

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2020

St. Johns County School District
St. Augustine, Florida

CELEBRATING 150 YEARS IN EDUCATION





Comprehensive Annual Financial Report

Fiscal Year
Ended
June 30, 2020

St. Johns County School District
St. Augustine, Florida

Prepared by Department of Finance

This page intentionally left blank.



ST. JOHNS COUNTY SCHOOL DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED June 30, 2020

Contents

INTRODUCTION

- 1 Letter of Transmittal
- 14 Board Members - Elected
- 15 Principal Officials - Appointed
- 17 Organizational Chart
- 18 Certificate of Excellence in Financial Reporting
- 19 Certificate of Achievement for Excellence in Financial Reporting

FINANCIAL

- 23 Independent Auditor's Report
- 29 Management's Discussion and Analysis

Basic Financial Statements

Government-Wide Financial Statements

- 47 Statement of Net Position
- 48 Statement of Activities

Fund Financial Statements

- 50 Balance Sheet - Governmental Funds
- 53 Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
- 54 Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds
- 57 Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities
- 58 Statement of Net Position - Proprietary Funds
- 59 Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds
- 60 Statement of Cash Flows - Proprietary Funds
- 61 Statement of Fiduciary Assets and Liabilities - Fiduciary Funds
- 65 Notes to Financial Statements

Required Supplementary Information

- 117 Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget to Actual - General Fund - Legal Level of Budgetary Control
- 122 Schedule of Changes in Total Other Postemployment Benefit (OPEB) Liability and Related Ratios
- 124 Schedule of Proportionate Share of the Net Pension Liability - Florida Retirement System (FRS) Defined Benefit Pension Plan
- 125 Schedule of Contributions - Florida Retirement System (FRS) Defined Benefit Pension Plan
- 126 Schedule of Proportionate Share of the Net Pension Liability - Health Insurance Subsidy (HIS) Pension Plan
- 127 Schedule of Contributions - Health Insurance Subsidy (HIS) Pension Plan
- 128 Notes to Required Supplementary Information

Other Supplementary Information - Combining and Individual Fund Statements and Schedules

Combining Statements

- 134 Combining Balance Sheet - Nonmajor Governmental Funds
- 136 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

Individual Budgetary Comparison Schedules

Schedule of Revenues, Expenditures, and Changes in Fund Balances, Budget and Actual for:

Major Funds:

- 141 Debt Service - Other Debt Service Fund
- 142 Capital Projects - Section 1011.14 Loan Fund
- 143 Capital Projects - Local Capital Improvement Fund
- 144 Capital Projects - Other Capital Projects Fund

Nonmajor Funds:

- 145 Special Revenue - Food Service Fund
- 146 Special Revenue - Other Federal Programs Fund
- 148 Debt Service - State Board of Education COBI Bonds Fund
- 149 Debt Service - ARRA Debt Service Fund
- 150 Capital Projects - Public Education Capital Outlay Fund
- 151 Capital Projects - Capital Outlay and Debt Service Fund

Internal Service Funds

- 155 Combining Statement of Net Position - Internal Service Funds
- 156 Combining Statement of Revenues, Expenses, and Changes in Net Position - Internal Service Funds
- 157 Combining Statement of Cash Flows - Internal Service Funds

Fiduciary Funds - Agency Funds

- 161 Statement of Changes in Assets and Liabilities - Fiduciary Funds - Agency Funds

Combining Financial Statements Component Units

- 164 Combining Statement of Net Position - Component Units
- 165 Combining Statement of Activities - Component Units

STATISTICAL

Financial Trends Information

- 168 Net Position by Component - Government-Wide
- 170 Changes in Net Position - Government-Wide
- 172 Fund Balances of Governmental Funds
- 175 Fund Balances of Governmental Funds and Entity-Wide Net Position
- 176 Changes in Fund Balances of Governmental Funds
- 178 Summary of Revenues, Expenditures (by Major Object), and Changes in Fund Balances - General Fund

Revenue Capacity Information

- 181 Governmental Activities Tax Revenues by Source
- 182 Assessed and Estimated Actual Value of Taxable Property
- 184 Property Tax Rates – Direct and Overlapping Governments
- 186 Principal Property Taxpayers
- 187 Property Tax Levies and Collections

Debt Capacity Information

- 188 Ratios of Outstanding Debt by Type
- 189 Ratio of Net General Bonded Debt Outstanding
- 191 Direct and Overlapping Governmental Activities Debt
- 192 Calculation of Legal Debt Margin on Bonded Debt
- 194 Pledged Revenue Coverage
- 195 Anticipated Capital Outlay Millage Levy Required to Cover Certificates of Participation Payments

Demographic and Economic Information

- 196 Demographic and Economic Statistics
- 197 Principal Employers

Operating Information

- 198 School Building Information & Full-Time Equivalent Enrollment Data
- 202 Number of Personnel
- 203 Teacher Base Salaries
- 204 Food Service Operating Data

SINGLE AUDIT

- 209 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*
- 211 Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control
Over Compliance Required by the Uniform Guidance
- 214 Schedule of Expenditures of Federal Awards
- 215 Notes to Schedule of Expenditures of Federal Awards
- 216 Schedule of Findings and Questioned Costs
- 217 Prior Audit Follow-Up
- 218 Summary Schedule of Prior Audit Findings



INTRODUCTION



"Acquire not only learning but the habit of learning."



St. John's Alliance

**Pupil's Monthly
Report**

**For Primary, Intermediate and
Grammar Grades**

**St. John's County
Public Schools**

Public Schools

Mildred PUTH

HOME ROOM TEACHER: Mrs. R. H. Smith

ATTITUDES

1-4
 5-8
 9-12
 1-4
 5-8
 9-12

1-4
 5-8
 9-12
 1-4
 5-8
 9-12

ATTITUDES
 KEY:

1- Shows that student passes test in a satisfactory unexcused manner.
 2- Shows that student passes test rest of the time with occasional lapses.
 3- Shows need for improvement in a definite manner.

TEST	1-4			5-8			9-12		
	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9
9-12	1	2	3	4	5	6	7	8	9
1-4	1	2	3	4	5	6	7	8	9
5-8	1	2	3	4	5	6	7	8	9

Letter of Transmittal

This page intentionally left blank.





Tim Forson
Superintendent of Schools

40 Orange Street
St. Augustine, Florida 32084
(904) 547-7500
www.stjohns.k12.fl.us

SCHOOL BOARD

November 24, 2020

Beverly Slough
District 1

Anthony E. Coleman Sr.
District 2

Bill Mignon
District 3

Kelly Barrera
District 4

Patrick Canan
District 5

Dear School Board Members and Citizens of St. Johns County:



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 governmental auditing standards generally accepted in the United States of America (GAAS). Pursuant to this requirement, we hereby issue the Comprehensive Annual Financial Report (CAFR) of the District School Board of St. Johns County, Florida (District) for the fiscal year ended June 30, 2020.

The accompanying report includes all funds of the District; the St. Johns County School Board Leasing Corporation, Inc. (Leasing Corporation); the St. Johns County Education Foundation, Inc. D/B/A INK! (Foundation); and three charter schools: St. Augustine Public Montessori School, operated by St. Augustine Montessori Community, Inc., and the Therapeutic Learning Center Charter School along with St. Johns Community Campus Charter School, both of which are operated by The Arc of the St. Johns, Inc.

The Leasing Corporation was formed by the School Board to be the lessor in connection with financing the acquisition and/or construction of certain educational facilities, and is considered to be a blended component unit. The 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. The charter schools are component units of the District, requiring discrete presentation in the basic financial statements. Charter school applications and contracts are approved and monitored by the District throughout the contract periods. Charter schools are funded by the State and funds pass through the District for distribution to each charter school. Charter schools may also receive grants and donations that do not pass through the District's financial system. The District receives a majority of its operating funds through a State funding formula that is intended to equalize funding received from the State and local property tax between districts within the State. Charter schools operating through a contract with the District are provided with their proportionate share of these funds, based on the number of full-time equivalent students enrolled at the charter school.

*The St. Johns County School District will inspire good character and a passion for lifelong learning
in all students, creating educated and caring contributors to the world.*

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework designed to protect the government's assets from losses, 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 its benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Auditor General of the State of Florida has audited the District's financial statements. 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, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion that the District's basic financial statements for the fiscal year ended June 30, 2020, 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 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 the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards.

Information related to this Single Audit, including the schedule of expenditures of federal awards; findings and questioned costs; summary schedule of prior audit findings; and the independent auditor's reports on the system of internal control and on compliance with applicable requirements, are included in the Single Audit section.

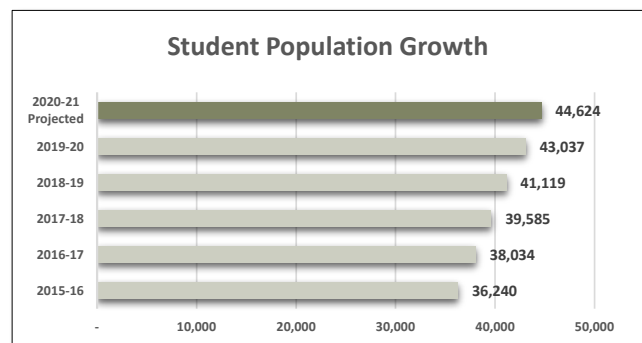
GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A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

PROFILE OF THE DISTRICT

The District and its governing board were created pursuant to Section 4, Article IX, of the Constitution of the State of Florida. The District is an independent taxing and reporting entity; managed, controlled, operated, administered, and supervised by District school officials in accordance with Chapter 1003, Florida Statutes.

The School Board consists of five elected officials responsible for the adoption of policies, which govern the operation of the District's public schools. The School Board appoints the Superintendent who is responsible for the administration and management of the schools within the applicable parameters of State laws, State Board of Education Rules and School Board policies. Section 1010.01, Florida Statutes, requires each school district to prepare and maintain financial records and accounts as prescribed by laws and rules of the State Board of Education.

The geographical boundaries of the District are those of St. Johns County. During the 2019-20 fiscal year, the District operated 44 schools, including 18 elementary schools, 6 K-8 schools, 7 middle schools, 7 high schools, 2 alternative education centers, 2 juvenile justice facilities, 1 technical college, and 1 virtual school. The District also has 3 charter schools that are component units of the District. In the 2019-20 fiscal year, the District provided educational opportunities to 43,037 unweighted full-time equivalent students through the following programs: basic K-12, exceptional student education, alternative education, early childhood, dual enrollment, career academies and accelerated programs, virtual instruction, career and technical, and adult education. The District's student growth has increased approximately 19 percent over the last 5 years and continues to steadily grow. The projected enrollment for the 2020-21 school year is 44,624 unweighted full-time equivalent students.



Although charter schools receive public funds, they operate independently of public school districts. Each charter school has its own board of directors and administrators. Each of the charter schools operating within the District during the 2019-20 school year provided an alternative choice with a specific educational focus.

However, State law requires that all charters be issued by the local School Board and mandates that charter schools receive no more than two consecutive “F” grades from the State Board of Education or else become subject to closure.

The District owns 51 buildings, with an average age of 31.6 years. In the last 10 years, two elementary schools and four kindergarten through eighth grade (K-8) schools have been built. The District continues to renovate and expand existing facilities to meet the increasing demand of student growth.

GENERAL DESCRIPTION AND LOCATION

St. Johns County (County) is located on North Florida’s east coast and encompasses approximately 608 square miles of land along the Atlantic Ocean. In relation to other areas, the County is approximately 40 miles south of Jacksonville, 100 miles northeast of Orlando and 305 miles north of Miami. Duval County borders to the north, Flagler County borders to the south while Clay and Putnam counties form the western boundary.



The County is home to St. Augustine, the nation’s oldest city. Founded by the Spanish in 1565, St. Augustine has been the oldest continuously occupied European settlement in the continental United States. The city boasts a multitude of noteworthy historic sites and buildings, including the Plaza de la Constitución, located in the heart of downtown; the Castillo de San Marcos, a remarkable coquina structure built by the Spanish in 1672; and the turn-of-the-century resort, Hotel Ponce de Leon (now Flagler College) which showcases the era’s remarkable architectural design, including the world’s largest collection of Louis Comfort Tiffany stained-glass windows.

Just minutes from the historic downtown district, the County’s 40 miles of beaches offer some of the best recreational and wildlife viewing opportunities in the State of Florida. The County’s wildlife is composed of a variety of species, including the endangered sea turtle.

From a recreational standpoint, golf is a cornerstone of the County. The World Golf Hall of Fame and Museum complex as well as two nationally recognized public courses, Slamner & Squire and the King & Bear, are featured in the central part of the County. TPC Sawgrass, a Top 10 Pete Dye course and home to the annual PGA Tour event, THE PLAYERS Championship, is located in the northern part of the County.

THE PLAYERS commitment to the support of the students of St. Johns County is significant and is evidenced by their pledge in 2018 of a \$500,000 donation (over five years) to the District’s CHARACTER COUNTS! initiative. The goal of this countywide character education

program is to instill positive character traits in our young people. Character education is an important part of every school improvement plan and a major component of each student code of conduct. Through CHARACTER COUNTS!, THE PLAYERS sponsors multiple District programs; such as, the student-to-student mentorship programs, *Where Everybody Belongs* (middle school) and *Link Crew* (high school), and THE PLAYERS *Character Cup* (a fifth-grade student event highlighting physical education). THE PLAYERS also offers CHARACTER COUNTS! grants for school/classroom and student leadership, as well as the Pursuing Victory with Honor grant. These programs focus on the expansion and enhancement of character education through projects, clubs and athletic programs within the St. Johns County School District. In addition, THE PLAYERS purchase the curriculum and equipment needed to provide *The First Tee Golf in Schools Program* for every elementary and K-8 school in the District.

Complementing the County's history, scenic beaches, and recreational offerings are its residential developments. Nocatee, a master-planned community located in Ponte Vedra, is consistently named one of the top selling communities in the County, ranked the sixth best-selling community in the nation for several years in a row, and the fourth best community over the last decade. In addition, in August 2020, according to new rankings published in Newsweek magazine, Nocatee was named the best place to live in the State of Florida.

ECONOMIC CONDITIONS AND OUTLOOK

The County's economic base is diverse and primarily tourism-related. Success in economic development ensures the County's long-term financial ability to provide ongoing quality services and infrastructure and enhance the quality of life for its residential and corporate citizens. An excellent system of public education is a significant factor in attracting new business, industry and residents to the County.

Socioeconomic indicators are above average with a per-capita income of \$70,498 and a median household income of \$77,323, compared to the State's per-capita of \$52,426 and median of \$53,267. The unemployment rate in the County, as of June 2020, was 7.0 percent, which is an increase from last year's unemployment rate of 2.9 percent, and is tied for the twelfth lowest unemployment rate in the State of Florida. The increase in unemployment is related to COVID-19.

Major employers in the County are the District, Flagler Hospital, St. Johns County government offices and the Florida School for the Deaf and the Blind, as well as the nationally recognized companies Northrop Grumman, Ring Power Corporation, and the PGA Tour.

There are 86,268 households within the County, with an estimated population of 261,900 for 2020, an increase of 20.2 percent over the last five years. The surge in population earns the County 10th place on the U.S. Census Bureau's "List of 100 Fastest Growing U.S. Counties with Population of 10,000 or More."

MAJOR INITIATIVES

Keeping Students Safe During the 2018 Legislative Session, the Florida Legislature passed the Marjory Stoneman Douglas High School Public Safety Act, a comprehensive law that includes provisions to address the safety and security of students and schools throughout Florida. This law requires each district school board and district school superintendent to cooperate with law enforcement agencies to assign one or more safe school officers at each school facility. Since 1986, the St. Johns County School Board and the St. Johns County Sheriff's Office have participated in a cooperative funding agreement of the School Youth Resource Deputy Program and plan to continue this cooperative funding agreement with the enactment of the Marjory Stoneman Douglas High School Public Safety Act.

Enhancing Mental Health Services The District's Mental Health Assistance Allocation Plan was approved by the Board on July 14, 2020. This plan was developed to address the delivery of evidence-based mental health services to support all levels of need. These needs are discussed, in general, in the following three tiers:

- Tier 1 – Elementary school students will receive classroom lessons which will help students manage emotions and apply interpersonal skills. Middle school students will receive classroom lessons and school-wide programs to support mental wellness, substance abuse prevention, and safe and healthy relationships. High school HOPE classes will be enhanced by providing supplemental mental health awareness. Also, at the high school level, school-wide prevention programs and instruction addressing mental and emotional health topics including mental wellness, substance abuse, suicide, bullying, dating violence, and human trafficking will continue.

In addition, the District continues piloting *Sources of Strength* at our seven high schools. *Sources of Strength* is a best-practice youth suicide prevention project designed to harness the power of peer social networks to change unhealthy norms and culture, ultimately preventing suicide, bullying, and substance abuse. The mission of *Sources of Strength* is to prevent suicide by increasing help-seeking behaviors and promoting connections between peers and caring adults. This is an evidence-based program which won the National Public Health Practice Award in 2005.

- Tier 2 – School-based counseling will be provided from a school counselor, school social worker or school psychologist.
- Tier 3 – Supplemental counseling services may be provided through the addition of individual and/or group counseling with a District mental health counselor or outside provider.

Investing in Students and Schools

- **Career and Technical Education** The District offers a unique elective course option to high school students known as Career Academies. Career Academies are designed around a career theme and offer students a greater awareness of the opportunities available within that career area. Multiple career types are offered in the high school academies and students have a wide range of choices, such as, aeronautics, business, communications, design, engineering, health, hospitality and tourism, law enforcement, technology, and environmental sciences. Academies must have a demonstrated need for employees for the particular career type and each academy includes a mentor and/or advisory board consisting of business leaders within the career cluster. The elective courses in each Academy adhere to specific guidelines established by the District and meet all graduation requirements. Grouped by a common area of interest, students experience a "school within a school" as they participate in hands-on, project-based programs of study. Successfully completed courses are included on a student's transcript and may be eligible as college credits. In addition, some Academy courses offer industry certification exams. Academies are instrumental in assisting students as they plan for postsecondary experiences, whether continuing their education or moving directly into the world of work.
- **First Coast Technical College (FCTC)** This accredited technical college operates under the purview of the St. Johns County School District and provides career, technical, and adult education to meet the changing needs of students, businesses, and the workforce. FCTC offers a wide range of vocational/technical programs including, but not limited to, automotive technology, culinary arts, cosmetology, dental assistant, emergency medical technician, fire-fighting, licensed practical nursing, medical assistant, nursing assistant, paramedic, and welding technology.
- **Professional Learning Communities (PLCs)** The framework for teacher evaluations utilized in the District is based upon a model focused on improving instructional performance to meet the needs of all students. The PLC process allows educators to work collaboratively in recurring cycles of collective inquiry and action research to achieve better results for the students they serve. PLCs work by providing a collaborative work environment, increasing team approach to student success, and increasing teacher awareness of data driven instruction. PLCs are implemented districtwide in order to assist all school administrators, teachers, and staff to grow in instructional practices.
- **Advancement Via Individual Determination (AVID)** AVID is a system focused on training educators to use methodologies that develop students' critical thinking, literacy and math skills for success in high school, college, and a career. The philosophy of the AVID system is for educators to not only provide academic and social support, but to hold students accountable to the highest standards, encouraging them to personal achievement through hard work and determination. AVID is especially effective for students underrepresented in higher education. A benefit to teachers and students, AVID is implemented at the elementary and secondary levels and is aligned to the District's

strategic plan goals for college readiness, academic, and student services goals, as well as human resources and professional development goals.

- **i-Ready** The District implemented the i-Ready program to help drive student success through diagnostic and growth monitoring assessments and highly engaging computer-based lessons that motivate students at their level of ability and help quickly move them to grade level and beyond.

ACCOMPLISHMENTS

One of the measurements used to determine a school district's success is to compare the results of its students' scores on national and statewide testing platforms. The District's students have performed remarkably well based on those various tests and their results are noted below.

District students exceeded the State average as well as the national average on both the 2020 SAT and the 2020 ACT. Students also outperformed all other Florida students on the 2020 AP tests. In addition, District students exceeded the State average in the 2020 ACT College Readiness Benchmark tests in English, math, science, and reading, as individual subjects, as well as all four of those subjects combined.

Florida Standards Assessments (FSA) and End-of-Course (EOC) tests for the 2019-20 school year were cancelled due to the outbreak of the Coronavirus 2019 (COVID-19). However, for the 2018-19 school year, District students ranked first in reading in all tested grades (3-10). Math testing results ranked District students first in grades 6-8; tied for second in grade 4; second in grade 5; and third for grade 3. District students also ranked first in science in the tested grade of 8 and tied for first in the tested grade of 5. District students also ranked first in the State for all EOC tests (FSA Algebra 1 and Geometry, and NGSSS Biology, Civics and US History).

Finally, District students have been first in the State (out of 67 school districts) in total school accountability points for the past 11 years, and the District is one of only two school districts in the State to receive an "A" grade for 15 consecutive years. This information is also for the 2018-19 school year as testing for the 2019-20 school year was cancelled due to the outbreak of COVID-19.

FINANCIAL INFORMATION

Long-term Financial Planning The District continues to carefully monitor its financial resources to make reductions in expenditures, to stabilize operations and to accumulate needed reserves to help balance the budget. Maintaining adequate fund balances, solid debt ratings, and fiscal restraint are critical success factors in this endeavor. The District's operating fund has experienced financial pressure due to the slow recovery from the economic recession of 2008. These pressures include: per-student funding from the State below the 2007-08 fiscal

year funding level when factoring in inflation; student growth; class size reduction initiative; professional development training for the teachers; cost increases for health care; and the continuing need to pay competitive teacher salaries in a classroom environment where the demands on our teachers continue to compound. Additionally, the District's operating fund has experienced increased financial pressure to fully cover safety and security measures (including school campus capital improvements and the cost of mental health professionals), as required by the Marjory Stoneman Douglas High School Public Safety Act.

In the past, the District could depend on a 2 to 3 percent increase in the base student allocation when making financial decisions to best meet the needs of the students. Over the last two years, the budget process has been challenging because the base student allocation increase was 1.79 percent and 0.23 percent for the 2019-20 and 2020-21 fiscal years, respectively. The 0.23 percent increase for the 2020-21 fiscal year represents only a \$10 increase for each student. If the District does not see a significant improvement in base student allocation funding in the future, then it will be necessary to once again reduce operating and capital expenditure budgets.

In addition, with the outbreak of COVID-19 in March 2020, the District is now faced with a myriad of challenges related to the pandemic. While the District's schools were physically closed for the remainder of the 2019-20 school year, the District implemented instructional distance learning strategies. For the 2019-20 school year, there was no significant adverse impact on the revenues or expenditures of the District because of school closures and distance learning. However, for the 2020-21 school year and beyond there is much economic uncertainty. On July 6, 2020, the Commissioner of the Florida Department of Education (FDOE) issued an Emergency Order addressing the reopening of brick and mortar schools for the 2020-21 school year and revising certain FDOE rules to provide for the distribution of funding to school districts based on pre-COVID-19 enrollment levels from the Spring 2020 semester. In essence, school districts are held harmless from any reduction in State revenue funding for the Fall 2020 semester, but not for the Spring 2021 semester of the academic school year. The State derives a significant portion of its annual revenues from the collection of sales tax and the impact of the COVID-19 pandemic is expected to result in significant decreases in both State and local sales tax revenues as a result of decreased tourism and commercial activity throughout the State. As such, the decline in sales tax revenue and the decline in enrollment levels of students due to the COVID-19 pandemic will directly result in a reduction of funds distributed from the State to the District of approximately \$4.5 million. In anticipation of a possible reduction in revenue, District personnel have assigned \$17.3 million for budget shortfalls and \$6.1 million for COVID-19 related expenses for the 2020-21 fiscal year. These assignments of funds are disclosed in the Notes to the Financial Statements, under Fund Balance Reporting. The District has also budgeted approximately \$3.1 million in anticipated funding under the Education Stabilization Fund created by the Coronavirus Aid Relief and Economic Security Act (CARES Act), for the purpose of supporting K-12 and colleges and universities during the COVID-19 pandemic. Any financial loss to the District due

to the outbreak of COVID-19 will directly impact the quality of education to the students of St. Johns County through the possible reduction in staff and programs.

Capital Outlay Program As an intricate part of its long-term financial planning strategy, the District has an ongoing five year plan for construction, maintenance, and facility renovations. The 5-Year District Facilities Work Plan is updated annually.

The District's availability of funds for capital projects needs continues to be restricted. Currently, the District is growing at a rate of 4.6 percent per year and has endured several years of declining local capital outlay millage funding. In fact, local capital outlay millage generated approximately \$47 million for the 2007-08 fiscal year, but generated \$44 million for the 2019-20 fiscal year.

This disparity is due, in large part, to a recession driven reduction of the allowable millage level from 2 mills to 1.75 mills in 2008-09 and then again to 1.5 mills in 2009-10 by the Florida Legislature. To date, the local capital outlay millage remains at 1.5 mills and can be increased only at the State level.

Furthermore, the Florida Legislature has reduced the required local effort school tax rate for the past five years by reducing the required local effort to the "rolled back rate," thereby preventing the local revenue to grow with the tax roll. This reduction has severely impacted the District's ability to perform preventive maintenance at the District's educational facilities and to meet the District's increasing capital needs (mainly due to student growth) related to new construction, technology, and school buses. These legislative decisions are significantly impeding the ability of the District to meet increasing capital needs. To add to this challenge, the 2018 Legislature's enactment of the Marjory Stoneman Douglas High School Public Safety Act requires Florida school districts to perform a physical school campus threat assessment of each school. Keeping in mind that Florida's schools average 30 years of age and were designed with multiple entrances and open campuses, the identification of unfunded capital security enhancement projects that are necessary to decrease the threat of active shooters is extensive and places an additional strain on the District's capital revenue stream.

In an effort to compensate for decisions made by the Florida Legislature, the District pursued other means of funding. Specifically, on November 3, 2015, the citizens of the County voted to approve a one-half cent local sales surtax to be used for capital improvements within the school district. The sales tax went into effect on January 1, 2016, and is expected to generate approximately \$150 million over the next ten years. These funds are earmarked to meet the needs of an increasing student population. These needs include new construction and school expansions to maintain high quality education facilities; such as, roof replacements and site improvements; the provision of new technology to prepare children for 21st century learning (classroom technology upgrades at 34 schools); providing student and teacher instructional devices at 36 schools; infrastructure improvements; and, to continue to keep children safe, security cameras, monitoring systems, secure doors and entrances, and GPS systems for

school buses. Specifically, during the 2019-20 fiscal year, \$13 million of the one-half cent local sales tax revenue was budgeted to assist with the construction of a new kindergarten through eighth (K-8) school and an additional \$8 million was budgeted for various school expansions. Overall, the one-half cent local sales surtax has assisted the District in funding capital needs, currently and for the foreseeable future.

Budgetary Controls The District follows procedures established by Florida Statutes and State Board of Education Rules in establishing budget balances for governmental funds. The objectives of the District budgetary controls are 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 (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 prior to the due date for the annual financial report.

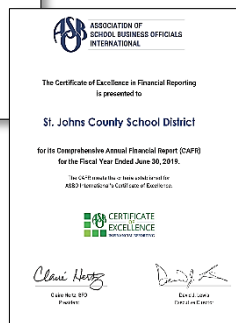
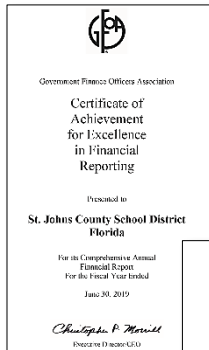
Budgetary information is integrated in the accounting system and, to facilitate budget control, budget balances are encumbered when purchase requisitions are created. Appropriations lapse at fiscal year-end and encumbrances outstanding are honored from the subsequent year's appropriations.

Internal Controls District management is responsible for designing and maintaining internal controls to ensure that the assets of the District are protected from loss, theft or misuse, and that accounting data compiled for the formation of financial statements are in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (a) the cost of a control should not exceed the benefits likely to be derived, and (b) the valuation of costs and benefits requires estimates and judgments by management. Both management and employees of the District are required to periodically review internal controls, and evaluate whether additions or changes are cost effective and should be made to strengthen controls.

Independent Audit The State of Florida Auditor General's office performed the audit for the fiscal year ended June 30, 2020. The audit was conducted under the United States' Generally Accepted Auditing Standards (GAAS), and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The Auditor General's report on the basic financial statements and other matters is included in the financial section of this report.

AWARDS AND ACKNOWLEDGMENTS

Excellence in Financial Reporting The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. This is the fourth consecutive year the District achieved both these prestigious awards.



In order to be awarded the GFOA Certificate of Achievement and the ASBO Certificate of Excellence in Financial Reporting, a government entity must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both GAAP and applicable legal requirements.

The Certificate of Achievement and the Certificate of Excellence are valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement and Certificate of Excellence programs' requirements and we are submitting the report to GFOA and ASBO to determine its eligibility for this recognition.

The preparation of this report could not have been accomplished without the loyal and dedicated services of the staff of the Finance Department, as well as the entire District administrative staff who provided assistance throughout the preparation of this report.

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

Respectfully submitted,

Tim Forson
Superintendent of Schools

Michael Degutis
Chief of Staff

Dawn Posey, CPA
Director of Accounting

This page intentionally left blank.



BOARD MEMBERS - ELECTED

The School Board is comprised of five members elected pursuant to the requirements of law. The Board is the governing body of the District and is empowered to determine the policies necessary for the effective operation and general improvement of the school system.

District 1



Mrs. Beverly Slough, Chair
Member since 11/2002
Current term expires 11/2022

District 2



Mr. Tommy Allen
Member since 11/1996
Current term expires 11/2020

District 3



Mr. Bill Mignon
Member since 11/2006
Current term expires 11/2022

District 4



Mrs. Kelly Barrera
Member since 11/2014
Current term expires 11/2022

District 5



Mr. Patrick Canan, Vice Chair
Member since 11/2012
Current term expires 11/2020

PRINCIPAL OFFICIALS - APPOINTED

The Superintendent's Executive Team works cooperatively in the planning, organizing, developing, and evaluating the implementation of the school-based management plan of the District.

Tim Forson

Superintendent

Brennan Asplen

Deputy Superintendent
Academic and Student Services

Vacant

Deputy Superintendent
Operations

Nicole Cubbedge

Executive Director
Planning and Government Relations

Michael Degutis

Chief Financial Officer

Kyle Dresback

Associate Superintendent
Academic and Student Services

Cathy Hutchins

Associate Superintendent
Human Resources

Wayne King

Associate Superintendent
Accountability and Intervention Services

Christina Langston

Chief of Community Relations

Bruce Patrou

Chief Information Officer

Paul Rose

Executive Director
Facilities and Operations

Dawn Sapp

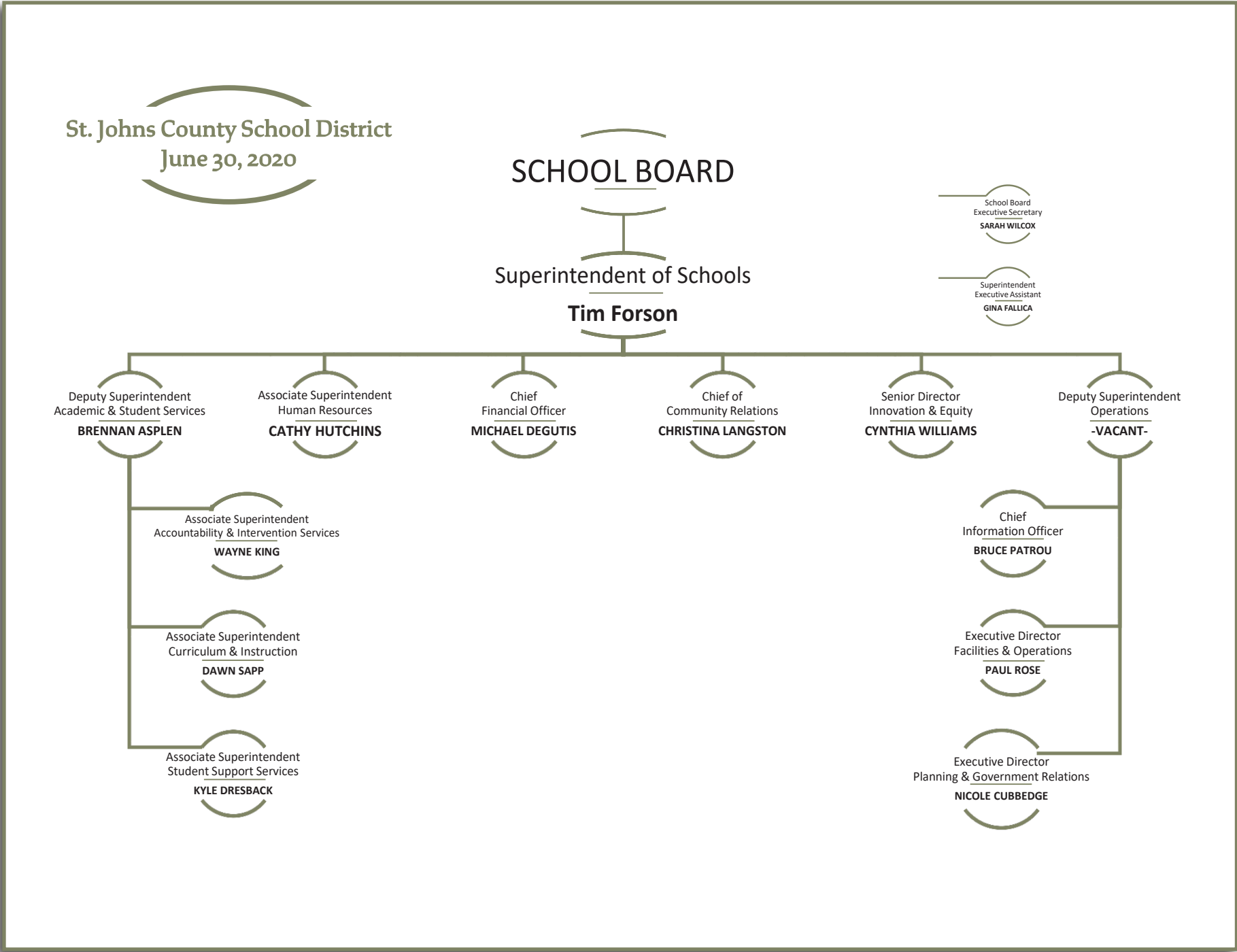
Associate Superintendent
Curriculum and Instruction

Cynthia Williams

Senior Director
Innovation and Equity

This page intentionally left blank.







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

St. Johns County School District

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

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



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

Claire Hertz, SFO
President

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

David J. Lewis
Executive Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**St. Johns County School District
Florida**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

This page intentionally left blank.





FINANCIAL



"Kindness is the noblest
weapon to conquer with"

St. John's Mission

**Pupil's Monthly
Report**

**For Primary, Intermediate and
Grammar Grades**

**St. John's County
Public Schools**

[illegible]

Independent Auditor's Report

This page intentionally left blank.





Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

Claude Denson Pepper Building, Suite G74
111 West Madison Street
Tallahassee, Florida 32399-1450



Phone: (850) 412-2722
Fax: (850) 488-6975

The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

INDEPENDENT AUDITOR'S REPORT

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the school internal funds, which represent 6 percent and 34 percent, respectively, of the assets and liabilities of the aggregate remaining fund information. In addition, we did not audit the financial statements of the aggregate discretely presented component units, which represent 100 percent of the transactions and account balances of the aggregate discretely presented component units columns. The financial statements of the school internal funds and the aggregate discretely presented component units were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for those financial statements, are based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the

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

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

Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that **Management's Discussion and Analysis; Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual – General Fund – Legal Level of Budgetary Control; Schedule of Changes in Total Other Postemployment Benefit (OPEB) Liability and Related Ratios; Schedule of Proportionate Share of the Net Pension Liability – Florida Retirement System (FRS) Defined Benefit Pension Plan; Schedule of Contributions – Florida Retirement System (FRS) Defined Benefit Pension Plan; Schedule of Proportionate Share of the Net Pension Liability – Health Insurance Subsidy (HIS) Pension Plan; Schedule of Contributions – Health Insurance Subsidy (HIS) Pension Plan; and Notes to Required Supplementary Information**, 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.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively

comprise the District's basic financial statements. The combining and individual fund statements and schedules and the introduction and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Also, the accompanying **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 24, 2020, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading **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**. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Respectfully submitted,



Sherrill F. Norman, CPA
Tallahassee, Florida
November 24, 2020
Audit Report No. 2021-058

This page intentionally left blank.



Management's Discussion and Analysis

This page intentionally left blank.



The management of the St. Johns County District School Board (District) has prepared the following discussion and analysis of financial activities for the fiscal year ended June 30, 2020. It is intended to provide a broad overview using a short-term and long-term analysis of the District's activities based on information presented in the financial report and fiscal policies that have been adopted by the School Board (Board). The intent of this discussion and analysis is to assist the reader in focusing on significant financial issues; provide an overview of the District's financial activities; identify changes in the District's financial position; identify material deviations from the approved budget; and highlight significant issues in the individual funds. 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.

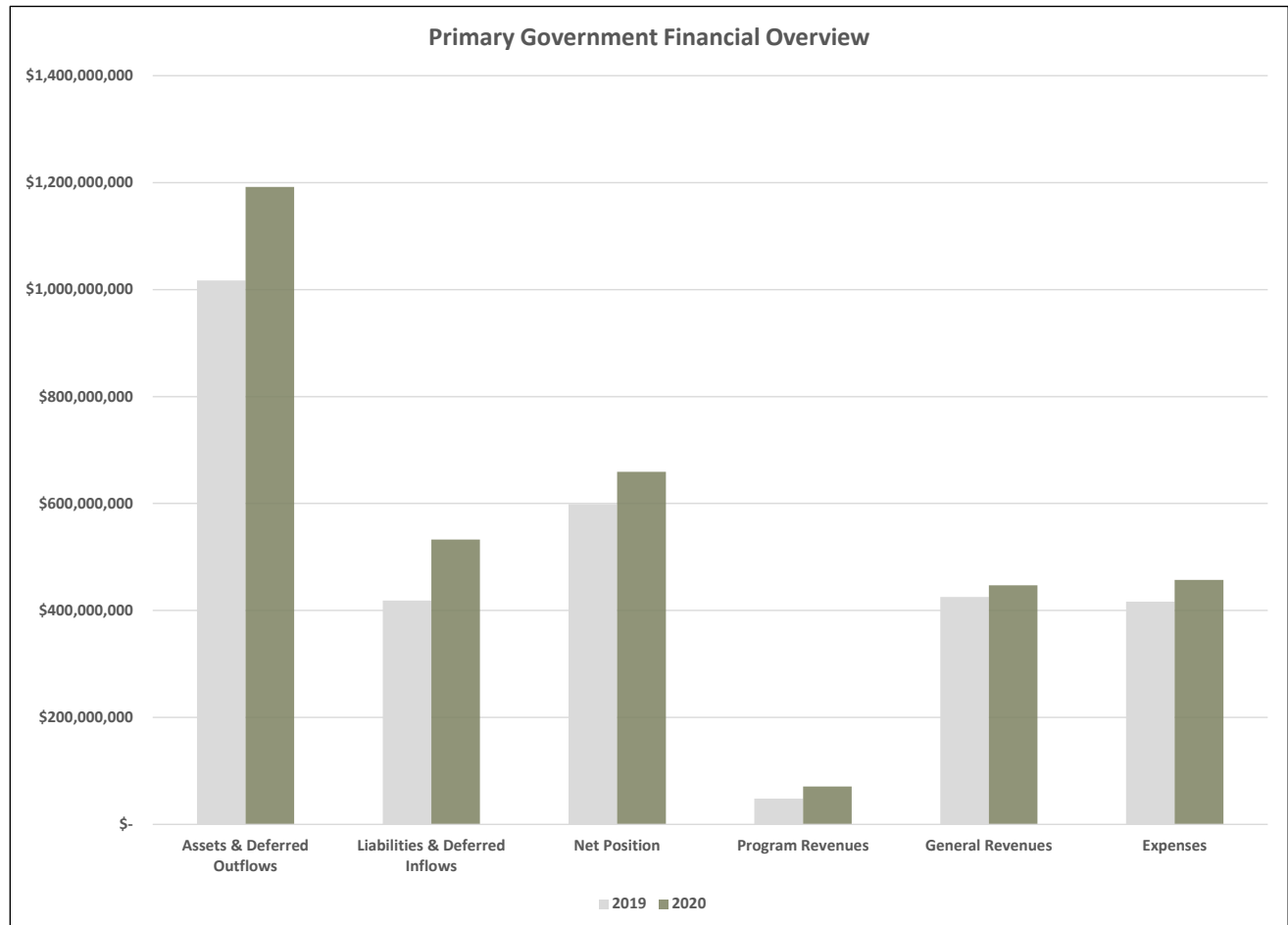
FINANCIAL HIGHLIGHTS

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

- The District's total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources at June 30, 2020, by \$659,491,872 (net position). After deducting investment in capital assets (net of related debt) and restricted net position, the District had a deficit unrestricted net position of \$96,161,577.
- In total, the District's net position increased \$60,729,550, which represents a 10 percent increase from the 2018-19 fiscal year.
- The District's total government-wide revenues of \$517,943,041 were comprised of general revenues of \$447,109,984, or 86 percent of total government-wide revenues, and program specific revenues from charges for services, operating grants and contributions, and capital grants and contributions of \$70,833,057, or 14 percent of total government-wide revenues. This compares to the prior fiscal year with government-wide revenues of \$473,775,459, which were comprised of general revenues of \$425,458,321, or 90 percent of total government-wide revenues, and charges for services, operating grants and contributions, and capital grants and contributions of \$48,317,138, or 10 percent of total government-wide revenues.
- The District's total expenses for governmental activities of \$457,213,491 were offset by program specific revenues of \$70,833,057. The remaining expenses were funded from general revenues and fund balance. In the prior fiscal year, total expenses of \$416,581,917 were offset with program specific revenues of \$48,317,138, with the remaining expenses funded from general revenues and fund balance.

- The District's governmental funds reported a combined ending fund balance of \$322,250,743, an increase of \$110,909,132, or 52 percent, in the 2019-20 fiscal year in comparison with the prior fiscal year's balance of \$211,341,611. This increase is mainly due to proceeds received from the issuance of the Certificates of Participation, Series 2019A, dated November 8, 2019.
- The General Fund total fund balance was \$64,645,582 as of June 30, 2020, and represents an increase of \$1,813,497, or 3 percent, as compared to the prior fiscal year's balance of \$62,832,085.
- The assigned and unassigned fund balance of the General Fund, which represents net current financial resources available for general appropriation by the Board, totaled \$49,962,038 at June 30, 2020, or 14 percent, of total General Fund revenues. For the 2018-19 fiscal year, the assigned and unassigned fund balance in the General Fund was \$47,741,423, or 14 percent of total General Fund revenues.
- The District's investment in capital assets (net of accumulated depreciation) increased by \$49,259,791, or 8 percent, from its balance of \$636,530,253 at June 30, 2019, to \$685,790,044 at June 30, 2020, mainly due to the construction of a new High School "HHH", a new K-8 School "MM", and a two story classroom addition at Liberty Pines Academy.
- The District's capital asset-related long-term debt increased by a net amount of \$82,241,008, or 76 percent, from its balance of \$108,185,949 at June 30, 2019, to \$190,426,957 at June 30, 2020, mainly due to proceeds related to the issuance of Certificates of Participation, Series 2019A, dated November 8, 2019.

The Primary Government financial overview for the 2018-19 and 2019-20 fiscal years is shown below:



OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements consist of three components:

- Government-Wide Financial Statements;
- Fund Financial Statements; and
- Notes to Financial Statements.

This report also includes required 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. These 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, specifically:

- The statement of net position provides information about the District's financial position, its assets and liabilities, and deferred inflows/outflows of resources, using an economic resources measurement focus. Assets and 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 and 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.

The government-wide statements present the District's activities in the following 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 St. Johns County Education Foundation, Inc. D/B/A INK! (Foundation); St. Augustine Public Montessori School, operated by St. Augustine Montessori Community, Inc.; and the Therapeutic Learning Center Charter School along with St. Johns Community Campus Charter School, both of which are operated by The Arc of the St. Johns, Inc. Although legally separate organizations, the component units are included in this report because they meet the criteria for inclusion provided by generally accepted accounting principles. Financial information for these component units is reported separately from the financial information presented for the primary government.
- The St. Johns County School Board Leasing Corporation (Leasing Corporation), although also a legally separate entity, was formed to facilitate financing for the acquisition of facilities and equipment for the District. Due to the substantive economic relationship between the District and the Leasing Corporation, the Leasing Corporation has been included 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, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in assessing a government's near term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long term impact of the government's near term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and 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; Debt Service – Other Debt Service Fund; Capital Projects – Section 1011.14 Loan Fund; Capital Projects – Local Capital Improvement Fund; and Capital Projects – Other Capital Projects 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. A budgetary comparison schedule is provided in the required supplementary information for the General Fund to demonstrate compliance with its budget.

Proprietary Funds: Proprietary funds may be established to account for activities in which a fee is charged for services. Internal Service Funds are used to accumulate and allocate costs internally among the District's various functions. The District used its Internal Service Funds to account for its self-insurance programs, which includes group medical, dental, and vision coverages, and its workers' compensation program. The District's Internal Service Funds are included within governmental activities in the government-wide financial statements because the services predominantly benefit the District's governmental activities.

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

The District uses agency funds to account for resources held for student activities and groups.

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 net pension liability and its progress in funding its obligation to provide other postemployment benefits to its employees.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, 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, 2020, compared to net position as of June 30, 2019:

Net Position, End of Year		
	Governmental	
	Activities	
	6/30/20	6/30/19
Current and Other Assets	\$ 424,231,020	\$ 298,578,128
Capital Assets	685,790,044	636,530,253
Total Assets	1,110,021,064	935,108,381
Deferred Outflows of Resources	82,066,394	82,155,441
Long-Term Liabilities	462,368,311	354,759,896
Other Liabilities	47,983,455	43,696,211
Total Liabilities	510,351,766	398,456,107
Deferred Inflows of Resources	22,243,820	20,045,393
Net Position:		
Net Investment in Capital Assets	556,218,146	521,213,871
Restricted	199,435,303	159,814,719
Unrestricted (Deficit)	(96,161,577)	(82,266,268)
Total Net Position	\$ 659,491,872	\$ 598,762,322

The largest portion of the District's net position is investment in capital assets (e.g., land, buildings, furniture, fixtures, and equipment), less any related debt still outstanding. The District uses these capital assets to provide education and related services to the students of St. Johns County, Florida; 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.

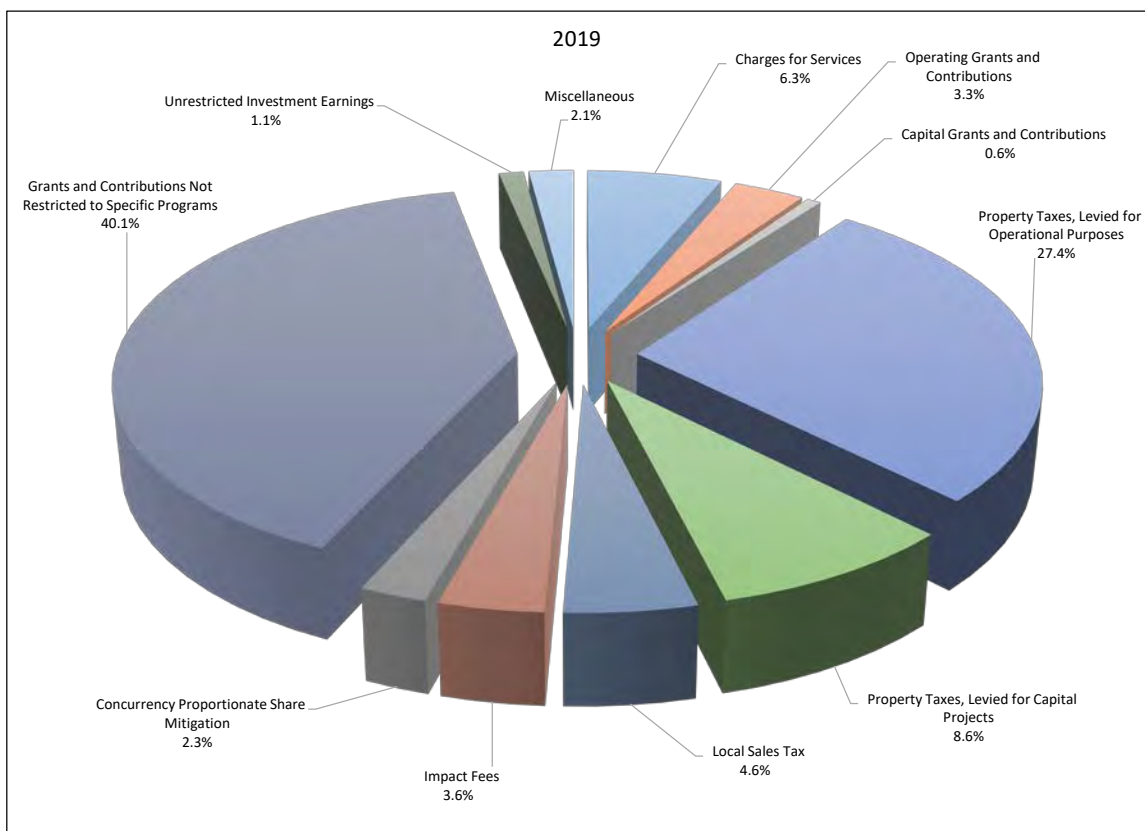
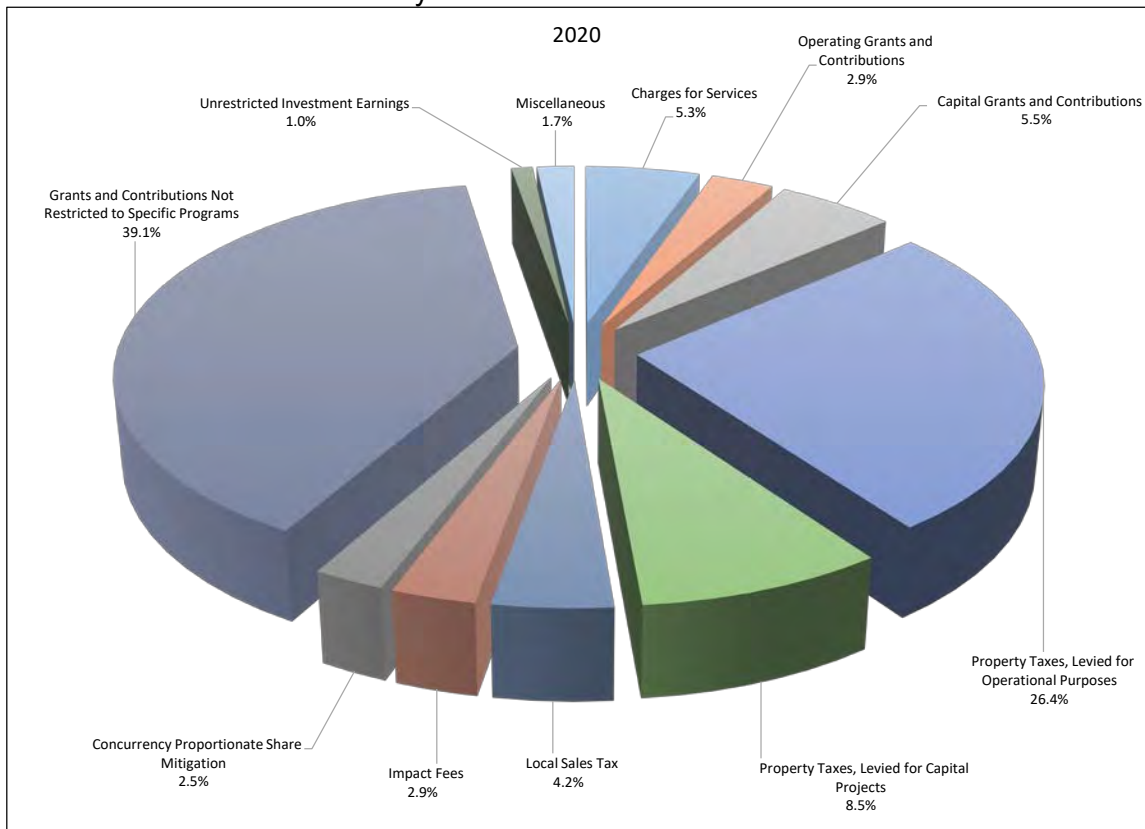
The restricted portion of the District's net position represents resources that are subject to external restrictions on how they may be used. The District's deficit unrestricted net position was the result, in part, of accruing long-term liabilities of \$33,149,551 in compensated absences payable; \$212,334,986

in net pension liability; and \$26,203,755 in other postemployment benefits payable. These long-term liabilities are funded on a pay-as-you-go basis.

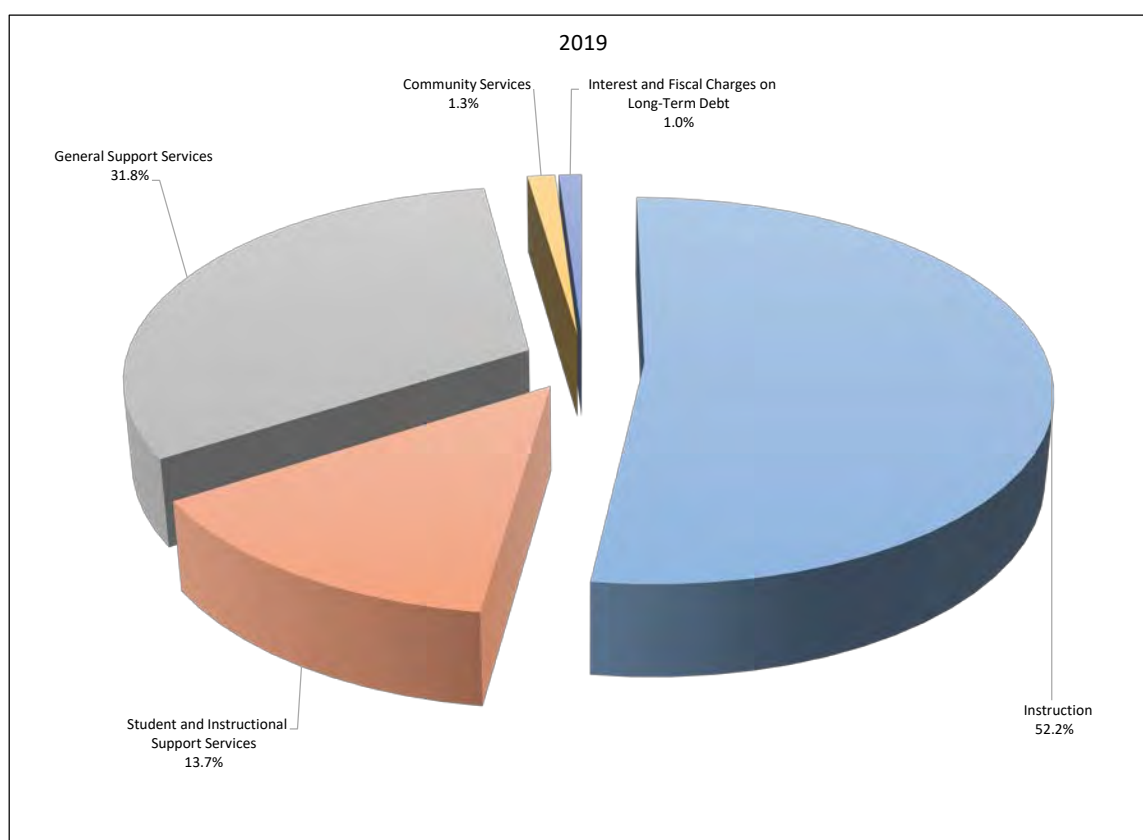
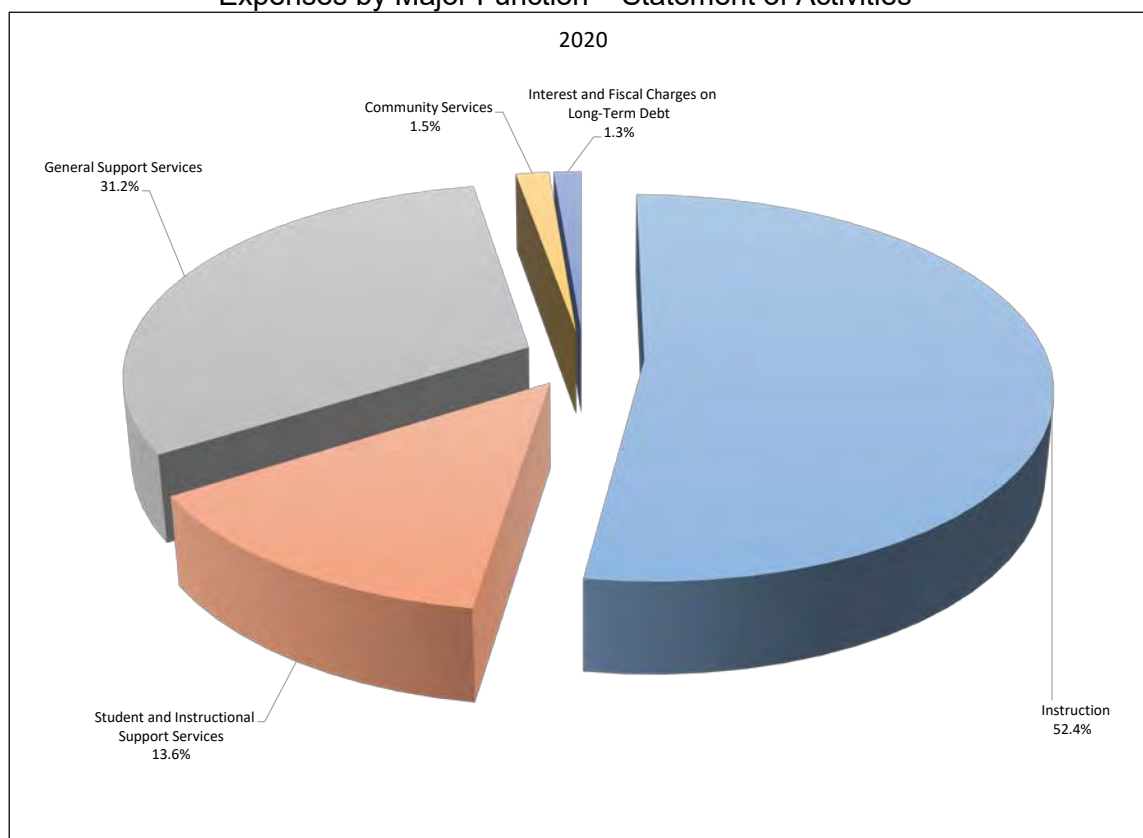
The District's total net position increased by \$60,729,550 during the 2019-20 fiscal year. This increase mainly represents the degree to which ongoing revenues have exceeded ongoing expenses. Details of the revenues and expenses composing the increase are as follows:

Operating Results for the Fiscal Year Ended			
	Governmental		
	Activities		Percent Change
	6/30/20	6/30/19	2019 to 2020
Program Revenues:			
Charges for Services	\$ 27,475,122	\$ 29,647,911	-7.33%
Operating Grants and Contributions	15,031,125	15,565,088	-3.43%
Capital Grants and Contributions	28,326,810	3,104,139	812.55%
General Revenues:			
Property Taxes, Levied for Operational Purposes	136,842,487	129,606,705	5.58%
Property Taxes, Levied for Capital Projects	44,270,796	40,681,849	8.82%
Local Sales Tax	21,472,239	21,641,089	-0.78%
Impact Fees	15,156,440	17,217,299	-11.97%
Concurrency Proportionate Share Mitigation	12,818,081	11,050,657	15.99%
Grants and Contributions Not Restricted to Specific Programs	202,493,247	189,960,448	6.60%
Unrestricted Investment Earnings	5,090,481	5,454,513	-6.67%
Miscellaneous	8,966,213	9,845,761	-8.93%
Total Revenues	517,943,041	473,775,459	9.32%
Functions/Program Expenses:			
Instruction	239,576,361	217,280,491	10.26%
Student Support Services	32,851,834	29,546,846	11.19%
Instructional Media Services	5,906,137	5,648,419	4.56%
Instruction and Curriculum Development Services	8,474,439	7,503,759	12.94%
Instructional Staff Training Services	5,445,930	5,042,522	8.00%
Instruction-Related Technology	9,591,804	9,384,256	2.21%
School Board	1,071,430	996,446	7.53%
General Administration	1,197,657	1,135,906	5.44%
School Administration	23,237,278	21,104,153	10.11%
Facilities Acquisition and Construction	25,926,277	23,515,483	10.25%
Fiscal Services	2,464,425	2,380,993	3.50%
Food Services	14,035,936	13,893,077	1.03%
Central Services	16,576,398	15,738,641	5.32%
Student Transportation Services	19,739,573	16,311,884	21.01%
Operation of Plant	27,267,654	26,586,679	2.56%
Maintenance of Plant	10,288,500	9,930,619	3.60%
Administrative Technology Services	728,655	884,510	-17.62%
Community Services	6,999,963	5,312,161	31.77%
Interest and Fiscal Charges on Long-Term Debt	5,833,240	4,385,072	33.02%
Total Functions/Program Expenses	457,213,491	416,581,917	9.75%
Change in Net Position	60,729,550	57,193,542	6.18%
Net Position - Beginning	598,762,322	541,568,780	10.56%
Net Position - Ending	\$ 659,491,872	\$ 598,762,322	10.14%

Governmental Activities Revenue by Source – Statement of Activities



Governmental Activities Expenses by Major Function – Statement of Activities



The majority of the District's revenues for current operations are provided through the State's Florida Education Finance Program (FEFP), State categorical educational programs, Federal grants, and local property taxes. These revenues, for the most part, are included in the general revenues, which provide approximately 86 percent of total revenues, whereas program revenues provide approximately 14 percent. The largest portion of program revenues (95 percent) is from facilities acquisition and construction, food services, central services, student transportation services, and community service activities.

The FEFP formula is used to allocate State revenue sources for current District operations and, utilizing student enrollment data, is designed to maintain equity in funding across all Florida school districts considering funding ability based on the local property tax base. Student full-time equivalent (FTE) enrollment increased by 1,918 students, from 41,119 in the 2018-19 fiscal year to 43,037 in the 2019-20 fiscal year. The District experienced an increase in grants and contributions not restricted to specific programs of \$12,532,799, or 7 percent, as compared to the prior fiscal year, mainly because of an increase in FEFP funding due to student growth. The District also experienced a significant increase in capital grants and contributions of \$25,222,671, or 813 percent, as compared to the prior fiscal year, mainly because of land donations for the building of future schools.

Instructional activities represent the majority of the District's expenses, representing approximately 52 percent of total expenses of governmental activities for both the 2019-20 and 2018-19 fiscal years. Instruction expenses increased by \$22,295,870, or 10 percent, mainly as a result of hiring additional teachers to address the increase in student enrollment and salary increases. Overall, total expenses increased \$40,631,574, or 10 percent, as compared to total revenues, which increased \$44,167,582, or 9 percent. The increase in total expenses is mainly attributable to an increase in salaries and benefits. The increase in total revenues is mainly attributable to FEFP funding, property taxes, and land donations.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. Specifically, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as it represents the portion of fund balance that has not been limited to a particular purpose by an external party, the District, or a group or individual delegated authority by the Board to assign resources for particular purposes.

As of June 30, 2020, the District's governmental funds reported combined ending fund balances of \$322,250,743, or an increase of \$110,909,132 in comparison with the prior fiscal year. The fund balance increase is mainly attributable to the Capital Projects – Other Capital Projects Fund. Approximately 0.1 percent of total fund balance, or \$283,454, is unassigned, which is available for spending at the District's discretion. In comparison to last year, this represents a \$7,776,525 decrease which is mainly due to the District assigning \$6,141,949 for personal protection equipment and other needs for the 2020-21 fiscal year related to the COVID-19 pandemic. The governmental fund balance can be broken down as follows: \$2,485,250 as nonspendable, \$265,360,461 as restricted, \$10,366,434 as committed, and \$43,755,144 as assigned.

Fund Balance	2020	2019	Increase (Decrease)	Percentage Change
Major Governmental Funds:				
General Fund	\$ 64,645,582	\$ 62,832,085	\$ 1,813,497	2.89%
Debt Service - Other Debt Service Fund	9,205,197	4,887,195	4,318,002	88.35%
Capital Projects - Section 1011.14 Loan Fund	(5,913,540)	(7,803,177)	1,889,637	-24.22%
Capital Projects - Local Capital Improvement Fund	33,244,245	32,957,475	286,770	0.87%
Capital Projects - Other Capital Projects Fund	205,452,628	103,454,407	101,998,221	98.59%
Other Governmental Fund (nonmajor)	15,616,631	15,013,626	603,005	4.02%
Total Fund Balances	<u>\$ 322,250,743</u>	<u>\$ 211,341,611</u>	<u>\$ 110,909,132</u>	<u>52.48%</u>

Major Governmental Funds

The General Fund is the District's chief operating fund. At the end of the current fiscal year, unassigned fund balance was \$6,206,894; assigned fund balance was \$43,755,144; and the total fund balance was \$64,645,582. The District's General Fund's total fund balance for the 2019-20 fiscal year increased by \$1,813,497, or 3 percent, as compared to the prior year.

Key factors for understanding this increase are as follows:

- Total revenues increased by \$18,461,772, or 6 percent, mainly from an increase in property taxes and State funding related to increases in student enrollment.
- Total expenditures increased by \$24,107,819, or 7 percent, due mainly to increased salary and benefit costs, which was partially offset by costs associated with the reduction of administrative staff and delaying filling vacant positions.
- Transfers in were comparable to the prior fiscal year.

The Debt Service – Other Debt Service Fund is used to account for financial resources used to pay debt service principal, interest, and related costs for the certificates of participation and sales tax revenue bonds. For the 2019-20 fiscal year, the total fund balance increased by \$4,318,002 to

\$9,205,197, at June 30, 2020, primarily from proceeds of the Certificates of Participation, Series 2019A designated to pay the interest expense on the outstanding debt through June 2021.

The Capital Projects – Section 1011.14 Loan Fund is used to account for the financial resources generated by the District's Revenue Anticipation Note, Series 2018, that was undertaken for the acquisition, construction, installation, and equipping of various capital improvements related to educational facilities, including, but not limited to, the renovation and expansion of Mill Creek Elementary School to Mill Creek Academy, a K-8 school. At June 30, 2020, this fund had a deficit fund balance of \$5,913,540. Additional information related to this deficit can be found in Note II to the financial statements.

The Capital Projects – Local Capital Improvement Fund is used 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. The total fund balance increased by \$286,770 in the current fiscal year to \$33,244,245, at June 30, 2020.

The Capital Projects – Other Capital Projects Fund is mainly used to account for the financial resources received from certificates of participation proceeds; sales tax revenue bond proceeds; one-half cent local sales tax receipts; local impact fees; and other miscellaneous sources to be used for educational capital outlay needs, including new construction, renovation, and remodeling projects. The total fund balance increased by \$101,998,221 to \$205,452,628, at June 30, 2020. This increase is mainly due to the issuance of Certificates of Participation, Series 2019A, dated November 8, 2019, with proceeds from the sale totaling \$102,456,515. The proceeds will be used to finance the acquisition and construction of a new High School, "HHH", which is located on International Golf Parkway in northwest St. Johns County and will accommodate approximately 2,134 students, as well as the construction of a classroom wing at a new K-8 School, "MM", which is located on Pine Island Road in northwest St. Johns County and will accommodate approximately 1,496 students.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the fiscal year, the District amended its budget to address unanticipated changes in revenues and expenditures. Differences between the General Fund original budget and the final amended budget were not significant for either revenues or expenditures. Projected revenues increased by \$9,603,944 or 3 percent (\$335,411,940 to \$345,015,884) and projected expenditures increased by \$30,640,256 or 9 percent (\$354,804,967 to \$385,445,223).

Actual General Fund revenues (\$349,893,755) were \$4,877,871 or 1 percent more than final budgeted amounts, and actual expenditures (\$353,893,204) were \$31,552,019 or 8 percent less than anticipated. The District continuously reviews cost saving measures and incremental increases in

expenditures to avoid budget shortfall. The variance between the General Fund's budgeted and actual expenditures is a reflection of the District's practice to fully appropriate all potential obligations. The actual ending fund balance exceeded the estimated fund balance in the final budget by \$35,975,972. Positive budget balances include amounts assigned for budget shortfalls and other District and local programs and services.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

The District's investment in capital assets (net of accumulated depreciation) as of June 30, 2020, totaled \$685,790,044. The capital assets include land; construction in progress; improvements other than buildings; buildings and fixed equipment; furniture, fixtures, and equipment; motor vehicles; audio visual materials and computer software.

Major capital asset additions during the current fiscal year included \$32,821,704 of land, which is comprised of purchased land for a new High School "HHH" totaling \$7,229,533 and donated land totaling \$25,592,171 for future school sites, including a new K-8 School "MM", currently under construction. Furthermore, other major capital asset additions during the current fiscal year includes construction in progress totaling \$21,292,337 for new schools, specifically High School "HHH", K-8 School "MM", and a two-story classroom addition at Liberty Pines Academy.

Additional information on the District's capital assets can be found in Notes I.F.5., III.D. and III.H. to the financial statements.

Long-Term Debt

The District had total long-term debt outstanding of \$190,426,957 at the end of the current fiscal year related to the construction and acquisition of capital assets. This debt consisted of \$155,426,097 of Certificates of Participation, \$32,753,860 of District Sales Tax Revenue Bonds, and \$2,247,000 of State School Bonds. The District's long-term debt increased a net amount of \$82,241,008, or 76 percent, mainly due to proceeds related to the issuance of Certificates of Participation, Series 2019A, dated November 8, 2019.

Additional information on the District's long-term debt can be found in Notes I.F.7., and III.K.1. through III.K.4. to the financial statements.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the St. Johns County School District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, St. Johns County School District, 40 Orange Street, St. Augustine, FL 32084.

Basic Financial Statements

This page intentionally left blank.



STATEMENT OF NET POSITION
JUNE 30, 2020

	Primary Government Governmental Activities	Component Units
Assets		
Current Assets:		
Cash and Cash Equivalents	\$ 261,657,781	\$ 2,792,471
Restricted Cash and Cash Equivalents	134,702,963	-
Restricted Cash with Fiscal/Service Agents	16,065,419	-
Investments	54,184	-
Accounts Receivable	274,448	51,748
Deposits Receivable	-	1,038,352
Due from Component Units	67,838	-
Due from Other Agencies	8,923,137	-
Prepaid Items	1,271,956	25,830
Inventories	1,213,294	-
Total Current Assets	424,231,020	3,908,401
Noncurrent Assets:		
Capital Assets:		
Capital Assets Not Being Depreciated	114,613,094	-
Capital Assets Being Depreciated, Net	571,176,950	112,947
Total Noncurrent Assets	685,790,044	112,947
Total Assets	1,110,021,064	4,021,348
Deferred Outflows of Resources		
Net Carrying Amount of Loss on Debt Refunding	524,835	-
Pension	79,279,365	-
Other Postemployment Benefits	2,262,194	-
Total Deferred Outflows of Resources	82,066,394	-
Liabilities		
Current Liabilities:		
Salaries and Benefits Payable	2,469,305	161,419
Payroll Deductions and Withholdings Payable	774,897	-
Accounts Payable	9,762,650	218,256
Matured Certificates of Participation Payable	12,890,000	-
Matured Interest Payable	3,175,419	-
Note Payable	9,356,000	-
Construction Contracts Payable	4,888,846	-
Construction Contracts Payable - Retainage	1,360,222	-
Due to Primary Government	-	67,838
Due to Other Agencies	15,617	-
Deposits Payable	641,136	-
Unearned Revenue	49,234	-
Estimated Insurance Claims Payable	2,599,605	-
Accrued Interest Payable	524	-
Total Current Liabilities	47,983,455	447,513
Noncurrent Liabilities:		
Long-term Liabilities:		
Portion Due Within One Year	25,950,709	120,231
Portion Due After One Year	436,417,602	86,969
Total Noncurrent Liabilities	462,368,311	207,200
Total Liabilities	510,351,766	654,713
Deferred Inflows of Resources		
Pension	14,772,570	-
Other Postemployment Benefits	7,471,250	-
Total Deferred Inflows of Resources	22,243,820	-
Net Position		
Net Investment in Capital Assets	556,218,146	112,947
Restricted for:		
State Required Carryover Programs	1,406,396	-
Food Service	2,525,977	-
Debt Service	30,760,848	-
Capital Projects	163,988,112	-
Other Purposes	753,970	-
Unrestricted (Deficit)	(96,161,577)	3,253,688
Total Net Position	\$ 659,491,872	\$ 3,366,635

The accompanying notes to financial statements are an integral part of this statement.

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities:				
Instruction	\$ 239,576,361	\$ 2,540,231	\$ -	\$ -
Student Support Services	32,851,834	-	-	-
Instructional Media Services	5,906,137	-	-	-
Instruction and Curriculum Development Services	8,474,439	-	-	-
Instructional Staff Training Services	5,445,930	-	-	-
Instruction-Related Technology	9,591,804	-	-	-
School Board	1,071,430	-	-	-
General Administration	1,197,657	-	-	-
School Administration	23,237,278	-	-	-
Facilities Acquisition and Construction	25,926,277	-	-	27,169,000
Fiscal Services	2,464,425	-	-	-
Food Services	14,035,936	7,045,583	4,946,335	-
Central Services	16,576,398	12,821,280	-	-
Student Transportation Services	19,739,573	419,362	10,084,790	-
Operation of Plant	27,267,654	-	-	-
Maintenance of Plant	10,288,500	-	-	-
Administrative Technology Services	728,655	-	-	-
Community Services	6,999,963	4,648,666	-	-
Interest and Fiscal Charges on Long-Term Debt	5,833,240	-	-	1,157,810
Total Primary Government	\$ 457,213,491	\$ 27,475,122	\$ 15,031,125	\$ 28,326,810
Component Units				
Charter Schools/Foundation	\$ 3,449,687	\$ 84,307	\$ 142,764	\$ 62,766

General Revenues

Taxes:

Property Taxes, Levied for Operational Purposes

Property Taxes, Levied for Capital Projects

Local Sales Tax

Impact Fees

Concurrency Proportionate Share Mitigation

Grants and Contributions Not Restricted to Specific Programs

Unrestricted Investment Earnings

Miscellaneous

Total General Revenues**Change in Net Position**

Net Position - Beginning

Net Position - Ending

The accompanying notes to financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position			
Primary Government			
Governmental Activities		Component Units	
\$	(237,036,130)	\$	-
	(32,851,834)		-
	(5,906,137)		-
	(8,474,439)		-
	(5,445,930)		-
	(9,591,804)		-
	(1,071,430)		-
	(1,197,657)		-
	(23,237,278)		-
	1,242,723		-
	(2,464,425)		-
	(2,044,018)		-
	(3,755,118)		-
	(9,235,421)		-
	(27,267,654)		-
	(10,288,500)		-
	(728,655)		-
	(2,351,297)		-
	(4,675,430)		-
	(386,380,434)		-
	-		(3,159,850)
	136,842,487		-
	44,270,796		-
	21,472,239		-
	15,156,440		-
	12,818,081		-
	202,493,247	3,368,829	
	5,090,481	7,388	
	8,966,213	-	
	447,109,984	3,376,217	
	60,729,550	216,367	
	598,762,322	3,150,268	
\$	659,491,872	\$	3,366,635

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2020

	General Fund	Debt Service - Other Debt Service Fund	Capital Projects - Section 1011.14 Loan Fund
Assets			
Cash and Cash Equivalents	\$ 66,953,180	\$ -	\$ 11,676
Restricted Cash and Cash Equivalents	-	7,549,114	3,430,784
Restricted Cash with Fiscal/Service Agents	-	16,065,419	-
Investments	-	-	-
Accounts Receivable	138,421	-	-
Due from Component Units	67,838	-	-
Due from Other Agencies	542,869	1,657,458	-
Due from Other Funds	2,330,258	-	-
Prepaid Items	1,262,056	-	-
Inventories	894,689	-	-
Total Assets	\$ 72,189,311	\$ 25,271,991	\$ 3,442,460
Liabilities and Fund Balances			
Liabilities			
Salaries and Benefits Payable	\$ 2,365,749	\$ -	\$ -
Payroll Deductions and Withholdings Payable	743,399	-	-
Accounts Payable	4,418,964	-	-
Matured Certificates of Participation Payable	-	12,890,000	-
Matured Interest Payable	-	3,175,419	-
Note Payable	-	-	9,356,000
Construction Contracts Payable	-	-	-
Construction Contracts Payable - Retainage	-	-	-
Due to Other Agencies	15,617	-	-
Due to Other Funds	-	1,375	-
Deposits Payable	-	-	-
Unearned Revenue	-	-	-
Accrued Interest Payable	-	-	-
Total Liabilities	7,543,729	16,066,794	9,356,000
Fund Balances			
Nonspendable	2,156,745	-	-
Restricted	2,160,365	9,205,197	-
Committed	10,366,434	-	-
Assigned	43,755,144	-	-
Unassigned	6,206,894	-	(5,913,540)
Total Fund Balances	64,645,582	9,205,197	(5,913,540)
Total Liabilities and Fund Balances	\$ 72,189,311	\$ 25,271,991	\$ 3,442,460

The accompanying notes to financial statements are an integral part of this statement.

Capital Projects - Local Capital Improvement Fund	Capital Projects - Other Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ 35,053,033	\$ 92,257,239	\$ 7,638,476	\$ 201,913,604
-	115,111,074	8,611,991	134,702,963
-	-	-	16,065,419
-	-	54,184	54,184
-	54,649	125	193,195
-	-	-	67,838
-	4,262,377	2,460,433	8,923,137
-	-	-	2,330,258
-	-	9,900	1,271,956
-	-	318,605	1,213,294
<u>\$ 35,053,033</u>	<u>\$ 211,685,339</u>	<u>\$ 19,093,714</u>	<u>\$ 366,735,848</u>

\$ -	\$ -	\$ 100,085	\$ 2,465,834
-	-	30,631	774,030
1,501,429	279,619	337,973	6,537,985
-	-	-	12,890,000
-	-	-	3,175,419
-	-	-	9,356,000
298,772	4,590,074	-	4,888,846
8,587	1,351,635	-	1,360,222
-	-	-	15,617
-	11,383	2,317,500	2,330,258
-	-	641,136	641,136
-	-	49,234	49,234
-	-	524	524
<u>1,808,788</u>	<u>6,232,711</u>	<u>3,477,083</u>	<u>44,485,105</u>
-	-	328,505	2,485,250
33,244,245	205,452,628	15,298,026	265,360,461
-	-	-	10,366,434
-	-	-	43,755,144
-	-	(9,900)	283,454
<u>33,244,245</u>	<u>205,452,628</u>	<u>15,616,631</u>	<u>322,250,743</u>
<u>\$ 35,053,033</u>	<u>\$ 211,685,339</u>	<u>\$ 19,093,714</u>	<u>\$ 366,735,848</u>

This page intentionally left blank.



**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020**

Total Fund Balances - Governmental Funds **\$ 322,250,743**

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. 685,790,044

The difference between the acquisition price and the net carrying amount of refunded debt is reported as a deferred outflow of resources in government-wide statements, but is not reported in the governmental funds. 524,835

Deferred outflows of resources and deferred inflows of resources related to pensions are applicable to future periods and, therefore, are reported in the statement of net position, but not in the governmental funds.

Deferred Outflows	\$ 79,279,365	
Deferred Inflows	<u>(14,772,570)</u>	64,506,795

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

Deferred Outflows	\$ 2,262,194	
Deferred Inflows	<u>(7,471,250)</u>	(5,209,056)

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 less depreciable assets, net of accumulated depreciation. 53,743,760

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

	Bonds Payable	\$ (31,142,000)	
	Unamortized Premiums on Bonds Payable	(3,858,860)	
	Certificates of Participation Payable	(136,780,000)	
	Unamortized Premiums on Certificates of Participation	(18,646,097)	
	Compensated Absences Payable	(33,149,551)	
	Other Postemployment Benefits Payable	(26,203,755)	
	Net Pension Liability	<u>(212,334,986)</u>	<u>(462,115,249)</u>

Total Net Position - Governmental Activities **\$ 659,491,872**

The accompanying notes to financial statements are an integral part of this statement.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	General Fund	Debt Service - Other Debt Service Fund	Capital Projects - Section 1011.14 Loan Fund
Revenues			
Federal Direct Sources	\$ 211,732	\$ -	\$ -
Federal Through State and Local Sources	1,430,674	-	-
State Sources	195,472,670	-	-
Local Sources:			
Property Taxes	136,842,487	-	-
Local Sales Taxes	-	5,698,250	-
Charges for Services - Food Service	-	-	-
Impact Fees	-	-	-
Concurrency Proportionate Share Mitigation	-	-	-
Other	15,936,192	60,021	84,317
Total Revenues	349,893,755	5,758,271	84,317
Expenditures			
Current - Education:			
Instruction	209,841,992	-	-
Student Support Services	26,443,362	-	-
Instructional Media Services	5,298,125	-	-
Instruction and Curriculum Development Services	5,415,325	-	-
Instructional Staff Training Services	3,924,205	-	-
Instruction-Related Technology	8,914,003	-	-
School Board	1,026,409	-	-
General Administration	493,938	-	-
School Administration	20,761,021	-	-
Facilities Acquisition and Construction	6,537,064	-	400,597
Fiscal Services	2,237,359	-	-
Food Services	108,909	-	-
Central Services	3,345,699	-	-
Student Transportation Services	16,610,327	-	-
Operation of Plant	25,615,949	-	-
Maintenance of Plant	9,428,235	-	-
Administrative Technology Services	684,782	-	-
Community Services	4,644,743	-	-
Capital Outlay:			
Facilities Acquisition and Construction	853,928	-	727,000
Other Capital Outlay	1,707,829	-	24,083
Debt Service:			
Retirement of Principal	-	16,935,000	-
Interest and Fiscal Charges	-	7,041,534	329,988
Total Expenditures	353,893,204	23,976,534	1,481,668
Excess (Deficiency) of Revenues Over Expenditures	(3,999,449)	(18,218,263)	(1,397,351)
Other Financing Sources (Uses)			
Transfers In	5,766,864	15,079,750	3,286,988
Transfers Out	-	-	-
Loss Recoveries	46,082	-	-
Issuance of Refunding State School Bonds	-	-	-
Premium on Refunding State School Bonds	-	-	-
Issuance of Certificates of Participation	-	-	-
Premium on Issuance of Certificates of Participation	-	7,456,515	-
Payment to Refunding Bonds Escrow Agent	-	-	-
Total Other Financing Sources (Uses)	5,812,946	22,536,265	3,286,988
Net Change in Fund Balances	1,813,497	4,318,002	1,889,637
Fund Balances - Beginning	62,832,085	4,887,195	(7,803,177)
Fund Balances - Ending	\$ 64,645,582	\$ 9,205,197	\$ (5,913,540)

The accompanying notes to financial statements are an integral part of this statement.

Capital Projects - Local Capital Improvement Fund	Capital Projects - Other Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 3,582,319	\$ 3,794,051
-	-	16,787,528	18,218,202
-	832,945	1,812,790	198,118,405
44,270,796	-	-	181,113,283
-	15,773,989	-	21,472,239
-	-	7,045,583	7,045,583
-	15,156,440	-	15,156,440
-	12,818,081	-	12,818,081
1,708,161	2,696,029	506,697	20,991,417
45,978,957	47,277,484	29,734,917	478,727,701
-	-	5,661,974	215,503,966
-	-	3,231,473	29,674,835
-	-	-	5,298,125
-	-	2,156,885	7,572,210
-	-	998,393	4,922,598
-	-	-	8,914,003
-	-	-	1,026,409
-	-	662,688	1,156,626
-	-	-	20,761,021
12,883,344	5,903,228	13,705	25,737,938
-	-	-	2,237,359
-	-	13,023,588	13,132,497
-	-	30,858	3,376,557
-	-	65,966	16,676,293
-	-	548	25,616,497
-	-	-	9,428,235
-	-	-	684,782
-	-	1,812,671	6,457,414
1,060,073	33,950,036	329,662	36,920,699
6,913,020	328,273	725,989	9,699,194
-	-	302,000	17,237,000
-	-	917,453	8,288,975
20,856,437	40,181,537	29,933,853	470,323,233
25,122,520	7,095,947	(198,936)	8,404,468
-	-	799,874	24,933,476
(24,835,750)	(97,726)	-	(24,933,476)
-	-	-	46,082
-	-	444,000	444,000
-	-	86,935	86,935
-	84,095,000	-	84,095,000
-	10,905,000	-	18,361,515
-	-	(528,868)	(528,868)
(24,835,750)	94,902,274	801,941	102,504,664
286,770	101,998,221	603,005	110,909,132
32,957,475	103,454,407	15,013,626	211,341,611
\$ 33,244,245	\$ 205,452,628	\$ 15,616,631	\$ 322,250,743

This page intentionally left blank.



**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, 2020**

Net Change in Fund Balances - Governmental Funds **\$ 110,909,132**

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount of capital outlays and other capital outlay donations and adjustments, in excess of depreciation expense in the current period:

Capital Outlay Expenditures	\$ 46,619,892	
Depreciation Expense	(23,080,626)	
Other Donations and Adjustments	<u>25,720,525</u>	49,259,791

Issuing long-term bonded debt is an other financing source in the governmental funds, but issuing new debt increases long-term liabilities in the statement of net position. Refunding debt is an expenditure in the governmental funds, but decreases liabilities in the statement of net position. This is the amount of long-term debt that was issued and refunded during the current fiscal year:

Certificates of Participation Issued	\$ (102,456,515)	
State School Refunding Bonds Issued	(444,000)	
State School Bonds Defeased	<u>530,000</u>	(102,370,515)

Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. The following details the amount of long-term debt principal repaid in the current period:

Certificates of Participation Payable	\$ 12,890,000	
Sales Tax Revenue Bonds Payable	4,045,000	
State School Bonds Payable	<u>302,000</u>	17,237,000

Premiums on bond issues are amortized over the life of the debt in the statement of activities, but are reported as revenue in the governmental funds in the year debt is issued. This is the amount of the current amortization:

Certificates of Participation Payable	\$ 2,120,735	
Sales Tax Revenue Bonds Payable	<u>771,772</u>	2,892,507

Loss on Refundings is amortized over the life of the debt in the statement of activities, but is reported as expense in the governmental funds in the year debt is refunded. This is the amount of the current amortization: (524,837)

In the statement of activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental funds, expenditures are recognized based on the amounts actually paid for the compensated absences. This is the net amount of compensated absences (i.e., vacation and sick leave) earned in excess of the amount used in the current period: (3,482,599)

Pension benefit costs are recorded in the statement of activities under the full accrual basis of accounting, but are recorded in the governmental funds when contributions to the plan are paid. This is the net amount of pension benefits earned in excess of contributions made during the period:

FRS Pension Contribution	\$ 14,707,012	
HIS Pension Contribution	3,703,813	
FRS Pension Expense	(35,876,579)	
HIS Pension Expense	<u>(6,525,974)</u>	(23,991,728)

Other postemployment benefits costs are recorded in the statement of activities under the full accrual basis of accounting, but are not recorded in the governmental funds until paid. This is the net amount of contributions made in excess of other postemployment benefits earned during the period:

OPEB Contribution	\$ 2,262,194	
OPEB Expense	<u>(1,923,081)</u>	339,113

Internal service funds are used by management to charge the cost of certain activities, such as insurance, to individual funds. The net expense of internal service funds is reported with governmental activities, except that depreciation is reported with governmental activities depreciation expense above: 10,461,686

Change in Net Position of Governmental Activities **\$ 60,729,550**

The accompanying notes to financial statements are an integral part of this statement.

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2020

	Governmental Activities - Internal Service Funds
Assets	
Current Assets:	
Cash and Cash Equivalents	\$ 59,744,177
Accounts Receivable	81,253
Total Current Assets	<u>59,825,430</u>
Noncurrent Assets:	
Building and Fixed Equipment	299,292
Less, Accumulated Depreciation	(147,152)
Furniture, Fixtures, and Equipment	153,700
Less, Accumulated Depreciation	(153,700)
Total Noncurrent Assets	<u>152,140</u>
Total Assets	<u>59,977,570</u>
Liabilities	
Current Liabilities:	
Salaries and Benefits Payable	3,471
Payroll Deductions and Withholdings Payable	867
Accounts Payable	3,224,665
Estimated Insurance Claims Payable	2,617,003
Total Current Liabilities	<u>5,846,006</u>
Noncurrent Liabilities:	
Estimated Insurance Claims Payable	235,664
Total Noncurrent Liabilities	<u>235,664</u>
Total Liabilities	<u>6,081,670</u>
Net Position	
Investment in Capital Assets	152,140
Unrestricted	53,743,760
Total Net Position	<u>\$ 53,895,900</u>

The accompanying notes to financial statements are an integral part of this statement.

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Governmental Activities - Internal Service Funds
Operating Revenues	
Insurance Premiums	\$ 60,098,913
Other Operating Revenues	2,168,755
Total Operating Revenues	<u>62,267,668</u>
Operating Expenses	
Insurance Claims	42,112,174
Fees and Other	6,795,603
Salaries	446,888
Employee Benefits	143,341
Purchased Services	2,935,430
Depreciation	14,964
Total Operating Expenses	<u>52,448,400</u>
Operating Income	<u>9,819,268</u>
Nonoperating Revenues	
Investment Income	<u>627,453</u>
Change in Net Position	10,446,721
Net Position - Beginning	<u>43,449,179</u>
Net Position - Ending	<u><u>\$ 53,895,900</u></u>

The accompanying notes to financial statements are an integral part of this statement.

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Governmental Activities - Internal Service Funds
Cash Flows from Operating Activities	
Cash Received from Board Funds and Participants	\$ 62,267,668
Cash Payments to Suppliers for Goods and Services	(9,606,997)
Cash Payments to Employees	(590,229)
Cash Payments for Insurance Claims	(42,326,000)
Net Cash Provided by Operating Activities	<u>9,744,442</u>
Cash Flows from Investing Activities	
Investment Income	<u>627,453</u>
Net Increase in Cash and Cash Equivalents	10,371,895
Cash and Cash Equivalents, Beginning of Year	<u>49,372,282</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 59,744,177</u></u>
<u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</u>	
Operating Income	<u>\$ 9,819,268</u>
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation Expense	14,964
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(41,276)
Increase in Salaries and Benefits Payable	207
Increase in Payroll Deductions and Withholdings Payable	27
Increase in Accounts Payable	165,078
Decrease in Estimated Insurance Claims Payable	(213,826)
Total Adjustments	<u>(74,826)</u>
Net Cash Provided by Operating Activities	<u><u>\$ 9,744,442</u></u>

The accompanying notes to financial statements are an integral part of this statement.

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2020

	Agency Funds
Assets	
Cash and Cash Equivalents	<u>\$ 4,988,618</u>
Liabilities	
Accounts Payable	\$ 91,783
Internal Accounts Payable	<u>4,896,835</u>
Total Liabilities	<u>\$ 4,988,618</u>

The accompanying notes to financial statements are an integral part of this statement.

This page intentionally left blank.



Notes to Financial Statements

This page intentionally left blank.



I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities are normally supported by taxes, intergovernmental revenues, and other nonexchange transactions. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The District has no business-type activities.

The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the St. Johns County School District's (District) governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are thereby clearly identifiable to a particular function. Depreciation expense is allocated to the various functions.

B. Reporting Entity

The St. Johns 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 District is considered part of the Florida system of public education, operates under the general direction of the Florida Department of Education (FDOE), and is governed by State law and State Board of Education (SBE) rules. 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 St. Johns County, Florida (County).

Criteria for determining if other entities are potential component units that should be reported within the District's basic financial statements are identified and described in the Governmental Accounting Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. The application of these criteria provides for identification of any legally separate 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 District's reporting entity:

Blended Component Units. Blended component units are, in substance, part of the primary District's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the District. The St. Johns County School Board Leasing Corporation (Leasing Corporation) was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in a subsequent note. Due to the substantive

economic relationship between the District and the Leasing Corporation, the financial activities of the Leasing Corporation are included in the accompanying basic financial statements. Separate financial statements for the Leasing Corporation are not published.

Discretely Presented Component Units. The component units' column in the government-wide financial statements include the financial data of the District's other component units. A separate column is used to emphasize that they are legally separate from the District. The District's component units consist of the St. Johns County Education Foundation, Inc. D/B/A INK! (Foundation), and three charter schools.

The Foundation is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to receive, hold, invest and administer property, and to make expenditures to and for the benefit of public prekindergarten through twelfth grade education in St. Johns County. Because of the nature and significance of its relationship with the District, the Foundation is considered a component unit.

The charter schools consist of St. Augustine Public Montessori School, operated by St. Augustine Montessori Community, Inc., and the Therapeutic Learning Center Charter School along with St. Johns Community Campus Charter School, both of which are operated by The Arc of the St. Johns, Inc. The 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 charter schools operate under charters approved by their sponsor, the Board.

In accordance with a ruling by and requirement of the FDOE, the charter schools are included as component units of the District. According to the FDOE, the charter schools are fiscally dependent on the District for their tax levy and the majority of their budget and create a financial burden on the District because the charter schools' full-time equivalent student enrollment is the basis for funding. In addition, the charter schools are considered to be component units because they are considered misleading to exclude and because of the District's oversight responsibility.

The financial data reported on the accompanying statements was derived from the Foundation's and charter schools' audited financial statements for the fiscal year ended June 30, 2020. The audit reports are filed in the District's administrative offices at 40 Orange Street, St. Augustine, Florida 32084.

C. Basis of Presentation: Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The effects of interfund activity have been eliminated

from the government-wide financial statements except for interfund services provided and used.

D. Basis of Presentation: Fund Financial Statements

The fund financial statements provide information about the District's funds, including the fiduciary funds and blended component units. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor 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.
- Debt Service – Other Debt Service Fund – to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs for the District's Certificates of Participation, the 2010 Qualified School Construction Bond (QSCB), and the 2016 District Sales Tax Revenue Bonds.
- Capital Projects – Section 1011.14 Loan Fund – to account for the financial resources generated by the District's Revenue Anticipation Note, Series 2018, in the amount of \$15,100,000 borrowed on April 13, 2018, under the provisions of Section 1011.14, Florida Statutes, of which the proceeds are to be used for the acquisition, construction, installation, and equipping of various capital improvements related to educational facilities within the District, including, but not limited to, the renovation and expansion of Mill Creek Elementary to Mill Creek Academy, a K-8 school.
- Capital Projects – 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 renovation and remodeling projects, motor vehicle purchases, and debt service payments.
- Capital Projects – Other Capital Projects Fund – to account mainly for the financial resources received from certificates of participation proceeds, sales tax revenue bond proceeds, one-half cent local sales tax receipts, local impact fees, and other miscellaneous sources to be used for educational capital outlay needs, including new construction, renovation and remodeling projects, new and replacement equipment, and debt service payments.

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

- Internal Service Funds – to account for the District’s self-insured health and hospitalization programs, which includes medical, dental, and vision plans, and the District’s self-insured workers’ compensation program (for claims incurred prior to June 30, 2008).
- Agency Funds – to account for resources of the school internal funds, which are used to administer moneys collected at several schools in connection with school, student athletic, class, and club activities. These activities are excluded from the government-wide financial statements because the District cannot use these assets to finance its operations.

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 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 transfers between the funds included in governmental activities are eliminated in the preparation of the governmental-wide financial statements.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for Federal, State, and other grant resources, revenue is recognized at the time the

expenditure is made. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Interest associated with the current fiscal period is considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditures are generally recognized when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, claims and judgments, pension benefits, other postemployment benefits, and compensated absences, are only recorded when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt are reported as other financing sources. Allocations of cost, such as depreciation, are not recognized in governmental funds.

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The agency funds have no measurement focus but utilize the accrual basis of accounting for reporting its assets and liabilities.

The Foundation is accounted for under the accrual basis of accounting whereby revenues are recognized when earned and expenses are recognized when incurred.

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

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term 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 and investments made locally with the Florida Public Assets for Liquidity Management (FL PALM), formerly known as the Florida Education Investment Trust Fund.

Cash deposits are held by banks qualified as public depositories under Florida law. 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.

2. Investments

Investments consist of amounts placed in the SBA debt service accounts which are restricted for debt service purposes, amounts placed with the SBA for participation in the Florida PRIME investment pool created by Section 218.405, Florida Statutes, and amounts placed in FL PALM. These investment pools operate under investment guidelines established by Section 215.47, Florida Statutes.

The District's investments in Florida PRIME, which meets all of the necessary criteria to elect to measure their investments at amortized cost, are similar to money market funds in which shares are owned in the fund rather than the underlying investments. These investments are reported at amortized cost, which approximates fair value.

Investments made locally consist of amounts placed in the FL PALM, a qualifying external investment pool. These investments are reported at amortized cost, which approximates fair value.

Types and amounts of investments held at fiscal year-end are described in a subsequent note.

3. Restricted Cash and Cash Equivalents

Certain assets, held by a trustee in the name of the District, or invested by the District, in connection with certificates of participation financing arrangements, are classified as restricted cash and cash equivalents on the statement of net position because they are set aside for repayment of debt as required by applicable debt covenants; represent proceeds from the sale of certificates of participation; revenue from the one-half cent local sales tax receipts; or proceeds from the revenue anticipation note.

These assets consist of \$20,291,741 restricted for the repayment of certificates of participation principal and interest payable, of which \$16,065,419 is payable on July 1, 2020, and reported as current liabilities on the statement of net position; \$8,611,991 restricted for the repayment of QSCBs principal that is maintained in a sinking fund account; \$3,322,792 restricted for the repayment of sales tax revenue bonds principal and interest; \$3,847,761 of sales tax revenue bond cash restricted for the cost of construction and equipping a new K-8 school and a new elementary school; \$24,068,922 of one-half cent local sales tax receipts restricted for new construction, reconstruction and improvement of school facilities, including safety and security improvements and technology upgrades; \$3,430,784 revenue anticipation note cash restricted for capital improvements to educational facilities within the District, specifically the renovation and expansion of Mill Creek Elementary to Mill Creek Academy, a K-8 school; and \$87,194,391 related to the Certificates of Participation, Series 2019A, dated November 8, 2019, for the acquisition and construction of a new high school and the construction of a classroom wing at a new K-8 school.

4. Inventories and Prepaid Items

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories are stated at last invoice price, which approximates the first-in, first-out basis, except that United States Department of Agriculture donated foods are stated at their fair value as determined at the time of donation to the District's food service program by the Florida Department of Agriculture and Consumer Services, Bureau of Food

Distribution. The costs of inventories are recorded as expenditures when used rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

5. 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 \$1,000, except for improvements other than buildings which are defined as those costing more than \$250,000. Such assets are recorded at historical cost if purchased or constructed. Donated assets are recorded at acquisition value at the date of donation.

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

Description	Estimated Lives
Improvements Other Than Buildings	10 - 40 years
Buildings and Fixed Equipment	10 - 50 years
Furniture, Fixtures, and Equipment	3 - 15 years
Motor Vehicles	5 - 10 years
Audio Visual Materials and Computer Software	5 years

Current year information relative to changes in capital assets is described in the **Changes in Capital Assets** note disclosure.

6. Pensions

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

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

7. Long-Term Liabilities

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

In the governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due. Governmental fund types recognize debt premiums and discounts during the current period. The face amount of debt issued and premiums on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses.

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

8. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense) until then. The District has three items that qualify for reporting in this category. The net carrying amount for loss on debt refunding reported in the government-wide statement of net position results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized, as a component of interest expense, over the shorter of the life of the refunded or refunding debt. Deferred outflows related to pensions and Other Postemployment Benefits (OPEB) are discussed in subsequent notes.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify for reporting in this category. The deferred inflows of resources related to pensions and OPEB are discussed in subsequent notes.

9. Net Position Flow Assumption

The District occasionally funds outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. To calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. Consequently, it is the District's policy

to consider restricted net position to have been depleted before unrestricted net position is applied.

10. Fund Balance Flow Assumptions

The District may fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). To calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

11. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

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

Nonspendable Fund Balance. Nonspendable fund balance is 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. The District classifies its amounts reported as inventories and prepaid items as nonspendable.

Restricted Fund Balance. Restricted fund balance is 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 as restricted, other than those in the General Fund. In the General Fund, unspent State Required Carryover (Categorical) Programs and earmarked educational funding that is legally or otherwise restricted are reported as restricted fund balance.

Committed Fund Balance. The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board is the highest level of decision-making authority for the District that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. 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 has established an economic stabilization arrangement in Board Rule 7.01, *School District Budget System*, which provides that the Board shall commit an amount equal to 3 percent of its estimated revenue from the first Florida Education Finance Program calculation under a stabilization arrangement for circumstances that are non-routine in nature and specifically include the following:

- Failure to pay loans or debt service when due as a result of lack of funds;
- Failure to pay uncontested claims to creditors within 90 days due to lack of funds;
- Failure to transfer taxes, social security or retirement/benefits for employees; and
- Failure for one pay period to pay wages, salaries, or retirement benefits to employees.

At June 30, 2020, the stabilization balance was \$10,366,434.

Assigned Fund Balance. Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. Board Rule 7.01 authorizes the Superintendent or Superintendent's designee to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned Fund Balance. The unassigned fund balance is the portion of fund balance that is the residual classification for the General Fund. The General Fund is the only fund that reports a positive unassigned fund balance amount. This balance represents amounts that have not been restricted, committed, or assigned for specific purposes.

G. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as program revenues include charges paid by the recipient of the goods or services offered by the program, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than program revenues. Revenues that are not classified as program revenues 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.

2. State Revenue Sources

Significant revenues from State sources for current operations include the Florida Education Finance Program administered by the Florida Department of Education (FDOE) 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 FDOE. The FDOE 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 for a specified period of time following the date of the original reporting. Such amendments may impact funding allocations for subsequent years. The FDOE 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. SBE rules require that revenue earmarked for certain programs be expended only for the program for which the money is provided, and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same educational programs. The FDOE 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 balance of categorical and earmarked educational program resources.

The State allocates gross receipts taxes, generally known as Public Education Capital Outlay money, to the District on an annual basis. The District is authorized to expend these funds only upon applying for and receiving an encumbrance authorization from the FDOE.

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

3. 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 St. Johns County Property Appraiser, and property taxes are collected by the St. Johns County Tax Collector.

The Board adopted the 2019 tax levy on September 17, 2019. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4 percent for early payment.

Taxes become a lien on the property on January 1, and are delinquent on April 1, of the year following the year of assessment. State law provides for enforcement of collection of

personal property taxes by seizure of the property to satisfy unpaid taxes, and for enforcement of collection of real property taxes by the sale of interest-bearing tax certificates to satisfy unpaid taxes. The procedures result in the collection of essentially all taxes prior to June 30 of the year following the year of assessment.

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

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

4. 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.

5. Sales Tax Revenue

On November 3, 2015, in a special referendum election, the citizens of St. Johns County authorized a one-half cent sales surtax to fund the capital needs of the District, under the authority of Section 212.055(6), Florida Statutes. The sales surtax was effective beginning January 2016 and will continue through December 2025. Revenues will be used to fund critical needs of an increasing student population in St. Johns County as it relates to new construction, facility renovations, remodeling projects, technology, and security.

6. Educational Impact Fees

The County imposes an educational impact fee based on an ordinance adopted by the County Commission in 1987. This ordinance was most recently amended in April 2018 when Ordinance 2018-16 established, in part, revised rates to be collected. The educational impact fee is collected by the County for most new residential construction. The fees can only be used to acquire, construct, expand, and equip the educational sites and educational capital facilities necessitated by new development and to pay for certain collection and legal defense costs.

7. Concurrency Proportionate Share Mitigation

Pursuant to Section 163.3180(6)(a), Florida Statutes, the District entered into an interlocal agreement with the County and three local municipalities effective October 3, 2008, to implement school concurrency for the purpose of ensuring adequate public school facilities are available to serve the residents of new residential developments. Concurrency requires that necessary infrastructure be planned for and available at the time of development

impacts and requires an infrastructure review to determine whether adequate school capacity either already exists, will be in place, or under construction within three years. School capacity is provided through proportionate share mitigation from developers in the form of school construction, land contributions or cash payments for school construction or land acquisition. The District has six concurrency service areas based on adopted Board high school attendance boundaries. If there is not sufficient capacity in the affected concurrency service area, or the adjacent concurrency service area, and the developer elects to proceed with the project, proportionate share mitigation will be required to address the impacts of the proposed development. Developers receive a credit toward the payment of local educational impact fees based on the amount of proportionate share mitigation provided, and the proportionate share mitigation revenue is recognized when payment is made to the District. The County or municipality then approves final construction plans.

8. Compensated Absences

In the government-wide financial statements, compensated absences (i.e., paid absences for employee vacation leave and sick leave) are accrued as liabilities using the vesting method. Under this method, the liability amount is estimated based on the accumulated leave at fiscal year-end for employees who are currently eligible, or expected to become eligible, to receive termination payments. A liability for these amounts is reported in the governmental fund financial statements only if it has matured, such as for occurrences of employee resignations and retirements. The liability for compensated absences includes salary related benefits, where applicable.

9. Proprietary Funds Operating and Nonoperating Revenues and Expenses

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

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Deficit Fund Balance in Major Capital Projects Fund

The following major capital projects fund has a deficit fund balance at June 30, 2020:

Fund	Beginning Fund Balance	Change in Fund Balance	Ending Fund Balance
Capital Projects - Section 1011.14 Loan	\$ (7,803,177)	\$ 1,889,637	\$ (5,913,540)

The deficit reported in the Capital Projects – Section 1011.14 Loan Fund is attributed to the reported liability of \$9,356,000 generated by the issuance of Revenue Anticipation Note, Series 2018. These proceeds are for the acquisition, construction, installation and equipping of various capital improvements related to educational facilities, including, but not limited to, the renovation and expansion of Mill Creek Elementary School to Mill Creek Academy, a K-8 school. The deficit will be eliminated during the subsequent years as the pledged proceeds are received and the note is paid in full.

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash Deposits with Financial Institutions

Custodial Credit Risk-Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to the District. The District does not have a policy for custodial credit risk. All bank balances of the District are fully insured or collateralized as required by Chapter 280, Florida Statutes.

Cash balances from all funds are combined and invested to the extent available. Earnings are allocated monthly to each fund based on average daily balances.

B. Investments

Fair Value Measurement

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

The District's investments at June 30, 2020, are reported as follows:

Investments by Fair Value Level	Total	Fair Value Measurement Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
SBA - Debt Service Accounts	\$ 54,184	\$ 54,184	\$ -	\$ -
Investments Reported at Amortized Cost				
Florida PRIME	261,529,917			
FL PALM	5,384,781			
Total Investments Reported at Amortized Cost	266,914,698			
Total Investments	\$ 266,968,882			

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investment policy authorizes the investment of temporarily idle funds to earn the maximum return for the period available. The policy also indicates a high priority shall be placed on the safety and liquidity of the funds. The trust agreement in connection with certificates of participation financing arrangements does not specifically limit investment maturities as a means of managing its exposure to fair value losses from increasing interest rates.

Florida PRIME and FL PALM use a weighted-average days to maturity (WAM). A portfolio's WAM reflects the average maturity in days, based on final maturity or reset date, in the case of floating rate instruments. WAM measures the sensitivity of the portfolio to interest rate changes.

The District's investments at June 30, 2020, have the following maturities:

Investments	Maturities	Fair Value
SBA		
Florida PRIME ^{(1) (2) (3) (4)}	53 Day Average	\$ 261,529,917
Debt Service Accounts	6 months	54,184
FL PALM ⁽¹⁾	53 Day Average	5,384,781
		\$ 266,968,882

⁽¹⁾ Investments with original maturities of three months or less are considered cash equivalents for financial reporting purposes.

⁽²⁾ Investments totaling \$100,032,704 are held under a trust agreement in connection with the Certificates of Participation, Series 2010 (Qualified School Construction Bonds), 2013, 2015, and 2019A financing agreements, and are reported as restricted cash equivalents for financial reporting purposes.

⁽³⁾ Investments totaling \$31,239,475 related to receipt of the one-half cent local sales tax and the sales tax revenue bonds are reported as restricted cash equivalents for financial reporting purposes.

⁽⁴⁾ Investments totaling \$3,430,784 related to the proceeds of the District's Revenue Anticipation Note, borrowed on April 13, 2018, are reported as restricted cash equivalents for financial reporting purposes.

For Florida PRIME, Chapter 218.409(8)(a), Florida Statutes, states that “the principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the moneys in the trust funds. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust funds, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board [State Board of Administration] can invest moneys entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustee, the Joint Legislative Auditing Committee, and the Investment Advisory Council. The Trustees shall convene an emergency meeting as soon as practicable from the time the Executive Director has instituted such measures and review the necessity of those measures. If the Trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the moratorium may be extended by the Executive Director until the Trustees are able to meet to review the necessity for the moratorium. If the Trustees agree with such measures, the Trustees shall vote to continue the measures for up to an additional 15 days. The Trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the Trustees exceed 15 days.” As of June 30, 2020, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100 percent of their account value.

Credit Risk

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

The District’s investment in the FL PALM and Florida PRIME is rated AAAM by Standard & Poor’s.

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 interest rate risk and credit risk for this account. Disclosures for the Debt Service Accounts are included in the notes to financial statements of the State’s Comprehensive Annual Financial Report.

C. Due From Other Agencies

The \$8,923,137 reported as due from other agencies primarily consists of \$3,383,630 due from the Florida Department of Revenue related to the one-half cent local sales tax; \$3,232,940 due

from the FDOE for reimbursement of Federal and State grant expenditures; and \$1,271,458 due from the St. Johns County Board of County Commissioners for the collection of educational impact fees.

D. Changes in Capital Assets

Changes in capital assets are presented in the table below:

	Beginning Balance	Additions	Deletions	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated:				
Land	\$ 59,855,257	\$ 32,821,704	\$ -	\$ 92,676,961
Construction in Progress	11,570,087	21,292,337	10,926,291	21,936,133
Total Capital Assets Not Being Depreciated	71,425,344	54,114,041	10,926,291	114,613,094
Capital Assets Being Depreciated:				
Improvements Other Than Buildings	25,380,385	281,534	-	25,661,919
Buildings and Fixed Equipment	783,487,313	19,043,585	-	802,530,898
Furniture, Fixtures, and Equipment	29,905,507	2,803,231	1,563,247	31,145,491
Motor Vehicles	26,533,372	7,013,554	537,722	33,009,204
Audio Visual Materials and Computer Software	4,432,192	10,763	16,405	4,426,550
Total Capital Assets Being Depreciated	869,738,769	29,152,667	2,117,374	896,774,062
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	17,993,124	517,311	-	18,510,435
Buildings and Fixed Equipment	243,200,744	17,707,493	-	260,908,237
Furniture, Fixtures, and Equipment	22,604,198	2,438,944	1,563,247	23,479,895
Motor Vehicles	16,584,564	2,333,047	537,722	18,379,889
Audio Visual Materials and Computer Software	4,251,230	83,831	16,405	4,318,656
Total Accumulated Depreciation	304,633,860	23,080,626	2,117,374	325,597,112
Total Capital Assets Being Depreciated, Net	565,104,909	6,072,041	-	571,176,950
Governmental Activities Capital Assets, Net	\$ 636,530,253	\$ 60,186,082	\$ 10,926,291	\$ 685,790,044

Depreciation expense was charged to functions as follows:

Function	Amount
GOVERNMENTAL ACTIVITIES	
Instruction	\$ 13,379,054
Student Support Services	1,765,725
Instructional Media Services	337,924
Instruction and Curriculum Development Services	501,444
Instructional Staff Training Services	290,860
Instruction-Related Technology	376,711
School Board	25,021
General Administration	22,805
School Administration	1,376,265
Facilities Acquisition and Construction	104,676
Fiscal Services	126,199
Food Services	502,116
Central Services	217,046
Student Transportation Services	2,333,047
Operation of Plant	917,686
Maintenance of Plant	478,122
Administrative Technology Services	24,384
Community Services	301,541
Total Depreciation Expense - Governmental Activities	\$ 23,080,626

E. Retirement Plans

1. Florida Retirement System (FRS) – Defined Benefit Pension Plans

General Information about the FRS

The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (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 Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any State-administered retirement system in paying the costs of health insurance.

Essentially all regular employees of the District are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature.

The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' Web site www.dms.myflorida.com.

The District's FRS and HIS pension expense totaled \$42,402,553 for the fiscal year ended June 30, 2020.

FRS Pension Plan

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

- *Regular* – Members of the FRS who do not qualify for membership in the other classes.
- *Elected County Officers* – Members who hold specified elective offices in local government.
- *Senior Management Service* – Members in senior management level positions.

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. Employees enrolled in 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 an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate,

except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

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

Class, Initial Enrollment, and Retirement Age/Years of Service	Percent Value
<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
<i>Senior Management Service Class</i>	2.00

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

Contributions. The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2019-20 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	8.47
FRS, Elected County Officers	3.00	48.82
FRS, Senior Management Service	3.00	25.41
DROP - Applicable to		
Members from All of the Above Classes	0.00	14.60
FRS, Reemployed Retiree	(2)	(2)

⁽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 to the Plan totaled \$14,707,012 for the fiscal year ended June 30, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2020, the District reported a liability of \$143,261,940 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The District's proportionate share of the net pension liability was based on the District's 2018-19 fiscal year contributions relative to the total 2018-19 fiscal year contributions of all participating members. At June 30, 2019, the District's proportionate share was 0.415992253 percent, which was an increase of 0.009466134 from its proportionate share measured as of June 30, 2018.

For the fiscal year ended June 30, 2020, the District recognized the Plan pension expense of \$35,876,579. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 8,497,275	\$ 88,907
Change of Assumptions	36,795,830	-
Net Difference Between Projected and Actual Earnings on FRS Pension Plan Investments	-	7,925,998
Changes in Proportion and Differences Between District FRS Contributions and Proportionate Share of Contributions	2,555,352	1,027,619
District FRS Contributions Subsequent to the Measurement Date	14,707,012	-
Total	\$ 62,555,469	\$ 9,042,524

The deferred outflows of resources related to pensions resulting from District contributions to the Plan subsequent to the measurement date, totaling \$14,707,012 will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30	Amount
2021	\$ 14,012,838
2022	4,156,534
2023	10,064,504
2024	7,762,388
2025	2,213,874
Thereafter	595,795
Total	\$ 38,805,933

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

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

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018. This is a change from the prior year mortality assumption which was based on the Generational RP-2000 with Projection Scale BB tables.

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

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

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

Asset Class	Target Allocation ⁽¹⁾	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1%	3.3%	3.3%	1.2%
Fixed Income	18%	4.1%	4.1%	3.5%
Global Equity	54%	8.0%	6.8%	16.5%
Real Estate (Property)	10%	6.7%	6.1%	11.7%
Private Equity	11%	11.2%	8.4%	25.8%
Strategic Investments	6%	5.9%	5.7%	6.7%
Total	100%			
Assumed inflation - Mean			2.6%	1.7%

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

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

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 6.9 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 (5.9 percent) or 1 percentage point higher (7.9 percent) than the current rate:

	1% Decrease (5.9%)	Current Discount Rate (6.9%)	1% Increase (7.9%)
District's proportionate share of the net pension liability	\$ 247,652,189	\$ 143,261,940	\$ 56,078,425

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

Payables to the Pension Plan. At June 30, 2020, the District reported a payable of \$2,238,871 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2020.

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 Florida Department of Management Services, Division of Retirement.

Benefits Provided. For the fiscal year ended June 30, 2020, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Federal 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, 2020, the contribution rate was 1.66 percent of payroll pursuant to Section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding 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.

The District's contributions to the HIS Plan totaled \$3,703,813 for the fiscal year ended June 30, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2020, the District reported a net pension liability of \$69,073,046 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 pension plan's fiduciary net position available to pay that amount. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018, and update procedures were used to determine the net pension liability as of June 30, 2019. The District's proportionate share of the net pension liability was based on the District's 2018-19 fiscal year contributions relative to the total 2018-19 fiscal year contributions of all participating members. At June 30, 2019, the District's proportionate share was 0.617329969 percent, which was an increase of 0.024837475 from its proportionate share measured as of June 30, 2018.

For the fiscal year ended June 30, 2020, the District recognized the HIS Plan pension expense of \$6,525,974. 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	\$ 838,969	\$ 84,578
Change of Assumptions	7,998,006	5,645,468
Net Difference Between Projected and Actual		
Earnings on HIS Pension Plan Investments	44,572	-
Changes in Proportion and Differences Between		
District HIS Contributions and Proportionate		
Share of Contributions	4,138,536	-
District HIS Contributions Subsequent to the		
Measurement Date	3,703,813	-
Total	\$ 16,723,896	\$ 5,730,046

The deferred outflows of resources related to pensions resulting from District contributions to the HIS Plan subsequent to the measurement date, totaling \$3,703,813 will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30	Amount
2021	\$ 2,571,343
2022	2,031,340
2023	1,214,929
2024	62,803
2025	479,905
Thereafter	929,717
Total	\$ 7,290,037

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

Inflation	2.60 percent
Salary increases	3.25 percent, average, including inflation
Municipal bond rate	3.50 percent

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

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

Discount Rate. The discount rate used to measure the total pension liability was 3.50 percent. 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 3.87 percent to 3.50 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 3.50 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using

a discount rate that is 1 percentage point lower (2.50 percent) or 1 percentage point higher (4.50 percent) than the current rate:

	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
District's proportionate share of the net pension liability	\$ 78,850,423	\$ 69,073,046	\$ 60,929,598

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

Payables to the Pension Plan. At June 30, 2020, the District reported a payable of \$458,968 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2020.

2. FRS – Defined Contribution Pension Plan

The SBA administers the defined contribution plan officially titled the FRS Investment Plan (Investment Plan). The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. District employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Retirement benefits are based upon the value of the member's account upon retirement. 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, 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. 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 plan members.

Allocations to the investment member's accounts during the 2019-20 fiscal year were as follows:

Class	Percent of Gross Compensation
FRS, Regular	6.30
FRS, Elected County Officers	11.34
FRS, Senior Management Service	7.67

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, regardless of membership class. 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. Non-vested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5-year period, the employee will regain control over their account. If the employee does not return within the 5-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2020, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

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

The District's Investment Plan pension expense totaled \$3,559,563 for the fiscal year ended June 30, 2020.

Payables to the Investment Plan. At June 30, 2020, the District reported a payable of \$546,680 for the outstanding amount of contributions to the Investment Plan required for the fiscal year ended June 30, 2020.

F. Other Postemployment Benefit Plan – OPEB Plan

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

Plan Description. The Other Postemployment Benefits Plan (OPEB Plan) is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who retire from the District are eligible to participate in the District's health and hospitalization plan for medical, prescription drug, dental, and vision coverage. Retirees and their eligible dependents shall be offered the same health and hospitalization insurance coverage as is offered to active employees at a premium cost of no more than the premium cost applicable to active employees. 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 retiree healthcare costs are generally greater than active employee healthcare costs. The District does not offer any explicit subsidies for retiree coverage. Retirees are assumed 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 entity. The OPEB Plan contribution requirements and benefit terms of the District and the OPEB Plan members are established and may be amended through recommendations of the Insurance Committee and action from the Board. No assets are accumulated in a trust that meets all of the criteria in GASB Statement No. 75, paragraph 4.

Employees Covered by Benefit Terms. At June 30, 2019, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	260
Inactive Employees Entitled to But Not Yet Receiving Benefits	-
Active Employees	4,778
Total	<u>5,038</u>

Total OPEB Liability. The District's total OPEB liability of \$26,203,755 was measured as of June 30, 2019, and was determined by an actuarial valuation as of June 30, 2019.

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

Inflation	2.25 percent
Salary Increases	3.60 percent to 8 percent, including inflation as used in the July 1, 2019, actuarial valuation of the Florida Retirement System
Discount Rate	3.13 percent
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 6.50 percent decreasing to an ultimate trend rate of 3.99 percent plus 0.28 percent increase for excise tax
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death"
Expenses	Administrative expenses are included in the per capita health costs

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

Mortality rates, used in the July 1, 2019 valuation, were based on the adjusted PUB-2010 mortality tables published by the Society of Actuaries with generational mortality improvements using Scale MP-2018 and were based on the results of an actuarial experience study for the period January 1, 2013, through December 31, 2018, adopted by the FRS.

Demographic assumptions employed in the actuarial valuation were the same as those employed in the July 1, 2019, actuarial valuation of the FRS Defined Benefit Pension Plan. These demographic assumptions were developed by FRS from an actuarial experience study, and therefore are appropriate for use in the OPEB Plan actuarial valuation. These include assumed rates of future termination, mortality, disability, and retirement. In addition, salary increase assumptions (for development of the pattern of the normal cost increases) were the same as those used in the July 1, 2019, actuarial valuation of the FRS Defined Benefit Pension Plan. Assumptions used in valuation of benefits for participants of the FRS Investment Plan are the same as for similarly situated participants of the FRS Defined Benefit Pension Plan.

Changes in the Total OPEB Liability

	Amount
Balance at June 30, 2019	\$ 31,490,918
Changes for the year:	
Service Cost	1,548,394
Interest	1,164,220
Differences Between Expected and Actual Experience	(599,999)
Changes in Assumptions or Other Inputs	(5,642,711)
Benefit Payments	(1,757,067)
Net Changes	(5,287,163)
Balance at June 30, 2020	\$ 26,203,755

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

- The discount rate decreased from 3.62 percent to 3.13 percent.
- The medical claims costs and premiums were updated based on actual claims experience and premium information provided for the valuation.
- The long-term healthcare cost trend assumption was revised to reflect a lower long-term inflation assumption from 2.50 percent to 2.25 percent.
- The assumed load to model the expected excise tax cost was decreased from 0.39 percent beginning in 2028 to 0.28 percent beginning in 2035.
- The retiree medical coverage assumption was revised to assume that retirees becoming eligible for Medicare benefits will discontinue coverage under the self-insured health plan at a rate of 90 percent, which is a higher lapsing assumption than the 80 percent used previously.
- The future participation assumption was added to assume that 1 percent of employees declining coverage in the District's health program as of the valuation will elect employee coverage before retiring from active employment and regain eligibility for postemployment benefits.
- Changes in demographic assumptions developed in a statewide experience study conducted by the FRS covering the period 2013 through 2018 and adopted for its July 1, 2019 valuation.

Except for the change in the discount rate, these changes all had a decreasing effect on the OPEB liability.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following table presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.13 percent) or 1 percentage point higher (4.13 percent) than the current rate:

	1% Decrease (2.13%)	Current Discount Rate (3.13%)	1% Increase (4.13%)
Total OPEB Liability	<u>\$ 28,728,612</u>	<u>\$ 26,203,755</u>	<u>\$ 23,936,268</u>

Sensitivity of the Total OPEB Liability to the Healthcare Cost Trend Rates. The following table presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (5.50 percent decreasing to 2.99 percent) or 1 percentage point higher (7.50 percent decreasing to 4.99 percent) than the current healthcare cost trend rates:

	1% Decrease (5.50% decreasing to 2.99%)	Healthcare Cost Trend Rates (6.50% decreasing to 3.99%)	1% Increase (7.50% decreasing to 4.99%)
Total OPEB Liability	<u>\$ 22,658,624</u>	<u>\$ 26,203,755</u>	<u>\$ 30,624,341</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the fiscal year ended June 30, 2020, the District recognized OPEB expense of \$1,923,081. At June 30, 2020, 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>
Change in Assumptions or Other Inputs	\$ -	\$ 545,945
Differences Between Expected and Actual Experience	-	6,925,305
Benefits Paid Subsequent to the Measurement Date	2,262,194	-
Total	\$ 2,262,194	\$ 7,471,250

Of the total amount reported as deferred outflows of resources related to OPEB, \$2,262,194 resulting from benefits paid subsequent to the measurement date, and before the end of the fiscal year, will be included as a reduction of the total OPEB liability in the year ended June 30, 2021. Amounts reported as deferred inflows of resources related to OPEB will be recognized as a reduction of OPEB expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Total</u>
2021	\$ (789,533)
2022	(789,533)
2022	(789,533)
2024	(789,533)
2025	(789,533)
Thereafter	(3,523,585)
Total	\$ (7,471,250)

G. Special Termination Benefits

The Board provides for the payment of special retirement benefits to qualifying employees as follows:

The Board provides for the payment of a special termination incentive to administrative, managerial, and confidential employees hired prior to January 2, 2002. The incentive is equal to 1 percent of final salary times the number of years of St. Johns County District School Board service or \$10,000, whichever is greater, provided that the employee retires by the end of the first fiscal year of eligibility. Employees hired on or after January 2, 2002, are not eligible for the retirement incentive, and employees hired before that date and reclassified from another category are eligible for an incentive equal to 1 percent of final salary times the number of years of St. Johns County District School Board service or \$10,000, whichever is less, provided that the employee retires by the end of the first fiscal year of eligibility.

The Board's collective bargaining agreement with St. Johns Education Association provides for the payment of a special retirement incentive of 30 percent of final salary or \$10,000, whichever

is greater, for instructional employees who retire with a minimum of 10 years of service, provided that the employee retires by the end of the first fiscal year of eligibility.

The Board's collective bargaining agreement with the St. Johns Educational Support Professional Association provides for the payment of special retirement benefits to noninstructional employees upon retirement of \$3,000 for employees with 15 years of services and an additional \$250 for each year of service beyond 15 years, up to a maximum of 30 years of service.

In addition to payments for accrued leave and regular termination benefits, the District reported expenditures for special termination benefits, totaling \$779,890 during the 2019-20 fiscal year.

H. Construction and Other 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 year are carried forward and the next year's appropriations are likewise encumbered.

The following is a schedule of encumbrances at June 30, 2020. The major Debt Service – Other Debt Service Fund had no encumbrances at June 30, 2020.

Major Funds					
General	Capital Projects - Section 1011.14 Loan Fund	Capital Projects - Local Capital Improvement	Capital Projects - Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 4,958,150	\$ 46,874	\$ 8,156,589	\$ 92,366,994	\$ 529,701	\$ 106,058,308

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

Projects	Contract Amount	Completed to Date	Balance Committed
High School "HHH"	\$ 64,151,425	\$ 9,732,377	\$ 54,419,048
K-8 School "MM"	38,391,019	6,229,348	32,161,671
Liberty Pines Academy Classroom Addition	5,978,704	5,453,643	525,061
Total	\$ 108,521,148	\$ 21,415,368	\$ 87,105,780

I. Risk Management Programs

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has established self-insurance programs for its employee health and hospitalization and its workers' compensation liability coverage. For workers' compensation and most of its other insurance coverage, effective July 1, 2008, the District participates in a group self-insurance program administered by the Florida School Boards Association, Inc. The District's covered risks relating to property protection, general liability, automobile liability, workers' compensation, money and securities, employee fidelity and faithful performance, boiler and machinery, and other coverage deemed necessary by the members are included in the group program.

Section 1001.42(12)(k), Florida Statutes, provides the authority for the District to enter into such a risk management program. The program is self-sustaining through member assessments (premiums), and purchases coverage through commercial companies for claims in excess of specified amounts. The Board of Directors for the program is composed of one board member from each participating district and a superintendent and district-level business officer selected from one of the participating districts.

The District's health and hospitalization self-insurance program, which includes medical, dental, and vision coverage, is being provided on a self-insured basis up to specified limits. The District has entered into an agreement with an insurance company to provide specific excess coverage for claims amounts above \$400,000 per insured per year, and laser coverage on two members for \$750,000 and \$1,200,000 per year. The program's administrator has been approved by the Florida Office of Insurance Regulation. The funds for these coverages were established in accordance with Chapter 112, Florida Statutes. The program is administered through the Internal Service Funds.

A liability in the amount of \$2,599,605 was actuarially determined for estimated insurance claims payable for claims incurred but not reported (IBNR) for health and hospitalization coverage.

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

Fiscal Year	Balance at Beginning of Fiscal Year	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2018-19	\$ 2,949,444	\$ 40,654,931	\$ (40,796,114)	\$ 2,808,261
2019-20	2,808,261	42,099,946	(42,308,602)	2,599,605

The Board established a self-insurance program to provide workers' compensation coverage for its employees for claims incurred prior to June 30, 2008. The District's liability was limited by excess insurance to \$150,000 or \$250,000 per occurrence, depending on the year of occurrence, and by aggregate excess insurance per plan year, ranging from \$1,000,000 to \$3,211,800, except for the 2004-05 plan year, for which aggregate excess insurance was not purchased. For claims incurred on or after July 1, 2008, the District's workers' compensation coverage is administered by the Florida School Boards Association program.

A liability in the amount of \$253,062 was actuarially determined for estimated insurance claims payable for claims IBNR for workers' compensation coverage.

The following schedule represents the changes in the liability for the past two fiscal years for the District's workers' compensation program:

Fiscal Year	Balance at Beginning of Fiscal Year	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2018-19	\$ 250,035	\$ 35,358	\$ (27,161)	\$ 258,232
2019-20	258,232	12,228	(17,398)	253,062

Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years.

J. Short-Term Liabilities

Note Payable

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

Note Description	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To	Original Amount
RAN from Direct Borrowings				
Revenue Anticipation Note, Series 2018	\$ 9,356,000	2.68	2021	\$ 15,100,000

On April 13, 2018, the District entered a financing arrangement under the provisions of Section 1011.14, Florida Statutes, which authorizes district school boards to create obligations for a period of one year, in anticipation of budgeted revenues accruing on a current basis, without pledging the credit of the District or requiring future levy of taxes for certain purposes. The Note was issued at an interest rate of 2.68 percent, matured on April 1, 2020, and was extended for one year, to mature on April 1, 2021. These obligations may be extended from year to year, with the consent of the lender, for a period not to exceed four years, for a total of five years, including the initial year of the loan. The Revenue Anticipation Note, Series 2018, was undertaken for the acquisition, construction, installation, and equipping of various capital improvements related to educational facilities, including, but not limited to, the renovation and expansion of Mill Creek Elementary School to Mill Creek Academy, a K-8 school. If the District fails to provide the principal and interest payments through to term, the noteholder may accelerate the outstanding principal and interest accrued thereon to be due and payable immediately or make any other remedy available by law.

K. Long-Term Liabilities

1. Certificates of Participation

Certificates of Participation outstanding at June 30, 2020, are as follows:

Series	Amount Outstanding	Interest Rates (Percent)	Lease Term Maturity	Original Amount
COPs from Direct Borrowings:				
Series 2010-QSCB	\$ 16,000,000	4.94 ⁽¹⁾	2027	\$ 16,000,000
Total COPs from Direct Borrowings	<u>16,000,000</u>			
Other COP Issuances:				
Series 2013	24,620,000	3.00 - 5.00	2033	33,480,000
Series 2015, Refunding	12,065,000	5.00	2021	54,845,000
Series 2019A	<u>84,095,000</u>	4.00 - 5.00	2039	<u>84,095,000</u>
Total Other COP Issuances	<u>120,780,000</u>			
Unamortized Premium	<u>18,646,097</u>			
Total Certificates of Participation	<u><u>\$ 155,426,097</u></u>			<u><u>\$ 133,575,000</u></u>

⁽¹⁾Series 2010-QSCBs (Qualified School Construction Bonds) is primarily principal only bonds, repaid by the District. The QSCBs were issued as direct subsidy bonds, whereby the District pays the full amount of taxable interest to the lender and then files for a direct cash subsidy payment from the United States Treasury. Beginning with the 2013-14 fiscal year, the direct subsidy interest payments from the United States Treasury were reduced by 8.7 percent, from 4.94 percent to 4.51 percent.

The District entered into a master financing arrangement on November 15, 2003, characterized as a lease-purchase agreement, with the St. Johns County School Board Leasing Corporation (Leasing Corporation) whereby the District secured financing of various educational facilities. The financing was accomplished through the issuance of Certificates of Participation by the Leasing Corporation to third-party investors, to be repaid from the proceeds of rents paid by the District.

As a condition of the financing arrangement, the District gave a ground lease on District properties to the Leasing Corporation, with a rental fee of \$10 per year. 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 properties included under the Ground Lease Agreements for the benefit of the securers of the certificates for the remaining term of the ground leases or until the certificates are paid in full.

The QSCBs were issued through the ARRA on September 20, 2010. For the Series 2010-QSCB, the principal portion of the basic lease payment, \$16,000,000, is due on September 1, 2027. The sinking fund payments are due annually on September 1, commencing on September 1, 2011. The Series 2010-QSCB sinking fund payments made by the District will be deposited by the Trustee into the Series 2010 Sinking Fund Account pursuant to the Trust Agreement. Such funds will be invested in permitted investments in accordance with the Trust Agreement. The Board may offset sinking fund payments with the interest earnings on amounts in the Sinking Fund Account and must make supplemental payments to the Sinking Fund Account to cure any deficiency between the amount on deposit and the required scheduled amount. Sinking fund payments on deposit in the Sinking Fund Account will be retained therein until transferred to the Series 2010 Principal Account and applied to the payment of the \$16,000,000 principal component due on the Series 2010-QSCB Certificates at maturity (September 1, 2027) or upon earlier payment. The QSCBs are primarily issued as principal only and provide for a direct cash subsidy payment from the United States Treasury for the interest. Beginning with the 2013-14 fiscal year, the direct subsidy interest payments from the United States Treasury was reduced by 8.7 percent, from 4.94 percent to 4.51 percent.

The District issued Certificates of Participation, Series 2019A, dated November 8, 2019, in the amount of \$84,095,000. The proceeds will be used to finance the acquisition and construction of a new High School, "HHH", which is located on International Golf Parkway in northwest St. Johns County and will accommodate approximately 2,134 students, as well as the construction of a classroom wing at a new K-8 School, "MM", which is located on Pine Island Road in northeast St. Johns County and will accommodate approximately 1,496 students. The Certificates of Participation were issued with a true interest cost of 2.683 percent.

A summary of the lease terms are as follows:

Certificates	Lease Term
Series 2010-QSCB	Earlier of the date paid in full or September 1, 2027
Series 2013	Earlier of the date paid in full or July 1, 2033
Series 2015, Refunding	Earlier of the date paid in full or July 1, 2021
Series 2019A	Earlier of the date paid in full or July 1, 2039

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

Certificates	Description of Properties
Series 2010-QSCB	Construction of Palencia Elementary
Series 2013	Construction of Patriot Oaks Academy and Valley Ridge Academy
Series 2015, Refunding	Construction of Wards Creek Elementary School; Pacetti Bay Middle School; a Ninth Grade Center at the existing Bartram Trail High School; Ponte Vedra High School and Creekside High School
Series 2019A	Construction of High School "HHH" and a classroom wing at K-8 School "MM"

Except for the QSCBs, the lease payments are payable by the District semiannually, on July 1 and January 1, and must be remitted as of the 15th day of the month preceding the payment dates. The QSCB interest payments are payable March 1 and September 1. The following is a schedule by years of future minimum lease payments under the lease agreement together with the present value of minimum lease payments as of June 30:

Fiscal Year Ending June 30	Total	Other Certificates of Participation		Certificates of Participation from Direct Borrowings	
		Principal	Interest	Principal	Interest
2021	\$ 20,026,738	\$ 13,530,000	\$ 5,706,338	\$ -	\$ 790,400
2022	12,405,238	6,585,000	5,029,838	-	790,400
2023	11,975,988	6,485,000	4,700,588	-	790,400
2024	11,541,737	6,375,000	4,376,337	-	790,400
2025	11,111,987	6,230,000	4,091,587	-	790,400
2026-2030	64,962,250	30,745,000	16,241,250	16,000,000	1,976,000
2031-2035	39,000,537	29,815,000	9,185,537	-	-
2036-2039	23,400,250	21,015,000	2,385,250	-	-
Total Minimum Lease Payments	194,424,725	120,780,000	51,716,725	16,000,000	5,928,000
Unamortized Premium	18,646,097	18,646,097	-	-	-
Total Certificates of Participation Payable	\$ 213,070,822	\$ 139,426,097	\$ 51,716,725	\$ 16,000,000	\$ 5,928,000

Annual requirements to amortize premiums related to Certificates of Participation are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Total</u>
2021	\$ 2,120,734
2022	918,076
2023	918,076
2024	918,076
2025	918,076
2026-2030	4,590,380
2031-2035	4,590,379
2036-2039	3,672,300
Total	\$ 18,646,097

2. Bonds Payable

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

<u>Bond Type</u>	<u>Amount Outstanding</u>	<u>Interest Rates (Percent)</u>	<u>Annual Maturity To</u>
State School Bonds:			
Series 2011A, Refunding	\$ 130,000	3.0 - 5.0	2023
Series 2014A, Refunding	297,000	3.0 - 5.0	2025
Series 2017A, Refunding	979,000	3.0 - 5.0	2028
Series 2019A, Refunding	397,000	5.0	2029
Series 2020A, Refunding	444,000	2.0 - 5.0	2030
Total State School Bonds	2,247,000		
District Sales Tax Revenue Bonds:			
Series 2016	28,895,000		
Unamortized Premium	3,858,860		
Total District Sales Tax Revenue Bonds	32,753,860		
Total Bonds Payable	\$ 35,000,860		

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 State's full faith and credit is also pledged as security for these bonds. Principal and interest payments, investments of Debt Service

Fund resources, and compliance with reserve requirements are administered by the SBE and the SBA.

District Sales Tax Revenue Bonds. These bonds are generally referred to as Sales Tax Revenue Bonds, Series 2016, and are authorized by Chapters 212, 1001, and 1013, Florida Statutes, and a resolution of the District School Board dated January 12, 2016, authorizing the bond issue. These bonds are secured by a one-half cent local sales surtax, authorized on November 3, 2015, by majority voter approval of a District School Board resolution dated June 30, 2015, proposing the discretionary sales surtax. As provided by the bond resolution, the District is not required to maintain a reserve account.

The District has pledged a total of \$33,434,125 of sales surtax revenue in connection with the Sales Tax Revenue Bonds, Series 2016, described above. During the 2019-20 fiscal year, the District recognized sales surtax revenue totaling \$21,472,239 and expended \$5,590,875 (26 percent) of these revenues for debt service directly collateralized by these revenues. The pledged revenues are committed until final maturity of the debt on October 1, 2025. Approximately 29 percent of this revenue stream has been pledged in connection with debt service on the revenue bonds, and \$4,980,250 is restricted for future debt service requirements as of June 30, 2020.

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

Fiscal Year Ending June 30	Total	Principal	Interest
State School Bonds:			
2021	\$ 372,719	\$ 267,000	\$ 105,719
2022	381,130	288,000	93,130
2023	387,630	308,000	79,630
2024	349,300	283,000	66,300
2025	292,150	240,000	52,150
2026-2030	959,090	861,000	98,090
Total State School Bonds	<u>2,742,019</u>	<u>2,247,000</u>	<u>495,019</u>
District Sales Tax Revenue Bonds, Series 2016			
2021	5,588,500	4,250,000	1,338,500
2022	5,580,750	4,460,000	1,120,750
2023	5,577,125	4,685,000	892,125
2024	5,567,125	4,915,000	652,125
2025	5,565,125	5,165,000	400,125
2026	5,555,500	5,420,000	135,500
Subtotal	33,434,125	28,895,000	4,539,125
Unamortized Premium	3,858,860	3,858,860	-
Total District Sales Tax Revenue Bonds, Series 2016	<u>37,292,985</u>	<u>32,753,860</u>	<u>4,539,125</u>
Total Bonds Payable	<u>\$ 40,035,004</u>	<u>\$ 35,000,860</u>	<u>\$ 5,034,144</u>

Annual requirements to amortize the premium related to the Series 2016, Sales Tax Revenue Bond are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Interest</u>
2021	\$ 771,772
2022	771,772
2023	771,772
2024	771,772
2025	771,772
Total	<u><u>\$ 3,858,860</u></u>

3. Defeased Debt

Refunding State School Bonds. On January 14, 2020, the FDOE issued SBE, Capital Outlay Refunding Bonds, Series 2020A. The District's portion of the refunding SBE Capital Outlay Bonds, Series 2020A, was \$444,000. The refunding bonds were issued to refund callable portions of the District's State School Bonds, Series 2010A. The \$530,000 principal amount of the District's State School Bonds, Series 2010A, was considered defeased in substance and the liability was removed from the government-wide financial statements as of June 30, 2020.

The Capital Outlay Refunding Bonds, Series 2020A, were issued to reduce the total debt service payments over the next 10 years by \$86,000 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$61,294.

4. Changes in Long-Term Liabilities

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

Description	Beginning Balance	Additions	Deductions	Ending Balance	Due In One Year
GOVERNMENTAL ACTIVITIES					
Certificates of Participation Payable:					
Certificates of Participation	\$ 65,575,000	\$ 84,095,000	\$ 12,890,000	\$ 136,780,000	\$ 13,530,000
Unamortized Premium	2,405,317	18,361,515	2,120,735	18,646,097	2,120,734
Total Certificates of Participation Payable	67,980,317	102,456,515	15,010,735	155,426,097	15,650,734
Bonds Payable:					
District Sales Tax Revenue Bonds	32,940,000	-	4,045,000	28,895,000	4,250,000
Unamortized Premium	4,630,632	-	771,772	3,858,860	771,772
Total District Sales Tax Revenue Bonds	37,570,632	-	4,816,772	32,753,860	5,021,772
State School Bonds	2,635,000	444,000	832,000	2,247,000	267,000
Total Bonds Payable	40,205,632	444,000	5,648,772	35,000,860	5,288,772
Other Long-Term Liabilities:					
Estimated Insurance Claims Payable	258,232	12,228	17,398	253,062	17,398
Compensated Absences Payable	29,666,952	5,546,159	2,063,560	33,149,551	2,063,560
Other Postemployment Benefits Payable	31,490,918	3,941,154	9,228,317	26,203,755	1,757,067
Net Pension Liability	185,157,845	119,844,948	92,667,807	212,334,986	1,173,178
Total Governmental Activities	\$ 354,759,896	\$ 232,245,004	\$ 124,636,589	\$ 462,368,311	\$ 25,950,709

For the governmental activities, compensated absences, other postemployment benefits, and pensions are generally liquidated with resources of the General Fund. The estimated insurance claims are generally liquidated with the resources of the proprietary fund.

L. Net Position – Net Investment in Capital Assets

In the government-wide statement of net position, the difference between total assets and deferred outflows of resources and total liabilities and deferred inflows of resources is net position. Generally accepted accounting principles require that net position be subdivided into the following three categories: net investment in capital assets, restricted net position, and unrestricted net position.

The composition of net investment in capital assets as of June 30, 2020, is shown in the table below:

Description	Amount
Total Capital Assets, Net of Accumulated Depreciation	\$ 685,790,044
Plus Deferred Outflow for Net Carrying Amount of Debt Refunding	524,835
Less Related Debt, Net of Unspent Proceeds:	
Certificates of Participation Payable	\$ 155,426,097
Bonds Payable	35,000,860
Matured Certificates of Participation Payable	12,890,000
Note Payable	9,356,000
Construction and Retainage Payable	6,249,068
Unspent Debt Proceeds	(88,825,292)
Total Related Debt, Net of Unspent Proceeds	(130,096,733)
Total Net Investment in Capital Assets	\$ 556,218,146

M. Fund Balance Reporting

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

	Major Funds					Nonmajor Governmental Funds	Total Governmental Funds
	General	Debt Service - Other Debt Service	Capital Projects - Section 1011.14 Loan	Capital Projects - Local Capital Improvement	Capital Projects - Other Capital Projects		
Fund Balances:							
Nonspendable:							
Inventories	\$ 894,689	\$ -	\$ -	\$ -	\$ -	\$ 318,605	\$ 1,213,294
Prepaid Items	1,262,056	-	-	-	-	9,900	1,271,956
Total Nonspendable	2,156,745	-	-	-	-	328,505	2,485,250
Restricted for:							
State Required Carryover Programs	1,406,396	-	-	-	-	-	1,406,396
Division of Vocational Rehabilitation	413,460	-	-	-	-	-	413,460
Full Service Schools	154,695	-	-	-	-	-	154,695
Hurricane Shelter Retrofit Project	93,218	-	-	-	-	-	93,218
Computer Science Certifications and Bonuses	90,074	-	-	-	-	-	90,074
Youth Mental Health Awareness	2,522	-	-	-	-	-	2,522
Food Service	-	-	-	-	-	2,207,372	2,207,372
Debt Service	-	9,205,197	-	-	-	8,665,651	17,870,848
Capital Projects	-	-	-	33,244,245	205,452,628	4,425,003	243,121,876
Total Restricted Fund Balance	2,160,365	9,205,197	-	33,244,245	205,452,628	15,298,026	265,360,461
Committed for:							
Economic Stabilization	10,366,434	-	-	-	-	-	10,366,434
Total Committed Fund Balance	10,366,434	-	-	-	-	-	10,366,434
Assigned for:							
2020-21 Budget Shortfalls	17,335,253	-	-	-	-	-	17,335,253
School Programs and Services	8,909,991	-	-	-	-	-	8,909,991
COVID-19	6,141,949	-	-	-	-	-	6,141,949
Extended Day Programs	3,859,917	-	-	-	-	-	3,859,917
District Programs and Services	3,770,270	-	-	-	-	-	3,770,270
First Coast Technical College	2,367,752	-	-	-	-	-	2,367,752
Department Operations	1,257,790	-	-	-	-	-	1,257,790
School Concurrency	112,222	-	-	-	-	-	112,222
Total Assigned Fund Balance	43,755,144	-	-	-	-	-	43,755,144
Unassigned Fund Balance	6,206,894	-	(5,913,540)	-	-	(9,900)	283,454
Total Fund Balances	<u>\$ 64,645,582</u>	<u>\$ 9,205,197</u>	<u>\$ (5,913,540)</u>	<u>\$ 33,244,245</u>	<u>\$ 205,452,628</u>	<u>\$ 15,616,631</u>	<u>\$ 322,250,743</u>

The fund balance categories are discussed in the **Fund Balance Policies** note disclosure.

N. Interfund Receivables and Payables

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

Funds	Interfund	
	Receivables	Payables
Major:		
General	\$ 2,330,258	\$ -
Debt Service - Other Debt Service	-	1,375
Capital Projects - Other Capital Projects	-	11,383
Nonmajor Governmental	-	2,317,500
Total	<u>\$ 2,330,258</u>	<u>\$ 2,330,258</u>

Interfund balances generally arise due to the District's General Fund paying for goods or services on behalf of other District funds. The interfund amounts represent temporary loans from one fund to another and are expected to be repaid within one year.

O. Revenues and Expenditures/Expenses

1. Schedule of State Revenue Sources

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

Source	Amount
Florida Education Finance Program (FEFP):	
Transportation	\$ 10,084,790
Supplemental Academic Instruction	8,524,589
Best and Brightest Teacher Scholarship Program	4,334,416
Instructional Materials	3,604,400
Safe Schools	2,218,990
Comprehensive Reading Plan	1,983,782
Mental Health Assistance Allocation	1,132,364
Florida Teachers Lead	823,905
Digital Classrooms Allocation	278,643
Other FEFP	104,616,998
Categorical Educational Program - Class Size Reduction	47,222,971
Workforce Development Program	4,150,060
School Recognition	3,467,042
Motor Vehicle License Tax (Capital Outlay and Debt Service)	1,765,979
Window Upgrade for Hurricane Shelter Project	1,145,390
Voluntary Prekindergarten Program	1,085,884
Safety and Security of Schools	735,219
Workforce Education Performance Incentives	216,000
Sales Tax Distribution (Formerly Racing Commission Funds)	206,750
Charter School Capital Outlay	97,726
Food Service Supplement	72,538
Mobile Home License Tax	70,756
Discretionary Lottery Funds	45,249
Miscellaneous	233,964
Total	\$ 198,118,405

Accounting policies relating to certain State revenue sources are described in the **State Revenue Sources** note disclosure.

2. Property Taxes

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

	<u>Millages</u>	<u>Taxes Levied</u>
General Fund		
Nonvoted School Tax:		
Required Local Effort	3.888	\$ 119,703,761
Basic Discretionary Local Effort	0.748	23,029,427
Capital Projects -		
Local Capital Improvement Fund		
Nonvoted Tax:		
Local Capital Improvements	1.500	46,182,006
Total	<u>6.136</u>	<u>\$ 188,915,194</u>

Actual property taxes collected totaled 96 percent of total taxes levied. The St. Johns County Tax Collector is not required by law to make an accounting to the School Board of the difference between taxes levied and taxes collected. However, because of discounts allowed for early payments and other reasons for non-collection, the School Board budget estimates an anticipated 4 percent shortfall between taxes levied and taxes collected.

P. Interfund Transfers

The following is a summary of interfund transfers reported in the fund financial statements for the year ended June 30, 2020:

Funds	<u>Interfund</u>	
	<u>Transfers In</u>	<u>Transfers Out</u>
Major:		
General	\$ 5,766,864	\$ -
Debt Service - Other Debt Service	15,079,750	-
Capital Projects:		
Section 1011.14 Loan	3,286,988	-
Local Capital Improvement	-	24,835,750
Other Capital Projects	-	97,726
Nonmajor Governmental	799,874	-
Total	<u>\$ 24,933,476</u>	<u>\$ 24,933,476</u>

Interfund transfers represent permanent transfers of moneys between funds. The transfers out of the Capital Projects – Local Capital Improvement Fund were to provide for debt service payments, property insurance premiums, and to fund certain expenditures of the District's facilities and maintenance departments. The transfers out of the Capital Projects – Other Capital Projects Fund were to transfer revenue to the General Fund for subsequent disbursement to charter schools.

IV. INTERNAL SERVICE FUNDS

The following is a summary of financial information as reported in the internal service funds for the 2019-20 fiscal year.

	Group Health and Hospitalization Insurance	Group Dental Insurance	Group Vision Insurance	Workers' Compensation Liability Insurance	Total
Total Assets	<u>\$ 50,996,918</u>	<u>\$ 1,236,750</u>	<u>\$ 2,326,073</u>	<u>\$ 5,417,829</u>	<u>\$ 59,977,570</u>
Liabilities and Net Position:					
Salaries and Benefits Payable	\$ 1,815	\$ -	\$ -	\$ 1,656	\$ 3,471
Payroll Deductions and Withholdings Payable	643	-	-	224	867
Accounts Payable	3,149,801	113.00	69,057	5,694	3,224,665
Estimated Insurance Claims Payable	2,406,883	148,031	44,691	253,062	2,852,667
Net Position:					
Investment in Capital Assets	152,140	-	-	-	152,140
Unrestricted	45,285,636	1,088,606	2,212,325	5,157,193	53,743,760
Total Liabilities and Net Position	<u>\$ 50,996,918</u>	<u>\$ 1,236,750</u>	<u>\$ 2,326,073</u>	<u>\$ 5,417,829</u>	<u>\$ 59,977,570</u>
Revenues:					
Operating Revenues	\$ 55,757,448	\$ 3,258,494	\$ 942,898	\$ 2,308,828	\$ 62,267,668
Investment Income	532,042	11,666	26,537	57,208	627,453
Total Revenues	56,289,490	3,270,160	969,435	2,366,036	62,895,121
Total Expenses	(46,797,481)	(3,094,733)	(680,273)	(1,875,913)	(52,448,400)
Increase in Net Position	<u>\$ 9,492,009</u>	<u>\$ 175,427</u>	<u>\$ 289,162</u>	<u>\$ 490,123</u>	<u>\$ 10,446,721</u>

V. LITIGATION

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

VI. SUBSEQUENT EVENT

The District issued Certificates of Participation, Series 2020A, dated October 15, 2020, in the amount of \$45,025,000. The proceeds will be used to finance the acquisition and construction of a new high school, "III," which is located off CR210 W in north central St. Johns County and will accommodate approximately 2,134 students. The Certificates of Participation were issued with a true interest cost of 2.285 percent.

Required Supplementary Information

This page intentionally left blank.



SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND - LEGAL LEVEL OF BUDGETARY CONTROL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Federal Direct Sources:				
Reserve Officers Training Corps	\$ 200,000	\$ 200,595	\$ 211,732	\$ 11,137
Federal Through State Sources:				
Other Federal Through State	-	286,142	1,430,674	1,144,532
State Sources:				
Florida Education Finance Program	138,962,218	137,602,877	137,602,877	-
Workforce Development Program	4,150,060	4,150,060	4,150,060	-
CO&DS Withheld for Administrative Expense	-	25,726	25,726	-
Discretionary Lottery Funds	150,645	45,249	45,249	-
Class Size Reduction - Operating Funds	46,900,685	47,222,971	47,222,971	-
School Recognition Funds	3,229,751	3,467,042	3,467,042	-
Voluntary Prekindergarten Program	-	1,085,884	1,085,884	-
State License Tax	67,000	67,000	70,756	3,756
Miscellaneous State Revenue	258,854	612,943	1,802,105	1,189,162
Total State Sources	193,719,213	194,279,752	195,472,670	1,192,918
Local Sources:				
District School Taxes	137,129,132	137,129,132	136,590,550	(538,582)
Tax Redemptions	250,000	250,000	251,937	1,937
Rent	150,000	1,054,056	1,054,056	-
Investment Income	302,113	302,113	1,169,666	867,553
Net Increase in Fair Value of Investments	-	-	89,316	89,316
Gifts, Grants, and Bequests	-	1,581,474	2,147,236	565,762
Other Student Fees	229,500	229,500	321,355	91,855
Preschool Program Fees	-	386,264	386,264	-
Prekindergarten Early Intervention	-	-	111,815	111,815
School Age Child Care Fees	-	4,648,666	4,648,666	-
Other Schools Courses Classes	-	288,988	288,988	-
Bus Fees	-	107,982	16,794	(91,188)
Field Trips	-	480,000	402,568	(77,432)
Sale of Junk	-	50,000	82,270	32,270
Federal Indirect Cost Rate	-	500,000	779,034	279,034
Miscellaneous Local Revenues	3,431,982	3,241,220	4,438,164	1,196,944
Total Local Sources	141,492,727	150,249,395	152,778,679	2,529,284
Total Revenues	335,411,940	345,015,884	349,893,755	4,877,871

(Continued)

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND - LEGAL LEVEL OF BUDGETARY CONTROL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Expenditures				
Current Education:				
Instruction:				
Salaries	\$ 145,215,366	\$ 146,106,677	\$ 142,430,714	\$ 3,675,963
Employee Benefits	46,962,575	52,630,362	49,235,536	3,394,826
Purchased Services	3,536,363	8,427,007	6,997,134	1,429,873
Energy Services	6,500	11,693	10,081	1,612
Materials and Supplies	25,467,865	13,397,746	6,682,624	6,715,122
Capital Outlay	23,000	3,337,204	1,503,158	1,834,046
Other	3,172,948	3,827,708	2,982,745	844,963
Total Instruction	224,384,617	227,738,397	209,841,992	17,896,405
Student Support Services:				
Salaries	15,070,470	16,779,606	16,670,379	109,227
Employee Benefits	5,655,147	6,512,347	6,151,087	361,260
Purchased Services	3,039,627	4,017,846	3,527,214	490,632
Materials and Supplies	145,230	131,164	86,610	44,554
Capital Outlay	5,795	11,553	5,695	5,858
Other	3,500	4,390	2,377	2,013
Total Student Support Services	23,919,769	27,456,906	26,443,362	1,013,544
Instructional Media Services:				
Salaries	3,392,226	3,546,696	3,518,638	28,058
Employee Benefits	1,418,324	1,507,577	1,425,365	82,212
Purchased Services	98,716	128,017	117,421	10,596
Energy Services	-	324	324	-
Materials and Supplies	195,840	118,402	81,712	36,690
Capital Outlay	50,956	178,327	148,759	29,568
Other	530	7,261	5,906	1,355
Total Instructional Media Services	5,156,592	5,486,604	5,298,125	188,479
Instruction and Curriculum Development Services:				
Salaries	3,781,697	4,058,430	4,018,937	39,493
Employee Benefits	1,260,624	1,353,234	1,291,434	61,800
Purchased Services	213,159	184,240	76,256	107,984
Materials and Supplies	29,712	29,880	21,472	8,408
Capital Outlay	1,900	7,691	5,251	2,440
Other	6,181	2,278	1,975	303
Total Instruction and Curriculum Development Services	5,293,273	5,635,753	5,415,325	220,428
Instructional Staff Training Services:				
Salaries	350,797	2,670,999	2,592,490	78,509
Employee Benefits	110,897	984,807	898,545	86,262
Purchased Services	430,788	1,034,984	335,231	699,753
Materials and Supplies	2,798	40,946	25,057	15,889
Capital Outlay	-	25,800	-	25,800
Other	-	101,520	72,882	28,638
Total Instructional Staff Training Services	895,280	4,859,056	3,924,205	934,851
Instruction-Related Technology:				
Salaries	4,044,785	4,158,802	4,147,280	11,522
Employee Benefits	1,405,658	1,412,440	1,364,204	48,236
Purchased Services	3,735,021	3,919,698	3,197,861	721,837
Energy Services	4,000	4,000	2,400	1,600
Materials and Supplies	-	66,659	8,571	58,088
Capital Outlay	272,900	373,667	193,687	179,980
Total Instruction-Related Technology	9,462,364	9,935,266	8,914,003	1,021,263

(Continued)

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND - LEGAL LEVEL OF BUDGETARY CONTROL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
School Board:				
Salaries	\$ 234,343	\$ 239,904	\$ 239,904	\$ -
Employee Benefits	126,545	129,933	126,173	3,760
Purchased Services	730,650	730,053	635,170	94,883
Materials and Supplies	3,200	5,453	3,637	1,816
Other	18,500	22,249	21,525	724
Total School Board	1,113,238	1,127,592	1,026,409	101,183
General Administration:				
Salaries	231,146	243,632	243,632	-
Employee Benefits	82,057	90,443	90,022	421
Purchased Services	7,300	34,209	29,095	5,114
Materials and Supplies	12,000	7,688	2,530	5,158
Capital Outlay	-	135	135	-
Other	9,000	108,655	128,524	(19,869)
Total General Administration	341,503	484,762	493,938	(9,176)
School Administration:				
Salaries	14,022,638	15,211,403	15,136,321	75,082
Employee Benefits	4,794,076	5,119,471	4,999,152	120,319
Purchased Services	649,480	445,343	200,890	244,453
Energy Services	500	212	212	-
Materials and Supplies	346,237	746,145	217,147	528,998
Capital Outlay	18,550	136,195	94,801	41,394
Other	83,550	123,801	112,498	11,303
Total School Administration	19,915,031	21,782,570	20,761,021	1,021,549
Facilities Acquisition and Construction:				
Salaries	1,122,659	1,159,964	1,146,892	13,072
Employee Benefits	396,183	386,382	384,571	1,811
Purchased Services	3,511,437	4,212,377	3,632,397	579,980
Energy Services	11,450	9,050	4,136	4,914
Materials and Supplies	7,600	99,469	8,958	90,511
Capital Outlay	8,475	1,640,172	1,231,635	408,537
Other	25,065	128,504	128,475	29
Total Facilities Acquisition and Construction	5,082,869	7,635,918	6,537,064	1,098,854
Fiscal Services:				
Salaries	1,336,181	1,391,774	1,391,766	8
Employee Benefits	466,858	455,335	454,589	746
Purchased Services	187,800	325,667	313,171	12,496
Materials and Supplies	19,462	20,753	13,945	6,808
Capital Outlay	-	5,136	4,340	796
Other	63,410	63,418	59,548	3,870
Total Fiscal Services	2,073,711	2,262,083	2,237,359	24,724
Food Services:				
Purchased Services	-	-	418	(418)
Materials and Supplies	-	-	108,491	(108,491)
Total Food Services	-	-	108,909	(108,909)
Central Services:				
Salaries	2,313,089	2,204,019	2,204,019	-
Employee Benefits	829,340	774,269	752,543	21,726
Purchased Services	326,833	351,913	251,455	100,458
Energy Services	3,500	3,500	2,501	999
Materials and Supplies	45,445	44,737	108,511	(63,774)
Capital Outlay	3,100	12,276	14,945	(2,669)
Other	8,450	14,217	11,725	2,492
Total Central Services	3,529,757	3,404,931	3,345,699	59,232

(Continued)

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND - LEGAL LEVEL OF BUDGETARY CONTROL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Student Transportation Services:				
Salaries	\$ 7,913,260	\$ 9,050,951	\$ 9,050,951	\$ -
Employee Benefits	4,187,000	4,401,458	4,316,026	85,432
Purchased Services	714,645	784,568	581,398	203,170
Energy Services	2,040,500	2,338,663	1,177,749	1,160,914
Materials and Supplies	1,160,000	1,056,669	958,374	98,295
Capital Outlay	25,000	77,463	60,859	16,604
Other	516,304	675,111	464,970	210,141
Total Student Transportation Services	16,556,709	18,384,883	16,610,327	1,774,556
Operation of Plant:				
Salaries	8,993,334	9,157,435	9,099,054	58,381
Employee Benefits	4,566,614	4,490,951	4,327,166	163,785
Purchased Services	4,848,682	5,075,232	4,915,451	159,781
Energy Services	6,535,829	6,494,266	5,535,883	958,383
Materials and Supplies	1,465,445	1,257,549	1,239,619	17,930
Capital Outlay	30,122	137,327	127,985	9,342
Other	-	373,483	370,791	2,692
Total Operation of Plant	26,440,026	26,986,243	25,615,949	1,370,294
Maintenance of Plant:				
Salaries	4,994,535	5,117,351	5,114,113	3,238
Employee Benefits	1,912,974	1,946,090	1,881,054	65,036
Purchased Services	875,742	822,329	726,222	96,107
Energy Services	118,186	106,246	106,246	-
Materials and Supplies	695,279	1,087,300	844,328	242,972
Capital Outlay	652,650	915,385	754,913	160,472
Other	-	1,534	1,359	175
Total Maintenance of Plant	9,249,366	9,996,235	9,428,235	568,000
Administrative Technology Services:				
Salaries	348,295	318,199	255,412	62,787
Employee Benefits	126,257	126,257	101,338	24,919
Purchased Services	315,571	347,260	308,085	39,175
Materials and Supplies	5,500	11,000	9,103	1,897
Capital Outlay	311,580	34,381	10,644	23,737
Other	475	475	200	275
Total Administrative Technology Services	1,107,678	837,572	684,782	152,790
Community Services:				
Salaries	136,103	3,844,420	3,110,923	733,497
Employee Benefits	52,225	2,083,994	1,243,566	840,428
Purchased Services	56,656	199,765	55,370	144,395
Materials and Supplies	2,700	1,949,533	216,484	1,733,049
Capital Outlay	-	108,654	11,262	97,392
Other	-	51,327	7,138	44,189
Total Community Services	247,684	8,237,693	4,644,743	3,592,950
Capital Outlay:				
Facility Acquisition and Construction	-	968,080	853,928	114,152
Other Capital Outlay	35,500	2,224,679	1,707,829	516,850
Total Capital Outlay	35,500	3,192,759	2,561,757	631,002
Total Expenditures	354,804,967	385,445,223	353,893,204	31,552,019

(Continued)

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND - LEGAL LEVEL OF BUDGETARY CONTROL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Deficiency of Revenues Over Expenditures	<u>\$ (19,393,027)</u>	<u>\$ (40,429,339)</u>	<u>\$ (3,999,449)</u>	<u>\$ 36,429,890</u>
Other Financing Sources				
Transfers In	6,169,138	6,266,864	5,766,864	(500,000)
Loss Recoveries	-	-	46,082	46,082
Total Other Financing Sources	<u>6,169,138</u>	<u>6,266,864</u>	<u>5,812,946</u>	<u>(453,918)</u>
Net Change in Fund Balance	(13,223,889)	(34,162,475)	1,813,497	35,975,972
Fund Balance - Beginning	<u>62,832,085</u>	<u>62,832,085</u>	<u>62,832,085</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ 49,608,196</u></u>	<u><u>\$ 28,669,610</u></u>	<u><u>\$ 64,645,582</u></u>	<u><u>\$ 35,975,972</u></u>

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OTHER POSTEMPLOYMENT BENEFIT (OPEB) LIABILITY
AND RELATED RATIOS
LAST 10 FISCAL YEARS⁽¹⁾

Measurement Year Ended June 30,	Service Cost	Interest on the Total OPEB Liability	Changes in Benefit Terms	Difference Between Expected and Actual Experience of the Total OPEB Liability	Changes in Assumptions and Other Inputs
2019	\$ 1,548,394	\$ 1,164,220	\$ -	\$ (599,999)	\$ (5,642,711)
2018	1,518,557	1,107,725	-	-	(209,026)
2017	1,661,807	946,718	-	-	(2,243,947)

Note:

⁽¹⁾ The amounts presented for each fiscal year were determined as of June 30. The District implemented GASB Statement No. 75 for the fiscal year ended June 30, 2018. As a result, this schedule will present 10 years of information as available.

Benefit Payments	Net Change in Total OPEB Liability	Total OPEB Liability - Beginning	Total OPEB Liability - Ending	Estimated Covered- Employee Payroll	Total OPEB Liability as a Percentage of Covered- Employee Payroll
\$ (1,757,067)	\$ (5,287,163)	\$ 31,490,918	\$ 26,203,755	\$ 199,343,076	13.15%
(1,047,312)	1,369,944	30,120,974	31,490,918	200,578,596	15.70%
(2,007,259)	(1,642,681)	31,763,655	30,120,974	152,336,960	19.77%

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FLORIDA RETIREMENT SYSTEM (FRS) DEFINED BENEFIT PENSION PLAN
LAST 10 FISCAL YEARS ⁽¹⁾⁽²⁾

Fiscal Year Ending June 30,	District's Proportion of the FRS Net Pension Liability	District's Proportionate Share of the FRS Net Pension Liability	District's Covered Payroll ⁽³⁾	District's Proportionate Share of the FRS Net Pension Liability as a Percentage of Covered Payroll	FRS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2019	0.415992253%	\$ 143,261,940	\$ 206,497,862	69.38%	82.61%
2018	0.406526119%	122,447,774	193,442,819	63.30%	84.26%
2017	0.406626478%	120,277,383	186,572,661	64.47%	83.89%
2016	0.403122705%	101,788,799	182,142,038	55.88%	84.88%
2015	0.422344002%	54,551,392	175,337,962	31.11%	92.00%
2014	0.406030045%	24,773,804	164,428,190	15.07%	96.09%
2013	0.389856442%	67,111,642	152,046,642	44.14%	88.54%

Notes:

- (1) The District implemented GASB Statement No. 68 for the fiscal year ended June 30, 2015, including a restatement as of June 30, 2014. Information for prior years is not available.
- (2) The amounts presented for each fiscal year were determined as of June 30.
- (3) The covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM (FRS) DEFINED BENEFIT PENSION PLAN
LAST 10 FISCAL YEARS ⁽¹⁾⁽²⁾

Fiscal Year Ending June 30,	FRS Contractually Required Contribution	FRS Contributions in Relation to the Contractually Required Contribution	FRS Contribution Deficiency (Excess)	District's Covered Payroll ⁽³⁾	FRS Contributions as a Percentage of Covered Payroll
2020	\$ 14,707,012	\$ 14,707,012	\$ -	\$ 222,980,109	6.60%
2019	12,898,762	12,898,762	-	206,497,862	6.25%
2018	11,585,668	11,585,668	-	193,442,819	5.99%
2017	10,585,488	10,585,488	-	186,572,661	5.67%
2016	9,965,075	9,965,075	-	182,142,038	5.47%
2015	10,297,105	10,297,105	-	175,337,962	5.87%
2014	8,893,781	8,893,781	-	164,428,190	5.41%

Notes:

- (1) The District implemented GASB Statement No. 68 for the fiscal year ended June 30, 2015, including a restatement as of June 30, 2014. Information for prior years is not available.
- (2) The amounts presented for each fiscal year were determined as of June 30.
- (3) The covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
HEALTH INSURANCE SUBSIDY (HIS) PENSION PLAN
LAST 10 FISCAL YEARS ⁽¹⁾⁽²⁾

Fiscal Year Ending June 30,	District's Proportion of the HIS Net Pension Liability	District's Proportionate Share of the HIS Net Pension Liability	District's Covered Payroll ⁽³⁾	District's Proportionate Share of the HIS Net Pension Liability as a Percentage of Covered Payroll	HIS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2019	0.617329969%	\$ 69,073,046	\$ 206,497,862	33.45%	2.63%
2018	0.592492494%	62,710,071	193,442,819	32.42%	2.15%
2017	0.590583056%	63,147,865	186,572,661	33.85%	1.64%
2016	0.584182280%	68,084,025	182,142,038	37.38%	0.97%
2015	0.577379055%	58,883,581	175,337,962	33.58%	0.50%
2014	0.551221367%	51,540,543	164,428,190	31.35%	0.99%
2013	0.523120679%	45,544,533	152,046,642	29.95%	1.78%

Notes:

(1) The District implemented GASB Statement No. 68 for the fiscal year ended June 30, 2015, including a restatement as of June 30, 2014. Information for prior years is not available.

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

(3) The covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
HEALTH INSURANCE SUBSIDY (HIS) PENSION PLAN
LAST 10 FISCAL YEARS ⁽¹⁾⁽²⁾

Fiscal Year Ending June 30,	HIS Contractually Required Contribution	HIS Contributions in Relation to the Contractually Required Contribution	HIS Contribution Deficiency (Excess)	District's Covered Payroll ⁽³⁾	HIS Contributions as a Percentage of Covered Payroll
2020	\$ 3,703,813	\$ 3,703,813	\$ -	\$ 222,980,109	1.66%
2019	3,427,973	3,427,973	-	206,497,862	1.66%
2018	3,213,102	3,213,102	-	193,442,819	1.66%
2017	3,125,536	3,125,536	-	186,572,661	1.68%
2016	2,994,840	2,994,840	-	182,142,038	1.64%
2015	2,207,102	2,207,102	-	175,337,962	1.26%
2014	1,888,299	1,888,299	-	164,428,190	1.15%

Notes:

- (1) The District implemented GASB Statement No. 68 for the fiscal year ended June 30, 2015, including a restatement as of June 30, 2014. Information for prior years is not available.
- (2) The amounts presented for each fiscal year were determined as of June 30.
- (3) The covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

I. BUDGETARY BASIS OF ACCOUNTING

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 support services, and school administration) and may be amended by resolution at any Board meeting prior to the due date for the annual financial report.
- Budgets are prepared using the same modified accrual basis as is used to account for governmental funds.
- Budgetary information is integrated into the accounting system and, to facilitate budget control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at fiscal year-end and encumbrances outstanding are honored from the subsequent year's appropriations.

II. SCHEDULE OF CHANGES IN TOTAL OTHER POSTEMPLOYMENT BENEFITS (OPEB) LIABILITY AND RELATED RATIOS

No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

Changes in assumptions and other inputs include the following:

- The discount rate decreased from 3.62 percent as of the beginning of the measurement period to 3.13 percent as of the end of the measurement period.
- The medical claims costs and premiums were updated based on actual claims experience and premium information provided for the valuation.
- The long-term healthcare cost trend assumption was revised to reflect a lower long-term inflation assumption from 2.50 percent to 2.25 percent.
- The assumed load to model the expected excise tax cost was decreased from 0.39 percent beginning in 2028 to 0.28 percent beginning in 2035.
- The retiree medical coverage assumption was revised to assume that retirees becoming eligible for Medicare benefits will discontinue coverage under the self-insured health plan at a rate of 90 percent, which is a higher lapsing assumption than the 80 percent used previously.
- The future participation assumption was added to assume that 1 percent of employees declining coverage in the District's health program as of the valuation will elect employee coverage before retiring from active employment and regain eligibility for postemployment benefits.
- Changes in demographic assumptions developed in a statewide experience study conducted by the FRS covering the period 2013 through 2018 and adopted for its July 1, 2019 valuation.

III. SCHEDULE OF NET POSITION LIABILITY AND SCHEDULE OF CONTRIBUTIONS – FLORIDA RETIREMENT SYSTEM (FRS) DEFINED BENEFIT PENSION PLAN

Changes in assumptions. The long-term expected rate of return was decreased from 7.00 percent to 6.90 percent, and the mortality assumption was updated.

IV. SCHEDULE OF NET PENSION LIABILITY AND SCHEDULE OF CONTRIBUTIONS – HEALTH INSURANCE SUBSIDY PENSION PLAN

Changes in assumptions. The municipal bond rate used to determine total pension liability was decreased from 3.87 percent to 3.50 percent.

This page intentionally left blank.



Other Supplementary Information
Combining and Individual Fund
Statements and Schedules

This page intentionally left blank.



Other Supplementary Information

Combining Statements

Included in the Other Supplementary Schedules are combining statements for nonmajor governmental funds. These statements provide information on each individual nonmajor governmental fund that aggregates to the total presented as nonmajor governmental funds in the basic financial statements.

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020**

	Special Revenue		Debt Service	
	Food Service Fund	Other Federal Programs Fund	State Board of Education COBI Bonds Fund	ARRA Debt Service Fund
Assets				
Cash and Cash Equivalents	\$ 3,062,636	\$ 154,178	\$ -	\$ -
Restricted Cash and Cash Equivalents	-	-	-	8,611,991
Investments	-	-	54,184	-
Accounts Receivable	122	3	-	-
Due from Other Agencies	-	2,443,746	-	-
Prepaid Items	-	9,900	-	-
Inventories	318,605	-	-	-
Total Assets	\$ 3,381,363	\$ 2,607,827	\$ 54,184	\$ 8,611,991
Liabilities and Fund Balances				
Liabilities				
Salaries and Benefits Payable	\$ 36,062	\$ 64,023	\$ -	\$ -
Payroll Deductions and Withholdings Payable	11,003	19,628	-	-
Accounts Payable	167,185	170,788	-	-
Due to Other Funds	-	2,304,154	-	-
Deposits Payable	641,136	-	-	-
Unearned Revenue	-	49,234	-	-
Accrued Interest Payable	-	-	524	-
Total Liabilities	855,386	2,607,827	524	-
Fund Balances:				
Nonspendable	318,605	9,900	-	-
Restricted	2,207,372	-	53,660	8,611,991
Unassigned	-	(9,900)	-	-
Total Fund Balances	2,525,977	-	53,660	8,611,991
Total Liabilities and Fund Balances	\$ 3,381,363	\$ 2,607,827	\$ 54,184	\$ 8,611,991

Capital Projects		
Public Education Capital Outlay Fund	Capital Outlay and Debt Service Fund	Total
\$ -	\$ 4,421,662	\$ 7,638,476
-	-	8,611,991
-	-	54,184
-	-	125
13,382	3,305	2,460,433
-	-	9,900
-	-	318,605
<u>\$ 13,382</u>	<u>\$ 4,424,967</u>	<u>\$ 19,093,714</u>
\$ -	\$ -	\$ 100,085
-	-	30,631
-	-	337,973
13,346	-	2,317,500
-	-	641,136
-	-	49,234
-	-	524
<u>13,346</u>	<u>-</u>	<u>3,477,083</u>
-	-	328,505
36	4,424,967	15,298,026
-	-	(9,900)
<u>36</u>	<u>4,424,967</u>	<u>15,616,631</u>
<u>\$ 13,382</u>	<u>\$ 4,424,967</u>	<u>\$ 19,093,714</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Special Revenue		Debt Service	
	Food Service Fund	Other Federal Programs Fund	State Board of Education COBI Bonds Fund	ARRA Debt Service Fund
Revenues				
Federal Direct Sources	\$ 1,500	\$ 2,838,238	\$ -	\$ 742,581
Federal Through State and Local Sources	4,873,797	11,913,731	-	-
State Sources	72,538	-	415,229	-
Local Sources:				
Charges for Services - Food Service	7,045,583	-	-	-
Other	325,452	-	-	141,934
Total Revenues	12,318,870	14,751,969	415,229	884,515
Expenditures				
Current Education:				
Instruction	-	5,661,974	-	-
Student Support Services	-	3,231,473	-	-
Instruction and Curriculum Development Services	-	2,156,885	-	-
Instructional Staff Training Services	-	998,393	-	-
General Administration	-	662,688	-	-
Facilities Acquisition and Construction	-	-	-	-
Food Services	13,023,588	-	-	-
Central Services	-	30,858	-	-
Student Transportation Services	-	65,966	-	-
Operation of Plant	-	548	-	-
Community Services	-	1,812,671	-	-
Capital Outlay:				
Facilities Acquisition and Construction	-	-	-	-
Other Capital Outlay	595,476	130,513	-	-
Debt Service:				
Retirement of Principal	-	-	302,000	-
Interest and Fiscal Charges	-	-	122,156	793,525
Total Expenditures	13,619,064	14,751,969	424,156	793,525
Excess (Deficiency) of Revenues Over Expenditures	(1,300,194)	-	(8,927)	90,990
Other Financing Sources (Uses)				
Transfers In	-	-	-	799,874
Issuance of Refunding State School Bonds	-	-	444,000	-
Premium on Refunding State School Bonds	-	-	86,935	-
Payment to Refunding Bonds Escrow Agent	-	-	(528,868)	-
Total Other Financing Sources (Uses)	-	-	2,067	799,874
Net Change in Fund Balances	(1,300,194)	-	(6,860)	890,864
Fund Balances - Beginning	3,826,171	-	60,520	7,721,127
Fund Balances - Ending	\$ 2,525,977	\$ -	\$ 53,660	\$ 8,611,991

Capital Projects		
Public Education Capital Outlay Fund	Capital Outlay and Debt Service Fund	Total
\$ -	\$ -	\$ 3,582,319
-	-	16,787,528
-	1,325,023	1,812,790
-	-	7,045,583
33	39,278	506,697
33	1,364,301	29,734,917
-	-	5,661,974
-	-	3,231,473
-	-	2,156,885
-	-	998,393
-	-	662,688
13,705	-	13,705
-	-	13,023,588
-	-	30,858
-	-	65,966
-	-	548
-	-	1,812,671
329,662	-	329,662
-	-	725,989
-	-	302,000
-	1,772	917,453
343,367	1,772	29,933,853
(343,334)	1,362,529	(198,936)
-	-	799,874
-	-	444,000
-	-	86,935
-	-	(528,868)
-	-	801,941
(343,334)	1,362,529	603,005
343,370	3,062,438	15,013,626
\$ 36	\$ 4,424,967	\$ 15,616,631

This page intentionally left blank.



Other Supplementary Information Individual Budgetary Comparison Schedules

Included also in the other supplementary schedules are budgetary schedules for all governmental funds.

For nonmajor special revenue funds, all debt service funds, and all capital project funds, budgetary comparison statements were not presented as part of the basic financial statements. Budgetary comparison schedules are presented as part of the other supplementary schedule for each of these funds to demonstrate the District's compliance with its budget in each fund.

This page intentionally left blank.



SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Other Debt Service Fund		
	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	
Revenues			
Local Sources:			
Local Sales Taxes	\$ 5,592,375	\$ 5,698,250	\$ 5,698,250
Interest on Investments	-	60,021	60,021
Total Revenues	<u>5,592,375</u>	<u>5,758,271</u>	<u>5,758,271</u>
Expenditures			
Debt Service:			
Retirement of Principal	16,935,000	16,935,000	16,935,000
Interest and Fiscal Charges	3,749,463	7,041,534	7,041,534
Total Expenditures	<u>20,684,463</u>	<u>23,976,534</u>	<u>23,976,534</u>
Deficiency of Revenues Over Expenditures	<u>(15,092,088)</u>	<u>(18,218,263)</u>	<u>(18,218,263)</u>
Other Financing Sources			
Transfers In	15,092,088	15,079,750	15,079,750
Premium on Issuance of Certificates of Participation	-	7,456,515	7,456,515
Total Other Financing Sources	<u>15,092,088</u>	<u>22,536,265</u>	<u>22,536,265</u>
Net Change in Fund Balance	-	4,318,002	4,318,002
Fund Balance - Beginning	<u>4,887,195</u>	<u>4,887,195</u>	<u>4,887,195</u>
Fund Balance - Ending	<u>\$ 4,887,195</u>	<u>\$ 9,205,197</u>	<u>\$ 9,205,197</u>

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Section 1011.14 Loan Fund		
	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	
Revenues			
Local Sources:			
Interest on Investments	\$ -	\$ -	\$ 9,850
Other	-	-	74,467
Total Revenues	-	-	84,317
Expenditures			
Current Education:			
Facilities Acquisition and Construction	686,391	668,344	400,597
Capital Outlay:			
Facilities Acquisition and Construction	4,178,383	4,178,083	727,000
Other Capital Outlay	9,655	28,002	24,083
Debt Service:			
Retirement of Principal	2,957,000	-	-
Interest and Fiscal Charges	329,989	329,989	329,988
Total Expenditures	8,161,418	5,204,418	1,481,668
Deficiency of Revenues Over Expenditures	(8,161,418)	(5,204,418)	(1,397,351)
Other Financing Sources			
Transfers In	3,286,989	3,286,988	3,286,988
Net Change in Fund Balance	(4,874,429)	(1,917,430)	1,889,637
Fund Balance - Beginning	4,874,429	(7,803,177)	(7,803,177)
Fund Balance - Ending	\$ -	\$ (9,720,607)	\$ (5,913,540)

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Local Capital Improvement Fund		
	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	
Revenues			
Local Sources:			
Property Taxes	\$ 44,368,787	\$ 44,368,787	\$ 44,270,796
Interest on Investments	150,000	150,000	512,991
Other	-	-	1,195,170
Total Revenues	<u>44,518,787</u>	<u>44,518,787</u>	<u>45,978,957</u>
Expenditures			
Current Education:			
Facilities Acquisition and Construction	37,863,548	38,088,179	12,883,344
Capital Outlay:			
Facilities Acquisition and Construction	4,021,943	4,422,241	1,060,073
Other Capital Outlay	10,475,802	9,850,873	6,913,020
Total Expenditures	<u>52,361,293</u>	<u>52,361,293</u>	<u>20,856,437</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(7,842,506)</u>	<u>(7,842,506)</u>	<u>25,122,520</u>
Other Financing Uses			
Transfers Out	<u>(25,049,425)</u>	<u>(24,835,750)</u>	<u>(24,835,750)</u>
Net Change in Fund Balance	<u>(32,891,931)</u>	<u>(32,678,256)</u>	<u>286,770</u>
Fund Balance - Beginning	<u>32,957,475</u>	<u>32,957,475</u>	<u>32,957,475</u>
Fund Balance - Ending	<u>\$ 65,544</u>	<u>\$ 279,219</u>	<u>\$ 33,244,245</u>
			<u>\$ 32,965,026</u>

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Other Capital Projects Fund		
	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	
Revenues			
State Sources:	\$ -	\$ 832,945	\$ 832,945
Local Sources:			
Local Sales Taxes	16,305,274	16,305,274	15,773,989
Impact Fees	12,000,000	12,000,000	15,156,440
Concurrency Proportionate Share Mitigation	-	-	12,818,081
Interest on Investments	-	-	2,320,287
Other	-	-	375,742
Total Local Sources	28,305,274	28,305,274	46,444,539
Total Revenues	28,305,274	29,138,219	47,277,484
Expenditures			
Current Education:			
Facilities Acquisition and Construction	13,206,239	16,406,589	5,903,228
Capital Outlay:			
Facilities Acquisition and Construction	117,763,251	209,725,541	33,950,036
Other Capital Outlay	1,121,682	1,694,261	328,273
Total Expenditures	132,091,172	227,826,391	40,181,537
Excess (Deficiency) of Revenues Over Expenditures	(103,785,898)	(198,688,172)	7,095,947
Other Financing Sources (Uses)			
Transfers Out	-	(97,726)	(97,726)
Issuance of Certificates of Participation	-	84,095,000	84,095,000
Premium on Issuance of Certificates of Participation	-	10,905,000	10,905,000
Total Other Financing Sources (Uses)	-	94,902,274	94,902,274
Net Change in Fund Balance	(103,785,898)	(103,785,898)	101,998,221
Fund Balance - Beginning	103,927,709	103,454,407	103,454,407
Fund Balance - Ending	\$ 141,811	\$ (331,491)	\$ 205,452,628

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Food Service Fund		
	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Original	Final	
Revenues			
Federal Direct Sources	\$ -	\$ 1,500	\$ 1,500
Federal Through State Sources:			
National School Lunch Program	5,067,604	5,067,604	3,900,731
USDA Donated Foods	651,056	651,056	679,375
Summer Food Service Program	90,000	90,000	293,691
Total Federal Through State Sources	5,808,660	5,808,660	4,873,797
State Sources:			
School Breakfast Supplement	23,670	23,670	28,330
School Lunch Supplement	38,779	38,779	44,208
Total State Sources	62,449	62,449	72,538
Local Sources:			
Food Sales	8,790,820	8,790,820	7,045,583
Interest on Investments	24,600	24,600	55,068
Other	250,000	250,000	270,384
Total Local Sources	9,065,420	9,065,420	7,371,035
Total Revenues	14,936,529	14,938,029	12,318,870
Expenditures			
Current:			
Food Services:			
Salaries	4,777,843	4,958,702	4,814,230
Employee Benefits	2,484,478	2,534,025	2,531,994
Purchased Services	203,500	298,579	163,545
Energy Services	113,000	113,000	49,355
Materials and Supplies	5,916,696	5,828,781	4,911,628
Capital Outlay	38,000	255,554	203,335
Other	324,200	412,727	349,501
Capital Outlay:			
Other Capital Outlay	427,000	1,026,579	595,476
Total Expenditures	14,284,717	15,427,947	13,619,064
Excess (Deficiency) of Revenues Over Expenditures	651,812	(489,918)	(1,300,194)
Other Financing Uses			
Transfers Out	(500,000)	(500,000)	-
Net Change in Fund Balance	151,812	(989,918)	(1,300,194)
Fund Balances - Beginning	3,826,171	3,826,171	3,826,171
Fund Balances - Ending	\$ 3,977,983	\$ 2,836,253	\$ 2,525,977

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Other Federal Programs Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Federal Direct Sources	\$ 1,133,549	\$ 2,838,238	\$ 2,838,238	\$ -
Federal Through State and Local Sources:				
Individuals with Disabilities Education Act	7,044,426	6,504,144	6,504,144	-
Title I and School Improvement Grants	3,235,293	3,211,317	3,211,317	-
Other Federal Through State and Local Sources	2,096,472	2,198,270	2,198,270	-
Total Federal Through State and Local Sources	12,376,191	11,913,731	11,913,731	-
Total Revenues	13,509,740	14,751,969	14,751,969	-
Expenditures				
Current Education:				
Instruction:				
Salaries	3,095,858	2,895,596	2,895,596	-
Employee Benefits	1,236,273	1,180,707	1,180,707	-
Purchased Services	859,711	499,142	499,142	-
Materials and Supplies	245,850	240,824	240,824	-
Capital Outlay	156,846	241,646	241,646	-
Other	199,546	604,059	604,059	-
Total Instruction	5,794,084	5,661,974	5,661,974	-
Student Support Services:				
Salaries	2,283,355	2,281,740	2,281,740	-
Employee Benefits	856,129	730,276	730,276	-
Purchased Services	176,443	188,442	188,442	-
Materials and Supplies	51,255	29,361	29,361	-
Capital Outlay	7,220	1,354	1,354	-
Other	7,800	300	300	-
Total Student Support Services	3,382,202	3,231,473	3,231,473	-
Instruction and Curriculum Development Services:				
Salaries	1,615,281	1,547,759	1,547,759	-
Employee Benefits	599,279	478,258	478,258	-
Purchased Services	120,602	94,202	94,202	-
Materials and Supplies	26,711	22,259	22,259	-
Capital Outlay	12,000	11,394	11,394	-
Other	1,875	3,013	3,013	-
Total Instruction and Curriculum Development Services	2,375,748	2,156,885	2,156,885	-

(Continued)

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Other Federal Programs Fund			
	Budgeted Amounts			Variance with Final Budget Positive Negative
	Original	Final	Actual	
Instructional Staff Training Services:				
Salaries	\$ 502,744	\$ 627,086	\$ 627,086	\$ -
Employee Benefits	156,929	137,305	137,305	-
Purchased Services	143,942	188,291	188,291	-
Materials and Supplies	26,432	18,018	18,018	-
Capital Outlay	200	1,700	1,700	-
Other	9,414	25,993	25,993	-
Total Instructional Staff Training Services	839,661	998,393	998,393	-
General Administration:				
Other	695,284	662,688	662,688	-
Central Services:				
Purchased Services	34,500	30,858	30,858	-
Student Transportation Services:				
Purchased Services	122,065	36,353	36,353	-
Other	-	29,613	29,613	-
Total Student Transportation Services	122,065	65,966	65,966	-
Operation of Plant:				
Purchased Services	500	548	548	-
Materials and Supplies	300	-	-	-
Total Operation of Plant	800	548	548	-
Maintenance of Plant:				
Purchased Services	17,940	-	-	-
Total Maintenance of Plant	17,940	-	-	-
Community Services:				
Salaries	44,477	44,079	44,079	-
Employee Benefits	13,788	13,135	13,135	-
Purchased Services	31,000	23,143	23,143	-
Materials and Supplies	1,504	138,195	138,195	-
Capital Outlay	-	1,075	1,075	-
Other	-	1,593,044	1,593,044	-
Total Community Services	90,769	1,812,671	1,812,671	-
Capital Outlay:				
Other Capital Outlay	156,687	130,513	130,513	-
Total Expenditures	13,509,740	14,751,969	14,751,969	-
Excess of Revenues Over Expenditures	-	-	-	-
Net Change in Fund Balance	-	-	-	-
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	\$ -	\$ -	\$ -	\$ -

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	State Board of Education COBI Bonds Fund			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues				
State Sources:				
Debt Service for State Board of Education/COBI Bonds	\$ -	\$ 414,651	\$ 414,651	\$ -
State Board of Education/COBI Bond Interest	-	578	578	-
Total Revenues	-	415,229	415,229	-
Expenditures				
Debt Service:				
Retirement of Principal	-	302,000	302,000	-
Interest and Fiscal Charges	-	122,156	122,156	-
Total Expenditures	-	424,156	424,156	-
Deficiency of Revenues Over Expenditures	-	(8,927)	(8,927)	-
Other Financing Sources (Uses)				
Issuance of Refunding State School Bonds	-	444,000	444,000	-
Premium on Refunding State School Bonds	-	86,935	86,935	-
Payment to Refunding Bonds Escrow Agent	-	(528,868)	(528,868)	-
Total Other Financing Sources (Uses)	-	2,067	2,067	-
Net Change in Fund Balance	-	(6,860)	(6,860)	-
Fund Balance - Beginning	-	60,520	60,520	-
Fund Balance - Ending	\$ -	\$ 53,660	\$ 53,660	\$ -

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR DEBT SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	ARRA Debt Service Fund		
	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	
Revenues			
Federal Direct Sources	\$ 733,491	\$ 742,581	\$ 742,581
Local Sources:			
Interest on Investments	-	141,934	141,934
Total Revenues	733,491	884,515	884,515
Expenditures			
Debt Service:			
Interest and Fiscal Charges	793,525	793,525	793,525
Excess (Deficiency) of Revenues Over Expenditures	(60,034)	90,990	90,990
Other Financing Sources			
Transfers In	1,001,210	799,874	799,874
Net Change in Fund Balance	941,176	890,864	890,864
Fund Balance - Beginning	7,721,127	7,721,127	7,721,127
Fund Balance - Ending	\$ 8,662,303	\$ 8,611,991	\$ 8,611,991

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Public Education Capital Outlay Fund			
	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
	Budget	Budget		Positive
				(Negative)
Revenues				
Local Sources:				
Other	\$ -	\$ -	\$ 33	\$ 33
Total Revenues	-	-	33	33
Expenditures				
Current Education:				
Facilities Acquisition and Construction	5,975	13,705	13,705	-
Capital Outlay:				
Facilities Acquisition and Construction	337,395	329,665	329,662	3
Total Expenditures	343,370	343,370	343,367	3
Deficiency of Revenues Over Expenditures	(343,370)	(343,370)	(343,334)	36
Net Change in Fund Balance	(343,370)	(343,370)	(343,334)	36
Fund Balance - Beginning	343,370	343,370	343,370	-
Fund Balance - Ending	\$ -	\$ -	\$ 36	\$ 36

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Capital Outlay and Debt Service Fund		
	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	
Revenues			
State Sources:			
CO&DS Distributed	\$ 578,288	\$ 578,288	\$ 1,274,713
Interest Undistributed CO&DS	-	50,310	50,310
Total State Sources	578,288	628,598	696,425
Local Sources:			
Interest on Investments	-	-	39,278
Total Revenues	578,288	628,598	735,703
Expenditures			
Capital Outlay:			
Facilities Acquisition and Construction:	3,640,726	3,640,726	-
Debt Service:			
Interest and Fiscal Charges	-	1,772	1,772
Total Expenditures	3,640,726	3,642,498	3,640,726
Excess (Deficiency) of Revenues Over Expenditures	(3,062,438)	(3,013,900)	4,376,429
Net Change in Fund Balance	(3,062,438)	(3,013,900)	4,376,429
Fund Balance - Beginning	3,062,438	3,062,438	-
Fund Balance - Ending	\$ -	\$ 48,538	\$ 4,424,967

This page intentionally left blank.



Internal Service Funds

Internal Service Funds are used to account for the District's individual self-insurance programs, including health and hospitalization, dental, vision, and workers' compensation insurance coverage.

Health and Hospitalization Insurance Fund

To account for District's self-insurance program, including premiums received from employees, and payments made to the third-party administrator.

Dental Insurance Fund

To account for District's self-insurance program, including premiums received from employees, and payments made to the third-party administrator.

Vision Insurance Fund

To account for District's self-insurance program, including premiums received from employees, and payments made to the third-party administrator.

Workers' Compensation Fund

To account for District's self-insurance program, including premiums received from employees, and payments made to the third-party administrator.

This page intentionally left blank.



COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2020

	Health and Hospitalization Insurance	Dental Insurance	Vision Insurance	Workers' Compensation	Total
Assets					
Current Assets:					
Cash and Cash Equivalents	\$ 50,765,764	\$ 1,234,918	\$ 2,325,666	\$ 5,417,829	\$ 59,744,177
Accounts Receivable	79,014	1,832	407	-	81,253
Total Current Assets	50,844,778	1,236,750	2,326,073	5,417,829	59,825,430
Noncurrent Assets:					
Capital Assets:					
Capital Assets Being Depreciated, Net	152,140	-	-	-	152,140
Total Assets	50,996,918	1,236,750	2,326,073	5,417,829	59,977,570
Liabilities					
Current Liabilities:					
Salaries and Benefits Payable	1,815	-	-	1,656	3,471
Payroll Deductions and Withholdings Payable	643	-	-	224	867
Accounts Payable	3,149,801	113	69,057	5,694	3,224,665
Estimated Insurance Claims Payable	2,406,883	148,031	44,691	17,398	2,617,003
Total Current Liabilities	5,559,142	148,144	113,748	24,972	5,846,006
Noncurrent Liabilities:					
Estimated Insurance Claims Payable	-	-	-	235,664	235,664
Total Long-term Liabilities	-	-	-	235,664	235,664
Total Liabilities	5,559,142	148,144	113,748	260,636	6,081,670
Net Position					
Investment in Capital Assets	152,140	-	-	-	152,140
Unrestricted	45,285,636	1,088,606	2,212,325	5,157,193	53,743,760
Total Net Position	\$ 45,437,776	\$ 1,088,606	\$ 2,212,325	\$ 5,157,193	\$ 53,895,900

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Health and Hospitalization Insurance	Dental Insurance	Vision Insurance	Workers' Compensation	Total
Operating Revenues					
Insurance Premiums	\$ 53,588,693	\$ 3,258,494	\$ 942,898	\$ 2,308,828	\$ 60,098,913
Other Operating Revenues	2,168,755	-	-	-	2,168,755
Total Operating Revenues	<u>55,757,448</u>	<u>3,258,494</u>	<u>942,898</u>	<u>2,308,828</u>	<u>62,267,668</u>
Operating Expenses					
Insurance Claims	38,652,633	2,833,612	613,701	12,228	42,112,174
Fees and Other	4,842,550	261,121	66,572	1,625,360	6,795,603
Salaries	273,054	-	-	173,834	446,888
Employee Benefits	78,850	-	-	64,491	143,341
Purchased Services	2,935,430	-	-	-	2,935,430
Depreciation	14,964	-	-	-	14,964
Total Operating Expenses	<u>46,797,481</u>	<u>3,094,733</u>	<u>680,273</u>	<u>1,875,913</u>	<u>52,448,400</u>
Operating Income	<u>8,959,967</u>	<u>163,761</u>	<u>262,625</u>	<u>432,915</u>	<u>9,819,268</u>
Nonoperating Revenue					
Investment Income	532,042	11,666	26,537	57,208	627,453
Change in Net Position	9,492,009	175,427	289,162	490,123	10,446,721
Net Position - Beginning	<u>35,945,767</u>	<u>913,179</u>	<u>1,923,163</u>	<u>4,667,070</u>	<u>43,449,179</u>
Net Position - Ending	<u>\$ 45,437,776</u>	<u>\$ 1,088,606</u>	<u>\$ 2,212,325</u>	<u>\$ 5,157,193</u>	<u>\$ 53,895,900</u>

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Health and Hospitalization Insurance	Dental Insurance	Vision Insurance	Workers' Compensation	Total
Cash Flows from Operating Activities					
Cash Received from Board Funds and Participants	\$ 55,757,448	\$ 3,258,494	\$ 942,898	\$ 2,308,828	\$ 62,267,668
Cash Payments to Suppliers for Goods and Services	(7,654,285)	(261,576)	(70,873)	(1,620,263)	(9,606,997)
Cash Payments to Employees	(351,904)	-	-	(238,325)	(590,229)
Cash Payments for Insurance Claims	(38,714,576)	(2,969,058)	(624,968)	(17,398)	(42,326,000)
Net Cash Provided by Operating Activities	<u>9,036,683</u>	<u>27,860</u>	<u>247,057</u>	<u>432,842</u>	<u>9,744,442</u>
Cash Flows from Investing Activities					
Investment Income	532,042	11,666	26,537	57,208	627,453
Net Increase in Cash and Cash Equivalents	<u>9,568,725</u>	<u>39,526</u>	<u>273,594</u>	<u>490,050</u>	<u>10,371,895</u>
Cash and Cash Equivalents, Beginning of Year	<u>41,197,039</u>	<u>1,195,392</u>	<u>2,052,072</u>	<u>4,927,779</u>	<u>49,372,282</u>
Cash and Cash Equivalents, End of Year	<u>\$ 50,765,764</u>	<u>\$ 1,234,918</u>	<u>\$ 2,325,666</u>	<u>\$ 5,417,829</u>	<u>\$ 59,744,177</u>
<u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</u>					
Operating Income	\$ 8,959,967	\$ 163,761	\$ 262,625	\$ 432,915	\$ 9,819,268
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:					
Depreciation Expense	14,964	-	-	-	14,964
Changes in Assets and Liabilities:					
Increase in Accounts Receivable	(40,527)	(568)	(181)	-	(41,276)
Increase in Salaries and Benefits Payable	98	-	-	109	207
Increase in Payroll Deductions and Withholdings Payable	19	-	-	8	27
Increase (Decrease) in Accounts Payable	164,105	113	(4,120)	4,980	165,078
Decrease in Estimated Insurance Claims Payable	(61,943)	(135,446)	(11,267)	(5,170)	(213,826)
Total Adjustments	<u>76,716</u>	<u>(135,901)</u>	<u>(15,568)</u>	<u>(73)</u>	<u>(74,826)</u>
Net Cash Provided by Operating Activities	<u>\$ 9,036,683</u>	<u>\$ 27,860</u>	<u>\$ 247,057</u>	<u>\$ 432,842</u>	<u>\$ 9,744,442</u>

This page intentionally left blank.



Fiduciary Funds - Agency Funds

Agency Funds are Fiduciary Funds which are used to account for resources held by the District in a trustee capacity or as an agent for individuals or private organizations. These resources include student and club activities funds that are held in trust for student, class, club, and athletic activities.

This page intentionally left blank.



STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS - AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Internal Accounts - Student Activity Funds				
	<u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2020</u>
Assets				
Cash and Cash Equivalents	<u>\$ 4,742,650</u>	<u>\$ 13,800,171</u>	<u>\$ 13,554,203</u>	<u>\$ 4,988,618</u>
Liabilities				
Accounts Payable	\$ 53,703	\$ 91,783	\$ 53,703	\$ 91,783
Internal Accounts Payable	<u>4,688,947</u>	<u>13,708,388</u>	<u>13,500,500</u>	<u>4,896,835</u>
Total Liabilities	<u>\$ 4,742,650</u>	<u>\$ 13,800,171</u>	<u>\$ 13,554,203</u>	<u>\$ 4,988,618</u>

This page intentionally left blank.



Combining Financial Statements Component Units

COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2020

	St. Johns County Education Foundation, Inc.	St. Augustine Public Montessori School	Therapeutic Learning Center Charter School	St. Johns Community Campus Charter School	Total
ASSETS					
Cash and Cash Equivalents	\$ 847,699	\$ 274,597	\$ 520,274	\$ 1,149,901	\$ 2,792,471
Accounts Receivable	45,947	5,801	-	-	51,748
Deposits Receivable	1,038,352	-	-	-	1,038,352
Prepaid Items	3,336	13,672	-	8,822	25,830
Capital Assets Being Depreciated, Net	780	5,092	50,528	56,547	112,947
Total Assets	<u>1,936,114</u>	<u>299,162</u>	<u>570,802</u>	<u>1,215,270</u>	<u>4,021,348</u>
LIABILITIES					
Current Liabilities:					
Salaries and Benefits Payable	37,313	66,493	16,338	41,275	161,419
Accounts Payable	17,836	1,167	62,681	136,572	218,256
Due to Primary Government	15	-	-	67,823	67,838
Total Current Liabilities	<u>55,164</u>	<u>67,660</u>	<u>79,019</u>	<u>245,670</u>	<u>447,513</u>
Noncurrent Liabilities:					
Long-term Liabilities:					
Portion Due Within One Year	65,300	54,931	-	-	120,231
Portion Due After One Year	-	86,969	-	-	86,969
Total Noncurrent Liabilities	<u>65,300</u>	<u>141,900</u>	<u>-</u>	<u>-</u>	<u>207,200</u>
Total Liabilities	<u>120,464</u>	<u>209,560</u>	<u>79,019</u>	<u>245,670</u>	<u>654,713</u>
NET POSITION					
Investment in Capital Assets	780	5,092	50,528	56,547	112,947
Unrestricted	1,814,870	84,510	441,255	913,053	3,253,688
Total Net Position	<u>\$ 1,815,650</u>	<u>\$ 89,602</u>	<u>\$ 491,783</u>	<u>\$ 969,600</u>	<u>\$ 3,366,635</u>

COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	St. Johns County Education Foundation, Inc.	St. Augustine Public Montessori School	Therapeutic Learning Center Charter School	St. Johns Community Campus Charter School	Total
Expenses					
Instruction	\$ 800,999	\$ 684,047	\$ 269,941	\$ 622,010	\$ 2,376,997
Student Support Services	-	12,939	-	-	12,939
Instruction and Curriculum Development Services	-	-	1,997	13,594	15,591
School Administration	-	324,713	41,929	90,089	456,731
Facilities Acquisition and Construction	-	-	42,000	83,757	125,757
Central Services	212,023	-	-	-	212,023
Student Transportation Services	-	-	-	42,257	42,257
Operation of Plant	-	-	6,479	12,751	19,230
Maintenance of Plant	-	72,294	9,528	15,978	97,800
Administrative Technology Services	-	-	25,725	20,319	46,044
Community Services	-	16,935	-	-	16,935
Depreciation - Unallocated	-	-	8,776	18,607	27,383
Total Expenses	1,013,022	1,110,928	406,375	919,362	3,449,687
Program Revenues					
Charges for Services	-	84,307	-	-	84,307
Operating Grants and Contributions	142,764	-	-	-	142,764
Capital Grants and Contributions	-	62,766	-	-	62,766
Total Program Revenues	142,764	147,073	-	-	289,837
Net Program Expense	(870,258)	(963,855)	(406,375)	(919,362)	(3,159,850)
General Revenues					
Grants and Contributions Not Restricted to					
Specific Programs	1,008,427	1,002,728	387,542	970,132	3,368,829
Unrestricted Investment Earnings	4,046	-	-	3,342	7,388
Total General Revenues	1,012,473	1,002,728	387,542	973,474	3,376,217
Change in Net Position	142,215	38,873	(18,833)	54,112	216,367
Net Position - Beginning	1,673,435	50,729	510,616	915,488	3,150,268
Net Position - Ending	\$ 1,815,650	\$ 89,602	\$ 491,783	\$ 969,600	\$ 3,366,635

This page intentionally left blank.





STATISTICAL



Education is the chief defense
of nations.

Elizabeth Allman

**Pupil's Monthly
Report**

For Primary, Intermediate and
Grammar Grades

St. Johns County
Public Schools

[illegible]

Statistical

This part of the School Board's comprehensive annual financial report presents detailed 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.

Financial Trends

168

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

Revenue Capacity

181

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

Debt Capacity

188

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

196

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

Operating Information

198

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.

**NET POSITION BY COMPONENT GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year Ending			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
Primary Government:				
Governmental Activities:				
Net Investment in Capital Assets	\$ 381,731,717	\$ 386,087,241	\$ 385,966,274	\$ 400,396,915
Restricted	71,477,555	60,943,371	63,672,508	63,258,637
Unrestricted	<u>15,237,326</u>	<u>(753,280)</u>	<u>(8,521,151)</u>	<u>(19,927,295)</u>
Total Net Position	<u>\$ 468,446,598</u>	<u>\$ 446,277,332</u>	<u>\$ 441,117,631</u>	<u>\$ 443,728,257</u>

Source: District Records - Audited Statement of Net Assets/Statement of Net Position

TABLE 1

Fiscal Year Ending					
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
\$ 395,238,425	\$ 418,591,280	\$ 454,071,103	\$ 499,241,608	\$ 521,213,871	\$ 556,218,146
84,324,801	102,448,777	122,864,096	126,456,614	159,814,719	199,435,303
(127,620,395)	(118,656,185)	(112,816,634)	(84,129,442)	(82,266,268)	(96,161,577)
<u>\$ 351,942,831</u>	<u>\$ 402,383,872</u>	<u>\$ 464,118,565</u>	<u>\$ 541,568,780</u>	<u>\$ 598,762,322</u>	<u>\$ 659,491,872</u>

**CHANGES IN NET POSITION - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year Ending			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
Expenses				
Governmental Activities:				
Instruction	\$ 160,281,144	\$ 154,917,563	\$ 157,997,830	\$ 169,143,833
Student Support Services	15,648,973	15,666,971	16,255,387	18,267,087
Instructional Media Services	4,665,654	4,482,159	4,624,282	4,873,199
Instruction and Curriculum Development Services	6,918,909	6,724,688	6,650,112	5,914,184
Instructional Staff Training Services	4,231,265	5,537,121	4,589,316	5,415,067
Instruction-Related Technology	4,585,612	4,858,653	5,348,639	5,809,924
School Board	828,837	776,477	811,347	984,863
General Administration	911,113	802,006	857,608	984,561
School Administration	14,770,442	14,085,674	14,196,372	15,758,884
Facilities Services - Non-Capitalized	14,570,383	16,169,015	11,401,141	11,944,402
Fiscal Services	1,809,452	1,940,256	1,885,777	1,951,820
Food Services	10,190,739	10,330,383	10,942,673	11,294,658
Central Services	10,704,206	10,620,862	11,439,124	12,079,000
Student Transportation Services	12,635,262	12,778,049	12,789,656	13,480,462
Operation of Plant	20,507,802	19,738,298	20,031,090	21,103,349
Maintenance of Plant	8,365,885	8,173,519	8,088,888	8,383,597
Administrative Technology Services	1,276,100	1,122,670	915,741	669,036
Community Services	3,434,471	3,442,864	3,429,051	3,466,553
Interest and Fiscal Charges on Long-Term Debt	6,538,768	6,459,711	5,130,125	6,481,995
Total Governmental Activities Expenses	302,875,017	298,626,939	297,384,159	318,006,474
Program Revenues				
Governmental Activities:				
Charges for Services:				
Instruction	928,607	979,611	972,222	899,448
Food Services	6,781,231	6,887,399	7,313,047	7,601,358
Central Services	7,649,455	7,654,626	8,153,733	8,669,662
Student Transportation Services	594,259	687,218	536,743	637,884
Community Services	3,435,011	3,477,107	3,655,614	4,051,792
Operating Grants and Contributions	11,176,025	11,611,790	11,740,415	12,282,754
Capital Grants and Contributions	3,100,334	1,338,497	1,359,299	6,088,899
Total Government Program Revenues	33,664,922	32,636,248	33,731,073	40,231,797
Total Government Activities Net Expenses	(269,210,095)	(265,990,691)	(263,653,086)	(277,774,677)
General Revenues:				
Governmental Activities:				
Property Taxes Levied for Operational Purposes	124,940,872	117,952,145	109,605,169	110,543,223
Property Taxes Levied for Debt Services	9,358	1,540	161	590
Property Taxes Levied for Capital Projects	28,559,447	27,311,388	26,586,165	27,436,618
Local Sales Tax	-	-	-	-
Impact Fees	3,696,569	6,533,308	11,252,793	14,353,236
Concurrency Proportionate Share Mitigation	-	-	-	2,219,581
Grants and Contributions Not Restricted to Specific Programs	104,710,192	87,959,836	105,766,468	120,979,009
Unrestricted Investment Earnings	378,848	382,110	358,579	355,206
Miscellaneous	4,544,296	3,681,097	4,924,050	4,497,840
Total Governmental Activities General Revenues	266,839,582	243,821,424	258,493,385	280,385,303
Total Governmental Activities Changes in Net Position	\$ (2,370,513)	\$ (22,169,267)	\$ (5,159,701)	\$ 2,610,626

Source: District Records - Audited Statement of Activities

TABLE 2

Fiscal Year Ending					
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
\$ 173,507,627	\$ 175,748,352	\$ 187,540,860	\$ 202,277,076	\$ 217,280,491	\$ 239,576,361
20,093,904	20,408,021	22,952,254	24,663,188	29,546,846	32,851,834
4,814,789	4,737,300	4,935,265	5,292,377	5,648,419	5,906,137
6,271,030	6,113,077	6,917,491	7,340,407	7,503,759	8,474,439
5,806,845	5,656,429	5,030,613	4,394,698	5,042,522	5,445,930
6,515,405	7,376,343	8,314,188	9,172,168	9,384,256	9,591,804
1,131,053	1,333,544	1,053,151	1,018,794	996,446	1,071,430
967,496	946,079	1,111,417	1,079,020	1,135,906	1,197,657
16,444,564	16,717,692	18,959,332	20,180,295	21,104,153	23,237,278
17,234,877	16,937,677	15,663,417	18,756,749	23,515,483	25,926,277
1,833,604	2,000,883	2,129,474	2,161,532	2,380,993	2,464,425
10,786,652	10,719,025	11,336,864	12,508,993	13,893,077	14,035,936
13,673,785	14,939,898	15,405,980	15,854,739	15,738,641	16,576,398
13,111,533	13,187,377	14,816,533	16,200,947	16,311,884	19,739,573
21,548,382	21,947,067	23,761,404	24,958,641	26,586,679	27,267,654
8,509,014	8,278,732	9,178,014	9,428,942	9,930,619	10,288,500
689,818	586,180	675,389	652,932	884,510	728,655
3,787,343	4,163,622	6,230,419	5,963,267	5,312,161	6,999,963
5,674,732	4,579,224	5,536,490	4,973,452	4,385,072	5,833,240
332,402,453	336,376,522	361,548,555	386,878,217	416,581,917	457,213,491
828,625	1,007,858	2,906,508	2,773,576	2,423,153	2,540,231
6,829,933	6,611,349	6,685,453	6,999,606	8,885,546	7,045,583
10,044,757	11,365,620	11,344,144	11,619,739	12,236,816	12,821,280
571,486	614,016	659,226	691,665	673,227	419,362
4,840,604	5,298,595	5,469,391	5,477,699	5,429,169	4,648,666
13,178,882	13,836,488	14,089,939	15,584,317	15,565,088	15,031,125
5,987,597	16,739,207	12,630,451	2,972,154	3,104,139	28,326,810
42,281,884	55,473,133	53,785,112	46,118,756	48,317,138	70,833,057
(290,120,569)	(280,903,389)	(307,763,443)	(340,759,461)	(368,264,779)	(386,380,434)
113,363,873	121,875,344	124,230,710	125,817,426	129,606,705	136,842,487
-	-	-	-	-	-
29,106,294	31,911,983	34,713,042	37,414,585	40,681,849	44,270,796
-	8,791,558	18,703,292	19,693,454	21,641,089	21,472,239
10,874,315	14,768,255	14,772,417	16,425,242	17,217,299	15,156,440
5,798,873	8,672,782	13,031,153	12,422,554	11,050,657	12,818,081
131,468,770	138,868,615	154,674,221	169,390,142	189,960,448	202,493,247
344,555	806,500	1,501,027	2,798,952	5,454,513	5,090,481
4,812,559	5,649,393	7,872,274	7,082,501	9,845,761	8,966,213
295,769,239	331,344,430	369,498,136	391,044,856	425,458,321	447,109,984
\$ 5,648,670	\$ 50,441,041	\$ 61,734,693	\$ 50,285,395	\$ 57,193,542	\$ 60,729,550

**FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year Ending			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
General Fund				
Nonspendable	\$ 405,047	\$ 417,950	\$ 408,686	\$ 456,023
Restricted	511,686	432,531	411,842	504,966
Committed	10,416,995	9,744,667	9,840,195	10,083,976
Assigned	25,867,464	28,212,720	34,230,880	44,866,279
Unassigned	32,160,733	28,197,928	22,533,440	3,719,159
Total General Fund	69,361,925	67,005,796	67,425,043	59,630,403
All Other Governmental Funds				
Nonspendable	135,929	115,079	240,416	247,117
Restricted	87,054,166	64,964,333	94,220,308	76,388,394
Assigned	3,118,121	1,977,943	1,985,311	-
Unassigned	-	-	-	-
Total All Other Governmental Funds	90,308,216	67,057,355	96,446,035	76,635,511
Combined Governmental Funds	\$ 159,670,141	\$ 134,063,151	\$ 163,871,078	\$ 136,265,914

Source: District Records - Audited Balance Sheet - Governmental Funds

TABLE 3

Fiscal Year Ending

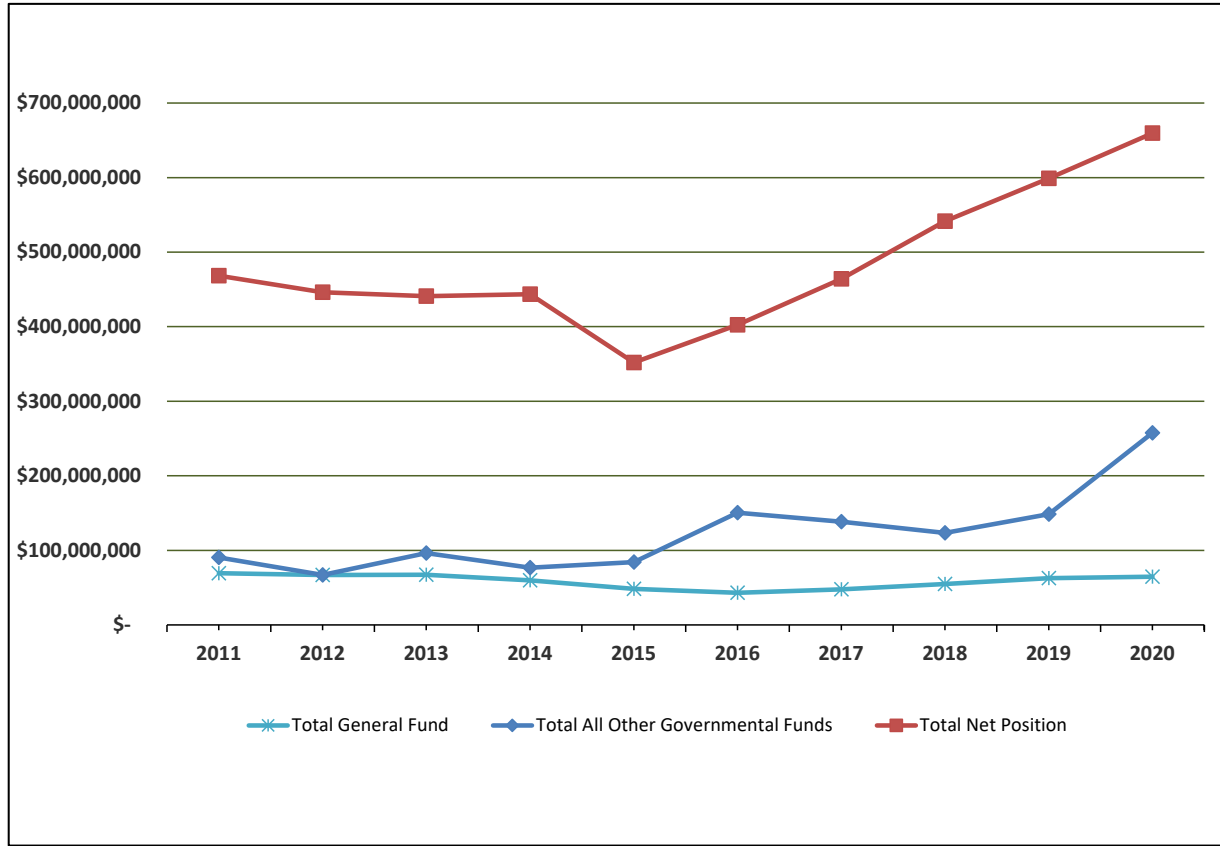
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
\$ 457,003	\$ 458,604	\$ 832,053	\$ 691,787	\$ 2,155,606	\$ 2,156,745
558,519	736,839	770,891	1,951,081	3,125,088	2,160,365
9,343,316	8,496,499	8,802,174	9,200,723	9,809,968	10,366,434
31,916,339	27,589,718	24,608,338	27,890,816	31,874,440	43,755,144
5,954,561	5,802,555	12,813,866	15,196,939	15,866,983	6,206,894
48,229,738	43,084,215	47,827,322	54,931,346	62,832,085	64,645,582
534,025	294,285	289,201	405,400	292,687	328,505
84,090,387	150,338,131	138,214,709	123,351,008	156,023,843	263,200,096
-	-	-	-	-	-
(245,470)	(80,160)	(18,115)	(296,162)	(7,807,004)	(5,923,440)
84,378,942	150,552,256	138,485,795	123,460,246	148,509,526	257,605,161
\$ 132,608,680	\$ 193,636,471	\$ 186,313,117	\$ 178,391,592	\$ 211,341,611	\$ 322,250,743

This page intentionally left blank.



**FUND BALANCES OF GOVERNMENTAL FUNDS AND ENTITY-WIDE NET POSITION
LAST TEN FISCAL YEARS
(UNAUDITED)**

Table 4



**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year Ending			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
Revenues:				
Federal Direct Sources	\$ 1,712,363	\$ 2,063,113	\$ 2,063,315	\$ 1,969,171
Federal Through State and Local Sources	33,614,193	15,880,593	16,492,355	16,156,919
State Sources	83,219,037	82,819,288	100,198,339	123,190,493
Local Sources	173,884,147	167,774,751	165,089,569	172,544,842
Total Revenues	292,429,740	268,537,745	283,843,578	313,861,425
Expenditures:				
Current:				
Instruction	143,683,378	136,589,812	141,722,015	154,956,534
Student Support Services	13,783,619	13,605,240	14,384,677	16,575,149
Instructional Media Services	4,128,627	3,902,185	4,099,002	4,428,460
Instruction and Curriculum				
Development Services	6,087,616	5,854,593	5,881,386	5,370,095
Instructional Staff Training Services	3,780,661	4,851,618	4,126,647	4,970,645
Instruction-Related Technology	4,192,252	4,447,798	4,956,272	5,444,025
School Board	788,653	732,108	771,199	948,786
General Administration	868,489	758,688	816,256	950,822
School Administration	13,012,941	12,234,529	12,540,468	14,283,564
Facilities Acquisition and Construction	14,342,022	15,994,499	11,251,810	11,812,811
Fiscal Services	1,613,804	1,708,202	1,690,579	1,789,279
Food Service	9,566,283	9,589,834	10,258,058	10,728,782
Central Services	2,703,091	2,569,821	2,897,297	3,073,100
Student Transportation Services	10,797,519	10,803,374	10,957,226	11,753,442
Operation of Plant	19,305,767	18,360,752	18,786,364	20,066,380
Maintenance of Plant	7,617,122	7,365,550	7,376,191	7,798,237
Administrative Technology Services	1,238,683	1,081,440	879,687	636,452
Community Services	3,062,495	3,027,835	3,069,720	3,168,268
Capital Outlay:				
Facilities Acquisition and Construction	17,886,977	22,743,648	12,237,879	36,272,988
Charter School Local Capital Improvement	-	-	-	-
Other Capital Outlay	809,813	492,267	453,923	3,880,880
Debt Service:				
Retirement of Principal	10,586,055	11,029,112	20,842,301	13,266,952
Interest and Fiscal Charges	6,592,354	6,500,662	7,119,524	6,563,411
Total Expenditures	296,448,221	294,243,567	297,118,481	338,739,062
Excess (Deficiency) of Revenues over (under) Expenditures	(4,018,481)	(25,705,822)	(13,274,903)	(24,877,637)
Other Financing Sources (Uses)				
Transfers In	25,403,957	25,821,616	26,599,543	24,726,295
Transfers Out	(25,403,957)	(25,821,616)	(28,593,311)	(27,666,345)
Sale of Capital Assets	-	2,350	-	-
Loss Recoveries	79,374	95,531	97,198	35,107
Issuance of Bonds	740,000	-	-	-
Issuance of Refunding State School Bonds	-	320,000	-	581,000
Issuance of Certificates of Participation	16,000,000	-	33,480,000	-
Issuance of Refunding Certificates of Participation	-	-	9,510,000	-
Premium on Issuance of Long-Term Debt	53,586	48,683	1,989,400	92,853
Payment to Refunding Bonds Escrow Agent	-	(367,732)	-	(496,437)
Total Other Financing Sources (Uses)	16,872,960	98,832	43,082,830	(2,727,527)
Net Change in Fund Balances	\$ 12,854,479	\$ (25,606,990)	\$ 29,807,927	\$ (27,605,164)
Debt Service as a percentage of non-capital expenditures	6.18%	6.47%	9.83%	6.64%

Source: District Records - Audited Statement of Revenues, Expenditures, and Changes in Fund Balance

TABLE 5

Fiscal Year Ending					
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
\$ 2,016,511	\$ 2,012,722	\$ 3,247,061	\$ 2,588,716	\$ 2,408,373	\$ 3,794,051
16,301,292	15,979,733	16,032,220	17,788,759	20,248,979	18,218,202
132,111,564	137,407,516	152,528,640	167,459,449	185,894,164	198,118,405
177,312,413	205,858,156	229,577,539	237,086,369	251,558,766	258,597,043
327,741,780	361,258,127	401,385,460	424,923,293	460,110,282	478,727,701
166,285,130	173,713,352	177,071,071	187,448,973	201,214,260	215,503,966
19,163,308	20,146,810	21,600,040	22,757,898	27,368,846	29,674,835
4,596,139	4,678,354	4,649,185	4,884,761	5,210,926	5,298,125
5,986,021	6,036,971	6,516,212	6,768,761	6,907,634	7,572,210
5,577,666	5,593,630	4,770,762	4,103,956	4,699,475	4,922,598
6,325,529	7,318,543	8,006,521	8,740,035	8,919,947	8,914,003
1,113,640	1,328,934	1,030,837	987,297	964,298	1,026,409
951,078	941,696	1,084,904	1,051,455	1,107,767	1,156,626
15,676,630	16,501,219	17,834,742	18,605,209	19,441,722	20,761,021
17,169,829	16,919,645	15,582,576	18,632,364	23,392,639	25,737,938
1,754,238	1,977,453	2,013,798	2,008,493	2,218,462	2,237,359
10,499,785	10,639,904	10,940,838	11,952,996	13,279,792	13,132,497
3,433,160	3,490,984	3,802,148	3,904,324	3,233,922	3,376,557
11,936,633	11,975,689	12,621,274	13,867,073	14,617,274	16,676,293
21,022,508	21,797,943	23,029,103	23,941,309	25,466,202	25,616,497
8,217,320	8,199,549	8,762,090	8,867,238	9,332,652	9,428,235
673,692	581,874	653,557	623,092	853,397	684,782
3,622,644	4,113,841	5,953,015	5,614,125	4,963,731	6,457,414
4,084,979	10,541,644	54,328,964	57,397,572	27,762,779	36,920,699
-	-	-	78,378	-	-
3,498,969	4,163,905	7,119,390	5,256,350	4,349,303	9,699,194
13,640,000	14,116,000	16,068,000	18,191,000	16,519,000	17,237,000
6,439,901	6,028,818	7,159,164	6,289,224	5,895,048	8,288,975
331,668,799	350,806,758	410,598,191	431,971,883	427,719,076	470,323,233
(3,927,019)	10,451,369	(9,212,731)	(7,048,590)	32,391,206	8,404,468
25,006,073	25,669,215	24,748,812	24,510,385	24,929,572	24,933,476
(25,006,073)	(25,669,215)	(24,748,812)	(24,510,385)	(24,929,572)	(24,933,476)
-	-	-	-	-	-
50,088	103,702	848,297	182,508	554,431	46,082
-	42,755,000	-	-	-	-
1,526,000	-	1,173,000	-	424,000	444,000
-	-	-	-	-	84,095,000
54,845,000	-	-	-	-	-
8,563,675	7,717,720	178,620	-	67,071	18,448,450
(64,714,978)	-	(310,540)	(1,055,443)	(486,689)	(528,868)
269,785	50,576,422	1,889,377	(872,935)	558,813	102,504,664
\$ (3,657,234)	\$ 61,027,791	\$ (7,323,354)	\$ (7,921,525)	\$ 32,950,019	\$ 110,909,132
6.20%	5.99%	6.65%	6.63%	5.67%	6.02%

**SUMMARY OF REVENUES, EXPENDITURES (BY MAJOR OBJECT), AND
CHANGES IN FUND BALANCES - GENERAL FUND
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year Ending			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
Revenues:				
Federal Direct Sources:				
Reserve Officer Training Corps (ROTC)	\$ 238,825	\$ 239,518	\$ 238,907	\$ 241,660
Miscellaneous Federal Direct	75,961	65,292	40,830	-
Total Federal Sources	314,786	304,810	279,737	241,660
Federal Through State and Local Sources:				
Other Federal Through State and Local Sources	-	-	-	-
State Sources:				
Florida Education Finance Program (FEFP):				
Supplemental Academic Instruction	5,984,541	5,908,410	6,252,795	6,370,592
Transportation	7,569,262	7,653,948	7,743,836	8,018,856
Instructional Materials	2,487,103	2,388,363	2,489,872	2,656,408
Other FEFP	23,119,734	23,559,090	39,490,108	54,652,035
Class Size Reduction	32,899,241	33,645,694	34,429,631	35,491,525
Other Restricted State Sources	8,292,998	7,891,457	8,085,316	7,506,071
District Discretionary Lottery Funds	114,448	101,503	-	328,168
CO&DS Withheld for SBE/COBI Bonds	17,196	17,685	18,468	18,865
Other State Sources	302,897	279,989	277,634	688,770
Total State Sources	80,787,420	81,446,139	98,787,660	115,731,290
Local Sources:				
Ad Valorem Property Taxes	124,940,872	117,952,144	109,605,170	110,543,223
Investment Income	169,759	201,672	186,552	186,513
Other Local Sources	9,286,579	8,581,680	9,841,714	9,784,688
Total Local Sources	134,397,210	126,735,496	119,633,436	120,514,424
Total Revenues	215,499,416	208,486,445	218,700,833	236,487,374
Expenditures: (by object)				
Salaries	123,883,922	137,453,762	138,752,008	153,027,950
Employee Benefits	43,858,568	40,156,123	43,147,301	50,165,202
Purchased Services	21,419,388	22,193,670	22,572,884	22,121,988
Energy Services	7,334,990	7,365,458	6,949,387	7,441,411
Material and Supplies	8,402,751	7,166,959	8,426,609	7,708,894
Capital Outlay	5,865,164	3,236,547	3,239,560	3,599,090
Other Expenditures	2,556,775	2,591,770	2,839,712	3,084,078
Total Expenditures	213,321,558	220,164,289	225,927,461	247,148,613
Excess (Deficiency) of Revenues over (under) Expenditures	2,177,858	(11,677,844)	(7,226,628)	(10,661,239)
Other Financing Sources (Uses), Net	9,817,914	9,321,715	7,645,875	2,866,599
Net Change in Fund Balances	11,995,772	(2,356,129)	419,247	(7,794,640)
Beginning Fund Balances	57,366,153	69,361,925	67,005,796	67,425,043
Ending Fund Balances	\$ 69,361,925	\$ 67,005,796	\$ 67,425,043	\$ 59,630,403
Breakdown of Fund Balances				
Nonspendable	\$ 405,047	\$ 417,950	\$ 408,686	\$ 456,023
Spendable:				
Restricted	511,686	432,531	411,842	504,966
Committed	10,416,995	9,744,667	9,840,195	10,083,976
Assigned	25,867,464	28,212,720	34,230,880	44,866,279
Unassigned	32,160,733	28,197,928	22,533,440	3,719,159
Total Fund Balances	\$ 69,361,925	\$ 67,005,796	\$ 67,425,043	\$ 59,630,403
Fund Balance as Percentage of Revenue:				
Assigned and Unassigned	26.93%	27.06%	25.96%	20.54%
Unassigned	14.92%	13.53%	10.30%	1.57%

Source: District Records - Audited Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance

TABLE 6

Fiscal Year Ending					
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
\$ 222,452	\$ 212,987	\$ 207,912	\$ 235,288	\$ 222,663	\$ 211,732
-	-	-	-	-	-
222,452	212,987	207,912	235,288	222,663	211,732
-	27,950	-	53,433	1,802,122	1,430,674
6,510,859	6,890,657	7,523,430	7,691,931	8,084,576	8,524,589
8,430,294	8,681,526	9,016,927	9,550,553	9,738,108	10,084,790
2,895,407	2,963,504	3,231,781	3,302,721	3,437,156	3,604,400
63,180,234	68,835,145	78,931,079	90,017,272	102,483,981	115,389,098
37,283,259	38,373,022	40,443,832	42,060,125	44,833,644	47,222,971
8,232,088	8,593,368	8,411,325	8,693,481	9,202,369	9,202,101
125,216	-	641,470	70,618	144,245	45,249
20,160	20,889	22,216	23,215	24,348	25,726
253,187	957,634	1,869,139	3,794,502	4,101,785	1,373,746
126,930,704	135,315,745	150,091,199	165,204,418	182,050,212	195,472,670
113,363,873	121,875,344	124,230,710	125,817,426	129,606,705	136,842,487
166,706	331,801	344,880	772,602	1,593,098	1,258,982
10,736,067	11,879,712	14,702,207	15,420,664	16,157,183	14,677,210
124,266,646	134,086,857	139,277,797	142,010,692	147,356,986	152,778,679
251,419,802	269,643,539	289,576,908	307,503,831	331,431,983	349,893,755
163,853,801	171,430,899	180,885,979	189,429,213	202,709,177	220,371,425
56,119,308	61,654,503	64,691,035	67,577,992	72,820,079	79,042,371
24,142,444	24,977,487	21,652,409	23,105,568	25,332,318	25,900,239
7,202,909	6,415,498	6,869,373	7,432,498	7,872,499	6,839,532
9,371,862	8,309,090	8,507,857	10,170,658	10,739,750	10,637,173
4,819,129	4,824,377	5,694,659	3,905,715	5,688,814	6,729,826
3,454,189	4,053,821	4,096,324	5,342,300	4,622,748	4,372,638
268,963,642	281,665,675	292,397,636	306,963,944	329,785,385	353,893,204
(17,543,840)	(12,022,136)	(2,820,728)	539,887	1,646,598	(3,999,449)
6,143,175	6,876,613	7,563,835	6,564,137	6,254,141	5,812,946
(11,400,665)	(5,145,523)	4,743,107	7,104,024	7,900,739	1,813,497
59,630,403	48,229,738	43,084,215	47,827,322	54,931,346	62,832,085
\$ 48,229,738	\$ 43,084,215	\$ 47,827,322	\$ 54,931,346	\$ 62,832,085	\$ 64,645,582
\$ 457,003	\$ 458,604	\$ 832,053	\$ 691,787	\$ 2,155,606	\$ 2,156,745
558,519	736,839	770,891	1,951,081	3,125,088	2,160,365
9,343,316	8,496,499	8,802,174	9,200,723	9,809,968	10,366,434
31,916,339	27,589,718	24,608,338	27,890,816	31,874,440	43,755,144
5,954,561	5,802,555	12,813,866	15,196,939	15,866,983	6,206,894
\$ 48,229,738	\$ 43,084,215	\$ 47,827,322	\$ 54,931,346	\$ 62,832,085	\$ 64,645,582
15.06%	12.38%	12.92%	14.01%	14.40%	14.28%
2.37%	2.15%	4.43%	4.94%	4.79%	1.77%

This page intentionally left blank.



**GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

TABLE 7

Fiscal Year Ending	Property Tax			Total Property Taxes	Impact Fees	Sales Surtax ⁽²⁾
	Operational Purposes	Debt Service ⁽¹⁾	Capital Projects			
June 30, 2020	\$ 136,842,487	\$ -	\$ 44,270,796	\$ 181,113,283	\$ 15,156,440	\$ 21,472,239
June 30, 2019	129,606,705	-	40,681,849	170,288,554	17,217,299	21,641,089
June 30, 2018	125,817,426	-	37,414,585	163,232,011	16,425,242	19,693,454
June 30, 2017	124,230,710	-	34,713,042	158,943,752	14,772,417	18,703,292
June 30, 2016	121,875,344	-	31,911,983	153,787,327	14,768,255	8,791,558
June 30, 2015	113,363,873	-	29,106,294	142,470,167	10,874,315	N/A
June 30, 2014	110,543,223	590	27,436,618	137,980,431	14,353,236	N/A
June 30, 2013	109,605,169	161	26,586,165	136,191,495	11,252,793	N/A
June 30, 2012	117,952,145	1,540	27,311,388	145,265,073	6,533,308	N/A
June 30, 2011	124,940,872	9,358	28,559,447	153,509,677	3,696,569	N/A

⁽¹⁾ The final payment for the General Obligation Refunding Bonds, Series 2003, was made on December 1, 2009. The collection of delinquent property taxes received in subsequent years related to this debt were to satisfy prior years' unpaid taxes.

⁽²⁾ A one half-cent local sales surtax was voted in by the citizens of St. Johns County effective January 1, 2016, for a period of ten years.

Source: Audited Statement of Activities and District Records

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Taxable Assessed Value				
	Real Property ⁽¹⁾				
	Residential	Commercial	Industrial	Other	Total
2019-20	\$ 26,245,218,853	\$ 2,538,469,635	\$ 410,615,282	\$ 509,997,226	\$ 29,704,300,996
2018-19	23,903,453,734	2,285,031,291	370,863,416	531,447,274	27,090,795,715
2017-18	21,912,849,723	2,068,828,851	358,896,307	546,735,103	24,887,309,984
2016-17	20,289,798,888	1,928,457,303	326,009,022	534,568,223	23,078,833,436
2015-16	18,661,845,889	1,833,884,423	269,876,387	484,502,489	21,250,109,188
2014-15	N/A	N/A	N/A	N/A	19,375,395,555
2013-14	N/A	N/A	N/A	N/A	18,184,098,691
2012-13	N/A	N/A	N/A	N/A	17,593,945,549
2011-12	N/A	N/A	N/A	N/A	17,998,416,825
2010-11	N/A	N/A	N/A	N/A	18,861,886,431

⁽¹⁾ Real property is required to be reported by major component beginning with the 2014-15 fiscal year.

⁽²⁾ Personal property values are net of certain allowable exemptions, primarily for government property.

⁽³⁾ Centrally assessed property is primarily railroad property and private car line property, which must be separately assessed.

⁽⁴⁾ Tax rates are per \$1,000 of assessed value.

⁽⁵⁾ Estimated actual values are the total "just" values of property subject to taxation, as defined by Section 193.011, Florida Statutes.

Source: St. Johns County Property Appraiser's Office, Florida Department of Revenue, and District Records

TABLE 8

Personal Property ⁽²⁾	Centrally Assessed ⁽³⁾	Total Taxable Value	Total Direct Rate ⁽⁴⁾	Estimated Actual Values ⁽⁵⁾	Ratio of Assessed to Actual Values
\$ 1,045,979,904	\$ 37,723,415	\$ 30,788,004,315	6.1360	\$ 39,769,057,946	77.42%
983,598,778	37,618,440	28,112,012,933	6.2780	36,457,404,578	77.11%
919,720,891	36,939,670	25,843,970,545	6.5430	33,598,950,865	76.92%
829,777,860	34,986,118	23,943,597,414	6.8670	31,458,495,123	76.11%
743,519,629	31,909,281	22,025,538,098	7.2280	28,823,781,972	76.41%
706,397,144	30,734,931	20,112,527,630	7.3420	25,732,438,120	78.16%
695,055,988	23,129,846	18,902,284,525	7.5440	24,103,300,375	78.42%
695,545,687	21,844,470	18,311,335,706	7.6830	23,281,282,992	78.65%
717,828,512	25,197,373	18,741,442,710	7.9790	24,121,331,116	77.70%
762,436,149	24,253,580	19,648,576,160	8.0690	25,496,837,638	77.06%

**PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(PER \$1,000 ASSESSED VALUATION)
(UNAUDITED)**

	Fiscal Year			
	2010-11	2011-12	2012-13	2013-14
Direct				
St. Johns County School District				
General Fund (Required Local Effort)	5.5710	5.7310	5.4350	5.2960
General Fund (Discretionary)	0.9980	0.7480	0.7480	0.7480
Debt Service Fund	0.0000	0.0000	0.0000	0.0000
Capital Projects Fund	1.5000	1.5000	1.5000	1.5000
Total School District	<u>8.0690</u>	<u>7.9790</u>	<u>7.6830</u>	<u>7.5440</u>
Overlapping				
Board of County Commissioners				
General Fund	4.9000	5.2900	5.3900	5.3900
Transportation Trust	0.6300	0.6300	0.5300	0.5300
County Health Unit Debt Service	0.0171	0.0171	0.0171	0.0171
Total General County	<u>5.5471</u>	<u>5.9371</u>	<u>5.9371</u>	<u>5.9371</u>
Total County-Wide	<u>13.6161</u>	<u>13.9161</u>	<u>13.6201</u>	<u>13.4811</u>
Municipalities				
City of St. Augustine	7.5000	7.5000	7.5000	7.5000
Town of Hastings	8.0000	8.0000	9.2397	8.6000
City of St. Augustine Beach	2.3992	2.3992	2.3992	2.3992
St. Augustine Beach Bond	0.2000	0.0787	0.0787	0.0787
Special Districts				
Water Management	0.4158	0.3313	0.3313	0.3313
Fire	1.2000	1.4000	1.4000	1.4000
Anastasia Mosquito Control	0.1325	0.1325	0.1325	0.1325
St. Augustine Airport Authority	0.0000	0.0000	0.0000	0.0000
St. Augustine Port, Waterway and Beach District	0.0614	0.0614	0.0638	0.0638
Vilano Street Lighting	0.0500	0.0500	0.0500	0.0500
St. Augustine South Lighting	0.2100	0.2100	0.2100	0.2100
Ponte Vedra Beach MSD	0.2750	0.3430	0.3430	0.3750
Florida Inland Navigation	0.0345	0.0345	0.0345	0.0345
Summer Haven MSTU	10.0000	10.0000	10.0000	8.5000

Source: St. Johns County Tax Collector's Office and District Records

TABLE 9

2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
5.0940	4.9800	4.6190	4.2950	4.0300	3.8880
0.7480	0.7480	0.7480	0.7480	0.7480	0.7480
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
1.5000	1.5000	1.5000	1.5000	1.5000	1.5000
7.3420	7.2280	6.8670	6.5430	6.2780	6.1360
5.3900	5.1475	5.1200	5.1000	5.1000	4.9500
0.5300	0.7100	0.7300	0.7500	0.7500	0.9000
0.0171	0.0171	0.0171	0.0171	0.0171	0.0171
5.9371	5.8746	5.8671	5.8671	5.8671	5.8671
13.2791	13.1026	12.7341	12.4101	12.1451	12.0031
7.5000	7.5000	7.5000	7.5000	7.5000	7.5000
8.6000	8.5375	8.3552	7.9922	0.0000	0.0000
2.3992	2.3992	2.3992	2.3992	2.3992	2.3992
0.0800	0.5000	0.5000	0.5000	0.5000	0.5000
0.3164	0.3023	0.2885	0.2724	0.2562	0.2414
1.4000	1.4625	1.4700	1.4700	1.4700	1.4700
0.2450	0.1773	0.2150	0.2150	0.2200	0.2100
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0638	0.0638	0.0638	0.0638	0.0638	0.0638
0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
0.2100	0.2100	0.2100	0.2100	0.2100	0.2100
0.3750	0.3750	0.3750	0.3750	0.3750	0.3750
0.0345	0.0320	0.0320	0.0320	0.0320	0.0320
8.5000	8.5000	8.5000	8.5000	8.5000	8.5000

**PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)**

TABLE 10

Taxpayer	Fiscal Year June 30, 2020			Fiscal Year June 30, 2011		
	Rank	Taxable Assessed Value	Percentage of Total Assessed Value	Rank	Taxable Assessed Value	Percentage of Total Assessed Value
Florida Power & Light	1	\$ 263,840,780	0.86%	1	\$ 144,107,500	0.73%
Northrop Grumman Systems	2	114,689,596	0.37%			
CWI Sawgrass Hotel LLC	3	102,998,920	0.33%			
Ponte Vedra Corp	4	88,446,793	0.29%	2	66,496,605	0.34%
CPG Partners	5	39,575,300	0.13%	9	21,617,385	0.11%
BellSouth Telecommunications	6	37,916,465	0.12%	3	48,578,872	0.25%
Key Beach North LLC	7	35,991,192	0.12%			
Florida East Coast RY	8	35,191,130	0.11%	7	24,587,599	0.13%
Mattamy Jacksonville LLC	9	31,701,126	0.10%			
Remington FL Investors LLC	10	28,129,400	0.09%			
Bluegreen Vacations Unlimited				4	39,669,549	0.20%
RQB Resort LP				5	38,974,053	0.20%
Ring Power Corporation				6	26,424,449	0.13%
LVP St. Augustine Outlets LLC				8	23,508,126	0.12%
Cobblestone Village at St. Augustine				10	19,136,189	0.10%
Total Principal Taxpayers		778,480,702	2.52%		453,100,327	2.31%
Total		\$ 30,788,004,315	97.47%		\$ 19,648,576,160	97.69%

Source: St Johns County Tax Collector's Office and St. Johns County Property Appraiser's Office

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)**

TABLE 11

Fiscal Year	Total Tax Levy	Collected to End of Tax Year		Collections in Subsequent Years	Total Collections to Date	
		Current Tax Collections	Percent of Levy		Amount	Percent of Levy
2019-20	\$ 188,915,194	\$ 180,785,076	95.70%	\$ 328,207	\$ 181,113,283	95.87%
2018-19	176,487,217	169,977,713	96.31%	310,841	170,288,554	96.49%
2017-18	169,097,099	162,891,737	96.33%	340,274	163,232,011	96.53%
2016-17	164,420,683	158,554,391	96.43%	389,361	158,943,752	96.67%
2015-16	159,200,589	153,365,191	96.33%	422,136	153,787,327	96.60%
2014-15	147,666,178	142,283,108	96.35%	187,059	142,470,167	96.48%
2013-14	142,598,834	137,490,154	96.42%	490,277	137,980,431	96.76%
2012-13	140,685,992	135,707,925	96.46%	483,570	136,191,495	96.81%
2011-12	149,537,971	144,064,894	96.34%	1,200,179	145,265,073	97.14%
2010-11	158,544,361	152,664,070	96.29%	845,607	153,509,677	96.82%

Source: St. Johns County Tax Collector's Office and District Records

TABLE 12

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Governmental Activities ⁽¹⁾					Total Primary Government	Percentage of Personal Income ⁽³⁾	Per Capita ⁽³⁾
	Sales Tax Revenue Bonds	General Obligation Bonds	State Board of Education Bonds	Certificates of Participation ⁽²⁾	Capital Leases			
2019-20	\$ 32,753,860	\$ -	\$ 2,247,000	\$ 155,426,097	\$ -	\$ 190,426,957	1.021%	727.10
2018-19	37,570,632	-	2,635,000	67,980,317	-	108,185,949	0.624%	425.24
2017-18	42,197,404	-	3,085,000	81,452,976	-	126,735,380	0.791%	519.81
2016-17	46,709,176	-	4,891,000	96,300,635	-	147,900,811	1.018%	629.24
2015-16	49,700,948	-	4,781,000	110,593,294	-	165,075,242	1.191%	728.56
2014-15	N/A	-	5,487,000	125,205,953	-	130,692,953	1.009%	599.57
2013-14	N/A	-	6,461,000	135,260,000	-	141,721,000	1.169%	676.54
2012-13	N/A	-	7,035,000	147,790,000	66,952	154,891,952	1.312%	766.50
2011-12	N/A	-	8,035,000	124,925,000	144,253	133,104,253	1.231%	678.83
2010-11	N/A	-	8,325,000	135,270,000	218,365	143,813,365	1.428%	752.02

Source:

⁽¹⁾ District Records - Audited Notes to the Basic Financial Statements

⁽²⁾ Restatement of Certificate of Participation balances to include premiums and discounts

⁽³⁾ Total Primary Government Debt divided by Personal Income and Population from
Statistical Table "Demographic and Economic Statistics"

**RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(UNAUDITED)**

TABLE 13

Fiscal Year	Population ⁽¹⁾	Assessed Value ⁽²⁾	Gross General Obligation Bonded Debt ⁽³⁾	Less Respective Debt Service Funds ⁽⁴⁾	Net General Obligation Bonded Debt	Percentage of Net General Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2019-20	261,900	\$ 30,788,004,315	\$ -	\$ -	\$ -	0.00%	\$ -
2018-19	254,412	28,112,012,933	-	-	-	0.00%	-
2017-18	243,812	25,843,970,545	-	-	-	0.00%	-
2016-17	235,046	23,943,597,414	-	-	-	0.00%	-
2015-16	226,576	22,025,538,098	-	-	-	0.00%	-
2014-15	217,977	20,112,527,630	-	-	-	0.00%	-
2013-14	209,479	18,902,284,525	-	590	(590)	0.00%	-
2012-13	202,077	18,311,335,706	-	161	(161)	0.00%	-
2011-12	196,079	18,741,442,710	-	1,540	(1,540)	0.00%	(0.01)
2010-11	191,236	19,648,576,160	-	9,358	(9,358)	0.00%	(0.05)

Source:

- ⁽¹⁾ Population from Statistical Table "Demographic and Economic Statistics". Due to revision by the Bureau of Economic Analysis, Population has been restated for all prior years
- ⁽²⁾ Assessed Value from Statistical Table "Assessed and Estimated Actual Value of Taxable Property"
- ⁽³⁾ Includes General Obligation Bonds Only from Statistical Table "Ratios of Outstanding Debt by Type"
- ⁽⁴⁾ Restricted for Debt Service - General Obligation Bonds Only from Statistical Table "Government Activities Tax Revenue by Source"

This page intentionally left blank.



DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2020
(UNAUDITED)

TABLE 14

Name of Governmental Unit	Debt Outstanding	Direct Debt		Direct and Overlapping Debt	
		Percentage Applicable to School Board of St. Johns County	Amount Applicable to School Board of St. Johns County	Percentage Applicable to St. Johns County	Amount Applicable to St. Johns County
St. Johns County Board of County Commissioners					
Capital Improvement Revenue Bonds	\$ 20,908,000		\$ -	100%	\$ 20,908,000
Sales Tax Revenue Bonds	86,635,000		-	100%	86,635,000
Transportation Improvement Revenue Bonds	42,565,000		-	100%	42,565,000
Other Debt	38,850,898		-	100%	38,850,898
Subtotal St. Johns County Board of County Commissioners	188,958,898		-		188,958,898
City of St. Augustine Beach					
Serial Bonds	6,269,694	8%	499,694	0%	-
Subtotal City of St. Augustine Beach	6,269,694		499,694		-
City of St. Augustine					
Revenue Bonds	22,824,854		-		-
Subtotal City of St. Augustine	22,824,854		-		-
Subtotal Overlapping Debt	218,053,446		499,694		188,958,898
St. Johns County School District					
Certificates of Participation	155,426,097	100%	155,426,097	100%	155,426,097
State School Bonds	2,247,000	100%	2,247,000	100%	2,247,000
Sales Tax Revenue Bonds	32,753,860	100%	32,753,860	100%	32,753,860
Subtotal Direct Debt	190,426,957		190,426,957		190,426,957
Totals	\$ 408,480,403		\$ 190,926,651		\$ 379,385,855

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

Source: Debt outstanding data obtained from each governmental unit's Comprehensive Annual Financial Report dated September 30, 2019

**CALCULATION OF LEGAL DEBT MARGIN ON BONDED DEBT
LAST TEN FISCAL YEARS
(UNAUDITED)**

	Fiscal Year Ending			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
Assessed Value	\$ 19,648,576,160	\$ 18,741,442,710	\$ 18,311,335,706	\$ 18,902,284,525
Debt Limit on Assessed Value	N/A	N/A	N/A	N/A
Voter Approved Debt Limit:				
Bonds Payable	\$ -	\$ -	\$ -	\$ -
Less: Amount Available for Debt Service	-	-	-	-
Debt Applicable to Debt Limit	\$ -	\$ -	\$ -	\$ -
Legal Debt Margin	\$ -	\$ -	\$ -	\$ -
Applicable Debt as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%

Note: The District does not have a legal debt limit. The District is authorized to issue up to the amount of debt approved by the voters of the District. The District currently has no voter approved debt.

Source: St. Johns County Property Appraiser's Office

TABLE 15

Fiscal Year Ending					
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
\$ 20,112,527,630	\$ 22,025,538,098	\$ 23,943,597,414	\$ 25,843,970,545	\$ 28,112,012,933	\$ 30,788,004,315
N/A	N/A	N/A	N/A	N/A	N/A
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS
(UNAUDITED)**

TABLE 16

Fiscal Year	Sales Tax Revenue Bonds ⁽¹⁾				
	Sales Tax Revenue	Debt Service			Coverage ⁽²⁾
		Principal	Interest		
2019-20	\$ 21,472,239	\$ 4,045,000	\$ 1,545,875	3.84	
2018-19	21,641,089	3,855,000	1,743,375	3.87	
2017-18	19,693,454	3,740,000	1,895,850	3.49	
2016-17	18,703,292	2,220,000	2,173,785	4.26	
2015-16	8,791,558	N/A	N/A	N/A	
2014-15	N/A	N/A	N/A	N/A	
2013-14	N/A	N/A	N/A	N/A	
2012-13	N/A	N/A	N/A	N/A	
2011-12	N/A	N/A	N/A	N/A	
2010-11	N/A	N/A	N/A	N/A	

⁽¹⁾ On February 3, 2016, the District issued Sales Tax Revenue Bonds Series 2016, in the amount of \$50,472,720, as authorized by Chapters 212, 1001, and 1013, Florida Statutes, and as authorized by a resolution of the District School Board, dated January 12, 2016. These bonds were issued to finance the cost of construction and equipping of a new K-8 school and a new elementary school. The first principal and interest payments were due in the 2016-17 fiscal year.

⁽²⁾ The additional bonds test requires 1.75 coverage.

Source: District Records

**ANTICIPATED CAPITAL OUTLAY MILLAGE LEVY
REQUIRED TO COVER CERTIFICATES OF PARTICIPATION PAYMENTS
LAST TEN FISCAL YEARS
(UNAUDITED)**

TABLE 17

Fiscal Year	Taxable Assessed Valuation ⁽⁴⁾	Principal Payments ⁽²⁾	Interest Payments ⁽³⁾	Total Annual Lease Payments	Millage Levy to Provide 1.00x Coverage ⁽¹⁾
2019-20	\$ 30,788,004,315	\$ 12,890,000	\$ 2,986,488	\$ 15,876,488	0.537 mills
2018-19	28,112,012,933	12,270,000	3,599,987	15,869,987	0.588 mills
2017-18	25,843,970,545	13,645,000	4,180,782	17,825,782	0.718 mills
2016-17	23,943,597,414	13,090,000	4,735,310	17,825,310	0.775 mills
2015-16	22,025,538,098	13,410,000	8,063,892	21,473,892	1.016 mills
2014-15	20,112,527,630	12,955,000	5,772,485	18,727,485	0.970 mills
2013-14	18,902,284,525	12,530,000	6,198,795	18,728,795	1.032 mills
2012-13	18,311,335,706	10,805,000	5,634,306	16,439,306	0.935 mills
2011-12	18,741,442,710	11,286,176	6,088,616	17,374,792	0.966 mills
2010-11	19,648,576,160	9,940,000	5,706,546	15,646,546	0.829 mills

⁽¹⁾ Millage rate calculated using 96 percent of the taxable assessed valuation.

⁽²⁾ Does not include the sinking fund payment of \$941,176.47. Principal payment of \$16,000,000 from the sinking fund will be made in the 2026-27 fiscal year for repayment of outstanding debt.

⁽³⁾ Interest payment of \$790,400 is net of Qualified School Construction Bond Federal interest subsidy.

⁽⁴⁾ Taxable Assessed Valuation from Statistical Table "Assessed and Estimated Actual Value of Taxable Property."

Source: District Records

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)**

TABLE 18

Fiscal Year	Population ⁽¹⁾	Personal Income (amounts in thousands) ⁽¹⁾	Per Capita Personal Income ⁽¹⁾	Median Age ⁽¹⁾	Unemployment Rate ⁽²⁾	School Enrollment ⁽³⁾	Government-Wide Governmental Activities Expenses ⁽⁴⁾	Cost per Student ⁽⁵⁾
2019-20	261,900	\$ 18,658,952	\$ 70,498	42.8	7.0%	43,037	\$ 457,213,491	\$ 10,624
2018-19	254,412	17,327,679	68,149	42.7	2.9%	41,119	416,581,917	10,131
2017-18	243,812	16,016,214	65,660	42.7	3.1%	39,585	386,878,217	9,773
2016-17	235,046	14,529,659	61,829	42.8	3.3%	38,034	361,548,555	9,506
2015-16	226,576	13,855,763	61,183	42.8	3.7%	36,240	336,376,522	9,282
2014-15	217,977	12,948,693	59,434	42.6	4.0%	34,840	332,402,452	9,541
2013-14	209,479	12,125,413	57,892	42.4	4.8%	33,371	318,006,474	9,529
2012-13	202,077	11,804,578	58,421	42.4	5.8%	32,357	297,384,159	9,191
2011-12	196,079	10,810,535	55,131	42.2	6.8%	31,297	298,626,939	9,542
2010-11	191,236	10,072,888	52,671	42.2	8.0%	30,353	302,875,017	9,979

Source:

⁽¹⁾ Florida Legislature Office of Economic and Demographic Research, 2020 population is projected

⁽²⁾ U.S. Bureau of Labor Statistics (FRED)

⁽³⁾ School Enrollment from Statistical Table "School Building Information & Full-Time Equivalent Enrollment Data"

⁽⁴⁾ Government-wide Governmental Activities Expenses from Statistical Table "Changes in Net Position - Government-Wide"

Note:

⁽⁵⁾ Calculated by dividing government-wide governmental activities expenses by student enrollment.

**PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)**

TABLE 19

Employer	Fiscal Year 2019-2020			Fiscal Year 2010-2011		
	Rank	Employees	Percentage of Total County Employment	Rank	Employees	Percentage of Total County Employment
St. Johns County School District ⁽¹⁾	1	5,298	4.22%	1	3,440	3.37%
St. Johns County	2	1,927	1.54%	2	1,940	1.90%
Flagler Hospital	3	1,809	1.44%	3	1,600	1.57%
Northrup Grumman	4	1,200	0.96%	4	1,000	0.98%
PGA Tour/Tournament Players Club	5	800	0.64%	5	940	0.92%
Florida School for the Deaf & Blind	6	670	0.53%	7	670	0.66%
Carlisle Interconnect Technologies	7	650	0.52%			
Advanced Disposal	8	570	0.45%			
Ring Power	9	545	0.43%	8	500	0.49%
Ponte Vedra Inn & Club	10	525	0.42%			
Community Hospice of N.E. Florida				6	700	0.68%
Florida Army National Guard				9	400	0.39%
Tree of Life				10	390	0.38%
Total Principal Employers		13,994	11.15%		11,580	11.33%
Total County Workforce		125,497			102,196	

⁽¹⁾ Includes full and part-time employees.

Source: St. Johns County Chamber of Commerce, District Records and U.S. Bureau of Labor Statistics (FRED)

SCHOOL BUILDING INFORMATION & FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN FISCAL YEARS
(UNAUDITED)

	Placed in Service	Square Footage	Portables	Capacity	2010-11	2011-12
Elementary Schools						
John A. Crookshank Elementary	1959	109,946	10	1,006	653	686
Cunningham Creek Elementary	1995	118,604	8	806	789	761
Durbin Creek Elementary	2003	133,550	23	1,074	1,043	1,092
W.D. Hartley Elementary	1980	119,106	4	729	661	622
Hickory Creek Elementary	2005	118,605	2	796	619	592
R.B. Hunt Elementary	1955	91,044	18	699	656	693
Julington Creek Elementary	1972	130,242	8	1,172	975	974
Ketterlinus Elementary	1924	73,961	1	485	460	476
Otis A. Mason Elementary	1992	81,777	2	695	543	584
Ocean Palms Elementary	1996	105,777	11	865	774	765
Osceola Elementary	1991	110,278	9	856	665	711
Palencia Elementary	2012	142,745	8	875	0	0
Picolata Crossing Elementary	2017	107,684	0	829	0	0
PV/PV Rawlings Elementary	1958	169,249	3	1,387	1,152	1,212
South Woods Elementary	2005	120,931	13	850	557	570
Timberlin Creek Elementary	2005	140,348	22	1,138	877	916
Wards Creek Elementary	2007	126,361	12	984	740	756
The Webster School	1959	123,058	8	977	561	577
Total Elementary				16,223	11,725	11,987
Kindergarten - Grade 8 Schools						
Freedom Crossing Academy	2018	220,099	20	1,869	0	0
Liberty Pines Academy	2008	195,203	8	1,704	1,152	1,243
Mill Creek Elementary ⁽³⁾	1991	187,216	4	1,679	1,038	1,054
Palm Valley Academy	2018	232,776	40	2,245	0	0
Patriot Oaks Academy	2014	170,188	17	1,472	0	0
Valley Ridge Academy	2014	187,114	21	1,575	0	0
Total Kindergarten - Grade 8				10,544	2,190	2,297
Middle Schools						
Fruit Cove Middle	2001	147,061	13	1,330	1,358	1,449
Gamble Rogers Middle	1994	127,078	0	904	870	876
Alice B. Landrum Middle	1991	151,838	11	1,161	1,168	1,225
R.J. Murray Middle	1953	126,022	0	983	670	693
Pacetti Bay Middle	2007	198,988	26	1,578	857	956
Sebastian Middle	1991	136,282	0	815	631	669
Switzerland Point Middle	1991	147,400	8	1,066	969	960
Total Middle				7,837	6,523	6,828

TABLE 20

Full-Time Equivalent Enrollment Data

2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
660	676	747	733	787	782	753	762
761	813	895	935	934	1,009	587	611
887	932	522	571	673	755	803	868
654	689	713	681	664	664	627	592
793	824	591	621	657	770	717	753
694	694	662	652	608	622	636	615
1,062	1,066	1,016	977	981	1,000	972	983
441	468	441	434	466	468	408	420
591	573	596	584	614	590	608	661
817	897	707	830	963	1,175	528	610
668	643	614	616	668	688	679	636
536	601	681	703	797	842	843	873
0	0	0	0	0	593	690	757
1,251	1,311	1,032	1,023	1,036	1,027	1,018	1,011
568	583	576	579	599	611	631	658
924	925	918	914	923	935	970	1,029
800	816	896	890	866	782	699	695
512	525	572	561	491	441	462	449
12,619	13,036	12,179	12,302	12,727	13,754	12,631	12,983
0	0	0	0	0	0	1,027	1,491
1,326	1,367	1,375	1,413	1,482	1,553	1,589	1,519
787	913	1,015	1,092	1,132	779	1,006	1,264
0	0	0	0	0	0	1,305	1,862
0	0	1,045	1,342	1,505	1,594	1,431	1,372
0	0	1,084	1,443	1,578	1,622	1,395	1,349
2,113	2,280	4,519	5,289	5,697	5,548	7,753	8,857
1,392	1,323	1,232	1,159	1,182	1,183	1,265	1,284
847	835	813	830	875	914	911	915
1,252	1,293	1,141	1,087	1,152	1,267	1,211	1,157
752	765	739	704	740	832	750	717
1,011	1,044	1,084	1,223	1,370	1,470	1,462	1,353
645	626	622	620	677	676	727	744
1,168	1,256	1,265	1,211	1,277	1,348	1,297	1,270
7,067	7,142	6,896	6,834	7,273	7,690	7,623	7,440

(Continued)

**SCHOOL BUILDING INFORMATION & FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN FISCAL YEARS
(UNAUDITED)**

	Placed in Service	Square Footage	Portables	Capacity	2010-11	2011-12
High Schools						
Bartram Trail High	2000	324,342	26	2,537	1,547	1,606
Creekside High	2008	246,727	28	2,225	1,496	1,632
Pedro Menendez High	2000	216,121	2	1,455	1,319	1,363
Allen D. Nease High	1980	291,862	33	2,906	1,510	1,580
Ponte Vedra High	2008	261,683	4	1,681	1,439	1,483
St. Augustine High	1959	221,638	1	1,805	1,574	1,635
St. Johns Technical High	1971	51,726	10	344	201	143
Total High				12,953	9,086	9,442
Charter Schools						
The ABLE School ⁽¹⁾	N/A	N/A	N/A	N/A	156	132
St. Augustine Public Montessori	N/A	N/A	N/A	N/A	0	0
St. Johns Community Campus (ARC)	N/A	N/A	N/A	N/A	13	12
St. Paul School of Excellence ⁽¹⁾	N/A	N/A	N/A	N/A	0	0
Therapeutic Learning Center (ARC)	N/A	N/A	N/A	N/A	14	16
Total Charter				0	183	160
Specialty Schools						
First Coast Technical College ⁽²⁾	1971	235,199	0	1,953	38	54
Hastings Youth Academy	N/A	N/A	N/A	N/A	213	124
St. Johns Juvenile Residential	N/A	N/A	N/A	N/A	62	65
St. Johns Youth Academy	N/A	N/A	N/A	N/A	52	45
St. Johns County Jail	N/A	N/A	N/A	N/A	0	0
Gaines Alternative	1924	47,111	10	511	41	48
Transitions	N/A	N/A	N/A	N/A	17	19
K8 Virtual	N/A	N/A	N/A	N/A	29	34
St. Johns Virtual School	N/A	N/A	N/A	N/A	101	75
St. Johns Virtual Instruction	N/A	N/A	N/A	N/A	0	0
McKay Scholarship	N/A	N/A	N/A	N/A	93	119
ESE Contract Placements/Speech	N/A	N/A	N/A	N/A	N/A	N/A
Family Empowerment Scholarship	N/A	N/A	N/A	N/A	N/A	N/A
Total Specialty				2,464	646	583
Total District				50,021	30,353	31,297

⁽¹⁾ The charter school ceased operations at the end of the 2015-16 school year.

⁽²⁾ Prior to July 1, 2016, First Coast Technical College was a conversion Charter School residing in a District facility.

⁽³⁾ Mill Creek Elementary changed to Mill Creek Academy 2018-19 school year.

Source: District Records

TABLE 20

Full-Time Equivalent Enrollment Data

2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
1,650	1,718	1,874	1,971	2,156	2,312	2,467	2,656
1,756	1,828	1,876	1,909	1,949	2,018	2,137	2,100
1,313	1,285	1,286	1,321	1,310	1,288	1,243	1,292
1,655	1,707	1,778	1,947	2,157	2,281	2,416	2,683
1,487	1,513	1,526	1,532	1,614	1,653	1,692	1,699
1,657	1,600	1,632	1,606	1,678	1,665	1,679	1,749
141	157	212	257	279	276	284	284
9,659	9,808	10,184	10,542	11,143	11,493	11,918	12,463
125	102	85	55	N/A	N/A	N/A	N/A
35	47	59	92	99	118	133	124
10	16	22	31	31	34	40	39
44	60	60	56	N/A	N/A	N/A	N/A
18	15	13	18	15	11	17	17
232	240	239	252	145	163	190	180
59	15	25	32	14	24	16	21
117	152	142	136	145	63	125	101
64	59	86	96	91	91	78	66
47	44	6	0	0	0	0	0
1	1	1	2	1	1	1	0
52	45	38	27	40	35	47	46
19	28	30	31	38	59	79	97
26	56	4	3	3	2	1	1
109	236	206	404	399	285	269	291
0	0	44	37	39	112	123	96
173	229	241	253	272	260	261	311
N/A	N/A	N/A	N/A	7	5	4	8
N/A	N/A	N/A	N/A	N/A	N/A	N/A	76
667	865	823	1,020	1,049	937	1,004	1,114
32,357	33,371	34,840	36,240	38,034	39,585	41,119	43,037

**NUMBER OF PERSONNEL
LAST TEN FISCAL YEARS
(UNAUDITED)**

TABLE 21

Fiscal Year	Instructional ⁽¹⁾	Administrative ⁽²⁾	Support Services ⁽³⁾	Total	Ratio of Students to Instructional Personnel	Ratio of Instructional Personnel to School Administrators
2019-20	2,931	195	2,172	5,298	14.68	15.03
2018-19	2,785	180	2,074	5,039	14.76	15.47
2017-18	2,642	189	1,905	4,736	14.98	13.98
2016-17	2,513	181	1,840	4,534	15.13	13.88
2015-16	2,428	186	1,774	4,388	14.93	13.05
2014-15	2,194	158	1,694	4,046	15.88	13.89
2013-14	2,051	154	1,533	3,738	16.27	13.32
2012-13	1,991	143	1,464	3,598	16.25	13.92
2011-12	1,987	137	1,491	3,615	15.75	14.50
2010-11	1,856	134	1,459	3,449	16.35	13.85

⁽¹⁾ Classroom Teachers, Guidance/Psychologists, Exceptional Education Teachers, Media Specialists, Other Professional Instructional Staff

⁽²⁾ Principals, Assistant Principals, Deans, Superintendent, Assistant/Area Superintendents, Directors/Managers/Coordinators

⁽³⁾ Bus Drivers/Attendants, Cafeteria, Custodial, Executive/Administrative/Professional, Clerical, Crafts and Services

Source: District Records

**TEACHER BASE SALARIES
LAST TEN FISCAL YEARS
(UNAUDITED)**

Table 22

Fiscal Year	Minimum Salary ⁽¹⁾	Maximum Salary ⁽¹⁾	St. Johns Average Salary ⁽²⁾
2019-20	\$ 39,000	\$ 66,150	\$ 47,275
2018-19	38,000	66,150	46,632
2017-18	38,000	66,150	45,607
2016-17	38,000	66,150	46,707
2015-16	38,000	66,150	47,130
2014-15	38,000	66,150	47,266
2013-14	38,000	63,250	47,100
2012-13	38,000	63,250	46,127
2011-12	38,000	63,250	46,052
2010-11	38,000	63,250	46,673

Sources:

⁽¹⁾ District Records

⁽²⁾ FDOE Bureau of Education Information & Accountability Services

**FOOD SERVICE OPERATING DATA
LAST TEN FISCAL YEARS
(UNAUDITED)**

	Fiscal Year			
	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
Days Meals were Served	210	217	219	221
Average Number of Free and Reduced Meals Served Daily	5,925	6,044	5,792	5,981
Number of Free and Reduced Meals Served	1,244,220	1,311,554	1,268,553	1,321,829
Average Daily Subsidy Received	\$ 17,175	\$ 18,239	\$ 18,249	\$ 19,294
Total Subsidy Received	\$ 3,606,762	\$ 3,957,842	\$ 3,996,579	\$ 4,263,898
Average Number of Meals Served Daily	9,650	9,844	9,055	9,128
Number of Meals Served	2,026,541	2,136,214	1,983,048	2,017,242
Percentage of Free and Reduced Meals Served to Total Meals Served	61%	61%	64%	66%
Average Daily Revenues	\$ 50,130	\$ 50,672	\$ 52,331	\$ 54,409
Total Revenues	\$ 10,527,291	\$ 10,995,823	\$ 11,460,586	\$ 12,024,372
Average Daily Costs	\$ 45,618	\$ 44,887	\$ 47,010	\$ 49,448
Total Expenditures	\$ 9,579,791	\$ 9,740,566	\$ 10,295,116	\$ 10,927,929

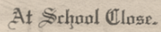
Source: District Records

Table 23

Fiscal Year					
June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
216	220	220	216	219	219
6,424	6,592	6,430	6,366	5,899	4,619
1,387,658	1,450,329	1,414,522	1,375,097	1,291,946	1,011,632
\$ 21,984	\$ 22,613	\$ 23,059	\$ 27,934	\$ 26,928	\$ 22,586
\$ 4,748,588	\$ 4,974,962	\$ 5,073,012	\$ 6,033,764	\$ 5,897,195	\$ 4,946,335
10,089	10,563	10,567	11,344	10,318	8,004
2,179,226	2,323,878	2,324,713	2,450,224	2,259,590	1,752,864
64%	62%	61%	56%	57%	58%
\$ 54,206	\$ 53,566	\$ 54,289	\$ 61,363	\$ 68,836	\$ 56,251
\$ 11,708,530	\$ 11,784,567	\$ 11,943,525	\$ 13,254,487	\$ 15,075,120	\$ 12,318,870
\$ 49,520	\$ 49,298	\$ 49,992	\$ 55,814	\$ 61,382	\$ 62,188
\$ 10,696,356	\$ 10,845,581	\$ 10,998,158	\$ 12,055,854	\$ 13,442,742	\$ 13,619,064

This page intentionally left blank.





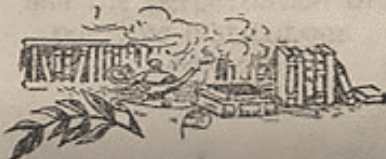
Most fondly do I wish you well,
And hope you each may be,
An ornament where e'er you dwell,
And from all vices free.



SINGLE AUDIT



"Acquire not only learning but the habit of learning."



Pupil's Monthly Report

For Primary, Intermediate and
Grammar Grades

St. Johns County
Public Schools

[illegible]

Federal Reports and Schedules

This page intentionally left blank.





Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

Claude Denson Pepper Building, Suite G74
111 West Madison Street
Tallahassee, Florida 32399-1450



Phone: (850) 412-2722
Fax: (850) 488-6975

The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the St. Johns County District School Board as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 24, 2020, included under the heading **INDEPENDENT AUDITOR'S REPORT**. Our report includes a reference to other auditors who audited the financial statements of the school internal funds and the aggregate 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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material

misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, rules, 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*.

Purpose of this Report

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

Respectfully submitted,

A handwritten signature in blue ink that reads "Sherrill F. Norman". The signature is fluid and cursive, with the first name being the most prominent.

Sherrill F. Norman, CPA
Tallahassee, Florida
November 24, 2020
Audit Report No. 2021-058



Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

Claude Denson Pepper Building, Suite G74
111 West Madison Street
Tallahassee, Florida 32399-1450



Phone: (850) 412-2722
Fax: (850) 488-6975

The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

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

Report on Compliance for Each Major Federal Program

We have audited the St. Johns County District School Board's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major Federal programs for the fiscal year ended June 30, 2020. The District's major Federal programs are identified in **SECTION I – SUMMARY OF AUDITOR'S RESULTS** of the accompanying **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

Report on Internal Control Over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis. *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.

Respectfully submitted,

A handwritten signature in blue ink that reads "Sherrill F. Norman". The signature is fluid and cursive, with the first name being the most prominent.

Sherrill F. Norman, CPA
Tallahassee, Florida
November 24, 2020
Audit Report No. 2021-058

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2020

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster</u>	<u>Federal CFDA Number</u>	<u>Pass - Through Entity Identifying Number</u>	<u>Total Expenditures</u>
Clustered			
Child Nutrition Cluster			
United States Department of Agriculture:			
Florida Department of Agriculture and Consumer Services:			
School Breakfast Program	10.553	20002	\$ 725,117
National School Lunch Program	10.555	20001, 20003	3,854,989
Summer Food Service Program for Children	10.559	19006, 19007, 20006, 20007	293,692
Total Child Nutrition Cluster			4,873,798
WIOA Cluster			
United States Department of Labor:			
First Coast Workforce Development, Inc.:			
WIOA Youth Activities	17.259	FCWD 2019-2020-01 (O)	480,187
Student Financial Assistance Cluster			
United States Department of Education:			
Federal Pell Grant Program	84.063	N/A	1,577,553
Special Education Cluster			
United States Department of Education:			
Florida Department of Education:			
Special Education - Grants to States	84.027	263	6,387,150
Special Education - Preschool Grants	84.173	267	116,994
Total Special Education Cluster			6,504,144
Not Clustered			
United States Department of Agriculture:			
Healthier US School Challenge: Smarter Lunchrooms	10.543	N/A	1,500
United States Department of Defense:			
Army Junior Reserve Officers Training Corps	12.UNK	N/A	63,651
Air Force Junior Reserve Officers Training Corps	12.UNK	N/A	42,546
Navy Junior Reserve Officers Training Corps	12.UNK	N/A	128,383
Total United States Department of Defense			234,580
United States Department of Education:			
Education Stabilization Fund:			
Higher Education Emergency Relief Fund	84.425	N/A	154,178
Florida Department of Education:			
Adult Education - Basic Grants to States	84.002	191, 193	267,516
Title I Grants to Local Educational Agencies	84.010	212, 223, 226	3,286,318
Career and Technical Education - Basic Grants to States	84.048	161	311,417
Education for Homeless Children and Youth	84.196	127	73,455
English Language Acquisition State Grants	84.365	102	52,279
Supporting Effective Instruction State Grants	84.367	224	663,089
Student Support and Academic Enrichment Program	84.424	241	196,322
Hurricane Education Recovery:	84.938		
Immediate Aid to Restart School Operations	84.938A	105	762,438
Assistance for Homeless Children and Youth	84.938B	107	11,987
Temporary Emergency Impact Aid for Displaced Students	84.938C	106	58,257
Total Hurricane Education Recovery	84.938		832,682
Total United States Department of Education			5,837,256
United States Department of Health and Human Services:			
Head Start	93.600	N/A	1,046,352
Corporation for National and Community Service:			
Retired and Senior Volunteer Program	94.002	N/A	60,749
United States Department of Homeland Security:			
Florida Division of Emergency Management:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Z0323, Z1572	342,846
Total Expenditures of Federal Awards			\$ 20,958,965

The accompanying notes are an integral part of this schedule.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. BASIS OF PRESENTATION

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

II. 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.

III. INDIRECT COST RATE

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

IV. NONCASH ASSISTANCE: NATIONAL SCHOOL LUNCH PROGRAM

Includes \$679,375 of donated food received during the fiscal year. Donated foods are valued at fair value as determined at the time of donation.

V. FEDERAL PELL GRANT PROGRAM

On December 13, 2017, the District was placed on HCM2 status, which provides that the District will only receive reimbursement of Pell funds for properly documented disbursements. As such, the United States Department of Education approved \$1,577,553 of eligible Pell expenditures during the fiscal year. Of this amount, \$757,129 was incurred prior to fiscal year ending June 30, 2020.

VI. HEAD START

Expenditures include \$1,046,352 for grant number/program year 04CH010529-02-00.

VII. DISASTER GRANTS – PUBLIC ASSISTANCE (PRESIDENTIALLY DECLARED DISASTERS)

Following a Presidential declaration of a major disaster or emergency, Department of Homeland Security's Federal Emergency Management Agency (FEMA) awards grants to assist affected entities with the response to, and recovery from, such disasters. In fiscal year 2020, FEMA approved \$342,846 of eligible expenditures for Hurricane Irma and Hurricane Dorian, events that occurred in September 2017 and September 2019, respectively. Of this amount, \$60,949 was incurred prior to fiscal year ending June 30, 2020, and is specifically related to Hurricane Irma.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major Federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor’s report issued on compliance for major Federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No
Identification of major Federal programs:	
CFDA Numbers:	Name of Federal Program or Cluster:
10.553, 10.555, and 10.559	Child Nutrition Cluster
84.938	Hurricane Education Recovery
Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low risk auditee?	Yes

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters are reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters are reported.

PRIOR AUDIT FOLLOW-UP

The District had taken corrective actions for the Federal award audit finding included in the prior audit report.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Audit Report No. (Finding No.)	Program/Area	Brief Description	Status	Comments
Cherry Bekaert, LLC No. 2019-001	Federal Pell Grant Program (CFDA No. 84.063)	District reporting procedures need improvement to ensure that student information is accurately and timely reported to the Common Origination and Disbursement System.	Corrected.	No similar findings noted for fiscal year ending June 30, 2020.

Celebrating 150 Years

St. Johns County School District forms.
St. Augustine's first public school
building, a Peabody School, opens
November 8, 1869.

18
69

By 1886, 565 pupils are registered in
the county.

Orange Street Grammar School (now
the District Office) is built in 1909.

19
09

During 1926, recess is implemented in
all schools, known as
"supervised play."

In 1970, the District enacts litigation by
Department of Justice prohibiting
racial segregation.

19
70

The District receives system-wide
accreditation during 1982 by the
Southern Association of
Colleges and Schools.

19
98

Character Counts! is introduced in 1998.

The District launches its first website
for the 2000 school year.

One hundred fifty years later, the District
operates 40 schools with a total
student enrollment of 42,414.

20
19

*Photographs courtesy of:
St. Augustine Historical Society,
District archives, and private collections.*