986	815,532
Interest Income	141,013	55,362	96,333	596,541	734,149	1,300,072	1,877,193	3,088,593	2,072,954	1,040,496
Other Local Sources	4,289,095	4,440,036	5,718,317	5,079,049	4,734,649	5,175,958	4,964,639	5,382,739	4,958,399	9,777,812
Total Local	143,947,821	140,795,801	146,253,496	149,127,759	145,576,157	147,250,258	150,242,650	156,962,853	157,372,698	168,741,927
Total Revenues	356,516,463	361,159,642	383,464,796	391,314,136	394,893,924	401,172,003	408,320,562	419,619,955	424,461,579	450,964,157
Expenditures:										
Current - Education:										
Instruction	189,523,811	188,948,850	192,462,254	205,019,212	199,992,057	200,712,053	207,636,368	204,389,588	208,206,253	219,374,910
Student Support Services	15,268,235	14,898,648	15,986,593	16,849,656	17,679,276	17,586,716	17,534,208	17,734,020	18,441,599	22,745,274
Instructional Media Services	4,142,086	4,039,942	4,210,339	4,557,548	4,625,002	4,619,046	4,580,366	4,409,923	4,619,428	4,592,251
Instruction and Curriculum										
Development Services	9,985,299	9,438,703	9,927,607	10,540,383	12,027,098	13,093,815	13,211,227	13,055,927	14,818,085	16,111,279
Instructional Staff Training Services	7,522,735	8,025,677	9,134,087	8,576,810	8,969,552	7,023,687	6,368,695	8,737,073	8,006,689	8,215,681
Instruction-Related Technology	3,551,024	3,855,314	4,035,137	3,893,039	4,210,077	4,249,202	4,474,730	4,301,424	4,358,453	4,285,623
Board	1,325,749	1,236,702	1,194,064	1,264,067	1,336,050	1,259,018	1,316,342	7,508,557	1,215,971	1,396,121

(Continued)

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

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
General Administration	\$ 1,405,283	\$ 1,558,318	\$ 2,409,159	\$ 2,238,154	\$ 1,817,686	\$ 2,023,229	\$ 2,156,983	\$ 2,195,678	\$ 2,282,488	\$ 2,887,178
School Administration	13,553,109	13,659,134	14,743,900	15,569,808	15,909,843	16,321,299	16,092,768	16,773,968	17,550,519	18,188,610
Facilities Acquisition and Construction	14,446,528	9,776,555	13,324,504	17,898,083	14,961,023	16,566,965	17,130,892	28,010,865	23,699,137	27,591,087
Fiscal Services	2,125,880	2,331,986	2,159,270	2,415,832	2,361,350	2,258,102	2,364,027	2,290,353	2,419,029	2,563,294
Food Service	19,800,947	20,180,916	20,629,628	20,171,124	19,979,512	20,748,991	20,903,229	21,112,373	19,564,071	18,021,066
Central Services	4,508,051	4,763,206	4,959,376	5,106,813	5,251,482	5,744,152	6,024,459	6,610,306	6,599,714	6,258,381
Student Transportation Services	16,865,818	16,134,634	16,362,999	16,274,752	18,911,080	19,599,099	18,479,788	19,324,952	17,808,682	16,235,296
Operation of Plant	28,074,548	26,741,413	27,123,194	27,292,882	26,333,337	25,600,740	25,352,221	26,695,254	26,717,118	29,928,044
Maintenance of Plant	10,196,603	10,985,410	10,592,744	10,953,267	10,706,582	10,953,447	11,042,054	11,747,008	11,184,278	11,827,909
Administrative Technology Services	3,429,491	3,188,998	3,559,873	3,266,347	3,251,767	3,184,691	3,304,349	3,256,823	3,682,356	3,900,594
Community Services	1,251,320	1,446,291	1,379,526	1,123,431	1,093,821	1,052,813	1,083,138	1,281,861	1,674,496	1,703,383
Fixed Capital Outlay:										
Facilities Acquisition and Construction	11,405,823	7,643,361	23,947,575	27,810,019	16,045,856	32,812,375	55,351,540	11,715,788	16,967,616	24,919,715
Charter School Local Capital Improvement	-	-	-	-	-	-	271,558	-	-	-
Other Capital Outlay	1,723,958	2,191,130	1,381,185	1,622,740	1,458,065	3,735,249	8,964,459	6,981,585	7,035,730	6,139,488
Debt Service:										
Principal	4,213,595	4,498,680	4,697,828	4,768,768	4,316,613	6,391,723	7,645,309	8,014,000	8,373,000	8,754,000
Interest and Fiscal Charges	2,295,429	2,105,728	1,952,012	1,619,850	1,650,018	3,567,865	3,059,376	2,846,672	2,473,855	4,014,941
Other Debt Service	-	-	-	-	-	-	-	-	150,234	-
Total Expenditures	366,615,322	357,649,596	386,172,854	408,832,585	392,887,147	419,104,277	454,348,086	428,993,998	427,848,801	459,654,125
Excess (Deficiency) of Revenues Over Expenditures	(10,098,859)	3,510,046	(2,708,058)	(17,518,449)	2,006,777	(17,932,274)	(46,027,524)	(9,374,043)	(3,387,222)	(6,689,968)
Other Financing Sources (Uses)										
Bonds Issued	-	-	-	-	51,910,000	-	-	-	-	37,643,023
Refunding Bonds Issued	2,625,000	-	229,000	627,000	-	812,000	-	-	126,000	-
Refunding Certificates of Participation Issued	1,124,561	-	-	19,840,000	-	-	-	-	-	-
Payment to Refunding Escrow Agent	(3,986,280)	-	(186,007)	(23,126,288)	-	-	(945,961)	-	-	-
Sale of Capital Assets	1,669,973	924,408	1,113,573	1,877,010	1,369,143	-	165,893	3,281,282	511,377	70,094
Loss Recoveries	45,345	650,765	500,000	3,285,325	1,896,824	1,865,544	13,808	19,555	-	164,592
Premiums on Long-Term Debt Issued	255,174	-	36,560	2,548,722	8,641,751	123,846	-	-	24,818	7,204,058
Transfers In	16,156,101	16,449,253	12,691,682	13,632,905	76,884,490	19,047,008	19,511,380	24,431,929	17,689,527	64,654,197
Transfers Out	(16,549,100)	(15,748,991)	(12,691,323)	(13,585,935)	(76,884,490)	(19,047,008)	(19,511,380)	(24,431,929)	(17,689,527)	(64,654,197)
Total Other Financing Sources (Uses)	1,340,774	2,275,435	1,693,485	5,098,739	63,817,718	2,801,390	(766,260)	3,300,837	662,195	45,081,767
Change in Fund Balances Before Extraordinary Items	(8,758,085)	5,785,481	(1,014,573)	(12,419,710)	65,824,495	(15,130,884)	(46,793,784)	(6,073,206)	(2,725,027)	36,391,799
Net Change in Fund Balances	(8,758,085)	5,785,481	(1,014,573)	(12,419,710)	65,824,495	(15,130,884)	(46,793,784)	(6,073,206)	(2,725,027)	36,391,799
Fund Balances, Beginning	161,183,847	152,425,762	158,211,243	157,196,670	144,776,960	210,601,455	195,470,571	148,676,787	142,603,581	139,878,554
Adjustment to Fund Balance (1)										
Fund Balances, Ending	\$ 152,425,762	\$ 158,211,243	\$ 157,196,670	\$ 144,776,960	\$ 210,601,455	\$ 195,470,571	\$ 148,676,787	\$ 142,603,581	\$ 139,878,554	\$ 179,717,485
Capital Outlay Capitalized for the Government-wide Statement of Net Assets	\$ 10,915,622	\$ 9,807,526	\$ 25,328,760	\$ 27,582,813	\$ 16,807,198	\$ 35,554,658	\$ 60,768,005	\$ 16,197,698	\$ 22,394,268	\$ 29,055,917
Debt Service as a Percentage of Noncapital Expenditures	1.83%	1.90%	1.84%	1.68%	1.59%	2.60%	2.72%	2.63%	2.68%	2.97%

Source: District Records

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

Fiscal Year Ending	Property Tax		Sales Tax	Total
	General Purposes	Capital Projects		
June 30, 2021	\$ 96,589,089	\$ 28,510,061	\$ 32,008,937	\$ 157,108,087
June 30, 2020	93,739,773	26,719,561	28,259,025	148,718,359
June 30, 2019	92,400,715	25,713,432	28,220,187	146,334,334
June 30, 2018	88,593,488	25,897,925	26,693,489	141,184,902
June 30, 2017	88,907,015	24,005,885	24,900,899	137,813,799
June 30, 2016	91,336,026	21,709,577	24,164,744	137,210,347
June 30, 2015	95,102,045	21,492,708	23,376,775	139,971,528
June 30, 2014	91,977,693	22,777,599	21,856,254	136,611,546
June 30, 2013	89,803,524	21,518,559	20,944,666	132,266,749
June 30, 2012	92,658,245	21,989,423	20,135,054	134,782,722

Source: Escambia County School District Comprehensive Annual Financial Report

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

Fiscal Year	Assessed Value				Less: Exemptions	Total Taxable Value	Ratio of Taxable Value to Assessed Value	Total Direct Rate
	Real Property	Personal Property	Centrally Assessed Property	Total Assessed Value				
2020-21	\$ 27,789,817	\$ 2,761,894	\$ 29,112	\$ 30,580,823	\$ 9,657,636	\$ 20,923,187	68.42%	5.928
2019-20	25,035,088	2,610,591	28,841	27,674,520	9,182,479	18,492,041	66.82%	6.043
2018-19	22,296,476	2,402,193	30,531	24,729,200	7,400,160	17,329,040	70.08%	6.325
2017-18	22,858,204	2,209,792	28,654	25,096,650	8,961,807	16,134,843	64.29%	6.631
2016-17	21,934,790	2,217,288	28,109	24,180,187	8,795,391	15,384,796	63.63%	6.876
2015-16	22,033,575	2,311,103	25,894	24,370,572	9,580,692	14,789,880	60.69%	7.113
2014-15	21,376,740	2,258,532	25,486	23,660,758	9,414,690	14,246,068	60.21%	7.322
2013-14	20,672,563	2,294,260	24,618	22,991,441	9,351,572	13,639,869	59.33%	7.557
2012-13	20,587,109	2,204,413	22,872	22,814,394	9,357,084	13,457,310	58.99%	7.758
2011-12	20,980,227	2,209,636	22,521	23,212,384	9,457,325	13,755,059	59.26%	7.821

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

Sources: Escambia County Property Appraiser and Florida Department of Revenue

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

	Fiscal Year			
	2011-12	2012-13	2013-14	2014-15
Direct Rates:				
District School Board:				
Local Required Effort	5.573	5.510	5.309	5.237
Discretionary Local	0.748	0.748	0.748	0.748
Supplemental Discretionary	0.000	0.000	0.000	0.000
Capital Improvement	1.500	1.500	1.500	1.337
Total District School Board	7.821	7.758	7.557	7.322
Overlapping Rates:				
Escambia County	6.975	6.975	6.976	6.617
Escambia County Municipal Service Taxing Unit	0.685	0.685	0.685	0.685
City of Pensacola	4.289	4.289	4.290	4.290
City of Pensacola Downtown Improvement Board	2.000	2.000	2.000	2.000
Northwest Florida Water Management	0.040	0.040	0.040	0.039
Town of Century	0.905	0.905	0.901	0.871
Library	0.359	0.359	0.359	0.359

Source: Escambia County Tax Collector

Fiscal Year						
2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	
4.999	4.666	4.383	4.200	3.944	3.829	
0.748	0.748	0.748	0.748	0.748	0.748	
0.000	0.000	0.000	0.000	0.000	0.000	
1.366	1.462	1.500	1.377	1.351	1.351	
<u>7.113</u>	<u>6.876</u>	<u>6.631</u>	<u>6.325</u>	<u>6.043</u>	<u>5.928</u>	
6.616	6.617	6.617	6.617	6.617	6.617	
0.685	0.685	0.685	0.685	0.685	0.685	
4.290	4.290	4.290	4.290	4.290	4.290	
2.000	2.000	2.000	2.000	2.000	2.000	
0.038	0.037	0.035	0.034	0.033	0.031	
0.901	0.973	0.920	0.920	0.920	0.920	
0.359	0.359	0.359	0.359	0.359	0.359	

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

Taxpayer	Fiscal Year					
	2020-21			2011-12		
	Rank (Gross Tax)	Assessed Value	Percentage of Total Assessed Value	Rank (Gross Tax)	Assessed Value	Percentage of Total Assessed Value
Gulf Power Company	1	\$ 597,642	2.05%	1	\$ 476,236	2.47%
International Paper Company	2	272,363	0.94%	2	360,743	1.87%
Navy Federal Credit Union	3	339,046	1.17%			
Ascend Performace/Solutia	4	159,736	0.55%	3	123,431	0.64%
West Florida Regional Medical Center	5	125,054	0.43%	4	89,149	0.46%
City of Pensacola	6	267,689	0.92%	10	28,329	0.15%
Simon Debartolo Group / Simon Property	7	72,968	0.25%	9	34,832	
Wal-Mart / Sam's Stores, Inc.	8	80,119	0.28%	6	66,100	0.34%
Bellsouth Telecommunication	9	66,696	0.23%	7	64,397	0.33%
Pensacola Grand / Parkside Grand	10	61,511	0.21%			0.00%
Baptist Hospital				5	66,335	
CoxCom, Inc.				8	44,635	0.23%
Totals		<u>\$ 2,042,824</u>	<u>7.02%</u>		<u>\$ 1,354,187</u>	<u>6.49%</u>
Total Estimated Assessed Value - County		<u>\$ 29,091,063</u>			<u>\$ 19,259,003</u>	

Source: Escambia County Tax Collector, Escambia County School District

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

Fiscal Year	Total Tax Levy	Fiscal Year Collections		Delinquent Collections	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2020-21	\$ 129,176,988	\$ 124,825,375	96.63%	\$ 273,775	\$ 125,099,150	96.84%
2019-20	123,514,913	120,279,150	97.38%	180,184	120,459,334	97.53%
2018-19	120,886,275	117,827,456	97.47%	286,691	118,114,147	97.71%
2017-18	118,700,546	113,897,590	95.95%	593,823	114,491,413	96.45%
2016-17	117,619,850	112,912,890	96.00%	346,574	113,259,464	96.29%
2015-16	116,836,952	109,306,823	93.56%	3,738,780	113,045,603	96.76%
2014-15	116,033,176	112,111,423	96.62%	4,483,330	116,594,753	100.48%
2013-14	114,760,128	110,015,982	95.87%	4,739,310	114,755,292	100.00%
2012-13	116,337,455	110,886,858	95.31%	435,225	111,322,083	95.69%
2011-12	119,882,566	114,257,815	95.31%	389,853	114,647,668	95.63%

Note:

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

Source: Escambia County Tax Collector, Escambia County School District

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

Fiscal Year	Governmental Activities (A)				Percentage of Personal Income (B)	Per Capita (B)
	State Board of Education Bonds	Certificates of Participation	Sales Tax Revenue Bonds	Total Primary Government		
2020-21	\$ 1,083,615	\$ 42,390,000	\$ 39,301,021	\$ 82,774,636	0.577%	256
2019-20	1,286,322	9,920,811	44,126,167	55,333,300	0.405%	172
2018-19	1,505,285	14,548,717	48,791,313	64,845,315	0.499%	204
2017-18	1,698,916	18,981,622	53,306,459	73,986,997	0.597%	236
2016-17	2,835,164	23,167,836	57,676,605	83,679,605	0.688%	270
2015-16	2,225,141	27,477,464	60,551,751	90,254,356	0.787%	294
2014-15	2,738,580	31,635,983	-	34,374,563	0.313%	112
2013-14	3,954,275	35,063,539	-	39,017,814	0.351%	128
2012-13	5,206,286	38,611,793	-	43,818,079	0.406%	146
2011-12	6,410,159	42,016,050	-	48,426,209	0.470%	162

Sources:

(A) Annual Financial Report, CAFR

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

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
June 30, 2021
(Unaudited)

Governmental Unit	State Board of Education Bonds	Sales Tax Revenue Bonds, Series 2016	Certificates of Participation	Direct Debt	
				Total Debt Outstanding	Percentage Applicable to This Governmental Unit
Direct Debt:					
District School Board of Escambia County	\$ 1,083,615	\$ 39,301,021	\$ 42,390,000	\$ 82,774,636	100%
Overlapping Debt:					
Escambia County (1)				<u>160,703,145</u>	100%
Total Direct and Overlapping Debt				<u>\$ 243,477,781</u>	

(1) County debt outstanding was not determined at June 30, 2021, as their fiscal year ends on September 30. Consequently, September 30, 2020 data is reported.

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

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

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

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

Notes:

- (1) Sales Tax Revenue Bonds, Series 2016 were issued in January 2016. .
- (2) Certificates of Participation, Series 2020A were issued in August 2020. A portion of the debt is serviced from Sales Tax receipts.

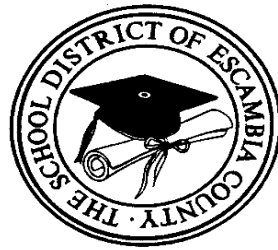
DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Assessed Value*	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Total Net Debt Applicable to Limit as a Percent of Debt Limit
2020-21	\$ 21,790,989,852	n/a	\$ -	\$ -	0.00%
2019-20	20,439,336,895	n/a	-	-	0.00%
2018-19	19,291,249,673	n/a	-	-	0.00%
2017-18	17,937,051,307	n/a	-	-	0.00%
2016-17	17,066,661,790	n/a	-	-	0.00%
2015-16	16,413,934,013	n/a	-	-	0.00%
2014-15	15,845,710,220	n/a	-	-	0.00%
2013-14	15,185,937,304	n/a	-	-	0.00%
2012-13	14,995,805,026	n/a	-	-	0.00%
2011-12	15,328,183,064	n/a	-	-	0.00%

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

* Final assessed value per Escambia County Property Appraiser

Source: District Records



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

Fiscal Year	Taxable Assessed Value (A)	Annual Lease Payment	Millage Levy to Provide 1.00x Coverage (B)
2020-21	\$ 21,790,990	\$ 5,848,632	.28 Mills
2019-20	20,439,337	4,837,000	.25 Mills
2018-19	19,291,249	4,850,625	.26 Mills
2017-18	17,937,051	4,782,240	.28 Mills
2016-17	17,066,662	5,060,278	.31 Mills
2015-16	16,413,934	5,062,851	.32 Mills
2014-15	15,845,710	5,109,849	.34 Mills
2013-14	15,185,937	5,134,381	.35 Mills
2012-13	14,995,805	5,136,131	.36 Mills
2011-12	15,328,183	4,941,173	.34 Mills

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

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

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

Source: District Records

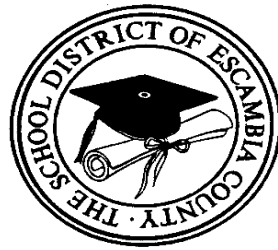
DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Population (A)	Personal Income	Per Capita Personal Income (A)	Median Age (A)
2020-21	323,714	\$ 14,356,392,186	\$ 44,349	38.20
2019-20	321,134	13,660,076,958	42,537	38.00
2018-19	318,560	13,005,212,000	40,825	38.00
2017-18	313,381	12,385,130,501	39,521	37.90
2016-17	309,986	12,160,440,794	39,229	37.90
2015-16	306,944	11,464,972,288	37,352	37.90
2014-15	305,872	10,993,345,552	35,941	37.70
2013-14	305,817	11,118,282,852	36,356	37.60
2012-13	301,120	10,788,828,480	35,829	38.30
2011-12	299,511	10,301,381,334	34,394	37.40

Sources:

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

Unemployment Rate (B)	Student Enrollment (C)	Government-wide Governmental Activities Expenses	Cost per Student
5.6%	38,180.95	\$ 453,719,450	\$ 11,883
9.2%	39,643.48	428,066,733	10,798
3.5%	39,619.87	430,991,864	10,878
3.9%	39,807.09	394,423,954	9,908
4.4%	39,859.07	396,139,493	9,939
4.7%	40,109.79	392,844,539	9,794
5.7%	40,155.69	379,364,936	9,447
6.0%	40,170.72	367,703,010	9,154
6.7%	40,340.18	364,960,386	9,047
8.7%	40,119.02	363,994,261	9,073



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

Employer	Fiscal Year					
	2020-21 (1)			2010-11 (1)		
	Employees	Rank	Percentage of Labor Force	Employees	Rank	Percentage of Labor Force
Local Government	14,700	1	9.57%	15,790	1	11.14%
Navy Federal Credit Union	8,697	2	5.66%			
State of Florida	6,700	3	4.36%	5,970	3	4.21%
Baptist Health Care	7,347	4	4.78%	3,163	5	2.23%
Federal Government	6,900	5	4.49%	7,403	2	5.22%
Sacred Heart Health Systems	4,820	6	3.14%	5,000	4	3.53%
Gulf Power Company	1,774	7	1.15%	1,400	7 (T)	0.99%
Solutia, Inc. / Ascend Perf. Materials	1,288	8	0.84%	1,400	8 (T)	0.99%
West Florida Health Care	1,200	9	0.78%	1,300	9	0.92%
Innisfree Hotels	750	10	0.49%			
Lakeview Center				2,000	6	1.41%
University of West Florida				1,231	10	0.87%
Total	54,176		35.25%	44,657		31.53%
Total Civilian Labor Force (2)	153,617			141,695		

Sources:

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

(2) Florida Legislature Office of Economic and Demographic Research

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

	Placed in Service ⁽¹⁾	Square Footage ⁽²⁾	Portables	Full-Time Equivalent Enrollment Data									
				2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Elementary Schools/K-8													
Allen Elementary	1956	86,479	-	628.36	632.13	563.93	577.49	616.68	613.47	599.61	635.25	579.75	539.45
Belview Elementary	1950	98,997	1	698.00	746.50	696.10	720.25	750.09	761.17	727.06	628.19	612.48	541.94
Beulah Elementary	1980	111,503	18	887.80	896.00	920.11	967.64	963.52	991.32	978.19	919.81	904.68	850.34
Bibbs Elementary	1962	57,871	-	-	-	-	-	-	-	-	-	-	-
Blue Angels Elementary	1999	127,545	2	884.76	989.10	849.17	913.43	943.19	881.70	871.85	813.85	829.60	738.14
Bratt Elementary	1980	75,727	5	436.02	438.91	414.96	401.14	418.33	425.33	476.12	476.74	477.22	474.18
Brentwood Elementary	1937	63,682	2	542.87	555.39	616.97	585.98	578.77	557.12	523.07	470.95	390.64	358.93
Caro Elementary	1989	116,550	8	943.06	908.97	952.20	954.91	895.03	837.11	830.39	806.95	759.88	747.99
Cook Elementary	1997	119,719	-	628.50	635.72	622.13	579.89	587.39	593.80	599.12	566.98	558.45	538.41
Cordova Park Elementary	1962	91,297	7	713.52	677.22	707.88	680.48	682.43	704.79	659.61	618.55	598.64	574.26
Ensley Elementary	1959	71,449	10	442.93	427.16	457.85	474.93	493.22	474.93	439.76	380.61	396.12	353.54
Ferry Pass Elementary	1957	85,515	9	708.42	622.66	688.46	724.37	679.90	591.64	603.91	617.30	587.48	555.61
Global Learning Academy	2011	130,802	-	780.06	753.14	757.43	757.96	726.80	739.26	649.06	579.33	535.91	475.63
Hallmark Elementary	1928	36,993	3	-	-	-	-	-	-	-	-	-	-
Holm Elementary	1999	110,777	1	471.58	430.67	440.04	470.40	499.21	489.95	449.53	449.29	485.26	381.71
Kingsfield Elementary	2018	118,310	-	-	-	-	-	-	-	-	624.23	777.91	719.67
Lincoln Park Elementary	1961	64,540	1	261.56	276.44	140.02	147.40	179.88	172.38	229.30	286.42	274.08	255.78
Lipscomb Elementary	1991	125,142	10	903.03	911.39	926.99	931.84	921.90	879.04	869.40	844.02	806.78	791.30
Longleaf Elementary	1975	91,612	3	730.88	690.67	784.36	772.13	770.94	722.20	659.80	565.56	563.67	542.80
McArthur Elementary	1975	107,456	11	686.64	693.60	740.55	762.06	770.49	752.01	744.94	702.98	660.34	630.70
Molino Park Elementary	2002	129,069	-	397.26	387.26	381.35	415.13	410.79	422.45	440.86	457.82	465.40	453.24
Montclair Elementary	1960	69,993	2	373.04	363.04	341.33	308.66	356.06	314.68	303.90	366.53	404.13	395.91
Myrtle Grove Elementary	1936	82,080	6	662.82	677.72	703.69	606.89	657.60	611.09	517.70	560.86	557.78	488.45
Navy Point Elementary	1954	79,369	-	481.62	483.58	508.65	449.89	495.59	571.33	488.85	512.00	468.53	427.53
Oakcrest Elementary	1956	85,505	17	470.03	518.35	602.87	663.55	568.83	518.23	521.00	519.43	507.50	491.23
Pine Meadow Elementary	1960	87,754	4	856.67	909.03	942.99	905.42	920.55	906.51	940.59	629.67	669.87	678.47
Pleasant Grove Elementary	1948	70,718	6	675.09	680.62	631.70	729.36	670.16	626.56	676.74	594.42	525.58	490.71
Scenic Heights Elementary	1960	110,679	11	780.00	841.67	872.57	762.30	815.99	801.85	910.43	819.15	836.27	738.52
Semmes Elementary	1955	72,751	2	335.69	366.24	405.43	397.86	377.29	429.06	451.36	398.66	420.48	436.01
Sherwood Elementary	1958	85,082	1	509.20	526.66	589.50	605.46	615.82	598.21	573.88	513.82	478.70	432.53
Suter Elementary	2015	110,295	-	367.58	434.72	423.62	437.37	538.94	586.77	576.76	565.11	564.65	470.67
Warrington Elementary	1947	74,225	10	508.12	483.24	485.95	425.29	429.36	379.78	374.40	319.84	296.83	293.75
Weis Elementary	1990	111,549	-	487.68	492.60	573.90	545.03	494.12	444.33	473.59	467.77	482.69	480.31
West Pensacola Elementary	1955	82,099	8	497.94	472.12	404.83	425.20	439.63	506.95	502.91	526.40	548.56	514.80
Yniestra Elementary	1938	39,600	1	-	-	-	-	-	-	-	-	-	-
Total Elementary Schools			159	18,750.73	18,922.52	19,147.53	19,099.71	19,268.50	18,905.02	18,663.69	18,238.49	18,025.86	16,862.51
Middle Schools													
Bailey Middle School	1993	201,368	12	1,406.93	1,400.90	1,481.31	1,389.71	1,345.55	1,355.79	1,372.55	1,392.34	1,305.45	1,206.25
Belview Middle School	1961	158,235	8	1,071.40	1,110.69	980.69	1,019.59	1,009.27	972.73	1,004.94	991.08	1,003.62	1,006.65
Beulah Middle School	2018	175,680	-	-	-	-	-	-	-	-	824.53	1,040.86	1,026.07
Brown Barge Middle School	1955	113,127	-	610.70	620.99	594.23	576.87	536.36	549.83	570.57	557.78	512.69	508.77
Ferry Pass Middle School	1961	153,755	3	889.82	980.71	1,011.74	987.37	1,023.05	1,049.24	1,052.39	1,206.63	1,106.84	993.39
Ransom Middle School	1987	190,378	11	1,356.40	1,360.09	1,429.64	1,392.08	1,331.97	1,388.04	1,449.59	1,271.80	1,309.69	1,291.35
Ward Middle School	2015	121,676	-	465.58	461.33	458.58	453.79	459.52	432.56	486.20	485.84	484.91	469.97
Warrington Middle School	1953	137,998	4	727.70	705.79	649.87	672.76	666.21	680.24	678.15	809.89	790.69	770.57
Woodham Middle School	1964	236,668	1	853.80	805.80	699.61	687.07	821.14	769.52	745.89	-	-	-
Workman Middle School	1962	156,155	2	921.42	1,008.49	979.62	941.48	852.49	779.94	775.98	972.82	920.37	857.66
Total Middle Schools			41	8,303.75	8,454.79	8,285.29	8,120.72	8,045.56	7,977.89	8,136.26	8,512.71	8,475.12	8,130.68

(continued)

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

	Placed in Service ⁽¹⁾	Square Footage ⁽²⁾	Portables	Full-Time Equivalent Enrollment Data									
				2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
High Schools													
Escambia High School	1958	283,880	6	1,786.06	1,646.34	1,678.82	1,707.46	1,656.07	1,683.17	1,750.59	1,689.15	1,720.18	1,674.41
West Florida High School of Advanced Technology	1967	338,380	12	1,249.58	1,245.51	1,254.39	1,257.06	1,260.21	1,307.05	1,295.79	1,275.20	-	-
West Florida High School of Advanced Technology ⁽⁴⁾	1964	236,668	1	-	-	-	-	-	-	-	-	1,228.38	1,188.97
Northview High School	1993	148,273	1	540.27	535.95	495.89	481.26	487.65	476.77	458.70	467.14	496.74	453.98
Pensacola High School	1949	288,045	5	1,611.19	1,571.52	1,463.15	1,419.10	1,403.39	1,360.71	1,401.57	1,374.45	1,343.70	1,341.44
Pine Forest High School	1974	246,196	14	1,702.56	1,729.23	1,646.97	1,674.06	1,628.62	1,582.40	1,558.14	1,590.58	1,589.18	1,572.97
Tate Senior High School	1950	318,045	1	1,884.06	1,969.99	1,928.67	2,073.34	2,144.00	2,095.49	2,096.45	2,100.79	2,027.70	2,007.56
Washington High School	1976	275,971	7	1,609.95	1,623.54	1,626.17	1,711.79	1,720.77	1,730.68	1,736.67	1,717.27	1,750.61	1,727.94
Total High Schools			47	10,383.67	10,322.08	10,094.06	10,324.07	10,300.71	10,236.27	10,297.91	10,214.58	10,156.49	9,967.27
Special Centers													
Judy Andrews Second Chance Center	1954	45,495	-	40.51	38.76	40.72	42.99	57.09	100.11	121.18	130.32	-	-
Success Academy (formerly known as Judy Andrews Second Chance Center) ⁽⁵⁾	1967	338,380	12	-	-	-	-	-	-	-	-	191.80	163.71
McMillian Learning Center	1961	44,979	5	68.15	49.14	38.95	25.51	16.96	21.84	25.82	34.58	-	-
Teenage Parent PK	n/a	n/a	n/a	-	-	-	-	12.33	24.00	18.00	19.00	19.56	7.50
George Stone Technical Center ⁽³⁾	1967	219,913	5	-	-	-	-	0.31	-	-	-	-	-
Escambia Westgate Center	1979	104,473	4	246.00	238.50	242.49	228.83	228.47	231.49	208.55	195.27	187.97	140.07
Total Special Centers			26	354.66	326.40	322.16	297.33	315.16	377.44	373.55	379.17	399.33	311.28
Other Programs													
Camelot	n/a	n/a	n/a	154.00	160.00	177.75	181.05	177.80	153.30	170.13	224.02	230.63	169.30
District Administered Programs	n/a	n/a	n/a	102.20	90.44	92.98	100.45	82.83	70.09	85.61	84.60	87.70	85.88
Escambia County Jail	n/a	n/a	n/a	9.00	17.00	15.13	17.30	28.14	21.46	9.95	10.01	11.04	12.87
Escambia Juvenile Justice Center	n/a	n/a	n/a	58.22	49.53	48.09	52.05	36.42	60.49	83.53	70.05	61.16	30.55
Hospital & Homebound	n/a	n/a	n/a	12.28	9.33	9.85	14.76	6.08	9.03	8.90	5.93	5.61	4.55
Drug and Alcohol Residential Treatment Center (DAART)	n/a	n/a	n/a	18.50	16.00	16.41	12.45	12.68	13.61	11.28	2.89	-	-
Lakeview Center	n/a	n/a	n/a	29.50	28.50	26.63	24.90	43.48	46.66	38.69	41.60	39.00	40.96
Escambia Boys Base	n/a	n/a	n/a	27.66	19.17	28.38	30.34	34.39	33.02	30.47	29.60	27.66	10.96
Escambia Bay Marine	n/a	n/a	n/a	74.55	59.12	31.69	-	-	-	-	-	-	-
PACE Center for Girls	n/a	n/a	n/a	66.80	63.43	62.61	72.62	69.10	73.48	65.32	71.86	72.53	75.37
McKay Scholarships	n/a	n/a	n/a	235.00	248.50	316.71	328.86	311.35	386.00	391.00	405.00	395.50	356.00
Family Empowerment Scholarships	n/a	n/a	n/a	-	-	-	-	-	-	-	-	396.00	629.50
Total Other Programs				787.71	761.02	826.23	834.78	802.27	867.14	894.88	945.56	1,326.83	1,415.94
Charter Schools													
A. A. Dixon Charter School of Excellence	n/a	n/a	n/a	156.50	160.00	-	-	-	-	-	-	-	-
Beulah Academy of Science, Inc.	n/a	n/a	n/a	282.90	282.60	288.04	286.55	289.88	286.68	286.02	290.04	293.30	288.24
Byrnesville Elementary School, Inc.	n/a	n/a	n/a	157.10	158.80	174.10	191.63	206.72	206.50	214.49	192.57	181.54	180.60
Capstone Academy Pensacola	n/a	n/a	n/a	21.51	25.50	26.00	23.42	24.93	32.86	28.53	31.10	27.56	21.00
Escambia Charter School, Inc.	n/a	n/a	n/a	126.50	114.00	120.03	115.26	103.73	90.62	99.07	-	-	-
Jacqueline Harris Preparatory Academy	n/a	n/a	n/a	188.00	174.50	197.63	179.94	209.75	203.64	232.08	233.27	218.95	176.75
Five Flags Academy	n/a	n/a	n/a	-	-	-	89.44	-	-	-	-	-	-
Newpoint Academy Middle School	n/a	n/a	n/a	189.10	166.80	158.33	172.87	-	-	-	-	-	-
Newpoint Pensacola High School	n/a	n/a	n/a	81.50	91.03	113.23	109.43	-	-	-	-	-	-
Pensacola Beach Elementary School, Inc.	n/a	n/a	n/a	135.45	138.26	135.34	138.00	139.10	150.09	136.57	143.70	140.81	131.94
Total Charter Schools				1,338.56	1,311.49	1,212.70	1,306.54	974.11	970.39	996.76	890.68	862.16	798.53
Virtual Instruction Programs	n/a	n/a	n/a	199.94	241.88	282.75	172.54	403.48	524.92	444.04	438.68	397.69	694.74
Total District				40,119.02	40,340.18	40,170.72	40,155.69	40,109.79	39,859.07	39,807.09	39,619.87	39,643.48	38,180.95

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

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

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

⁽⁴⁾ Moved to former Woodham Middle School campus.

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

Source: District Records

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

Fiscal Year	(A) Instructional	(B) Administrative	(C) Support Services	Total	Ratio of Students (FTE) to Instructional Personnel	Ratio of Instructional Personnel to Administrators
2020-21	3,147	185	2,057	5,389	12.23	17.01
2019-20	3,044	192	2,120	5,356	13.02	15.85
2018-19	2,963	174	2,041	5,178	13.36	17.03
2017-18	3,139	181	2,057	5,377	12.68	17.34
2016-17	3,082	178	2,040	5,300	12.95	17.31
2015-16	3,097	177	2,053	5,327	12.97	17.50
2014-15	3,138	173	2,050	5,361	12.80	18.14
2013-14	3,161	164	1,870	5,195	12.71	19.27
2012-13	3,083	160	1,938	5,181	13.08	19.27
2011-12	3,087	160	2,042	5,289	13.00	19.29

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

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

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

Sources: District Records, Florida Department of Education Staff Reports

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

Fiscal Year	Minimum Range 10-Month Salary (a)	Maximum Range 10-Month Salary (a)	Average Teacher Salary
2020-21	\$ 43,500 - \$ 47,100	\$ 73,300 - \$ 76,900	\$ 49,090
2019-20	38,000 - 41,600	67,800 - 71,400	44,427
2018-19	37,800 - 41,400	67,600 - 71,200	44,312
2017-18	37,000 - 40,600	66,800 - 70,400	43,963
2016-17	36,810 - 40,410	59,374 - 62,974	47,632
2015-16	36,446 - 40,046	58,786 - 62,386	45,171
2014-15	35,872 - 39,472	56,250 - 59,850	44,841
2013-14	34,152 - 37,752	55,635 - 59,235	44,254
2012-13	33,482 - 37,082	53,026 - 56,626	42,619
2011-12	32,825 - 36,425	51,986 - 55,586	41,989

(a) Minimum and maximum salary ranges are based on the educational level of the employee. The starting amount represents a bachelor's degree and the ending amount represents an in-field doctorate degree. Employees may earn additional pay for the following degree levels: in-field masters (\$2,500); out-of-field masters (\$1,700); in-field specialist (\$3,100); out-of-field specialist (\$2,600); in-field doctorate (\$3,600); out-of-field doctorate (\$3,300). Employees may also receive additional compensation for working 11 or 12 months.

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

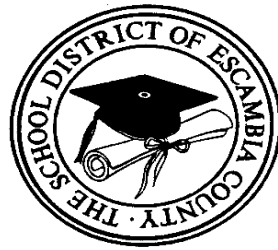
Sources: Minimum & Maximum Salaries - District Records; Average Teacher Salaries - Florida Department of Education.

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

	Fiscal Year Ending			
	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015
Days Meals were Served	180	177	175	180
Average Number of Free and Reduced Meals Served Daily	31,288	30,980	30,792	30,809
Number of Free and Reduced Meals Served	5,631,896	5,483,459	5,388,581	5,545,625
Average Daily Subsidy Received	\$ 83,309	\$ 88,638	\$ 90,802	\$ 1,580
Total Subsidy Received	\$ 14,995,628	\$ 15,688,854	\$ 15,890,352	\$ 284,424
Average Number of Meals Served Daily	36,613	36,473	35,870	35,751
Number of Meals Served	6,590,289	6,455,792	6,277,235	6,435,127
Average Daily Revenues	\$ 109,692	\$ 111,500	\$ 112,721	\$ 110,961
Total Revenues	\$ 19,744,479	\$ 19,735,430	\$ 19,726,102	\$ 19,973,056
Average Daily Costs	\$ 111,823	\$ 118,833	\$ 118,158	\$ 112,483
Total Costs	\$ 20,128,069	\$ 21,033,403	\$ 20,677,648	\$ 20,246,983

Source: District Records

Fiscal Year Ending					
June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
180	179	175	176	141	191
32,567	31,442	35,153	33,956	31,412	21,851
5,862,052	5,628,083	6,151,817	5,976,306	4,429,119	4,173,515
\$ 90,295	\$ 89,222	\$ 101,975	\$ 101,304	\$ 97,309	\$ 78,739
\$ 16,253,037	\$ 15,970,789	\$ 17,845,684	\$ 17,829,460	\$ 13,720,503	\$ 15,039,154
35,875	34,462	36,814	35,737	33,824	22,002
6,457,472	6,168,739	6,442,413	6,289,726	4,769,214	4,202,292
\$ 116,613	\$ 113,276	\$ 126,738	\$ 123,659	\$ 133,313	\$ 101,423
\$ 20,990,375	\$ 20,276,400	\$ 22,179,211	\$ 21,763,939	\$ 18,797,160	\$ 19,371,869
\$ 111,525	\$ 117,249	\$ 120,478	\$ 120,837	\$ 139,061	\$ 93,553
\$ 20,074,488	\$ 20,987,576	\$ 21,083,616	\$ 21,267,297	\$ 19,607,647	\$ 17,868,535



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SINGLE AUDIT

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2021

Federal Grantor /Pass-Through Grantor/Program Title	Assistance Listing Number	Pass-Through Grantor Number	Amount of Expenditures (1)	Amount Provided to Subrecipients
United States Department of Agriculture:				
Indirect:				
Child Nutrition Cluster:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	20002	\$ 193,376	\$ -
National School Lunch Program	10.555	20001	2,036,363	-
Summer Food Service Program for Children	10.559	20006	14,221,247	-
Emergency Operational Costs Reimbursement	10.585	N/A	1,647,751	-
Total Child Nutrition Cluster			<u>18,098,737</u>	<u>-</u>
Child and Adult Care Food Program	10.558	5033	103,862	-
Total United States Department of Agriculture			<u>18,202,599</u>	<u>-</u>
United States Department of Defense:				
Direct:				
Army Junior Reserve Officers Training Corps	12.UNK	N/A	80,344	-
Air Force Junior Reserve Officers Training Corps	12.UNK	N/A	63,427	-
Navy Junior Reserve Officers Training Corps	12.UNK	N/A	375,933	-
Competitive Grants: Promoting K-12 Student Achievement at Military-Connected Schools	12.556	N/A	928,978	-
Total United States Department of Defense			<u>1,448,682</u>	<u>-</u>
United States Department of Labor:				
Indirect:				
WIOA Cluster:				
Workforce Escarosa, Inc.:				
WIOA Youth Activities	17.259	2020-2021-03	256,719	-
Total United States Department of Labor			<u>256,719</u>	<u>-</u>
United States Department of Education:				
Direct:				
Student Financial Assistance Cluster:				
Federal Pell Grant Program	84.063	N/A	664,431	-
Impact Aid	84.041	N/A	377,261	-
Total Direct			<u>1,041,692</u>	<u>-</u>
Indirect:				
Special Education Cluster:				
Florida Department of Education:				
Special Education - Grants to States	84.027	262, 263	12,523,012	-
Special Education - Preschool Grants	84.173	267	267,250	-
Total Special Education Cluster			<u>12,790,262</u>	<u>-</u>
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191	191,290	-
Title I Grants to Local Educational Agencies	84.010	126, 212, 223, 226	16,447,734	-
Migrant Education - State Grant Program	84.011	217	121,438	-
Student Support and Academic Enrichment Grant	84.424	241	1,187,684	-
Career and Technical Education - Basic Grants to States	84.048	161	905,729	-
Education for Homeless Children and Youth	84.196	127	172,593	-
English Language Acquisition Grants	84.365	102	83,921	-
Supporting Effective Instruction State Grants	84.367	224	1,691,811	-
Public Charter Schools Program	84.282	298	57,352	57,352
Total Florida Department of Education			<u>20,859,552</u>	<u>57,352</u>
Total Indirect			<u>33,649,814</u>	<u>57,352</u>
Total United States Department of Education Less Education Stabilization Cluster			<u>34,691,506</u>	<u>57,352</u>

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2021

<u>Federal Grantor /Pass-Through Grantor/Program Title</u>	<u>Assistance Listing Number</u>	<u>Pass-Through Grantor Number</u>	<u>Amount of Expenditures (1)</u>	<u>Amount Provided to Subrecipients</u>
Education Stabilization Fund - Coronavirus Aid, Relief, and Economic Security Act (CARES Act):				
Direct:				
Higher Education Emergency Relief Fund	84.425 E	N/A	317,072	-
HEERF Institutional Portion	84.425 F	N/A	490,193	-
HEERF Fund for the Improvement of Postsecondary Education	84.425 N	N/A	53,067	-
Indirect:				
Governor's Emergency Education Relief Fund	84.425 C	123	784,480	36,705
Elementary and Secondary Emergency Relief Fund	84.425 D	123, 124	12,585,607	133,724
Total Education Stabilization Fund			<u>14,230,419</u>	<u>170,429</u>
Early Learning Coalition of the Emerald Coast:				
Indirect:				
Emergency Funding Assistance for Early Learning/Child Care Providers (CARES Act)	84.UNK	None	171,642	-
United States Department of Health and Human Services:				
Indirect:				
Community Action Community - Head Start: Head Start	93.600	None	423,438	-
Total United States Department of Health and Human Services			<u>423,438</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 69,425,005</u>	<u>\$ 227,781.00</u>

Notes:

(1) Basis of Presentation

The accompanying Schedule of Federal Awards (Schedule) includes the Federal award activity of the Escambia County District School Board under programs of the Federal government for the fiscal year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present financial position, changes in net position, or cash flows of the District.

(2) Summary of Significant Accounting Policies

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

(3) Indirect Cost Rate

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

(4) Noncash Assistance: National School Lunch Program

Includes \$1,515,693 of donated food received during the fiscal year. Donated foods are recorded at fair value as determined at the time of donation.

(5) Impact Aid

Expenditures are related to grant numbers/programs as follows: 19-FL-2020-0001 (\$51,355), 19-FL-2021-0001 (\$325,906).



Certified Public Accountants

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Escambia County, Florida (the "District") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 9, 2021. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component units, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

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

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

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

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

Compliance and Other Matters

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

Pursuant to provisions of Chapter 10.800, *Rules of the Auditor General*, we reported certain matters to management of the District in a separate management letter and Independent Accountant's Report dated December 9, 2021.

Purpose of this Report

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

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 9, 2021



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

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

Report on Compliance for Each Major Federal Program

We have audited the compliance of the District School Board of Escambia County, Florida (the “District”) with the types of compliance requirements described in the U.S. Office of Management and Budget (“OMB”) *Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended June 30, 2021. The District’s major federal programs are identified in the summary of auditor’s results section of the accompanying Schedule of Findings and Questioned Costs.

Management’s Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor’s Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

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

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

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

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

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

We have audited the basic financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 9, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. Our report on the basic financial statements included disclosures regarding our reference to the reports of other auditors. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis, as required by the Uniform Guidance, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements.

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance (Cont.)

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 9, 2021

DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA

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

For the Year Ended June 30, 2021

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

No matters are reported.

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

No matters are reported.

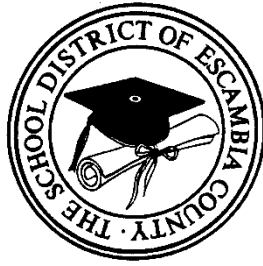
DISTRICT SCHOOL BOARD OF ESCAMBIA COUNTY, FLORIDA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended June 30, 2021

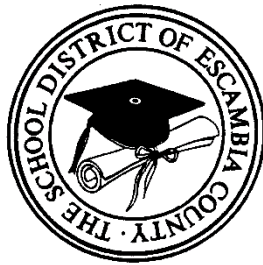
FEDERAL AUDIT FINDINGS

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



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OTHER REPORTS



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INDEPENDENT AUDITOR'S MANAGEMENT LETTER

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

Report on the Financial Statements

We have audited the financial statements of the District School Board of Escambia County, Florida (the "District") as of and for the year ended June 30, 2021, and have issued our report thereon dated December 9, 2021.

Auditor's Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance and Report on the Schedule of Expenditures of Federal Awards in Accordance with the Uniform Guidance, Schedule of Findings and Questioned Costs, and our Independent Accountant's Report in accordance with AICPA Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.800, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated December 9, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Financial Condition and Management

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

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

Financial Condition and Management (Cont.)

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

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

Transparency

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

Additional Matters

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

Purpose of this Letter

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

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 9, 2021



Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT

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

We have examined the District School Board of Escambia County, Florida's (the "District") compliance with the requirements of Section 218.415, Florida Statutes, during the year ended June 30, 2021. Management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion on the District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the 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 with those requirements, in all material respects. An examination involves performing procedures to obtain evidence about the District's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of 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 does not provide a legal determination on the District's compliance with specified requirements.

In our opinion, the District complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2021.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
December 9, 2021