

TEAMWORK DOING BETTER

TOGETHER

POPULAR
ANNUAL
FINANCIAL
REPORT



FISCAL YEAR ENDING JUNE 30, 2022

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Dear Community Members and Families of Brevard County:

Financial Services is pleased to issue the Brevard County Public Schools' Popular Annual Financial Report (PAFR) for fiscal year ending June 30, 2022. This report is an opportunity to present the district's finances in a simplified and enjoyable format that provides a deeper understanding of the financial health and operations in our district. This PAFR is an excellent accountability document for School Board Members, community leaders, parents, and our local taxpayers that may take an interest in the finances of the School Board beyond the budget process.

Serving EVERY Student with Excellence as the standard requires "Teamwork" throughout the school district as well as with parents and community members. Together we better shape the district's priorities which ultimately guides our resourcing decisions. This report summarizes the financial activities and operating results reported in the Brevard County Public Schools' audited Annual Comprehensive Financial Report (ACFR). The ACFR is a more detailed and complete financial presentation prepared in accordance with Generally Accepted Accounting Principles (GAAP) and was audited by the district's independent external auditors. The PAFR, however, is unaudited and presented on a non-GAAP basis. It does not include full disclosures or segregated funds. For more detailed information, the Annual Comprehensive Financial Report is available on the district's website at <https://www.brevardschools.org/Page/17863>.

I want to extend my appreciation to our Finance and Community Relations staff for their dedication to this project. And a special thanks to Wendy Andrews and Dan Jankowski for their vision, leadership, and follow through of this powerful tool that provides additional transparency and community connection.

If you have any questions regarding this report, please contact Susan Denyer, Director of Accounting Services, at denyer.susan@brevardschools.org.

Respectfully,


Cynthia Lesinski
 Chief Financial Officer

Brevard Public Schools' Board Members

District 1

Misty Belford
 Chairperson
 Mobile: (321) 591-9387
 Office: (321) 633-1000 ext. 11412
Belford.misty@brevardschools.org

District 2

Cheryl McDougall
 Vice-Chairperson
 Mobile: (321) 987-6382
 Office: (321) 633-1000 ext. 11412
Mcdougall.cheryl@brevardschools.org

District 3

Jennifer Jenkins
 Mobile: (321) 271-9495
 Office: (321) 633-1000 ext. 11412
jenkins.jenniferd@brevardschools.org

District 4

Matt Susin
 Mobile: (321) 684-9735
 Office: 633-1000 ext. 11412
susin.matthew@brevardschools.org

District 5

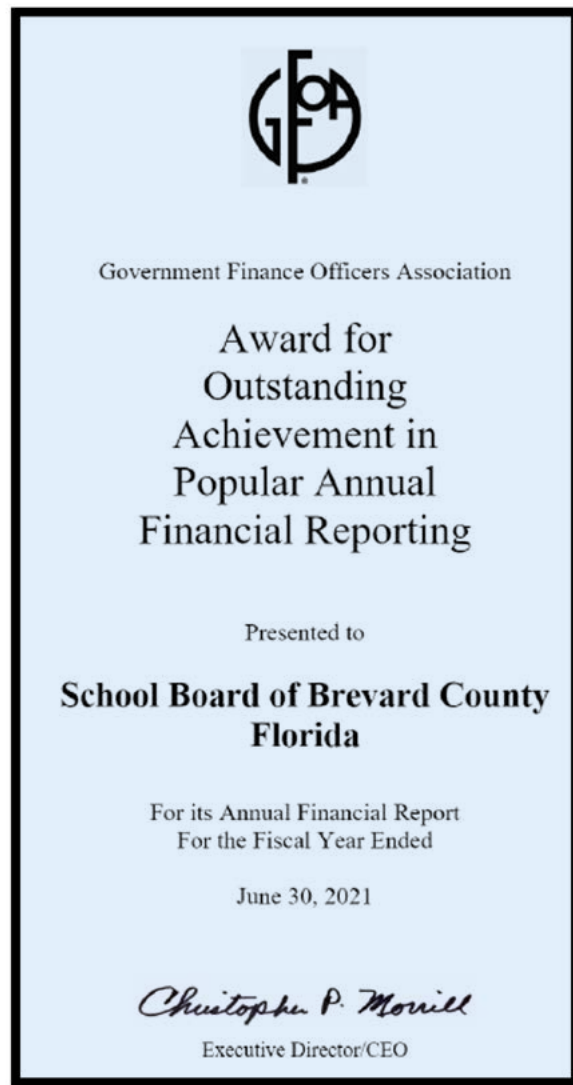
Katye Campbell
 Mobile: (321) 271-9946
 Office: (321) 633-1000 ext. 11412
campbell.katye@brevardschools.org

Superintendent of Schools

Mark W. Mullins, Ed.D.
 (321) 633-1000, ext. 11401
mullins.mark@brevardschools.org

Our Mission

is to serve every student with excellence as the standard.



PAFR Award

The district was awarded the Outstanding Achievement in Popular Annual Financial Reporting by the Government Finance Officers Association of the United States (GFOA) for its Popular Annual Financial Report (PAFR) for the fiscal year ended June 30, 2021.

This is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government popular reports. To receive an award, the contents of a government's published Popular Annual Financial Report must conform to program standards of creativity, presentation, understandability, distribution methods, and reader appeal.

ABOUT BREVARD PUBLIC SCHOOLS

"Every student matters, every moment counts." This is our guiding principle as we strive each day to educate the future of the Space Coast. Brevard Public Schools has a unique opportunity to be at the heart of a community with a rich history of space exploration and innovation which has fueled some of the greatest achievements in our country.

(including 1 virtual school), 10 specialty centers, and 12 charter schools, the district educates its students in 17 different municipalities across the Space Coast. Brevard Public Schools' goal is to serve our community and enhance students' lives by delivering the highest quality education in a culture of dedication, collaboration and learning.

Brevard Public Schools is the 49th largest district in the U.S. and the 11th largest district in Florida. We are the largest employer in Brevard County with approximately 8,000 staff members serving over 73,000 students annually. With 85 schools



OUR MISSION:
TO SERVE EVERY STUDENT WITH EXCELLENCE AS THE STANDARD

OUR VISION:
Brevard Public Schools will serve our community and enhance students' lives by delivering the highest quality education in a culture of dedication, collaboration, and learning.

OUR VALUES AND BELIEFS:

CONNECTION: We are committed to creating relationships built on a foundation of genuine care and trust. We will work with our community to ensure that together our students achieve more because of the network of support that those relationships foster.

DIVERSITY: We embrace our differences and celebrate the strength of the individuality that collectively makes our learning environments a place for each person to grow and thrive.

DEDICATION: We will let compassion, conviction, and an intense dedication to the mission of teaching and learning stand as a trademark of our work.

INTEGRITY: We will uphold honesty, transparency and the public trust as guiding principles in all we do.

COLLABORATION: We will work as a team to provide a culture marked by shared purpose, an innovative spirit and continual learning.

ADMINISTRATIVE OFFICIALS

Superintendent

Mark W. Mullins, Ed. D.

Deputy Superintendent/Chief Human Resources Officer

Beth Thedy, Ed. D.

Assistant Superintendent of Elementary Leading & Learning

Jane Cline

Assistant Superintendent of Secondary Leading & Learning

Stephanie Soliven, Ed. D.

Assistant Superintendent of Student Services

Christine Moore

Assistant Superintendent of Information Technology

Russell Cheatham

Assistant Superintendent of Facilities Services

Susan Hann, P.E., AICP

Chief Strategic Communications Officer

Russell Bruhn

Chief Financial Officer

Cynthia Lesinski

Chief Operating Officer

Robin L. Novelli

School Board Attorney

Paul Gibbs, Esq.



ACADEMIC EXCELLENCE

Provide every student a learning environment that empowers them to reach their full potential.

EXCEPTIONAL WORKFORCE

Attract, develop, and retain exceptional talent to impact academic excellence.



COMMUNITY CONNECTION

Engage stakeholders as advocates and partners to further academic excellence for all students.

OPERATIONAL SUSTAINABILITY

Ensure sustainable district operations that contribute to the success of academic excellence.



In the last 2 years, BPS has awarded:

- OVER 300 CAMBRIDGE DIPLOMAS
- OVER 160 IB DIPLOMAS
- NEARLY 2,000 SCHOLAR DIPLOMAS
- OVER 2,200 MERIT DIPLOMAS

SCHOOL NUTRITION
over 10 Million meals served per year



TRANSPORTATION

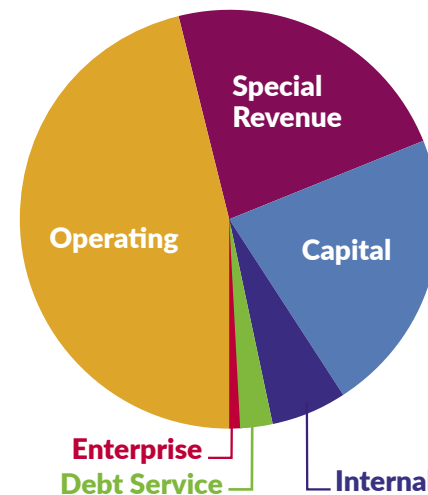
6,000,000 miles driven each year by our School Buses



- Over 73,000 Students
- Over 90% Graduation Rate
- In the last 2 years, over 4,200 students received BOTH Scholar & Merit Credentials
- 5,000+ students participate in dual enrollment programs each year
- 45 Voluntary Prekindergarten Education Programs
- Cognia Accreditation Score: 345.81
- 3rd Most Experienced Teaching Staff in the State of Florida
- 9 schools earned PBIS Platinum Distinction in the 2021-22 School Year
- 3 2021 National Blue Ribbon Schools
- 48 PBIS MODEL SCHOOLS

BUDGET

\$1,418,351,343



Operating	\$655,176,993
Special Revenue	\$321,719,187
Capital	\$311,466,032
Internal Service	\$ 83,719,985
Debt Service	\$ 38,041,389
Enterprise	\$ 8,227,757

- Offer 75 different CTE industry certifications
- 43 Career & Technical Education Programs



FINANCIAL SUMMARY

Government-wide Financial Statements

The Government-wide financial statements include the **Statement of Net Position** and the **Statement of Activities**. They are designed to present financial information for governmental activities in the same manner as used in private businesses. To do so, each governmental fund is combined and reported as one. Component unit (charter school) information is not included.

The **Statement of Net Position** provides information about Brevard Public Schools' assets and liabilities with the difference of the two reported as net position. The **Statement of Activities** provides information about Brevard Public Schools' revenues and expenditures with the difference of the two also reported as net position. Increases or decreases in the net position indicate whether the district's financial health is improving or not.

Statement of Net Position

	FY22	FY21	FY20
Assets			
Cash and Investments	\$ 341,986,426	\$ 325,081,759	\$297,051,317
Other Assets	78,948,265	40,199,462	30,783,883
Capital Assets	802,912,080	818,011,445	821,466,704
Total Assets	1,223,846,771	1,183,292,666	1,149,301,904
Deferred Outflows of Resources	135,665,494	167,404,299	151,147,583
Total Assets and Deferred Outflows of Resources	1,359,512,265	1,350,696,965	1,300,449,487
Liabilities			
Accounts Payable	89,208,524	82,277,849	88,534,367
Other Liabilities	663,853	1,228,907	3,046,265
Long-term Liabilities	624,238,896	931,250,322	873,773,822
Total Liabilities	714,111,273	1,014,757,078	965,354,454
Deferred Inflows of Resources	237,540,527	21,403,798	42,978,381
Total Liabilities and Deferred Inflows of Resources	951,651,800	1,036,160,876	1,008,332,835
Net Investment in Capital Assets	450,531,500	442,355,084	417,899,236
Restricted	246,496,960	185,576,544	152,806,944
Unrestricted (Deficit)	(289,167,995)	(313,395,539)	(278,589,528)
Total Net Position	407,860,465	314,536,089	292,116,652

- Assets exceeded liabilities by \$407.8 million at the end of the fiscal year.
- The largest portion of Brevard Public Schools' net position, \$450.5 million, reflects its investment in capital assets less any related debt and deferred outflows of resources that are still outstanding.

Statement of Activities

	FY22	FY21	FY20
Revenues			
Charges for Services	\$ 4,501,343	\$ 3,537,526	\$ 6,976,472
Operating Grants and Contributions	60,500,737	48,259,941	38,062,128
Capital Grants and Contributions	2,407,301	2,743,592	2,778,405
Property Taxes, Levied for General Purposes	218,505,036	209,714,803	202,038,732
Property Taxes, Levied for Capital Projects	75,331,031	70,804,494	66,065,786
Local Sales Surtax	62,092,267	51,591,468	46,693,650
Grants and Contributions, Non-Restricted	459,310,092	441,861,776	418,812,816
Miscellaneous	24,212,029	17,281,904	9,103,475
Unrestricted Investment Earnings	(754,486)	384,095	6,003,210
Sale of Assets	1,741,488	127,200	0
Transfers	2,299,000	799,035	1,359,695
Total Revenues	910,145,838	847,105,834	797,894,369
Expenses			
Instructional Services	419,600,036	440,025,517	432,300,248
Instructional Support Services	55,930,490	60,026,543	57,671,102
Student Services	28,981,254	31,586,700	29,056,013
School Board	1,190,765	1,691,084	1,084,286
General and School Administration	45,662,780	48,908,443	48,169,412
Non-Capitalizable Facilities Acquisition & Constr.	39,997,479	35,952,007	30,187,187
Fiscal Services	3,629,066	3,830,591	3,584,305
Food Services	38,526,559	34,353,900	33,322,573
Central Services	15,058,354	7,643,423	8,168,997
Student Transportation Services	18,250,834	20,800,473	21,200,326
Operation and Maintenance of Plant	73,998,723	74,041,020	72,171,643
Administrative Technology Services	4,795,527	5,651,770	4,913,664
Community Services	10,064,362	6,245,102	2,116,584
Interest on Long-Term Debt	14,466,975	17,142,353	16,102,569
Depreciation - Unallocated	46,668,258	45,160,549	42,461,844
Loss on Disposition of Assets	0	0	387,692
Total Expenses	816,821,462	833,059,475	802,898,445
Change in Net Position	93,324,376	14,046,359	(5,004,076)
Net Position, Beginning	314,536,089	292,116,652	297,120,728
Adjustment to Net Position	0	8,373,078	0
Net Position, Beginning as Restated	314,536,089	300,489,730	297,120,728
Net Position, Ending	407,860,465	314,536,089	292,116,652

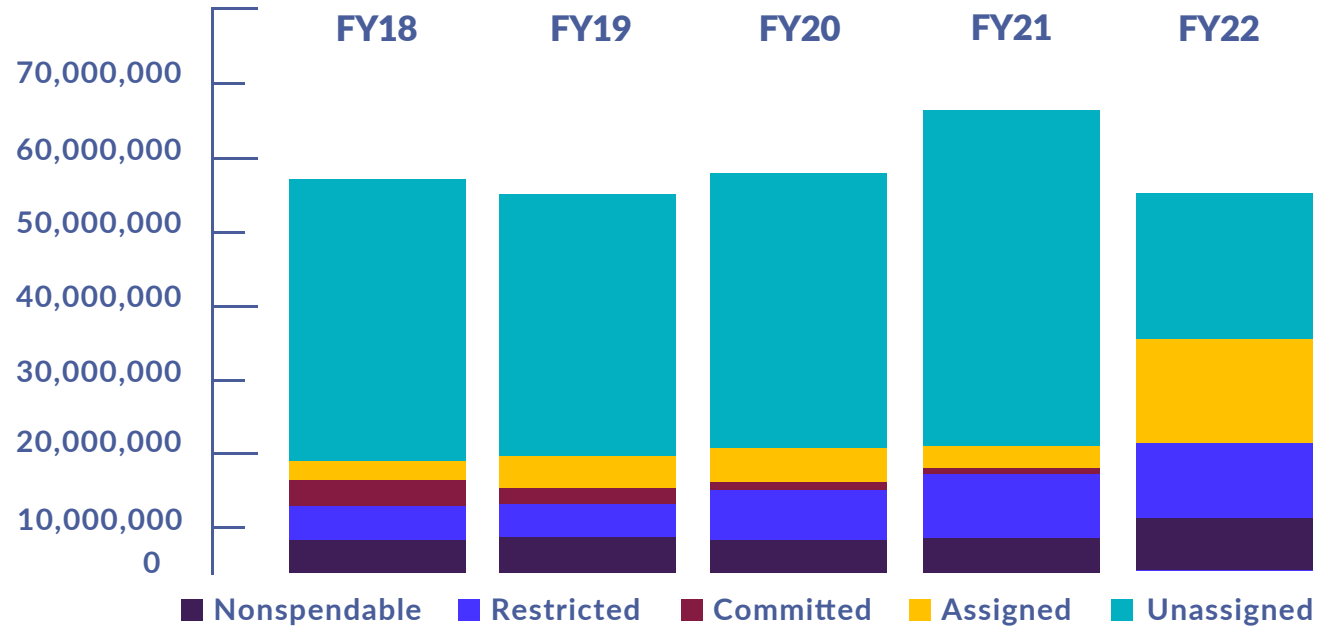
- Revenue for grants and contributions increased \$29.4 million. Increases related to COVID-19 funding from ESSER, CARES, and USDA COVID Meal Flexibility Waivers were offset by decreases in federal and state aid.
- Property tax revenue improved \$13.3 million due to higher tax collections resulting from increased property values and homeownership.
- Miscellaneous revenue increased \$6.9 million and is mostly related to internal funds collected by the schools. Page 13 provides further details.
- Expenditures decreased \$16.2 million. The majority of this is attributed to FY21 expenditures funded by Federal Education Stabilization (COVID-19) grant funds that did not repeat in FY22.

FUND BALANCE

is the difference between assets and liabilities. When each fiscal year ends, if revenue exceeds expenditures, the fund balance will increase (more assets are available for use).

However, if expenditures are higher than revenue, the fund balance will decrease (less assets are available for use).

Fund Balance - General Fund



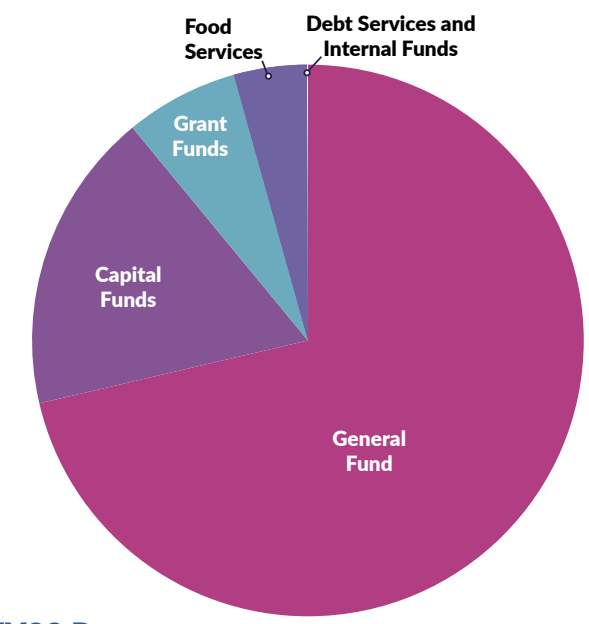
During FY22 operating expenditures exceeded revenues and transfers in from other funds, resulting in a decrease in fund balance. This was primarily due to lower Florida Education Finance Program (FEFP), Class Size Reduction and Medicaid revenues partially offset by higher Property Tax revenue and transfers in from other funds. In addition, the Teacher Salary

Increase Allocations (TSIA) dollars provided to the district to increase starting teachers' salaries were less than the salary increases agreed upon by the union, and there was an increase in expenditures that were covered through Federal Education Stabilization funding in the prior year.

Fund Balance Definitions

- Nonspendable** – Amounts that are not spendable (for 2022 this is for inventories and prepaid items in the General Fund and inventories in other funds).
- Restricted** – Amounts that can be spent only for specific purposes as restricted by external parties, constitutional provisions, or enabling legislation (for 2022 this is for state categorical programs in the General Fund and for capital projects, debt service, and food services in other funds).
- Committed** – Amounts that can only be spent as specifically obligated by the School Board (for 2022 there were no committed funds).
- Assigned** – Amounts that are expected to be spent for a specific purpose as directed by the School Board or Superintendent (for 2022 this is for school operations, encumbrances, carryforwards, and health insurance trust funds in the General Fund and for internal funds and non-restricted capital projects in other funds).
- Unassigned** – Amounts that are not included in other fund balance classifications and, therefore, can be used for any purpose of the fund. Beginning in fiscal year ending June 30, 2022 the district corrected how funds are classified between Assigned and Unassigned. In prior years, the Unassigned classification included funds intended for subsequent year's expenses.

How BPS Is FUNDED

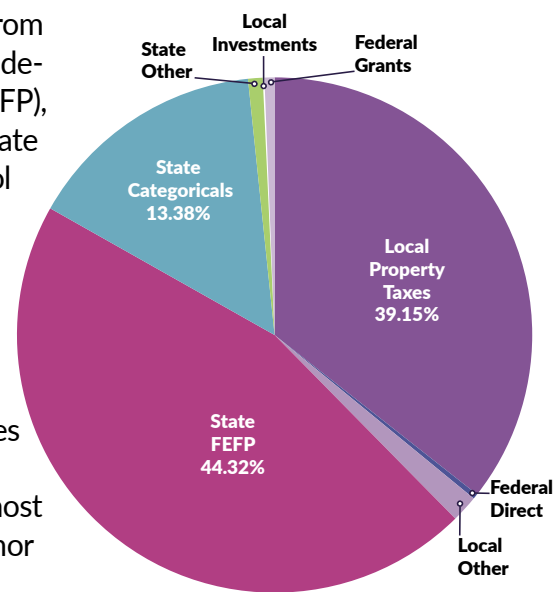


FY22 Revenue - All Governmental Funds

General Fund		FY20	FY21	FY22			
Local	Property Taxes	\$ 200,038,732	35.61%	\$ 209,714,803	36.48%	\$ 218,505,036	39.15%
	Investments	\$ 1,852,722	0.33%	\$ 120,058	0.02%	\$ 275,424	0.05%
	Other	\$ 9,575,351	1.69%	\$ 11,171,486	1.94%	\$ 11,804,451	2.11%
State	FEFP	\$ 258,418,786	45.55%	\$ 262,434,270	45.65%	\$ 247,370,180	44.32%
	Categoricals	\$ 86,062,876	15.17%	\$ 82,404,103	14.33%	\$ 74,694,118	13.38%
	Other (Includes Lotto)	\$ 5,191,854	0.92%	\$ 4,250,031	0.74%	\$ 4,354,035	0.78%
Federal	Direct	\$ 595,095	0.10%	\$ 769,392	0.13%	\$ 617,654	0.11%
	Grants	\$ 3,576,681	0.63%	\$ 4,068,023	0.71%	\$ 582,901	0.10%
TOTAL		\$ 567,312,097	100.00%	\$ 574,932,166	100.00%	\$ 558,203,799	100.00%

The General Fund sources most of the daily operations. It includes revenue from property taxes and investments (long term debt). Both are discussed in more detail later in this report. It also includes Florida Education Finance Program (FEFP), which is a funding formula adopted by the Florida Legislature in 1973 to allocate funds appropriated by the Legislature to school districts for K-12 public school operations. The FEFP implements the constitutional requirement for a uniform system of free public education. Additionally, the General Fund includes categorical funds, which are earmarked by the state for specific use. Examples include funding for textbooks, student transportation, and security.

In FY21 and FY22, lotto proceeds were \$0. This is because the state's Discretionary Lotto allocation was removed due to COVID-19 causing closures of schools and other entities and organizations. Because the state relies so heavily on tourism and sales tax dollars to fund its budget, the shutdown of most shops and businesses dramatically cut those proceeds. As a result, the governor had to veto several items out of the budget. The largest individual cut was to K-12 education, which included the Discretionary Lotto allocation.

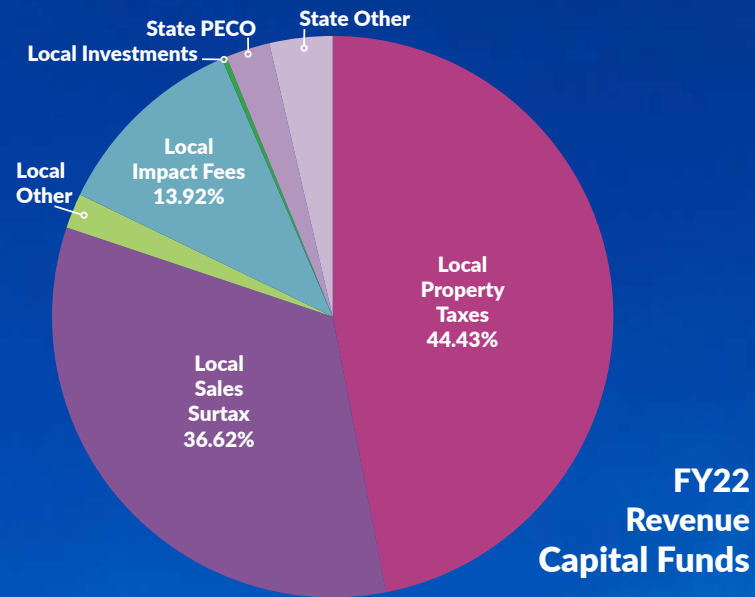


FY22 Revenue - General Fund

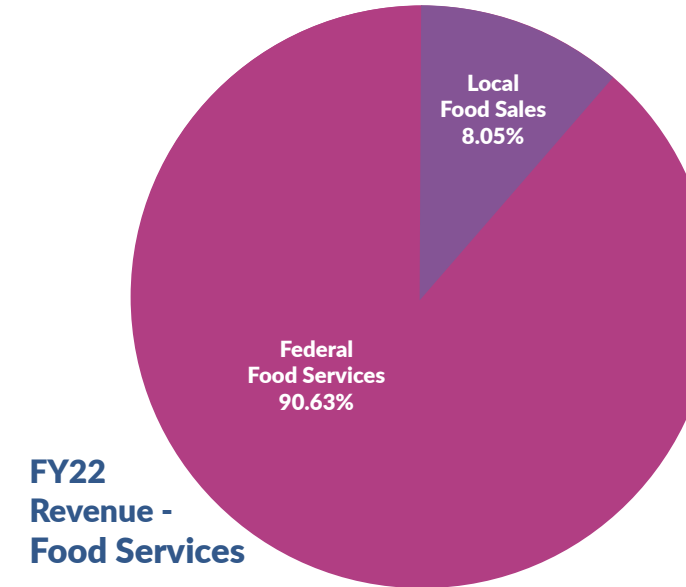
How BPS Is Funded (CONTINUED)

Capital Fund		FY20		FY21		FY22	
Local	Property Taxes	\$ 66,065,786	46.96%	\$ 70,804,494	47.02%	\$ 75,331,031	44.43%
	Sales Surtax	\$ 46,693,650	33.19%	\$ 51,591,468	34.26%	\$ 62,092,267	36.62%
	Investments	\$ 2,838,085	2.02%	\$ 173,175	0.11%	\$ (87,700)	-0.05%
	Impact Fees	\$ 16,004,661	11.38%	\$ 18,549,679	12.32%	\$ 23,601,598	13.92%
	Other	\$ 399,953	0.28%	\$ 374,578	0.25%	\$ 666,454	0.39%
State	PECO	\$ 3,580,967	2.55%	\$ 4,080,505	2.71%	\$ 4,594,110	2.71%
	Other	\$ 5,107,324	3.63%	\$ 5,013,790	3.33%	\$ 3,364,897	1.98%
Federal	N/A	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%
TOTAL		\$ 140,690,426	100.00%	\$ 150,587,689	100.00%	\$ 169,562,597	100.00%

Capital funds are used for the acquisition, construction or renovation of major capital facilities. Capital projects and the funding sources of property taxes and sales surtax are discussed in more detail later in this report. Impact fees are allocated based on new residential development. PECO is the Public Education Capital Outlay funds derived from utility taxes that are allocated by the legislature. In FY20, all the PECO maintenance funding started being directed by the state to the charter schools through the District.



Food Services		FY20		FY21		FY22	
Local	Food Sales	\$ 7,252,554	21.33%	\$ 3,383,801	8.32%	\$ 4,368,517	8.05%
	Other	\$ 41,112	0.12%	\$ 285,232	0.70%	\$ 383,800	0.71%
State	Food Services	\$ 347,188	1.02%	\$ 332,807	0.82%	\$ 332,919	0.61%
Federal	Food Services	\$ 26,355,335	77.52%	\$ 36,666,862	90.16%	\$ 49,185,707	90.63%
TOTAL		\$ 33,996,189	100.00%	\$ 40,668,702	100.00%	\$ 54,270,943	100.00%



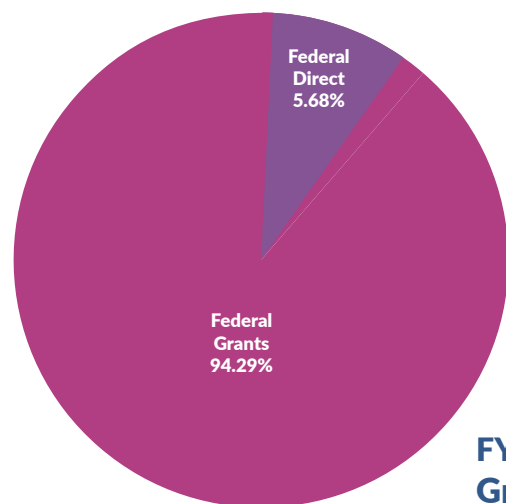
Food Services is self-supportive. Local revenue is from the sale of meals not supported by state or federal programs. State revenue is from breakfast supplements and lunch appropriations. Federal revenue is from reimbursements for specific meals served, grants, and the value of commodities.

USDA Meal Flexibility Waivers for FY22 allowed Food and Nutrition Services (FNS) to serve meals free of charge to all students regardless of status from August 10, 2021 – May 26, 2022 under the Seamless Summer Option (SSO).

Grant Fund		FY20		FY21		FY22	
Local	Other	\$ 100	0.00%	\$ -	0.00%	\$ -	0.00%
State	Other	\$ 43,132	0.08%	\$ 31,133	0.04%	\$ 32,577	0.03%
Federal	Direct	\$ 5,959,232	11.29%	\$ 6,343,572	8.68%	\$ 6,431,087	5.68%
	Grants	\$ 46,774,724	88.63%	\$ 66,720,909	91.28%	\$ 106,702,909	94.29%
TOTAL		\$ 52,777,188	100.00%	\$ 73,095,614	100.00%	\$ 113,166,573	100.00%

Grant revenues are limited to being used for specific purposes by the grantor.

Federal sources include grants for Head Start, Adult Education, Title I, Special Education, Federal Education Stabilization (COVID-19), and other smaller grants that all pass through the Department of Education.



FY22 Revenue - Grant Fund



How BPS Is Funded (CONTINUED)

Debt Services		FY20		FY21		FY22	
Local	Investments	\$ 133,368	28.05%	\$ 46	0.01%	\$ 64	0.02%
	Other	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%
State	Other	\$ 342,045	71.95%	\$ 311,712	99.99%	\$ 310,687	99.98%
Federal	N/A	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%
TOTAL		\$ 475,413	100.00%	\$ 311,758	100.00%	\$ 310,751	100.00%

Debt service is discussed in detail later in this report.

Internal Funds		FY21		FY22	
Local	Other	\$ 5,956,800	100.00%	\$ 10,752,630	100.00%
State	N/A	\$ -	0.00%	\$ -	0.00%
Federal	N/A	\$ -	0.00%	\$ -	0.00%
TOTAL		\$ 5,956,800	100.00%	\$ 10,752,630	100.00%

Internal Funds are all funds collected by individual schools through school activities and sources. The funds are used to benefit the students at that school

unless collected for a specific purpose. During FY22, 84 schools operated within Brevard Public Schools (57 elementary, 11 middle, 5 junior/senior, and 11 high). In FY20 and prior, these funds were reported separately as fiduciary funds (held by Brevard Public Schools, but not part of Brevard Public Schools' funding). Beginning FY21, with the implementation of Governmental Accounting Standards Board (GASB) Statement 84, *Fiduciary Activities*, it was determined that these funds are more appropriately reported as special revenue funds and are no longer reported separately.

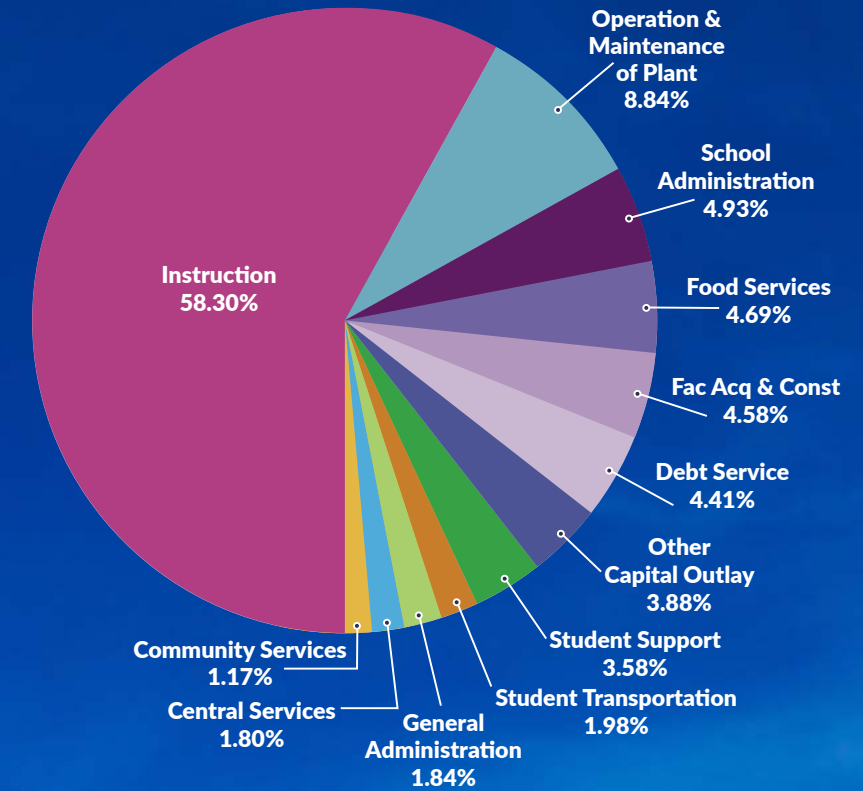
Total revenue increased by \$4.8 million or 81% over the previous year. This was the result of schools returning to pre-COVID levels of activities for athletics, field trips, and fundraisers.

How FUNDS ARE SPENT

FL School District Counties	FY21*		
	Gov't-Wide Expenses	Enrollment	Cost Per Student
Osceola	\$ 737,330,037	69,194	\$10,656
Volusia	\$ 679,405,473	60,864	\$11,163
Seminole	\$ 704,741,209	61,795	\$11,405
Pasco	\$ 894,774,302	77,109	\$11,604
Marion	\$ 478,457,646	40,867	\$11,708
Brevard	\$ 833,059,475	65,828	\$12,655
Orange	\$ 2,642,541,171	206,058	\$12,824
Miami-Dade	\$ 4,354,450,000	334,400	\$13,022
Duval	\$ 1,428,835,588	108,255	\$13,199
Palm Beach	\$ 2,518,609,000	186,915	\$13,475
Hillsborough	\$ 2,470,127,000	181,668	\$13,597
Lake	\$ 475,318,938	34,729	\$13,687
Manatee	\$ 650,260,175	41,442	\$15,691

*FY22 data for other school districts was not available at time of print.

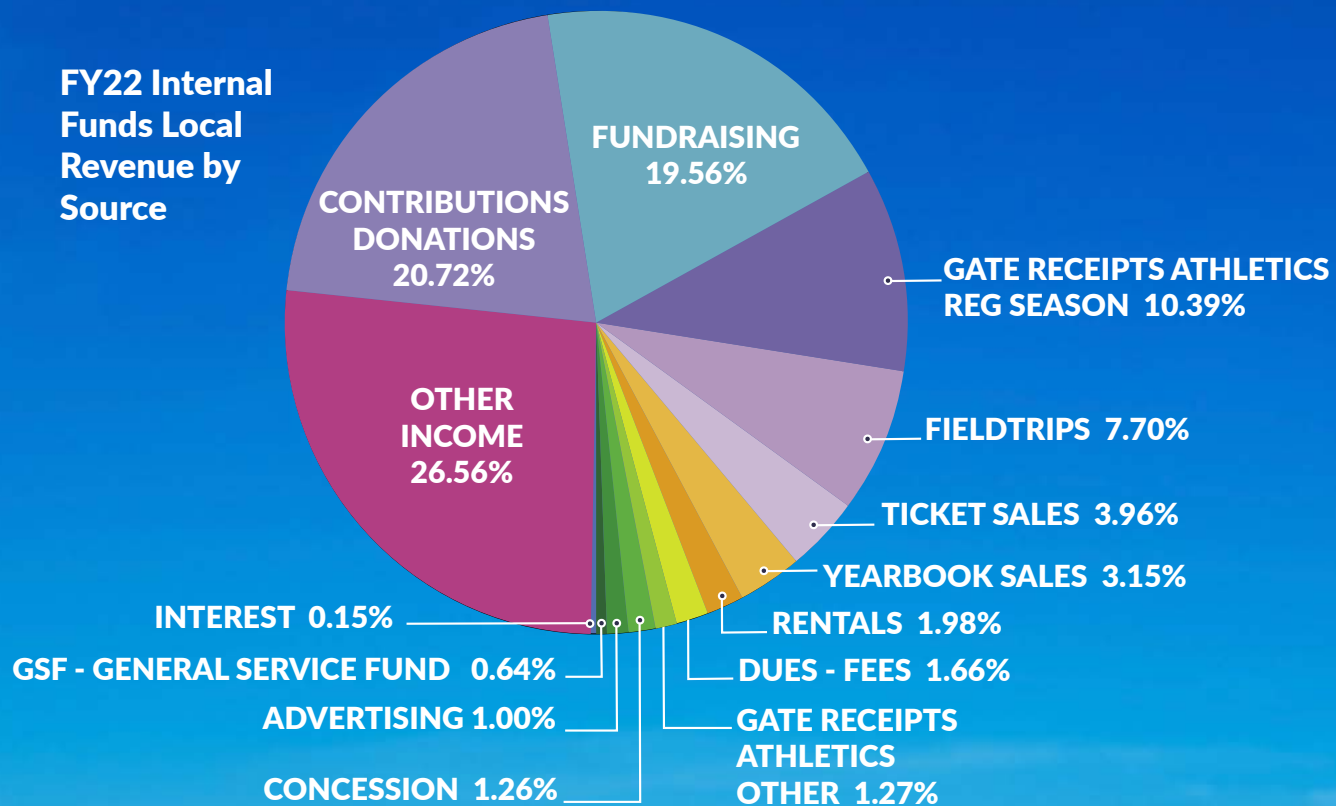
FY22 Expenditures – All Governmental Funds \$861,814,448



Expenditures by Function –

Function classifications indicate the overall purpose or objective of an expenditure.

Governmental Funds Expenditures	FY20		FY21		FY22	
Instruction	\$ 451,475,522	56.37%	\$ 463,784,625	58.13%	\$ 502,426,310	58.30%
Student Support	\$ 26,593,525	3.32%	\$ 29,132,349	3.65%	\$ 30,849,977	3.58%
General Administration	\$ 12,365,190	1.54%	\$ 14,892,441	1.87%	\$ 15,894,732	1.84%
School Administration	\$ 40,512,588	5.06%	\$ 40,523,926	5.08%	\$ 42,515,037	4.93%
Facilities Acquisition & Construction	\$ 29,254,855	3.65%	\$ 35,538,045	4.45%	\$ 39,437,426	4.58%
Food Services	\$ 31,958,455	3.99%	\$ 33,097,406	4.15%	\$ 40,419,961	4.69%
Central Services	\$ 7,486,774	0.94%	\$ 6,991,359	0.88%	\$ 15,531,785	1.80%
Student Transportation	\$ 18,042,615	2.25%	\$ 17,287,235	2.17%	\$ 17,092,186	1.98%
Operation & Maintenance of Plant	\$ 68,868,465	8.60%	\$ 70,884,312	8.89%	\$ 76,140,093	8.84%
Community Services	\$ 1,959,259	0.25%	\$ 6,224,260	0.78%	\$ 10,079,011	1.17%
Other Capital Outlay	\$ 70,979,149	8.86%	\$ 43,752,638	5.48%	\$ 33,420,603	3.88%
Debt Service	\$ 41,361,206	5.17%	\$ 35,665,339	4.47%	\$ 38,007,327	4.41%
TOTAL	\$ 800,857,603	100.00%	\$ 797,773,935	100.00%	\$ 861,814,448	100.00%



How FUNDS ARE SPENT (CONTINUED)

Instruction –

Includes activities dealing directly with the teaching of students, or the interaction between teachers and students. Also includes activities related to educational media services, curriculum, professional or occupational growth and competence of instructional staff, and instructional support.

Student Support –

Provides administrative, technical (such as guidance and health) and logistical support to facilitate and enhance instruction for the benefit and well-being of the students. These are supplemental to instruction to maximize individual student success.

General Administration –

Includes activities performed by the superintendent and assistant superintendents in the general direction and management of school system affairs. For the purposes of condensing this report, also includes activities of the school board and board attorney, activities concerned with fiscal operations of the school system, and activities related to supporting the school district's information technology systems.

School Administration –

Includes activities concerned with directing and managing the operation of a particular school.

Facilities Acquisition & Construction –

Includes activities related to the acquisition of land and buildings, remodeling buildings, construction of buildings and additions, initial installation or extension of service systems and other built-in equipment, and improvements to sites.

Food Services –

Includes activities concerned with providing food to students and staff.

Central Services –

Includes activities that support the other instruction and supporting service programs, but are not considered general administration.

Student Transportation –

Includes activities related to the transportation of students.

Operation & Maintenance of Plant –

Includes activities that keep a physical plant open, maintained, and ready for use.

Community Services –

Consists of activities not related to providing education for students.

Other Capital Outlay –

Expenditures not related to the acquisition and construction of facilities.

Debt Service –

The recording of expenditures related to the issuance and retirement of debt.



Expenditures by Object Code – Object classifications indicate the type of goods or services obtained as a result of a specific expenditure.

General Fund Expenditures by Object FY22		
Salaries	\$ 340,875,394	56.55%
Employee Benefits	\$ 109,399,318	18.15%
Purchased Services	\$ 100,634,787	16.70%
Energy Services	\$ 15,143,480	2.51%
Materials and Supplies	\$ 20,281,390	3.37%
Capital Outlay	\$ 2,541,535	0.42%
Other	\$ 13,834,471	2.30%
TOTAL	\$ 602,710,375	100.00%

Salaries –

Amounts paid to employees.

Employee Benefits –

Amounts paid on behalf of employees. This includes retirement, insurance, and workers' compensation.

Purchased Services –

Amounts for services by personnel not on the payroll. Costs include professional and technical services, repairs and maintenance services, rental services, and communication services.

Energy Services –

Amounts paid for energy uses such as gas, gasoline, fuel, heating oil, and electricity.

Materials and Supplies –

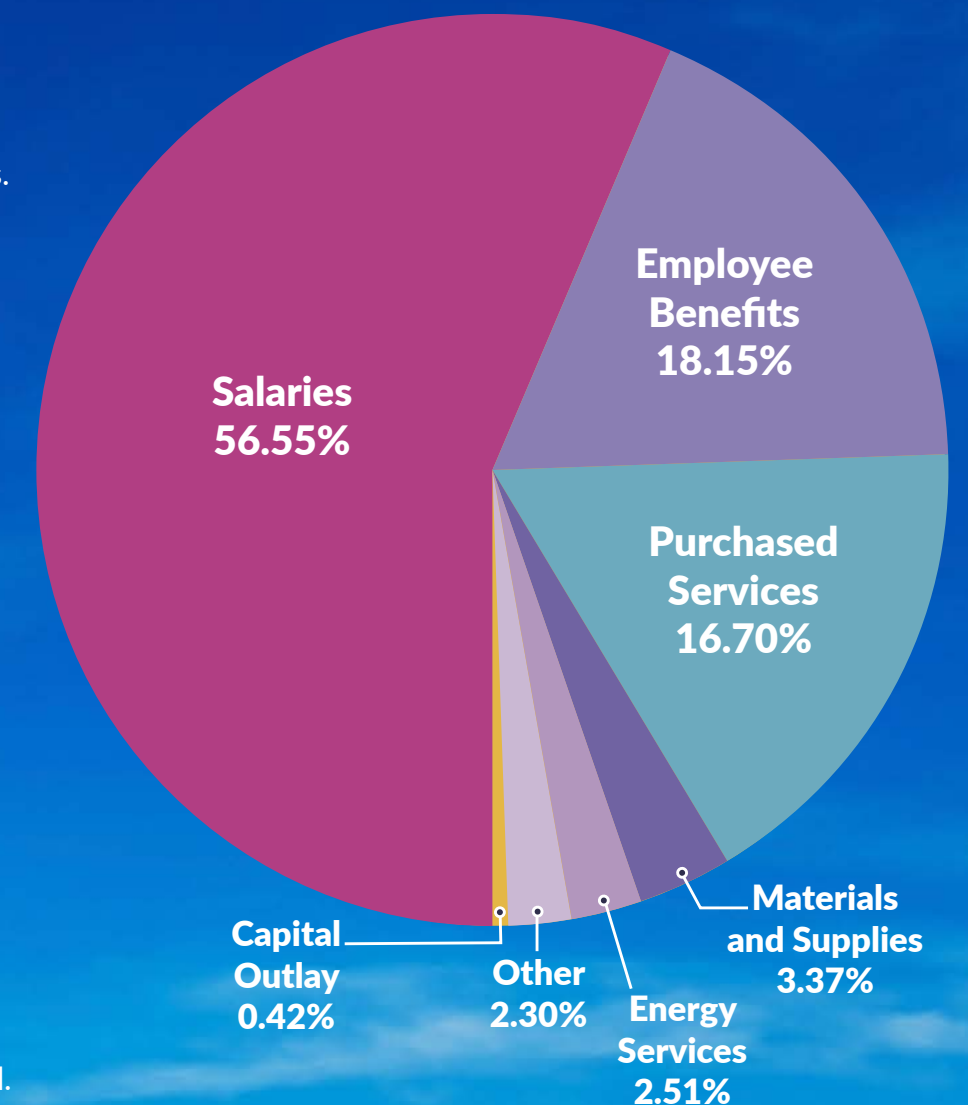
Amounts paid for expendable items that are consumed. Examples are textbooks, repair parts, tires, and food.

Capital Outlay –

Amounts spent to acquire capital assets or additions to capital assets. Capital assets include library books, audiovisual materials, buildings, furniture, fixtures, equipment, vehicles, land, and software.

Other –

Amounts not classified elsewhere like principal and interest, dues and fees, claims, and depreciation and amortization.



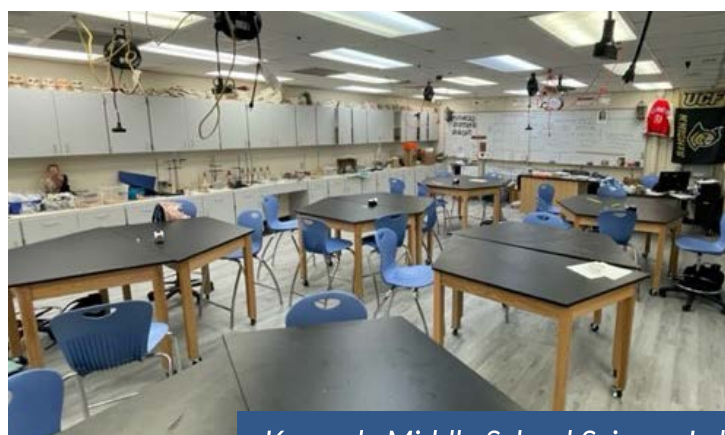
CAPITAL ASSETS AND SALES SURTAX

Capital assets are any property owned by BPS. Assets include land, buildings, equipment, vehicles, and software. BPS has more than 100 facilities, including 84 traditional schools with over 4,200 classrooms. Fifty-two schools are over 50 years old! Indoor facilities total about 12 million square feet, which is equivalent to 5,000 homes at 2,400 square feet each. A 2020 facility assessment estimated the current replacement value of BPS facilities at over \$2 billion. The bus fleet includes 434 school buses, with an average age of 9.1 years. BPS Educational Technology manages over 80,000 pieces of technology equipment including computers, servers, and related equipment.

FY22 Capital Assets	
Land	\$ 36,305,622
Construction in Progress	\$ 59,005,037
Improvements Other Than Buildings	\$ 12,948,786
Buildings and Fixed Equipment	\$ 666,353,058
Furniture, Fixtures, and Equipment	\$ 13,951,499
Motor Vehicles	\$ 14,134,147
AV Materials and Computer Software	\$ 213,931
TOTAL	\$ 802,912,080

Value of Capital Assets (Depreciated)

In November 2014 Brevard voters passed a six-year half-cent **sales surtax** for facility renewal, educational technology, and security. Through June 2022, the 2014 sales surtax program has invested \$184.2 million in facility renewal, \$15.1 million in security and \$27.9 million in educational technology. The significant investments in building system renewal, technology, and security District-wide are making a considerable difference in the reliability and safety of the learning environment for BPS students, teachers, and administrators.



Kennedy Middle School Science Lab

In November 2020, voters approved a six-year extension of the half-cent sales surtax. The general framework of the program remains the same, with revenue programmed for facility renewal (70%), educational technology (15%) and security (15%). The surtax renewal plan, published on the District's web site, was based on detailed assessment of capital needs. The 2020 sales surtax renewal program includes a broader scope of projects, including classroom upgrades and athletic track renewal. The 2020 sales surtax is legislatively mandated to be shared with charter schools based on enrollment. The first-year charter school revenue share was 10.14% of total revenue. As of February 2022, the charter school share increased to 10.77% of total revenue.

Projects completed or underway in 2022 included significant work at several schools with funding from the 2014 and 2020 sales surtax and capital. Major projects included:

- Completed classroom renewal at Saturn Elementary
- Science lab renewal at DeLaura, Kennedy and Jackson Middle Schools
- Classroom upgrades at Oak Park and Croton Elementary Schools
- Electrical and intercom renewal projects underway at several schools (multi-year program)
- Facility renewal at Gardendale Alternative Learning Center, Central Area Transportation and Educational Services Facilities
- Failing playgrounds replaced at several schools
- Structural pavilion renewal at six schools
- Track renewal and rubberization at nine high schools
- Sewer renewal at Coquina Elementary

Investment in educational technology allows Brevard Public Schools to be responsive to the evolving use of technology in education while continuing to move towards the goal of a 1:1 ratio of devices to students. The District's fiber optic project and the first phase of the student information system project are complete, improving the functionality of supportive technology across the District.



Palm Bay Magnet High Firefighter Academy

Although the sales surtax is the major funding source for capital improvements for buildings, technology, and security, there are other sources of capital revenue including educational impact fees, local capital millage and state capital funding. Educational impact fees are used to fund new capacity, such as the South Lake Elementary classroom addition now under construction and the planned new middle school in the Viera area. State capital funding (about \$2.3 million annually) is invested in air conditioning renewal projects. State safety grant funds, received annually, are used for additional security projects. State one-time funds appropriated by the Florida Legislature are being used to construct the new Firefighting Academy at Palm Bay Magnet High School.

Local capital funds (about \$70 million) are used for debt service (about 50%) and other capital needs. In FY22, local capital funds were used for:

- Furniture, fixtures, and equipment for elementary and secondary schools
- New school buses (30)
- Vehicle replacements – warehouse and maintenance
- Maintenance, mowing, and custodial equipment
- Educational technology support
- Pool lighting
- Additional facility renewal needs (HVAC, plumbing, site drainage, etc.)
- Program-related facility needs

- Baseball and softball field rehabilitation
- Locker room and student restroom renewal

Looking ahead to FY23, capital funds are planned to be similarly invested. A cross-functional team reviews capital needs District-wide and recommends investments to the School Board as part of the budget development process. In general, the District's capital investment philosophy is focused on supporting the learning environment and preserving the value of the District's capital assets through maintenance and renewal.

These high schools have track renewal and rubberization projects completed or under contract:

- Cocoa Jr./Sr.
- Rockledge
- Melbourne
- Eau Gallie High School
- Merritt Island
- Astronaut
- Viera
- Cocoa Beach
- Bayside

LONG TERM DEBT

BPS reported the following long term debt for FY22. Category descriptions are below.

Certificates of Participation –

Lease-purchase agreements that allow the District to finance various educational facilities and equipment over time. The debt is repaid as a portion of the District’s lease payments, which are funded through local capital improvement and impact fees.

Bonds –

Bonds are issued to investors by the State Board of Education on behalf of the District. The bonds finance capital outlay projects and are secured by a pledge of the District’s portion of the State-assessed motor vehicle license tax. All servicing is done by the State Board of Administration.

Estimated Claims –

Based on claim adjusters’ and management evaluation along with actuarial calculations with respect to the probable number and nature of claims (workers’ compensation, general liability, automobile liability, and medical) arising from losses that have been incurred but have not yet been reported.

Compensated Absences –

Earned vacation and sick leave benefits that are probable to be monetarily compensated to employees due to resignation or retirement.

Other Postemployment Benefits –

Eligible retirees and their dependents may choose the Brevard School Board’s medical plan that is available to active employees until they are Medicare eligible. The liability is actuarially calculated and represents the present value of projected benefit payments that are attributed to the past periods of employee service.

Net Pension Liability –

The District’s proportionate share of the combined net liabilities of the Florida Retirement System Pension Plan and the Retiree Health Insurance Subsidy Program.

FY22 Long Term Debt	Balance 06/30/22	Due in One Year
Certificates of Participation	\$ 355,281,483	\$ 25,328,653
Bonds	\$ 701,220	\$ 339,667
Estimated Claims	\$ 18,911,896	\$ 8,769,457
Compensated Absences	\$ 41,179,007	\$ 3,868,448
Other Postemployment Benefits	\$ 17,301,117	\$ -
Net Pension Liability	\$ 190,858,173	\$ -
TOTAL	\$ 624,238,896	\$ 38,306,225

LONG TERM DEBT (CONTINUED)

BOND RATINGS

A bond rating is a letter-based score used to judge the quality and creditworthiness of a bond issuer. Rating agencies assign their ratings based on the financial strength of the District. The higher the rating, the less risk an investor assumes. The bond rating alerts investors to the quality and stability of the bond and, therefore, influences interest rates, bond pricing, and the number of investors. The Certificate of Participation ratings can differ based on the inherent lack of flexibility to the security structure.

The three main nationally recognized credit rating agencies are Moody’s, Standard & Poor’s (S&P), and Fitch. Brevard Public Schools has been given the following bond ratings as of June 30, 2022:

	Bonds	Certificates of Participation
Moody’s	Aa2	Aa3
S&P	n/a	n/a
Fitch	AA	AA-

The ratings are defined as:

	Moody’s	S&P	Fitch
Highest Quality	Aaa	AAA	AAA
High Quality	Aa1 Aa2 Aa3	AA+ AA AA-	AA+ AA AA-
Upper Medium	A1 A2 A3	A+ A A-	A+ A A-
Medium Grade	Baa1 Baa2 Baa3	BBB+ BBB BBB-	BBB+ BBB BBB-
Speculative	Ba B Caa Ca C	BB B CCC CC C	BB B CCC CC C

PROPERTY TAXES

Property taxes are locally assessed taxes on residential and business real estate. The taxes fund community agencies and services, including education. The Brevard County Property Appraiser's office sets the value of each piece of property located within Brevard County.

The Florida Legislature sets the millage rate, or rate of taxation, for schools. The millage rate is 1/10 of a cent, or one dollar per one thousand dollars of taxable value. The Brevard County Tax Collector's office collects property taxes less any allowable exemptions for Brevard County.

Property Tax Levies and Collections – Last Ten Years

Fiscal Year	Tax Year	Millage Rate	Total Tax Levy	Total Collected	Percent Collected	Taxable Assessed Value	Uncollected at 06/30/22
2022	2021	5.850	\$ 303,792,985	\$ 293,836,066	96.72%	\$ 51,930,424,822	\$ 9,956,919
2021	2020	5.942	\$ 290,279,971	\$ 280,519,297	96.64%	\$ 48,852,233,473	\$ 9,760,674
2020	2019	6.086	\$ 277,279,313	\$ 268,104,518	96.69%	\$ 45,560,189,476	\$ 9,174,795
2019	2018	6.299	\$ 266,519,827	\$ 258,233,553	96.89%	\$ 42,311,450,495	\$ 8,286,274
2018	2017	6.568	\$ 254,858,312	\$ 246,937,354	96.89%	\$ 38,803,031,716	\$ 7,920,958
2017	2016	6.916	\$ 247,642,967	\$ 239,597,480	96.75%	\$ 35,807,253,742	\$ 8,045,487
2016	2015	7.275	\$ 241,133,413	\$ 233,238,254	96.73%	\$ 33,145,486,378	\$ 7,895,159
2015	2014	7.339	\$ 229,213,976	\$ 221,801,019	96.77%	\$ 31,232,317,152	\$ 7,412,957
2014	2013	7.606	\$ 218,412,465	\$ 211,330,700	96.76%	\$ 28,715,811,876	\$ 7,081,765
2013	2012	8.096	\$ 222,292,838	\$ 215,064,612	96.75%	\$ 27,457,119,378	\$ 7,228,226

Top Ten Taxpayers – Tax Year 2021

Rank	Taxpayer Name	Taxable Value (a)	% of Total Assessed Value*
1	Florida Power & Light Company	\$ 23,989,446	0.0462%
2	L3 Harris Technologies	\$ 4,021,642	0.0077%
3	Walmart Stores, Inc.	\$ 3,565,740	0.0069%
4	City of Melbourne Airport Authority	\$ 2,676,194	0.0052%
5	Steward, LLC	\$ 2,009,464	0.0039%
6	Health First Physicians Real & Estate, LLC	\$ 1,827,522	0.0035%
7	Plant Oleander Power Project Ltd	\$ 1,600,019	0.0031%
8	Publix Super Markets, Inc.	\$ 1,225,847	0.0024%
9	Canaveral Port Authority	\$ 1,161,285	0.0022%
10	Florida East Coast Railway, LLC	\$ 1,155,243	0.0022%
		\$ 43,232,402	0.0883%

***Total assessed value for tax year 2021 - all taxpayers \$ 51,930,424,822**

(a) Taxable value equals assessed value less exemptions.

Source: Brevard Public Schools' Annual Comprehensive Financial Report - year ending June 30, 2022.





CONTACT US

The information contained in this Popular Annual Financial Report was compiled by the Financial Services division in coordination with Government & Community Relations. Any individual who wishes to review the full disclosure financial statements can obtain a copy of the Annual Comprehensive Financial Report (ACFR) through the Accounting Services section of the Brevard Public Schools' website at <https://www.brevardschools.org/Page/17863>.

For questions, comments, or suggestions related to this report please contact 321-633-1000 extension 11660.

It is the policy of Brevard Public Schools not to discriminate on the basis of race, color, national origin, gender, limited English proficiency, or handicapping condition(s) in its programs.

BREVARD PUBLIC SCHOOLS 2700 Judge Fran Jamieson Way | Viera, FL | 32940-6601 | 321-633-1000