

Comprehensive Annual Financial Report



PINELLAS
COUNTY
SCHOOLS

Fiscal Year ended June 30, 2018

District School Board of Pinellas County

Educate and Prepare
Each Student
for College, Career
and Life



Pinellas County School District: Largo, Florida

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

of

District School Board of
Pinellas County, Florida

Fiscal Year Ended June 30, 2018



100% Student Success

Prepared by the Department of Finance

**District School Board of Pinellas County, Florida
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2018**

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Introductory Section



PINELLAS
COUNTY
SCHOOLS



The School District
of Pinellas County
Michael A. Grego, Superintendent
301 Fourth Street SW, Largo, FL 33770

December 21, 2018

Dear Chair, Members of the School Board and Citizens of Pinellas County:

The Comprehensive Annual Financial Report (CAFR) of the School District of Pinellas County, Florida for the fiscal year ended June 30, 2018, is hereby respectfully submitted. State law requires that all local governments publish, after the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants.

This report consists of management's representation 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 that is designed both to protect the District's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. The District's framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The accounting firm of Carr, Riggs & Ingram, LLC 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, 2018, 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 both the accounting principles used as well as 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, 2018, 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 a part of a broader, federally mandated "Single Audit" designed to meet the special needs of Federal grantor agencies. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the United States Office of Management and Budget (OMB) 2 CFR Part 200 – Uniform Administrative Requirements, Cost Principles, and Audit Requirement for Federal Awards ("Super Circular"). The standards governing the single audit engagement require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of Federal awards.

Information related to this single audit, including the Schedule of Expenditures of Federal Awards, findings and questioned costs, summary of prior audit findings, and the independent auditor's reports on the system of internal control and the compliance with applicable requirements, are included in the Compliance section.

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

Profile of the School District

The District and its governing body were created pursuant to Section 4, Article IX of the Constitution of the State of Florida. The District is an independent taxing and reporting entity managed, controlled, operated, administered, and supervised by the District School Board in accordance with Chapter 1001.30, Florida Statutes. The District School Board consists of seven elected officials responsible for the adoption of policies which govern the operation of public schools in Pinellas County.

The appointed Superintendent of Schools is the Executive Officer of the Board and is responsible for the administration and management of the schools within the applicable parameters of Florida Statutes, State Board of Education 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 law and the rules of the State Board of Education.

The geographic boundaries of the District are those of the County. Pinellas is the sixth most populous county in the state of Florida, with nearly 971,000 residents. During the 2017-18 fiscal year, the District operated 163 schools, including 75 elementary schools, 2 elementary/middle, 21 middle schools, 19 high schools, 4 exceptional, 17 charters, 2 virtual, 6 adult education centers, 1 teleschool, 14 alternative programs and 2 adult technical centers. The District reported serving 99,917 unweighted full-time equivalent students for the 2017-18 school year and projects it will serve 98,930 full-time equivalent students for the 2018-19 school year.

The District receives the majority of its operating funds through a State funding formula that is intended to equalize funding received from the State and local property tax across districts within the State. Charter schools operating through a contract with the District are provided with their proportionate share of these funds, based upon the number of full-time equivalent students enrolled at the charter school.

The District serves students from infants through adults. Students in the District represent a diverse community of learners, including a variety of ethnic and cultural backgrounds. The student population is predominately White (54.9%). Other ethnicities include: Black (18.9%), Hispanic (17.0%), Asian (4.3%), Multiracial (4.5%) and Native American (0.4%).

The District formed the Pinellas County School Board Leasing Corporation (the “Leasing Corporation”). The Leasing Corporation was formed to facilitate financing for the acquisition of educational facilities and equipment and is included in the CAFR as a blended component unit. Charter schools are public schools operating under performance contracts with the District and are included in the CAFR as discretely-presented component units. The Pinellas Education Foundation (Foundation) is a separate not-for-profit corporation organized and operated as a direct-support organization. The Foundation’s purpose is exclusively educational and charitable for the constituents of the County. The Foundation is not reported as a component unit.

Economic Condition and Outlook

Pinellas County is an urban county located on the western coast of Florida, on a peninsula, bounded on the east by Tampa Bay and on the west by the Gulf of Mexico. The County’s population density is the highest of all 67 Florida counties. The County is also the second smallest in land mass in Florida. The Gulf of Mexico and award-

winning beaches make the County an inviting destination for visitors and home to a diverse population of residents.

The County is one of the most popular tourist destinations on the Gulf of Mexico, drawing 15.5 million tourists in 2017, including more than six million overnight visitors. Tourism is the key economic driver of the economy of the County.

The District recognizes that continued enhancement of the local economy is of mutual benefit to both the District and the County. An excellent system of public education is a significant factor in improving the standard of living in Pinellas County. Pinellas County Schools is the area's largest employer, employing more than 16,000 full- and part-time employees. In 2017, Pinellas County Schools is the eighth largest district in the state of Florida, and the 27th largest district in the United States, with nearly 100,000 full-time equivalent students.

Financial Information

The District maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District School 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 fund-function-object level for all funds.

Budgetary information is integrated into the District's accounting system. To facilitate budgetary control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at year-end and outstanding encumbrances are honored in the subsequent year's appropriations.

In order to provide budgetary control for salaries, the District utilizes a centralized position control system. On an annual basis, the District adopts a staffing plan that establishes teaching positions based on student populations served. Additionally, support and administrative positions are created based on established criteria. The District has a policy which states that in order to ensure financial strength, maintain a favorable bond rating, and ensure stability of the District, the District's operating fund shall budget for and maintain a reasonable unrestricted fund balance. Accordingly, the unrestricted fund balance (assigned and unassigned fund balance) at June 30, 2018, was \$54.0 million in the General Fund. The General Fund's expenditures were \$872.4 million or 79.1 percent of total governmental fund expenditures.

The District has an investment policy in place for investments of temporarily idle funds. The purpose of the policy is to outline the responsibility, authority, and general guidelines for the investment management of the District's cash reserves and to ensure compliance with Florida Statutes. Additional information can be found in the notes to the financial statements.

The District is self-insured up to specified limits for Workers' Compensation, automobile liability, general liability, and employee group health insurance. Additional information on the District's risk management can be found in the notes to the financial statements.

The District provides pension benefits for all employees through a statewide plan managed by the Florida Department of Management Services, Division of Retirement. The statewide plan is a contributory pension plan. The District is complying with the Governmental Accounting Standards Board (GASB) Statement 68, "Accounting and Financial Reporting for Pensions," in regard to recognizing its unfunded portion of the statewide plan as a liability along with the related deferred outflows and deferred inflows of resources. In FY2018, the District also implemented GASB 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)." This statement addresses accounting and financial reporting for postemployment benefits other than

pensions (OPEB) including the recognition and measurement of liabilities, deferred outflows of resources, deferred inflows of resources and expense. GASB 75 provides greater standardization and transparency for state and local governments in accounting for OPEB. Both standards are reflected in the financial statements and notes within this CAFR.

Accomplishments

The District School Board of Pinellas County is committed to fulfilling its vision to prepare students for success in college, career, and life. To that end, the District has been expanding educational options such as magnet programs and career academies, so students can get the most out of education, life, and future work.

Summer Bridge, a summer learning program, offers an engaging hands-on curriculum to prepare students for maximum success during the school year. Through this program academic gains were seen at every grade level for reading, math and science.

The District has expanded its International Studies programs for elementary and middle school students after its successful high school program.

The graduation rate among black students increased a landmark 6.9 percentage points to 76.2 percent. The efforts of the district's comprehensive Bridging the Gap Plan are significant and represent a focused commitment to accelerate the black graduation rate, resulting in a 19.8 percentage point increase since 2012-13. In the past year, Pinellas further reduced the gap between black and non-black students by 4.6 percentage points, which outpaced other subgroups.

Middle and high school students earned 13,494 industry certifications in the 2017-18 school year. The Pinellas GED pass rate is 85%, higher than the state average of 79%.

"I am extremely proud of the personalized approach to graduation provided to each and every student across our district," said Michael A. Grego, Ed. D., Pinellas County Schools Superintendent. "Our tremendous outcomes represent the commitment and targeted implementation of strategies for every student across every school in the district from prekindergarten through graduation.

In recent years, several schools have been renovated or rebuilt. Construction of a new Largo High School on its current site began in the summer of 2014. It was admitting students for the 2016-17 school year and is now totally completed.

The Pinellas County School Board was designated a Master Board by the Florida School Boards Association (FSBA). The FSBA Master Board Program is governance team training for school boards and superintendents. Its purpose is to strengthen the leadership team's ability to work effectively, efficiently and collectively as a governance body while maintaining a focus on student achievement and factors contributing to the success of schools. During the training, school board members and the superintendent are provided opportunities to discuss, improve and enhance the important interpersonal skills that are essential for a high-functioning team.

Pinellas County Schools has made an extensive effort to maximize the safety and security of all schools. Following the tragedy in Parkland, the District reviewed numerous safety measures already in place and expanded efforts with new initiatives and programs. District School Resource Officers and School Security Officers continued their regular training in efforts to provide a safe learning and work environment for district students and employees.

Pinellas earned more Healthy School Awards than any other district in Florida, receiving 16 of the 22 statewide awards. All of the award-winning schools meet or exceed federal nutrition standards for school meals and snacks.

Reporting Achievement

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 School Board of Pinellas for its comprehensive annual financial report for the fiscal year ended June 30, 2017. This was the second consecutive year that the district has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The District believes that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and is submitting it to GFOA to determine its eligibility for another Certificate.

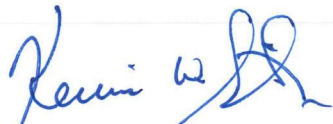
Acknowledgements

The preparation of this report on a timely basis was made possible by the dedicated service of the entire staff of the District's Finance Services Department. Each member of the Department has our sincere appreciation for the contributions made in the preparation of this report. In closing, we would like to thank the members of the School Board for their leadership and support in planning and conducting the financial operations of the District.

Respectfully submitted,



Michael A. Grego, Ed. D.
Superintendent of Schools



Kevin W. Smith, CPA
Associate Superintendent,
Finance and Business Services



Amy Lockhart, CPA
Director of Accounting

SCHOOL DISTRICT OF PINELLAS COUNTY, FLORIDA
LIST OF PRINCIPAL OFFICIALS – APPOINTED
as of June 30, 2018



Dr. Michael A. Grego
Superintendent



William P. Corbett, Ed. D.
Deputy Superintendent



Tom Lechner
Assistant Superintendent,
Technology and Information
Systems



Clint Herbic
Associate Superintendent,
Operational Services



Lori Matway
Associate Superintendent, Student
and Community Support Services



Paula Texel
Assistant Superintendent, Human
Resource Services



Kevin Smith
Associate Superintendent, Finance
& Business Services



Jennifer Dull
Director of Strategic Planning and
Policy



Kevin Hendrick
Associate Superintendent,
Teaching & Learning Services



Dr. Barbara Hires
Area Superintendent, Area 2



Robert Poth
Area Superintendent, Area 3



Ward Kennedy
Area Superintendent, Area 1



Patricia Wright
Area Superintendent, Area 4

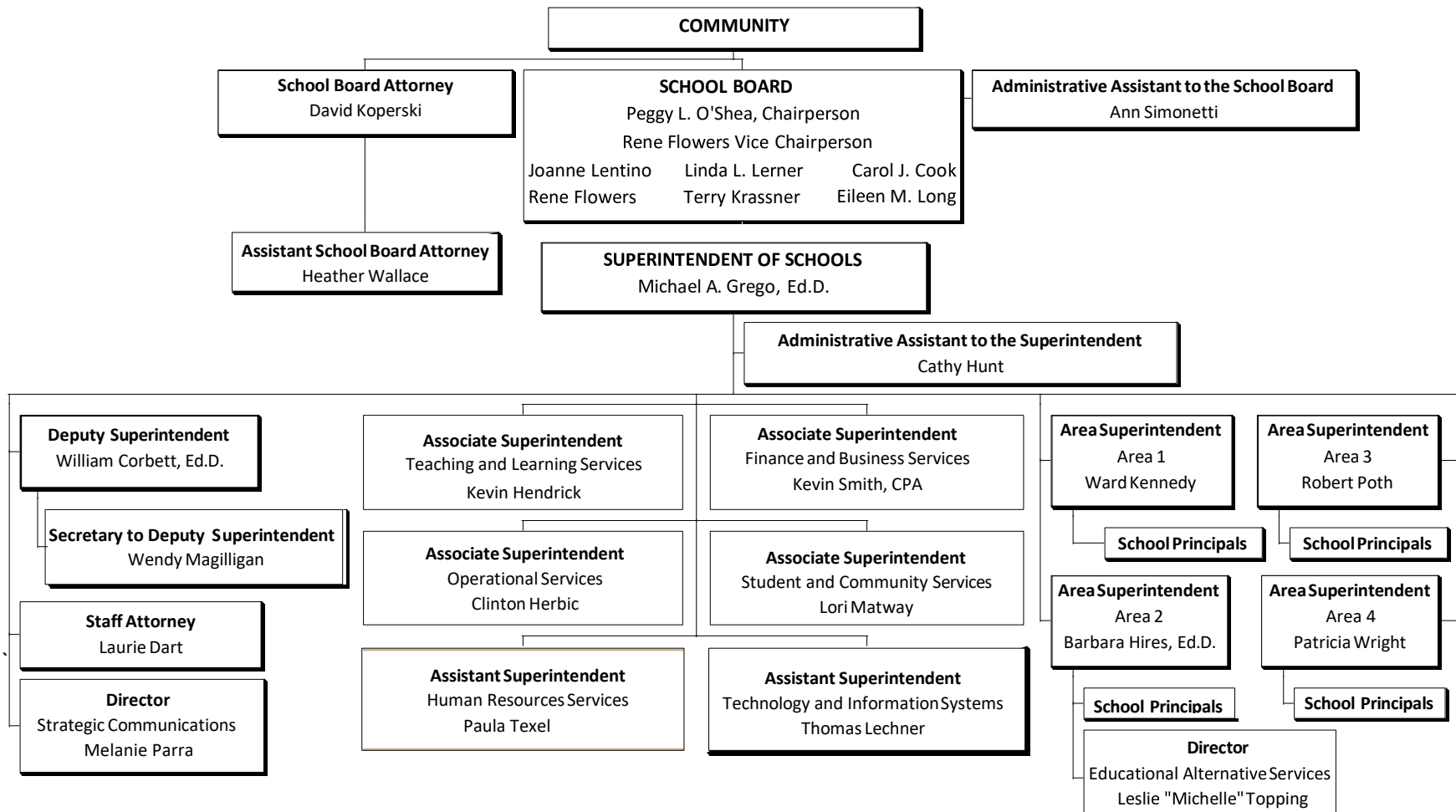


Lewis Brinson, Ed.D.
Minority Achievement Officer



School Board of Pinellas County, 2017/2018

as of June 30, 2018





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

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

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morill

Executive Director/CEO

Financial Section



**PINELLAS
COUNTY
SCHOOLS**

INDEPENDENT AUDITORS' REPORT

To the District School Board of Pinellas County
and Dr. Michael Grego, Superintendent of Schools
Largo, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Pinellas County ("the District") as of and for the year ended June 30, 2018, 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.

Auditors' Responsibility

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

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Pinellas County as of June 30, 2018, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the general and special revenue – other federal programs funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

Correction of Prior Period

As described in Note 22 to the financial statements, nonmajor Public Education Capital Outlay (PECO) Fund – Fund Balance, beginning of year was restated in the amount of (\$3,744,497) due to a correction of the prior period. Our opinion is not modified with respect to this matter.

Adoption of New Accounting Pronouncement

As described in Note 21 to the financial statements, the District adopted *Government Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*, which resulted in a cumulative effect of change in accounting principle of (\$67,738,789) to the June 30, 2017 net position for governmental activities. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other 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.

Other Information

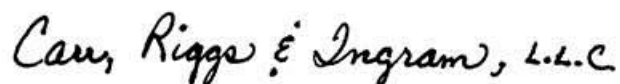
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional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

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare 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. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2018, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



CARR, RIGGS & INGRAM, LLC

Clearwater, Florida
December 19, 2018

**DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
MANAGEMENT’S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2018**

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

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

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2017-18 fiscal year are as follows:

- In total, net position decreased by \$72.8 million during the current fiscal year from operations. Unrestricted net position decreased \$134.5 million primarily due to the implementation of GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* and the District’s increased proportionate share in the State pension plans.
- General revenues total \$1.0 billion or 92.6% of all revenues. Program-specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions total \$80.7 million or 7.4% of all revenues.
- Governmental activities expenses total \$1.1 billion, which is an increase of \$33.8 million from the prior year.
- Net capital assets increased by \$27.2 million from the prior year. This increase is mainly attributed to building additions and improvements.

OVERVIEW OF THE FINANCIAL STATEMENTS

The basic financial statements consist of three components:

- Government-wide financial statements (“District-wide”)
- Fund financial statements
- Notes to the financial statements

In addition, this report presents certain required supplementary information, which includes this MD&A, and other supplementary information.

The major features of the District’s financial statements, including the portion of the activities reported and the type of information contained, is shown in the following table.

MAJOR FEATURES OF THE DISTRICT-WIDE AND FUND FINANCIAL STATEMENTS

	District-Wide Statements	Fund Financial Statements		
		Governmental	Proprietary	Fiduciary
Scope	Entire District (except fiduciary funds).	The activities of the District that are not proprietary or fiduciary.	Activities the District provides to other funds. The District's self-insurance program is the only proprietary operation.	Assets held by the District in a trustee or grant capacity such as the internal accounts of the schools.
Required financial statements	Statement of net position and statement of activities.	Balance sheet; and statement of revenues, expenditures and changes in fund balance.	Statement of net position; statement of revenues, expenses and changes in net position; and statement of cash flows.	Statement of fiduciary assets and liabilities.
Basis of accounting and measurement focus	Accrual accounting. Economic resources focus.	Modified accrual accounting. Current financial resources focus.	Accrual accounting. Economic resources focus.	Accrual accounting. Economic resources focus.
Type of asset and liability information	All assets, deferred outflows of resources, liabilities and deferred inflows of resources, both financial and capital, short-term and long-term.	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter. No capital assets or long-term liabilities included.	All assets, deferred outflows of resources, liabilities and deferred inflows of resources, both financial and capital, short-term and long-term.	All assets and liabilities, both financial and capital; short-term and long-term. These funds do not currently contain any capital assets, although they can.
Type of inflow and outflow information	All revenues and expenses during the year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liabilities are due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.	All additions or deductions during the year, regardless of when cash is received and paid.

DISTRICT-WIDE FINANCIAL STATEMENTS

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

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

- **Governmental Activities:** This category 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 16 separate legal entities in this report. Although legally separate organizations, the component units are included in this report because they meet the criteria for inclusion provided by generally accepted accounting principles. Although MycroSchool is an active charter school, due to Hurricane Michael their audit was not completed for inclusion in this CAFR.

This information should be evaluated in conjunction with other non-financial factors, such as changes in the District's property tax base, student enrollment, and the condition of the District's capital assets including its school buildings and administrative facilities.

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.

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

Governmental Funds

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

The governmental fund financial statements provide detailed information about the District's most significant funds. The District's four major funds are the General Fund, Special Revenue - Other Federal Programs Fund, Capital Projects - Local Capital Improvement Tax Fund, and the Other Capital Projects Fund. Data for the other governmental funds are combined into a single, aggregated presentation in the fund financial statements.

Proprietary Funds

Proprietary funds may be used to account for activities in which a fee is charged for services to support the operations of the fund. The internal service funds, a type of proprietary fund, are used to account for the District's self-insurance programs including the employee healthcare and prescription program, workers' compensation, general liability, and automobile liability coverage.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or fiduciary capacity for the benefit of external parties. The District uses agency funds to account for resources held for student activities and groups. Fiduciary funds are not reflected in the District-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.

NOTES TO THE FINANCIAL STATEMENTS

The notes to the financial statements provide information that is essential for a full understanding of the data provided in the District-wide and fund financial statements. The notes to the financial statements can be found directly following the basic financial statements in this report.

OTHER SUPPLEMENTARY INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents other required supplementary information (RSI). This RSI includes information regarding the District's accounting for participation in the Florida Retirement System, and its provision of postemployment health care benefits. The RSI can be found directly following the notes to the financial statements in this report.

DISTRICT-WIDE FINANCIAL ANALYSIS

Net Position. Below is a summary of the District's net position as of June 30, 2018, as compared to June 30, 2017.

	Governmental Activities	
	2018	2017
Other Assets	\$ 369,227,922	\$ 293,976,298
Net Capital Assets	1,873,760,854	1,846,608,429
Total Assets	2,242,988,776	2,140,584,727
Deferred Outflows of Resources	236,913,809	209,046,702
Other Liabilities	71,119,481	59,231,902
Long-term Liabilities	845,775,601	691,892,390
Total Liabilities	916,895,082	751,124,292
Deferred Inflows of Resources	62,994,662	25,717,643
Net Position:		
Net Investment in Capital Assets	1,839,380,487	1,830,044,123
Restricted	208,017,102	155,581,576
Unrestricted (Deficit)	(547,384,748)	(412,836,205)
Total Net Position	\$ 1,500,012,841	\$ 1,572,789,494

The largest portion of the District's net position is investment in capital assets (e.g. land, buildings, equipment), less any related debt still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the capital assets are reported net of related debt, the resources used to repay the debt must be provided from other sources since the capital assets cannot be liquidated to pay these liabilities. The District's investment in capital assets increased by \$27.2 million from the prior year as a result of several building improvement projects during the year. The calculation of investment in capital assets uses the historical cost of school buildings that may not accurately reflect the true value. The District's schools and support buildings are in excellent condition as a result of sufficient annual funds appropriated for maintenance and repair.

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 restricted net position increased by \$52.4 million from the prior year, primarily from the issuance of Certificates of Participation; proceeds from these Certificates are restricted for new educational and administration facilities and equipment.

The unrestricted portion of the District's net position may be used to meet the District's ongoing obligation to students, employees, and creditors. The unrestricted net position decreased by \$134.5 million from the prior year primarily due to increased pension-related and other post-employment benefit (OPEB) liabilities.

Deferred outflows also increased by \$27.9 million due to the effects of recording pension-related activity for the District's proportionate share in the State FRS and HIS plans, and OPEB activity. Deferred inflows increased by \$37.3 million, and net pension liability increased by \$25.1 million from this activity as well. Deferred inflows and outflows will be recognized as revenues or expenses of the District's pension and other postemployment benefits plans in future periods.

Long-term Liabilities increased by 153.9 million. The most significant contributors to this increase were \$71.3 million as a result of the restatement of OPEB for GASB 75 and \$68.6 million from the issuance of certificates of participation in the current year.

Changes in Net Position. Expenses exceeded revenues by \$5.0 million for the current year. The significant causes for this change are described below.

General revenues increased by \$24.4 million from the prior year. The majority of this increase was from property taxes levied, due to higher property values, for both capital projects (\$8.1 million) and for general purposes (\$7.3 million). Property taxes account for 49.6% of the total revenues of the District. The second-largest component of revenues is unrestricted grants and contributions, which account for 42.0% of the total revenues. Unrestricted grants and contributions increased by \$11.0 million from the prior year. These revenues are mostly received from the State of Florida through the Florida Education Finance Program (FEFP) funding formula. The FEFP utilizes student enrollment data and is designed to maintain equity in funding across all Florida districts, taking into consideration the District's funding ability based on the local property tax base. Charges for services increased by \$2.6 million for increased services used.

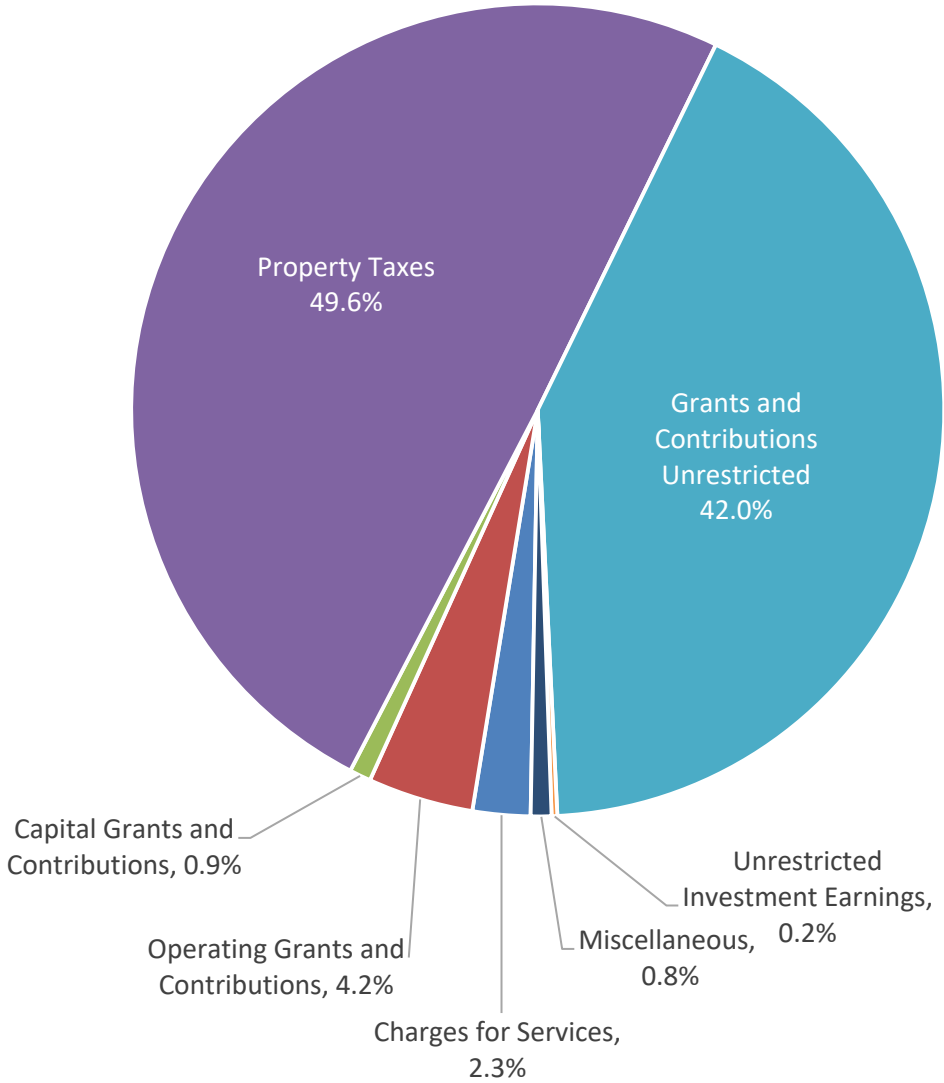
District-wide expenses increased by \$33.8 million from the prior year. Both Curriculum Development (\$7.0 million) and Instruction (\$4.4 million) increased from additional personnel and training costs, including the recording of pension-related expenses for the FRS and HIS plans. Facilities acquisition and construction also increased by \$8.6 million mostly from an increase in non-capitalized renovation and maintenance of facilities. Additionally, expenses increased over all functions due to the increased OPEB and FRS expenses.

The table below shows the changes in the District's net position for 2018 and 2017.

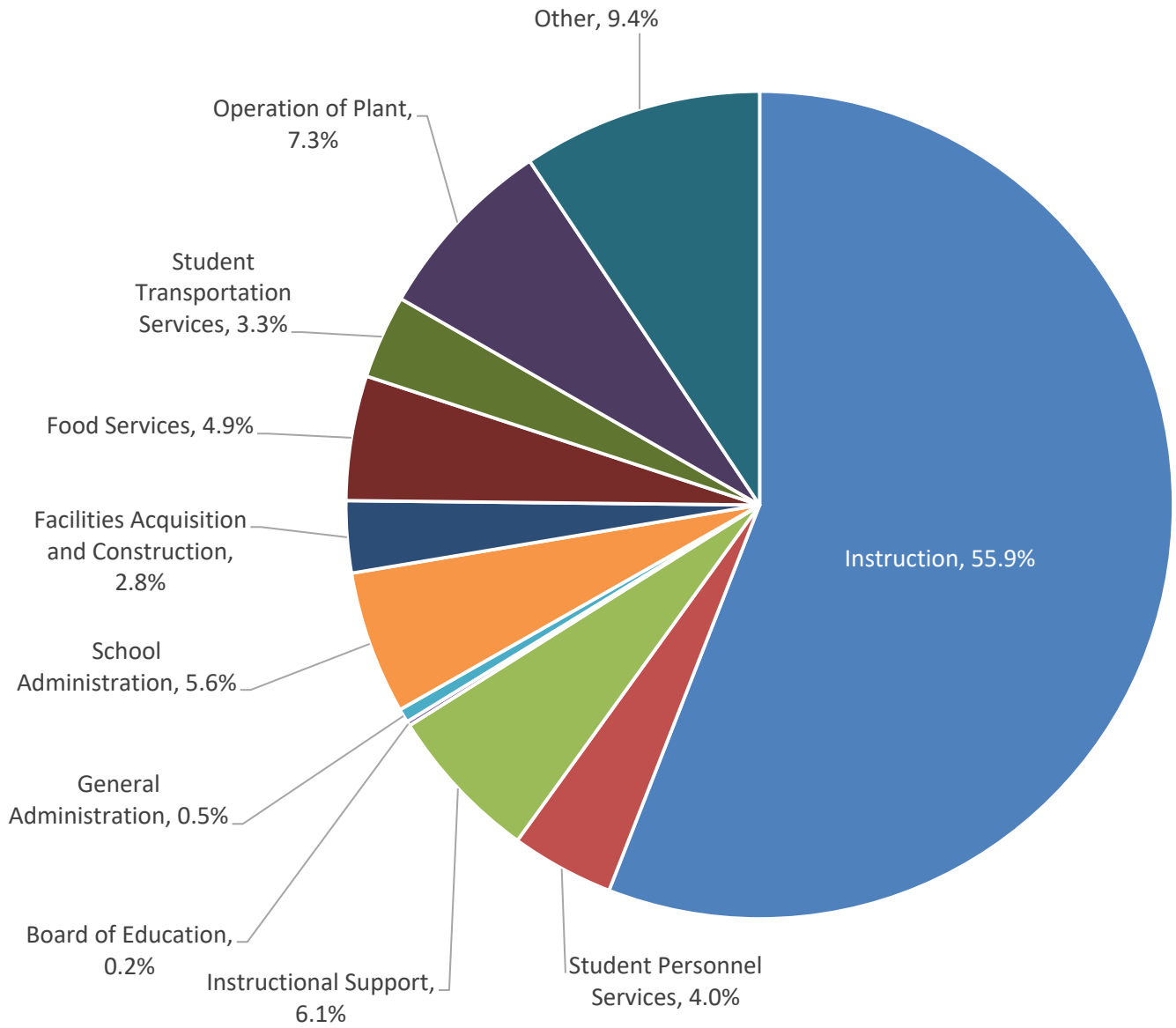
	Governmental Activities	
	2018	2017
Revenues		
Program Revenues:		
Charges for services	\$ 25,245,730	\$ 22,675,066
Operating grants and contributions	46,092,102	44,123,768
Capital grants and contributions	9,384,973	11,069,376
General Revenues:		
Property taxes, levied for general purpose:	428,105,196	420,785,395
Property taxes, levied for capital projects	116,551,802	108,454,882
Grants and contributions not restricted to specific programs	461,305,993	450,272,706
Unrestricted investment earnings	2,474,129	3,018,261
Miscellaneous	9,031,883	10,545,532
Total Revenues	1,098,191,808	1,070,944,986
Expenses		
Instruction	616,860,713	612,445,936
Pupil personnel services	44,392,535	42,868,522
Instructional media services	6,589,555	6,791,057
Instruction and curriculum development	29,539,555	22,511,328
Instructional staff training	22,019,125	22,313,264
Instruction related technology	9,122,730	8,847,977
School Board	1,968,665	1,614,212
General administration	5,908,271	6,116,975
School administration	61,734,817	58,976,191
Facilities acquisition and construction	30,951,980	22,328,171
Fiscal services	4,602,599	4,641,587
Food services	53,736,030	50,176,440
Central services	13,951,438	16,431,065
Pupil transportation services	35,991,575	34,868,121
Operation of plant	80,655,643	77,869,719
Maintenance of plant	22,704,658	22,188,673
Administrative technology services	4,035,548	3,685,379
Community services	4,086,782	4,119,527
Interest on long-term debt	3,013,732	840,395
Unallocated depreciation	51,363,721	49,752,455
Loss on disposal of capital assets	0	0
Total Expenses	1,103,229,672	1,069,386,994
Change in Net Position	(5,037,864)	1,557,992
Net Position, Beginning of Year as Restated	1,505,050,705	1,571,231,502
Net Position Ending	\$ 1,500,012,841	\$ 1,572,789,494

Beginning Net Position for 2017-18 has been decreased by \$67.7 million due to the implementation of GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* (OPEB). Additional information about the District's Reporting Change and adjustment to Beginning Net Position is presented in the notes to the financial statements.

REVENUES BY SOURCE – GOVERNMENTAL ACTIVITIES
Year Ended June 30, 2018



EXPENSES BY FUNCTIONAL GROUP – GOVERNMENTAL ACTIVITIES
Year Ended June 30, 2018



FUND FINANCIAL STATEMENTS ANALYSIS

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 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.

The District completed the 2018 fiscal year with total governmental fund balances of nearly \$263.7 million, an increase of \$61.8 million from 2017 total fund balances of \$201.9 million. Of this total, \$16.8 million is unassigned fund balance, which is available for spending at the District's discretion. The remainder of fund balance is nonspendable (\$5.3 million), restricted (\$205.0 million), and assigned (\$36.5 million). Restricted fund balance increased by \$50.0 million due to the issuance of the Certificates of Participation, as well as unused capital projects funds that will carry forward for future construction and acquisition costs.

FINANCIAL ANALYSIS OF MAJOR FUNDS

The General Fund is the District's chief operating fund. At the end of the current fiscal year, the General Fund unassigned fund balance is \$17.7 million, a decrease of \$2.6 million from the prior year. Total fund balance is \$74.6 million, an increase of \$1.0 million from the prior year. The majority of this increase resulted from additional property tax revenue. As a measure of the General Fund's liquidity, it may be useful to compare the total unassigned fund balance to total expenditures. Unassigned fund balance represents 2.0% of total expenditures, while unassigned fund balance represented 2.4% of total expenditures in the prior year.

The Special Revenue - Other Federal Programs Fund had no residual fund balance as its reported revenues and expenditures offset equally each year. Total revenues decreased by \$0.4 million from the prior year, with the same decrease for expenditures for federally-funded student programs.

The Capital Project - Local Capital Improvement Tax Fund has a total fund balance of \$136.3 million, an increase of \$9.6 million from the prior year. The total fund balance is restricted for the acquisition, construction, and maintenance of capital assets. The fund balance increased due to expenditures (for new construction and renovation school sites) that were less than restricted revenue received in the current fiscal year. Those remaining funds are carried forward for use on future construction costs.

The Other Capital Projects Fund has a total fund balance of \$47.0 million. This fund balance is the result of the issuance of the Certificates of Participation. The total fund balance is restricted for new educational and administration facilities.

GENERAL FUND BUDGET HIGHLIGHTS

During the 2017-18 fiscal year, the District amended its General Fund budget several times, which resulted in an increase in total budgeted expenditures of \$13.7 million or 1.5%. Budget revisions occurred primarily from new construction at Pinellas Technical College Clearwater. The expenditure budget for student instruction was decreased by \$3 million for funding level changes and was offset by minimal increases in other areas.

Actual revenues were greater than the original budgeted revenue due to an increase in Medicaid and Local Sources. Actual expenditures were less than final budgeted expenditures by \$10.3 million. The positive variance in expenditures was primarily due to continued cost containment measures implemented by the District.

CAPITAL ASSETS AND LONG-TERM DEBT

CAPITAL ASSETS

By the end of fiscal year 2018, the District had invested \$1.9 billion (net of accumulated depreciation) in a broad range of capital assets, including land, buildings, improvements and equipment. This amount represents a net increase of \$27.2 million from 2017. Total capital assets increased by \$74.4 million, mostly in Buildings and Fixed Equipment (\$87.8 million) which were offset by a decrease to Furniture and Fixtures (\$8.0 million) and Construction in Progress (\$5.5 million). Accumulated depreciation increased by \$47.3 million, in line with depreciation expense. More detailed information concerning capital assets can be found in Note 5 of the notes to the financial statements. The following table summarizes the changes in capital assets:

	2018	2017
Land	\$ 97,387,875	\$ 97,387,875
Land Improvements-Non Depreciable	22,717,599	22,717,599
Construction in Progress	57,811,522	63,323,934
Improvements other than Building	14,119,427	12,520,289
Buildings and Fixed Equipment	2,507,221,468	2,419,435,395
Relocatables	16,615,323	16,544,418
Furniture, Fixtures and Equipment	136,223,188	144,274,105
Motor Vehicles	55,895,677	57,284,165
Property Under Capital Lease	8,075,899	8,075,899
Audio Visual and Computer Software	10,048,923	10,103,911
	2,926,116,901	2,851,667,590
Accumulated Depreciation	(1,052,356,047)	(1,005,059,161)
	\$ 1,873,760,854	\$ 1,846,608,429

LONG-TERM DEBT

At June 30, 2018, the District had \$75.9 million in outstanding long-term debt from bonds payable, capital lease obligations, and Certificates of Participation. The total outstanding long-term debt increased by \$62.0 million primarily due to the District issuing Certificates of Participation in the amount of \$60.9 million. These funds will be used to finance the acquisition, construction, and equipping of several new educational and administration facilities. More detailed information about the District's long-term debt is presented in the notes to the financial statements.

The following summarizes the changes in long-term debt:

	2018	2017
Certificates of Participation	\$ 60,930,000	\$ -
Add: Premium	7,712,523	-
Bonds payable	1,197,000	6,748,440
Add: Bond Refunding Premium	468,960	703,400
Capital leases payable	5,611,627	6,451,652
	\$ 75,920,110	\$ 13,903,492

SIGNIFICANT ECONOMIC FACTORS

The District continues to face funding challenges. A voter approved one-half millage referendum for operating expenditures, reapproved in 2016, will continue to assist in funding costs to provide quality instruction and service to the County's growing population.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Accounting, Pinellas County District School Board, Post Office Box 2942, Largo, FL 33779-2942.

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
STATEMENT OF NET POSITION
June 30, 2018

	Primary Governmental Governmental Activities	Component Units
ASSETS		
Cash and Cash Equivalents	\$ 17,295,746	\$ 11,024,057
Restricted Cash and Cash Equivalents	57,650,996	1,111,408
Investments	261,825,990	-
Accounts Receivable, Net	11,609,346	263,760
Interest Receivable on Investments	409,839	-
Due from Other Agencies	15,242,488	10,432
Inventory	5,176,527	-
Prepaid Items	16,990	286,353
Other Assets	-	60,698
Capital Assets:		
Nondepreciated Capital Assets	177,916,996	2,196,276
Depreciated Capital Assets	<u>1,695,843,858</u>	<u>8,475,609</u>
Total Capital Assets	<u>1,873,760,854</u>	<u>10,671,885</u>
Total Assets	<u>2,242,988,776</u>	<u>23,428,593</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pensions	189,215,948	-
Deferred Outflows - Pension Contributions	44,854,223	-
Deferred Outflows- Other Postemployment Benefits	<u>2,843,638</u>	<u>-</u>
Total Deferred Outflows of Resources	<u>236,913,809</u>	<u>-</u>
LIABILITIES		
Accounts Payable	15,851,936	2,013,015
Accrued Salaries and Benefits Payable	18,992,769	459,862
Payroll Deductions and Withholding	20,822,209	-
Construction Contracts Payable	2,044,967	-
Construction Contracts Retainage Payable	3,884,479	-
Accrued Interest Payable	1,428,479	-
Due to Other Agencies	7,417,202	304,693
Sales Tax Payable	11,384	-
Unearned Revenue	666,056	-
Long-term Liabilities:		
Due Within One Year	24,914,096	421,209
Due in More Than One Year	<u>820,861,505</u>	<u>8,769,973</u>
Total Liabilities	<u>916,895,082</u>	<u>11,968,752</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows - Pensions	52,953,204	-
Deferred Inflows - Other Postemployment Benefits	<u>10,041,458</u>	<u>229,425</u>
Total Deferred Inflows of Resources	<u>62,994,662</u>	<u>229,425</u>
NET POSITION		
Net Investment in Capital Assets	1,839,380,487	1,176,009
Restricted:		
Categorical Carryover Programs	1,476,313	-
Workforce Development	14,674,311	-
Food Service	714,112	-
Debt Service	4,560,753	-
Capital Projects	185,648,895	1,563,375
Endowment - Nonexpendable	150,719	-
Other Purposes	791,999	1,111,409
Unrestricted	<u>(547,384,748)</u>	<u>7,379,623</u>
Total Net Position	<u>\$ 1,500,012,841</u>	<u>\$ 11,230,416</u>

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2018

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Component Units
Primary Government						
Governmental Activities:						
Instruction	\$ 616,860,713	\$ 3,950,344	\$ -	\$ -	\$ (612,910,369)	\$ -
Student Support Services	44,392,535	-	-	-	(44,392,535)	-
Instructional Media Services	6,589,555	-	-	-	(6,589,555)	-
Instruction and Curriculum Development Services	29,539,555	-	-	-	(29,539,555)	-
Instructional Staff Training Services	22,019,125	-	-	-	(22,019,125)	-
Instruction-Related Technology	9,122,730	-	-	-	(9,122,730)	-
School Board	1,968,665	5,797,125	-	-	3,828,460	-
General Administration	5,908,271	-	-	-	(5,908,271)	-
School Administration	61,734,817	-	-	-	(61,734,817)	-
Facilities Services	30,951,980	-	-	9,384,973	(21,567,007)	-
Fiscal Services	4,602,599	-	-	-	(4,602,599)	-
Food Services	53,736,030	5,821,492	46,092,102	-	(1,822,436)	-
Central Services	13,951,438	-	-	-	(13,951,438)	-
Student Transportation Services	35,991,575	9,676,769	-	-	(26,314,806)	-
Operation of Plant	80,655,643	-	-	-	(80,655,643)	-
Maintenance of Plant	22,704,658	-	-	-	(22,704,658)	-
Administrative Technology Services	4,035,548	-	-	-	(4,035,548)	-
Community Services	4,086,782	-	-	-	(4,086,782)	-
Interest on Long-term Debt	3,013,732	-	-	-	(3,013,732)	-
Unallocated Depreciation/Amortization Expense	51,363,721	-	-	-	(51,363,721)	-
Total Governmental Activities	\$ 1,103,229,672	\$ 25,245,730	\$ 46,092,102	\$ 9,384,973	\$ (1,022,506,867)	\$ -
Component Units:						
Charter Schools/Foundations	\$ 42,785,179	\$ 1,085,641	\$ 426,479	\$ 1,729,016	\$ -	\$ (39,544,043)
General Revenues:						
Taxes:						
Property Taxes, Levied for Operational Purposes					428,105,196	-
Property Taxes, Levied for Capital Projects					116,551,802	-
Other State and Local Sources					-	41,907,812
Grants and Contributions Not Restricted to Specific Programs					461,305,993	2,389,319
Investment Earnings					2,474,129	662
Miscellaneous					9,031,883	200,000
Total General Revenues					1,017,469,003	44,497,793
Change in Net Position					(5,037,864)	4,953,750
Net Position - Beginning, as Previously Stated					1,572,789,494	6,276,666
Adjustments to Net Position*					(67,738,789)	-
Net Position - Beginning, Restated					1,505,050,705	-
Net Position - Ending					\$ 1,500,012,841	\$ 11,230,416

* Adjustment due to the implementation of GASB 75, Other Post-Employment Benefits
The notes to the financial statements are an integral part of the financial statements.

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA

BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2018

	General	Other Federal Programs	Local Capital Improvement Tax Fund	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 16,211,232	\$ 4,075	\$ -	\$ -	\$ 8,339	\$ 16,223,646
Restricted Cash and Cash Equivalents	390,738			52,140,198	4,488,499	57,019,435
Investments	82,012,318	742	144,842,939	174,816	999,385	228,030,200
Accounts Receivable, Net	888,817	10,289,043	-	-	-	11,177,860
Interest Receivable	171,941	-	208,436	723	8,328	389,428
Due from Other Agencies	7,631,606	50,000	-	-	7,560,883	15,242,489
Due from Other Funds	12,084,746	731,454	21,679	-	425,750	13,263,629
Inventory	3,562,786	-	-	-	1,613,741	5,176,527
Prepaid Items	4,500	12,490	-	-	-	16,990
Total Assets	\$122,958,684	\$11,087,804	\$145,073,054	\$ 52,315,737	\$ 15,104,925	\$346,540,204
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ 3,501,943	\$ 286,798	\$ 6,067,805	\$ 2,450,126	\$ 213,302	\$ 12,519,974
Salaries, Benefits, and Payroll Taxes Payab	18,992,769		-	-	-	18,992,769
Payroll Deductions and Withholdings	18,247,553	2,528,384	-	-	46,272	20,822,209
Construction Contracts Payable	301,942	-	1,030,941	433,491	278,592	2,044,966
Construction Contracts Retainage Payable	569,268	-	1,633,648	994,921	686,642	3,884,479
Sales Tax Payable	11,384	-	-	-	-	11,384
Due to Other Agencies	6,697,692	611,653	-	-	107,857	7,417,202
Due to Other Funds	-	7,533,094	1,625	1,432,000	5,417,881	14,384,600
Unearned Revenues	89,160	127,875	-	-	449,020	666,055
Total Liabilities	48,411,711	11,087,804	8,734,019	5,310,538	7,199,566	80,743,638
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenues	-	-	-	-	2,111,203	2,111,203
Total Deferred Inflows of Resources	-	-	-	-	2,111,203	2,111,203
FUND BALANCES						
Nonspendable	3,567,286	12,490	-	-	1,764,460	5,344,236
Restricted	16,942,623	-	136,339,035	46,830,019	4,929,391	205,041,068
Assigned	36,339,905	-	-	175,180	-	36,515,085
Unassigned (Deficit)	17,697,159	(12,490)	-	-	(899,695)	16,784,974
Total Fund Balances	74,546,973	-	136,339,035	47,005,199	5,794,156	263,685,363
Total Liabilities, Deferred Inflows and Fund Balance	\$122,958,684	\$11,087,804	\$145,073,054	\$ 52,315,737	\$ 15,104,925	\$346,540,204

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
as of June 30, 2018

Total fund balances of governmental funds \$ 263,685,363

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$2,926,116,901, and the accumulated depreciation is \$1,052,356,047. 1,873,760,854

The internal service fund is used by management to charge the costs of risk management services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. 10,902,096

Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities--both current and long-term--are reported in the Statement of Net Position.

Accrued interest payable	(1,428,479)	
Bonds payable	(1,197,000)	
Bonds premium / discount	(468,960)	
Lease purchase agreements payable	(60,930,000)	
Lease purchase premium / discount	(7,712,523)	
Obligation under capital lease	(5,611,627)	
Other postemployment benefits	(92,270,929)	
Net pension liability	(563,644,449)	
Compensated absences	<u>(91,101,855)</u>	(824,365,822)

Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds

Deferred outflows of resources OPEB	2,843,638	
Deferred inflows of resources OPEB	(10,041,458)	
Deferred outflows of resources pensions	234,070,171	
Deferred inflows of resources pensions	<u>(52,953,204)</u>	173,919,147

Deferred inflows of resources from federal and state agencies recognized as revenue of the current period in governmental activities 2,111,203

Total net position of governmental activities \$ 1,500,012,841

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

For the Year Ended June 30, 2018

	General	Other Federal Programs	Local Capital Improvement Tax Fund	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Federal Direct	\$ 379,005	\$ 3,404,948	\$ -	\$ -	\$ -	\$ 3,783,953
Federal through State	7,440,803	67,537,693	-	-	45,492,766	120,471,262
State Sources	382,627,732	-	-	1,111,708	10,421,706	394,161,146
Ad Valorem Taxes	428,105,196	-	116,551,802	-	-	544,656,998
Charges for Food Service	-	-	-	-	5,772,892	5,772,892
Other Local Sources	22,273,168	-	2,422,414	421,959	502,809	25,620,350
Total Revenues	840,825,904	70,942,641	118,974,216	1,533,667	62,190,173	1,094,466,601
EXPENDITURES						
Current:						
Instruction	564,907,407	27,844,694	-	-	1,468	592,753,569
Student Support Services	34,092,549	8,630,394	-	-	-	42,722,943
Instructional Media Services	6,302,576	-	-	-	-	6,302,576
Instruction and Curriculum Development Services	14,304,735	14,825,349	-	-	-	29,130,084
Instructional Staff Training Services	8,806,073	12,425,581	-	-	-	21,231,654
Instruction-Related Technology	8,267,893	483,860	-	-	-	8,751,753
School Board	1,925,372	-	-	-	-	1,925,372
General Administration	3,195,061	2,610,280	-	-	-	5,805,341
School Administration	59,534,382	3,711	-	-	-	59,538,093
Facilities Services	509,021	-	3,052	-	8,798	520,871
Fiscal Services	4,383,774	54,127	-	-	-	4,437,901
Food Services	460,660	-	-	-	51,259,984	51,720,644
Central Services	12,971,816	399,491	-	-	-	13,371,307
Student Transportation Services	33,926,256	128,674	-	-	-	34,054,930
Operation of Plant	79,189,889	128,659	-	-	-	79,318,548
Maintenance of Plant	22,249,431	-	-	-	-	22,249,431
Administrative Technology Services	3,859,257	-	-	-	-	3,859,257
Community Services	824,105	3,251,380	-	-	-	4,075,485
Debt Service:						
Retirement of Principal	-	-	840,025	-	4,848,000	5,688,025
Interest and Fiscal Charges	-	-	136,839	-	1,176,327	1,313,166
Dues, Fees and Issuance Costs	-	-	-	-	647,372	647,372
Capital Outlay:						
Facilities Acquisition and Construction	10,010,779	-	66,657,283	21,861,591	4,598,673	103,128,326
Other Capital Outlay	2,644,734	156,441	5,964,339	-	1,145,394	9,910,908
Total Expenditures	872,365,770	70,942,641	73,601,538	21,861,591	63,686,016	1,102,457,556
Excess of Revenues over (under) Expenditures	(31,539,866)	-	45,372,678	(20,327,924)	(1,495,843)	(7,990,955)
OTHER FINANCING SOURCES (USES)						
Transfers In	32,427,761	-	-	-	5,724,976	38,152,737
Transfers (Out)	-	-	(35,768,982)	(1,111,708)	(272,047)	(37,152,737)
Loss recoveries	99,169	-	-	-	-	99,169
Proceeds of Certificates of Participation	-	-	-	60,290,852	639,148	60,930,000
Premium on Certificates of Participation	-	-	-	7,712,523	-	7,712,523
Total Other Financing Sources and (Uses)	32,526,930	-	(35,768,982)	66,891,667	6,092,077	69,741,692
Net Change in Fund Balances	987,064	-	9,603,696	46,563,743	4,596,234	61,750,737
Fund Balances - Beginning, Restated	73,559,909	-	126,735,339	441,456	1,197,922	201,934,626
Fund Balances - Ending	\$ 74,546,973	\$ -	\$ 136,339,035	\$ 47,005,199	\$ 5,794,156	\$ 263,685,363

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For The Year Ended June 30, 2018

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

Net change in fund balances - total governmental funds	\$	61,750,737
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Governmental funds report capital purchases as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital purchases (\$89,752,677) exceeds depreciation (\$61,945,595). 27,807,082

The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contributes to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position. The amounts of the items that make up these differences in the treatment of long-term debt and related items are:

Principal repayments:		
Bonds	4,848,000	
Capital leases	840,025	
Issuance of debt:		
Issuance of certificates of participation	(60,930,000)	
Premium on certificates of participation	(7,712,523)	
Amortization of bond premium	234,480	(62,720,018)

Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. These adjustments are as follows:

Compensated absences	154,629	
Changes in accrued interest on long-term debt	(1,287,674)	(1,133,045)

Continued

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES - Continued
For The Year Ended June 30, 2018

In the statement of activities, only the loss on the sale/disposal of capital assets is reported. The change in net position differs from the change in fund balance by the cost of the capital assets sold/disposed or adjusted in value. \$ (654,657)

Under the modified accrual basis of accounting, revenues are recognized when both the measurable and available criteria have been met. Some revenues earned in the current year were not recognized since the availability criteria was not met. Under full accrual accounting, all revenues would be recognized. (1,633,297)

Governmental funds report District pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense. In the government-wide financial statements, the District reports changes in other postemployment benefit liability and related deferred inflows and outflows; however, this is not reported in the governmental funds.

District OPEB benefit payment	2,843,638	
Changes in other postemployment benefit liability	(8,220,234)	
District pension contributions	44,854,223	
Cost of benefits earned net of employee contributions	(72,191,627)	(32,714,000)

The internal service fund is used by management to charge the costs of risk management services to other funds. The net revenue of the internal service fund is reported with governmental activities. 4,259,334

Change in net position of governmental activities \$ (5,037,864)

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
Federal direct	\$ 310,000	\$ 379,005	\$ 379,005	\$ -
Federal through state	3,500,000	7,440,803	7,440,803	-
State sources	383,910,651	382,627,732	382,627,732	-
Ad valorem taxes	425,912,726	428,105,196	428,105,196	-
Other local sources	<u>17,956,713</u>	<u>22,306,528</u>	<u>22,273,168</u>	<u>(33,360)</u>
Total Revenues	<u>831,590,090</u>	<u>840,859,264</u>	<u>840,825,904</u>	<u>(33,360)</u>
EXPENDITURES				
Current:				
Instruction	574,194,379	568,806,061	564,907,407	3,898,654
Student Support Services	33,699,523	34,160,633	34,092,549	68,084
Instructional Media Services	6,619,511	6,352,600	6,302,576	50,024
Instruction and Curriculum Development Services	12,986,839	14,325,970	14,304,735	21,235
Instructional Staff Training Services	11,904,794	9,011,412	8,806,073	205,339
Instruction-Related Technology	8,019,113	8,267,893	8,267,893	-
School Board	1,114,235	1,925,372	1,925,372	-
General Administration	3,288,849	3,418,873	3,195,061	223,812
School Administration	58,002,240	59,920,771	59,534,382	386,389
Facilities Services	2,587,039	3,541,772	509,021	3,032,751
Fiscal Services	4,507,025	4,432,131	4,383,774	48,357
Food Services	418,109	460,660	460,660	-
Central Services	14,034,787	13,341,409	12,971,816	369,593
Student Transportation Services	33,634,744	34,036,051	33,926,256	109,795
Operation of Plant	77,100,065	79,701,560	79,189,889	511,671
Maintenance of Plant	22,047,203	23,537,319	22,249,431	1,287,888
Administrative Technology Services	3,589,092	3,939,798	3,859,257	80,541
Community Services	738,548	824,105	824,105	-
Debt Service:				
Interest and Fiscal Charges	250,000	-	-	-
Miscellaneous	263,905	-	-	-
Capital Outlay:				
Facilities Acquisition and Construction	-	10,010,779	10,010,779	-
Other Capital Outlay	-	<u>2,644,734</u>	<u>2,644,734</u>	-
Total Expenditures	<u>869,000,000</u>	<u>882,659,903</u>	<u>872,365,770</u>	<u>10,294,133</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(37,409,910)</u>	<u>(41,800,639)</u>	<u>(31,539,866)</u>	<u>10,260,773</u>
OTHER FINANCING SOURCES				
Transfers In	37,500,000	32,427,761	32,427,761	-
Loss Recoveries	<u>250,000</u>	<u>99,169</u>	<u>99,169</u>	-
Total Other Financing Sources	<u>37,750,000</u>	<u>32,526,930</u>	<u>32,526,930</u>	-
Net Change in Fund Balances	340,090	(9,273,709)	987,064	10,260,773
Fund Balances - Beginning	<u>73,559,910</u>	<u>73,559,910</u>	<u>73,559,909</u>	<u>(1)</u>
Fund Balances - Ending	<u>\$ 73,900,000</u>	<u>\$ 64,286,201</u>	<u>\$ 74,546,973</u>	<u>\$ 10,260,772</u>

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
OTHER FEDERAL PROGRAMS
For the Year Ended June 30, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Federal Direct	\$ 4,258,628	\$ 4,516,586	\$ 3,404,948	\$ (1,111,638)
Federal Through State	<u>42,025,698</u>	<u>78,414,449</u>	<u>67,537,693</u>	<u>(10,876,756)</u>
Total Revenues	<u>46,284,326</u>	<u>82,931,035</u>	<u>70,942,641</u>	<u>(11,988,394)</u>
EXPENDITURES				
Current:				
Instruction	15,501,122	31,751,522	27,844,694	3,906,828
Student Support Services	4,280,215	9,414,331	8,630,394	783,937
Instruction and Curriculum Development Services	7,820,177	16,724,958	14,825,349	1,899,609
Instructional Staff Training Services	12,408,457	16,467,798	12,425,581	4,042,217
Instruction-Related Technology	138,395	524,992	483,860	41,132
General Administration	967,416	2,797,096	2,610,280	186,816
School Administration	20,172	25,479	3,711	21,768
Fiscal Services	22,406	55,030	54,127	903
Central Services	493,106	436,888	399,491	37,397
Student Transportation Services	444,447	356,704	128,674	228,030
Operation of Plant	76,770	151,978	128,659	23,319
Administrative Technology Services	-	64,000	-	64,000
Community Services	4,111,643	4,160,259	3,251,380	908,879
Other Capital Outlay	<u>-</u>	<u>-</u>	<u>156,441</u>	<u>(156,441)</u>
Total Expenditures	<u>46,284,326</u>	<u>82,931,035</u>	<u>70,942,641</u>	<u>11,988,394</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUND
June 30, 2018

	<u>Governmental Activities - Internal Service Funds</u>
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 1,072,100
Restricted Cash and Cash Equivalents	631,561
Investments	33,795,788
Accounts Receivable, Net	431,487
Interest Receivable	20,411
Due From Other Funds	<u>1,120,971</u>
Total Assets	<u>37,072,318</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	3,331,964
Estimated Insurance Claims Payable	<u>6,623,095</u>
Total Current Liabilities	<u>9,955,059</u>
Noncurrent Liabilities:	
Estimated Insurance Claims Payable	<u>16,215,163</u>
Total Noncurrent Liabilities	<u>16,215,163</u>
 Total Liabilities	 <u>26,170,222</u>
NET POSITION	
Unrestricted	<u>10,902,096</u>
Total Net Position	<u>\$ 10,902,096</u>

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUND
For the Year Ended June 30, 2018

	Governmental Activities - Internal Service Funds
Operating Revenues:	
Premium Revenues	\$ 132,950,981
Miscellaneous Revenues	<u>518,705</u>
Total Operating Revenues	<u>133,469,687</u>
Operating Expenses:	
Insurance Claims	<u>128,439,052</u>
Total Operating Expenses	<u>128,439,052</u>
Operating Income	<u>5,030,635</u>
Nonoperating Revenues:	
Interest Income	<u>228,699</u>
Total Nonoperating Revenues	<u>228,699</u>
Income before Transfers	5,259,334
Transfers Out	<u>(1,000,000)</u>
Change in Net Position	4,259,334
Total Net Position - Beginning	<u>6,642,762</u>
Total Net Position - Ending	<u><u>\$ 10,902,096</u></u>

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA

STATEMENT OF CASH FLOWS

PROPRIETARY FUND

For the Year Ended June 30, 2018

	<u>Governmental Activities - Internal Service Funds</u>
Cash Flows from Operating Activities	
Cash Received from General and Other Funds	\$ 133,045,229
Cash Payments for Insurance Claims and Fees	<u>(129,558,295)</u>
Net Cash Provided by Operating Activities	3,486,934
Cash Flows from Non-Capital Activities	
Transfers to other funds	<u>(1,000,000)</u>
Net Cash Used by Non-Capital Activities	(1,000,000)
Cash Flows from Investing Activities	
Proceeds from Sales and Maturities of Investments	121,818,895
Purchase of Investments	(125,469,251)
Interest and Dividends Received	<u>211,407</u>
Net Cash Used by Investing Activities	<u>(3,438,949)</u>
Net Decrease in Cash and Cash Equivalents	(952,015)
Cash and Cash Equivalents at Beginning of Year	<u>2,655,676</u>
Cash and Cash Equivalents at End of Year	<u>\$ 1,703,661</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income	<u>\$ 5,030,635</u>
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
(Increase) Decrease In -	
Accounts Receivable	194,756
Due from Other Funds	(619,214)
Increase (Decrease) In -	
Accounts Payable	(1,394,188)
Insurance Claims Payable	<u>274,945</u>
Total Adjustments	<u>(1,543,700)</u>
Net Cash Provided by Operating Activities	<u>\$ 3,486,934</u>

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

June 30, 2018

	Agency Funds
Assets	
Cash and Cash Equivalents	\$ 8,158,166
Other Receivables	702,303
Due From Other Agencies	2,475
Inventory	312,243
Investments	<u>105,736</u>
Total Assets	<u>\$ 9,280,922</u>
Liabilities	
Accounts Payable	\$ 499,779
Internal Accounts Payable	<u>8,781,144</u>
Total Liabilities	<u>\$ 9,280,922</u>

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

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

➤ **Reporting Entity**

The District School Board of Pinellas County (the District) 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. The governing body of the District is the Pinellas District School Board (the School Board), which is composed of seven elected members. The appointed Superintendent of Schools is the executive officer of the School Board. The general operating authority of the School Board and Superintendent is contained in Chapters 1000 through 1013 of the Florida Statutes. Geographic boundaries of the District correspond with those of Pinellas 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 entities for which the Board is financially accountable and other organizations for which the nature and significance of their relationship with the School Board are such that exclusion would cause the District's basic financial statements to be misleading or incomplete.

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

- **Blended Component Unit** - The Pinellas School Board Leasing Corporation (the Leasing Corp.) was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in a subsequent note. The governing board of the Leasing Corp. is the District. Due to the substantive economic relationship between the District and the Leasing Corp., the financial activities are included in the accompanying basic financial statements as part of debt service and capital projects funds. In September 2017, Certificates of Participation, Series 2017A were issued to finance the acquisition, construction and equipping of several new educational and administrative facilities. Separate financial statements for the Leasing Corp. are not published.
- **Discretely Presented Component Units** - The component unit columns in the government-wide financial statements include the financial data of the District's other component units. A separate column is used to emphasize they are legally separate from the District. These component units consist of the following charter schools: The Academie Da Vinci Charter School, Inc., Alfred Adler, The Athenian Academy, Discovery Academy of Science, Enterprise High Charter School, MycroSchool¹, Pinellas Academy of Math & Science, Pinellas Preparatory Academy, Inc., Pinellas Primary, Plato Academy Charter School (Clearwater), Plato Academy of Tarpon Springs, Plato Academy (Seminole), Plato North Academy (Palm Harbor), Plato Academy South (Largo), Plato Academy (St. Petersburg), and Plato Academy (Pinellas Park).

The charter schools listed above 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. The charter schools operate under charters approved by their sponsor, the School Board.

¹ Although an active charter school, due to Hurricane Michael MycroSchool's audit was not completed for inclusion in this CAFR.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The charter schools are considered to be component units of the District because the District is financially accountable for the charter schools as the District established the charter schools by approval of the charter, which is tantamount to the initial appointment of the charter schools, and there is the potential for the charter schools to impose specific financial burdens on the District. In addition, pursuant to the Florida Constitution, the charter schools are public schools and the District is responsible for the operation, control, and supervision of public schools within the District. The financial data reported on the government-wide statements was derived from the charter schools' audited financial statements for the fiscal year ended June 30, 2018. The audit reports are filed in the District's administrative offices.

➤ **Basis of Presentation**

Government-wide Financial Statements – Government-wide financial statements (i.e. the statement of net position and the statement of activities) present information on all nonfiduciary activities of the District and its component units. Fiduciary activities are only reported in the fund financial statements.

The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are thereby clearly identifiable to a particular function. Depreciation expenses, which can be associated with a specific program or activity, are allocated to the related function. The remaining depreciation expense is reported as unallocated. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants, and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues, with certain exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District. The effects of interfund activity have been eliminated from the government-wide financial statements. Interfund services provided and used are not eliminated in the process of consolidation.

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

The District reports the following major governmental funds:

- General Fund - to account for all financial resources not required to be accounted for in another fund, and for certain revenues from the State that are legally restricted to be expended for specific current operating purposes.
- Other Federal Programs Fund – to account for funds received from the federal government directly, or indirectly through the State, for the enhancement of various specific programs.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Capital Projects - Local Capital Improvement Tax Fund – to account for the financial resources generated by the local capital improvement tax levy to be used for educational capital outlay needs, including new construction, renovation and remodeling projects.
- Other Capital Projects Fund – to account for the proceeds from the issuance of certificates of participation and their use for educational capital outlay needs, including new construction, renovation and remodeling projects.

Additionally, the District reports the following fund types:

- Proprietary Funds (Internal Service Funds) – to account for the District’s self-insurance programs.
- Special Revenue Fund - to account for the financial resources of the school food service program.
- Debt Service Funds – to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs for State School Bonds and certificates of participation.
- Capital Projects Funds – to account for the financial resources used for educational capital outlay needs, including new construction, renovation and remodeling projects.
- Fiduciary Funds (Agency Funds) – to account for resources of the school internal funds, which are used to administer monies collected at several schools in connection with school, student, athletic, class, and club activities; in addition to accounting for resources held by the District as custodian for others.
- Permanent Fund - to account for nonexpendable resources and the expendable resources generated by them for District use.

➤ **Basis of Accounting, Measurement Focus, and Resource Flow Assumptions**

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

The government-wide and proprietary fund financial statements are prepared using the economic resources measurement focus and accrual basis of accounting. Agency funds use the accrual basis of accounting to report assets and liabilities. The charter schools are accounted for as governmental organizations and follow the same accounting as the District’s governmental activities. 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.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental fund financial statements are prepared using the current financial resources measurement focus and modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. 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 21 days of yearend). Property taxes, sales taxes, and interest associated with the current fiscal period are all 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. The principal exceptions to this general rule are: (1) prepaid items are generally not accrued; (2) interest on long-term debt is recognized as expenditures when due; and (3) expenditures related to liabilities reported as long-term liabilities are recognized when due. Allocations of cost, such as depreciation, are not recognized in governmental funds.

The proprietary fund distinguishes operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services. The principal operating revenues of the District's internal service fund are charges for workers' compensation, general liability, auto liability and employee health self-insurance and claims. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

➤ **Deposits and Investments**

Cash deposits are held by banks qualified as public depositories under Florida law. All deposits are insured by Federal depository insurance and collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes. Earnings are allocated monthly to each fund based on average daily balances. The statement of cash flows considers cash as those accounts used as demand deposit accounts.

Investments are held in one bank account with a money market investment account accessible by transfer; a money market account consisting of three separate money market funds; and the District's custody account, which has a money market investment account accessible by transfer. These funds are reported at amortized cost. The reported value of the pool is the same as the fair value of the pool shares.

Investments may include amounts in the State Board of Administration (SBA) Debt Service accounts for investment of debt service monies, amounts placed with the SBA for participation in the Local Government Surplus Funds Trust Fund investment pool (Florida Prime), and those made locally.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments in Florida Prime are similar to money market funds in which units are owned in the fund rather than the underlying investments. These investments are reported at amortized cost and meet the requirements of GASB Statement No. 31, as amended by Statement No. 79, which establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. There are no limitations or restrictions on withdrawals from Florida Prime; although in the occurrence of an event that has a material impact on liquidity or operations of the trust fund, the fund's executive director may limit contributions to or withdrawals from the trust fund for a period of 48 hours.

Investments made locally consist of obligations of U.S. Government Agencies and Instrumentalities, domestic bonds and notes, commercial paper, bond mutual funds, and money market mutual funds. All of these investments are reported at fair value.

➤ **Inventories and Prepaid Items**

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories are stated at cost on a moving average basis, except that the 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. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

➤ **Capital Assets**

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported at cost in the government-wide statement of net position but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$1,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at acquisition value at the date of donation. Interest costs incurred during construction of capital assets are not considered significant and are not capitalized as part of the cost of construction. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and fixed equipment	20 – 50 years
Improvements other than buildings	15 years
Furniture, fixtures and equipment	4 – 20 years
Motor vehicles	5 – 15 years
Audio visual materials and computer software	5 – 10 years
Property under capital lease	3 – 12 years

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

➤ **Long Term Liabilities**

Long-term liabilities 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. In the governmental fund financial statements, bonds and other long-term liabilities are not recognized as liabilities until due. In the government-wide financial statements, compensated absences (i.e., paid absences for employee vacation leave and sick leave) are accrued as liabilities to the extent that it is probable that the benefits will result in termination payments. Liabilities are reported in the governmental fund financial statements only if they have matured, for example, as a result of employee resignations and retirements.

➤ **Deferred Outflows and Deferred Inflows of Resources**

The District reports the financial statement elements of deferred outflows of resources and deferred inflows of resources. Deferred outflows represent a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expenditure or expense) until that applicable time. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that applicable time. The District reports deferred outflows and deferred inflows of resources for its unavailable revenues, pensions and other postemployment benefits.

➤ **State Revenue Sources**

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

The State provides financial assistance to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for these programs be expended 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 categorical educational programs. The Department generally requires that categorical educational program revenues be accounted for in the General Fund. A portion of the fund balance of the General Fund is restricted in the financial statements for the balance of categorical educational program resources.

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

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

➤ **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 Pinellas County Property Appraiser and are collected by the Pinellas County Tax Collector.

The Board adopted the tax levy for the 2017-18 fiscal year on September 19, 2017. 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 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 the District receives taxes, except that revenue is accrued for taxes collected by the Pinellas County Tax Collector at fiscal year-end but not yet remitted to the District. Because any delinquent taxes collected after June 30 would not be significant, delinquent taxes receivable are not accrued.

➤ **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.

➤ **Use of Estimates**

The preparation of the basic financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

➤ **New Pronouncements**

The GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions* effective for reporting periods beginning after June 15, 2017. This statement addresses accounting and financial reporting for postemployment benefits other than pensions (OPEB) including the recognition and measurement of liabilities, deferred outflows of resources, deferred inflows of resources and expense; and replaces previous GASB Statements No. 45, as amended, and No. 57, to provide greater standardization and transparency for state and local governments in accounting for OPEB. In 2018, the District implemented GASB Statement No. 75 resulting in a restatement of its net position. Additional information regarding the effects of this implementation can be found in Note 18 and Note 21.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 2 – BUDGETARY COMPLIANCE AND ACCOUNTABILITY

The District 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 major 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. 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. However certain State categorical funds and other designated projects carry forward. Encumbrances are reported as restricted and assigned fund balance, and a detail of outstanding encumbrances at June 30, 2018 is listed in Note 11.

Note 3 – INVESTMENTS

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. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. As of June 30, 2018, the District had the following investments and maturities:

Investment	Fair Value	Six Months or Less	Greater Than Six Months to Two Years	Greater Than Two Years to Four Years	Greater Than Six Years
Money Market Funds	\$ 12,331,134	\$ 12,331,134	\$ -	\$ -	\$ -
Pooled Investments (includes Florida Fixed Income Trust)	37,859,291	4,140,412	-	33,718,879	-
Non US Government/GSE Investments:					
Corporate Asset Backed Securities	100,667,436	31,563,011	69,104,425	-	-
Corporate Asset Backed Securities Floating Rate	31,386,409	10,036,000	6,672,503	7,972,019	6,705,887
Agencies and Instrumentalities:					
Collateralized Mortgage Obligations - Fixed Rate	15,802,708	-	15,802,708	-	-
Collateralized Mortgage Obligations - Floating Rate	63,779,012	20,489,238	24,883,281	18,406,493	-
Total Investments Primary Government	\$ 261,825,990	\$ 78,559,795	\$ 116,462,917	\$ 60,097,391	\$ 6,705,887

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 3 – INVESTMENTS (Continued)

The District has the following recurring fair value measurements as of June 30, 2018:

Investment by fair value level	Fair Value Measurements Using		
	Level 1 Pricing	Level 2 Pricing	Level 3 Pricing
Money Market Funds	\$ 12,331,134	\$ -	\$ -
Pooled Investments (includes Florida Fixed Income Trust)	4,140,412	33,718,879	-
Non US Government Obligations:			
Corporate Asset Backed Securities	36,210,276	64,457,160	-
Corporate Asset Backed Securities Floating Rate	10,036,000	21,350,409	-
Agencies and Instrumentalities:			
Collateralized Mortgage Obligations - Fixed Rate	-	15,802,708	-
Collateralized Mortgage Obligations - Floating Rate	-	63,779,012	-
Total Investment Securities by Level	<u>62,717,822</u>	<u>\$ 199,108,168</u>	<u>\$ -</u>
	<u>\$ 261,825,990</u>		

Equity securities classified in Level 1 are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 are valued using a matrix pricing model. Statement No. 72 also allows for the use of quoted prices provided by third parties.

➤ **Interest Rate Risk**

Section 218.415(17), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they come due. District policies limit the length of investments as follows: (1) the weighted average duration of the investment portfolio shall not exceed five years and (2) the maximum duration of any security purchased shall not exceed eight years. The District uses modified duration to determine the maturity of its investments that are not money market investments.

The Florida Fixed Income Trust (FFIT) had weighted average days to maturity (WAM) of 2.63 years at June 30, 2018. A portfolio's WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating rate instruments.

➤ **Credit Risk**

- The District's investments in obligations of the U.S. Government agencies and instrumentalities totaling \$79,581,720 are reported at fair value. An implied rating based on the sovereign rating of the U.S. government-issued debt is used. As of June 30, 2018, this rating is AAA.
- The District has investments with a fair value of \$37,859,291 in the FFIT 1-3 Year Portfolio and Morgan Stanley Ultra Short Fund on June 30, 2018. The FFIT 1-3 Year Portfolio was rated AAF by Standard and Poor's, and the Morgan Stanley Ultra Short Fund was rated AAf by Fitch.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 3 – INVESTMENTS (Continued)

- SEC registered money market funds with the highest credit quality rating from a nationally recognized rating agency. As of June 30, 2018, the District had investments of \$12,331,134 in the First American Government Obligations, Federated Money Market Prime Obligations, Western Asset Institutional Cash Reserve, Morgan Stanley Prime, Government and Government Securities, Goldman Sachs Financial Square Federal Fund, and BlackRock Fed Fund and Temp Fund funds. All funds are rated AAAM by Standard and Poor's and Aaa-mf by Moody's.
- The District's non-governmental investments consisting of corporate asset-backed securities and corporate asset-backed floating rate securities are recorded at fair value of \$132,053,845. All securities are rated AAAM by Standard & Poor's and/or Aaa-mf by Moody's.

➤ **Custodial Credit Risk**

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

The District's investment policy addresses custodial credit risk in that all securities shall be properly designated as an asset of the District and held in safe-keeping by a third-party custodian. The District has \$214,336,138 in investment securities and money market funds held by its custodial agent in the name of the District.

➤ **Concentrations of Credit Risk**

The District's investment policy does not limit the amount the District may invest in any one issuer. The District had investments that represent 5 percent or more of total investments (excluding obligations with explicit guarantees of the U.S. government, investment pools, and money market funds) as of June 30, 2018, as follows:

Issuer	Fair Value	Percentage of District Total Investments
<u>Non US Government/GSE Investments:</u>		
ABBEY 0% CP	\$ 24,930,345	9%
HERTZ 15-1AA	21,432,384	8%
FN AL8226	19,920,885	7%
FN AL1278	19,280,304	7%
<u>Obligations of U.S. Instrumentalities:</u>		
SBA 510021	19,705,242	7%

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 4 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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

	Interfund	
	<u>Receivables</u>	<u>Payables</u>
Major Funds:		
General	\$ 12,084,746	\$ -
Other Federal Programs	731,454	7,533,094
Capital Projects:		
Local Capital Improvement Section 1011.71(2)	21,679	1,625
Other Capital Projects	-	1,432,000
Nonmajor Funds:		
Special Revenue	425,750	5,417,881
Internal Service	1,120,971	-
	<u>\$ 14,384,600</u>	<u>\$ 14,384,600</u>

Interfund balances are a result of: June charges for warehouse deliveries, central printing services and maintenance work orders; adjustment of self-insurance restricted funds; capital outlay transfers to the general fund; and short-term cash flow borrowing. All balances are expected to be repaid within one year.

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

	Interfund	
	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General	\$ 32,427,761	\$ -
Capital Projects:		
Local Capital Improvement Section 1011.71(2)	-	35,768,982
Other Capital Projects	-	1,111,708
Nonmajor Funds:		
Special Revenue	344,610	-
Debt Service	5,380,366	-
Capital Projects	-	272,047
Internal Service	-	1,000,000
	<u>\$ 38,152,737</u>	<u>\$ 38,152,737</u>

The \$35,768,982 transfer made from the Capital Improvement Section 1011.71(2) Fund was to cover capital outlay expenditures that were incurred in the General Fund and property liability insurance paid by the General Fund. The \$5,380,366 transfer made to the Debt Service Funds was to cover the current debt service on school state bonds and certificates of participation.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 5 – CHANGES IN CAPITAL ASSETS

Changes in capital assets are presented in the table below:

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Government Activities:					
Capital Assets Not Being Depreciated:					
Land	\$ 97,387,875	\$ -	\$ -	\$ -	\$ 97,387,875
Land Improvements	22,717,599	-	-	-	22,717,599
Construction in Progress	63,323,934	53,774,666	(59,287,078)	-	57,811,522
Total Capital Assets Not Being Depreciated	183,429,408	53,774,666	(59,287,078)	-	177,916,996
Capital Assets Being Depreciated:					
Buildings and Fixed Equipment	2,419,364,490	28,569,900	59,287,078	-	2,507,221,468
Relocatables	16,615,323	-	-	-	16,615,323
Improvements other than Building	12,520,289	1,599,138	-	-	14,119,427
Furniture, Fixtures and Equipment	144,274,105	5,466,049	-	(13,516,966)	136,223,188
Motor Vehicles	57,284,165	324,835	-	(1,713,323)	55,895,677
Property Under Capital Lease	8,075,899	-	-	-	8,075,899
Audio Visual and Computer Software	10,103,911	18,089	-	(73,077)	10,048,923
Total Capital Assets Being Depreciated	2,668,238,182	35,978,011	59,287,078	(15,303,366)	2,748,199,905
Less Accumulated Depreciation for:					
Buildings and Fixed Equipment	817,040,778	50,109,800	-	-	867,150,578
Relocatables	14,219,277	616,661	-	-	14,835,938
Improvements other than Building	5,947,623	941,295	-	-	6,888,918
Furniture, Fixtures and Equipment	113,441,478	6,563,839	-	(12,937,548)	107,067,769
Motor Vehicles	42,523,703	2,682,247	-	(1,627,313)	43,578,637
Property Under Capital Lease	2,181,496	878,652	-	-	3,060,148
Audio Visual and Computer Software	9,704,806	153,101	-	(83,848)	9,774,059
Total Accumulated Depreciation	1,005,059,161	61,945,595	-	(14,648,709)	1,052,356,047
Total Capital Assets Being Depreciated, Net	1,663,179,021	(25,967,584)	59,287,078	(654,657)	1,695,843,858
Governmental Activities Capital Assets, Net	\$ 1,846,608,429	\$ 27,807,082	\$ -	\$ (654,657)	\$ 1,873,760,854

The classes of property under capital leases are presented in Note 7.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 5 – CHANGES IN CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:

Instruction	\$ 2,040,683
Pupil personnel services	6,542
Instructional media services	54,809
Instruction and curriculum development services	23,708
Instructional staff training	58,952
Instructional related technology	1,675
Board of Education	163
General administration	5,614
School administration	15,742
Facilities acquisition and construction	6,312,288
Fiscal services	1,401
Food services	1,002,672
Central services	41,885
Pupil transportation services	884,420
Operation of plant	70,957
Maintenance of plant	50,692
Administrative technology	9,265
Community services	406
Unallocated	51,363,721
	<u>\$ 61,945,595</u>

Note 6 – CHANGES IN LONG-TERM LIABILITIES

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

	Beginning Balance *	Additions	Deletions	Ending Balance	Due in One Year
Compensated absences payable	\$ 91,256,484	\$ 8,737,476	\$ 8,892,105	\$ 91,101,855	\$ 8,632,549
Obligations under capital lease	6,451,652	-	840,025	5,611,627	859,234
Bonds payable	6,045,000	-	4,848,000	1,197,000	579,000
Add: Bond refunding premium	703,440	-	234,480	468,960	-
Certificates of participation	-	60,930,000	-	60,930,000	3,080,000
Add: premium	-	7,712,523	-	7,712,523	-
Net pension liability	538,519,137	287,125,218	261,999,906	563,644,449	5,140,218
Estimated insurance claims payable	22,563,313	126,381,782	126,106,837	22,838,258	6,623,095
Postemployment benefit liability	97,680,623	9,073,374	14,483,068	92,270,929	-
Total	<u>\$ 763,219,649</u>	<u>\$ 499,960,373</u>	<u>\$ 417,404,421</u>	<u>\$ 845,775,601</u>	<u>\$ 24,914,096</u>

* Post employment health care benefits liability restated at beginning of fiscal year.

For the governmental activities, compensated absences, pensions and other postemployment benefits are generally liquidated with resources of the General Fund.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 7 – OBLIGATIONS UNDER CAPITAL LEASES

The assets acquired through capital leases for governmental activities were for transportation in the amount of \$8,075,899. Future minimum capital lease payments and the present value of the minimum lease payments at June 30 are as follows:

	Total	Principal	Interest
2019	\$ 976,865	\$ 859,234	\$ 117,631
2020	976,865	878,913	97,952
2021	976,864	899,074	77,790
2022	976,864	919,731	57,133
2023	707,912	671,944	35,968
2024-25	1,415,824	1,382,731	33,093
	<u>\$ 6,031,194</u>	<u>\$ 5,611,627</u>	<u>\$ 419,567</u>

The imputed interest rate is 1.91% to 3.28% on the transportation leases.

Note 8 – BONDS PAYABLE

Annual debt service requirements for the bonds payable as of June 30, 2018, are as follows:

	Amount	Interest Rates (Percent)	Maturity
State School Bonds:			
Series 2010-A, Refunding	\$ 45,000	4 - 5	2021
Series 2014-B, Refunding	1,152,000	2 - 5	2020
Total Bonds payable	<u>\$ 1,197,000</u>		

The State School Bonds were issued by the SBE on behalf of the District to finance capital outlay projects. 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, investment of debt service fund resources, and compliance with reserve requirements are administered by the SBE and the SBA.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 8 – BONDS PAYABLE (Continued)

Annual requirements to amortize the bond liabilities outstanding as of June 30 are as follows:

	Total	Principal	Interest
2019	\$ 621,060	\$ 579,000	\$ 42,060
2020	616,260	603,000	13,260
2021	15,750	15,000	750
	<u>\$ 1,253,070</u>	<u>\$ 1,197,000</u>	<u>\$ 56,070</u>

Note 9 – CERTIFICATES OF PARTICIPATION

The District entered into a financing arrangement in September 2017, which was characterized as a lease-purchase agreement, with Pinellas County School Board Leasing Inc. Certificates of participation, Series 2017A for \$60,930,000 were issued for the acquisition, construction and equipping of several new educational and administration facilities. The financing was accomplished through the issuance of Certificates of Participation to be repaid from the proceeds of rents paid by the District and are secured by a portion of the discretionary 1.5 mil local capital outlay levy.

The lease payments are payable by the District semiannually, on July 1 and January 1, at interest rates ranging from 3 to 5 percent and matures in 2041. The payment of principal and interest on the bonds underlying the lease agreements are due on July 1 and January 1 of each year.

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

Fiscal Year Ending June 30:	Total	Principal	Interest
2019	\$ 5,850,575	\$ 3,080,000	\$ 2,770,575
2020	6,507,175	3,860,000	2,647,175
2021	4,827,100	2,315,000	2,512,100
2022	4,823,475	2,430,000	2,393,475
2023	2,688,600	365,000	2,323,600
2024-2028	13,419,625	2,100,000	11,319,625
2029-2033	13,425,575	2,650,000	10,775,575
2034-2038	29,001,250	20,685,000	8,316,250
2039-2041	25,805,413	23,445,000	2,360,413
Total Minimum Lease Payments	<u>\$ 106,348,788</u>	<u>\$ 60,930,000</u>	<u>\$ 45,418,788</u>

District School Board of Pinellas County, Florida
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June 30, 2018

Note 10 - MINIMUM FUND BALANCE POLICY

The District has adopted Board Policy No. 6210 which provides that the General Fund assigned fund balance accounts represent those that are constrained by the District's intent to be used for specific purposes, but not restricted, committed, or nonspendable. By the end of the 2017-18 fiscal year, a contingency balance shall be maintained equal to a minimum of five percent (5%) of General Fund revenues.

Note 11 - FUND BALANCE REPORTING

In accordance with generally accepted accounting principles, the District reports its governmental fund balances in the following categories, as applicable:

- Nonspendable - The net current financial resources that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Examples of items that are not in spendable form include inventories, prepaid items, and property acquired for resale. The District classifies its amounts reported as inventories, prepaid items, and the fund balance of the permanent fund as nonspendable.
- Restricted - The portion of fund balance on which constraints have been placed by creditors, grantors, contributors, laws or regulations of other governments, constitutional provisions, or enabling legislation. Restricted fund balance places the most binding level of constraint on the use of fund balance.
- Committed - The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by resolution adoption of the highest level of decision-making authority, the Board. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by adoption of a resolution. The District did not have any committed fund balances at June 30, 2018.
- Assigned - The portion of fund balance that is intended to be used for specific purposes, but is neither restricted nor committed. Assigned amounts include those that have been set aside for a specific purpose by an authorized government body or official, but the constraint imposed does not satisfy the criteria to be classified as restricted or committed. This category includes any residual positive fund balances of governmental funds (other than the General Fund) not classified as nonspendable, restricted, or committed. Board Policy No. 6210 authorizes the Superintendent to assign fund balance. The Department of Education requires that fund balances be assigned at fiscal year-end to report an amount likely to be expended from the 2018-19 fiscal year budget as a result of purchase orders outstanding as of June 30, 2018.
- Unassigned - The portion of fund balance that is the residual balance of the General Fund. Negative residual fund balances of other governmental funds are also classified as unassigned.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 11 - FUND BALANCE REPORTING (Continued)

Fund Balances are reported at June 30, 2018 as follows:

	Major Funds					Total Governmental Funds
	General	Special Revenue Other Federal Programs	Capital Projects - Local Capital Improvement Tax	Other Capital Projects	Nonmajor Governmental Funds	
Nonspendable:						
Inventories	\$ 3,562,786	\$ -	\$ -	\$ -	\$ 1,613,741	\$ 5,176,527
Prepays	4,500	12,490	-	-	-	16,990
Permanent Fund	-	-	-	-	150,719	150,719
Total Nonspendable	3,567,286	12,490	-	-	1,764,460	5,344,236
Restricted:						
Categorical Carryover Programs	1,476,313	-	-	-	-	1,476,313
Debt Service	-	-	-	-	4,560,753	4,560,753
Capital Projects	-	-	136,339,035	46,830,019	368,638	183,537,692
Tax Levy	791,999	-	-	-	-	791,999
Workforce Development	14,674,311	-	-	-	-	14,674,311
Total Restricted	16,942,623	-	136,339,035	46,830,019	4,929,391	205,041,068
Assigned:						
Capital Projects	-	-	-	175,180	-	175,180
Carryforwards	25,194,667	-	-	-	-	25,194,667
Central Printing	852,616	-	-	-	-	852,616
Encumbrances:						
Capital Project	3,351,416	-	-	-	-	3,351,416
Technology Rental	1,921,426	-	-	-	-	1,921,426
Maintenance/Repair	1,841,316	-	-	-	-	1,841,316
Supplies and Support	3,178,464	-	-	-	-	3,178,464
Total Assigned	36,339,905	-	-	175,180	-	36,515,085
Unassigned	17,697,159	(12,490)	-	-	(899,695)	16,784,974
Total Fund Balances	\$ 74,546,973	\$ -	\$ 136,339,035	\$ 47,005,199	\$ 5,794,156	\$ 263,685,363

Encumbrances are reported in restricted and assigned fund balance. The following is a schedule of encumbrances at June 30, 2018:

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Capital Projects - Local Capital Improvement	Other Capital Projects		
	\$ 10,292,622	\$ 43,920,215	\$ 46,616,749	\$ 1,589,985	\$ 102,419,571

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 12 - SCHEDULE OF STATE REVENUE SOURCES

The District's State revenue for the year ended June 30, 2018 was as follows:

Florida Education Finance Program	\$ 225,785,433
Categorical Education Program - class size reduction	110,165,347
Workforce development program	30,519,087
Motor vehicle license tax (capital outlay and debt service)	5,711,207
Food service supplement	599,336
Pari-mutuel tax	223,250
Mobile home license tax	567,358
District discretionary lottery funds	181,307
Florida school recognition program	3,408,987
Voluntary Pre-K	3,331,067
Gross receipts tax (Public Education Capital Outlay)	3,972,102
Charter school capital outlay funding	1,111,708
Miscellaneous	8,584,957
	<u>\$ 394,161,146</u>

Note 13 – PROPERTY TAXES

The following is a summary of millages and taxes levied on the 2017 tax roll for the 2017-2018 fiscal year.

	Millages	Taxes Levied
General Fund:		
Nonvoted School Tax:		
Required Local Effort	4.261	\$ 342,701,745
Basic Discretionary Local Effort	0.748	60,159,799
Voted School Tax:		
Local Referendum	0.500	40,213,770
Total General Fund:	<u>5.509</u>	<u>443,075,314</u>
Capital Projects Fund:		
Nonvoted Tax:		
Local Capital Improvements	1.500	120,641,309
	<u>7.009</u>	<u>\$ 563,716,623</u>

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 14 - STATE RETIREMENT PROGRAM AND NET PENSION LIABILITY

All regular employees of the District are covered by the Florida Retirement System (FRS) Pension Plan and Retiree Health Insurance Subsidy (HIS) Program, or the Florida Retirement System Investment Plan (INV).

➤ **Plan Descriptions, Membership and Plan Benefits, and Contribution Requirements**

Plan Descriptions

The Florida Retirement System (FRS) is a cost-sharing, multiple-employer, contributory retirement system. The FRS was created by 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 (INV). 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.

The FRS, HIS, and INV are administered by the Florida Department of Management Services, Division of Retirement. 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 Florida Retirement System Rules, Chapter 60S, Florida Administrative Code. The Florida legislature has the authority to establish and amend retirement legislation and related bills of significance to members of the FRS and HIS plans (including benefit terms and contribution rates). Passed bills are presented to the Governor of Florida and approved before they may be enacted into law.

The FRS, HIS, and INV financial information is included in the Florida Retirement System (System) Pension Plan and Other State-Administered Systems' Comprehensive Annual Financial Report (CAFR). The System CAFR, including audited financial information to support the Schedules of Employer Allocations and Schedules of Pension Amounts by Employer, are available online at:

https://www.dms.myflorida.com/workforce_operations/retirement/publications.

The System CAFR and actuarial reports may also be obtained by contacting the Division of Retirement by mail or phone at:

Department of Management Services
Division of Retirement
Bureau of Research and Member Contributions
P.O. Box 9000
Tallahassee, FL 32315-9000
850-907-6500 or toll-free 844-377-1888

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 14 - STATE RETIREMENT PROGRAM AND NET PENSION LIABILITY (Continued)

Membership and Plan Benefits - FRS

FRS membership is compulsory for employers filling regularly established positions in a district school board, unless restricted from FRS membership under sections 121.053 and 121.122, Florida Statutes, or allowed to participate in a defined contribution plan in lieu of FRS membership. The FRS has several classes of membership applicable to the District, including regular class, senior management and DROP. Employees enrolled in the FRS prior to July 1, 2011, are vested after six years of creditable service and are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. Employees enrolled in the FRS on or after July 1, 2011, vest at eight years of creditable service and are eligible for normal retirement benefits at age 65 or at any age after 33 years of service. Retirees receive a lifetime pension benefit with joint and survivor payment options. The FRS provides retirement, disability, death benefits and annual cost-of-living adjustments. The FRS also includes an early retirement provision, but imposes a 5% benefit reduction for each year a member retires before the normal retirement date. Benefits are computed on the basis of age, average final compensation, creditable years of service, and accrual value by membership class.

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% 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. Plan members initially enrolled on or after July 1, 2011, will not have a cost of living adjustment after retirement.

A DROP was established effective July 1, 1998, subject to provisions of Section 121.091, Florida Statutes. It permits employees eligible for normal retirement under the FRS to defer receipt of monthly benefit payments while continuing employment with a FRS participating employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate, except certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the Florida Retirement System 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.

Membership and Plan Benefits - HIS

HIS membership is available to all members within the FRS and INV plans. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. Eligible retirees and beneficiaries receive a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$5. The minimum payment is \$30 and the maximum payment is \$150 per month, pursuant to section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under one of the State-administered retirement systems must provide proof of eligible health insurance coverage, which can include Medicare.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 14 - STATE RETIREMENT PROGRAM AND NET PENSION LIABILITY (Continued)

Contribution Requirements

The contribution rates for FRS and HIS members are established, and may be amended, by the State of Florida. Employer contributions rates are actuarially recommended but set by the Legislature. These rates are a percentage of covered payroll. The FRS and HIS contribution rates were as follows:

FRS Class:	<u>7/17 - 06/18</u>
Regular	7.92%
Special Risk	23.27%
Elected Officers	45.50%
Senior Management	22.71%
DROP	13.26%

Employer rates include 1.66% for the HIS program. In addition, other than for the DROP, rates include .06% for administrative costs. As of July 1, 2011, members contribute 3% of their salary as retirement contributions. Members participating in DROP are not required to make 3% contributions. The District's contributions recognized during the fiscal year ended June 30, 2018 by the FRS and HIS were \$35,332,101 and \$9,522,122 respectively.

➤ **FRS and HIS Significant Assumptions and Rate of Return**

Basis of Accounting

Information about the FRS and HIS assets, deferred outflows of resources, liabilities, deferred inflows or resources, and fiduciary net position can be found in the System CAFR. The System CAFR is available online or can be obtained as mentioned previously. The FRS and HIS fiduciary net position and additions to/deductions from the fiduciary net position have been determined based on the System's records, which utilize the flow of economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable. Investments are reported at fair value. Contributions are recognized as revenue when due, pursuant to statutory and contractual requirements. There have been no significant changes since the publication of the System CAFR.

Actuarial Methods and Assumptions

Actuarial assumptions for both the FRS and HIS are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS has a valuation performed annually and the HIS has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the FRS was completed in 2014 for the period July 1, 2008 through June 30, 2013. Because the HIS is funded on a pay-as-you-go basis, no experience study has been completed.

The total pension liability for the FRS was determined by an actuarial valuation as of July 1, 2017 and HIS was determined by an actuarial valuation as of July 1, 2016 rolled forward to June 30, 2017, both using the individual entry age normal actuarial cost method. Inflation increases for both plans is assumed at 2.60%. Payroll growth for both plans is assumed at 3.25%. Mortality assumptions for both plans were based on the Generational RP-2000 with Projection Scale BB tables.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 14 - STATE RETIREMENT PROGRAM AND NET PENSION LIABILITY (Continued)

Both the discount rate and long-term expected rate of return used for FRS investments is 7.10%, a decrease from 7.60% in the prior year. The FRS 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. Because the HIS program uses a pay-as-you-go funding structure, a municipal bond rate of 3.58% was used to determine its total pension liability. In October 2017, the Actuarial Assumptions Conference adopted the Bond Buyer General Obligation 20-Bond Municipal Bond Index as the applicable municipal bond index. As of June 30, 2017, the municipal rate used by HIS increased from 2.85% to 3.58%.

Long-Term Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in October 2017 the FRS Actuarial Assumption Conference reviewed assumptions by Milliman's Capital Markets assumption team and Aon Hewitt Investment Consulting. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	Target Allocation	Annual Arithmetic Return
Cash	1.0%	3.0%
Fixed Income	18.0%	4.5%
Global Equity	53.0%	7.8%
Real Estate (Property)	10.0%	6.6%
Private Equity	6.0%	11.5%
Strategic Investments	12.0%	6.1%
	<u>100.0%</u>	

The HIS is essentially funded on a pay-as-you-go basis. As such, there is no assumption for a long-term expected rate of return on a portfolio, no assumptions for cash flows into and out of the plan, or assumed asset allocation.

➤ **District's Share of Net Pension Liability**

Employers participating in the FRS and HIS were provided pension allocation schedules for use in recording their proportionate share of the FRS and HIS net pension liability (NPL), deferred outflows of resources, deferred inflows of resources, and pension expense at measurement date June 30, 2017. The underlying financial information used to prepare the pension allocation schedules is based on the same basis as mentioned previously.

At June 30, 2018, the District reported a net pension liability of \$563,644,449 for its proportionate share of the collective net pension liability of the FRS and HIS. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by actuarial valuations dated July 1, 2017.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 14 - STATE RETIREMENT PROGRAM AND NET PENSION LIABILITY (Continued)

The District's proportionate share was calculated using the retirement contributions for employees that were members of the FRS and HIS during the measurement year ended June 30, 2017. The aggregate employer contribution amounts for the fiscal year ended June 30, 2017 in the pension allocation schedules agree to the total employer contribution amounts reported in the System CAFR.

The following table presents information on the District's proportionate share of the FRS and HIS.

	FRS	HIS	District Total
Proportionate Share of Net Pension Liability at June 30, 2017	\$ 372,586,200	\$ 191,058,249	\$ 563,644,449
District's proportion at June 30, 2017	0.0125962	0.0178685	
District's proportion at June 30, 2016	0.0129743	0.0180973	
Change in proportion during current year	-0.0003781	-0.0002288	

For the year ended June 30, 2018, the District recognized pension expense of \$58,422,897 related to the FRS and \$13,768,730 related to the HIS. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	FRS		HIS		District Total
	Def Outflows	Def Inflows	Def Outflows	Def Inflows	/ (Deferred Inflows)
Differences between expected and actual experience	\$ 34,194,447	\$ (2,063,936)	\$ -	\$ (397,814)	\$ 34,194,447 (2,461,750)
Changes of assumptions	125,215,268	-	26,856,220	(16,521,009)	152,071,488 (16,521,009)
Net difference between projected and actual investment earnings	-	(9,233,616)	105,955	-	105,955 (9,233,616)
Changes in proportion	2,270,957	(19,832,487)	573,101	(4,904,342)	2,844,058 (24,736,829)
District contributions subsequent to the measurement date	35,332,101		9,522,122		44,854,223
Total Deferred Outflows	\$ 197,012,773		\$ 37,057,398		234,070,171
Total Deferred (Inflows)		\$ (31,130,039)		\$ (21,823,165)	\$ (52,953,204)

Deferred outflows of resources of \$44,854,223 are reported by the District for employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2019.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 14 - STATE RETIREMENT PROGRAM AND NET PENSION LIABILITY (Continued)

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

Reporting Year Ending June 30,	FRS	HIS	District Total Deferred Outflows / (Deferred Inflows)
2019	\$ 15,698,743	\$ 2,367,504	\$ 18,066,247
2020	47,750,529	2,347,454	50,097,983
2021	31,603,049	2,337,830	33,940,879
2022	3,620,828	1,418,353	5,039,181
2023	22,945,556	222,114	23,167,670
Thereafter	8,931,932	(2,981,148)	5,950,784
Totals	<u>130,550,637</u>	<u>5,712,107</u>	<u>136,262,744</u>

Discount Rate Sensitivity Analysis

The following tables demonstrate the sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact if the discount rate was 1.0% higher or 1.0% lower than the current discount rate at June 30, 2017.

FRS Net Pension Liability			HIS Net Pension Liability		
Current			Current		
1% Decrease	Discount Rate	1% Increase	1% Decrease	Discount Rate	1% Increase
6.10%	7.10%	8.10%	2.58%	3.58%	4.58%
\$ 674,358,519	\$ 372,586,200	\$ 122,046,036	\$ 218,022,764	\$ 191,058,249	\$ 168,598,299

➤ **Defined Contribution Retirement Plan**

The District contributes to the Florida Retirement System Investment Plan (INV), the integrated defined contribution investment plan described above. Benefit terms, including contribution requirements, for the INV are established and may be amended by the Florida Legislature. For each employee in the INV, the District must contribute at the blended uniform rate structure as previously disclosed for the FRS Plan. Employees are required to contribute 3% of salary. For the year ended June 30, 2018, the District recognized pension expense of \$2,775,441. Employees are immediately vested in their own contributions and employer contributions and earnings on those contributions are vested after one year of service. Non-vested District contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five-year period, the employee regains control of the account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. Such forfeitures are used to cover a portion of the INV's administrative expenses.

Note 15 - TAX DEFERRAL PLANS AND OTHER BENEFITS

The District allows employees to participate in a 401(a) / 403(b) qualified retirement plan. Participation is required for employees that are retiring, terminating or entering DROP and have accumulated at least \$2,500 of eligible terminal leave benefits. Contributions to the plan are made on a pre-tax basis. The maximum plan contribution cannot exceed 100% of plan year compensation or \$55,000, whichever is less.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 15 - TAX DEFERRAL PLANS AND OTHER BENEFITS (Continued)

Federal income taxes on this compensation are deferred until distributions are taken. Employee contributions to the 401(a) plan were \$7,244,311 and employee contributions to the 403(b) were \$1,241,722 for the period ended June 30, 2018.

The District offers eligible employees participation in an optional tax deferred annuity and 457 program. The Internal Revenue Service, under code section 403(b), allows employees of School Boards to defer a portion of their income from Federal income tax. The deferred earnings are placed in an investment vehicle selected by the employee, with the principal and interest tax deferred until withdrawn. The contributions for the tax deferred annuity 403(b) and 457 for the fiscal year ended June 30, 2018 were \$8,519,842 and \$2,187,075 respectively.

In addition, the District has available a Roth 403(b) that employees may elect. Contributions to the Roth 403(b) totaled \$2,192,466 for the fiscal year ended June 30, 2018.

The District makes contributions to employees' health insurance payments based upon elected coverage. The total amount contributed on behalf of the employees, for the year ended June 30, 2018 was \$94,618,926.

Note 16 – CONSTRUCTION CONTRACT COMMITMENTS

The District had the following construction contract commitments at June 30, 2018:

Project	Contract Amount	Encumbered Amount	Completed To Date	Balance Committed
Bardmoor Elementary	\$ 7,745,335	\$ 680,213	\$ 4,527,449	\$ 2,537,673
Lakewood High	8,795,633	991,557	3,203,714	4,600,362
Melrose Elementary	24,957,864	3,108,797	4,570,990	17,278,077
Pinellas Tech High	15,106,380	770,336	9,801,537	4,534,507
Pinellas Park Middle	33,490,482	4,198,914	8,511,853	20,779,715
Tarpon Springs High	10,120,799	1,113,231	1,404,008	7,603,560
PTC Clearwater	13,783,499	557,672	11,768,238	1,457,589
Subtotal	113,999,992	11,420,720	43,787,789	58,791,483
Other Projects (1)	6,950,083	740,873	6,117,293	91,917
Total	<u>\$ 120,950,075</u>	<u>\$ 12,161,593</u>	<u>\$ 49,905,082</u>	<u>\$ 58,883,400</u>

Note: (1) Individual projects with current commitment balances under \$700,000 at June 30, 2018.

Note 17 - RISK MANAGEMENT PROGRAMS

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; school board and employment practices, crime, and injuries to employees, students, or visitors; and natural disasters. The District established a Risk Management internal service fund (Risk Management Fund) to account for and finance its uninsured risks of loss related to workers' compensation, automobile liability, general liability, health and prescription drug benefits. Under this program, the Risk Management Fund provides unlimited coverage for each workers' compensation claim and coverage up to \$500,000 for each automobile and general liability claim. The District entered into agreements with various insurance companies to provide specific excess coverage of claim amounts above the stated amount on an individual claim basis and aggregate excess coverage of \$4,500,000 for auto and general liability. The District does not carry excess insurance for workers' compensation.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 17 - RISK MANAGEMENT PROGRAMS (Continued)

The District carries excess coverage, with a deductible of \$750,000 specific and aggregate deductible of 125% of expected claims for health insurance. The District has contracted with an insurance administrator to administer these self-insurance programs, including the processing, investigating, and payment of claims.

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

	<u>Beginning of Year</u>	<u>Claims</u>	<u>Claims Payments</u>	<u>End of Year</u>
2017	\$ 25,381,059	\$ 125,376,982	\$ (128,194,728)	\$ 22,563,313
2018	22,563,313	126,381,782	(126,106,837)	22,838,258

Property protection, boiler and machinery, employment practices liabilities, employee dishonesty, and other coverages deemed necessary by the Board are provided through purchased commercial insurance with deductibles for each line of coverage. In addition, dental, vision, life and income protection coverage for District employees were offered through purchased commercial insurance. Settled claims resulting from the District's risks have not exceeded commercial coverage in any of the past three fiscal years.

Note 18 – POSTEMPLOYMENT HEALTH CARE BENEFITS LIABILITY (OPEB)

➤ **Plan Description**

The Postemployment Health Care 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 and eligible dependents, may continue to participate in the District's fully insured group health plan. The District subsidizes the premium rates paid by the retirees by allowing them to participate in the plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher cost to the plan on average than those of active employees. Retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. The OPEB Plan does not issue a stand-alone report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

At June 30, 2017, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	711
Active Employees	12,501
Total	13,212

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 18 – POST EMPLOYMENT HEALTH CARE BENEFITS (OPEB) (Continued)

➤ **Plan Benefit Terms**

Former employees and beneficiaries satisfy retirement eligibility similar to guidelines established by the State FRS Plan (discussed in Note 14). Eligible retirees are generally covered by one of three fully insured comprehensive medical programs. Retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. Benefit terms for the District are established and may be amended through action by the Board.

➤ **Contributions/Benefit Payment Reductions**

Contributions (benefit payment reductions) to the OPEB Plan are shared by the retiree and the District. OPEB Plan participants must reimburse the District for the District's average blended cost (the District provides the implicit subsidy). Thus, retirees can continue medical coverage into retirement on the District's plans on a retiree-pay-all basis, including spouse and dependents. Contribution requirements of the District are established and may be amended through action by the Board.

➤ **Total OPEB Liability and Changes in Total OPEB Liability**

The measurement date for the District's total/net OPEB liability was June 30, 2017, one year prior to the District's fiscal reporting date June 30, 2018. The measurement period for OPEB cost was July 1, 2016 to June 30, 2017. The components of the District's net OPEB liability reported at June 30, 2018, are as follows:

Total OPEB liability	\$92,270,929
OPEB Plan fiduciary net position	—
District's net OPEB liability	\$92,270,929
OPEB Plan fiduciary net position as percentage of total OPEB liability	0.00%

The components of the changes in the total OPEB liability is as follows:

	Fiscal Year 2018
Total OPEB Liability	
Service cost	\$ 6,164,563
Interest	2,908,811
Difference between expected and actual experience	(794,471)
Change of assumptions and other inputs	(10,100,127)
Benefit payments	(3,588,470)
Other changes	-
Net change in total OPEB liability	(5,409,694)
Total OPEB liability, beginning	97,680,623
Total OPEB liability, ending	<u>\$ 92,270,929</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.85% in 2017 to 3.58% in 2018.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 18 – POST EMPLOYMENT HEALTH CARE BENEFITS (OPEB) (Continued)

➤ **Actuarial Assumptions and OPEB Liability Sensitivity to Healthcare Trend Rate**

The total OPEB liability reported at June 30, 2018 was based on an actuarial valuation dated July 1, 2017, using the following actuarial assumptions:

Inflation	2.50% per annum
Discount rate	3.58% (Bond Buyer GO 20-yr municipal bond index)
Salary increases	4.50%
Mortality rates	2006 base rates from the RP-2014 mortality study projected generationally from 2006 using scale MP-2017
Healthcare trend	6.90% for Pre-65 and 7.80% for Post-65 adjusting to ultimate 4.50% for pre and post-65 by 2026.

The health care cost trend assumptions shown were based on national average information from a variety of sources, including S&P Healthcare Economic Index, NHCE data, plan renewal data, and vendor prescription reports, with adjustments based on the provisions of the benefits sponsored by the District. The average medical and prescription per capita costs were developed from District claims experience for the period July 1, 2014 to June 30, 2016.

Sensitivity of OPEB liability to healthcare trend 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 healthcare cost trend rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease	Current Trend Rate	1% Increase
Total OPEB liability	\$ 78,682,098	\$ 92,270,929	\$ 109,606,377

➤ **Discount Rate and OPEB Liability Sensitivity to Discount Rate**

The discount rate used to measure the total OPEB liability reported at June 30, 2018 was 3.58%. Because the District's OPEB costs are essentially funded on a pay-as-you-go funding structure, a municipal bond rate was used to determine the total pension liability for the OPEB Plan. The Bond Buyer GO 20-Year Municipal Bond Index was adopted for this purpose.

Sensitivity of OPEB liability to discount rate:

The following table presents the total OPEB liability, calculated using the discount rate of 3.58%, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB liability	\$ 104,980,770	\$ 92,270,929	\$ 81,816,332

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 18 – POST EMPLOYMENT HEALTH CARE BENEFITS (OPEB) (Continued)

➤ **OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB**

For the year ended June 30, 2018, the District recognized OPEB expense of \$8,220,234. At June 30, 2018, the District has deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ -	\$ 732,257
Changes in Assumptions	-	9,309,201
Benefit payments subsequent to measurement	2,843,638	-
	\$ 2,843,638	\$ 10,041,458

Deferred outflows of resources of \$2,843,638 are reported by the District for employer benefit payments subsequent to the measurement date, and will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2019. Deferred inflows of resources shown above will be recognized in OPEB expense in the following years:

Fiscal Year Ending:	Inflows
June 30, 2019	\$ 853,140
June 30, 2020	853,140
June 30, 2021	853,140
June 30, 2022	853,140
June 30, 2023	853,140
Thereafter	5,775,758
	\$ 10,041,458

Note 19 – LITIGATION

The District is a party to several lawsuits and claims, which it is vigorously defending. Such matters arise out of the normal course of its operation, some of which are covered by insurance policies. While the results of litigation cannot be predicted with certainty, management believes the final outcome of such litigation will not have a material adverse effect on the District's financial position.

Note 20 – GRANTS AND CONTRACTS

The District participates in various Federally-assisted grant programs that are subject to review and audit by the grantor agencies. Entitlement of these resources is generally conditional upon compliance with the terms and conditions of grant agreements and applicable Federal regulations, including the expenditure of resources for allowable purposes. Any disallowances resulting from a Federal audit may become a liability of the District. The District does not believe that any significant liabilities would result from any review of its expenditures of Federal programs.

District School Board of Pinellas County, Florida
Notes to Financial Statements
June 30, 2018

Note 21 – CHANGE IN ACCOUNTING PRINCIPLES

In 2018, the District implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, resulting in a restatement of beginning net position for governmental activities. The components of this adjustment are as follows:

	Governmental Activities
<u>Elements of Adjustment:</u>	
District OPEB Liability	\$ (71,327,259)
Deferred Outflows - Transactions Subsequent to Measurement Date	3,588,470
Adjustment to Beginning Net Position	\$ (67,738,789)
 <u>Elements of Restatement:</u>	
Net Position, Beginning of Year	\$ 1,572,789,494
Adjustment to Beginning Net Position from GASB Statement No. 75	(67,738,789)
Net Position, Beginning of Year, as Restated	\$ 1,505,050,705

Note 22 – PRIOR PERIOD ADJUSTMENT

The beginning fund balance in the Public Education Capital Outlay (PECO) fund has been restated as a result of a correction of the prior period. This adjustment resulted from evaluation of District collections from other agencies in compliance with its revenue availability policy. The components of this adjustment are as follows:

	Nonmajor Public Education Capital Outlay (PECO) Fund	Total Nonmajor Funds
<u>Elements of Restatement:</u>		
Fund Balance, Beginning of Year	\$ 4,070,318	\$ 4,942,419
Adjustment to Beginning Fund Balance	(3,744,497)	(3,744,497)
Fund Balance, Beginning of Year as Restated	\$ 325,821	\$ 1,197,922

Required Supplementary Information

Florida Retirement System and Health Insurance Subsidy Pension Plan Schedules:

- **Schedules of Proportionate Share of Net Pension Liability**
- **Schedules of Employer Contributions**

Other Postemployment Benefits Plan Schedule:

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

District School Board of Pinellas County, Florida
Schedule of Proportionate Share of Net Pension Liability
Last 10 Measurement Years*

Florida Retirement System (FRS)

	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	1.259616807%	1.297430078%	1.407306963%	1.459283755%	1.423148715%
District's proportionate share of the net pension liability (asset)	\$ 372,586,200	\$ 383,771,112	\$ 181,772,569	\$ 89,037,769	\$ 244,987,234
District's covered-employee payroll	\$ 570,395,270	\$ 559,932,769	\$ 556,796,985	\$ 552,513,870	\$ 535,884,802
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	65.32%	68.54%	32.65%	16.12%	45.72%
Plan fiduciary net position as a percentage of the total pension liability (Note 2)	83.89%	84.88%	92.00%	96.09%	N/A

Health Insurance Subsidy (HIS)

	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	1.786850031%	1.809734201%	1.834261429%	1.858998708%	1.844187882%
District's proportionate share of the net pension liability (asset)	\$ 191,058,249	\$ 193,505,130	\$ 187,065,812	\$ 173,820,915	\$ 160,560,803
District's covered-employee payroll	\$ 570,395,270	\$ 559,932,769	\$ 556,796,985	\$ 552,513,870	\$ 535,884,802
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	33.50%	34.56%	33.60%	31.46%	29.96%
Plan fiduciary net position as a percentage of the total pension liability (Note 2)	1.64%	0.97%	0.50%	0.99%	N/A

* The amounts presented for each fiscal year were determined based on the measurement year (the preceding year ended June 30).
Example: Fiscal year 2014 presents information on the Plan's measurement year ended June 30, 2013.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for which information is available.

Note 2: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Comprehensive Annual Financial Report.

District School Board of Pinellas County, Florida
Schedule of Contributions
Last 10 Fiscal Years

Florida Retirement System (FRS)

	2018	2017	2016	2015	2014
Contractually required contribution	\$ 35,332,101	\$ 32,790,927	\$ 31,639,901	\$ 34,311,339	\$ 31,964,507
Contributions in relation to the contractually required contribution	\$ (35,332,101)	\$ (32,790,927)	\$ (31,639,901)	\$ (34,311,339)	\$ (31,964,507)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 574,096,753	\$ 570,395,270	\$ 559,932,769	\$ 556,796,985	\$ 552,513,870
Contributions as a percentage of covered employee payroll	6.15%	5.75%	5.65%	6.16%	5.79%

Health Insurance Subsidy (HIS)

	2018	2017	2016	2015	2014
Contractually required contribution	\$ 9,522,122	\$ 9,456,526	\$ 9,276,041	\$ 7,011,689	\$ 6,368,304
Contributions in relation to the contractually required contribution	\$ (9,522,122)	\$ (9,456,526)	\$ (9,276,041)	\$ (7,011,689)	\$ (6,368,304)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 574,096,753	\$ 570,395,270	\$ 559,932,769	\$ 556,796,985	\$ 552,513,870
Contributions as a percentage of covered employee payroll	1.66%	1.66%	1.66%	1.26%	1.15%

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for which information is available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

The following changes in actuarial assumptions occurred in 2017:

FRS: The long-term expected rate of return decreased from 7.60% to 7.10%.

HIS: The municipal rate used to determine total pension liability was increased from 2.85% to 3.58%.

The following changes in actuarial assumptions occurred in 2016:

FRS: There were no significant changes in actuarial assumptions. The inflation rate assumption remained at 2.60%, the real payroll growth assumption remained at 0.65%, and the overall payroll growth rate assumption remained at 3.25%. The long-term expected rate of return decreased from 7.65% to 7.60%.

HIS: The municipal rate used to determine total pension liability was decreased from 3.80% to 2.85%.

The following change in actuarial assumptions occurred in 2015:

HIS: The municipal rate used to determine total pension liability was decreased from 4.29% to 3.80%.

District School Board of Pinellas County, Florida
Schedule of Changes in the District's Total OPEB Liability and Related Ratios
Last 10 Measurement Years*

	2018
Total OPEB Liability	
Service cost	\$ 6,164,563
Interest	2,908,811
Difference between expected and actual experience	(794,471)
Change of assumptions and other inputs	(10,100,127)
Benefit payments	(3,588,470)
Net change in total OPEB liability	(5,409,694)
Total OPEB liability - beginning	97,680,623
Total OPEB liability - ending	\$ 92,270,929
Covered employee payroll	\$ 593,569,321
Total OPEB liability as a percentage of covered employee payroll	15.55%

Fiscal year 2018 presents information on the Plan's measurement year ended June 30, 2017.

Notes to the Schedule:

Note 1: GASB 75 requires information for 10 years. However, until a full 10-year trend is compiled, the District is presenting information for only those years for which information is available.

Note 2: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

Financial Section

Combining and Individual Fund Financial Statements and Schedules



PINELLAS
COUNTY
SCHOOLS

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LOCAL CAPITAL IMPROVEMENT TAX FUND
For the Year Ended June 30, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Ad Valorem	\$ 115,968,250	\$ 116,551,802	\$ 116,551,802	\$ -
Other Local Sources	<u>1,200,000</u>	<u>2,440,172</u>	<u>2,422,414</u>	<u>(17,758)</u>
Total Revenues	<u>117,168,250</u>	<u>118,991,974</u>	<u>118,974,216</u>	<u>(17,758)</u>
EXPENDITURES				
Current:				
Facilities Services	1,926	3,093	3,052	41
Debt Service:				
Retirement of Principal	1,027,058	960,590	840,025	120,565
Interest and Fiscal Charges	136,839	136,839	136,839	-
Capital Outlay:				
Facilities Acquisition and Construction	167,310,558	168,463,747	66,657,283	101,806,464
Other capital outlay	<u>-</u>	<u>5,964,339</u>	<u>5,964,339</u>	<u>-</u>
Total Expenditures	<u>168,476,381</u>	<u>175,528,608</u>	<u>73,601,538</u>	<u>101,927,070</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(51,308,131)</u>	<u>(56,536,634)</u>	<u>45,372,678</u>	<u>101,909,312</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers (Out)	<u>(42,692,116)</u>	<u>(35,768,982)</u>	<u>(35,768,982)</u>	<u>-</u>
Total Other Financing Sources and (Uses)	<u>(42,692,116)</u>	<u>(35,768,982)</u>	<u>(35,768,982)</u>	<u>-</u>
Net Change in Fund Balances	(94,000,247)	(92,305,616)	9,603,696	101,909,312
Fund Balances - Beginning	<u>126,735,339</u>	<u>126,735,339</u>	<u>126,735,339</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 32,735,092</u>	<u>\$ 34,429,723</u>	<u>\$ 136,339,035</u>	<u>\$ 101,909,312</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
OTHER CAPITAL PROJECTS
For the Year Ended June 30, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
State Sources	\$ -	\$ 1,111,708	\$ 1,111,708	\$ -
Other Local Sources	<u>-</u>	<u>421,981</u>	<u>421,959</u>	<u>(22)</u>
Total Revenues	<u>-</u>	<u>1,533,689</u>	<u>1,533,667</u>	<u>(22)</u>
EXPENDITURES				
Current:				
Facilities Services	-	-	-	-
Capital Outlay:				
Facilities Acquisition and Construction	<u>68,000,518</u>	<u>68,501,457</u>	<u>21,861,591</u>	<u>46,639,866</u>
Total Expenditures	<u>68,000,518</u>	<u>68,501,457</u>	<u>21,861,591</u>	<u>46,639,866</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(68,000,518)</u>	<u>(66,967,768)</u>	<u>(20,327,924)</u>	<u>46,639,844</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers (Out)	-	(1,111,708)	(1,111,708)	-
Proceeds from Certificates of Participation	68,000,518	60,290,852	60,290,852	-
Premium from Certificates of Participation	<u>-</u>	<u>7,712,523</u>	<u>7,712,523</u>	<u>-</u>
Total Other Financing Sources and (Uses)	<u>68,000,518</u>	<u>66,891,667</u>	<u>66,891,667</u>	<u>-</u>
Net Change in Fund Balances	-	(76,101)	46,563,743	46,639,844
Fund Balances - Beginning	<u>441,456</u>	<u>117,993</u>	<u>441,456</u>	<u>323,463</u>
Fund Balances - Ending	<u>\$ 441,456</u>	<u>\$ 41,892</u>	<u>\$ 47,005,199</u>	<u>\$ 46,963,307</u>

SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA

Combining Schedules of Nonmajor Governmental Funds

Special Revenue Fund

The Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted to expenditures for specified purposes other than debt service or capital projects. Special revenue funds should not be used to account for resources held in trust for individuals, private organizations or other governments (GASB54, paragraph 30). Florida school districts should disclose in the notes of the financial statements the purpose of each major special revenue fund, identifying which revenues and other resources are reported in each of these funds. Florida school districts should report federal categorical aid and food services as special revenue. The District reports the following Special Revenue Fund:

Food Services – The National School Lunch Program is a federally assisted meal program operating in public and nonprofit private schools and residential child care institutions. It provides nutritionally balanced, low-cost or free lunches to children each school day. The program was established under the National School Lunch Act, signed by President Harry Truman in 1946.

Debt Service Funds

The Debt Service Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in the debt service funds. The District reports two Debt Service Funds.

SBE/COBI Bonds – State Board of Education (SBE) and Capital Outlay Bond Indebtedness (COBI) bonds issued by the SBE on behalf of the school district under Article XII, section 9 of the Constitution of the State of Florida.

Other Debit Service – Certificates of Participation Bonds issued in September 2017. These funds will be used to finance the acquisition, construction and equipping of several new educational and administrative facilities.

Capital Projects Funds

The Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The District reports the following Capital Projects Funds:

Special Act Bonds – Special Act bonds (including Racing Commission revenue bonds) are used to finance these capital projects, which vary in purposes depending on the specifications of the bond issue.

Public Education Capital Outlay (PECO) – Fund used to account for the gross receipts tax used to finance capital projects.

Capital Outlay and Debt Service (CO & DS) Program – The school district's allocation from the State of Florida's (CO & DS) program is used to fund projects such as construction of new schools, including capital equipment and additions to existing schools.

Permanent Fund

District Permanent Fund – Permanent fund should be used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the government's programs – that is for the benefit of the government or its citizenry.

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2018

DEBT SERVICE FUNDS

	Food Services Special Revenue Fund	SBE / COBI Bonds Debt Service Fund	Other Debt Service	Total Nonmajor Debt Service Funds
ASSETS				
Cash and Cash Equivalents	\$ 8,339	\$ -	\$ -	\$ -
Restricted Cash and Cash Equivalents	-	-	4,488,499	4,488,499
Investments	-	49,378	17,575	66,953
Interest Receivable	1,859	-	5,301	5,301
Due from Other Agencies	4,749,679	-	-	-
Due from Other Funds	425,750	-	-	-
Inventory	1,613,741	-	-	-
Total Assets	<u>\$ 6,799,368</u>	<u>\$ 49,378</u>	<u>\$ 4,511,375</u>	<u>\$ 4,560,753</u>
LIABILITIES				
Accounts Payable	\$ 64,292	\$ -	\$ -	\$ -
Payroll Deductions and Withholdings	46,272	-	-	-
Construction Contracts Payable	-	-	-	-
Construction Contracts Retainage Payable	-	-	-	-
Due to Other Agencies	107,857	-	-	-
Due to Other Funds	5,417,881	-	-	-
Unearned Revenue	449,020	-	-	-
Total Liabilities	<u>6,085,322</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	-	-	-	-
FUND BALANCES (DEFICIT)				
Nonspendable	1,613,741	-	-	-
Restricted	-	49,378	4,511,375	4,560,753
Unassigned (Deficit)	(899,695)	-	-	-
Total Fund Balances (Deficit)	<u>714,046</u>	<u>49,378</u>	<u>4,511,375</u>	<u>4,560,753</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	<u>\$ 6,799,368</u>	<u>\$ 49,378</u>	<u>\$ 4,511,375</u>	<u>\$ 4,560,753</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA

COMBINING BALANCE SHEET (Continued)

NONMAJOR GOVERNMENTAL FUNDS

June 30, 2018

CAPITAL PROJECTS FUNDS

	Special Act Bonds	Public Education Capital Outlay (PECO)	Capital Outlay and Debt Service	Total Nonmajor Capital Projects Funds	District Permanent Fund	Total Nonmajor Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,339
Restricted Cash and Cash Equivalents	-	-	-	-	-	4,488,499
Investments	12,606	285,501	482,314	780,421	152,011	999,385
Interest Receivable	355	12	625	992	176	8,328
Due from Other Agencies	-	2,811,204	-	2,811,204	-	7,560,883
Due from Other Funds	-	-	-	-	-	425,750
Inventory	-	-	-	-	-	1,613,741
Total Assets	\$ 12,961	\$ 3,096,717	\$ 482,939	\$ 3,592,617	\$ 152,187	\$ 15,104,925
LIABILITIES						
Accounts Payable	\$ -	\$ 147,542	\$ -	\$ 147,542	\$ 1,468	213,302
Payroll Deductions and Withholdings	-	-	-	-	-	46,272
Construction Contracts Payable	-	278,592	-	278,592	-	278,592
Construction Contracts Retainage Payable	-	204,196	482,446	686,642	-	686,642
Due to Other Agencies	-	-	-	-	-	107,857
Due to Other Funds	-	-	-	-	-	5,417,881
Unearned Revenue	-	-	-	-	-	449,020
Total Liabilities	-	630,330	482,446	1,112,776	1,468	7,199,566
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenues	-	2,111,203	-	2,111,203	-	2,111,203
FUND BALANCES (DEFICIT)						
Nonspendable	-	-	-	-	150,719	1,764,460
Restricted	12,961	355,184	493	368,638	-	4,929,391
Unassigned (Deficit)	-	-	-	-	-	(899,695)
Total Fund Balances (Deficit)	12,961	355,184	493	368,638	150,719	5,794,156
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	\$ 12,961	\$ 3,096,717	\$ 482,939	\$ 3,592,617	\$ 152,187	\$ 15,104,925

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2018

	DEBT SERVICE FUNDS			
	Food Services	SBE / COBI		Total
	Special Revenue	Bonds Debt	Other Debt	Nonmajor Debt
	Fund	Service Fund	Service	Service Funds
REVENUES				
Intergovernmental Revenues				
Federal Through State	\$ 45,492,766	\$ -	\$ -	\$ -
State Sources	599,336	5,041,173	-	5,041,173
Charges for Food Service	5,772,892	-	-	-
Other Local Sources	<u>468,665</u>	<u>-</u>	<u>22,876</u>	<u>22,876</u>
Total Revenues	<u>52,333,659</u>	<u>5,041,173</u>	<u>22,876</u>	<u>5,064,049</u>
EXPENDITURES				
Current:				
Instruction	-	-	-	
Facilities Services	-	-	-	
Food Services	51,259,984	-	-	
Debt Service:				
Retirement of Principal	-	4,848,000	-	4,848,000
Interest and Fiscal Charges	-	284,460	891,867	1,176,327
Dues, Fees and Issuance Costs	-	3,615	639,148	642,763
Capital Outlay:				
Facilities Acquisition and Construction	-	-	-	-
Other Capital Outlay	<u>1,145,394</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>52,405,378</u>	<u>5,136,075</u>	<u>1,531,015</u>	<u>6,667,090</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(71,719)</u>	<u>(94,902)</u>	<u>(1,508,139)</u>	<u>(1,603,041)</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers In	344,610	-	5,380,366	5,380,366
Transfers (Out)	-	-	-	-
Proceeds of Certificates of Participation	<u>-</u>	<u>-</u>	<u>639,148</u>	<u>639,148</u>
Total Other Financing Sources and (Uses)	<u>344,610</u>	<u>-</u>	<u>6,019,514</u>	<u>6,019,514</u>
Net Change in Fund Balances	272,891	(94,902)	4,511,375	4,416,473
Fund Balances - Beginning, Restated	<u>441,155</u>	<u>144,280</u>	<u>-</u>	<u>144,280</u>
Fund Balances - Ending	<u>\$ 714,046</u>	<u>\$ 49,378</u>	<u>\$ 4,511,375</u>	<u>\$ 4,560,753</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2018

CAPITAL PROJECTS FUNDS						
	Special Act Bonds	Public Education Capital Outlay (PECO)	Capital Outlay and Debt Service	Total Nonmajor Capital Projects Funds	District Permanent Fund	Total Nonmajor Governmental Funds
REVENUES						
Intergovernmental Revenues						
Federal Through State	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45,492,766
State Sources	223,250	3,972,102	585,845	4,781,197	-	10,421,706
Charges for Food Service	-	-	-	-	-	5,772,892
Other Local Sources	1,975	1,469	6,212	9,656	1,612	502,809
Total Revenues	<u>225,225</u>	<u>3,973,571</u>	<u>592,057</u>	<u>4,790,853</u>	<u>1,612</u>	<u>62,190,173</u>
EXPENDITURES						
Current:						
Instruction	-	-	-	-	1,468	1,468
Facilities Services	8,798	-	-	8,798	-	8,798
Food Services	-	-	-	-	-	51,259,984
Debt Service:						
Retirement of Principal	-	-	-	-	-	4,848,000
Interest and Fiscal Charges	-	-	-	-	-	1,176,327
Dues, Fees and Issuance Costs	-	-	4,609	4,609	-	647,372
Capital Outlay:						
Facilities Acquisition and Construction	16,566	3,944,208	637,899	4,598,673	-	4,598,673
Other Capital Outlay	-	-	-	-	-	1,145,394
Total Expenditures	<u>25,364</u>	<u>3,944,208</u>	<u>642,508</u>	<u>4,612,080</u>	<u>1,468</u>	<u>63,686,016</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>199,861</u>	<u>29,363</u>	<u>(50,451)</u>	<u>178,773</u>	<u>144</u>	<u>(1,495,843)</u>
OTHER FINANCING SOURCES AND (USES)						
Transfers In	-	-	-	-	-	5,724,976
Transfers (Out)	(272,047)	-	-	(272,047)	-	(272,047)
Proceeds of Certificates of Participation	-	-	-	-	-	639,148
Total Other Financing Sources and (Uses)	<u>(272,047)</u>	<u>-</u>	<u>-</u>	<u>(272,047)</u>	<u>-</u>	<u>6,092,077</u>
Net Change in Fund Balances	(72,186)	29,363	(50,451)	(93,274)	144	4,596,234
Fund Balances - Beginning, Restated	<u>85,147</u>	<u>325,821</u>	<u>50,944</u>	<u>461,912</u>	<u>150,575</u>	<u>1,197,922</u>
Fund Balances - Ending	<u>\$ 12,961</u>	<u>\$ 355,184</u>	<u>\$ 493</u>	<u>\$ 368,638</u>	<u>\$ 150,719</u>	<u>\$ 5,794,156</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOOD SERVICES FUND
For the Year Ended June 30, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
Federal Through State	\$ 44,145,640	\$ 45,492,768	\$ 45,492,766	\$ (2)
State Sources	510,000	599,336	599,336	-
Charges for Food Service	6,773,594	5,772,892	5,772,892	-
Other Local Sources	<u>451,500</u>	<u>468,730</u>	<u>468,665</u>	<u>(65)</u>
Total Revenues	<u>51,880,734</u>	<u>52,333,726</u>	<u>52,333,659</u>	<u>(67)</u>
EXPENDITURES				
Current:				
Food Services	51,422,450	52,212,343	51,259,984	952,359
Capital Outlay:				
Other Capital Outlay	<u>-</u>	<u>1,145,394</u>	<u>1,145,394</u>	<u>-</u>
Total Expenditures	<u>51,422,450</u>	<u>53,357,737</u>	<u>52,405,378</u>	<u>952,359</u>
Excess of Revenues Over Expenditures	<u>458,284</u>	<u>(1,024,011)</u>	<u>(71,719)</u>	<u>952,292</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers In	<u>-</u>	<u>344,610</u>	<u>344,610</u>	<u>-</u>
Total Other Financing Sources and (Uses)	<u>-</u>	<u>344,610</u>	<u>344,610</u>	<u>-</u>
Net Change in Fund Balances	458,284	(679,401)	272,891	952,292
Fund Balances - Beginning	<u>441,155</u>	<u>441,155</u>	<u>441,155</u>	<u>-</u>
Fund Balances (Deficit) - Ending	<u>\$ 899,439</u>	<u>\$ (238,246)</u>	<u>\$ 714,046</u>	<u>\$ 952,292</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SBE / COBI BONDS FUND
For the Year Ended June 30, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
State Sources	\$ 5,132,460	\$ 5,041,173	\$ 5,041,173	\$ -
Total Revenues	<u>5,132,460</u>	<u>5,041,173</u>	<u>5,041,173</u>	<u>-</u>
EXPENDITURES				
Debt Service:				
Retirement of Principal	4,848,000	4,848,000	4,848,000	-
Interest and Fiscal Charges	284,460	284,460	284,460	-
Dues, Fees and Issuance Costs	-	3,615	3,615	-
Total Expenditures	<u>5,132,460</u>	<u>5,136,075</u>	<u>5,136,075</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>(94,902)</u>	<u>(94,902)</u>	<u>-</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers In	-	-	-	-
Total Other Financing Sources and (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>(94,902)</u>	<u>(94,902)</u>	<u>-</u>
Fund Balances - Beginning	<u>144,280</u>	<u>144,280</u>	<u>144,280</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 144,280</u>	<u>\$ 49,378</u>	<u>\$ 49,378</u>	<u>\$ -</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
OTHER DEBT SERVICE

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Other Local Sources	\$ -	\$ 22,876	\$ 22,876	\$ -
Total Revenues	<u>-</u>	<u>22,876</u>	<u>22,876</u>	<u>-</u>
EXPENDITURES				
Debt Service:				
Retirement of principal	3,080,000	3,080,000	-	3,080,000
Interest and fiscal charges	891,867	2,300,366	891,867	1,408,499
Dues, fees and issuance costs	<u>639,148</u>	<u>639,148</u>	<u>639,148</u>	<u>-</u>
Total Expenditures	<u>4,611,015</u>	<u>6,019,514</u>	<u>1,531,015</u>	<u>4,479,701</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,611,015)</u>	<u>(5,996,638)</u>	<u>(1,508,139)</u>	<u>4,479,701</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	5,380,366	5,380,366	5,380,366	-
Proceeds from Lease-Purchase Agreements	<u>769,745</u>	<u>639,148</u>	<u>639,148</u>	<u>-</u>
Total Other Financing Sources and (Uses)	<u>6,150,111</u>	<u>6,019,514</u>	<u>6,019,514</u>	<u>-</u>
Net Change in Fund Balances	1,539,096	22,876	4,511,375	4,479,701
Fund Balances - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 1,539,096</u>	<u>\$ 22,876</u>	<u>\$ 4,511,375</u>	<u>\$ 4,479,701</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL ACT BONDS

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
State Sources	\$ 223,250	\$ 223,250	\$ 223,250	\$ -
Other Local Sources	-	1,975	1,975	-
Total Revenues	223,250	225,225	225,225	-
EXPENDITURES				
Current:				
Facilities Services	36,350	8,798	8,798	-
Capital Outlay:				
Facilities Acquisition and Construction	-	16,566	16,566	-
Total Expenditures	36,350	25,364	25,364	-
Excess of Revenues Over Expenditures	186,900	199,861	199,861	-
OTHER FINANCING SOURCES AND (USES)				
Transfers (Out)	(188,250)	(272,047)	(272,047)	-
Total Other Financing Sources and (Uses)	(188,250)	(272,047)	(272,047)	-
Net Change in Fund Balances	(1,350)	(72,186)	(72,186)	-
Fund Balances - Beginning	85,147	85,147	85,147	-
Fund Balances - Ending	\$ 83,797	\$ 12,961	\$ 12,961	\$ -

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC EDUCATION CAPITAL OUTLAY (PECO)
For the Year Ended June 30, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
State Sources	\$ 2,338,808	\$ 2,338,808	\$ 3,972,102	\$ 1,633,294
Other Local Sources	-	1,469	1,469	-
Total Revenues	<u>2,338,808</u>	<u>2,340,277</u>	<u>3,973,571</u>	<u>1,633,294</u>
EXPENDITURES				
Capital Outlay:				
Facilities Acquisition and Construction	6,402,616	6,407,811	3,944,208	2,463,603
Total Expenditures	<u>6,402,616</u>	<u>6,407,811</u>	<u>3,944,208</u>	<u>2,463,603</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,063,808)</u>	<u>(4,067,534)</u>	<u>29,363</u>	<u>4,096,897</u>
Fund Balances - Beginning, Restated	<u>4,070,318</u>	<u>4,070,318</u>	<u>325,821</u>	<u>(3,744,497)</u>
Fund Balances - Ending	<u>\$ 6,510</u>	<u>\$ 2,784</u>	<u>\$ 355,184</u>	<u>\$ 352,400</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL OUTLAY AND DEBT SERVICE
For the Year Ended June 30, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
State sources	\$ 565,021	\$ 585,845	\$ 585,845	\$ -
Other local sources	-	6,273	6,212	(61)
Total Revenues	<u>565,021</u>	<u>592,118</u>	<u>592,057</u>	<u>(61)</u>
EXPENDITURES				
Debt Service:				
Dues, fees and issuance costs	-	4,609	4,609	-
Capital Outlay:				
Facilities acquisition and construction	-	637,899	637,899	-
Total Expenditures	<u>-</u>	<u>642,508</u>	<u>642,508</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>565,021</u>	<u>(50,390)</u>	<u>(50,451)</u>	<u>(61)</u>
Fund Balances - Beginning	<u>50,944</u>	<u>50,944</u>	<u>50,944</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 615,965</u>	<u>\$ 554</u>	<u>\$ 493</u>	<u>\$ (61)</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PERMANENT FUND

For the Year Ended June 30, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Other Local Sources	\$ -	\$ 1,631	\$ 1,612	\$ (19)
Total Revenues	<u>-</u>	<u>1,631</u>	<u>1,612</u>	<u>(19)</u>
EXPENDITURES				
Current:				
Instruction	-	1,468	1,468	-
Total Expenditures	<u>-</u>	<u>1,468</u>	<u>1,468</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>163</u>	<u>144</u>	<u>(19)</u>
Fund Balances - Beginning	<u>150,575</u>	<u>150,575</u>	<u>150,575</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 150,575</u>	<u>\$ 150,738</u>	<u>\$ 150,719</u>	<u>\$ (19)</u>

SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA

Internal Service Funds

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

- General Liability & Workers Comp Insurance Fund – To account for the financial activities of the District's self-insured general liability, auto liability, and workers compensation program.
- Employee Health Insurance Fund – To account for the financial activities of the District's self-insured employee health and prescription drug coverage program.

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2018

	Governmental Activities		
	Self Insurance	Self Insurance	
	- General	- Employee	Total Internal
	Liability &	Health	Service Funds
	<u>Workers Comp</u>	<u>Health</u>	<u>Service Funds</u>
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 75,000	\$ 997,100	\$ 1,072,100
Restricted Cash and Cash Equivalents	-	631,561	631,561
Investments	12,871,755	20,924,033	33,795,788
Accounts Receivable, Net	431,487	-	431,487
Interest Receivable	13,692	6,719	20,411
Due From Other Funds	<u>676,140</u>	<u>444,831</u>	<u>1,120,971</u>
Total Assets	<u>14,068,074</u>	<u>23,004,244</u>	<u>37,072,318</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	-	3,331,964	3,331,964
Insurance Claims Payable	<u>3,239,570</u>	<u>3,383,525</u>	<u>6,623,095</u>
Total Current Liabilities	<u>3,239,570</u>	<u>6,715,489</u>	<u>9,955,059</u>
Noncurrent Liabilities:			
Insurance Claims Payable	<u>10,502,688</u>	<u>5,712,475</u>	<u>16,215,163</u>
Total Noncurrent Liabilities	<u>10,502,688</u>	<u>5,712,475</u>	<u>16,215,163</u>
Total Liabilities	<u>13,742,258</u>	<u>12,427,964</u>	<u>26,170,222</u>
NET POSITION			
Unrestricted	<u>325,816</u>	<u>10,576,280</u>	<u>10,902,096</u>
Total Net Position	<u>\$ 325,816</u>	<u>\$ 10,576,280</u>	<u>\$ 10,902,096</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2018

	Governmental Activities		
	Self Insurance	Self Insurance -	
	- General	Employee	Total Internal
	Liability &	Health	Service Funds
	<u>Workers Comp</u>	<u>Health</u>	<u>Service Funds</u>
Operating Revenues:			
Premium Revenues	\$ 4,880,004	\$ 128,070,977	\$ 132,950,981
Miscellaneous Revenues	518,705	-	518,705
Total Operating Revenues	<u>5,398,710</u>	<u>128,070,977</u>	<u>133,469,687</u>
Operating Expenses:			
Insurance Claims	5,063,248	123,375,804	128,439,052
Total Operating Expenses	<u>5,063,248</u>	<u>123,375,804</u>	<u>128,439,052</u>
Operating Income (Loss)	<u>335,462</u>	<u>4,695,173</u>	<u>5,030,635</u>
Nonoperating Revenues:			
Interest Income	131,926	96,773	228,699
Total Nonoperating Revenues	<u>131,926</u>	<u>96,773</u>	<u>228,699</u>
Income (Loss) before Transfers	467,388	4,791,946	5,259,334
Transfers Out	(1,000,000)	-	(1,000,000)
Change in Net Position	(532,612)	4,791,946	4,259,334
Total Net Position - Beginning	<u>858,428</u>	<u>5,784,334</u>	<u>6,642,762</u>
Total Net Position - Ending	<u>\$ 325,816</u>	<u>\$ 10,576,280</u>	<u>\$ 10,902,096</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2018

	Governmental Activities		
	Self Insurance - General Liability & Workers Comp	Self Insurance - Employee Health	Total Internal Service Funds
Cash Flows from Operating Activities			
Cash Received from General and Other Funds	\$ 4,840,875	\$ 128,204,354	\$ 133,045,229
Cash Payments for Insurance Claims and Fees	<u>(4,861,864)</u>	<u>(124,696,431)</u>	<u>(129,558,295)</u>
Net Cash Provided by Operating Activities	<u>(20,989)</u>	<u>3,507,923</u>	<u>3,486,934</u>
Cash Flows from Non-Capital Activities			
Transfers to other funds	<u>(1,000,000)</u>	-	<u>(1,000,000)</u>
Net Cash Provided by Non-Capital Activities	<u>(1,000,000)</u>	-	<u>(1,000,000)</u>
Cash Flows from Investing Activities			
Proceeds from Sales and Maturities of Investments	3,634,709	118,184,187	121,818,895
Purchase of Investments	(2,735,073)	(122,734,178)	(125,469,251)
Interest and Dividends Received	<u>121,353</u>	<u>90,053</u>	<u>211,407</u>
Net Cash Used by Investing Activities	<u>1,020,989</u>	<u>(4,459,938)</u>	<u>(3,438,949)</u>
Net Increase in Cash and Cash Equivalents	-	(952,015)	(952,015)
Cash and Cash Equivalents at Beginning of Year	<u>75,000</u>	<u>2,580,676</u>	<u>2,655,676</u>
Cash and Cash Equivalents at End of Year	<u>\$ 75,000</u>	<u>\$ 1,628,661</u>	<u>\$ 1,703,661</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	<u>\$ 335,462</u>	<u>\$ 4,695,173</u>	<u>\$ 5,030,635</u>
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
(Increase) Decrease In -			
Accounts Receivable	118,305	76,451	194,756
Due from Other Funds	(676,140)	56,926	(619,214)
Increase (Decrease) In -			
Accounts Payable	1,438	(1,395,626)	(1,394,188)
Insurance Claims Payable	<u>199,945</u>	<u>75,000</u>	<u>274,945</u>
Total Adjustments	<u>(356,451)</u>	<u>(1,187,249)</u>	<u>(1,543,700)</u>
Net Cash Provided by Operating Activities	<u>\$ (20,989)</u>	<u>\$ 3,507,923</u>	<u>\$ 3,486,934</u>

There were no Noncash Investing Activities

SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA

Fiduciary Funds

Funds used to report resources held by the school district in a trustee or agency capacity for others that, therefore, cannot be used to support the school district's own programs.

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

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

For the Year Ended June 30, 2018

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Assets				
Cash and Cash Equivalents	\$ 8,043,951	\$ 21,219,481	\$ 21,105,266	\$ 8,158,166
Other Receivables	845,426	21,076,358	21,219,481	702,303
Due From Other Agencies	49,294	3,380,591	3,427,410	2,475
Inventory	262,561	412,388	362,706	312,243
Investments	101,707	6,263,556	6,259,528	105,736
Total Assets	<u>\$ 9,302,939</u>	<u>\$ 52,352,374</u>	<u>\$ 52,374,390</u>	<u>\$ 9,280,922</u>
Liabilities				
Accounts Payable	\$ 328,889	\$ 23,996,878	\$ 23,825,988	\$ 499,779
Internal Accounts Payable	8,974,050	21,121,455	21,314,361	8,781,144
Total Liabilities	<u>\$ 9,302,939</u>	<u>\$ 45,118,333</u>	<u>\$ 45,140,349</u>	<u>\$ 9,280,922</u>

Discretely Presented Component Units

The District's discretely presented component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations of which the nature and significance of their relationship with the primary government is such that exclusion of these organizations from the primary government's financial statements would be misleading. The District's component units consist of the following entities:

Charter Schools - The Academie Da Vinci Charter School, Inc., Alfred Adler, The Athenian Academy, Discovery Academy of Science, Enterprise High Charter School, Florida Virtual Academy at Pinellas County, MycroSchool¹, Pinellas Academy of Math & Science, Pinellas Preparatory Academy, Inc., Pinellas Primary, Plato Academy Charter School (Clearwater), Plato Academy of Tarpon Springs, Plato Academy (Seminole), Plato North Academy (Palm Harbor), Plato Academy South (Largo), Plato Academy (St. Petersburg), and Plato Academy Pinellas Park.

¹Although MycroSchool is an active charter school, due to Hurricane Michael their audit was not completed for inclusion in this CAFR.

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
June 30, 2018

	The Academie			Discovery		
	Da Vinci		The Athenian	Academy of		Enterprise High
	Charter School	Alfred Adler	Academy	Science	Charter School	
Assets						
Cash and Cash Equivalents	\$ 679,987	\$ 191,822	\$ 454,559	\$ 687,851	\$ 834,577	
Restricted Cash and Cash Equivalents	-	-	-	-	-	
Accounts Receivable, Net	-	-	-	21,614	-	
Due from Other Agencies	-	1,834	7,919	-	-	
Prepaid Items	-	384	87,578	-	64,915	
Other Assets	33,848	-	-	26,850	-	
Capital Assets:						
Nondepreciated Capital Assets	2,993	-	-	5,949	-	
Depreciated Capital Assets	<u>878,444</u>	<u>2,230</u>	<u>456,655</u>	<u>82,043</u>	<u>66,735</u>	
Total Assets	<u>1,595,272</u>	<u>196,270</u>	<u>1,006,711</u>	<u>824,307</u>	<u>966,227</u>	
Liabilities						
Accrued Salaries and Benefits	-	2,929	127,128	123,108	4,335	
Accounts Payable	10,017	99	8,642	3,253	8,812	
Due to Other Agencies	-	-	-	-	-	
Long-term Liabilities:						
Due Within One Year	41,507	-	48,253	18,514	-	
Due in More Than One Year	<u>348,625</u>	<u>-</u>	<u>481,042</u>	<u>-</u>	<u>-</u>	
Total Liabilities	<u>400,149</u>	<u>3,028</u>	<u>665,065</u>	<u>144,875</u>	<u>13,147</u>	
Deferred Inflows of Resources						
Deferred Inflows -Other	<u>229,425</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Total Deferred Inflows of Resources	<u>229,425</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Net Position						
Net Investment in Capital Assets	491,305	2,230	(72,640)	69,478	66,735	
Restricted For						
Capital Projects	316,928	41,867	73,203	122,451	120,503	
Other Purposes	-	-	-	-	-	
Unrestricted	<u>157,465</u>	<u>149,145</u>	<u>341,083</u>	<u>487,503</u>	<u>765,842</u>	
Total Net Position	<u>\$ 965,698</u>	<u>\$ 193,242</u>	<u>\$ 341,646</u>	<u>\$ 679,432</u>	<u>\$ 953,080</u>	

Continued

Although an active charter school, due to Hurricane Michael MycroSchool's audit was not completed for inclusion in this CAFR

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
June 30, 2018

	Pinellas Academy of Math and Science	Pinellas Preparatory Academy	Pinellas Primary	Plato Academy Charter School - Clearwater	Plato Academy of Tarpon Springs
Assets					
Cash and Cash Equivalents	\$ 2,421,081	\$ 1,479,889	\$ 1,204,898	\$ 323,951	\$ 439,423
Restricted Cash and Cash Equivalents	-	748,108	363,300	-	-
Accounts Receivable, Net	72,812	-	-	-	-
Due from Other Agencies	679	-	-	-	-
Prepaid Items	57,021	19,875	14,457	-	13,558
Other Assets	-	-	-	-	-
Capital Assets:					
Nondepreciated Capital Assets	-	1,093,667	1,093,667	-	-
Depreciated Capital Assets	86,695	3,217,044	2,050,491	107,613	167,784
Total Assets	<u>2,638,288</u>	<u>6,558,583</u>	<u>4,726,813</u>	<u>431,564</u>	<u>620,765</u>
Liabilities					
Accrued Salaries and Benefits	202,362	-	-	-	-
Accounts Payable	61,841	233,129	183,640	282,993	188,999
Due to Other Agencies	-	304,693	-	-	-
Long-term Liabilities:					
Due Within One Year	-	125,000	125,000	1,771	44,914
Due in More Than One Year	-	4,681,208	3,229,098	-	-
Total Liabilities	<u>264,203</u>	<u>5,344,030</u>	<u>3,537,738</u>	<u>284,764</u>	<u>233,913</u>
Deferred Inflows of Resources					
Deferred Inflows -Other	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Position					
Net Investment in Capital Assets	86,695	(598,989)	(411,142)	105,842	122,870
Restricted For					
Capital Projects	-	-	-	-	134,736
Other Purposes	-	644,617	466,792	-	-
Unrestricted	2,287,390	1,168,925	1,133,425	40,958	129,246
Total Net Position	<u>\$ 2,374,085</u>	<u>\$ 1,214,553</u>	<u>\$ 1,189,075</u>	<u>\$ 146,800</u>	<u>\$ 386,852</u>

Continued

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
June 30, 2018

	Plato Academy of Seminole	Plato North Academy - Palm Harbor	Plato South Academy - Largo	Plato Academy of St. Petersburg	Plato Academy Pinellas Park	Total Component Units
Assets						
Cash and Cash Equivalents	\$ 276,344	\$ 436,895	\$ 503,834	\$ 538,810	\$ 550,136	\$ 11,024,057
Restricted Cash and Cash Equivalents	-	-	-	-	-	1,111,408
Accounts Receivable, Net	8,671	6,773	3,890	-	150,000	263,760
Due from Other Agencies	-	-	-	-	-	10,432
Prepaid Items	-	11,423	11,725	5,417	-	286,353
Other Assets	-	-	-	-	-	60,698
Capital Assets:						
Nondepreciated Capital Assets	-	-	-	-	-	2,196,276
Depreciated Capital Assets	495,901	267,848	359,140	73,175	163,811	8,475,609
Total Assets	<u>780,916</u>	<u>722,939</u>	<u>878,589</u>	<u>617,402</u>	<u>863,947</u>	<u>23,428,593</u>
Liabilities						
Accrued Salaries and Benefits	-	-	-	-	-	459,862
Accounts Payable	59,831	86,371	142,333	75,353	667,702	2,013,015
Due to Other Agencies	-	-	-	-	-	304,693
Long-term Liabilities:						
Due Within One Year	4,791	5,729	5,730	-	-	421,209
Due in More Than One Year	-	-	-	-	30,000	8,769,973
Total Liabilities	<u>64,622</u>	<u>92,100</u>	<u>148,063</u>	<u>75,353</u>	<u>697,702</u>	<u>11,968,752</u>
Deferred Inflows of Resources						
Deferred Inflows -Other	-	-	-	-	-	229,425
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>229,425</u>
Net Position						
Net Investment in Capital Assets	491,110	262,119	353,410	73,175	133,811	1,176,009
Restricted For						
Capital Projects	154,978	164,312	203,700	230,697	-	1,563,375
Other Purposes	-	-	-	-	-	1,111,409
Unrestricted	70,206	204,408	173,416	238,177	32,434	7,379,623
Total Net Position	<u>\$ 716,294</u>	<u>\$ 630,839</u>	<u>\$ 730,526</u>	<u>\$ 542,049</u>	<u>\$ 166,245</u>	<u>\$ 11,230,416</u>

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the Year Ended June 30, 2018

	The Academic			Discovery	Enterprise
	Da Vinci		The Athenian	Academy of	High Charter
	Charter		Academy	Science	School
	<u>School</u>	<u>Alfred Adler</u>	<u>School</u>	<u>School</u>	<u>School</u>
Expenses:					
Instruction	\$ 1,319,700	\$ 371,621	\$ 1,987,143	\$ 1,779,362	\$ 1,139,008
Student Support Services	-	-	-	-	-
Instruction and Curriculum Development	-	5,000	713	2,068	1,565
Instructional Staff Training	5,902	1,989	-	-	3,182
Instruction-Related Technology	37,211	-	14,783	-	98,538
School Board	13,759	-	393,537	32,830	100,145
General Administration	84,646	31,858	-	34,188	-
School administration	294,362	121,031	434,582	484,794	435,844
Facilities Acquisition and Construction	-	49,931	477,984	204,966	287,047
Fiscal Services	18,695	8,912	98,285	83,445	71,633
Food Services	8,440	1,877	41,339	10,877	3,600
Central Services	-	-	-	16,570	-
Student Transportation Services	-	-	25,486	-	27,400
Operation of Plant	498,293	21,683	212,688	139,472	141,682
Maintenance of Plant	-	-	21,722	45,831	18,407
Community Services	33,481	9,476	202	54,148	50
Unallocated Depreciation	-	6,341	60,465	36,555	18,534
School Activities / Field Trips	-	-	-	-	-
Interest on Long-Term Debt	23,627	-	22,282	2,676	-
Total Expenses	<u>2,338,116</u>	<u>629,719</u>	<u>3,791,211</u>	<u>2,927,782</u>	<u>2,346,635</u>
Program Revenues:					
Charges for Services	93,598	15,479	-	94,045	-
Operating Grants and Contributions	-	-	86,095	-	38,291
Capital Grants and Contributions	-	17,452	91,747	72,750	80,218
Total Program Revenues	<u>93,598</u>	<u>32,931</u>	<u>177,842</u>	<u>166,795</u>	<u>118,509</u>
Net (Expenses)	<u>(2,244,518)</u>	<u>(596,788)</u>	<u>(3,613,369)</u>	<u>(2,760,987)</u>	<u>(2,228,126)</u>
General Revenues:					
Other State and Local Sources	2,560,805	737,094	3,968,924	3,250,437	2,709,455
Grant and Contributions Not Restricted to Specific Programs	13,727	-	-	-	-
Investment Earnings	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total General Revenues	<u>2,574,532</u>	<u>737,094</u>	<u>3,968,924</u>	<u>3,250,437</u>	<u>2,709,455</u>
Change in Net Position	330,014	140,306	355,555	489,450	481,329
Net Position - Beginning	<u>635,684</u>	<u>52,936</u>	<u>(13,909)</u>	<u>189,982</u>	<u>471,751</u>
Net Position - Ending	<u>\$ 965,698</u>	<u>\$ 193,242</u>	<u>\$ 341,646</u>	<u>\$ 679,432</u>	<u>\$ 953,080</u>

Continued

Although an active charter school, due to Hurricane Michael MycroSchool's audit was not completed for inclusion in this CAFR

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the Year Ended June 30, 2018

	<u>Pinellas Academy of Math and Science</u>	<u>Pinellas Preparatory Academy</u>	<u>Pinellas Primary</u>	<u>Plato Academy Charter School - Clearwater</u>	<u>Plato Academy of Tarpon Springs</u>
Expenses:					
Instruction	\$ 2,129,792	\$ 2,029,661	\$ 1,644,983	\$ 2,117,401	\$ 1,728,496
Student Support Services	881	-	-	-	-
Instruction and Curriculum Development	49,624	-	-	-	-
Instructional Staff Training	3,739	-	-	-	-
Instruction-Related Technology	19,426	-	-	68,548	50,098
School Board	27,180	-	-	7,646	7,366
General Administration	260,614	-	-	-	50,000
School administration	348,752	338,418	253,078	702,567	592,110
Facilities Acquisition and Construction	839,113	-	-	22,680	-
Fiscal Services	222,768	30,247	14,577	-	-
Food Services	-	-	-	-	-
Central Services	-	-	-	-	-
Student Transportation Services	-	-	-	-	-
Operation of Plant	427,524	491,522	403,756	903,926	307,274
Maintenance of Plant	123,803	-	-	-	-
Community Services	184,293	-	-	-	-
Unallocated Depreciation	35,517	-	-	83,861	106,633
School Activities / Field Trips	-	54,388	35,739	-	-
Interest on Long-Term Debt	208	348,611	253,072	384	5,419
Total Expenses	<u>4,673,234</u>	<u>3,292,847</u>	<u>2,605,205</u>	<u>3,907,013</u>	<u>2,847,396</u>
Program Revenues:					
Charges for Services	257,466	371,472	253,581	-	-
Operating Grants and Contributions	140,490	95,250	66,353	-	-
Capital Grants and Contributions	121,136	507,946	382,872	82,073	64,661
Total Program Revenues	<u>519,092</u>	<u>974,668</u>	<u>702,806</u>	<u>82,073</u>	<u>64,661</u>
Net (Expenses)	<u>(4,154,142)</u>	<u>(2,318,179)</u>	<u>(1,902,399)</u>	<u>(3,824,940)</u>	<u>(2,782,735)</u>
General Revenues:					
Other State and Local Sources	5,200,088	2,765,886	-	3,944,207	2,946,889
Grant and Contributions Not Restricted to Specific Programs	-	-	2,375,592	-	-
Investment Earnings	-	172	490	-	-
Miscellaneous	-	-	-	-	-
Total General Revenues	<u>5,200,088</u>	<u>2,766,058</u>	<u>2,376,082</u>	<u>3,944,207</u>	<u>2,946,889</u>
Change in Net Position	1,045,946	447,879	473,683	119,267	164,154
Net Position - Beginning	<u>1,328,139</u>	<u>766,674</u>	<u>715,392</u>	<u>27,533</u>	<u>222,698</u>
Net Position - Ending	<u>\$ 2,374,085</u>	<u>\$ 1,214,553</u>	<u>\$ 1,189,075</u>	<u>\$ 146,800</u>	<u>\$ 386,852</u>

Continued

DISTRICT SCHOOL BOARD OF PINELLAS COUNTY, FLORIDA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the Year Ended June 30, 2018

	<u>Plato Academy of Seminole</u>	<u>Plato North Academy - Palm Harbor</u>	<u>Plato South Academy - Largo</u>	<u>Plato Academy of St. Petersburg</u>	<u>Plato Academy Pinellas Park</u>	<u>Total Component Units</u>
Expenses:						
Instruction	\$ 1,662,277	\$ 1,768,686	\$ 1,658,221	\$ 1,571,434	\$ 1,042,248	\$ 23,950,033
Student Support Services	-	-	-	-	-	881
Instruction and Curriculum Development	-	-	-	-	-	58,970
Instructional Staff Training	-	-	-	-	-	14,812
Instruction-Related Technology	50,400	74,002	49,646	56,904	57,932	577,488
School Board	7,751	7,979	7,449	7,366	7,366	620,374
General Administration	-	150,000	100,000	100,000	-	811,306
School administration	586,208	592,574	578,992	576,029	513,035	6,852,376
Facilities Acquisition and Construction	45,936	-	-	1,844	-	1,929,501
Fiscal Services	-	-	-	-	-	548,562
Food Services	-	-	-	-	-	66,133
Central Services	-	-	-	-	-	16,570
Student Transportation Services	-	-	-	-	-	52,886
Operation of Plant	241,875	231,863	236,507	234,420	842,818	5,335,303
Maintenance of Plant	-	-	-	-	-	209,763
Community Services	-	-	-	-	-	281,650
Unallocated Depreciation	103,190	77,059	109,559	45,443	22,064	705,221
School Activities / Field Trips	-	-	-	-	-	90,127
Interest on Long-Term Debt	1,500	1,972	1,972	-	1,500	663,223
Total Expenses	<u>2,699,137</u>	<u>2,904,135</u>	<u>2,742,346</u>	<u>2,593,440</u>	<u>2,486,963</u>	<u>42,785,179</u>
Program Revenues:						
Charges for Services	-	-	-	-	-	1,085,641
Operating Grants and Contributions	-	-	-	-	-	426,479
Capital Grants and Contributions	65,712	65,685	64,232	63,230	49,302	1,729,016
Total Program Revenues	<u>65,712</u>	<u>65,685</u>	<u>64,232</u>	<u>63,230</u>	<u>49,302</u>	<u>3,241,136</u>
Net (Expenses)	<u>(2,633,425)</u>	<u>(2,838,450)</u>	<u>(2,678,114)</u>	<u>(2,530,210)</u>	<u>(2,437,661)</u>	<u>(39,544,043)</u>
General Revenues:						
Other State and Local Sources	2,970,355	2,950,300	2,847,179	2,799,934	2,256,259	41,907,812
Grant and Contributions Not Restricted to Specific Programs	-	-	-	-	-	2,389,319
Investment Earnings	-	-	-	-	-	662
Miscellaneous	-	-	-	-	200,000	200,000
Total General Revenues	<u>2,970,355</u>	<u>2,950,300</u>	<u>2,847,179</u>	<u>2,799,934</u>	<u>2,456,259</u>	<u>44,497,793</u>
Change in Net Position	336,930	111,850	169,065	269,724	18,598	4,953,750
Net Position - Beginning	<u>379,364</u>	<u>518,989</u>	<u>561,461</u>	<u>272,325</u>	<u>147,647</u>	<u>6,276,666</u>
Net Position - Ending	<u>\$ 716,294</u>	<u>\$ 630,839</u>	<u>\$ 730,526</u>	<u>\$ 542,049</u>	<u>\$ 166,245</u>	<u>\$ 11,230,416</u>

Statistical Section



**PINELLAS
COUNTY
SCHOOLS**

STATISTICAL SECTION

This part of the Pinellas County School District's comprehensive annual financial report presents detailed information as a context for understanding what the data presented in the financial statements, note disclosures, and required supplemental information conveys about the District's overall financial health.

Contents

Financial Trends

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

Revenue Capacity

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

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future. The District has no legal debt limit, and therefore, legal debt limit information is not reported in these schedules.

Demographic and Economic Information

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

Operating Information

These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

SCHEDULE 1
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ended									
	2018 ^b	2017	2016	2015 ^a	2014	2013	2012	2011	2010	2009
Governmental Activities:										
Net Investment in Capital Assets	\$ 1,839,380,487	\$ 1,830,044,123	\$ 1,827,455,059	\$ 1,810,302,802	\$ 1,796,670,997	\$ 1,777,556,490	\$ 1,800,071,994	\$ 1,802,357,684	\$ 1,820,894,728	\$ 1,721,208,315
Restricted	208,017,102	155,581,576	141,768,810	165,990,303	195,184,146	216,539,444	222,209,847	245,660,875	242,814,589	311,880,228
Unrestricted	(547,384,748)	(412,836,205)	(397,992,367)	(426,982,918)	(71,633,501)	(38,357,455)	(30,052,814)	(15,034,942)	(25,318,663)	(44,634,872)
Position	\$ 1,500,012,841	\$ 1,572,789,494	\$ 1,571,231,502	\$ 1,549,310,187	\$ 1,920,221,642	\$ 1,955,738,479	\$ 1,992,229,027	\$ 2,032,983,617	\$ 2,038,390,634	\$ 1,988,453,671

^a The District implemented the provisions of Governmental Accounting Standards Board (GASB) Statement 68, effective for fiscal year ended June 30, 2015. Fiscal years prior to 2015 have not been restated for implementation of GASB 68.

^b The District implemented the provisions of Governmental Accounting Standards Board (GASB) Statement 75, effective for fiscal year ended June 30, 2018. Fiscal years prior to 2018 have not been restated for implementation of GASB 75.

Source: District Records

SCHEDULE 2
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ended				
	2018	2017	2016	2015	2014
Expenses:					
Governmental Activities:					
Instruction	\$ 616,860,713	\$ 612,445,936	\$ 587,206,137	\$ 570,832,174	\$ 593,181,629
Student Support Services	44,392,535	42,868,522	41,701,718	40,079,925	40,996,083
Instructional Media Services	6,589,555	6,791,057	6,567,978	6,259,055	7,965,836
Instruction and Curriculum Development Services	29,539,555	22,511,328	21,055,089	19,061,663	19,647,538
Instructional Staff Training Services	22,019,125	22,313,264	21,228,368	21,105,869	16,285,130
Instruction-Related Technology	9,122,730	8,847,977	11,123,407	9,609,853	5,229,306
School Board	1,968,665	1,614,212	6,841,710	8,687,142	7,306,885
General Administration	5,908,271	6,116,975	5,545,943	5,492,609	5,002,128
School Administration	61,734,817	58,976,191	55,391,784	53,908,821	53,367,331
Facilities Services	30,951,980	22,328,171	21,196,659	26,094,134	16,547,273
Fiscal Services	4,602,599	4,641,587	4,020,507	4,369,327	4,288,301
Food Services	53,736,030	50,176,440	50,691,765	54,935,024	55,271,314
Central Services	13,951,438	16,431,065	14,181,696	13,212,679	13,259,941
Student Transportation Services	35,991,575	34,868,121	32,492,609	33,445,681	33,996,245
Operation of Plant	80,655,643	77,869,719	76,501,339	76,162,862	75,122,718
Maintenance of Plant	22,704,658	22,188,673	21,272,078	21,535,794	22,292,640
Administrative Technology Services	4,035,548	3,685,379	4,715,806	4,898,836	5,509,524
Community Services	4,086,782	4,119,527	4,745,486	4,324,051	5,686,144
Unallocated Interest on Long-Term Debt	3,013,732	840,395	711,726	1,591,409	1,835,837
Unallocated Depreciation/Amortization	51,363,721	49,752,455	49,082,908	55,418,636	58,009,064
Loss on Disposal of Capital Assets		-	844,505	-	-
Total Governmental Activities	\$ 1,103,229,672	\$1,069,386,994	\$1,037,119,218	\$1,031,025,544	\$1,040,800,867
Program Revenues:					
Governmental Activities:					
Charges for Services					
Food Services	5,821,492	6,705,475	7,272,909	7,096,510	9,026,336
Other	19,424,238	15,969,591	30,596,802	17,298,292	13,263,224
Operating Grants and Contributions	46,092,102	44,123,768	43,818,711	40,123,436	36,096,291
Capital Grants and Contributions	9,384,973	11,069,376	8,693,238	8,688,695	6,939,736
Total Primary Government Program Revenues	80,722,805	77,868,210	90,381,660	73,206,933	65,325,587
Net Expense					
Total Primary Government Net Expense	\$ (1,022,506,867)	\$ (991,518,784)	\$ (946,737,558)	\$ (957,818,611)	\$ (975,475,280)
General Revenues and Other Changes in Net Position:					
Governmental Activities:					
Taxes:					
Property Taxes, Levied for Operational Purposes	428,105,196	420,785,395	423,137,619	399,564,169	386,130,007
Property Taxes, Levied for Capital Projects	116,551,802	108,454,882	101,226,309	94,510,905	88,279,359
Programs	461,305,993	450,272,706	434,467,561	448,176,215	448,284,201
Investment Earnings	2,474,129	3,018,261	2,058,204	3,944,410	(1,211,202)
Miscellaneous	9,031,883	10,545,532	7,769,180	7,926,683	18,476,078
Total Primary Government General Revenues	1,017,469,003	993,076,776	968,658,873	954,122,382	939,958,443
Total Primary Government	\$ (5,037,864)	\$ 1,557,992	\$ 21,921,315	\$ (3,696,229)	\$ (35,516,837)

Source: District Records

SCHEDULE 2 (Continued)
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ended				
	2013	2012	2011	2010	2009
Expenses:					
Governmental Activities:					
Instruction	\$ 554,853,910	\$ 549,808,548	\$ 586,094,009	\$ 570,565,135	\$ 581,928,848
Student Support Services	39,841,312	38,790,556	44,134,861	43,321,534	44,585,246
Instructional Media Services	9,863,882	10,167,569	11,756,105	12,141,949	13,162,730
Instruction and Curriculum Development Services	17,593,504	21,449,384	21,353,254	19,332,910	20,091,721
Instructional Staff Training Services	13,985,950	13,364,134	15,339,149	18,067,136	13,314,988
Instruction-Related Technology	11,798,584	11,970,767	11,560,971	8,169,353	13,603,348
School Board	4,823,639	7,428,807	2,270,164	10,930,429	7,800,189
General Administration	5,572,420	5,107,703	5,415,390	5,479,689	6,140,554
School Administration	51,155,928	51,025,846	54,610,749	53,861,407	55,134,934
Facilities Services	9,984,019	1,675,162	20,982,923	11,768,611	20,128,676
Fiscal Services	4,000,480	3,697,294	4,576,159	4,901,633	4,470,250
Food Services	47,287,303	41,432,795	37,753,811	36,203,313	37,661,119
Central Services	12,420,948	12,727,811	13,169,215	13,539,351	12,577,654
Student Transportation Services	32,236,100	33,953,295	33,632,292	34,429,985	45,728,914
Operation of Plant	76,884,823	74,787,060	81,308,828	83,226,247	83,895,325
Maintenance of Plant	21,229,216	21,321,715	23,132,616	22,777,697	23,980,005
Administrative Technology Services	5,106,634	6,532,661	5,656,252	5,508,353	5,810,130
Community Services	4,413,922	5,057,795	4,596,998	4,156,390	2,808,754
Unallocated Interest on Long-Term Debt	2,180,079	2,195,336	2,553,563	3,249,634	2,579,197
Unallocated Depreciation/Amortization	54,194,861	75,112,354	86,644,244	46,476,667	44,495,468
Loss on Disposal of Capital Assets	-	-	-	7,921,109	-
Total Governmental Activities	\$979,427,514	\$987,606,592	\$1,066,541,553	\$1,016,028,532	\$1,039,898,050
Program Revenues:					
Governmental Activities:					
Charges for Services					
Food Services	10,737,652	11,000,112	11,839,717	12,322,470	13,727,711
Other	19,295,510	17,897,004	5,662,124	15,729,090	4,730,094
Operating Grants and Contributions	31,374,193	28,986,770	33,792,576	25,489,857	41,720,254
Capital Grants and Contributions	5,766,704	5,453,720	4,553,906	7,689,507	14,648,166
Total Primary Government Program Revenues	67,174,059	63,337,606	55,848,323	61,230,924	74,826,225
Net Expense					
Total Primary Government Net Expense	\$ (912,253,455)	\$ (924,268,986)	\$ (1,010,693,230)	\$ (954,797,608)	\$ (965,071,825)
General Revenues and Other Changes in Net Position:					
Governmental Activities:					
Taxes:					
Property Taxes, Levied for Operational Purposes	386,633,210	402,349,435	418,817,668	461,723,454	478,621,606
Property Taxes, Levied for Capital Projects	85,226,521	87,661,838	91,845,449	101,202,506	132,797,697
Grants and Contributions Not Restricted To Specific Programs	396,484,820	381,706,894	475,080,118	420,499,852	390,482,449
Investment Earnings	(1,118,020)	3,091,917	4,861,667	9,060,453	8,724,869
Miscellaneous	8,536,376	8,704,312	14,681,311	12,248,309	15,666,450
Total Primary Government General Revenues	875,762,907	883,514,396	1,005,286,213	1,004,734,574	1,026,293,071
Total Primary Government	\$ (36,490,548)	\$ (40,754,590)	\$ (5,407,017)	\$ 49,936,966	\$ 61,221,246

Source: District Records

SCHEDULE 3
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ended				
	2018	2017	2016	2015	2014
General Fund					
Reserved for:					
Encumbrances	\$ -	\$ -	\$ -	\$ -	\$ -
State Categorical Programs	-	-	-	-	-
Inventory	-	-	-	-	-
Unreserved	-	-	-	-	-
Nonspendable ^A					
Prepaid Items	4,500	4,500	4,500	1,462,756	6,247,329
Inventories	3,562,786	3,483,055	3,810,577	3,915,530	-
Restricted ^A					
State Required Carryover Programs	1,476,313	1,129,538	1,220,188	1,516,449	-
Tax Levy	791,999	1,284,683	2,384,832	1,326,953	-
Workforce Development	14,674,311	21,489,596	21,309,681	22,991,145	25,481,209
Assigned ^A					
General Fund	36,339,905	25,866,967	19,296,456	22,827,700	19,763,361
Unassigned ^A	17,697,159	20,301,570	15,419,419	7,230,439	5,857,921
Total General Fund	74,546,973	73,559,909	63,445,653	61,270,972	57,349,820
All Other Governmental Funds					
Reserved for:					
Encumbrances	\$ -	\$ -	\$ -	\$ -	\$ -
Inventory	-	-	-	-	-
Permanent funds	-	-	-	-	-
Unreserved, Reported in:					
Special Revenue Funds	-	-	-	-	-
Debt Service Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Nonspendable ^A					
Inventories	1,613,741	1,947,393	1,245,171	928,327	1,055,530
Permanent fund	150,719	150,575	150,420	150,412	-
Prepaid amounts	12,490	11,621	-	-	-
Restricted ^A					
Food Services	-	-	-	-	-
Debt Service	4,560,753	144,280	259,017	425,005	-
Capital Projects	183,537,692	130,941,749	116,408,395	139,450,796	168,647,407
Assigned ^A					
Capital Projects	175,180	441,456	117,993	93,577	-
Unassigned ^A	(912,185)	(1,517,859)	(3,973,756)	(5,694,736)	-
Total All Other Governmental Funds	\$ 189,138,390	\$ 132,119,215	\$ 114,207,240	\$ 135,353,381	\$ 169,702,937

^A The District implemented the provision of Governmental Accounting Standards Board Statement 54 effective for fiscal year ended June 30, 2011.

Source: District Records

SCHEDULE 3 (Continued)
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ended				
	2013	2012	2011	2010	2009
General Fund					
Reserved for:					
Encumbrances	\$ -	\$ -	\$ -	\$ 13,181,388	\$ 7,818,937
State Categorical Programs	-	-	-	3,310,566	4,293,524
Inventory	-	-	-	4,161,713	4,328,021
Unreserved	-	-	-	62,428,419	52,870,327
Nonspendable ^A					
Prepaid Items	1,716,145	5,983,956	5,025,832	-	-
Inventories	4,319,155	4,350,842	3,799,721	-	-
Restricted ^A					
State Required Carryover Programs	2,575,386	1,581,158	2,142,459	-	-
Tax Levy	2,120,133	3,534,361	4,346,930	-	-
Workforce Development	19,598,985	15,794,746	11,886,186	-	-
Assigned ^A					
General Fund	19,335,627	22,614,477	40,683,132	-	-
Unassigned ^A	7,539,505	6,667,952	24,860,918	-	-
Total General Fund	57,204,936	60,527,492	92,745,178	83,082,086	69,310,809
All Other Governmental Funds					
Reserved for:					
Encumbrances	-	-	-	74,592,247	162,342,722
Inventory	-	-	-	914,550	979,714
Permanent funds	-	-	-	151,868	151,859
Unreserved, Reported in:					
Special Revenue Funds	-	-	-	11,151,524	9,376,422
Debt Service Funds	-	-	-	1,037,007	1,096,917
Capital Projects Funds	-	-	-	153,331,248	132,442,091
Nonspendable ^A					
Inventories	1,039,915	1,186,079	1,091,853	-	-
Permanent fund	151,595	152,136	152,029	-	-
Prepaid amounts	5,257	-	-	-	-
Restricted ^A					
Food Services	9,015,845	14,376,780	14,836,088	-	-
Debt Service	704,439	905,834	971,709	-	-
Capital Projects	204,092,179	205,193,936	210,233,621	-	-
Assigned ^A					
Capital Projects	3,561,592	9,339,644	10,637,224	-	-
Unassigned ^A	-	-	-	-	-
Total All Other Governmental Funds	\$ 218,570,822	\$ 231,154,409	\$ 237,922,524	\$ 241,178,444	\$ 306,389,725

^A The District implemented the provision of Governmental Accounting Standards Board Statement 54 effective for fiscal year ended June 30, 2011.

Source: District Records

SCHEDULE 4
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ended				
	2018	2017	2016	2015	2014
Revenues:					
Federal Direct Sources	\$ 3,783,953	\$ 4,527,794	\$ 6,249,336	\$ 6,678,363	\$ 6,469,677
Federal Through State and Local Sources	120,471,262	114,046,159	109,220,618	122,844,948	120,923,252
State Sources	394,161,146	386,928,175	371,102,822	367,335,489	363,927,299
Local Sources	576,050,240	564,262,542	556,998,723	526,866,449	503,431,967
Total Revenues	1,094,466,601	1,069,764,670	1,043,571,499	1,023,725,249	994,752,195
Expenditures:					
Current:					
Instruction	592,753,569	591,106,243	590,279,061	578,850,957	587,861,147
Student Support Services	42,722,943	41,254,410	42,166,610	40,998,126	40,783,530
Instructional Media Services	6,302,576	6,485,496	6,580,627	6,326,844	7,848,642
Instruction and Curriculum Development Services	29,130,084	21,775,791	21,258,146	19,432,829	19,526,361
Instructional Staff Training Services	21,231,654	21,521,527	21,371,228	21,409,010	16,221,309
Instruction-Related Technology	8,751,753	8,566,960	7,617,399	6,634,060	5,133,112
School Board	1,925,372	1,052,161	1,270,449	1,958,788	1,497,868
General Administration	5,805,341	6,012,367	5,568,593	5,540,946	4,971,048
School Administration	59,538,093	56,950,504	56,015,004	55,155,510	53,162,421
Facilities Services	520,871	13,119,155	683,100	748,007	538,740
Fiscal Services	4,437,901	4,504,907	4,062,547	4,446,983	4,264,074
Food Services	51,720,644	48,293,398	49,921,648	54,465,025	54,254,129
Central Services	13,371,307	15,871,754	14,107,571	13,230,312	13,010,338
Student Transportation Services	34,054,930	33,162,274	32,128,805	33,453,353	33,908,943
Operation of Plant	79,318,548	76,553,151	76,823,838	76,830,352	74,943,027
Maintenance of Plant	22,249,431	21,820,537	21,320,742	21,681,771	22,196,381
Administrative Technology Services	3,859,257	3,524,797	4,742,872	4,955,349	5,444,094
Community Services	4,075,485	4,107,154	4,749,115	4,330,131	5,474,367
Capital Outlay:					
Facilities Acquisition and Construction	103,128,326	56,119,004	96,471,394	93,058,201	79,113,537
Other Capital Outlay	9,910,908	3,402,852	4,979,626	5,479,393	8,111,183
Debt Service:					
Principal	5,688,025	5,513,277	5,991,836	7,558,758	9,961,577
Interest and Fiscal Charges	1,960,538	1,189,226	1,110,276	848,878	1,835,837
Total Expenditures	1,102,457,556	1,041,906,945	1,069,220,487	1,057,393,583	1,050,061,665
Excess of Revenues over (under) Expenditures	(7,990,955)	27,857,725	(25,648,988)	(33,668,334)	(55,309,470)
Other Financing Sources (Uses)					
Refunding Bonds Issued	-	-	-	14,794,001	-
Premium on Refunding of Bonds	-	-	-	1,406,879	-
Payment to Refunding Bonds Escrow Agent	-	-	-	(16,507,783)	-
Obligation Under Capital Leases	-	-	-	1,658,109	-
Proceeds from the Sale of Capital Assets	-	-	6,417,790	1,561,670	4,217,318
Proceeds on Lease-Purchase Agreements	60,930,000	-	-	-	-
Premium Lease-Purchase Agreements	7,712,523	-	-	-	-
Loss Recoveries	99,169	168,506	259,740	327,054	167,151
Transfers In	38,152,737	34,783,744	36,892,006	39,071,353	49,256,952
Transfers Out	(37,152,737)	(34,783,744)	(36,892,006)	(39,071,353)	(47,054,952)
Total Other Financing Sources	69,741,692	168,506	6,677,530	3,239,930	6,586,469
Net Change in Fund Balance	\$ 61,750,737	\$ 28,026,231	\$ (18,971,458)	\$ (30,428,404)	\$ (48,723,001)
Debt Service as a Percentage of Noncapital Expenditures	0.73%	0.68%	0.72%	0.86%	1.21%

Source: District Records

SCHEDULE 4 (Continued)
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year Ended				
	2013	2012	2011	2010	2009
Revenues:					
Federal Direct Sources	\$ 4,937,966	\$ 6,559,233	\$ 4,992,675	\$ 5,202,979	\$ 3,883,689
Federal Through State and Local Sources	104,786,152	114,879,551	174,494,861	150,832,407	97,100,288
State Sources	323,901,568	295,917,263	333,939,064	299,118,153	337,889,820
Local Sources	504,362,226	523,115,944	546,942,449	603,868,976	651,839,296
Total Revenues	937,987,912	940,471,991	1,060,369,049	1,059,022,515	1,090,713,093
Expenditures:					
Current:					
Instruction	550,592,605	548,482,175	585,127,623	568,507,980	578,384,505
Student Support Services	39,737,785	39,050,758	44,360,686	43,513,946	44,567,647
Instructional Media Services	9,763,283	10,145,966	11,722,678	12,104,610	13,065,889
Instruction and Curriculum Development Services	17,508,162	21,529,411	21,372,332	19,286,060	19,912,823
Instructional Staff Training Services	13,954,555	13,418,492	15,401,324	18,106,560	13,244,919
Instruction-Related Technology	2,766,357	2,462,011	2,581,135	2,794,031	2,930,968
School Board	1,283,031	2,096,009	2,282,471	1,896,992	1,770,534
General Administration	5,507,265	5,073,776	5,379,911	5,419,728	6,050,238
School Administration	50,992,959	51,412,339	54,914,514	54,114,811	55,146,037
Facilities Services	587,145	620,946	1,482,350	2,952,982	1,086,028
Fiscal Services	3,983,372	3,710,892	4,540,508	5,561,726	4,452,837
Food Services	46,682,108	41,087,344	37,661,076	35,901,424	37,296,028
Central Services	12,192,203	12,693,387	13,473,135	13,518,059	12,496,801
Student Transportation Services	31,953,271	33,880,755	33,585,152	34,314,167	45,484,612
Operation of Plant	76,801,293	74,988,834	81,770,320	83,337,456	83,856,045
Maintenance of Plant	21,150,335	21,307,894	23,199,139	22,743,145	23,896,682
Administrative Technology Services	5,049,891	6,468,117	5,640,920	5,513,286	5,802,960
Community Services	4,411,716	5,055,556	4,620,335	4,154,766	2,788,913
Capital Outlay:					
Facilities Acquisition and Construction	44,386,973	80,142,573	89,678,460	162,207,519	185,114,228
Other Capital Outlay	5,661,771	9,228,008	12,998,235	7,115,544	5,458,783
Debt Service:					
Principal	10,890,254	12,891,329	14,499,540	14,463,172	18,391,918
Interest and Fiscal Charges	2,180,076	2,195,336	2,577,845	2,590,681	2,574,197
Total Expenditures	958,036,410	997,941,908	1,068,869,689	1,120,118,645	1,163,773,592
Excess of Revenues over (under) Expenditures	(20,048,498)	(57,469,917)	(8,500,640)	(61,096,130)	(73,060,499)
Other Financing Sources (Uses)					
Refunding Bonds Issued	-	-	165,000	-	-
Premium on Refunding of Bonds	-	-	22,768	-	-
Payment to Refunding Bonds Escrow Agent	-	-	(188,486)	-	-
Obligation Under Capital Leases	440,293	15,116,137	14,366,845	9,241,271	16,899,221
Proceeds from the Sale of Capital Assets	1,086,101	-	365,000	208,946	3,645,000
Proceeds on Lease-Purchase Agreements					
Premium Lease-Purchase Agreements					
Loss Recoveries	315,928	567,979	176,685	205,911	252,571
Transfers In	44,090,000	26,431,633	20,444,571	12,295,564	14,773,366
Transfers Out	(41,790,000)	(23,631,633)	(20,444,571)	(12,295,564)	(14,773,366)
Total Other Financing Sources	4,142,322	18,484,116	14,907,812	9,656,128	20,796,792
Net Change in Fund Balance	\$ (15,906,176)	\$ (38,985,801)	\$ 6,407,172	\$ (51,440,002)	\$ (52,263,707)
Debt Service as a Percentage of Noncapital Expenditures	1.44%	1.67%	1.75%	1.80%	2.14%

Source: District Records

**SCHEDULE 5
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	Just Value			Less: Exemptions	Total School Taxable Value	Total Direct Rate
	Real Property	Personal Property	Central Assessed			
2017-2018	90,518,932,672	5,792,668,006	11,157,517	(15,895,218,799)	80,427,539,396	7.0090
2016-2017	84,613,467,194	5,495,188,582	11,267,376	(15,452,618,900)	74,667,304,252	7.3180
2015-2016	79,600,552,990	5,446,115,834	10,610,092	(15,334,048,204)	69,723,230,712	7.7700
2014-2015	74,791,746,391	5,380,827,386	10,430,911	(15,020,189,226)	65,162,815,462	7.8410
2013-2014	70,365,703,117	5,367,059,263	10,071,990	(14,937,415,318)	60,805,419,052	8.0600
2012-2013	68,324,085,840	5,297,509,247	9,550,718	(14,808,960,797)	58,822,185,008	8.3020
2011-2012	69,618,579,733	5,568,770,718	9,537,546	(15,071,368,068)	60,125,519,929	8.3850
2010-2011	72,744,720,690	5,549,428,093	8,620,025	(15,240,149,084)	63,062,619,724	8.3400
2009-2010	72,706,666,866	5,549,428,093	8,620,025	(20,061,026,505)	58,203,688,479	8.3460
2008-2009	51,238,219,000	4,190,735,000	8,348,000	-	55,437,302,000	8.0610

Note: Net Taxable Assessed Values are net Taxable Values after deducting allowable statutory exemptions.

Source: Pinellas County Property Appraiser Notice of Final Tax Roll Certification (DR-403V)

SCHEDULE 6
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

(Unaudited)
(per \$1,000 Assessed Valuation)

	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013	2011-2012	2010-2011	2009-2010	2008-2009
District School Board:										
Required Local Effort	4.2610	4.5700	5.0220	5.0930	5.3120	5.5540	5.6370	5.3420	5.3480	5.1720
Discretionary Local	0.7480	0.7480	0.7480	0.7480	0.7480	0.7480	0.7480	0.7480	0.7480	0.4980
Supplemental Discretionary	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.2500	0.2500	0.1410
Local Referendum	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
Capital Improvement	1.5000	1.5000	1.5000	1.5000	1.5000	1.5000	1.5000	1.5000	1.5000	1.7500
Total District School Board	7.0090	7.3180	7.7700	7.8410	8.0600	8.3020	8.3850	8.3400	8.3460	8.0610
Other County-Wide:										
Board of County Commissioners	5.3590	5.3377	5.3377	5.2760	5.2760	5.0110	4.8110	4.8110	4.8110	4.8110
Unincorporated Municipal Service Tax ⁽¹⁾	4.2515	4.2515	4.2320	7.1070	7.1040	6.8580	6.5980	6.3220	6.2950	6.2800
County-Wide Special Districts	1.2262	1.2448	1.2629	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Total Other County-Wide	10.8367	10.8340	10.8326	12.3830	12.3800	11.8690	11.4090	11.1330	11.1060	11.0910
Total County-Wide	17.8457	18.1520	18.6026	20.2240	20.4400	20.1710	19.7940	19.4730	19.4520	19.1520
Municipalities:										
Lowest	0.6594	0.7294	0.6180	0.6180	0.6180	0.6650	0.6650	0.6650	0.5990	0.5260
Highest	6.7550	6.7550	6.7700	6.7700	0.6770	6.7700	5.9430	5.9130	5.9130	5.9130

Property is assessed as of January 1st and taxes on those assessments are levied according to the tax rate in effect during that tax year and become due on November 1st. Therefore, assessments and tax levies applicable to a certain tax year are collected in the fiscal year ending during the following calendar year.

(1) MST rates vary dependent on voted services in districts (not all rates presented).

Sources: Pinellas County Property Appraiser

**SCHEDULE 7
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
PRINCIPAL PROPERTY TAXPAYERS
2017 AND NINE YEARS AGO
(Unaudited)**

Taxpayer	Fiscal Year					
	2017			2008		
	Rank	Taxable Value (in thousands)	Percentage of Total Taxable Value ⁽¹⁾	Rank	Taxable Value (in thousands)	Percentage of Total Taxable Value ⁽¹⁾
Duke Energy/Florida Power Corporation	1	\$ 1,357,639	1.992%	1	\$ 708,843	0.885%
Publix Super Market	2	183,528	0.269%			
Bellwether Prop Fla	3	159,285	0.234%	5	123,725	0.154%
Bright House Networks LLC	4	146,065	0.214%	3	154,649	0.193%
Frontier Communications	5	129,401	0.190%			
DeBarolo Capital Ptnshp	6	125,000	0.183%	6	117,800	0.147%
Raymond James & Associates, Inc	7	117,024	0.172%	4	144,698	0.181%
Wal-Mart Stores East LP	8	109,531	0.161%			
Beacon430 GEN 1814 LLC	9	71,000	0.104%			
Bayfront HMA Medical Center LLC	10	67,513	0.099%			
Verizon Florida				2	371,490	0.464%
Prospect-Marathon Coquina				7	91,798	0.115%
McRae & Stolz St. Petersburg				8	78,189	0.098%
Franklin Templeton				9	70,305	0.088%
MT (2002) Stutory Trust				10	66,401	0.083%
Total		\$ 2,465,986	3.617%		\$ 1,927,898	2.407%
Total Taxable Value		\$ 68,171,229			\$ 80,093,652	

⁽¹⁾Source: Pinellas County Comprehensive Annual Financial Report, 9/30/17

**SCHEDULE 8
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of The Levy		Collections In Subsequent Years ⁽¹⁾	Total Collections to Date	
		Amount ⁽¹⁾	Percentage of Levy		Amount	Percentage of Levy
2018	\$ 563,716,623	\$ 544,417,788	96.58%	\$ 1,101,601	\$ 545,519,389	96.77%
2017	547,164,826	527,090,482	96.33%	2,149,795	529,240,277	96.72%
2016	542,691,076	524,009,329	96.56%	1,711,427	525,720,756	96.87%
2015	491,357,583	461,360,769	93.90%	1,210,669	462,571,438	94.14%
2014	471,337,720	443,285,959	94.05%	1,696,954	444,982,913	94.41%
2013	469,357,301	442,677,509	94.32%	855,372	443,532,881	94.50%
2012	485,623,476	457,484,585	94.21%	1,306,012	458,790,597	94.47%
2011	506,438,011	464,236,203	91.67%	3,164,701	467,400,904	92.29%
2010	553,790,389	527,035,455	95.17%	1,917,261	528,952,716	95.51%
2009	601,272,113	570,882,377	94.95%	2,605,021	573,487,398	95.38%

Note: Property Taxes become due and payable on November 1st of each year. A four percent (4%) discount is allowed if taxes are paid in November, with the discount declining by one percent (1%) each month thereafter. Accordingly, taxes collected will never be 100% of the tax levy. Taxes become delinquent on April 1st of each year, and tax certificates for the full amount of any unpaid taxes and assessments must be sold no later than June 1st of each year. Accordingly, the majority of taxes are collected in the fiscal year levied.

⁽¹⁾ Net of allowable discounts

Source: Pinellas County Tax Collector and District Records

**SCHEDULE 9
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	State Board of Education Bonds	Capital Leases Payable	Certificates of Participation	Total Primary Government ^A	Percentage of Personal Income ^B	Per Capita ^B
2017-2018	\$ 1,665,960	\$ 5,611,627	\$ 68,642,523	\$ 75,920,110	0.153%	78
2016-2017	6,748,440	6,451,652	-	13,200,092	0.028%	14
2015-2016	11,571,920	7,319,097	-	18,891,017	0.040%	20
2014-2015	16,056,399	2,629,710	-	18,686,109	0.041%	20
2013-2014	19,075,000	5,494,789	-	24,569,789	0.057%	26
2012-2013	21,985,000	12,546,264	-	34,531,264	0.084%	37
2011-2012	27,760,000	20,126,432	-	47,886,432	0.118%	52
2010-2011	27,400,000	17,181,856	-	44,581,856	0.116%	49
2009-2010	29,955,000	15,666,172	-	45,621,172	0.126%	49
2008-2009	32,360,000	20,350,543	-	52,710,543	0.138%	57

Sources:

^A District Records

^B Total Primary Government Debt divided by Personal Income and Population from Schedule 12

SCHEDULE 10
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2018
(Unaudited)

	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Direct Debt:			
Bonds Payable	\$ 1,665,960	100.00%	\$ 1,665,960
Capital Leases	5,611,627	100.00%	5,611,627
Certificates of Participation	68,642,523	100.00%	68,642,523
			<hr/>
Total Direct Debt			75,920,110 <hr/>
Overlapping Debt:			
Pinellas County	9,018,561 ^A	100.00%	9,018,561 <hr/>
Total Overlapping Debt			9,018,561 <hr/>
Total Direct and Overlapping Debt			\$ 84,938,671 <hr/> <hr/>

Source: District Finance Department

^A Pinellas County Comprehensive Annual Financial Report (9/30/17) debt service note disclosure.

SCHEDULE 11
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
DEBT SERVICE COVERAGE FOR MOTOR VEHICLE TAX EDUCATION BONDS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30	Motor Vehicle Tax Collections	Debt Service Payment	Debt Service Coverage
2018	\$ 5,132,460	\$ 5,132,460	1.00
2017	5,102,910	5,102,910	1.00
2016	5,034,607	5,034,607	1.00
2015	3,589,850	3,589,850	1.00
2014	4,009,100	4,009,100	1.00
2013	4,012,850	4,012,850	1.00
2012	4,009,600	4,009,600	1.00
2011	4,024,229	4,024,229	1.00
2010	4,024,700	4,024,700	1.00
2009	4,018,430	4,018,430	1.00

Source: District Records

SCHEDULE 12
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Population ^A	Personal Income (in thousands) ^B	Per Capita Income ^E	School Enrollment ^C	Unemployment Rate ^D
2017-2018	970,532	\$ 49,640,240 ^e	51,147	125,794	3.70%
2016-2017	962,003	47,731,000	49,616	126,855	3.80%
2015-2016	954,569	47,150,132 ^e	49,394	127,189	4.40%
2014-2015	944,971	45,336,665	47,977	127,187	4.70%
2013-2014	933,258	43,082,259	45,925	127,567	5.60%
2012-2013	926,610	41,261,212	44,362	125,262	6.60%
2011-2012	920,381	40,679,198	44,108	122,012	8.20%
2010-2011	918,496	38,526,980	44,549	136,396	10.40%
2009-2010	927,994	36,345,799	42,027	130,582	11.40%
2008-2009	931,113	38,300,709	39,708	138,167	11.40%

Sources:

^A Bureau of Economic & Business Research, University of Florida www.bebr.ufl.edu

^B Bureau of Economic Analysis, U.S. Department of Commerce www.bea.gov - updated 2016

^C Pinellas County Schools

^D Pinellas County CAFR (U.S. Department of Labor www.dol.gov September 2017 annually (not seasonally) adjusted)

^E Information not available; personal income calculated using growth rate of 4% from previous year.

**SCHEDULE 13
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
PRINCIPAL EMPLOYERS
2017 AND NINE YEARS AGO
(Unaudited)**

Employer	Fiscal Year					
	2017			2008		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Pinellas County School District	15,000	1	3.09%	13,905	1	3.17%
Bay Pines VA Medical Center	4,600	2	0.95%	2,330	9	0.53%
Raymond James	4,200	3	0.86%	3,022	6	0.69%
City of St. Petersburg	3,314	4	0.68%	3,500	4	0.80%
All Children's Hospital	3,307	5	0.68%			
Pinellas County Sheriff	2,700	6	0.56%			
St. Petersburg College	2,600	7	0.54%			
Morton Plant Hospital	2,432	8	0.50%	2,448	8	0.56%
Home Shopping Network	2,420	9	0.50%	4,000	3	0.91%
Mease Hospital Inc., Trustees	2,304	10	0.47%			
Pinellas County Government				6,792	2	1.55%
Neilson Media Research				2,669	7	0.61%
Raytheon				2,200	10	0.50%
Times Publishing Corp				3,187	5	0.73%
Total Employment	485,802			438,807		

Source: Pinellas County Comprehensive Annual Financial Report, 9/30/17

SCHEDULE 14
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
SCHEDULE OF SELECTED OPERATING INFORMATION
GRADES K - 12
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Number of Schools	Number of Classroom Instructors	Unweighted Full-Time Equivalent Students	Average Governmental Activities Expenses Per Student
2017-2018	154	6,046	99,917	11,041
2016-2017	157	6,769	101,057	10,582
2015-2016	157	6,313	101,846	10,183
2014-2015	146	6,455	102,104	10,098
2013-2014	143	6,591	102,251	10,179
2012-2013	138	6,783	102,764	9,531
2011-2012	140	6,789	102,603	9,626
2010-2011	135	6,941	103,142	10,340
2009-2010	131	6,995	104,306	9,741
2008-2009	131	7,170	105,462	9,860

Source: Florida Department of Education and District Records

**SCHEDULE 15
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
SCHOOL BUILDING INFORMATION AND FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN YEARS
(Unaudited)**

Type	Year Placed in Service ⁽¹⁾	Square Footage ⁽²⁾	Full-time Equivalent Enrollment				
			2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Elementary Schools							
Anona Elementary	1918	57,075	439.63	434.13	436.12	428.44	436.58
Azalea Elementary	1954	96,883	536.38	551.40	484.60	521.16	590.25
Bardmoor Elementary	1972	96,665	502.95	560.99	573.87	587.81	545.61
Bauder Elementary	1973	101,926	744.64	761.77	723.02	744.42	780.26
Bay Point Elementary	1989	104,217	612.32	623.54	629.64	636.47	661.12
Bay Vista Fundamental Elementary	1957	78,867	646.16	640.17	645.48	643.36	646.84
Bear Creek Elementary	1960	77,991	369.24	355.72	336.90	309.84	358.38
Belcher Elementary	1960	86,647	664.28	677.72	653.86	658.03	651.11
Belleair Elementary	1947	85,317	569.87	596.32	609.03	619.66	611.50
Blanton Elementary	1962	115,230	550.01	546.59	541.74	497.92	518.53
Brooker Creek Elementary	1996	86,938	571.40	535.90	514.61	499.75	532.95
Campbell Park Elementary	1958	88,171	564.11	635.66	618.53	560.91	594.78
Clearview Avenue Elementary	1930	N/A	-	-	-	-	-
Cross Bayou Elementary	1982	97,094	440.26	415.77	455.47	485.67	496.94
Curlew Creek Elementary	1926	94,857	636.90	614.50	668.39	643.14	659.73
Curtis Fundamental Elementary	1986	124,520	534.19	534.26	535.96	535.99	535.84
Cypress Woods Elementary	1991	91,879	771.57	775.07	777.53	730.39	707.34
Douglas L. Jamerson Jr. Elementary	1990	124,555	570.48	555.70	557.52	556.37	558.94
Dunedin Elementary	1970	116,177	569.48	568.92	590.68	617.06	661.96
Eisenhower Elementary	1989	105,866	695.66	720.64	739.01	736.77	731.60
Fairmount Park Elementary	1994	106,509	532.55	531.00	576.54	629.22	620.39
Forest Lakes Elementary	1993	96,700	475.21	522.47	526.03	550.34	562.46
Frontier Elementary	1958	94,521	628.14	610.76	623.93	685.90	672.68
Fuguitt Elementary	1988	116,550	570.46	585.73	545.53	598.14	599.65
Garrison-Jones Elementary	1950	46,672	630.56	607.61	636.91	658.28	669.84
Gulf Beaches Elementary	1950	N/A	-	-	-	-	-
Gulf Beaches Elementary Magnet	2002	104,530	345.41	344.83	324.91	301.95	-
Gulfport Montessori Elementary	1989	103,546	605.49	665.23	652.74	616.57	607.49
High Point Elementary	1991	97,015	626.25	676.85	685.46	718.58	709.38
Highland Lakes Elementary	1989	117,846	542.75	573.68	605.40	559.59	535.18
John M. Sexton Elementary	1956	55,870	596.60	644.71	592.97	654.92	663.45
Kings Highway Elementary	1956	N/A	-	-	-	-	-
Kings Highway Elementary Magnet	1988	103,051	315.86	291.12	272.70	233.97	-
Lake St. George Elementary	1926	43,447	656.85	669.26	592.37	579.64	552.72
Lakeview Fundamental Elementary	1986	99,829	345.66	344.66	347.34	345.24	346.42
Lakewood Elementary	1938	70,845	397.32	445.98	449.28	469.39	534.40
Largo Central Elementary	1963	N/A	-	-	-	-	-
Lealman Avenue Elementary	1979	101,727	444.27	490.36	456.22	490.48	485.12
Leila Davis Elementary	1992	117,598	758.77	750.66	759.06	780.55	748.15
Lynch Elementary	1977	101,564	640.95	665.16	670.71	661.65	684.03
Madeira Beach Elementary	1977	N/A	-	-	-	-	-
Marjorie Kinnan Rawlings Elementary	1970	89,932	612.34	661.25	640.38	605.86	629.83
Maximo Elementary	1987	120,597	435.78	407.67	386.58	439.94	496.75
McMullen-Booth Elementary	1962	56,681	682.57	708.81	725.41	717.35	708.38
Melrose Elementary	1950	110,395	419.57	393.62	415.33	410.15	392.44
Midtown Academy	N/A	N/A	290.07	306.88	-	-	-
Mildred Helms Elementary	1926	65,690	573.39	592.33	544.19	555.01	595.97
Mount Vernon Elementary	2008	116,855	417.76	448.96	467.60	486.66	497.69
New Heights Elementary	2008	116,855	753.37	806.85	799.69	821.49	814.98
North Shore Elementary	1927	68,244	348.34	337.63	326.68	364.38	350.40
Northwest Elementary	1964	79,502	544.55	596.03	591.81	610.82	617.35
North Ward Elementary	1915	N/A	-	-	-	-	-
Oakhurst Elementary	1960	97,763	704.59	715.48	706.99	711.25	715.82
Oldsmar Elementary	1990	109,830	524.10	519.47	508.17	495.75	534.19
Orange Grove Elementary	1960	41,429	353.09	346.70	319.57	354.38	366.01
Ozona Elementary	1984	100,495	751.53	754.71	752.09	702.92	710.54
Palm Harbor Elementary	1926	N/A	-	-	-	-	-
Pasadena Fundamental Elementary	1949	66,399	460.99	462.17	463.92	463.42	462.36
Perkins Elementary	1972	102,037	542.65	551.58	555.74	556.95	553.60

Full-time Equivalent Enrollment

2012-2013	2011-2012	2010-2011	2009-2010	2008-2009
412.46	401.54	428.49	432.51	418.31
636.63	696.09	642.74	611.71	568.33
526.12	517.94	531.48	557.55	583.78
762.57	807.55	798.50	786.49	735.54
651.50	651.98	666.47	668.61	661.50
648.50	646.02	650.29	640.24	642.88
369.38	380.54	392.11	461.64	526.50
623.52	622.14	637.97	668.50	645.74
667.17	623.36	640.45	618.50	583.94
545.13	530.07	512.46	549.99	549.58
545.67	589.15	618.63	619.36	590.21
654.20	603.64	596.10	634.28	613.59
-	-	-	-	401.06
538.83	558.06	603.49	578.09	548.29
642.46	646.63	668.64	600.24	600.36
535.50	535.92	536.02	535.00	464.00
715.47	779.02	757.49	702.20	709.89
543.17	522.40	505.98	558.44	571.03
669.50	698.26	711.40	735.04	611.87
681.54	643.86	678.50	690.61	705.47
623.04	556.38	526.92	567.68	599.02
613.54	631.72	666.10	684.23	712.04
673.54	713.09	677.00	705.17	717.64
590.15	552.04	588.41	609.89	596.00
672.58	698.16	698.51	739.87	683.96
-	-	-	-	299.02
-	-	-	-	-
601.63	551.40	610.57	623.16	487.84
673.62	657.83	628.08	618.53	619.39
550.00	557.23	624.53	655.00	658.02
682.02	695.51	701.40	709.59	711.20
-	-	-	-	408.63
-	-	-	-	-
572.33	609.74	636.49	606.60	585.88
347.50	343.30	344.01	339.00	345.50
608.34	542.80	557.25	562.75	511.14
-	-	-	-	-
491.41	480.13	469.02	440.53	442.60
750.15	808.41	771.60	749.61	758.51
662.61	641.49	642.21	626.30	570.47
-	-	-	-	394.77
659.44	651.96	637.85	635.08	675.05
568.33	692.33	735.62	727.40	612.46
728.67	836.34	822.57	820.08	707.98
373.85	287.33	356.38	396.75	393.67
-	-	-	-	-
608.35	626.96	692.68	732.58	663.84
486.74	510.17	531.97	508.88	450.99
764.88	750.05	736.36	733.39	588.40
375.25	426.02	417.93	453.84	452.01
616.89	569.09	601.95	643.19	683.52
-	-	-	-	293.90
714.28	789.22	767.96	767.05	689.04
536.16	537.64	561.42	547.20	547.79
383.25	414.93	406.20	416.13	373.70
714.64	771.40	769.82	782.19	698.20
-	-	-	-	371.22
463.00	464.00	464.00	464.00	462.46
550.50	551.00	563.00	578.20	552.26

SCHEDULE 15
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
SCHOOL BUILDING INFORMATION AND FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN YEARS
(Unaudited)

Type	Year Placed in Service ⁽¹⁾	Square Footage ⁽²⁾	Full-time Equivalent Enrollment				
			2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Pinellas Central Elementary	1969	93,505	620.95	604.16	616.32	619.92	613.44
Pinellas Park Elementary	1948	96,601	586.05	588.24	595.91	548.95	565.64
Plumb Elementary	1965	99,654	753.37	794.36	792.82	767.51	778.04
Ponce De Leon Elementary	1957	86,211	544.42	564.92	584.98	542.79	589.26
Ridgecrest Elementary	1957	103,241	737.46	794.21	808.19	787.48	806.19
Rio Vista Elementary	1926	N/A	-	-	-	-	-
Safety Harbor Elementary	1926	100,599	648.27	615.83	598.71	642.33	659.73
San Jose Elementary	1957	71,812	331.11	345.37	408.45	443.22	479.57
Sandy Lane Elementary	1975	97,966	337.10	432.20	448.06	419.67	512.87
Sawgrass Lake Elementary	1980	119,920	670.15	671.88	709.17	681.30	684.07
Seminole Elementary	1915	78,885	586.05	615.79	603.69	628.51	633.66
Seventy-Fourth St. Elementary	1953	97,823	541.72	517.96	509.03	559.26	536.70
Shore Acres Elementary	1988	109,629	659.24	697.12	658.24	697.39	676.62
Skycrest Elementary	1952	102,649	606.83	637.09	640.54	690.40	724.64
Skyview Elementary	1960	88,786	640.18	690.35	659.88	661.24	650.22
South Ward Elementary	1961	N/A	-	-	-	-	-
Southern Oak Elementary	1987	90,433	532.02	589.02	665.49	656.90	689.19
Starkey Elementary	1960	103,143	642.68	647.81	599.67	602.93	628.53
Sunset Hills Elementary	2003	89,654	498.18	511.16	513.12	530.90	535.29
Sutherland Elementary	1986	100,661	630.81	631.84	627.38	614.84	548.47
Tarpon Springs Elementary	2007	98,254	606.37	620.35	640.95	621.96	620.85
Tarpon Springs Fundamental Elementary	1985	46,560	270.51	270.25	271.94	267.50	266.87
Walsingham Elementary	1974	112,126	496.57	509.31	543.76	534.45	542.85
Westgate Elementary	1957	88,779	584.96	606.61	558.37	599.74	608.54
Woodlawn Elementary	1926	73,034	361.22	365.95	354.59	347.76	447.52
Total Elementary Schools			<u>41,403.54</u>	<u>42,456.76</u>	<u>42,023.47</u>	<u>42,310.85</u>	<u>42,516.69</u>
Middle Schools							
Azalea Middle	1980	191,702	915.52	1,004.34	1,023.48	997.35	1,020.46
Bay Point Middle	1968	183,961	985.66	943.05	904.20	917.07	901.99
Clearwater Fundamental Middle	1963	104,701	794.47	796.40	820.07	818.76	840.34
Clearwater Intermediate	1955	93,439	221.27	288.20	304.08	324.14	340.28
Dunedin Highland Middle	1978	169,187	1,011.86	1,059.94	1,075.12	1,065.64	1,094.05
East Lake Middle Academy	2014	27,966	393.63	388.85	390.63	380.46	-
Fitzgerald Middle	1989	197,755	1,088.29	1,073.01	1,094.18	1,118.73	1,229.84
John Hopkins Middle	1992	181,557	698.15	635.52	717.09	808.95	901.39
Joseph L. Carwise Middle	1968	141,952	1,169.28	1,119.92	1,076.96	1,071.87	1,170.89
Kennedy Middle	1964	N/A	-	-	-	-	-
Largo Middle	1987	189,108	814.79	777.01	753.40	721.70	819.48
Lealman Innovation Intermediate	2004	119,569	519.08	470.31	391.82	366.64	353.87
Meadowlawn Middle	1975	149,915	1,103.75	1,128.27	1,166.77	1,230.41	1,257.60
Oak Grove Middle	1986	176,348	1,160.96	1,122.35	1,047.38	1,074.05	1,078.37
Osceola Middle	1982	164,001	1,241.93	1,263.54	1,242.09	1,162.09	1,139.21
Palm Harbor Middle	1982	184,824	1,295.74	1,370.43	1,347.46	1,367.57	1,404.44
Pinellas Park Middle	1959	138,930	1,189.98	1,216.37	1,199.98	1,089.66	1,069.71
Riviera Middle	1967	N/A	-	-	-	-	-
Safety Harbor Middle	1997	185,417	1,206.03	1,206.54	1,236.05	1,317.08	1,404.48
Seminole Middle School	1970	182,014	1,136.60	1,211.31	1,128.17	1,151.11	1,194.49
Southside Fundamental	1927	N/A	-	-	-	-	-
Tarpon Springs Middle School	1979	159,920	850.36	865.81	871.24	865.68	1,013.68
Thurgood Marshall Fundamental	2002	169,694	920.40	913.28	887.87	902.39	909.00
Tyrone Middle School	1954	152,449	869.53	878.32	819.94	796.92	867.83
Total Middle Schools			<u>19,587.28</u>	<u>19,732.77</u>	<u>19,497.98</u>	<u>19,548.27</u>	<u>20,011.40</u>
High Schools							
Bayside High	1984	102,297	224.21	256.16	274.75	323.22	345.92
Boca Ciega High	1951	345,169	1,672.54	1,686.56	1,641.86	1,607.14	1,481.04
Clearwater High	1950	299,529	1,886.21	1,900.10	1,992.23	1,867.60	1,799.56
Countryside High	1978	331,693	1,825.91	1,903.89	1,966.07	2,042.82	2,062.56
Dixie M. Hollins High	1959	340,666	1,831.37	1,843.04	1,869.87	1,779.99	1,711.11
Dunedin High	1960	274,114	1,335.67	1,382.65	1,353.75	1,471.25	1,424.19

Full-time Equivalent Enrollment

2012-2013	2011-2012	2010-2011	2009-2010	2008-2009
617.85	613.35	626.41	616.60	612.22
527.44	574.30	616.21	664.64	662.51
776.85	772.64	824.93	845.24	775.08
595.52	618.66	676.40	710.80	716.54
773.65	762.65	764.85	758.22	711.16
-	-	-	-	345.54
685.46	642.70	689.33	678.23	655.66
483.50	442.96	468.53	454.04	441.13
494.05	395.82	477.60	560.74	537.73
700.23	813.44	793.49	720.59	605.68
631.60	648.85	636.86	646.72	688.39
514.61	434.49	431.23	405.03	509.60
693.45	803.30	768.13	730.71	643.96
694.18	665.69	688.20	720.28	654.83
642.99	502.07	529.56	541.74	545.33
-	-	-	-	-
658.47	646.68	647.97	639.62	564.73
625.56	673.59	703.59	682.49	648.61
589.04	616.84	595.90	565.47	574.48
529.50	572.06	565.03	548.30	551.50
584.02	570.82	559.67	598.65	489.05
273.00	271.83	272.00	272.00	256.03
531.23	480.59	528.91	585.99	657.25
610.42	657.94	658.97	666.72	643.91
444.69	456.46	507.23	522.43	537.28
42,703.32	43,009.57	43,816.02	44,228.12	45,078.19
948.12	1,052.55	1,061.48	1,121.94	1,193.28
1,007.64	1,116.68	1,211.48	1,225.50	1,264.45
851.00	849.50	850.00	833.50	563.50
297.50	351.00	365.00	376.00	371.00
1,146.00	1,220.13	1,270.81	1,236.46	1,073.30
-	-	-	-	-
1,384.26	1,419.48	1,426.36	1,314.51	1,165.59
923.50	1,009.59	988.84	1,203.00	1,273.92
1,219.14	1,225.17	1,269.18	1,296.00	1,302.76
-	-	-	-	536.58
835.97	935.25	926.17	1,042.24	1,045.36
383.00	386.00	371.50	399.50	415.00
1,186.76	1,157.50	1,178.32	1,174.95	1,217.44
1,144.00	1,204.40	1,275.30	1,268.87	1,123.82
1,208.95	1,189.32	1,248.72	1,237.50	1,168.85
1,453.96	1,452.27	1,437.29	1,383.94	1,413.78
995.00	932.90	1,101.93	1,042.62	995.92
-	-	-	-	-
1,371.03	1,380.07	1,381.10	1,379.79	1,315.48
1,285.30	1,236.82	1,283.52	1,289.82	1,206.38
-	-	-	-	602.96
1,102.18	1,096.40	1,125.75	1,135.65	1,145.93
926.00	909.50	918.42	944.00	733.79
895.00	901.00	823.96	807.48	909.48
20,564.31	21,025.53	21,515.13	21,713.27	22,038.57
334.96	332.14	363.35	320.75	306.97
1,445.56	1,452.08	1,522.85	1,631.84	1,731.18
1,882.93	1,925.43	2,019.56	2,004.84	2,038.55
2,178.89	2,125.44	2,148.09	2,234.05	2,261.03
1,686.98	1,606.96	1,765.62	1,717.52	1,725.91
1,366.59	1,360.17	1,443.60	1,629.63	1,786.26

SCHEDULE 15
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
SCHOOL BUILDING INFORMATION AND FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN YEARS
(Unaudited)

Type	Year Placed in Service ⁽¹⁾	Square Footage ⁽²⁾	Full-time Equivalent Enrollment				
			2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
East Lake High	1986	290,045	2,066.73	2,060.41	2,072.76	1,992.56	2,072.52
Gibbs High	1989	374,965	1,182.69	1,237.76	1,269.03	1,291.79	1,282.51
Lakewood High	1966	222,606	1,056.93	1,056.13	1,128.21	1,151.33	1,207.73
Largo High	1958	399,316	1,751.66	1,634.00	1,540.86	1,597.43	1,636.00
Northeast High	1954	315,940	1,701.18	1,670.63	1,713.67	1,796.90	1,779.44
Oak Park	N/A	N/A	-	-	-	-	-
Osceola Fundamental High	1979	232,848	1,635.39	1,628.55	1,610.59	1,606.91	1,668.14
Palm Harbor University High	1984	329,616	2,399.70	2,380.49	2,369.71	2,385.51	2,408.06
Pinellas Gulf Coast Academy	N/A	N/A	186.77	223.51	326.06	329.91	325.38
Pinellas Park High	1975	307,179	1,898.27	1,948.59	1,929.42	2,080.98	2,142.48
R O Jacobson Tech High	1965	63,331	96.88	80.94	74.19	86.66	80.96
Seminole High	1961	279,463	1,803.86	1,874.96	1,936.25	1,990.95	2,003.47
St. Petersburg High	1926	277,559	1,821.16	1,913.37	1,972.65	2,131.16	2,222.53
Tarpon Springs High	1961	316,984	1,307.90	1,361.16	1,337.52	1,315.15	1,351.87
Total High Schools			27,685.03	28,042.90	28,379.45	28,849.26	29,005.47
Specialty Schools							
Dees - Ptec St. Petersburg	N/A	N/A	-	-	-	-	-
Dees - Ptec Clearwater	N/A	N/A	-	-	-	-	-
Pinellas Tech College -Clearwater	1963	254,051	10.96	10.91	30.44	27.29	22.36
Ptec Clearwater - Team	N/A	N/A	-	-	-	-	-
Ptec St. Petersburg - Team	N/A	N/A	-	-	-	-	-
Pinellas Tech College - St. Petersburg	1975	366,245	15.76	16.22	30.94	33.24	35.18
Total Specialty Schools			26.72	27.13	61.38	60.53	57.54
Charter Schools							
The Academie Da Vinci Charter School, Inc.	N/A	N/A	319.02	274.16	243.27	246.70	248.34
Alfred Adler	N/A	N/A	92.83	69.14	69.43	88.49	86.43
The Athenian Academy	N/A	N/A	501.65	474.96	399.15	293.96	280.86
Ben Gama Charter School	N/A	N/A	-	-	-	-	-
Discovery Academy of Science	N/A	N/A	402.50	293.09	156.01	124.59	87.54
East Windsor Middle Academy	N/A	N/A	-	-	191.73	86.50	-
Enterprise High Charter School	N/A	N/A	368.87	359.35	399.83	406.56	392.88
Florida Virtual Academy at Pinellas County	N/A	N/A	-	108.48	92.90	98.93	-
Imagine Charter School	N/A	N/A	-	-	-	-	-
Imagine Middle	N/A	N/A	-	-	-	-	51.70
Life Skills Center of Pinellas	N/A	N/A	-	-	-	-	-
Mavericks in Education South	N/A	N/A	-	-	-	-	-
Mycroschool	N/A	N/A	190.15	234.98	271.92	236.72	255.77
Newpoint Charter School	N/A	N/A	-	-	86.03	84.68	98.27
Newpoint Pinellas Academy ^(B)	N/A	N/A	-	-	96.58	89.86	58.04
Pinellas Academy of Math And Science	N/A	N/A	667.84	609.47	581.84	515.57	492.37
Pinellas Preparatory Academy, Inc.	N/A	N/A	433.45	438.06	438.46	438.46	437.56
Pinellas Primary	N/A	N/A	324.00	323.95	323.88	232.88	323.99
Pinellas Westcoast Academy High ^(A)	N/A	N/A	-	40.30	-	-	-
Plato Academy of Tarpon Springs	N/A	N/A	359.00	360.97	361.76	361.76	253.12
Plato Academy Charter School (Clearwater)	N/A	N/A	453.80	434.49	416.39	416.39	361.91
Plato Academy South (Largo)	N/A	N/A	358.24	360.69	362.50	262.50	363.17
Plato Academy (St. Petersburg)	N/A	N/A	351.85	329.70	280.50	280.50	162.22
Plato North Academy (Palm Harbor)	N/A	N/A	362.86	363.65	364.21	364.21	363.40
Plato Academy (Pinellas Park)	N/A	N/A	277.63	71.56	54.00	-	-
Plato Academy (Seminole)	N/A	N/A	363.17	363.02	361.35	361.35	319.58
St. Petersburg Collegiate High ^(D)	N/A	N/A	235.92	226.32	234.53	235.80	222.47
University Preparatory Academy ^(C)	N/A	N/A	-	-	434.84	438.45	420.39
Windsor Preparatory Academy	N/A	N/A	-	-	564.40	548.60	359.41
Total Charter Schools			6,062.78	5,736.34	6,785.51	6,213.46	5,639.42
Other Programs							
K-8 & Innovation Academy & Teleschool							
Disston Gifted Center	1961	N/A	-	-	-	-	-
James B. Sanderlin Pk-8	1989	98,254	545.83	558.16	547.52	548.81	567.21
Madeira Beach Fundamental K-8	1957	169,116	1,372.64	1,370.93	1,382.89	1,417.14	1,425.98
Pinellas Teleschool	N/A	N/A	23.04	8.39	16.10	25.06	10.97
Pinellas Virtual Instruction	N/A	N/A	66.94	95.75	85.71	45.52	11.79
Pinellas Virtual Instruction	N/A	N/A	-	-	-	-	50.66
Pinellas Virtual K-12	N/A	N/A	19.09	145.38	151.93	153.85	144.86
Pinellas Virtual Franchise			261.17	-	-	-	-
Total K-8 & Innovation Academy & Teleschool			106,316.68	106,513.10	108,885.04	108,800.24	108,876.34

Full-time Equivalent Enrollment

2012-2013	2011-2012	2010-2011	2009-2010	2008-2009
2,160.60	2,254.02	2,288.33	2,274.48	2,256.93
1,374.52	1,364.49	1,525.70	1,754.91	1,921.39
1,303.13	1,277.49	1,376.87	1,414.74	1,449.74
1,612.32	1,589.52	1,689.20	1,807.23	1,949.54
1,828.12	1,883.62	1,918.75	1,954.39	2,029.26
-	-	-	-	-
1,700.11	1,709.92	1,693.90	1,565.95	1,524.35
2,443.29	2,471.31	2,444.28	2,361.85	2,291.70
333.50	454.00	328.50	281.00	-
2,146.80	2,055.01	2,028.56	2,042.94	2,101.31
84.01	89.06	81.86	86.71	105.92
2,052.38	2,016.78	2,006.17	2,064.97	2,071.11
2,246.06	2,185.07	2,176.25	2,161.52	2,149.62
1,467.07	1,613.57	1,730.17	1,738.02	1,825.14
29,647.82	29,766.08	30,551.61	31,047.34	31,525.91

-	-	-	-	-
-	-	-	-	-
23.56	22.87	36.65	48.72	40.98
-	-	-	-	-
-	-	-	-	-
24.96	39.28	13.01	25.46	28.95
48.52	62.15	49.66	74.18	69.93

223.50	113.50	114.00	115.50	109.50
87.00	97.00	85.50	57.00	37.00
271.02	253.51	226.24	251.62	185.02
41.42	-	-	-	-
-	-	-	-	-
-	-	-	-	-
364.00	294.50	261.00	253.50	134.50
-	-	-	-	-
212.43	248.79	235.01	343.50	301.50
108.00	130.00	78.50	46.50	-
-	-	-	322.42	433.93
167.50	432.00	-	-	-
169.01	-	-	-	-
77.67	73.00	-	-	-
-	-	-	-	-
432.01	-	-	-	-
438.50	440.00	396.00	390.00	370.00
323.50	287.50	-	-	-
-	-	-	-	-
210.00	-	-	-	-
364.01	341.50	320.12	272.98	231.18
320.02	276.00	142.41	-	-
-	-	-	-	-
320.00	276.00	143.63	-	-
-	-	-	-	-
271.50	144.00	-	-	-
217.88	208.92	209.45	204.50	183.00
-	-	-	-	-
179.00	-	-	-	-
4,797.97	3,616.22	2,211.86	2,257.52	1,985.63

16.73	15.23	15.96	19.37	15.59
525.71	496.10	451.71	456.35	499.30
1,408.50	1,414.00	1,416.03	1,338.52	1,008.00
27.15	19.60	19.34	-	-
6.38	4.21	-	-	-
51.75	45.97	72.68	52.00	6.00
117.70	117.53	-	-	-
-	-	-	-	-
109,464.40	108,033.87	107,509.28	108,869.92	109,747.74

SCHEDULE 15
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
SCHOOL BUILDING INFORMATION AND FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN YEARS
(Unaudited)

Type	Year Placed in Service ⁽¹⁾	Square Footage ⁽²⁾	Full-time Equivalent Enrollment				
			2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Alternative Programs							
Ami Kids Center For Personal G	N/A	N/A	41.64	44.70	45.91	33.79	-
Ami Kids Pinellas/ Pinellas Marine	N/A	N/A	-	-	-	27.17	36.94
Daniel Academy/ Boley Juvenile Justice	N/A	N/A	-	-	-	-	18.95
Charles Britt Academy	N/A	N/A	34.88	35.53	35.70	38.16	35.29
Chi Chi Rodriguez Academy	N/A	N/A	72.93	79.00	78.98	70.50	76.87
Disston Academy	1961	N/A	152.60	93.75	101.64	-	-
Dropout Prevention School	N/A	N/A	184.01	217.27	232.46	335.05	241.75
Eckerd Youth Academy	N/A	N/A	-	-	-	-	-
Ewes-Eckerd Youth Challenge	N/A	N/A	73.48	72.60	76.96	76.58	77.33
Ewes-Eckerd Leadership Program	N/A	N/A	-	-	-	-	-
Ewes-Eckerd Intensive Halfway	N/A	N/A	-	-	-	-	-
Ewes-E-How-Kee Camp	N/A	N/A	-	-	-	-	-
Ewes-E-Kel-Etu Camp	N/A	N/A	-	-	-	-	-
Ewes-E-MA-Chamee Camp	N/A	N/A	-	-	-	-	-
Ewes-E-Tu -Makee -Camp	N/A	N/A	-	-	-	-	-
Ewes-E-Nini-Hassee Camp	N/A	N/A	27.47	25.34	31.57	31.01	27.53
Ewes-E-Nini-Hassee Camp	N/A	N/A	-	-	-	-	-
Gulg/Lake Academy	N/A	N/A	-	-	-	-	-
Home Builders - Project Craft	N/A	N/A	-	-	-	-	-
Home Educ Program Students	N/A	N/A	-	-	-	-	-
Hospital/Homebound	N/A	N/A	63.08	64.87	44.82	47.26	41.35
Life Force Arts And Technology	N/A	N/A	-	-	-	-	-
North Pinellas Secondary	N/A	N/A	-	-	-	-	-
North Ward Secondary	N/A	N/A	-	-	-	-	-
Pace Center for Girls	N/A	N/A	48.91	54.87	63.88	61.91	67.41
Pinellas County Jail	N/A	N/A	8.84	18.11	26.08	23.87	21.79
Pinellas Juvenile Det Ctr	N/A	N/A	145.68	121.19	126.30	102.21	92.31
Pinellas Secondary School	1968	91,127	203.00	131.30	90.51	108.77	105.97
Safety Harbor Secondary School	1964	N/A	-	-	-	-	-
<i>Total Alternative Programs</i>			<u>1,056.52</u>	<u>958.53</u>	<u>954.81</u>	<u>956.28</u>	<u>843.49</u>
Exceptional Programs							
Calvin A. Hunsinger School	1987	68,085	114.80	107.81	95.02	91.05	101.36
Mckay Scholarship/School Of Enrollment	1988	70,008	1,154.00	1,170.42	1,185.53	1,172.52	1,116.49
Nina Harris Ese Center	1996	114,184	201.09	235.11	230.65	213.69	217.59
Paul B. Stephens Ese Center	1985	117,075	201.73	190.29	191.45	199.74	201.30
Richard L. Sanders School	1987	87,941	58.40	64.85	95.59	100.33	132.35
ESE Countywide / Headstart	N/A	N/A	76.85	2.48	5.87	9.23	14.23
<i>Total Exceptional Programs</i>			<u>1,806.87</u>	<u>1,770.96</u>	<u>1,804.11</u>	<u>1,786.56</u>	<u>1,783.32</u>
Extended Transition							
Extended Transition North	N/A	N/A	-	153.13	156.72	160.26	182.40
Extended Transition at Ptec CL	N/A	N/A	-	-	-	-	-
Extended Transition at Ptec ST	N/A	N/A	-	-	-	-	-
Extended Transition South	N/A	N/A	-	-	-	-	-
<i>Total Extended Transition</i>			<u>-</u>	<u>153.13</u>	<u>156.72</u>	<u>160.26</u>	<u>182.40</u>
Total Other Programs			<u>109,180.07</u>	<u>109,395.72</u>	<u>111,800.68</u>	<u>111,703.34</u>	<u>111,685.55</u>
Total District			<u><u>203,945.42</u></u>	<u><u>205,391.62</u></u>	<u><u>208,548.47</u></u>	<u><u>208,685.71</u></u>	<u><u>208,916.07</u></u>

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

(2) - Square footage is current including Portables

(A) Closed December 16,2016

(B) Closed September 23, 2016

(C) Closed July 19, 2016

(D) A charter school but not a component unit

Source: District Records

Full-time Equivalent Enrollment

2012-2013	2011-2012	2010-2011	2009-2010	2008-2009
-	-	-	-	-
28.84	57.86	56.80	64.35	63.86
21.32	17.31	19.37	17.14	9.93
35.79	39.00	38.60	35.16	36.18
86.00	87.00	88.00	86.00	83.00
99.51	98.07	122.84	100.47	124.74
210.46	229.97	272.71	381.05	439.36
-	-	-	-	38.01
74.29	66.09	77.52	71.28	75.86
34.68	45.78	47.68	48.02	46.51
-	-	-	-	38.17
-	26.50	33.76	26.55	3.50
-	-	-	52.69	72.44
-	20.01	49.74	57.28	59.49
-	-	-	-	-
10.50	-	-	-	-
19.00	53.64	67.06	73.45	88.67
96.41	108.08	102.84	80.20	-
96.41	108.08	102.84	80.20	-
96.41	-	-	-	0.17
57.93	65.08	35.81	45.83	47.24
-	98.50	110.50	67.00	-
-	-	-	-	-
-	-	-	-	-
68.29	64.80	64.38	65.79	62.16
18.42	32.00	13.50	-	-
92.52	100.61	84.92	99.55	129.29
99.40	108.40	107.50	119.50	181.72
-	-	-	-	-
1,246.18	1,426.78	1,496.37	1,571.51	1,600.30
108.88	111.16	125.93	114.95	127.00
1,020.13	911.84	845.52	816.39	817.00
224.86	233.50	227.73	224.90	224.63
201.81	202.14	218.27	209.93	212.63
113.99	129.00	88.76	101.47	119.77
13.02	13.82	17.28	15.15	7.57
1,682.69	1,601.46	1,523.49	1,482.79	1,508.60
38.11	16.00	20.00	24.00	16.50
-	20.21	19.98	37.84	32.91
-	45.22	54.44	72.96	67.50
74.11	8.94	10.80	10.90	9.50
112.22	90.37	105.22	145.70	126.41
112,505.49	111,152.48	110,634.36	112,069.92	112,983.05
210,267.43	208,632.03	208,778.64	211,390.35	213,681.28

**SCHEDULE 16
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
NUMBER OF PERSONNEL
LAST TEN YEARS
(Unaudited)**

Fiscal Year	Instructional ^A	Administrative ^B	Support Services ^C	Total	Ratio of Students to Instructional Personnel	Ratio of Instructional Personnel to Administrators
2017-2018	7,243	405	5,910	13,558	13.79	17.88
2016-2017	7,492	400	5,937	13,829	13.49	18.73
2015-2016	7,520	390	5,963	13,873	13.54	19.28
2014-2015	7,691	393	5,963	14,047	13.28	19.57
2013-2014	7,850	397	6,327	14,574	13.03	19.77
2012-2013	8,035	391	6,505	14,931	12.79	20.55
2011-2012	8,040	451	6,391	14,882	12.76	17.83
2010-2011	8,257	444	6,404	15,105	12.49	18.60
2009-2010	8,368	456	6,661	15,485	12.46	18.35
2008-2009	8,429	456	6,919	15,804	12.51	18.48

Note: Full-Time Employees funded out of the General Fund.

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

^B Principals, Assistant Principals, Superintendent, Assistant Superintendent, Executive Directors, Directors, Managers, Coordinators

^C Paraprofessional, Bus Drivers, Monitors, Maintenance, Clerical, etc.

Source: District Records

SCHEDULE 17
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
TEACHERS BASE SALARIES
LAST TEN YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>Minimum Salary^A</u>	<u>Maximum Salary^A</u>	<u>County Average Salary^B</u>	<u>Statewide Average Salary^B</u>
2017-2018	\$ 43,000	\$ 66,888	\$ 48,765	\$ 48,168
2016-2017	41,155	65,711	47,795	47,858
2015-2016	40,745	65,501	50,067	47,759
2014-2015	37,078	59,184	47,387	47,041
2013-2014	37,078	58,378	47,673	46,256
2012-2013	34,148	57,227	45,745	44,069
2011-2012	33,942	56,927	47,103	42,944
2010-2011	33,942	56,927	47,819	45,837
2009-2010	33,771	56,341	48,463	45,851
2008-2009	33,771	56,341	48,810	46,839

^A - 10 Month Teachers with Bachelor's Degree

^B - Averages include all degree levels

Source: District Records

Florida Department of Education

**SCHEDULE 18
DISTRICT SCHOOL BOARD OF PINELLAS COUNTY
PUBLIC EDUCATION CAPITAL OUTLAY AND CAPITAL OUTLAY AND DEBT SERVICE FUNDS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	Public Education Capital Outlay Funds		Total	Capital Outlay and Debt Service (CO&DS)
	New Construction	Maintenance		
2017-2018	-	\$ 3,944,208	\$ 3,944,208	\$ 642,508
2016-2017	-	1,887,557	1,887,557	1,226,277
2015-2016	-	641,775	641,775	2,489,984
2014-2015	-	1,355,890	1,355,890	2,491
2013-2014	-	328,617	328,617	2,522
2012-2013	-	2,274,006	2,274,006	171,616
2011-2012	7,200	5,315,271	5,322,471	534,124
2010-2011	104,147	4,598,208	4,702,355	522,076
2009-2010	1,329,559	8,250,159	9,579,718	1,179,472
2008-2009	6,750,448	8,967,435	15,717,883	1,112,531

Source: District Records

Compliance Section



PINELLAS
COUNTY
SCHOOLS

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

To the District School Board of Pinellas County
and Dr. Michael Grego, Superintendent of Schools
Largo, Florida

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Pinellas County (District) as of and for the fiscal year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 19, 2018. Our report includes a reference to other auditors who have audited the financial statements of certain charter schools included as 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) to determine the 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 the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses – 2018-002.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

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.

Compliance and Other Matters

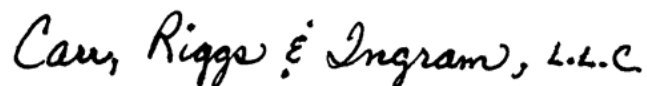
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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* and which are described in the accompanying schedule of findings and questioned costs.

District School Board of Pinellas County's Response to Findings

The District's response and corrective action plan to the findings identified in our audit are included in this report. We did not audit the District's responses and, accordingly, we express no opinion on the response.

Purpose of this Report

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



CARR, RIGGS, & INGRAM, LLC

Clearwater, Florida
December 19, 2018

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

To the District School Board of Pinellas County
and Dr. Michael Grego, Superintendent of Schools
Largo, Florida

Report on Compliance for Each Major Federal Program

We have audited the District School Board of Pinellas County's ("the District") 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 year ended June 30, 2018. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District School Board of Pinellas County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Report on Internal Control over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2018-001, which we consider to be a significant deficiency.

District's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Purpose of this Report

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.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Clearwater, Florida
December 19, 2018

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
Child Nutrition Cluster:				
United States Department of Agriculture:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	17002	\$ 9,434,693	\$ -
National School Lunch Program (Note 2)	10.555	17001, 17003 16006, 16007,	32,387,049	-
Summer Food Service Program for Children	10.559	17006, 17007	1,465,693	-
Total Child Nutrition Cluster			<u>43,287,435</u>	<u>-</u>
Student Financial Assistance Cluster:				
United States Department of Education:				
Federal Pell Grant Program	84.063	N/A	3,175,693	-
Total Student Financial Assistance Cluster			<u>3,175,693</u>	<u>-</u>
Special Education Cluster (IDEA):				
United States Department of Education:				
Florida Department of Education:				
Special Education Grants to States	84.027	262, 263	28,159,902	1,407,185
Special Education Preschool Grants	84.173	266, 267	919,763	-
Total Special Education Cluster			<u>29,079,665</u>	<u>1,407,185</u>
Child Care and Development Fund Cluster:				
United States Department of Health and Human Services:				
Florida Department of Children and Families:				
Child Care and Development Block Grant	93.575	LC938	132,770	-
Total Child Care and Development Fund Cluster			<u>132,770</u>	<u>-</u>
United States Department of Agriculture:				
Farm to School Grant Program	10.575		37,500	-
Florida Department of Health:				
Child and Adult Care Food Program	10.558	4214	2,123,333	-
Total United States Department of Agriculture			<u>2,160,833</u>	<u>-</u>
United States Department of Defense:				
Army Junior Reserve Officers Training Corps	12.UNK	N/A	262,589	-
Marine Corps Junior Reserve Officers Training Corps	12.UNK	N/A	47,391	-
Navy Junior Reserve Officers Training Corps	12.UNK	N/A	61,130	-
Total United States Department of Defense			<u>371,110</u>	<u>-</u>

Continued

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
United States Department of Education:				
Impact Aid	84.041	N/A	7,894	-
Arts in Education	84.351	N/A	218,571	-
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191, 193	1,214,656	-
Title I Grants to Local Educational Agencies	84.010	212, 223, 226	28,844,444	193,328
Career and Technical Education - Basic Grants to States	84.048	161	1,412,953	-
Education for Homeless Children and Youth	84.196	127	102,418	-
Charter Schools	84.282	298	62,893	62,893
Twenty-First Century Community Learning Centers	84.287	244	931,957	-
Special Education - State Personnel Development	84.323	ORSP-12041-17- PCS 0750-18-001-	338,578	-
English Language Acquisition Grants	84.365	102	999,058	-
Improving Teacher Quality State Grants	84.367	224	3,148,249	-
School Improvement Grants	84.377	126	234,911	-
Student Support and Academic Enrichment Program	84.424	241	302,631	-
Total United States Department of Education			<u>37,819,213</u>	<u>256,221</u>
United States Department of Health and Human Services:				
Florida Department of Education:				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	502	373,244	-
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	LK178, LK 197	369,956	-
Total United States Department of Health and Human Services			<u>743,200</u>	-
Total Expenditures of Federal Awards			<u>\$ 116,769,919</u>	<u>\$ 1,663,406</u>

NOTE 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") represents federal grant activity of the District School Board of Pinellas County (the "District") under programs of federal government for the year ended June 30, 2018. The amounts reported on the schedule have been reconciled to and are in material agreement with amounts recorded in the District's accounting records from which the basic financial statements have been reported. The information in this schedule is presented in accordance with the requirement of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES*Basis of Accounting*

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

Indirect Cost Rate

The District has elected to not use the 10% de Minimis Indirect Cost Rate.

Noncash Assistance

National School Lunch Program represents the amount of donated food used during the fiscal year ended June 30, 2018. Donated foods are valued at fair value as determined at the time of donation. Total donated foods total donated USDA foods for the fiscal year ending June 30, 2018 were valued at \$3,449,448.

Loans and Loan Guarantees

The District's federal awards do not have any loans or loan guarantees.

District School Board of Pinellas County Schedule of Findings and Questioned Costs

Part A – Summary of Audit Results

1. The auditors' report expresses an unmodified opinion on the basic financial statements of the District School Board of Pinellas County (the District).
2. One material weaknesses related to the audit of the basic financial statements are reported in the 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*.
3. No instances of noncompliance material to the basic financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards* were disclosed during the audit.
4. One significant deficiency in internal control over a major federal award program is reported in the Report on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control over Compliance in Accordance with the Uniform Guidance disclosed in Part C of this Schedule.
5. The auditor's report on compliance with requirements that could have a direct and material effect on each major federal program for the District expresses an unmodified opinion.
6. Audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.
7. The programs tested as major programs included:

CFDA # Name of Program

Child Nutrition Cluster:

U.S. DEPARTMENT OF AGRICULTURE

Passed through Florida Department of Agriculture and Consumer:

10.553	School Breakfast Program
10.555	National School Lunch Program
10.559	Summer Food Service Program for Children

8. The threshold for distinguishing Types A and B programs was \$3,000,000.
9. The District is determined to be a low-risk auditee for purposes of the major federal award programs.

District School Board of Pinellas County Schedule of Findings and Questioned Costs

Part B – Findings – Financial Statement Audit

Material Weakness

2018-002: Financial Reporting

Condition: As part of our audit, (1) revenue was recognized in the nonmajor governmental funds outside the period of availability that resulted in a restatement of fund balance – beginning of the year in the amount of (\$3,744,497), (2) cash accounts for the self-insured health fund were not being timely reconciled (3) payment on long-term debt was recorded in advance of the actual payment date.

Cause: The District booked revenue and a receivable for funds that were not received within the period of availability subsequent to year end. Due to a change in accounting personnel investment statements were not reviewed in a timely manner. A new debt agreement required payments to be placed in a funding account in advance of the due date. The District recorded the debt service expenditures at the time the funds were transferred to the funding account rather than waiting till that account was liquidated by the lender.

Effect: The combination of these transactions caused audit adjustments as well as a prior period adjustment, see note 22.

Criteria: The District should record all balances in accordance with generally accepted accounting principles and reconcile all cash accounts in a timely manner.

Recommendation: The District should strengthen its current financial statement close and reconciliation process that includes a review of material estimates and accruals.

Response and Corrective Action Plan

The District will continue to enhance its controls to ensure complete and accurate financial reporting. The District will enhance its year-end closing process to augment its review of estimates and accruals.

The District recognized the importance of timely reconciliations and will continue to improve the reconciliation process. The District is currently in the process of implementing a new software system which will also improve the timeliness of the reconciliation process.

Part C – Findings and Questioned Costs – Major Federal Award Programs Audit

Finding Number	2018-001
CFDA Number	10.553; 10.555; and 10.559
Program Title	Major Federal Program: Child Nutrition Cluster (CNC)
Compliance Requirement:	Allowable Costs/Cost Principles
Pass-Through Entities	U.S Department of Agriculture; Florida Department of Agriculture and Consumer Services (FDACS)
Contract Number and Year	18240; FY2017-2018
Statistically Valid Sample	Not Applicable
Questioned Costs	No questioned costs
Prior Year Finding	2017-001

Criteria: Title 2, Section 200.303(a), Code of Federal Regulations (CFR), requires that the District maintain effective internal controls over the CNC. To ensure charges are allowable, an appropriate system of internal controls requires that review and approval of program or grant expenditures be performed by personnel (e.g., food service director) who possess adequate knowledge and experience of program requirements.

Additionally, Title 2, Section 200.430(i), CFR, requires that charges to Federal awards for salaries must be based on records that accurately reflect the work performed and support the distribution of employee salaries among specific activities or cost objectives if the employee works on more than one Federal award or a Federal award and non-Federal award.

Condition: In response Finding No. 2017-001 reported in the fiscal year 2017-18 and planned corrective action, District personnel indicated that, effective January 2018, the District would begin to use of monthly and quarterly personnel activity reports (PARs) by personnel outside of Food Service, who are compensated by the CNC. For the 2017-18 fiscal year, the monthly PAR reports were implemented with no findings. However, for the 2017-18 fiscal year, based on discussions with Lynn Geist, Director of Food Services, the District did not complete quarterly PARs or prepare other records to support the distribution of employee salaries and benefits charged to specific activities or cost objectives for three salaried-employees outside of Food Service.

Cause: The District did not document food service director review and approval of CNC salaries and benefits expenditures and the propriety of these expenditures.

Effect: Absent internal control related to this compliance requirement may result in expenditures inappropriately charged to the CNC.

Questioned Costs: Director of Food Services and the three employees reviewed the percentage of time allocated to the CNC in the fiscal year 2017-18 and determined the allocations to be appropriate. No questioned costs.

Auditor Recommendation: The District should establish internal controls to document food service director review and approval of CNC salaries and benefits expenditures to accurately reflect the work performed for the CNC, and support the distribution of CNC employee salaries and benefits among specific activities or cost objectives.

Part C – Findings and Questioned Costs – Major Federal Award Programs Audit (Continued)

District Response: Food Service Director will review and approve CNC salaries and benefits on a quarterly basis for positions outside the Food Service department compensated by the CNC, starting with the 2nd quarter in fiscal year 2019.

Part D – Other Issues

We noted one significant deficiency in internal control pertaining to finding 2018-001 reported in Part C of this Schedule. We noted significant deficiencies in the prior year period reported in Part E of this Schedule.

Part E – Prior Year Findings and Questioned Costs

Listed below is the District’s summary of the status of prior audit findings on Federal Programs:

Audit Report No. (Finding No.)	Program/Area	Description	Status	Comments
2016-002	Federal Pell Grant Program (CFDA No. 84.063)	The District did not always timely return Federal Pell Grant Program funds to the U.S. Department of Education.	Corrected.	Processes have been reviewed and modified to ensure timely return of Title IV funds.
2017-001	Child Nutrition Cluster (CFDA Nos. 10.553, 10.555, and 10.559)	The District did not always comply with Federal regulations by documenting food service director review and approval of CNC salaries and benefits expenditures and the propriety of these expenditures.	Partially corrected.	District did not implement internal control as stated in the corrective action plan to review and approve salary allocations for three salaried employees outside of the CNC through the use of quarterly PARs.



Vision:
100% Student Success

Mission:
"Educate and prepare each student for college, career and life."

December 13, 2018

Pinellas County District School Board
Management's Corrective Action Plan
For the Fiscal Year Ended June 30, 2018

WALTER POWNALL SERVICE CENTER
11111 S Belcher Road
Largo, FL 33773
(727) 547-7100

SCHOOL BOARD OF
PINELLAS COUNTY, FLORIDA
Chairperson
Rene Flowers

Vice Chairperson
Carol J. Cook

Lisa N. Cane
Nicole M. Carr, Ph.D.
Bill Dudley
Joanne Lentino
Eileen M. Long

Superintendent
Michael A. Grego, Ed.D.

Federal Awards Finding Number: 2018-001
The District did not comply with the Federal Regulations as the District did not prepare and review quarterly PARs to support the distribution of employee salaries and benefits, charged to specific activities or cost objectives, for employees outside of the Food Service department.

Planned Corrective Action: A calendar will be used to track the activities, events, assistance and other specific tasks for these positions. Quarterly summaries from this calendar will be sent for review to each person. Upon return, the Director, Food & Nutrition will adjust as needed and sign off as completed. The reports will be filed with the F&N Budget Analyst. These positions include:

Facilities

Associate Superintendent of Operations
Secretary to Associate Superintendent

Finance

General Manager, School Lunch

Anticipated Completion Date: December 13, 2018

Responsible Contact Person: Lynn Geist, Director of Food Service
geistl@pcsb.org

INDEPENDENT AUDITORS' MANAGEMENT LETTER

To the District School Board of Pinellas County
and Dr. Michael Grego, Superintendent of Schools
Largo, Florida

Report on the Financial Statements

We have audited the financial statements of the District School Board of Pinellas County, Florida, as of and for the fiscal year ended June 30, 2018, and have issued our report thereon dated December 19, 2018.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance For Each Major Federal Program and Report on Internal Control over Compliance, Schedule of Findings and Questioned Costs, and our Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.800, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated December 19, 2018, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.804(1)(f)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report except as noted below under the heading "Prior Year Findings and Recommendations."

Financial Condition and Management

Section 10.804(1)(f)2., Rules of the Auditor General, requires a statement be included as to whether or not the District School Board of Pinellas County has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that the District School Board of Pinellas County did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

Section 10.804(1)(f)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we recommend the District record revenue in the governmental funds that meets the availability criteria in accordance with generally accepted accounting principles.

Transparency

Section 10.804(1)(f)6., Rules of the Auditor General, requires that we report the results of our determination as to whether the District School Board of Pinellas County maintains on its Web site the information specified in Section 1011.035, Florida Statutes. (Section 1011.035, Florida Statutes, provides that district school boards include a plain language version of each proposed, tentative, and official budget that describes each budget item in terms that are easily understandable to the public.) In connection with our audit, we determined that the District School Board of Pinellas County maintained on its Web site the information specified in Section 1011.035, Florida Statutes.

Additional Matters

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

Purpose of this Letter

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

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Clearwater, Florida
December 19, 2018

ATTESTATION REPORT ON COMPLIANCE WITH SECTION 218.415 FLORIDA STATUTES

To the District School Board of Pinellas County
and Dr. Michael Grego, Superintendent of Schools
Largo, Florida

We have examined District School Board of Pinellas County's compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended June 30, 2018. Management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion on the Council's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included 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 examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the District's compliance with specified requirements.

In our opinion, the District complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2018.

This report is intended solely for the information and use of management and the State of Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Clearwater, Florida
December 19, 2018