

2023 Annual Comprehensive Financial Report

of the Board of Education and the
Public Schools of Anne Arundel County

For the Fiscal Year Ended June 30, 2023





Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2023

Board of Education and the
Public Schools of Anne Arundel County

A Component Unit of Anne Arundel County, Maryland

Anne Arundel County Public Schools

2644 Riva Road, Annapolis, MD 21401

www.aacps.org

Mark T. Bedell, Ed.D., *Superintendent of Schools*

Division of Financial Operations

Matthew Stanski, *Chief Financial Officer*

Krishna Bappanad, *Supervisor of Finance*

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BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

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ANNE ARUNDEL
COUNTY PUBLIC SCHOOLS

2644 Riva Road, Annapolis, MD 21401 | 410-222-5000 · 301-970-8644 (WASH) · 410-222-5500 (TDD) | www.aacps.org

September 29, 2023

To the Members of the Board of Education and Citizens of Anne Arundel County:

In compliance with the Public School Laws of the State of Maryland, the Division of Financial Operations publishes the Annual Comprehensive Financial Report of the Board of Education of Anne Arundel County, which governs Anne Arundel County Public Schools (AACPS). Management is responsible for the financial information and representations contained in the financial statements and other sections of the annual report. In preparing the financial statements, the staff of the Division of Financial Operations makes estimates and judgments based on the best currently available information related to the effects of certain events and transactions.

The Annual Comprehensive Financial Report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the government's organizational chart, and a list of principal officials. The report of our independent public accountants, CliftonLarsonAllen LLP, appears at the beginning of the financial section of the report. Their audit of the basic financial statements was performed in accordance with auditing standards generally accepted in the United States of America. It included a review of the school system's budgetary and accounting controls.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Anne Arundel County Public Schools' MD&A can be found immediately following the report of the independent auditors.

All funds of the Board of Education (the Board) are included in this Annual Comprehensive Financial Report. For financial reporting purposes, the Board has been defined as a component unit of the Anne Arundel County Government (the County). Therefore, the Board of Education is included in the Annual Comprehensive Financial Report of Anne Arundel County.

The Single Audit Act and *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* govern the auditing of federal awards made to non-federal entities. Information related to this single audit, including the supplemental schedule of federal grant awards and independent auditors' reports on compliance and internal controls related to federal programs, will be issued in a separate report on or before December 31, 2023.

This report is distributed in a manner which makes the financial information available to all interested parties. Copies are furnished to members of the Board, the Superintendent and staff, appropriate officials of the Federal Government, State of Maryland, and Anne Arundel County. Copies are also furnished upon request to other school districts, individuals, and organizations. The report may be found on the school system's website: www.aacps.org/ACFR.

All matters relating to education and operations in Anne Arundel County Public Schools are governed and controlled by the Board, as provided by the Public School Laws of Maryland. The Board has the authority to establish schools and to determine the geographical attendance areas for all schools.

AACPS is the fourth largest school system in Maryland with an enrollment of approximately 85,000 students. It operates 80 Pre-K and Elementary, 19 Middle, 13 High schools, 4 Charter/Contract and a Virtual Academy covering grades 3 through 12. The average age of school buildings is 48.4 years old. In addition, it has responsibility for 8 Alternative Educational Centers. Projections show that the student population will continue to grow and is expected to approach 89,000 in 2024. Detailed information on enrollments, school buildings, cost per pupil, insurance in force, and other supplemental information is included in the statistical section of the report. This information is presented for the purpose of supplemental analysis, and management believes the information is accurate and complete.

STAFF AND STUDENTS

The Class of 2022 graduation rate slightly decreased to 88.6 percent, the first decrease since 2019. Among the student groups, multi-racial was the only student group to increase slightly, as shown by data recently released by the Maryland State Department of Education, gaining 0.4 percent. Both Chesapeake Science Point and AACPS Virtual Academy had 100 percent of their students graduate and 4 high schools had increases: Broadneck (+0.6%), Chesapeake (+2.3%), Severna Park (+1.2%), and Southern (+2.6%). AACPS graduation rate was higher than the State graduation rate by 2.3 percent, the State graduation rate was 86.3 percent. Ranking for AACPS 18th overall in the State.

The proficiency rate of Anne Arundel County Public Schools (AACPS) students on the most recent administration of the Maryland Comprehensive Assessment Program (MCAP) assessments rose in seven of eight tested areas, led by a 10.1 percentage point increase in Algebra I scores.

The Algebra I result move AACPS from ninth among state school systems to second, something Superintendent of Schools Dr. Mark Bedell wants to see in all tested areas. The gains were less notable but still significant in English Language Arts, where proficiency rates rose by 3.2 percentage points in middle and high school, and 0.8 percentage points in elementary school. Elementary school math scores rose by 2.4 percentage points and middle school math scores were up by 2.2 percentage points. Student scores increased by 3.9 percentage points in fifth-grade science but fell by 10.1 percentage points in eighth-grade science.

AACPS is now starting to see the long-term effects of the pandemic that disrupted education for students in high school. The full impact of the pandemic on K-12 education is still being felt, and it is likely to be felt for years to come. AACPS is taking steps to address the challenges that have been created by the pandemic, such as providing additional support for students who have lost learning, addressed the mental health needs of students, and reducing educational inequities.

Despite the impact of COVID, many AACPS students, teachers, and schools won many accolades for their achievements. Here are a few examples:

- Rachel Mohammed from Crofton High School, Caleb Oh from South River High School, and Aleah Dinmore from Arundel High School have been awarded prestigious scholarships from the National Merit Scholarship Corporation. Selected from a competitive pool of 15,000 students across the nation, these seniors are among the 44 recipients from Maryland who will each receive a \$2,500 scholarship for post-secondary studies.
- Indu S. Bodala from Glen Burnie High School and Mahlet Mesfin from Crofton High School are among four exceptional young women acknowledged by Governor Wes Moore and Lieutenant Governor Aruna Miller as 2023 Maryland Young Women Leaders recipients.
- Marionna Haynes, a 2023 graduate of Annapolis High School, garnered recognition as a Dell Scholar from the Michael and Susan Dell Foundation for her academic accomplishments and ambition. The award includes flexible funds amounting to \$20,000 for unforeseen college

expenses, a laptop, personalized student support, textbook credits, a scholar resource network, and teletherapy access.

- A total of eleven county public schools have been recertified as Maryland Green Schools, while one additional school achieved initial Green School certification this year, announced by the Maryland Association for Environmental and Outdoor Education (MAEOE). Crofton High School has attained the Maryland Green School Status, becoming the latest addition to the county's roster of certified schools. Moreover, Mayo Elementary School has been recognized as the first elementary school and the second county public school to earn the prestigious Green Flag Award, the highest honor under the National Wildlife Federation's Eco-Schools USA program.
- Over 120 young scientists congregated at Marley Middle School for the annual Elementary Innovators of Science and Engineering Challenge (ISEC). The event encompassed the Research Expo, where students presented their science projects to a panel of judges, and the Innovators Olympics, a competition in which fifth graders from different schools engaged in five STEM-focused challenges. Sebastian Murphy, a third-grade student at Windsor Farm Elementary, was honored with the "Best in Show" award at the Research Expo for his project, "Cracking the Chemistry of Cavities," which developed a toothpaste that prevents cavities when water isn't available. The Overall Team Award at the Innovators Olympics was secured by Isabelle Kosack and Lulia Solomon of Crofton Woods Elementary School.
- The spirit of Kindness, Acceptance, and Inclusion is vividly demonstrated in Anne Arundel County Public Schools' Unified Sports programs, particularly at Annapolis and North County high schools. These institutions have been honored as 2022 Special Olympics Unified Champion Schools for consistently promoting inclusive practices. This distinction is only bestowed upon three schools in Maryland and 166 nationwide.
- Old Mill Middle School South and Lindale Middle School have achieved distinction as National Magnet School of Excellence and National Certified Magnet School, respectively, as accredited by Magnet Schools of America (www.magnet.edu). The AACPS STEM magnet program enhances learning beyond traditional classrooms through immersive field experiences, fostering understanding of the Bay and individual contributions to the campus ecosystem. Stemming from pathways in computer science, the environment, and mathematics, the program makes learning relevant to diverse students.
- Northeast High School led in the culinary skills category at the Maryland ProStart Student Invitational. This contest challenges students to showcase their abilities in comparison to other programs statewide.
- Interscholastic teams won 23 state championships across the county during the school year in 10 different sports.

Teacher and Staff Accomplishments:

- Mills-Parole Elementary School Principal, Richard Rogers, was named the 2022-2023 Anne Arundel County Public Schools Principal of the Year. A veteran educator with more than 27 years' experience in public, private, and charter schools, Rogers served as a principal in Washington, D.C. public schools for 11 years before coming to Anne Arundel County Public Schools in 2017. He served as principal at North Glen Elementary School in Glen Burnie from 2017-2020 before moving to Mills-Parole Elementary School.

- Mary Kay Connerton, a physical education/health teacher at Annapolis High School, has been honored as the 2023 Anne Arundel County Public Schools Teacher of the Year. This distinction was presented to her for her dedication to developing wellness programs and support mechanisms for both students and staff.
- Charles Whittaker, the HVAC teacher at the Center of Applied Technology North, has been named the 2023 Washington Post Teacher of the Year. This honor has been conferred upon him in recognition of his exemplary teaching skills, among a cohort of 20 outstanding educators within the region.
- Twenty-six educators from Anne Arundel County Public Schools have achieved the esteemed National Board Certification for the first time, while 67 others have successfully maintained their certifications. This achievement signifies one of the largest classes of NBCT educators for AACPS.
- Karla Steinbach, Principal of Meade Middle School, has been awarded the Administrator of the Year accolade by the Maryland School Counselor Association. This recognition underscores her steadfast support for school counselors and their vital role in students' social and emotional well-being.
- Rodney Walker, Principal of Brooklyn Park Elementary School, has been designated as the 2023 National Distinguished Principal by the Maryland Association of Elementary School Principals.
- Kim Winterbottom, Principal of Marley Middle School, has received acclaim for her leadership qualities, data-driven approaches to elevating student achievement, and her skill in building partnerships. She has been recognized by the Maryland Association of Secondary School Principals as their 2024 Principal of the Year.

Other Achievements:

- The National Procurement Institute has honored Anne Arundel County Public Schools' Purchasing Office with the Achievement of Excellence in Procurement Award for the 11th consecutive year. This recognition places AACPS among an elite group, with only three school systems in Maryland and 15 across the nation earning the award. In total, 171 public agencies were recipients of the 2022 awards.
- Matthew Stanski, FY23 Acting Chief Operating Officer (COO) of Anne Arundel County Public Schools, was named the inaugural recipient of the School Finance Official of the Year Award by the Maryland chapter of the Association of School Business Officials (ASBO). This accolade celebrates leaders in the realm of school business and finance, acknowledging their invaluable contributions to their own school systems as well as to school systems statewide.

FINANCIAL INFORMATION

The Board believes that all students have the right to educational opportunities that will allow them to realize their full potential as informed and productive citizens in a democratic society. Anne Arundel County Public Schools wants to provide the highest quality education in the State. Toward this end, we are committed to serving all students' individualized needs. Working with our many stakeholders to attain the singular goal in our Strategic Plan – to Elevate All Students and Eliminate All Gaps – will ensure that every one of our students graduate from our schools endowed with basic and advanced skills that will allow them to enter higher education or the workforce.

All children should have the opportunity for a quality education conducted in a caring and disciplined environment and accomplished at a cost in keeping with the best principles of fiscal management and responsibility to taxpayers. The cost of public education in Maryland is financed primarily by the County and State of Maryland. Local Boards of Education in Maryland have no tax levying or borrowing authority and are required to maintain accounting records in a uniform format.

Management maintains a system of budgetary and accounting controls designed to ensure the reporting of reliable financial information. The system is designed to provide reasonable assurance that assets are safeguarded, and transactions are recorded and executed with the Management's authorization. Internal control systems are subject to inherent limitations because of the need to balance costs against the benefits produced. Management believes that the existing system of budgetary and accounting controls provides reasonable assurance that errors or irregularities that could be material to the financial statements are prevented or would be detected within a timely period.

The Board uses a detailed line-item budget which is prepared according to the guidelines and requirements set forth in the Public-School Laws of Maryland, the Bylaws of the State Board of Education, and the State Financial Reporting Manual. The operating and capital budgets are deliberated by the Board through a series of public hearings and then forwarded to the County Executive and County Council for their consideration as the funding authority. Under state law, the County government sets the appropriation levels by major categories and projects for the Board. The Board may transfer funds among major categories or projects with approval of the County government. The Board has the authority to transfer funds within the major categories.

The Board is supplied a monthly financial update for the General Fund, and annual budget information and financial statements are available to officials, staff, and the public on the website. Interim financial statements are prepared for the Capital Projects Fund and are distributed to the Board, County officials, and school system administrators. The statements for the Capital Projects Fund include the appropriation balances remaining to be spent by project, category, and/or object of expenditure. Financial reports and/or statements prepared as often as required for the Food Service Fund, grant programs, and other funds are distributed to management and the various funding agencies.

Administrators and school principals have daily information available showing the status of the expenditure accounts for which they are responsible. This information includes a detail of transactions and a summary of the balances to be spent from the appropriations allocated for goods and services among the programs so managed. The General Fund and Capital Projects Fund also have a test for the availability of a funding source in the accounting system which precludes any requisition for services, equipment, or supplies and materials from becoming an encumbrance if the account or group of accounts would be over-obligated.

MISSION, VISION, AND GOALS

It is the mission of our school system to educate all our students to be well-prepared for college and the workforce and to empower them to create a better quality of life for themselves, their communities, and the next generation. Our goal is to ensure that every student meets or exceeds standards as achievement gaps are eliminated. While our students are enrolled in our schools, we believe it is our responsibility to also instill in them the values of leadership, innovation, compassion, social responsibility, and environmental stewardship.

For us to achieve our goal, we believe strongly that we must establish and maintain caring and supportive educational environments that allow every student to reach his or her full potential. We take seriously our obligation to Anne Arundel County taxpayers to expend the resources they provide us in a cost-efficient and fiscally prudent manner. This effort requires the work not only of AACPS employees, parents, and students, but of every resident of our county.

LOCAL ECONOMY, FINANCIAL CONDITIONS, AND PLANNING

Maryland is a state in the Mid-Atlantic region of the United States. It has a population of over 6 million people and is the 19th most populous state in the United States. The capital of Maryland is Annapolis, and the largest city is Baltimore.

Maryland's economy is diverse and includes a strong manufacturing sector, as well as significant contributions from the service, technology, and healthcare industries. Some of the largest employers in Maryland include the University System of Maryland, the National Institutes of Health, and Lockheed Martin.

Maryland has a high quality of life and is consistently ranked as one of the best states to live in the United States. The state has excellent schools, a low crime rate, and a variety of cultural and recreational opportunities.

The budget picture for Maryland in 2023 is mixed. On the one hand, the state is expected to have a current surplus of \$1.2 billion, thanks to strong economic growth and federal stimulus funding. Despite the surplus, Maryland is facing rising costs for education, healthcare, and public safety. These costs are putting pressure on the state's budget.

In June, the legislative analysts also said the state's annual budget for fiscal 2024 is projected to end with a fund balance of \$367 million and ongoing revenues that exceed ongoing spending by \$150 million. They also said that the state could see a \$418 million structural deficit for fiscal 2025, and a \$1.8 billion deficit in fiscal 2028.

The revenue picture for Anne Arundel County is relatively stable. The county has a strong tax base and a growing economy. However, the county is facing some challenges, such as rising costs for education and healthcare. The county will need to find ways to balance these challenges to maintain a strong financial footing.

The county fiscal budget for 2023 was \$2.157 billion. Major revenue sources for the county were property taxes (35%), Income taxes (30%), Sales taxes (20%), and other (15%). The county receives about \$460 million in state aid each year. This is the largest source of state funding for the county. Major spending categories were education (50%), Public safety (20%), General County Services (15%), Transportation (10%) and other (5%).

The Maryland Blueprint for Education is a comprehensive education reform plan that was passed by the Maryland General Assembly in 2021. The Blueprint aims to transform Maryland's public education system into a world-class system that prepares all students for success in college, career, and life.

The Blueprint includes several key elements, including:

- Increased funding for education: The Blueprint will increase funding for education by \$3.8 billion each year over the next 10 years. This funding will be used to improve teacher pay, reduce class sizes, and provide more resources for students.
- Universal Pre-K: The Blueprint will provide all three- and four-year-old children with access to free, high-quality Pre-K. This will help to ensure that all students start school ready to learn.
- Increased teacher quality: The Blueprint will invest in teacher professional development and support to help teachers improve their skills and knowledge. The Blueprint will also make it easier for schools to recruit and retain high-quality teachers.

- More rigorous academic standards: The Blueprint will raise academic standards for all students. This will ensure that all students are challenged and prepared for college and career.
- More equitable opportunities: The Blueprint will work to close achievement gaps for all students, regardless of their race, ethnicity, or socioeconomic status.

The Maryland Blueprint for Education is a bold and ambitious plan that has the potential to transform Maryland's public education system. The Blueprint is still in its early stages, but it has already made a significant impact on Maryland schools. The Blueprint has helped to increase teacher pay, reduce class sizes, and provide more resources for students. The Blueprint has also helped to improve academic standards and close achievement gaps.

The Maryland Blueprint for Education is a work in progress, but it has the potential to make a real difference in the lives of Maryland students. The Blueprint is an important step towards ensuring that all Maryland students have the opportunity to succeed.

GFOA AND ASBO CERTIFICATES

The Government Finance Officers Association (GFOA) of the United States and Canada awarded the Certificate of Achievement for Excellence in Financial Reporting to the Anne Arundel County Board of Education for the fiscal year ended June 30, 2022. The award is shown on page 14 of this report. For forty (40) consecutive years, the Anne Arundel County Board of Education has received the GFOA Certificate of Achievement for Excellence in Financial Reporting.

The Anne Arundel County Public Schools also received the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2022. The award is shown on page 15 of this report. For forty-one (41) consecutive years, the Anne Arundel County Board of Education has received the ASBO Certificate of Excellence in Financial Reporting. We believe our current report continues to conform to the requirements of these programs, and we are submitting it to GFOA and ASBO to determine its continuing eligibility for the certificates.

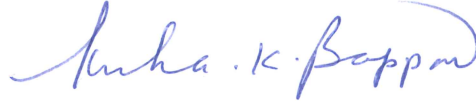
ACKNOWLEDGMENTS

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Division of Financial Operations, the Internal Auditing Office, and others. We would like to express appreciation to all those who assisted in the closing of the school system's financial records and the preparation of this report. Also, we would like to express our appreciation to other departments and individuals who aided in the preparation of this report.

CONCLUSION

Should you have any questions about the financial details, needs, or plans for Anne Arundel County Public Schools, please do not hesitate to contact the Division of Financial Operations.

Respectfully submitted,



Krishna K. Bappanad
Supervisor of Finance



Matthew Stanski
Chief Financial Officer



Mark T. Bedell, Ed.D.
Superintendent of Schools
Secretary-Treasurer of the Board of Education

NOTICE

**Certain pages of this report have been left blank
intentionally. These pages are identified by
asterisks as shown on this page.**

**BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY
PRINCIPAL OFFICIALS FOR THE YEAR ENDED ON JUNE 30, 2023**

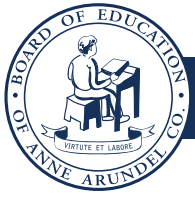
BOARD MEMBERS

<u>NAME</u>	<u>TERM EXPIRES</u>
Joanna Bache Tobin, President	2024
Robert Silkworth, Vice President	2024
Michelle Corkadel	2024
Gloria Dent	2024
Melissa Ellis	2024
Corine Frank	2024
Dana Schallheim	2024
Zachary McGraff, Student	2023

SUPERINTENDENT'S EXECUTIVE TEAM

Mark T. Bedell, Ed.D.
Superintendent of Schools

- Monique Jackson, NBCT Deputy Superintendent, Student & School Support
- Maureen McMahon, Ph.D. Deputy Superintendent, Academics & Strategic Initiatives
- Matthew Stanski Chief Operating Officer *Acting*
- Bob Mosier Chief Communications Officer
- Mike Borkoski Chief Information Officer
- Dawn Lucarelli, Ph.D. Associate Superintendent for School Performance
- Mary Tillar Assistant Superintendent for Advanced Studies & Programs
- Michele Batten Assistant Superintendent for Curriculum & Instruction
- Sally Egan Assistant Superintendent for Student Support Services
- Jolyn Davis Regional Assistant Superintendent (Annapolis)
- Karen Donovan Regional Assistant Superintendent (Broadneck & Southern)
- Bill Goodman Regional Assistant Superintendent (Chesapeake & North County)
- Daryl Kennedy, Ph.D. Regional Assistant Superintendent (Meade)
- Lisa Leitholf Regional Assistant Superintendent (Northeast & Old Mill)
- Janine Robinson Regional Assistant Superintendent (Glen Burnie & Severna Park)
- Chris Truffer Regional Assistant Superintendent (Arundel, Crofton, South River)
- Jessica Cuches, Esq. Executive Director of Human Resources
- Jason Dykstra Executive Director of the Instructional Data Division
- Heidi Oliver, Ph.D. Executive Director of Professional Growth & Development
- Maisha Gillins, Ph.D. Executive Director of Equity and Accelerated Student Achievement



Joanna Bache Tobin, Ph.D.
District 6
President



Robert Silkworth
District 2
Vice President



Gloria Dent
District 1



Corine Frank
District 3



Melissa Ellis
District 4



Dana Schallheim
District 5

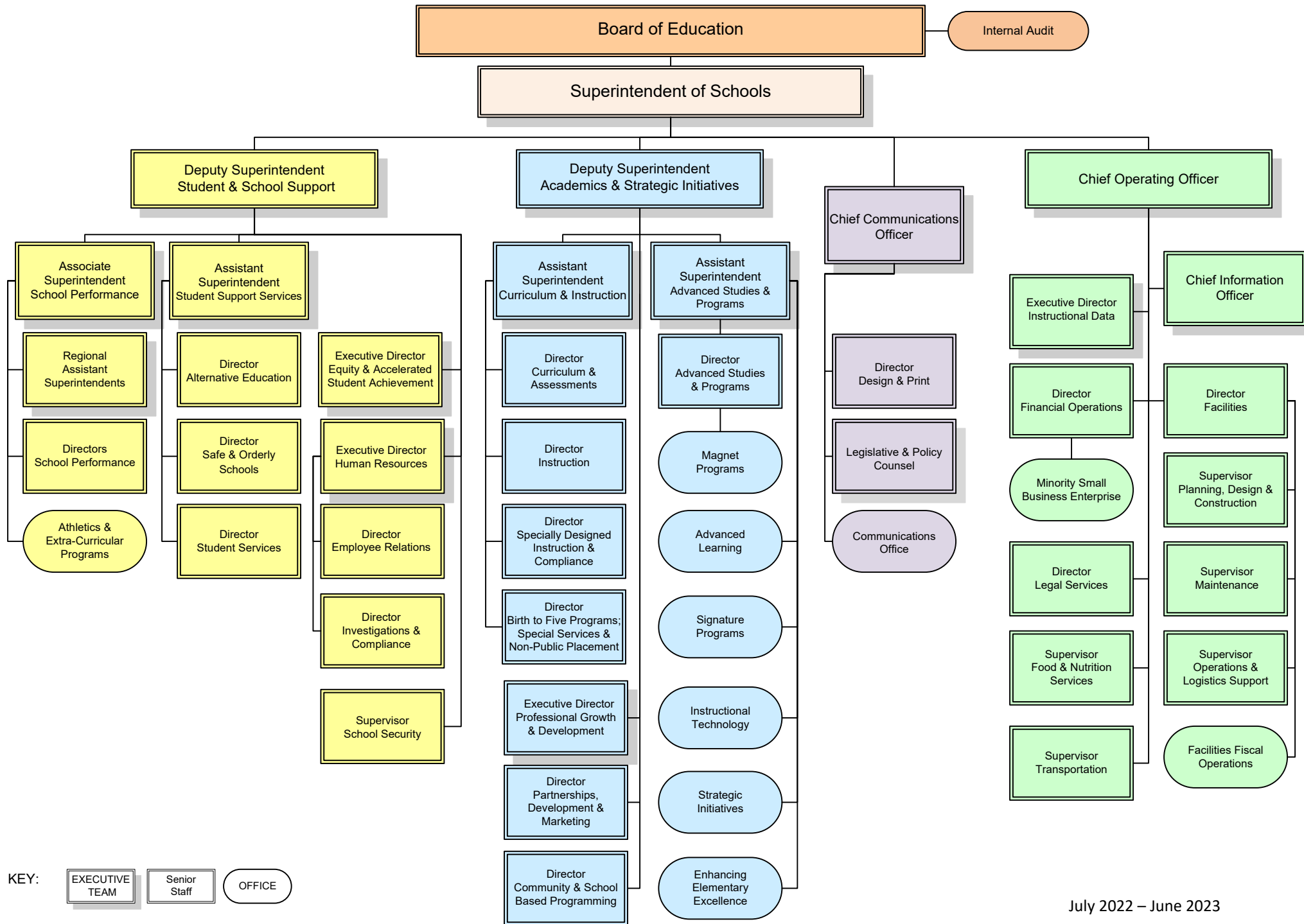


Michelle Corkadel
District 7



Zachary McGrath
Student Member

Anne Arundel County Public Schools





Government Finance Officers Association

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

Presented to

**Board of Education & the Public Schools
of Anne Arundel County
Maryland**

For its Annual Comprehensive
Financial Report
for the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Anne Arundel County Public Schools

for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'John W. Hutchison'.

John W. Hutchison
President

A handwritten signature in black ink, reading 'Siobhán McMahon'.

Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director



INDEPENDENT AUDITORS' REPORT

Members of the Board
of Education of Anne Arundel County
Annapolis, Maryland

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Board of Education of Anne Arundel County (the Board), a component unit of Anne Arundel County, Maryland, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Board, as of June 30, 2023, and the respective changes in financial position and the budgetary comparison for the General Fund, Food Service Fund and Self Insurance Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Board and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 1 to the financial statements, effective July 1, 2022, the Board adopted new accounting guidance for subscription-based technology arrangements. The guidance requires lessees to recognize a right-to-use subscription asset and corresponding subscription liability for all subscription-based information technology arrangements with terms greater than twelve months. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Board's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Board's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Board's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 20-35, the schedule of changes in Board's total OPEB liability and related ratios on page 79, the schedule of the Board's proportionate share of the net pension liability on page 80, the schedule of the Board contributions on page 81 and the notes to the required supplementary information on page 82 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Board's basic financial statements. The combining fund statements and schedules of revenues, expenditures and changes in fund balances, as listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining fund statements and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

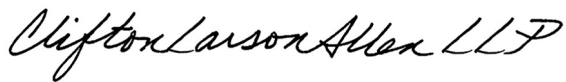
Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 29, 2023, on our consideration of the Board'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 Board'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 Board's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Baltimore, Maryland
September 29, 2023

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

This section of the Board of Education of Anne Arundel County's (the Board) annual financial report presents management's discussion and analysis of the Board's financial activities during the fiscal year ended June 30, 2023.

Financial highlights

- The liabilities and deferred inflows exceeded assets and deferred outflows of financial resources at the close of the fiscal year ended June 30, 2023, resulting in a negative net position of \$641,505,820. The primary reason for this negative net position is the deferred inflows of resources of \$1,620,200,698 associated with Post-Employment Health Care Plan (OPEB) liability.
- Capital assets increased due to spending on several major construction projects, such as the new Old Mill West High School, Old Mill Middle South, Meade High School, West County Elementary and Rippling Woods Elementary, all exceeding \$15 million each.
- There was a decrease in the OPEB liability by \$1,109,129,065 from the OPEB liability of \$2,234,317,354 in fiscal year 2022 to \$1,125,188,289 in fiscal year 2023 due to lower-than-expected premium equivalent rates and increase in the EGWOP (Employer Group Waiver Plan) subsidy. The Maryland Pension liability increased by \$20,178,301 from \$59,724,128 in fiscal year 2022 to \$79,902,429 in fiscal year 2023 due to the higher interest rate environment.
- At the close of the current fiscal year, the Board's General Fund reported a total fund balance of \$96,622,785. Of this amount, \$15,000,000 has been appropriated in fiscal year 2024, \$18,839,622 is restricted for specific uses by outside parties, and \$40,904,875 is encumbered for specific purchases.
- The unassigned fund balance in the General Fund stood at \$2,222,776. This amount may be used to meet the Board's ongoing obligation to the citizens and children of Anne Arundel County.
- At the end of the current fiscal year, the Special Revenue (Food Services) Fund had a fund balance of \$24,605,654 which will be used to support the Board's food service program.

Overview of the financial statements

This discussion and analysis is intended to serve as an introduction to the Board's basic financial statements. The Board's basic financial statements consist of: (1) government-wide financial statements, (2) fund financial statements, (3) budgetary comparison statement - General Fund, and (4) Notes to the Basic Financial Statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Board's finances, in a manner similar to a private-sector business. The Statement of Net Position presents information on all of the Board's assets, deferred outflows of financial resources, liabilities, and deferred inflows of financial resources, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Board is improving or deteriorating.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

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

All of the Board's basic services are included in the government-wide statements. These statements reflect, in total, the results of the governmental funds (i.e. General Fund, Capital Projects Fund, Food Services Fund, and Other Governmental Funds) and the Internal Service Fund (i.e., Self-Insurance Fund). Expenses are shown by function (State Budget Category). Revenues are shown as charges for services, operating grants and contributions, capital grants and contributions, or general revenue. This breakdown shows the amount of general county revenue and unrestricted federal and state revenue that supports the Board's mission. The government-wide financial statements can be found on pages 37-38 of this report.

Fund 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 Board, like other governmental units, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Board can be divided into three categories: Governmental Funds, Proprietary Funds, and Fiduciary Funds.

Governmental Funds - Governmental funds are used to account for essentially the same functions as those reported in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a Board's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Board's near-term decisions. The Governmental Funds Balance Sheets and the Governmental Funds Statements of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to facilitate this comparison between governmental funds and government-wide financial statements.

The Board maintains ten individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheets and in the Governmental Funds Statements of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Capital Projects Fund, Special Revenue (Food Services) Fund, and non-major Governmental Funds. The basic Governmental Fund financial statements can be found on pages 40-42 of this report.

Proprietary Funds - Proprietary funds provide the same type of information as the government-wide financial statements. Internal service funds are accounting funds used to accumulate and allocate costs internally among the Board's various functions. The Board uses an internal service fund to account for the cost of medical, dental, vision, disability, and life insurance benefits provided to employees and retirees. The basic Proprietary fund financial statements can be found on pages 45-47 of this report.

Fiduciary Funds - Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary Funds are not included in the government-wide financial statements because the resources of those funds are not available to support the Board's own programs. The basic Fiduciary Funds financial statements can be found on pages 48-49 of this report.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Budgetary Comparison Statements

The budgetary comparison statements presented on pages 43-44 show the original appropriated budget, the final adopted budget including transfers, and supplemental appropriations as approved by the County. Differences between the legally prescribed reporting requirements and generally accepted accounting principles (GAAP) in the United States of America are set forth in Note 2 of the Notes to the Basic Financial Statements on pages 57-58.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Basic Financial Statements can be found on pages 50-78 of this report.

Required Supplementary Information

The financial statements also contain required supplementary information, in addition to the basic financial statements themselves, containing a schedule of funding progress for other post-employment benefit plans. This includes the schedule of changes in the Board's total OPEB liability and related ratios on page 72. In addition, tables related to the Board's proportionate share of pension liability and schedule of Board contributions are shown on pages 79-81 of this report.

Notes to the Required Supplementary Information

The Notes to the Required Supplemental Information show the actuarial assumptions related to the Maryland State Retirement Plan are shown on page 82 of this report.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

The schedule below presents a comparison of Net Position for the Board's governmental activities:

Table 1: Comparative Statement of Net Position, June 30

	2023	2022
Cash and Cash Equivalents	\$ 242,234,454	\$ 209,695,196
Restricted Cash	424,426	12,123,053
Due from Other Governments	101,049,291	105,064,124
Accounts Receivable	33,837,350	34,100,023
Inventory	2,619,651	1,833,856
Interest Receivable	233	324
Leases Receivable	98,116	136,088
Capital Assets Net of Accumulated Depreciation	1,823,460,600	1,658,504,124
Total Assets	2,203,724,121	2,021,456,788
Deferred Outflows of Resources	305,522,505	296,014,771
Liabilities		
Accrued Salaries and Payroll Taxes	101,407,549	94,799,365
Accounts Payable and Unpaid Claims	83,727,626	69,823,472
Interest Payable	181,769	239,069
Due to Other Governments	2,785,538	13,829,554
Unearned Revenue	19,786,997	24,109,553
Retainage Payable	16,632,623	9,892,240
Long term Liabilities	1,239,463,400	2,332,376,486
Other Liabilities	35,129,086	34,765,977
Total Liabilities	1,499,114,588	2,579,835,716
Deferred Inflows of Resources	1,651,637,858	673,493,445
Net Position		
Net Investment in Capital Assets	1,784,800,145	1,622,255,333
Restricted Position	19,714,634	32,913,206
Unrestricted Deficit	(2,446,020,599)	(2,591,026,141)
Total Net Position (Deficit)	\$ (641,505,820)	\$ (935,857,602)

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

As noted earlier, net position may serve as a useful indicator of the Board's financial position. Liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources resulting in net deficit of \$641,505,820. By far, the largest portion of the Board's net deficit is the result of the OPEB liability of the Board. Most of the assets reflects its investment in capital assets (e.g., land, buildings, software, furniture, and equipment), less accumulated depreciation/amortization and retainage payable related to capital assets and any related outstanding leases used to acquire those assets. The Board uses these assets to provide educational and other related services; consequently, these assets are not available for future spending.

The long-term liabilities represent the estimated amount due for unfunded OPEB liability (GASB 75), pension liability (GASB 68), compensated absences (annual and sick leave), and leases in periods beyond fiscal year 2023.

The Board implemented the GASB 96 pronouncement in the fiscal year 2023.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Statement of Activities

The following schedule compares the changes in governmental activities net position from fiscal year 2022 to 2023.

Table 2: Changes in Net Position, June 30

	<u>2023</u>	<u>2022</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 9,386,848	\$ 1,198,044
Operating Grants and Contributions	287,360,492	296,842,364
Capital Grants and Contributions	220,409,813	197,886,755
General Revenues:		
Federal Unrestricted	4,037,681	2,920,333
State Unrestricted	400,422,816	345,867,833
County Unrestricted	864,031,500	811,163,800
Investment Income	6,645,982	273,256
Student Activity	11,528,312	8,964,374
Miscellaneous	4,002,494	3,863,604
Total Revenues	<u>\$ 1,807,825,938</u>	<u>\$ 1,668,980,363</u>
Expenses:		
Administration	\$ 49,188,395	\$ 50,857,461
Mid-Level Administration	106,471,227	110,137,781
Instruction	781,838,231	812,014,387
Special Education	212,476,556	211,958,119
School Activities	11,728,554	8,196,929
Pupil Services	18,013,778	16,973,391
Student Health	14,840,768	13,462,719
Transportation	70,875,426	67,431,949
Maintenance and Operations	207,663,324	211,944,264
Food Services	37,922,003	36,406,003
Other	2,455,894	2,338,298
Total Expenses	<u>\$ 1,513,474,156</u>	<u>\$ 1,541,721,301</u>
Change in Net Position	<u>294,351,782</u>	<u>127,259,062</u>
Net Position (Deficit) - July 1	<u>(935,857,602)</u>	<u>(1,063,116,664)</u>
Net Position (Deficit) - June 30	<u>\$ (641,505,820)</u>	<u>\$ (935,857,602)</u>

County and State funding continue to provide a substantial portion of the revenues. In fiscal year 2023, the County funding totaled \$864,031,500 of unrestricted revenues and \$116,979,178 of construction funds. Total County funding was 54.3% and 48.6% of total revenues in fiscal years 2023 and 2022, respectively. In fiscal year 2023, the State provided \$537,260,877 for unrestricted operating funds, \$1,164,943 for food services and \$73,858,045 for construction and grants for restricted programs. The federal government funding amounted to \$177,326,615.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Operating grants for instructional and special needs of students continue to be available because of the aggressive grant application strategy undertaken by the Board. The total fiscal year 2023 expenditures and encumbrances (budget basis) for grants was \$120,720,063, a reduction of \$14,951,390 from fiscal year 2022.

Financial Analysis of Fund Financial Statements (Governmental Funds)

As noted earlier, the Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the Board's governmental funds is to provide information on near-term inflows, outflows, and fund balances. Such information is useful in assessing the Board's resources available for spending at the end of the fiscal year. The governmental funds include the General Fund, the Food Services Fund, the Capital Projects Fund, and several smaller special revenue funds. The Self Insurance Fund is an internal service fund utilizing Board, employee, and retiree health insurance contributions to pay for health care costs.

General Fund

Anne Arundel County increased their funding of the Board's operating budget from fiscal year 2022 to 2023 by \$52,867,700. The increase is due to funding that exceeded maintenance of effort and increases in enrollment. The State of Maryland funding increased by \$52,953,351 from \$484,307,526 in fiscal year 2022 to \$537,260,877 in fiscal year 2023. Federal funding increased by \$25,263,885, which reflects an increase in grant revenue. Investment income increased by \$6,349,864 due to the prevailing higher interest rate environment.

The total expenditures for fiscal year 2023 increased by \$128,805,385 as compared to fiscal year 2022. When comparing expenditures in fiscal year 2023 to 2022, some substantial fluctuations are noted. Instructional Salaries and Wages went up \$40,495,536 due to the salary increase granted to keep pace with inflation. Special Education expenditures went up by \$19,991,814 due to non-public tuition cost increases. Fixed Charges went up by \$18,844,729 due to an increase in health insurance and retirement costs. Operation of the plant went up by \$14,186,628. Other Instructional Costs went up by \$12,479,970. Maintenance of the Plant went up by \$8,709,076 due to higher utility costs. Mid-level administration went up by \$7,835,236 due to higher salaries for school administrators. Pupil Transportation went up by \$4,620,001 due to increased fuel costs and salary increases. Pupil Services went up by \$2,671,872. Administrative expenditures went up by \$2,611,842 due to higher costs due to salary increases. Other increases such as interest on debt service and principal payments and community services amounted to \$1,243,752. These increases were offset by savings of \$7,975,672 in textbooks and instructional supplies.

Special Revenue (Food Services) Fund

The table that follows provides a summary of the revenues and expenditures for the Special Revenue (Food Service) Fund for fiscal years 2023 and 2022. The total revenues for the fiscal year ended June 30, 2023, were \$37,467,292. Related expenditures were \$39,049,046. There were operating transfers in of \$483,200 to the Food Services Fund. Expenditures exceeded revenues by \$1,098,554. This resulted in a fund balance of \$24,605,654 on June 30, 2023. While Federal regulations provide for the maintaining of a fund balance equal to an amount not to exceed three months of expenditures on a budget basis so that funds are available to pay bills promptly and to handle emergency situations, the current fund balance is far more than this amount is due to prior year increase of federal subsidies from \$25,548,532 in fiscal year 2021 to \$54,415,382 in fiscal year 2022 which resulted in a fund balance of \$25,704,208 for the fiscal year 2022 which was carried over to this fiscal year. AACPS is in active consultation with MSDE regarding this issue.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

During fiscal year 2023, there was no increase in the price of student breakfast and lunch. The increase in sales made up for the reduction in federal revenue of \$26,351,955 due to the expiry of COVID related federal support.

Table 3: Food Services

<u>Revenue</u>	<u>2023</u>	<u>2022</u>	Percent Increase (Decrease) from Previous Year
Sale of Food:			
Lunches	\$ 7,056,821	\$ -	0.0%
A la Carte	422,773	7,023	5919.8%
Breakfast & Summer Programs	421,580	-	0.0%
Total Food Sales	<u>7,901,174</u>	<u>7,023</u>	112404.3%
State of Maryland Subsidies	1,164,943	1,029,844	13.1%
United States Government Subsidies	28,063,427	54,415,382	-48.4%
Investment Interest Earned	40,729	16,020	154.2%
Other Revenues	<u>297,019</u>	<u>168,039</u>	76.8%
Total Revenues	<u>37,467,292</u>	<u>55,636,308</u>	-32.7%
<u>Expenditure</u>			
Cost of Food Sold	\$16,259,595	\$17,928,328	-9.3%
Salaries and Wages	9,764,632	8,465,262	15.3%
Contracted Services	1,642,434	1,630,894	0.7%
Supplies and Materials	1,819,534	1,877,387	-3.1%
Other Charges	6,235,624	5,891,470	5.8%
Equipment	3,240,602	414,948	681.0%
Debt Service			
Principal	74,466	73,400	1.50%
Interest	<u>12,159</u>	<u>13,702</u>	-11.30%
Total Expenditures	<u>39,049,046</u>	<u>36,295,391</u>	
Other Financing Sources	483,200	894,537	
Change in Net Position	<u>(1,098,554)</u>	<u>20,235,454</u>	
Net Position - July 1	<u>25,704,208</u>	<u>5,468,754</u>	
Net Position -June 30	<u>\$24,605,654</u>	<u>\$25,704,208</u>	

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Capital Projects Fund

Revenues for new construction and renovation of facilities through the Capital Budget increased overall by \$22,521,211, from \$197,892,983 in fiscal year 2022 to \$220,414,194 in fiscal year 2023 primarily due to higher contributions by the county and state government. The state funding increased by \$20,572,017 from \$53,286,028 in fiscal year 2022 to \$73,858,045 in fiscal year 2023. The county funding increased by \$13,155,243. However, the federal funding decreased by \$11,093,566. The Board undertook five large-scale school construction/modification projects that individually exceeded the \$15 million threshold.

Self-Insurance Fund

The Board maintains this Internal Service Fund to account for employee medical, dental, vision, disability, and life insurance. The Board has a self-insured medical, prescription drug, dental, and vision program with CareFirst.

Board contributions to the Self-Insurance Fund for fiscal year 2023 were higher at \$167,190,759 when compared to \$155,589,382 in fiscal year 2022.

The Board's health care insurance claims and expenses were \$221,415,095, an increase of \$24,770,363 when compared to \$196,644,732 for fiscal year 2022. The premiums had no increases in fiscal year 2023.

The table below provides a comparative presentation of this fund's revenues and expenses for fiscal years 2023 and 2022.

Table 4: Health Insurance Fund

<u>Revenue Source</u>	<u>2023</u>	<u>2022</u>	<u>Percent Increase (Decrease) from Previous Year</u>
Board Contributions	\$ 167,190,759	\$ 155,589,382	7.5%
Participants Contributions	44,029,608	42,146,762	4.5%
Total Operating Revenue	211,220,367	197,736,144	6.8%
<u>Operating Expenses</u>			
Insurance Claims and Expenses	221,415,095	196,644,732	12.6%
Other	814,533	723,809	12.5%
Total Operating Expenses	222,229,628	197,368,541	12.6%
Operating Income (Loss)	(11,009,261)	367,602	-3094.9%
Interest Income	11,622	27,185	-57.2%
Changes in Net Position	\$ (10,997,639)	\$ 394,787	-2885.7%

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Analysis of Budgetary Basis Statements

General Fund (Operating Budget)

The total revenues for the fiscal year ended June 30, 2023, for the General Fund, on a non-GAAP, Budgetary basis, were \$1,444,007,308. Related expenditures were \$1,434,527,608. The Board realized a favorable liquidation of prior year encumbrances of \$4,577,340. This activity, combined with a fund balance from the prior year of \$22,260,693, resulted in a budgetary fund balance of \$36,318,003.

The increase in the General Fund operating budget revenue from the original approved budget to the final budget was \$40,409,543. Of this, Federal grant revenues increased by \$20,466,004 and State grant revenues increased by \$3,330,434. The Local contribution increased by \$8,904,105. Restricted revenue from other sources amounted to \$7,709,000. The Board budgeted to use \$15,000,000 of the prior year unrestricted fund balance.

Expenditures realized were under the final approved budget by \$98,625,735, of which \$12,728,880 was due to Maintenance of Plant due to deferred ESSER funded projects. \$12,104,421 were in Instructional Salaries and Wages due to salary turnover where retirees were replaced with less experienced teachers and difficulties in recruiting teachers. \$51,228,587 is in the Fixed Charges category. Most of this balance is related to the State Board Opinion No. 14-16 requiring full budgeting of all self-insured revenues and expenditures; however, since the Internal Service Fund is not a component of the General Fund, these expenditures will never be recognized in the General Fund statements. Approximately \$5,060,149 in savings was realized in the Special Education category due to lower due to higher vacancy rates in Special Education. Other Instructional costs had savings of \$4,193,734 due to reduced charter/contract school spending in this category. Textbooks and Instructional supplies realized a savings of \$3,515,221 due to the use of electronic media. Administration costs were less by \$2,532,615 due to challenges in replacing retiring staff. Pupil Transportation had a \$2,189,137 surplus due to Bus Driver vacancies. Operation of the plant had a surplus of \$1,757,299 due to custodial vacancies. Pupil Services had savings of \$998,056 due to less than anticipated expenditures. The remaining \$2,317,636 is a result of funding not being used across all categories, representing less than .0015 % of the approved final budget. The following table provides the budgetary results for fiscal year 2023.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Table 5: Budget Tables

Statement of Revenues, Expenditures, Encumbrances and Changes in Fund Balance (Non GAAP - Budget and Actual)

General Fund

For the Fiscal Year Ended June 30, 2023

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive/ (Negative)
Revenues:				
Anne Arundel County	\$ 834,741,000	\$ 834,741,000	\$ 834,741,000	\$ -
State of Maryland	469,608,952	472,939,386	474,032,512	1,093,126
United States Government	119,920,400	140,386,404	120,002,428	(20,383,976)
Other Sources:				
Investment Interest Earned	1,300,000	5,817,000	6,600,872	783,872
Other	52,173,448	56,560,553	8,630,496	(47,930,057)
Total Revenues	\$ 1,477,743,800	\$ 1,510,444,343	\$ 1,444,007,308	\$ (66,437,035)
Expenditures and Encumbrances:				
Current:				
Administration	46,795,200	45,835,735	43,303,120	2,532,615
Mid-Level Administration	82,156,500	85,382,075	84,453,688	928,387
Instructional Salaries and Wages	556,810,200	554,645,026	542,540,605	12,104,421
Textbooks and Instructional Supplies	40,551,400	54,427,836	50,912,615	3,515,221
Other Instructional Costs	32,437,200	36,223,525	32,029,791	4,193,734
Special Education	177,600,100	179,606,797	174,546,648	5,060,149
Pupil Services	15,203,800	16,287,700	15,289,644	998,056
Food Services	483,200	729,200	545,180	184,020
Health Services	1,822,000	2,225,800	1,604,456	621,344
Pupil Transportation	79,904,500	69,082,042	66,892,905	2,189,137
Operation of Plant	90,178,900	94,130,660	92,373,361	1,757,299
Maintenance of Plant	39,620,300	50,710,000	37,981,120	12,728,880
Fixed Charges	324,136,900	330,303,062	279,074,475	51,228,587
Community Services	756,600	875,385	665,037	210,348
Capital Outlay	4,287,000	12,688,500	12,314,963	373,537
Total Expenditures and Encumbrances	\$ 1,492,743,800	\$ 1,533,153,343	\$ 1,434,527,608	\$ 98,625,735

Financial Leases

The Board adopted GASB statement No. 87, *Leases*, which establishes new criteria for identifying and valuing Leases for all state and local governments. The standard requires that AACPS recognize “Leases” as an Intangible capital asset (right to use underlying asset) and amortize the asset over the life of the lease. As a result of this the Board recognized \$54,074,285 as intangible leased assets and \$21,148,549 as liability, as well as \$14,080,028 as amortization expense.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Subscription-based Informational Technology Arrangements (SBITA)

The Board adopted GASB statement No. 96, *Subscription-based Informational Technology Arrangements*, for fiscal year 2023, which establishes new criteria for identifying and valuing software contracts for all state and local governments. The standard requires that AACPS recognize SBITA's as Intangible capital asset (right to use underlying asset) and amortize the asset over the life of the lease. As a result of this the Board recognized \$1,522,694 as intangible SBITA assets and \$879,283 as liability, as well as \$478,542 as amortization expense.

Capital Assets and Capital Projects

The Board's investment in capital assets net of accumulated depreciation as of June 30, 2023, was \$1,823,460,600. This investment in capital assets includes land and site improvements, buildings and additions, computer hardware and software, furniture and equipment, as well as construction in progress and computer software development intangibles in progress and leased assets. Several school improvement projects for a total of \$20,646,568 were completed and put into service in 2023. Construction in progress in fiscal year 2023 increased to \$398,341,965 when compared to \$205,660,904 in fiscal year 2022. Additional information on the Board's capital assets can be found in Note 7 on pages 62 of this report.

Table 6: Capital Assets (Net of Depreciation)

	2023	2022
Land and Site Improvements	\$ 77,328,514	\$ 77,320,333
Buildings and Additions	1,285,050,470	1,312,169,536
Furniture and Equipment	28,293,498	25,973,432
Computer Software	3,872,846	5,206,280
Leases	29,529,155	32,173,639
SBITA	1,044,152	-
Construction in Progress	398,341,965	205,660,904
Total	<u>\$ 1,823,460,600</u>	<u>\$ 1,658,504,124</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Revenues of the Capital Projects Revenues and Expenditures related to major and all other projects are shown in the following table:

Table 7: Capital Projects Revenues and Expenditures

<u>Revenue Source</u>	<u>2023</u>	<u>Total</u>	<u>2022</u>	<u>Total</u>
Anne Arundel County	\$ 116,979,178	53.1%	\$ 103,823,935	52.5%
State of Maryland	73,858,045	33.5%	53,286,028	26.9%
United States Government	29,369,331	13.3%	40,462,897	20.4%
Investment Interest Earned	4,381	0.0%	6,228	0.0%
Other Income	203,259	0.1%	313,895	0.2%
Total Revenue	<u>\$ 220,414,194</u>	<u>100.0%</u>	<u>\$ 197,892,983</u>	<u>100.0%</u>
Expenditures				
Old Mill West High School	\$ 37,789,794	17.6%	\$ 47,684,706	24.7%
Old Mill Middle South	34,855,992	16.2%	3,074,163	1.6%
Meade High School	29,369,331	13.7%	42,462,897	22.0%
West County Elementary	18,760,963	8.7%	2,101,528	1.1%
Rippling Woods Elementary	16,047,810	7.5%	21,481,942	11.1%
Hillsmere Elementary	14,993,434	7.0%	15,469,521	8.0%
Renovation of Building Systems	14,864,855	6.9%	10,829,326	5.6%
Quarterfield Elementary	10,433,281	4.9%	20,184,176	10.5%
Athletic Stadiums	4,625,678	2.2%	4,560,073	2.4%
Maintenance Backlog	7,647,905	3.6%	4,366,043	2.3%
Major Roof Replacement	3,435,310	1.6%	1,700,404	0.9%
Cat North	3,251,797	1.5%	-	0.0%
Additions	3,243,051	1.5%	5,354,657	2.8%
Renovation of Building Systems	2,337,626	1.1%	-	0.0%
Security Related Upgrades	2,204,859	1.0%	-	0.0%
Health & Safety	2,126,871	1.0%	1,264,640	0.7%
Security Related Upgrades	1,434,544	0.7%	-	0.0%
Relocatable Classrooms	1,123,229	0.5%	-	0.0%
Crofton High School	419,645	0.2%	1,820,689	0.9%
Edgewater Elementary	58,247	0.0%	2,061,453	1.1%
Richard Henry Lee Elementary	23,543	0.0%	991,561	0.5%
Other	5,809,712	2.7%	7,684,992	4.0%
Total Expenditure	<u>\$ 214,857,477</u>	<u>100.0%</u>	<u>\$ 193,092,771</u>	<u>100.0%</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Noncurrent Liabilities

The following table presents the balances in noncurrent liabilities.

Table 8: Noncurrent Liabilities

	For year ended June 30	
	2023	2022
Leases	\$ 21,148,549	\$ 26,356,551
SBITA	879,283	-
Compensated Absences	47,473,936	46,744,430
Net Pension Liability	79,902,429	59,724,128
Net OPEB Liability	1,125,188,289	2,234,317,354
Total Noncurrent Liabilities	<u>\$1,274,592,486</u>	<u>\$2,367,142,463</u>

The Board leases equipment under several agreements each fiscal year. The most significant leases relate to the computer equipment refresh program. Each year, the Board uses the proceeds of the new lease to refresh older computers and other equipment. Total financial Lease liability for fiscal year 2023 stood at \$21,148,549.

The Board implemented GASB 96, Subscription-Based Information Technology Arrangements (SBITA), for the fiscal year 2023. The total initial SBITA liability for fiscal year 2023 stood at \$879,283.

The obligation for compensated absences increased for the fiscal year 2023 to \$47,473,936 compared to \$46,744,430 in fiscal year 2022. Total liability for accumulated Annual Leave, Personal Business Leave and Sick leave stood at \$ 27,761,924, \$883,917, and \$18,828,095, respectively. Annual leave, sick leave and personal business day payouts to retirees were \$1,253,290, \$8,728, and \$ 877,054, respectively.

The pension liability increased by \$20,178,301 and stood at \$79,902,429.

For fiscal year 2022, net OPEB liability decreased by \$1,109,129,065 per the latest actuarial report and stood at \$1,125,188,289 compared to \$2,234,317,354 in fiscal year 2022. Additional information on the Board's non-current liabilities can be found in Notes 9–12 on pages 65-70 of this report.

Financial Outlook

Maryland benefits from a significant federal presence and proximity to the nation's capital that provides well-paid civilian and national defense jobs and has generally led to a stable economic environment.

The state has strong budgetary and financial management practices and a history of proactive management practices and proactive initiatives in response to economic cycles, which will serve the state well as it continues to grapple with the coronavirus crisis. A relatively high debt and pension burden leads to high fixed costs compared with peers and will continue to test the state's commitment to reducing its long-term liabilities while providing the level of services expected by its residents.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

In 2023, Maryland's Gross Domestic Product (GDP) was \$478.9 billion, up from \$458.8 billion in 2022. The largest sector in 2023 was Government, followed by finance, insurance, and real estate, and then professional and business services.

Maryland is located on the East Coast of the United States and has 3,190 miles of shoreline, according to the National Oceanic and Atmospheric Administration. Its population of 6 million people places it 19th among the 50 states. Its state gross domestic product is 15th largest. The state has above average wealth, with per capita personal income equal to approximately 114.3% of the US level.

Maryland displays a strong educational attainment for population age 25 and over. 90.2% have a high school graduation, 40.2% of the population has a bachelor's degree or higher and 18.6% of the population holds an advanced degree.

The state's economic performance during the pandemic was consistent with its historically lower economic volatility. This stems from the large federal presence in the state's economy and a highly skilled workforce that has also supported a large business and professional services sector.

While historically a source of stability, the large federal presence in Maryland has in the past decade been a mixed blessing. Federal jobs account for 5.9% of Maryland employment, compared with about 2% nationally with private sector accounting for 80.9% of the jobs. The remainder are employed by State and Local Governments. However, federal sequestration early in the last decade followed by federal employment attrition – particularly in non-defense functions -- toward the end of the decade led to declines followed by relative stagnation in the state's federal employment trends. In 2020, a decennial census year, federal job growth picked up, as did Maryland's. After the census employment spike, federal employment nationwide has fallen back closer to its pre-census level, while Maryland's federal employment is trending higher than previously.

Maryland is in a fortunate financial position with significant positive General Fund cash balances. If the State's current revenue projections hold through June, the state anticipates ending the current Fiscal Year 2023 with a more than \$2 billion General Fund balance and an additional \$2.9 billion in the Rainy-Day Fund – \$5 billion in combined General Fund cash reserves.

At the same time, Maryland, like many other states, sees a surplus created by a series of rare financial tailwinds unlikely to continue. These factors include, among other things, unprecedented federal stimulus and extraordinary non-wage income growth tied to strong investment market performance prior to 2022.

The Governors' budget continues to make record investments in education at all levels. The budget prioritizes investments in providing a world-class education for every child in Maryland. To this end, for the year 2024, Maryland has budgeted:

- Record funding of \$8.8 billion for K-12 education, exceeding the statutory funding formulas and increasing per-pupil funding by 9 percent.
- A 32 percent or \$475 million increase in funding to support low-income students.
- A significant reallocation of \$500 million of our cash to the Blueprint for Maryland's Future Fund to extend the fund's solvency.
- \$15 million in new funding to enhance teacher recruitment and retention in line with our proposed Maryland Educator Shortage Act; and
- \$1.1 billion for school construction, continuing a second straight year of more than \$1 billion to address the State's backlog of school facility needs.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Through June 2023, Maryland's general fund revenue collections is expected at \$22,563,987,733 when compared to \$21,590,097,848 in 2022, spurred by personal and corporate income tax revenue, and the number is likely to climb higher through the end of summer accrual period.

The Board's major funding sources are Anne Arundel County and the State of Maryland. Funding requests must balance the needs of the school system with the fiscal demands placed by other constituents on the State of Maryland and Anne Arundel County. Increases in federal, state and local revenues resulted in the approval of a \$1.53 billion operating budget for fiscal year 2023. State aid formulas were fully funded, and County funds exceeded the maintenance of effort amounts and totaled \$834.74 million.

The Board continues to examine ways to reduce costs and still maintain a higher level of service to our students and citizens. For example, the Board employees continued to work four extended days for eight weeks this summer so that buildings could be closed on Fridays to save energy and transportation costs.

The County continues to anticipate future growth in enrollment as new residents move into the area because of new home construction and an increase in the immigrant population. The passage of the "Blueprint for Maryland's Future" should help revenues grow steadily over the next five years.

Requests for Information

This financial report is designed to provide a general overview of the Board's finances for all those with an interest in the system's finances. Questions concerning any of the information provided in this report, or requests for additional finance information, should be addressed in writing to the Division of Financial Operations, 2644 Riva Road, Annapolis, Maryland 21401.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

GOVERNMENT-WIDE
FINANCIAL STATEMENTS

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

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Net PositionJune 30, 2023

	Governmental Activities
Assets:	
Cash and Cash Equivalents	\$ 242,234,454
Restricted Cash	424,426
Due from Other Governments	101,049,291
Accounts Receivable	33,837,350
Inventory	2,619,651
Interest Receivable	233
Lease Receivable	98,116
Capital Assets Not Being Depreciated	475,670,479
Capital Assets Being Depreciated/Amortized	
Net of Accumulated Depreciation/Amortization	1,347,790,121
Total Assets	2,203,724,121
Deferred Outflows of Resources	
Deferred Outflows of Resources Related to Pension	55,664,350
Deferred Outflows of Resources Related to OPEB	249,858,155
Total - Deferred Outflows of Resources	305,522,505
Liabilities:	
Accrued Salaries and Payroll Taxes	101,407,549
Accounts Payable and Unpaid Claims	83,727,626
Interest Payable	181,769
Due to Other Governments	2,785,538
Unearned Revenue	19,786,997
Retainage Payable	16,632,623
Non-Current Liabilities:	
Due Within One Year	35,129,086
Due in More Than One Year	1,239,463,400
Total Liabilities	1,499,114,588
Deferred Inflows of Resources	
Deferred Inflows of Resources Related to Pension	31,344,452
Deferred Inflows of Resources Related to OPEB	1,620,200,698
Deferred Inflows of Resources Related to Leases	92,708
Total - Deferred Inflows of Resources	1,651,637,858
Net Position	
Net Investment in Capital Assets	1,784,800,145
Restricted for Equipment Leases	424,426
Restricted for Special Education	18,415,196
Unrestricted Deficit	(2,445,145,587)
Total Net Position	\$ (641,505,820)

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY
Statement of Activities
For the Fiscal Year Ended June 30, 2023

Functions:	Expenses	Program Revenue			Net (Expenses) Revenues and Changes In Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities					
Administration	\$ 49,188,395	\$ 1,698	\$ 3,472,007	\$ -	\$ (45,714,690)
Mid-Level Administration	106,471,227	1,640	12,330,818	-	(94,138,769)
Instructional Salaries and Wages	693,184,075	177,533	95,285,891	-	(597,720,651)
Textbooks and Instructional Supplies	47,137,956	646,663	8,694,233	-	(37,797,060)
Other Instructional Costs	41,516,200	221,079	14,248,793	512,488	(26,533,840)
Special Education	212,476,556	-	79,685,073	-	(132,791,483)
Student Activities	11,728,554	-	-	-	(11,728,554)
Pupil Services	18,013,778	-	1,544,570	-	(16,469,208)
Student Health Services	14,840,768	-	844,376	-	(13,996,392)
Pupil Transportation	70,875,426	-	30,369,051	960,302	(39,546,073)
Operation of Plant	114,239,071	435,637	2,384,544	-	(111,418,890)
Maintenance of Plant	93,424,253	-	8,714,485	218,937,023	134,227,255
Community Services	1,197,099	1,424	558,281	-	(637,394)
Food Services	37,922,003	7,901,174	29,228,370	-	(792,459)
Interest on Leases	1,258,795	-	-	-	(1,258,795)
Total	\$ 1,513,474,156	\$ 9,386,848	\$ 287,360,492	\$ 220,409,813	\$ (996,317,003)
General Revenues:					
			State Unrestricted		400,422,816
			County Unrestricted		864,031,500
			Federal Unrestricted		4,037,681
			Investment Income		6,645,982
			Student Activity		11,528,312
			Miscellaneous		4,002,494
			Total General Revenues		1,290,668,785
			Change in Net Position		294,351,782
			Net Position - July 1		(935,857,602)
			Net Position - June 30		\$ (641,505,820)

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

FUND 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 Board, like other governmental units, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the Board funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions as those reported in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a school system's near-term requirements.

Proprietary Funds

Proprietary funds provide the same type of information as the government-wide financial statements. Internal Service funds are an accounting device used to accumulate and allocate costs internally among the school system's various functions. The Board uses an Internal Service Fund to account for the cost of health, dental, vision, disability, and life insurance benefits provided to employees and retirees.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not included in the government-wide financial statements because the resources of those funds are not available to support the Board's own programs.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Balance Sheet
Governmental Funds
June 30, 2023

	General Fund	Food Services Fund	Capital Projects Fund	Non-Major Governmental Fund	Total Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 169,324,961	\$ 27,082,217	\$ 5,103,507	\$ 12,661,976	\$ 214,172,661
Restricted Cash	424,426	-	-	-	424,426
Due from Other Governments:					
Anne Arundel County	8,127	-	39,571,887	-	39,580,014
State of Maryland	44,052,472	1,489,606	13,131,295	-	58,673,373
United States Government	39,846	-	2,756,058	-	2,795,904
Due from Other Funds:					
Food Services Fund	1,434,951	-	-	-	1,434,951
Lease Receivable	98,116	-	-	-	98,116
Accounts Receivable	4,960,426	35,082	-	237,919	5,233,427
Inventory	1,588,663	875,012	-	155,976	2,619,651
Total Assets	\$ 221,931,988	\$ 29,481,917	\$ 60,562,747	\$ 13,055,871	\$ 325,032,523
Liabilities:					
Accrued Salaries and Payroll Taxes	\$ 101,407,549	\$ -	\$ -	\$ -	\$ 101,407,549
Accounts Payable	23,643,059	2,435,245	26,806,611	552,860	53,437,775
Due to Other Governments:					
State of Maryland	108,032	-	-	-	108,032
Anne Arundel County	3,846	-	-	-	3,846
Due to Other Funds:					
General Fund	-	1,434,951	-	-	1,434,951
Retainage Payable	54,009	-	16,578,614	-	16,632,623
Unearned Revenue	-	1,006,067	16,318,604	-	17,324,671
Total Liabilities	125,216,495	4,876,263	59,703,829	552,860	\$ 190,349,447
Deferred Inflow related to Leases	92,708	-	-	-	92,708
Fund Balance:					
Nonspendable	1,588,663	875,012	-	155,976	2,619,651
Spendable:					
Restricted	18,839,622	-	-	-	18,839,622
Committed	-	23,730,642	858,918	12,347,035	36,936,595
Assigned	73,971,724	-	-	-	73,971,724
Unassigned	2,222,776	-	-	-	2,222,776
Total Fund Balance	96,622,785	24,605,654	858,918	12,503,011	134,590,368
Total Liabilities and Fund Balance	\$ 221,931,988	\$ 29,481,917	\$ 60,562,747	\$ 13,055,871	

Amounts reported in the Statement of Net Position are different because:

Capital Assets used in governmental activities are not financial resources and are not reported in the funds.	1,823,460,600
Accrued Interest Receivable	233
Accrued Interest Payable	(181,769)
The Board's share of the deficit of the County's Self Insurance Fund is not due and payable from the current resources and therefore, not reported in the funds.	(2,673,660)
Non-Current liabilities are not reported in the funds.	(1,274,592,486)
Deferred outflows of resources related to pensions	55,664,350
Deferred inflows of resources related to pensions	(31,344,452)
Deferred outflows of resources related to OPEB	249,858,155
Deferred inflows of resources related to OPEB	(1,620,200,698)
Internal service funds are used by management to charge the costs of certain activities, such as health and life insurance, to individual funds. The assets and liabilities of the internal service fund is included in governmental activities in the statement of net position.	23,913,539

Net Position of Governmental Activities

\$ (641,505,820)

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2023

	General Fund	Food Services Fund	Capital Projects Fund	Non-Major Governmental Fund	Total Governmental Funds
Revenues:					
Anne Arundel County	\$ 864,031,500	\$ -	\$ 116,979,178	\$ -	\$ 981,010,678
State of Maryland	537,260,877	1,164,943	73,858,045	-	612,283,865
United States Government	119,893,857	28,063,427	29,369,331	-	177,326,615
Sale of Food	-	7,901,174	-	-	7,901,174
Investment Interest Earned	6,600,872	40,729	4,381	-	6,645,982
Gate Receipts	-	-	-	697,782	697,782
Rebates and Commissions	4,944,683	-	-	-	4,944,683
Student Payments	125,122	-	-	164,780	289,902
Student Activity Fees	-	-	-	11,528,312	11,528,312
Other	4,666,780	297,019	203,259	33,626	5,200,684
Total Revenues	<u>1,537,523,691</u>	<u>37,467,292</u>	<u>220,414,194</u>	<u>12,424,500</u>	<u>1,807,829,677</u>
Expenditures:					
Current:					
Administration	\$ 42,445,417	\$ -	\$ -	\$ 28,931	\$ 42,474,348
Mid-Level Administration	83,582,520	-	-	2,552	83,585,072
Instructional Salaries and Wages	542,540,605	-	-	276,177	542,816,782
Textbooks and Instructional Supplies	47,164,175	-	-	1,005,957	48,170,132
Other Instructional Costs	37,537,800	-	-	30,733	37,568,533
Special Education	176,158,099	-	-	-	176,158,099
School Activities	-	-	-	11,031,688	11,031,688
Pupil Services	15,257,383	-	-	-	15,257,383
Student Health Services	14,840,768	-	-	-	14,840,768
Pupil Transportation	67,748,147	-	-	-	67,748,147
Operation of Plant	105,224,544	-	-	3,128	105,227,672
Maintenance of Plant	35,139,199	-	5,867,544	-	41,006,743
Fixed Charges	349,487,385	-	-	21,011	349,508,396
Community Services	1,053,829	-	-	2,216	1,056,045
Food Services	61,980	38,962,421	-	-	39,024,401
Capital Outlay*	6,235,450	-	214,795,113	-	221,030,563
Debt Service					
Principal	16,041,737	74,466	633,387	-	16,749,590
Interest	1,281,443	12,159	24,670	-	1,318,272
Total Expenditures	<u>1,541,800,481</u>	<u>39,049,046</u>	<u>221,320,714</u>	<u>12,402,393</u>	<u>1,814,572,634</u>
Excess (Deficiency) of Revenues over Expenditures	(4,276,790)	(1,581,754)	(906,520)	22,107	(6,742,957)
Other Financing Sources (Uses):					
Transfer in	-	483,200	-	-	483,200
Transfer out	(483,200)	-	-	-	(483,200)
Issuance of Debt for Leases & SBITA	11,860,972	-	595,693	-	12,456,665
Total Other Financial Sources	<u>11,377,772</u>	<u>483,200</u>	<u>595,693</u>	<u>-</u>	<u>12,456,665</u>
Net Change in Fund Balance	7,100,982	(1,098,554)	(310,827)	22,107	5,713,708
Fund Balance - July 1	89,521,803	25,704,208	1,169,745	12,480,904	128,876,660
Fund Balance - June 30	<u>\$ 96,622,785</u>	<u>\$ 24,605,654</u>	<u>\$ 858,918</u>	<u>\$ 12,503,011</u>	<u>\$ 134,590,368</u>

*Capital Outlay is net of construction and lease adjustment

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balance of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2023

Net Change in Fund Balance - Total Governmental Funds \$ 5,713,708

Amounts reported in the Statement of Activities are different because:

Governmental Funds report capital outlays as expenditures. However, for the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Capital Asset Additions	235,724,493
Governmental funds do not recognize loss on disposal of capital assets. However, in the Statement of Activities the difference between cost and accumulated depreciation/amortization of capital assets is recorded as a loss on disposal of capital assets. This amount is the amount in which the cost of disposal assets of \$1,470,710 exceeded accumulated depreciation/amortization of \$40,674	(1,511,384)
Depreciation/Amortization Expense	(69,256,633)

Current year portion of primary government's deficit in County's Self Insurance Fund are not considered current financial obligations and therefore are not reported as revenue in governmental funds.

	10,752,110
--	------------

Some expenditures reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	(729,506)
Changes in OPEB Liabilities and related deferred outflows & inflows of resources	120,037,743
Changes in Pension Liabilities and related deferred outflows & inflows of resources	236,610

The amount financed by the leases is reported in the governmental funds as a source of financing. On the other hand, leases are not revenues in the statement of activities, but rather constitute long term liabilities in the statement of net position. Also expenditures for principal repayment of leases are measured by the amount of financial resources used by governmental funds and have no effect on net position.

	5,205,825
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The amount financed by the SBITA's is reported in the governmental funds as a source of financing. On the other hand, SBITA's are not revenues in the statement of activities, but rather constitute long term liabilities in the statement of net position. Also expenditures for principal repayment of SBITA's are measured by the amount of financial resources used by governmental funds and have no effect on net position.

	(879,283)
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Change in Accrued Interest

	55,738
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Internal service funds are used by management to charge the costs of certain activities, such as health and life insurance, to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.

	(10,997,639)
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Change in Net Position of Governmental Activities \$ 294,351,782

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Revenues, Expenditures, Encumbrances and Changes in Fund Balance (Non GAAP - Budget and Actual)

General Fund

For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Positive/ (Negative)</u>
Revenues:				
Anne Arundel County	\$ 834,741,000	\$ 834,741,000	\$ 834,741,000	\$ -
State of Maryland	469,608,952	472,939,386	474,032,512	1,093,126
United States Government	119,920,400	140,386,404	120,002,428	(20,383,976)
Other Sources:				
Investment Interest Earned	1,300,000	5,817,000	6,600,872	783,872
Other	52,173,448	56,560,553	8,630,496	(47,930,057)
Total Revenues	<u>\$ 1,477,743,800</u>	<u>\$ 1,510,444,343</u>	<u>\$ 1,444,007,308</u>	<u>\$ (66,437,035)</u>
Expenditures and Encumbrances:				
Current:				
Administration	46,795,200	45,835,735	43,303,120	2,532,615
Mid-Level Administration	82,156,500	85,382,075	84,453,688	928,387
Instructional Salaries and Wages	556,810,200	554,645,026	542,540,605	12,104,421
Textbooks and Instructional Supplies	40,551,400	54,427,836	50,912,615	3,515,221
Other Instructional Costs	32,437,200	36,223,525	32,029,791	4,193,734
Special Education	177,600,100	179,606,797	174,546,648	5,060,149
Pupil Services	15,203,800	16,287,700	15,289,644	998,056
Food Services	483,200	729,200	545,180	184,020
Health Services	1,822,000	2,225,800	1,604,456	621,344
Pupil Transportation	79,904,500	69,082,042	66,892,905	2,189,137
Operation of Plant	90,178,900	94,130,660	92,373,361	1,757,299
Maintenance of Plant	39,620,300	50,710,000	37,981,120	12,728,880
Fixed Charges	324,136,900	330,303,062	279,074,475	51,228,587
Community Services	756,600	875,385	665,037	210,348
Capital Outlay	4,287,000	12,688,500	12,314,963	373,537
Total Expenditures and Encumbrances	<u>\$ 1,492,743,800</u>	<u>\$ 1,533,153,343</u>	<u>\$ 1,434,527,608</u>	<u>\$ 98,625,735</u>
Excess (Deficiency) of Revenues over Expenditures and Encumbrances	(15,000,000)	(22,709,000)	9,479,700	32,188,700
Other Financing Sources:				
Restricted Revenue from Other Sources	-	7,709,000	-	(7,709,000)
Use of Prior Year's Fund Balance	15,000,000	15,000,000	-	(15,000,000)
Liquidation of Prior Year Encumbrances	-	-	4,577,340	4,577,340
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	14,057,040	14,057,040
Fund Balance July 1			22,260,963	22,260,963
Fund Balance - June 30			<u>\$ 36,318,003</u>	<u>\$ 36,318,003</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Budgetary Comparisons for Special Revenue Funds

Health Service Budget			
Revenues	Approved Budget	Final Budget	Actual
Board Contribution	\$ 158,852,577	\$ 162,615,350	\$ 162,615,350
Employee Contribution	25,857,000	25,857,000	25,857,000
Retiree Contribution	17,819,100	17,819,100	17,819,100
Federal Govt Subsidy	30,000	30,000	30,000
Total	<u>\$ 202,558,677</u>	<u>\$ 206,321,450</u>	<u>\$ 206,321,450</u>
Expenditures			
Contractual Services			814,533
Insurance Claims and Expenses			221,415,095
Total Expenditures			<u>\$ 222,229,628</u>

Food Service Budget			
Revenues	Approved Budget	Final Budget	Actual
Sale of Food	\$ 13,567,400	\$ 13,567,400	\$ 13,567,400
Federal	22,094,600	22,094,600	22,094,600
State	1,228,300	1,228,300	1,228,300
Local	658,000	658,000	658,000
	<u>\$ 37,548,300</u>	<u>\$ 37,548,300</u>	<u>\$ 37,548,300</u>
Expenditures			
Cost of Food Sold			16,259,595
Salaries and Wages			9,764,632
Contracted Services			1,642,434
Supplies and Materials			1,819,534
Other Charges			6,235,624
Equipment			3,240,604
Debt Service			
Principal			74,466
Interest			12,159
Total Expenditures			<u>\$ 39,049,048</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Proprietary Fund Net Position

Internal Service Fund

June 30, 2023

	<u>Self-Insurance Fund</u>
Assets:	
Current Assets:	
Cash and Cash Equivalents	\$ 28,061,793
Accounts Receivable	25,715,123
Total Current Assets	<u>53,776,916</u>
Non-Current Assets:	
Accounts Receivable	2,888,800
	<u>2,888,800</u>
Total Assets	<u><u>56,665,716</u></u>
 Current Liabilities:	
Accounts Payable	14,479,851
Unearned Revenue	2,462,326
Unpaid Claims	15,810,000
Total Liabilities	<u>32,752,177</u>
 Net Position:	
Unrestricted	23,913,539
Total Net Position	<u>23,913,539</u>
 Total Liabilities and Net Position	<u><u>\$ 56,665,716</u></u>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Revenues, Expenses, and Changes in Net Position

Internal Service Fund

For the Fiscal Year Ended June 30, 2023

	Self-Insurance Fund
Operating Revenues:	
Board Contributions	\$ 167,190,759
Employee Contributions	26,134,534
Retiree Contributions	17,895,074
Total Operating Revenues	<u>211,220,367</u>
Operating Expenses:	
Contractual Services	814,533
Insurance Claims and Expenses	221,415,095
Total Operating Expenses	<u>222,229,628</u>
Operating Income (Loss)	(11,009,261)
Non-Operating Revenue:	
Interest Income	<u>11,622</u>
Change in Net Position	(10,997,639)
Net Position - July 1	34,911,178
Net Position - June 30	<u><u>\$ 23,913,539</u></u>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Proprietary Fund Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2023

	Self-Insurance Fund
Cash Flows from Operating Activities:	
Cash Received from Governmental Funds	\$ 167,190,759
Cash Received from Employee Contributions	26,134,534
Cash Received from Retiree Contributions	17,895,074
Cash Payments for Claims and Insurance Premiums	(201,359,346)
Cash Payments to Suppliers for Goods and Services	(814,533)
Net Cash Provided by Operating Activities	<u>9,046,488</u>
Cash Flows from Investing Activities:	
Cash Received from Interest Earnings	<u>11,622</u>
Net Change in Cash and Cash Equivalents	9,058,110
Cash and Cash Equivalents - July 1	<u>19,003,683</u>
Cash and Cash Equivalents - June 30	<u><u>\$ 28,061,793</u></u>
Reconciliation of Operating Income to	
Net Cash Provided by Operating Activities:	
Operating Income	\$ (11,009,261)
Effect of Changes in Operating Assets and Liabilities:	
Unpaid Claims	2,838,000
Accounts Receivable	2,735,106
Accounts Payable	14,434,543
Unearned Revenue	48,100
Net Cash Provided by Operating Activities	<u><u>\$ 9,046,488</u></u>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Fiduciary Net Position

June 30, 2023

	<u>Custodial Fund/ Class Reunion</u>	<u>Private Purpose Trust Funds</u>
Assets:		
Cash and Cash Equivalents	\$ 585,931	\$ 275,028
Total Assets	<u>\$ 585,931</u>	<u>\$ 275,028</u>
 Net Position Restricted for		
Private Purpose Activities	\$ -	\$ 275,028
Class Reunions	585,931	-
Total Fiduciary Net Position	<u>\$ 585,931</u>	<u>\$ 275,028</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2023

	Custodial Fund/ Class Reunion	Private Purpose Trust Funds
Additions:		
Investment Interest Earned	\$ -	\$ 331
Other - Donations	73,707	124,768
Total Additions	<u>\$ 73,707</u>	<u>\$ 125,099</u>
Deductions:		
Scholarships and Claims	<u>29,000</u>	<u>9,573</u>
Change in Fiduciary Net Position	44,707	115,526
Net Position - July 1	541,224	159,502
Total Fiduciary Net Position - June 30	<u><u>\$ 585,931</u></u>	<u><u>\$ 275,028</u></u>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Board of Education of Anne Arundel County (the Board) conform to generally accepted accounting principles (GAAP) in the United States of America for governmental entities.

Reporting Entity

For financial reporting purposes, the Board of Education of Anne Arundel County has been defined as a component unit of the Anne Arundel County Government. Therefore, the financial information of the Board is included in the financial statements of the Anne Arundel County Government. The following circumstances set forth Anne Arundel County's financial accountability for the Board: (1) The County Council is responsible for approving the Board's budget and establishing spending limitations; (2) The County Council is responsible for levying taxes and collecting and distributing the funds to the Board; (3) The Board cannot issue bonded debt, but the County can and does issue bonds to finance the Board's capital improvements. As a financial reporting entity, the Board includes in its financial statements the various operating departments of the Board and the public schools within Anne Arundel County. No other entities have been included in the Board's financial statements.

Government-Wide and Fund Financial Statements - The Government-Wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all the nonfiduciary activities of the Board. The effect of interfund activity has been removed from these statements. Interfund activity between the governmental funds and the fiduciary funds are not eliminated as these fund types are not combined in the financial statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or category. *Program revenues* include 1) charges to students, parents, or others who purchase, use, or directly benefit from a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the Government-Wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide - The Government-Wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the Internal Service Fund, Private-Purpose Trust Funds and Custodial Funds financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund Financial Statements - Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as the monies are both measurable and available. Revenues are considered to be *available* when collectible within the current period, or soon enough thereafter, to pay liabilities of the current period.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements June 30, 2023

The Board considers revenue collected within 60 days of the end of the year as available. Under the modified accrual method, revenues from Federal and State expenditure-driven grant programs are deemed available and subject to accrual to the extent that eligible expenditures have been incurred and Federal or State funds are requested to pay invoices.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, pensions, OPEB, and claims and judgments, are recorded when paid.

Food Services Fund revenue includes the value of commodities donated by the United States Department of Agriculture which were received during the fiscal year. Expenditures include the value of commodities consumed during the fiscal year.

Fund Types

The Board has the following funds:

General Fund - The General Fund is a governmental fund used to account for all financial resources of the Board used to provide the basic educational program and any financial resources that are not required to be accounted for in another fund.

Food Services Fund - The Food Services Fund is a governmental fund used to account for the financial resources of the school food services programs. A substantial portion of its revenues are derived from other governments, and it is not intended to be self-sustaining from food sales. The Board exercises the appropriate budgetary and accounting control through use of an annual budget prepared by the Division of Food and Nutrition Services, which is reviewed and monitored by management during the fiscal year. There is no legal requirement for an approved budget.

Capital Projects Fund - The Capital Projects Fund is a governmental fund used to account for all financial resources relating to the construction of additional schools, as well as alterations and additions to existing schools. The budget for this fund is controlled by appropriation authority issued for each project for the life of that project. Appropriation authority does not lapse until the purpose for which the appropriation was made has been accomplished or abandoned by the Board.

Non-Major Governmental Funds - The Other Governmental (Special Revenue) Funds are governmental funds used to account for, and report the proceeds of, specific revenue sources that are restricted, committed, or assigned for specified purposes.

Internal Service (Self-Insurance) Fund - The Self-Insurance Fund is used to account for the financial resources relating to health, dental, vision, disability, and life insurance benefits provided to Board employees. The Statement of Revenues, Expenses, and Changes in Fund Net Position for the Internal Service Fund has categorized revenue sources into operating and non-operating revenues. Operating revenues include Board contributions, contributions by employees and system retirees, and federal medical reimbursement. Interest earnings are categorized as non-operating revenues.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements June 30, 2023

Fiduciary Funds - Fiduciary Funds are used to report assets held in a trustee or as a custodian for third party beneficiaries and, therefore, cannot be used to support the Board's own programs. These funds consist of Private Purpose Trust Funds for scholarships and certain grant funding passed through the Board to other local Boards of Education as well as custodial funds held by the Board on behalf of Alumni for class reunions.

Fund Equity

The Government-Wide financial statements utilize a net position presentation. The proprietary funds use a balance sheet approach but utilize the same net position categorization as the Government-Wide statements. Net position is categorized as net investment in capital assets (net of related debt), restricted, and unrestricted.

Net Investment in capital assets - This category groups all capital assets including infrastructure into one component of net position. Accumulated depreciation/amortization and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category. The Board had outstanding debt related to capital assets, retainage payable of \$16,632,623 at June 30, 2023.

Restricted net position - This category presents net position with external restrictions imposed by creditors, grantors, or laws and regulations of other governments.

Unrestricted net position - This category presents the net position of the Board not restricted for any purpose.

In the fund financial statements, governmental funds report classifications of fund balance in a hierarchy based primarily on the extent of constraints on the related funding sources. In fiscal year 2018, the Board modified *Classification of Fund Balances policy* that provides authority, guidance and limitations for determining classification and limitations on the use of Board's fund balances. As of June 30, 2023, fund balances of the governmental funds are classified as follows:

Non-spendable – Non-spendable fund balance represents amounts that cannot be spent either because the related assets are not in spendable form or are legally or contractually required to be maintained intact. Examples of such assets are inventory, prepaid items and long-term receivables.

Restricted – Restricted fund balance can only be spent for specific purposes established by constitutional provisions, enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – Committed fund balance can be used only for specific purposes determined by a formal action of the Board, the highest level of decision-making authority. Commitments may be established, modified, or rescinded only through Board resolution – via voting approval at a regularly scheduled Board meeting.

Assigned – Assigned fund balance does not meet the criteria to be classified as restricted or committed but is intended to be used for specific purposes. Assignments may be established, modified, or rescinded only by the Board or its designee the Superintendent of Schools.

Unassigned – Unassigned fund balance represents all other spendable amounts not included in the other categories. A negative unassigned fund balance may be reported in other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements June 30, 2023

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the Board considers restricted funds to have been spent first. When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the Board considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the Board considers amounts to have been spent first from committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

Budgetary Requirements

Operating Budget (General Fund and Food Services Fund) - The Board operates within the following budget requirements for local educational agencies as specified by State law.

- The Board must submit an annual school budget in writing to the County Executive by March 1st of each year.
- The County Executive must submit a recommended budget for the Board to the County Council by May 1st of each year.
- The County Council must approve the Budget Appropriation Ordinance by June 15th of each year.
- The budget is prepared and approved by fifteen (15) major expenditure/encumbrance categories as specified in the State law. Examples of the categories are Administration, Instructional Salaries and Wages and Fixed Charges. The Board may not exceed the appropriation authority granted for each major category without County Government approval.
- The Board may not transfer funds between major categories without approval by the County Government. The Board has the authority to transfer funds between objects (i.e., salaries and wages, contracted services, supplies and materials, other charges and equipment) within the major categories, but must notify the County of such action.
- Unencumbered appropriations lapse at the end of each fiscal year.

Under the law, the County Government sets the appropriation levels by major categories. The Board may transfer funds among the major categories only with the approval of the County Government. The General Fund, Food Services Fund and Self Insurance Fund are a part of the Operating Budget that is legally adopted annually. The Capital Projects Fund has a legally adopted projects budget which is for the life of the project and not by fiscal year.

Specific Financial Statement Elements

Cash and Cash Equivalents - Cash and Cash Equivalents are short-term investments with an original maturity of three months or less when purchased. The Board's investments in money market pools, as discussed in Note 4, are considered cash equivalents and are presented as such on the Statement of Net Position and on the Balance Sheets.

Inventories - Inventories are recorded at the lower of cost or market on a first-in, first-out (FIFO) valuation method and are considered expended when consumed. The value of inventory at fiscal year-end is included in the non-spendable fund balance category.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Capital Assets - Capital assets, which include land and site improvements, Leases, intangibles work in progress, construction in progress, buildings and additions, computer hardware and software, and furniture and equipment are reported in the Government-Wide financial statements. Furniture and equipment is defined by the Board as assets with an initial, individual cost of at least \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost, if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs to buildings that do not add to the value of the asset or materially extend assets lives are not capitalized. The Board defines normal maintenance and repairs as any expense of \$250,000 or less. Major outlays for capital assets and improvements are capitalized as projects are constructed. Land and construction in progress are not depreciated. Intangibles in progress are also not depreciated. Only major software systems/upgrades of completed projects are capitalized if internal and external development costs exceed \$250,000. Buildings and additions, computer hardware and software and furniture and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Additions	2 - 40
Intangibles	5 - 10
Furniture and Equipment	1 - 15

Leases - The Board implemented GASB 87, *Leases*, for the fiscal year 2022. GASB 87 has adopted a unified reporting model for leases. It revises exiting lease standards on lease accounting and financial reporting (GASB62). Unlike before, there is no classification of leases into operating and capital leases. Leases are recognized and measured using the facts and circumstances that exist at the beginning of the period of implementation, namely July 1, 2021. It requires the lessee to recognize a liability for future lease payments and an intangible capital asset for the right to use the underlying asset and a lessor to recognize an asset for future lease payments as a future inflow for liability. As a result, the Board recognized \$21,148,549 of lease liability, and \$29,529,155 of lease assets. It also recognized \$98,349 in lease interest and principal receivable and \$92,708 for deferred inflow for the lease of cell towers.

Subscription Based Information Technology Arrangement(SBITA). AACPS implemented GASB 96 effective July 1, 2022. GASB 96 requires that all *Subscription Based Informational Technology Arrangements* be recorded as assets at values equivalent to the present value of future payments not yet paid plus any initial direct costs associated with the software implementation be amortized over the remaining life of the software agreement. Under this standard a government should generally recognize the right to use subscription asset-an intangible asset and a corresponding subscription liability. As a result, the Board recognized \$1,522,694 of SBITA Assets and \$879,283 of SBITA liability as of June 30, 2023.

Deferred Outflows of Resources - A deferred outflow of resources represents a consumption of net assets that applies to the future periods and so will not be recognized as an outflow of resources (expenditure) until the future period. The Board recognized \$55,664,350 as deferred outflows of financial resources related to Pension and \$249,858,155 related to OPEB for the fiscal year 2023.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Unearned Revenue – The balance in unearned revenue of \$19,786,997 is comprised of cash recorded for which the related revenue is not yet earned. At June 30, 2023, \$16,318,604 is unearned capital contributions not yet expended, \$1,006,067 is unexpended student account balances in the Food Services Fund, and the remaining relates to SIF payroll taxes and deductions deposits received in fiscal year 2023.

Annual and Sick Leave - Board employees are granted annual and sick leave at varying rates according to type of employee and years of service. Employees may accumulate annual leave up to a maximum which varies according to type of employee and years of service. Upon termination of employment, an employee is paid a per diem for accumulated annual leave and those with more than 15 years of service are paid a specified daily rate for sick leave which varies according to bargaining unit. Upon retirement, an employee is paid a per diem for accumulated annual leave and a specified daily rate for sick leave which varies according to bargaining unit. The current year's payments of annual and sick leave is included in the appropriate Governmental Fund expenditures. The future year anticipated cost is shown as liabilities in the Government-Wide Statements.

School Construction Debt - The Board is not obligated to repay principal or interest on any debt incurred for school construction. Such bonds and loans are obligations of the County or State government. Accordingly, the Board does not record school construction debt service revenues, expenditures, or outstanding school construction debt in statements prepared in accordance with GAAP.

Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources, and pension expense, information about fiduciary net position of the Maryland State Retirement and Pension System (System) and additions to/deductions from the System's fiduciary net position have been determined on the same basis as they are reported by the System. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Inflows of Resources - A deferred inflow of resources represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until the future period. For government-mandated and voluntary non-exchange transactions, a deferred inflow is reported when resources are received before time requirements are met. The Board reported deferred inflows of financial resources of \$31,344,452 related to pension, and \$1,620,200,698 related to OPEB for the fiscal year 2023 and \$92,708 related to leases.

Restricted Net Position - There are three restrictions on net position of \$19,714,634 at June 30, 2023, including non-spendable inventory for food services in the amount of \$875,012, restricted amounts of balance held in escrow for lease of computer equipment of \$424,426, and \$18,415,196 collected by the Board for the performance of Medicaid eligible services, which must be used for Special Education initiatives. See Note 14 for more details.

Use of Estimates - The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent 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.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Governmental Accounting Standards Board (GASB) Pronouncements

GASB has issued the following Statements which became effective in fiscal year 2023.

- The GASB issued Statement No. 91, *Conduit Debt Obligations* in May 2019. This Statement establishes a single method of reporting conduit debt obligations by issuers to eliminate diversity in practice. The requirements of this Statement are effective for periods beginning after December 15, 2020, as originally established, however GASB Statement No. 95 allows governments to postpone implementation for one year. The Board has decided that this pronouncement is not applicable to AACPS.
- The GASB issued Statement No. 92, *Omnibus 2020* in January 2020. This Statement addresses a variety of topics to enhance comparability in accounting and financial reporting and improve consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The requirements of this Statement are effective for periods beginning after June 15, 2021, as originally established, however GASB Statement No. 95 allows governments to postpone implementation for one year. The Board has decided that this pronouncement is not applicable to AACPS.
- The GASB issued Statement No. 93, *Replacement of Interbank Offered Rates* in March 2020. This Statement will address accounting and financial reporting issues and implications that result from the replacement of an interbank offered rates. The requirements of this Statement are effective for periods beginning after June 15, 2020, June 15, 2021, and December 31, 2021, depending on the paragraph, as originally established, however GASB Statement No. 95 allows governments to postpone implementation for one year. The Board has decided that this pronouncement is not applicable to AACPS.
- The GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements* in March 2020. This Statement addresses issues related to public-private and public-public partnership arrangements (PPPs). The Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). The requirements of this Statement are effective for periods beginning after June 15, 2022. The Board has decided that this pronouncement is not applicable to AACPS.
- The GASB issued Statement No. 96, *Subscription based Information Technology Arrangements, effective for fiscal years beginning after June 15, 2023*. Under GASB 96, governments should recognize a right-to-use (RTU) asset and a corresponding subscription liability when they enter into an SBITA. The RTU asset is an intangible asset that represents the government's right to use the IT assets. The subscription liability is a financial liability that represents the government's obligation to make the subscription payments to the vendor. The Board adopted this pronouncement in the fiscal year 2023.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

GASB Pronouncements applicable to future years

- The GASB issued Statement No. 99, *Omnibus 2022* in April 2022. This Statement was issued to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements and accounting and financial reporting for financial guarantees. The requirements of this Statement are effective immediately upon issuance, for periods beginning after June 15, 2022, and June 15, 2023, depending on the topical area.
- The GASB issued Statement No. 100, *Accounting Changes and Error Corrections* in June 2022. This Statement provides guidance on the accounting and financial reporting requirements for accounting changes and error corrections. The requirements of this Statement are effective for periods beginning after June 15, 2023.
- The GASB issued Statement No. 101, *Compensated Absences* in June 2022. This Statement updates the recognition and measurement guidance for compensated absences by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for periods beginning after December 15, 2023.

NOTE 2 BUDGETARY BASIS OF ACCOUNTING

The accompanying Statement of Revenues, Expenditures, Encumbrances, and Changes in Fund Balance - Budget and Actual - General Fund has been prepared on a budgetary basis of accounting which differs from GAAP. The purpose of the budgetary basis of accounting is to demonstrate compliance with the legal requirements of Anne Arundel County, the State of Maryland, and special Federal and State grant programs. The differences between the two methods are set forth as follows:

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

	Revenue and Other Financing Sources	Expenditures	Fund Balance
Reported on the GAAP Basis of Accounting	\$ 1,548,901,463	\$ 1,541,800,481	\$ 96,622,785
Effect of Grant Revenue:			
Prior Year	(2,053,186)	-	-
Current Year	1,707,883	-	1,707,883
Effect of Encumbrances	-	4,708,273	(40,905,235)
Effect of Encumbrances Corrections	-	-	757
Effect of Inventory	-	931,310	(1,588,663)
Leases	(11,860,972)	(11,860,972)	-
Retirement Costs Paid on Board's behalf by State of Maryland	(62,856,767)	(62,856,767)	-
Health Services and Other Costs Paid on behalf of Anne Arundel County	(29,290,500)	(29,290,500)	-
Smaller Funds not Included in General Fund	(1,018,405)	(2,266,130)	(19,089,690)
Gain in the Liquidation of Prior Year Encumbrances	4,577,340	4,577,340	-
Lease Proceeds Held in Escrow	-	(11,698,627)	(424,426)
Transfers	483,200	483,200	-
Total	<u><u>\$ 1,448,590,056</u></u>	<u><u>\$ 1,434,527,608</u></u>	<u><u>\$ 36,323,411</u></u>

NOTE 3 GENERAL FUND SUPPLEMENTAL APPROPRIATION AND TRANSFERS

For the fiscal year ended June 30, 2023, the Anne Arundel County Council approved supplemental revenues and appropriations totaling \$40,409,543 through Bill No. 4-23 (\$19,032,343) and Bill No. 47-23 (\$21,377,200).

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Revenue Source	<u>Supplemental Revenue Sources</u>	
	From	To
United States Government	\$ -	\$ 20,466,004
State of Maryland	-	3,330,434
Local Resources	-	8,904,105
Restricted Revenue from other sources	-	7,709,000
	<u>\$ -</u>	<u>\$ 40,409,543</u>
Administration	\$ 959,465	\$ -
Mid Level Administration	-	3,225,575
Instructional Salaries	2,165,174	-
Instructional Supplies	-	13,876,436
Instructional - Other	-	3,786,325
Special Education	-	2,006,697
Health Services	-	1,083,900
Pupil Services	-	246,000
Transportation	10,822,458	403,800
Operation of the Plant	-	-
Maintenance of the Plant	-	3,951,760
Fixed Charges	-	11,089,700
Food Services	-	6,166,162
Community Services	-	118,785
Capital Outlay	-	8,401,500
	<u>\$ 13,947,097</u>	<u>\$ 54,356,640</u>

NOTE 4 CASH AND CASH EQUIVALENTS

The Board of Education maintains pooled and various separate cash accounts for its funds. The cash balances of the School Activity Funds are included in the non-major Governmental Funds of the balance sheet. Governmental Funds consist of individual demand accounts maintained by the schools.

Deposits

At June 30, 2023, cash and cash equivalents of the Board totaled \$243,519,839. Of this amount, \$74,391,346 were deposits at various banks. \$168,704,067 was invested in the Maryland Local Government Investment Pool (MLGIP) and \$424,426 was held in a money market account in escrow and held as restricted cash.

The bank balance of deposits was \$76,986,556 that were held in Bank of America accounts and was covered by either Federal depository insurance or by collateral held in the pledging bank's trust department in the Board's name. Statutes authorize secured time deposits in Maryland banks. Statutes require uninsured deposits to be fully collateralized. Therefore, under the reporting requirements of the Governmental Accounting Standards Board (GASB) Statement No. 40, the Board's deposits are not subject to custodial or credit risk at year end. Because of the short-term maturity and type of the investments, there is limited interest rate risk.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Investments

Statutes authorize the Board to invest in obligations of the U.S. Government, federal government agency obligations, and repurchase agreements secured by direct government or agency obligations.

The Board is a participant of the Maryland Local Government Investment Pool (MLGIP), which provides all local government units of the State a relatively safe investment vehicle for the short-term investment of funds. The State Legislature created MLGIP with the passage of Article 95 22G, of the Annotated Code of Maryland and is rated AAA by Standard and Poor's, their highest rating for money market funds. The MLGIP, under the administrative control of the State Treasurer, is managed by a single Baltimore - based financial institution, PNC. The pool is a 2a7 like pool, which is not registered with the Security and Exchange Commission (SEC) but generally operates in a manner consistent with the SEC's rule 2a7 of the Investment Company Act of 1940 (Rule 2a7). Unit value is computed using the amortized cost method and maintains a \$1 per share value. The Board has no unfunded commitments nor significant terms or conditions for redemption.

The Board and HP Financial have entered into a lease financing arrangement whereby the proceeds are held in escrow and restricted for purchases of computer and related equipment. The escrowed funds are held in an account with Deutsche Bank in the US Treasury Cash Reserve Fund, which is rated AAA, by Standard & Poor's. At June 30, 2023, the balance in that account was \$424,426. The fair value of the fund is the same as the value of the shares.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, the Board will not be able to recover all or portion of the value of its investments or collateral securities that are in the possession of the outside party. The Board's investment policy states that all investments must be fully collateralized. As of June 30, 2023, all of Board's investments were registered or insured, were held by the custodian in the Board's name or were invested in MLGIP.

NOTE 5 DUE FROM (TO) OTHER GOVERNMENTS

	<u>Federal</u>	<u>State of Maryland</u>	<u>Anne Arundel County</u>	<u>Total</u>
Amounts Due from Other Governments				
General Fund	\$ 39,846	\$ 44,052,472	\$ 8,127	\$ 44,100,445
Food Services Fund	-	1,489,606	-	1,489,606
Capital Projects Fund	2,756,058	13,131,295	39,571,887	55,459,240
Balance Sheet Total	2,795,904	58,673,373	39,580,014	101,049,291
Governmental Activities	-	-	-	-
Statement of Net Position Total	<u>\$ 2,795,904</u>	<u>\$ 58,673,373</u>	<u>\$ 39,580,014</u>	<u>\$ 101,049,291</u>
Amounts Due to Other Governments				
General Fund	\$ -	\$ 108,032	\$ 3,846	\$ 111,878
Capital Projects Fund	-	-	-	-
Balance Sheet Total	-	108,032	3,846	111,878
Governmental Activities	-	-	2,673,660	2,673,660
Statement of Net Position Total	<u>\$ -</u>	<u>\$ 108,032</u>	<u>\$ 2,677,506</u>	<u>\$ 2,785,538</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

NOTE 6 INTERFUND BALANCES

All payroll and benefit costs generated in the Human Resources/Payroll system are recorded through the General Fund resulting in an interfund receivable. Certain other transactions that result in costs to various funds are paid from one fund resulting in an interfund receivable. All of these transactions are settled on a regular basis. Individual interfund receivables and payables as of June 30, 2023, are as follows:

	<u>General Fund</u>	<u>Food Services Fund</u>	<u>Total</u>
Due from			
Food Services Fund	\$ 1,434,951	\$ -	\$ 1,434,951
	<u>\$ 1,434,951</u>	<u>\$ -</u>	<u>\$ 1,434,951</u>
Due to			
General Fund	\$ -	\$ 1,434,951	\$ 1,434,951
	<u>\$ -</u>	<u>\$ 1,434,951</u>	<u>\$ 1,434,951</u>

The Transfers of \$483,200 from the General Fund to the Food Service Fund were funding from the County for replacing the plastic trays with card board trays.

	<u>General Fund</u>	<u>Food Service Fund</u>	<u>Total</u>
Transfers In	\$ -	\$ 483,200	\$ 483,200
Transfers Out	(483,200)	-	(483,200)
	<u>\$ (483,200)</u>	<u>\$ 483,200</u>	<u>\$ -</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

NOTE 7 CHANGES IN CAPITAL ASSETS

Changes in the various classes of capital assets during the year are as follows:

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Changes in Capital Assets FY2023

	Balance June 30, 2022	Additions	Deletions	Balance June 30, 2023
Capital Assets, Not Being Depreciated				
Land and Site Improvements	\$ 77,320,333	\$ 8,181	\$ -	\$ 77,328,514
Construction In Progress	205,660,904	210,584,724	(17,903,663)	398,341,965
Total Capital Assets, Not Being Depreciated	282,981,237	210,592,905	(17,903,663)	475,670,479
Capital Assets, Being Depreciated				
Buildings and Additions	2,310,413,867	20,646,568	-	2,331,060,435
Intangibles	14,577,681	1,393,733	(5,889,097)	10,082,317
Furniture and Equipment	72,702,331	7,996,038	(2,298,017)	78,400,352
Total Capital Assets, Being Depreciated	2,397,693,879	30,036,339	(8,187,114)	2,419,543,104
Less Accumulated Depreciation for:				
Buildings and Additions	(998,244,331)	(47,765,634)	-	(1,046,009,965)
Intangibles	(9,371,401)	(1,333,434)	4,495,364	(6,209,471)
Furniture and Equipment	(46,728,899)	(5,598,995)	2,221,040	(50,106,854)
Total Accumulated Depreciation	(1,054,344,631)	(54,698,063)	6,716,404	(1,102,326,290)
Total Capital Assets, Being Depreciated, Net	1,343,349,248	(24,661,724)	(1,470,710)	1,317,216,814
Lease Assets				
Lease Assets, Being Amortized	42,650,337	11,476,218	(52,270)	54,074,285
Total Lease Assets, Being Amortized	42,650,337	11,476,218	(52,270)	54,074,285
Less Accumulated Amortization for:				
Lease Assets	(10,476,698)	(14,080,028)	11,596	(24,545,130)
Total Accumulated Amortization	(10,476,698)	(14,080,028)	11,596	(24,545,130)
Lease Assets, Being Amortized, Net	32,173,639	(2,603,810)	(40,674)	29,529,155
Subscription- Based Information Based Technology Arrangements (SBITA)				
Subscription Assets, Being Amortized	-	1,522,694	-	1,522,694
Total Subscription Assets, Being Amortized	-	1,522,694	-	1,522,694
Less Accumulated Amortization for:				
Subscription Assets	-	(478,542)	-	(478,542)
Total Accumulated Amortization	-	(478,542)	-	(478,542)
Subscription Assets, Being Amortized, Net	-	1,044,152	-	1,044,152
Total Capital, Lease, SBITA Assets, Less Accumulated Amortization and Depreciation	\$ 1,658,504,124	\$ 184,371,523	\$ (19,415,047)	\$ 1,823,460,600

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Depreciation and Amortization expense charge to functions/categories as follows

Administration	\$ 1,291,417
Pupil services	195,190
Mid-Level Administration	1,427,221
Other Instructional Costs	8,379,481
Special Education	2,264,847
Pupil Transportation	1,030,664
Operation of Plant	1,638,038
Maintenance of Plant	51,659,310
Food Services	28,758
Textbooks and Instructional supplies	1,341,708
Total Depreciation and Amortization Expense	<u>\$ 69,256,633</u>

The following table provides the active projects that comprise total Construction in Progress at June 30, 2023.

Active School Construction Projects
June 30, 2023

<u>School</u>	<u>Spent to Date</u> <u>6/30/2023</u>	<u>Remaining</u> <u>Commitment</u>
Hillsmere Elementary	\$ 32,297,246	\$ 2,923,470
Quarterfield Elementary	33,350,972	5,292,908
Rippling Woods Elementary	38,342,784	6,829,100
West County Elementary	22,182,767	14,509,097
Meade High School	80,957,481	31,275,683
Old Mill West High School	97,338,637	35,416,568
Old Mill Middle South	40,845,127	6,886,396
CAT North	3,251,797	1,273,138
Athletic Stadium Upgrades	4,687,788	3,995,229
Maintenance/ Backlog	1,602,233	3,179,481
Renovation of Building Systems	32,217,068	18,430,426
Roof Replacements	2,765,034	1,089,871
Security Upgrades	683,415	3,377,150
Pre-K/K Additions	7,819,616	4,751,946
	<u>\$ 398,341,965</u>	<u>\$ 139,230,463</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

NOTE 8 INTERNAL SERVICE FUND

The Board established an Internal Service Fund effective July 1, 2002, to account for employee's medical, dental, vision, disability, and life insurance. The cost of these programs is funded by employee and retiree premium payments and a Board contribution. The unpaid claims amount represents incurred but not reported (IBNR) claims. The Board's objective is to retain approximately two months of claims expenses in net position. Changes in the balances of claims liability during the past two years are shown below.

	Year Ended	
	June 30, 2023	June 30, 2022
Unpaid Claims, Beginning of Year	\$ 12,972,000	\$ 10,824,000
Incurred Claims (Including IBNR)	218,577,095	194,496,732
Claim Payments	(221,415,095)	(196,644,732)
Unpaid Claims, End of Year	<u>\$ 15,810,000</u>	<u>\$ 12,972,000</u>

NOTE 9 NONCURRENT LIABILITIES

The following is a summary of the changes in noncurrent liabilities during the fiscal year:

	Non Current Liabilities				
	6/30/2022	Additions	Deductions	6/30/2023	Due within one year
Leases	\$ 26,354,445	\$ 10,933,971	\$ (16,139,867)	\$ 21,148,549	\$ 12,244,074
SBITA	-	1,522,694	(643,411)	879,283	654,849
Compensated Absences	46,744,430	28,254,337	(27,524,831)	47,473,936	22,230,163
*Net OPEB Liability	2,234,317,354	-	(1,109,129,065)	1,125,188,289	-
*Net Pension Liability	59,724,128	20,178,301	-	79,902,429	-
Total NonCurrent Liabilities	<u>\$ 2,367,140,357</u>	<u>\$ 60,889,303</u>	<u>\$ (1,153,437,174)</u>	<u>\$ 1,274,592,486</u>	<u>\$ 35,129,086</u>

*Additions and deductions are presented as net.

Compensated absences are funded with annual appropriations in the General Fund. Payments for health care (OPEB liability) are paid through the Self-Insurance Fund, except when paid directly by grants. Net pension liability indicates the Board portion of the Maryland State Pension liability.

NOTE 10 LEASE LIABILITIES

Board as a Lessee

The Board leases facilities and equipment (computers and copiers) under agreements reported as leases. Most were for copiers and computer equipment. Lease liability is measured at the present value of future lease payments expected to be made during the lease term, which represent the obligations of the lease under the lease contract. Lease terms extend through the year ending June 30, 2026.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Future Minimum Lease Payments

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 12,244,074	\$ 1,081,550	\$ 13,325,624
2025	5,907,934	500,076	6,408,010
2026	2,655,929	197,774	2,853,703
2027	340,612	40,108	380,720
	<u>\$ 21,148,549</u>	<u>\$ 1,819,508</u>	<u>\$ 22,968,057</u>

Board as a Lessor

AACPS Leases school grounds for erecting cell phone towers. The Lease period is generally five years.

The Board has Cell Phone Tower Leases where the payment is a fixed amount. AACPS has only one lease belonging to this category. The current lease payment is \$ 3,310 per month with a 3% yearly escalation clause. The deferred inflow of resources for this lease for FY 2023 is \$92,708 and a receivable balance of \$98,116.

NOTE 11 Subscription Based Information Technology Arrangements (SBITA)

The Board implemented GASB 96, for the fiscal year 2023.

The Board uses software as a service under agreements reported as SBITA's. SBITA liability is measured at the present value of future service payments expected to be made during the service term, which represent the obligations of the service under the service contract. Service terms extend through the year ending June 30, 2026.

Future Minimum SBITA Payments

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 654,849	\$ 21,497	\$ 676,346
2025	110,926	5,210	116,136
2026	113,508	2,627	116,135
	<u>\$ 879,283</u>	<u>\$ 29,334</u>	<u>\$ 908,617</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

NOTE 12 POST EMPLOYMENT HEALTHCARE PLAN

General Information about the OPEB Plan

Plan description

The Board provides medical, prescription drug, vision, and dental insurance benefits to retirees and their dependents with a Single-Employer Defined Benefit OPEB Plan (the Plan). An employee of the Board who is eligible to receive retirement annuity benefits from the State Retirement Agency and a member of the Board's group medical insurance plan may elect to continue membership in the Board's group medical, dental and vision plans after retirement. The portion of the premium not funded by the Board must be deducted from the annuity which the member receives from the retirement agency. If the annuity is not sufficient to pay the premium, the retiree will be ineligible for the Board's benefits.

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

Benefits provided

The Board pays a portion of the cost of medical, prescription drug, and dental benefits for eligible retirees, disabled retirees, and their spouses and dependents. Retirees pay the full cost for vision benefits and retirees hired after September 15, 2002, also pay the full cost for dental benefits. The Board maintains separate healthcare plans for active employees and retirees. The retiree plan is rated separately based on claims experience of the retiree group.

Employees covered by benefit terms

At June 30, 2022, the plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefit payments	5,616
Inactive employees entitled to but not yet received benefit payments	-
Active employees	<u>10,994</u>
Total Participants	<u>16,610</u>

Total OPEB Liability

The Board's total OPEB liability of \$1,125,188,289 was based on measurement date of June 30, 2022 and was determined by an actuarial valuation as of that date.

The decrease in Boards liability from \$2,234,317,354 for fiscal year 2022 to \$1,125,188,289 fiscal year 2023 is attributed to the following factors that contributed to the reduction in the FYE Total OPEB Liability (TOL) by \$1,109,129,065:

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements June 30, 2023

- Lower than expected premium-equivalent rates, specifically for post-Medicare retirees, helped reduce costs. The average medical/Rx and dental per capita claims costs were developed from January 1, 2023, self-funded composite premium-equivalent rates for pre-Medicare retirees and separately for post-Medicare retirees offset for expected EGWP subsidies of the respective sponsored plans, as provided by AACPS. To a lesser extent, the overall distribution of post-Medicare enrollees has also changed over time with more recent months having a higher percentage of enrollment in the HMO and Triple Option plans and a lower percentage of enrollment in the Medi-Comp plan. On a per capita basis, the Medi-Comp plan has had higher claims versus the other two plans.
- There has been an increase in the EGWP subsidy compared to the prior valuation. Looking back over the last few years, specifically at post-Medicare projections, prescription drug rebates have improved significantly over time. There was an increased gain in prescription drug benefits not only because gross costs went down by 11.7% over two years, but also the EGWP offsets went up 24.2%.
- Since we assess claims costs on a biennial basis, the impact in savings appears larger over a two-year period than if claims costs were assessed annually. If an annual valuation had been performed, any presumable swings from a two-year claims costs analysis would be lesser year-to-year since only half of the costs would be assessed.

Actuarial assumptions and other inputs

The total OPEB liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. There have been no method changes in financial accounting valuation since the prior year.

Discount rate	3.54 percent
Healthcare cost trend rates	7.32 percent composite rate for pre 65 and 7.72 percent composite rate for post 65, decreasing to an ultimate rate of 4.50 percent and 4.50 percent for 2032 and later years.
Retirees' share of benefit-related costs	25 percent of projected health insurance premiums for retirees.

The discount rate was based on Bonds Buyer GO 20-Bond Municipal Bond Index. As of June 30, 2022, the yield associated with BBGO 20 was 3.54%.

Mortality rates were updated from Pub-2010, "Teachers" Classification, Mortality table using Projection scale MP-2020 to Pub-2010. "Teachers" Classification, Mortality Table using projection scale MP-2021 reflects more recent experience.

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2015 - June 30, 2018.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Changes in the Total OPEB Liability

Balance at 6/30/2022	\$2,234,317,354
Changes for the year:	
Service cost	110,426,711
Interest	50,049,118
Differences between expected and actual experience	19,683,704
Changes in assumptions	(1,233,680,969)
Benefit payments	(55,607,629)
Net changes	(1,109,129,065)
Balance at 6/30/2023	\$1,125,188,289

Changes of assumptions reflect a change in the discount rate from 2.16 percent for the fiscal year ended June 30, 2022 to 3.54 percent for the fiscal year ended June 30, 2023.

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the Board, as well as what the Board's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.54 percent) or 1-percentage-point higher (4.54 percent) than the current discount rate:

Discount Rate Sensitivity	1% Decrease (2.54%)	Current Rate (3.54%)	1% Increase (4.54%)
Total OPEB Liability	\$1,319,853,145	\$1,125,188,289	\$969,897,974

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

The following presents the total OPEB liability of the Board, as well as what the Board's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Health Care Cost Rate Sensitivity	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability	\$944,749,286	\$1,125,188,289	\$1,361,438,434

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

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

For the year ended June 30, 2023, the Board recognized OPEB expense of \$72,657,000. At June 30, 2023, the Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

OPEB Inflows and Outflows

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Difference between Actual and Expected Experience	\$ 101,681,606	\$ -
Assumption Changes	114,408,313	1,620,200,698
Amount paid for benefits subsequent to measurement date	33,768,236	-
Total	<u><u>\$ 249,858,155</u></u>	<u><u>\$ 1,620,200,698</u></u>

The amount \$33,768,236, reported as deferred outflows of resources related to OPEB liability from the amount paid for benefits subsequent to the measurement date, will be recognized as a reduction in total OPEB liability in the year ended June 30, 2024.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year end June 30

2024	\$ (216,192,388)
2025	\$ (216,192,388)
2026	\$ (216,192,388)
2027	\$ (216,192,388)
2028	\$ (182,284,135)
Thereafter	(357,057,092)

NOTE 13 PENSION PLANS

General Information about the Plan

Plan description.

The employees of the Board are covered by the Maryland State Retirement and Pension System (the System), which is a cost sharing employer public employee retirement system. While there are five retirement and pension systems under the System, employees of the Board are a member of either the Teachers' Retirement and Pension Systems or the Employees' Retirement and Pension Systems. The System was established by the State Personnel and Pensions Article of the Annotated Code of Maryland to provide retirement allowances and other benefits to State employees, teachers, police, judges, legislators, and employees of participating governmental units. The Plans are administered by the State Retirement Agency. Responsibility for the System's administration and operation is vested in a 15-member Board of Trustees. The System issues a publicly available financial report that can be obtained at <https://sra.maryland.gov/>.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements June 30, 2023

Benefits provided.

The System provides retirement allowances and other benefits to State teachers and employees of participating governmental units, among others. For individuals who become members of the Teachers' Retirement and Pension Systems and the Employees' Retirement and Pension Systems on or before June 30, 2011, retirement/pension allowances are computed using both the highest three years Average Final Compensation (AFC) and the actual number of years of accumulated creditable service. For individuals who become members of the Teachers' Pension System and Employees' Pension System on or after July 1, 2011, pension allowances are computed using both the highest five years AFC and the actual number of years of accumulated creditable service. Various retirement options are available under each system which ultimately determines how a retiree's benefits allowance will be computed. Some of these options require actuarial reductions based on the retiree's and/or designated beneficiary's attained age and similar actuarial factors.

A member of either the Teachers' or Employees' Retirement System is generally eligible for full retirement benefits upon the earlier of attaining age 60 or accumulating 30 years of creditable service regardless of age. The annual retirement allowance equals $1/55$ (1.81%) of the member's average final compensation (AFC) multiplied by the number of years of accumulated creditable service.

A member of either the Teachers' or Employees' Pension System on or before June 30, 2011 is eligible for full retirement benefits upon the earlier of attaining age 62, with specified years of eligibility service, or accumulating 30 years of eligibility service regardless of age. An individual who becomes a member of either the Teachers' or Employees' Pension System on or after July 1, 2011, is eligible for full retirement benefits if the members' combined age and eligibility service equals at least 90 years or if the member is at least age 65 and has accrued at least 10 years of eligibility service.

For most individuals who retired from either the Teachers' or Employees' Pension System on or before June 30, 2006, the annual pension allowance equals 1.2% of the members AFC, multiplied by the number of years of credible service accumulated prior to July 1, 1998, plus 1.4% of the members AFC, multiplied by the number of years of credible service accumulated subsequent to June 30, 1998. With certain exceptions, for individuals who are members of the Teachers' or Employees' Pension System on or after July 1, 2006, the annual pension allowance equals 1.2% of the member's AFC, multiplied by the number of years of credible service accumulated prior to July 1, 1998, plus 1.8% of the members AFC, multiplied by the number of years of credible service accumulated subsequent to June 30, 1998. Beginning in July 1, 2011, any new member of the Teachers' or Employees' Pension System shall earn an annual pension allowance equal to 1.5% of the member's AFC multiplied by the number of years of creditable service accumulated as a member of the Teachers' or Employees' Pension System.

Contributions.

The Board and covered members are required by State statute to contribute to the System. Members of the Teachers' Pension System and Employees' Pension System are required to contribute 7% annually. Members of the Teachers' Retirement System and Employees' Retirement System are required to contribute 5-7 % annually, depending on the retirement option selected. The contribution requirements of the System members, as well as the State and participating governmental employers are established and may be amended by the Board of Trustees for the System.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Beginning in FY2017, the Board pays the normal cost for their teachers in the Teachers Retirement and Pension System while the State contributes on behalf of the Board, the unfunded liability portion of the Board's annual required contribution to the Teachers Retirement and Pension System, which for the year ended June 30, 2023 was \$32,443,555. The State's contributions on behalf of the Board for the year ended June 30, 2023, was \$62,856,767. The fiscal 2023 contribution made by the State on behalf of the Board have been included as both revenues and expenditures in the general fund in the accompanying Statement of Revenues, Expenditures and Changes in Fund Balances and are also included as revenues and expenses in the Statement of Activities.

The Board's contractually required contribution rate for the Employees' Retirement and Pension Systems for the year ended June 30, 2023, was 6.75% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Board made its share of the required contributions during the year ended June 30, 2023, of \$9,927,245.

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

Employees Retirement and Pension Systems

At June 30, 2023, the Board reported a liability of \$79,902,429 for its proportionate share of the net pension liability of the System. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Board's proportion of the net pension liability was based on actual employer contributions billed to participating government units for the year ending June 30, 2022. The contributions were increased to adjust for differences between actuarial determined contributions and actual contributions by the State of Maryland. As of June 30, 2022, the Board's proportionate share was 0.3993418%, which is an increase of 0.0012421% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the Board recognized pension expense of \$9,690,635. At June 30, 2023, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 5,534,679
Changes in assumptions	8,861,225	628,115
Change in proportion	12,974,033	521,689
Net Difference between projected and actual earnings on pension plan investments	23,901,847	24,658,786
Change in proportionate share of contributions	-	1,183
Board Contribution subsequent to measurement date	9,927,245	-
	<u>\$ 55,664,350</u>	<u>\$ 31,344,452</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements June 30, 2023

\$ 9,927,245 reported as deferred outflows of resources related to pensions resulting from Board contributions after the measurement date will be recognized as a reduction in net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2024	\$3,781,057
2025	2,984,119
2026	1,141,669
2027	6,801,369
2028	(315,562)
Thereafter	-

Teachers Retirement and Pension Systems

At June 30, 2023, the Board did not report a liability related to the Teachers' Retirement and Pension Systems due to a special funding situation. The State of Maryland pays the unfunded liability for the Board and the Board pays the normal cost related to the Boards members in the Teachers Retirement and Pension Systems; therefore, the Board is not required to record its share of the unfunded pension liability but instead, that liability is recorded by the State of Maryland. The amount recognized by the Board as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the Board were as follows:

State's proportionate share of net pension liability associated with Board employees	\$ 591,024,169
Board's proportionate share of pension liability	-
	<u>\$ 591,024,169</u>

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

For the year ended June 30, 2023, the Board recognized pension expense of \$95,300,322 and revenue of \$62,856,767 in the General Fund for support provided by the State. In the Statement of Activities, the Board recognized pension expense of \$116,970,228 and revenue of \$84,526,673 for support provided by the State. Due to the special funding situation noted above related to the Teachers Retirement and Pension Systems, the Board did not report deferred outflows of resources and deferred inflows of resources related to the Teachers Retirement and Pension Systems.

Actuarial assumptions.

The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25% general, 2.75% wage.
Salary increases	2.75% to 11.25%
Investment rate of return	6.80%

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Mortality rates were based on Pub-2010 Mortality Tables with projected generational mortality improvements based on the MP-2018 fully generational mortality improvement scale.

The economic and demographic actuarial assumptions used in the June 30, 2022, valuation were adopted by the System's Board of Trustees based upon review of the System's experience study for the period 2014-2018, after completion of the June 30, 2018 valuations. Assumptions from the experience study including investment return, inflation, COLA increases, mortality rates, retirement rates, withdrawal rates, disability rates and rates of salary increase were adopted by the Board for the first use in the actuarial valuation as of June 30, 2019. As a result, an investment return assumption of 6.80% and an inflation assumption of 2.25% were used in the June 30, 2022, valuation.

The long term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-range expected rate of return by weighing the expected future real rates by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return were adopted by the Board after considering input from the System's investment consultant(s) and actuary(s). For each major asset class that is included in the System's target asset allocation, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Public Equity	34%	6.00%
Private Equity	16%	8.40%
Rate Sensitive	21%	1.20%
Credit Opportunity	8%	4.90%
Real Assets	15%	5.20%
Absolute Return	6%	3.50%
Total	100%	

The above was the System's Board of Trustees adopted asset allocation policy and best estimate of geometric real rates for each major asset class as of June 30, 2022.

For the year ended June 30, 2022, the annual money-weighted rate of return on pension plan investments, net of the pension plan expense was -2.97%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount rate. The single discount rate used to measure the total pension liability was 6.80%. This single discount rate was based on the expected rate of return on pension plan investments of 6.80%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plans fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

Sensitivity of the Net Pension Liability

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the Board's net pension liability, calculated using a single discount rate of 6.80%, as well as what the Board's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher for the Employees Retirement and Pension Systems:

	1% Decrease (5.80%)	Current Discount Rate (6.80%)	1% Increase (7.80%)
Board's proportionate share of the net pension liability	\$122,595,752	\$79,902,429	\$44,476,869

Due to the special funding situation noted above related to the Teachers Retirement and Pension Systems, the Board did not record a net pension liability related to the Teachers Retirement and Pension Systems.

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued System's financial report.

NOTE 14 COMMITMENTS AND CONTINGENCIES

In the normal course of operations, the Board is subject to lawsuits and claims. In the opinion of management, the disposition of such lawsuits and claims will not have a material effect on the Board's financial position or changes in financial position.

Capital Project and Food Services Encumbrances - The Capital Projects Fund had outstanding commitments (encumbrances) in the amount of \$146,890,002 as of June 30, 2023. However, revenues provided by the State and County needed to liquidate encumbrances outstanding are not received until invoices for goods and services are rendered.

Grant Expenditures - Most grants specify the types of expenditures, for which the grant funds may be used, and the reporting and record keeping with which the Board must comply. The expenditure made by the Board under some of these grants are subject to audits by Federal or State agencies. In the opinion of management, adjustments for unallowable costs, if any, resulting from future audits will not have a material effect on the accompanying financial statements.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

NOTE 15 FUND BALANCES

The fund balances presented on the Governmental Funds Balance Sheet are comprised of the following:

	<u>General Fund</u>	<u>Food Services Fund</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund Balances					
Nonspendable for:					
Inventory	\$ 1,588,663	\$ 875,012	\$ -	\$ 155,976	\$ 2,619,651
Total Nonspendable	<u>1,588,663</u>	<u>875,012</u>	<u>-</u>	<u>155,976</u>	<u>2,619,651</u>
Restricted for:					
Lease Equipment	424,426	-	-	-	424,426
Special Education	18,415,196	-	-	-	18,415,196
Total Restricted	<u>18,839,622</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,839,622</u>
Committed for:					
Capital projects	-	-	858,918	-	858,918
Athletics Programs	-	-	-	1,302,763	1,302,763
Special Revenue Funds	-	-	-	11,044,272	11,044,272
Food Services	-	23,730,642	-	-	23,730,642
Total Committed	<u>-</u>	<u>23,730,642</u>	<u>858,918</u>	<u>12,347,035</u>	<u>36,936,595</u>
Assigned to:					
Subsequent Year's Budget	15,000,000	-	-	-	15,000,000
Health care	5,000,000	-	-	-	5,000,000
Science of Reading	5,000,000	-	-	-	5,000,000
Enterprise Resource Planning(ERP) upgrade	5,000,000	-	-	-	5,000,000
Old Mill West High School	2,000,000	-	-	-	2,000,000
West County Elementary School	500,000	-	-	-	500,000
Per Pupil Funding from Community Schools	244,166	-	-	-	244,166
Personnel Funding for Community Schools	122,683	-	-	-	122,683
Middle School Athletics	100,000	-	-	-	100,000
Food Service Lunch Debt	100,000	-	-	-	100,000
Sub total	<u>33,066,849</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,066,849</u>
Encumbrances:					
Administration	1,501,001	-	-	-	1,501,001
Mid-Level Administration	927,879	-	-	-	927,879
Textbooks and Instructional Supplies	14,683,105	-	-	-	14,683,105
Other Instructional Costs	3,747,441	-	-	-	3,747,441
Special Education	738,601	-	-	-	738,601
Pupil Services	36,246	-	-	-	36,246
Student Health	7,588	-	-	-	7,588
Pupil Transportation	1,574,491	-	-	-	1,574,491
Operation of Plant	2,751,981	-	-	-	2,751,981
Maintenance of Plant	6,630,089	-	-	-	6,630,089
Fixed Charges	196,850	-	-	-	196,850
Community Services	14,358	-	-	-	14,358
Capital Outlay	8,095,245	-	-	-	8,095,245
Total Encumbrances	<u>40,904,875</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,904,875</u>
Total Assigned	<u>73,971,724</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>73,971,724</u>
Unassigned:	2,222,776	-	-	-	2,222,776
Total Fund Balance	<u><u>\$ 96,622,785</u></u>	<u><u>\$ 24,605,654</u></u>	<u><u>\$ 858,918</u></u>	<u><u>\$ 12,503,011</u></u>	<u><u>\$ 134,590,368</u></u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2023

NOTE 16 SPECIAL GRANT PROGRAM REVENUE

Certain programs serving specific needs and purposes of the school system and the welfare of the students are funded by restricted Federal and State grants. The total fiscal year 2023 expenditures and encumbrances (budget basis) for grants was \$120,720,067. The increase of \$15,271,895 from the prior fiscal year was primarily due to ESSER/CARES funds from the Coronavirus Stimulus Funds in fiscal year 2023.

NOTE 17 RISK MANAGEMENT

Vehicle, professional and general liability, and workers' compensation coverage is provided through the County's self-insurance fund. The Board's contribution to this fund is actuarially determined based on the Board's claims experience and is charged annually to the Fixed Charges category of the General Fund. Anne Arundel County maintains the self-insurance fund and is responsible for the adjustment, defense, and payment of all claims along with a provision calculating the Board's incurred but not reported (IBNR) claims.

Commercial insurance is provided through the County's Consolidated Commercial Insurance Program. Insurance is purchased to provide coverage to the Board for property, equipment breakdown, employee dishonesty, contract school bus liability, public official bonds, and accident insurance. The Board is charged for its share of the insurance premiums, either through a one-time charge or bi-monthly installments, to the Operation of Plant, Transportation and Fixed Charges categories.

Commercial and Self Insurance Costs for Fiscal Year 2023

<u>Coverage</u>	<u>Boards' Share of the Cost</u>	<u>General Fund Category</u>
County Self Insurance		
County Miscellaneous Insurance	\$ 104,768	Fixed Charges
County Purchased Policies		
Real Property and Builders Risk	1,564,505	Operation of Plant
Boiler and Miscellaneous	58,181	Fixed Charges
Private Bus Contractors	1,164,186	Transportation
Sub Total	<u>\$ 2,891,640</u>	
Board Purchased Policies		
Catastrophic Student Accident Insurance	27,923	Fixed Charges
Student Accident Insurance - Ensure Sports Eligibility	398	Fixed Charges
Sub Total	<u>28,321</u>	
Total	<u><u>\$ 2,919,961</u></u>	

There has been no significant reduction in insurance coverage or any settled claims that have exceeded the amount of coverage in any past three years. The Board's share of County's Self-Insurance Fund deficit at June 30, 2023, is \$2,673,660.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY
Required Supplementary Information
Schedule of Changes in Board's Total OPEB Liability and Related Ratios

Total OPEB	2023	2022	2021	2020	2019	2018
Service cost	\$110,426,711	\$101,987,021	\$78,123,544	\$79,273,776	\$ 90,574,718	\$ 112,409,515
Interest liability	50,049,118	47,322,704	67,135,824	78,155,099	81,487,181	72,182,181
Difference between expected and actual experience	19,693,704	10,616,122	10,511,857	6,976,998	129,055,465	-
Changes of assumptions	(1,233,680,969)	60,841,931	100,211,219	(221,339,672)	(500,668,797)	(371,516,536)
Benefit payments	(55,607,629)	(51,244,471)	(51,092,146)	(46,360,489)	(45,309,671)	(50,276,000)
Net changes in total OPEB liability	(1,109,119,065)	169,523,307	204,890,298	(103,294,288)	(244,861,104)	(237,200,840)
Total OPEB liability – beginning	2,234,317,354	2,064,794,047	1,859,903,749	1,963,198,037	\$2,208,059,141	2,445,259,981
Total OPEB liability – ending	<u>\$1,125,198,289</u>	<u>\$2,234,317,354</u>	<u>\$2,064,794,047</u>	<u>\$1,859,903,749</u>	<u>\$1,963,198,037</u>	<u>\$2,208,059,141</u>
Covered employee payroll	\$771,066,096	\$730,868,337	\$701,002,184	\$685,661,721	\$626,126,863	605,419,002
Total OPEB liability as a percentage of covered payroll	146%	306%	295%	271%	314%	365%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for OPEB Plan.

**SCHEDULE OF THE BOARD'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
MARYLAND STATE RETIREMENT AND PENSION SYSTEM**

Employees' Retirement and Pension System:

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Board's proportion of the net pension liability	0.399341800%	0.398099700%	0.339417300%	0.311475000%	0.297737800%	0.269319100%	0.286311000%	0.298640200%	0.257960800%
Board's proportionate share of the net pension liability	\$ 79,902,429	\$ 59,724,128	\$ 76,712,926	\$ 64,243,619	\$ 62,470,154	\$ 58,236,759	\$ 67,552,295	\$ 62,062,555	\$ 45,779,604
Board's covered employee payroll	\$ 92,122,030	\$ 87,807,719	\$ 91,499,296	\$ 82,370,487	\$ 79,887,644	\$ 78,010,768	\$ 76,401,809	\$ 73,385,781	\$ 71,944,717
Board's proportionate share of the net pension liability as a percentage of its covered payroll	86.74%	68.02%	83.84%	77.99%	78.20%	74.65%	88.42%	84.57%	63.63%
Plan fiduciary net position as a percentage of the total pension liability	71.75%	76.76%	66.29%	67.98%	68.36%	66.71%	62.97%	66.26%	69.53%

Teacher's Retirement and Pension System:

Board's proportion of the net pension liability	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Board's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability of the Board	591,024,169	428,377,503	670,744,581	623,686,689	651,399,136	691,787,947	759,433,052	783,631,237	599,615,798
Total	\$ 591,024,169	\$ 428,377,503	\$ 670,744,581	\$ 623,686,689	\$ 651,399,136	\$ 691,787,947	\$ 759,433,052	\$ 783,631,237	\$ 599,615,798
Board's covered employee payroll	\$ 638,746,307	\$ 613,194,465	\$ 594,162,425	\$ 543,756,376	\$ 525,531,358	\$ 518,142,026	\$ 508,393,899	\$ 502,898,224	\$ 487,075,668
Board's proportionate share of the net pension liability as a percentage of its covered payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%
Plan fiduciary net position as a percentage of the total pension liability	79.47%	85.40%	73.84%	75.43%	73.35%	71.41%	67.95%	70.76%	69.53%

SCHEDULE OF BOARD CONTRIBUTIONS
MARYLAND STATE RETIREMENT AND PENSION SYSTEM
Last Ten Fiscal Years

Employees' Retirement and Pension System

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 9,927,245	\$ 9,114,191	\$ 8,772,222	\$ 7,277,321	\$ 6,396,136	\$ 5,937,118	\$ 5,484,667	\$ 5,577,576	\$ 6,294,530	\$ 6,011,417
Contributions in relation to the contractually required contribution	(9,927,245)	(9,114,191)	(8,772,222)	(7,277,321)	(6,396,136)	(5,937,118)	(5,484,667)	(5,577,576)	(6,294,530)	(6,011,417)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Board's covered payroll	\$ 102,241,096	\$ 92,122,030	\$ 87,807,719	\$ 91,499,296	\$ 82,370,487	\$ 79,887,644	\$ 78,010,768	\$ 76,401,809	\$ 73,385,781	\$ 71,944,717
Contributions as a percentage of covered payroll	9.71%	9.89%	9.99%	7.95%	7.77%	7.43%	7.03%	7.30%	8.58%	8.36%

Teachers Retirement and Pension System

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 32,443,555	\$ 25,713,345	\$ 23,980,202	\$ 23,665,760	\$ 23,665,760	\$ 23,850,572	\$ 22,079,472	\$ 21,428,296	\$ 18,637,716	\$ 14,568,567
Contributions in relation to the contractually required contribution	(32,443,555)	(25,713,345)	(23,980,202)	(23,665,760)	(23,665,760)	(23,850,572)	(22,079,472)	(21,428,296)	(18,637,716)	(14,568,567)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Board's covered payroll	\$ 686,412,193	\$ 638,746,307	\$ 613,194,465	\$ 594,162,425	\$ 543,756,376	\$ 525,531,358	\$ 518,142,026	\$ 508,393,899	\$ 502,898,224	\$ 487,075,668
Contributions as a percentage of covered payroll	4.73%	4.03%	3.91%	3.98%	4.35%	4.54%	4.26%	4.21%	3.71%	2.99%

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the required supplementary information

Post Employment Health Care

NOTE 1 - CHANGES IN BENEFIT TERMS

There were no benefit changes during the years 2020 through 2022

NOTE 2 -CHANGES IN ASSUMPTIONS

Discount rates changes as follows

- 6/30/2022 3.54%
- 6/30/2021 2.16%
- 6/30/2020 2.21%

Other Assumption Changes

- The claims costs assumption was updated to reflect more recent experience.
- The trend rates assumption was updated to reflect more recent experience.
- The marriage assumption was updated from 70% to 45% based on more recent demographic analysis conducted by Aon and confirmed by Anne Arundel County Public Schools.

State of Maryland Retirement and Pension System

NOTE 1 - CHANGES IN BENEFIT TERMS

There were no benefit changes during the years 2020 through 2022

NOTE 2 - CHANGES IN ASSUMPTIONS

Inflation assumptions changed as follows

- 6/30/2022 2.25%
- 6/30/2021 2.25%
- 6/30/2020 2.60%

Investment return assumption changed as follows

- 6/30/2022 3.54%
- 6/30/2021 2.16%
- 6/30/2020 2.21%

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

SUPPLEMENTAL INFORMATION

COMBINING FUND STATEMENTS AND SCHEDULES

The purpose of Combining Fund Statements is to provide a "link" between the fund financial statements and the non-major funds. Description of the nature and purpose of each non-major special revenue fund is show below:

Special Revenue Funds - These funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Athletic Gate Receipts – This fund is used to account for the expenditure of the Board’s share of gate receipts from High School athletic events.

Center of Applied Technology-North (CAT-North) Student Baking – This fund is used to account for the purchase of baked goods by Maryland Live Casino to support the development of student lab competencies in the Baking and Pastry Program at CAT North.

Summer Camps and Environmental Education – This fund is used to account for the amounts and activities related to various self-supporting summer camps as well as Arlington Echo’s Environmental Education programs.

Maryland Hall Café – This fund is used to account for funds related to the operation of the Maryland Hall Café by AACPS students.

School Activity Fund – This fund is used to account for the financial activities of school programs.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Combining Balance Sheet

Non-Major Governmental Funds - Special Revenue Funds

June 30, 2023

	Athletic Gate Receipts	CAT North Students Baking	Maryland Hall Café	Summer Camps & Environmental Education	School Activity	Total Special Revenue Funds
Assets:						
Cash and Investment	\$ 1,328,300	\$ 7,432	\$ 44,084	\$ 835,503	\$ 10,446,657	\$ 12,661,976
Accounts Receivable	-	-	-	-	237,919	237,919
Inventory	-	-	-	-	155,976	155,976
Total Assets	<u>\$ 1,328,300</u>	<u>\$ 7,432</u>	<u>\$ 44,084</u>	<u>\$ 835,503</u>	<u>\$ 10,840,552</u>	<u>\$ 13,055,871</u>
Liabilities:						
Accounts Payable	25,537	-	-	19,632	507,691	552,860
Total Liabilities	<u>\$ 25,537</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,632</u>	<u>\$ 507,691</u>	<u>\$ 552,860</u>
Fund Balance:						
Non spendable	-	-	-	-	155,976	155,976
Restricted	-	-	-	-	-	-
Committed	1,302,763	7,432	44,084	815,871	10,176,885	12,347,035
Total Fund Balance	<u>1,302,763</u>	<u>7,432</u>	<u>44,084</u>	<u>815,871</u>	<u>10,332,861</u>	<u>12,503,011</u>
Total Liabilities and Fund Balance	<u>\$ 1,328,300</u>	<u>\$ 7,432</u>	<u>\$ 44,084</u>	<u>\$ 835,503</u>	<u>\$ 10,840,552</u>	<u>\$ 13,055,871</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Non-Major Governmental Funds - Special Revenue Funds
For the Fiscal Year Ended June 30, 2023

	Athletic Gate Receipts	CAT North Students Baking	Maryland Hall Café	Summer Camps & Environmental Education	School Activity	Total Special Revenue Funds
Revenues:						
Gate Receipts	\$ 697,782	\$ -	\$ -	\$ -	\$ -	\$ 697,782
Student Payments	-	-	-	164,780	-	164,780
Student Activity Fees	-	-	-	-	11,528,312	11,528,312
Miscellaneous	-	-	33,626	-	-	33,626
Total Revenues	<u>697,782</u>	<u>-</u>	<u>33,626</u>	<u>164,780</u>	<u>11,528,312</u>	<u>12,424,500</u>
Expenditures:						
Administration	-	-	28,886	45	-	28,931
Mid-Level Administration	-	-	-	2,552	-	2,552
Instructional Salaries and Wages	249,832	-	-	26,345	-	276,177
Textbooks and Instructional Supplies	921,987	-	-	83,970	-	1,005,957
Other Instructional Costs	6,562	-	-	24,171	-	30,733
Student Activities	-	-	-	24,536	11,007,152	11,031,688
Operation of Plant	-	-	-	3,128	-	3,128
Fixed Charges	21,011	-	-	-	-	21,011
Community Services	-	-	-	2,216	-	2,216
Total Expenditures	<u>1,199,392</u>	<u>-</u>	<u>28,886</u>	<u>166,963</u>	<u>11,007,152</u>	<u>12,402,393</u>
Excess (deficiency) of revenues over (under) expenditures	(501,610)	-	4,740	(2,183)	521,160	22,107
Other Financing Sources (Uses): Transfers In	-	-	-	-	-	-
Expenditures and Other Financing Uses over (under) Revenues	<u>(501,610)</u>	<u>-</u>	<u>4,740</u>	<u>(2,183)</u>	<u>521,160</u>	<u>22,107</u>
Fund Balance - July 1, restated	1,804,373	7,432	39,344	818,054	9,811,701	12,480,904
Fund Balance - June 30	<u>\$ 1,302,763</u>	<u>\$ 7,432</u>	<u>\$ 44,084</u>	<u>\$ 815,871</u>	<u>\$ 10,332,861</u>	<u>\$ 12,503,011</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Combining Statement of Fiduciary Net Position

Private Purpose Trust Funds

June 30, 2023

	<u>Alice Farrell Memorial</u>	<u>Estates</u>	<u>Laramore Scholarship</u>	<u>Henry Rosso Memorial</u>	<u>Pam Grant Memorial</u>	<u>Nochera Scholarship</u>	<u>Gearup Scholarship</u>	<u>Holt Scholarship</u>	<u>Free School</u>	<u>Total Private Purpose</u>
Assets:										
Cash and Cash Equivalents	<u>\$ 83</u>	<u>\$ 184,554</u>	<u>\$ 2,896</u>	<u>\$ 2,174</u>	<u>\$ 8,271</u>	<u>\$ 2,551</u>	<u>\$ 2,576</u>	<u>\$ 3,477</u>	<u>\$ 68,446</u>	<u>\$ 275,028</u>
Net Position:										
Held for Private Purpose	<u>\$ 83</u>	<u>\$ 184,554</u>	<u>\$ 2,896</u>	<u>\$ 2,174</u>	<u>\$ 8,271</u>	<u>\$ 2,551</u>	<u>\$ 2,576</u>	<u>\$ 3,477</u>	<u>\$ 68,446</u>	<u>\$ 275,028</u>

Combining Statement of Changes in Fiduciary Net Position

Private Purpose Trust Funds

For Fiscal Year ended June 30, 2023

	<u>Alice Farrell Memorial</u>	<u>Estates</u>	<u>Laramore Scholarship</u>	<u>Henry Rosso Memorial</u>	<u>Pam Grant Memorial</u>	<u>Nochera Scholarship</u>	<u>Gearup Scholarship</u>	<u>Holt Scholarship</u>	<u>Free School</u>	<u>Total Private Purpose</u>
Additions:										
Investment Interest Earned	\$ 17	\$ -	\$ 10	\$ 7	\$ 28	\$ 9	\$ 9	\$ 12	\$ 239	\$ 331
Other Donations	<u>-</u>	<u>124,768</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>124,768</u>
Total Additions	<u>\$ 17</u>	<u>\$ 124,768</u>	<u>\$ 10</u>	<u>\$ 7</u>	<u>\$ 28</u>	<u>\$ 9</u>	<u>\$ 9</u>	<u>\$ 12</u>	<u>\$ 239</u>	<u>\$ 125,099</u>
Deductions:										
Scholarships and Claims	<u>\$ 4,800</u>	<u>\$ 4,773</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,573</u>
Change in Net Position	<u>\$ (4,783)</u>	<u>\$ 119,995</u>	<u>\$ 10</u>	<u>\$ 7</u>	<u>\$ 28</u>	<u>\$ 9</u>	<u>\$ 9</u>	<u>\$ 12</u>	<u>\$ 239</u>	<u>\$ 115,526</u>
Net Position - July 1	<u>4,866</u>	<u>64,559</u>	<u>2,886</u>	<u>2,167</u>	<u>8,243</u>	<u>2,542</u>	<u>2,567</u>	<u>3,465</u>	<u>68,207</u>	<u>159,502</u>
Net Position - June 30	<u>\$ 83</u>	<u>\$ 184,554</u>	<u>\$ 2,896</u>	<u>\$ 2,174</u>	<u>\$ 8,271</u>	<u>\$ 2,551</u>	<u>\$ 2,576</u>	<u>\$ 3,477</u>	<u>\$ 68,446</u>	<u>\$ 275,028</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance (Non GAAP - Budget and Actual)
General Fund and Charter Schools
For the Fiscal Year Ended June 30, 2023

	Budgeted Amounts		General Fund	Chesapeake	Monarch Global	Monarch	Monarch		Variance
	Original	Final	Fund Actual	Science Point Actual	Contract School Actual	Academy Anna. Actual	Academy Charter Actual	Combined	Positive/ (Negative)
Revenues:									
Anne Arundel County	\$ 834,741,000	\$ 834,741,000	\$ 834,741,000	\$ -	\$ -	\$ -	\$ -	\$ 834,741,000	\$ -
State of Maryland	469,608,952	472,939,386	474,032,512	-	-	-	-	474,032,512	1,093,126
United States Government	119,920,400	140,386,404	120,002,428	-	-	-	-	120,002,428	(20,383,976)
Other Sources:									
Investment Interest Earned	1,300,000	5,817,000	6,600,872	-	-	-	-	6,600,872	783,872
Other	52,173,448	56,560,553	8,630,496	-	-	-	-	8,630,496	(47,930,057)
Total Revenues	1,477,743,800	1,510,444,343	1,444,007,308	-	-	-	-	1,444,007,308	(66,437,035)
Expenditures and Encumbrances:									
Current:									
Administration	\$ 46,795,200	\$ 45,835,735	\$ 39,706,046	\$ 812,834	\$ 1,192,554	\$ 260,970	\$ 1,330,717	\$ 43,303,120	\$ 2,532,615
Mid-Level Administration	82,156,500	85,382,075	81,672,600	603,764	670,776	831,108	675,441	84,453,688	928,387
Instructional Salaries and Wages	556,810,200	554,645,026	527,119,126	2,676,267	4,949,668	4,246,850	3,548,695	542,540,605	12,104,421
Textbooks and Instructional Supplies	40,551,400	54,427,836	50,255,153	223,811	177,088	156,200	100,363	50,912,615	3,515,221
Other Instructional Costs	32,437,200	36,223,525	30,213,515	529,294	349,331	370,180	567,470	32,029,791	4,193,734
Special Education	177,600,100	179,606,797	172,420,863	285,300	748,363	335,246	756,877	174,546,648	5,060,149
Pupil Services	15,203,800	16,287,700	15,101,320	-	-	81,288	107,035	15,289,644	998,056
Food Services	483,200	729,200	545,180	-	-	-	-	545,180	184,020
Health Services	1,822,000	2,225,800	1,604,456	-	-	-	-	1,604,456	621,344
Pupil Transportation	79,904,500	69,082,042	63,980,986	312,337	951,986	739,998	907,598	66,892,905	2,189,137
Operation of Plant	90,178,900	94,130,660	86,469,741	1,455,414	2,282,457	765,633	1,400,115	92,373,361	1,757,299
Maintenance of Plant	39,620,300	50,710,000	37,952,713	23,600	-	-	4,807	37,981,120	12,728,880
Fixed Charges	324,136,900	330,303,062	273,509,661	960,960	1,727,957	1,506,467	1,369,430	279,074,475	51,228,587
Community Services	756,600	875,385	665,037	-	-	-	-	665,037	210,348
Capital Outlay	4,287,000	12,688,500	12,314,963	-	-	-	-	12,314,963	373,537
Total Expenditures and Encumbrances	\$ 1,492,743,800	\$ 1,533,153,343	\$ 1,393,531,360	\$ 7,883,580	\$ 13,050,180	\$ 9,293,940	\$ 10,768,548	\$ 1,434,527,608	\$ 98,625,735
Excess (Deficiency) of Revenues over Expenditures and Encumbrances	\$ (15,000,000)	\$ (22,709,000)	\$ 50,475,948	\$ (7,883,580)	\$ (13,050,180)	\$ (9,293,940)	\$ (10,768,548)	\$ 9,479,700	\$ 32,188,700
Transfers to Charter Schools	-	-	(40,996,248)	7,883,580	13,050,180	9,293,940	10,768,548	-	-
Other Financing Sources:									
Restricted Revenue from Other Sources	-	7,709,000	-	-	-	-	-	-	(7,709,000)
Use of Prior Year's Fund Balance	15,000,000	15,000,000	-	-	-	-	-	-	(15,000,000)
Liquidation of Prior Year Encumbrances	-	-	4,577,340	-	-	-	-	4,577,340	4,577,340
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	14,057,040	-	-	-	-	14,057,040	14,057,040
Fund Balance - July 1			22,260,963		-	-	-	22,260,963	22,260,963
Fund Balance - June 30			<u>\$ 36,318,003</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,318,003</u>	<u>\$ 36,318,003</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

SELECTED STATISTICAL INFORMATION (UNAUDITED)

Overview

This section of the Annual Comprehensive Financial Report (ACFR) presents detailed data as a context for understanding what the information in the financial statements, note disclosures and required supplementary information say about the Board's overall financial health. The Statistical Section is supplementary information that is not subject to audit. Unless otherwise noted, the financial information in this section is derived from the School System's annual financial reports for the relevant years.

Content

Data contained in the Statistical Section of a ACFR typically covers five areas: financial trends, revenue capacity, debt capacity, demographic information, and operating information. However, since the Board does not have any material "own-source revenue," no revenue capacity schedules are presented in this Statistical Section.

Financial Trends - These schedules contain trend information to help the reader understand how the Board's financial performance and well-being has changed over time. Some of these schedules are presented for seven years only, extending back to when GASB 34 was implemented.

Debt Capacity - These schedules present information to help the reader assess the affordability of the Anne Arundel County Government's outstanding debt and ability to absorb additional debt in the future.

Demographic Information - These schedules offer demographic and economic indicators to help readers understand the environment of Anne Arundel County, in which the Board's financial activities take place.

Operating Data - These schedules offer operating data to help understand how the information in the Board's financial report relates to the services it provides and the activities it performs.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table I
Net Position by Component
Fiscal Years 2013-2023

<u>Fiscal Year</u>	<u>Net Investments in Capital Assets</u>	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total Net Position</u>
2013	894,116,866	17,217,858	(299,658,205)	611,676,519
2014	954,760,785	16,856,850	(358,405,102)	613,212,533
2015	1,019,953,023	16,565,646	(454,001,507)	582,517,162
2016	1,100,322,734	16,968,270	(530,899,381)	586,391,623
2017	1,121,326,752	18,601,920	(640,188,178)	499,740,494
2018	1,213,875,854	21,213,490	(2,517,458,309)	(1,282,368,965)
2019	1,366,362,575	20,571,883	(2,584,317,584)	(1,197,383,126)
2020	1,460,435,607	20,327,288	(2,591,757,783)	(1,110,994,888)
2021	1,495,268,601	30,759,687	(2,617,642,137)	(1,091,613,849)
2022	1,648,611,884	33,778,036	(2,618,247,522)	(935,857,602)
2023	1,784,800,145	19,714,634	(2,446,020,599)	(641,505,820)

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table II
Changes in Net Position - Governmental Activities
Fiscal Years 2014-2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses:										
Administration	\$ 36,965,145	\$ 37,359,484	\$ 38,907,456	\$ 42,840,173	\$ 42,863,284	\$ 43,771,305	\$ 46,609,582	\$ 47,724,430	\$ 50,857,461	\$ 49,188,395
Mid-Level Administration	97,135,498	97,630,508	101,498,540	107,302,390	108,393,226	107,403,815	105,821,397	105,179,766	110,137,781	106,471,227
Instructional Salaries and Wages	572,179,415	590,509,064	603,719,391	643,361,850	651,148,918	644,795,716	653,879,610	671,844,113	734,494,246	693,184,075
Textbooks and Instructional Supplies	28,941,520	30,427,010	32,512,017	27,761,533	31,117,806	37,776,888	34,450,776	68,946,206	54,656,426	47,137,956
Other Instructional Costs	20,567,579	18,087,902	19,531,013	28,724,298	20,538,844	25,076,795	30,380,179	37,114,896	22,863,715	41,516,200
Special Education	172,274,207	178,901,147	184,756,754	193,307,127	196,484,867	201,065,180	198,194,133	198,851,582	211,958,119	212,476,556
Student Activities	-	-	-	-	-	-	-	4,231,733	8,196,929	11,728,554
Pupil Services	9,598,340	9,914,099	10,754,526	11,975,514	12,380,135	12,408,303	13,232,199	14,120,666	16,973,391	18,013,778
Student Health Services	8,443,567	8,772,063	8,838,310	8,970,196	9,122,224	9,522,492	7,595,181	9,961,648	13,462,719	14,840,768
Pupil Transportation	54,722,641	55,722,666	58,487,196	62,072,329	62,822,685	65,229,182	66,557,116	55,574,384	67,431,949	70,875,426
Operation of Plant	81,791,279	81,263,576	78,780,173	84,409,798	90,558,927	94,744,616	97,638,741	104,313,981	105,537,460	114,239,071
Maintenance of Plant	82,074,834	88,623,202	90,730,120	126,049,089	105,902,507	110,651,295	66,159,677	45,648,732	106,406,804	93,424,253
Community Services	1,042,352	1,066,001	1,156,864	1,240,471	1,231,630	1,319,172	1,191,069	593,051	1,103,915	1,197,099
Food Services	26,675,250	29,208,018	29,608,787	33,054,364	32,002,678	32,329,177	82,558,911	75,782,223	36,406,003	37,922,003
Interest on Leases	632,085	646,874	538,029	496,376	730,517	767,109	776,175	950,662	1,234,383	1,258,795
Total Expenses	\$ 1,193,043,712	\$ 1,228,131,614	\$ 1,259,819,176	\$ 1,371,565,508	\$ 1,365,298,248	\$ 1,386,861,045	\$ 1,405,044,746	\$ 1,440,838,073	\$ 1,541,721,301	\$ 1,513,474,156
Program Revenues:										
Charges for Services										
Sale of Food	\$ 10,623,764	\$ 10,576,843	\$ 10,753,513	\$ 11,131,697	\$ 11,230,600	\$ 11,748,879	\$ 7,650,282	\$ 40	\$ 7,023	\$ 7,901,174
Other Charges for Services	2,547,813	2,387,006	2,379,186	2,804,118	2,683,802	2,941,048	2,149,809	263,956	1,191,021	1,485,674
Operating Grants and Contributions	166,694,281	173,914,891	171,432,556	184,558,460	198,565,438	184,203,084	192,752,578	231,667,976	296,842,364	287,360,492
Capital Grants and Contributions	119,411,932	143,607,163	145,734,692	119,048,516	173,289,547	240,256,203	183,266,366	99,784,820	197,886,755	220,409,813
Total Program Revenues	\$ 299,277,790	\$ 330,485,903	\$ 330,299,947	\$ 317,542,791	\$ 385,769,387	\$ 439,149,214	\$ 385,819,035	\$ 331,716,792	\$ 495,927,163	\$ 517,157,153
Total Net Expenses	\$ (893,765,922)	\$ (897,645,711)	\$ (929,519,229)	\$ (1,054,022,717)	\$ (979,528,861)	\$ (947,711,831)	\$ (1,019,225,711)	\$ (1,109,121,281)	\$ (1,045,794,138)	\$ (996,317,003)
General Revenues:										
State Unrestricted	\$ 275,853,922	\$ 282,280,594	\$ 288,887,807	\$ 304,800,765	\$ 302,658,953	\$ 311,476,730	\$ 333,156,818	\$ 345,852,186	\$ 345,867,833	\$ 400,422,816
County Unrestricted	613,763,634	621,775,976	638,992,990	656,738,107	677,552,110	708,046,427	752,689,191	770,363,576	811,163,800	864,031,500
Federal Unrestricted	2,512,461	2,237,578	2,084,934	2,127,392	2,714,964	3,190,324	3,032,390	5,604,899	2,920,333	4,037,681
Capital Contributions	-	-	-	-	-	-	-	-	-	-
Investment Income	66,173	61,813	203,814	701,990	1,857,351	3,467,512	2,861,907	278,671	273,256	6,645,982
School Activity	-	-	-	-	-	-	-	-	8,964,374	4,002,494
Miscellaneous	1,300,129	1,558,257	1,632,978	3,009,840	2,887,024	3,519,252	4,035,221	6,402,988	3,863,604	11,528,312
Change in Net Position	\$ (269,603)	\$ 10,268,507	\$ 2,283,294	\$ (86,644,623)	\$ 8,141,541	\$ 81,988,414	\$ 76,549,816	\$ 19,381,039	\$ 127,259,062	\$ 294,351,782

(1) Accrual Basis of Accounting

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table III
Fund Balances - Governmental Funds
Fiscal Years 2014-2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund:										
Nonspendable	1,920,244	1,565,489	1,493,619	1,685,258	2,148,588	2,659,348	1,615,121	1,086,320	657,353	1,588,663
Spendable:										
Restricted	16,448,611	16,112,722	16,438,233	18,065,687	20,659,542	20,009,492	18,630,626	28,915,597	31,943,804	18,839,622
Committed	-	-	-	13,425,233	-	-	-	-	-	-
Assigned	28,940,743	22,622,021	25,556,391	25,000,000	43,297,506	40,577,582	50,313,035	50,307,223	54,196,596	73,971,724
Unassigned	2,172,501	3,616,065	2,963,342	3,216,463	2,627,609	2,332,832	2,472,440	2,341,902	2,724,050	2,222,776
Total General Fund	<u>\$ 49,482,099</u>	<u>\$ 43,916,297</u>	<u>\$ 46,451,585</u>	<u>\$ 61,392,641</u>	<u>\$ 68,733,245</u>	<u>\$ 65,579,254</u>	<u>\$ 73,031,222</u>	<u>\$ 82,651,042</u>	<u>\$ 89,521,803</u>	<u>\$ 96,622,785</u>
All Other Governmental Funds:										
Nonspendable	408,239	452,924	530,037	536,233	553,948	562,391	1,115,848	1,160,632	1,176,503	-
Spendable:										
Restricted	-	-	-	-	-	598,067	580,814	909,978	-	1,030,988
Committed	5,592,071	5,958,395	7,749,736	6,901,154	7,179,132	8,221,194	4,842,688	15,892,379	38,178,354	-
Assigned	669,229	990,484	887,006	833,005	595,609	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 6,669,539</u>	<u>\$ 7,401,803</u>	<u>\$ 9,166,779</u>	<u>\$ 8,270,392</u>	<u>\$ 8,328,689</u>	<u>\$ 9,381,652</u>	<u>\$ 6,539,350</u>	<u>\$ 17,962,989</u>	<u>\$ 39,354,857</u>	<u>\$ 1,030,988</u>

(1) Modified Accrual Basis of Accounting

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table IV
Change in Fund Balances - Governmental Funds
Fiscal Years 2014-2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Anne Arundel County	\$ 686,334,903	\$ 741,789,237	\$ 747,107,793	\$ 731,687,096	\$ 843,653,493	\$ 909,194,638	\$ 876,140,066	\$ 838,368,070	\$ 914,987,735	\$ 981,010,678
State of Maryland	433,647,867	420,892,522	441,683,531	473,058,442	447,460,964	466,996,612	519,604,973	508,989,383	538,623,398	612,283,865
United States Government	55,999,251	59,172,779	56,249,719	58,337,597	58,967,411	66,974,770	64,916,522	98,071,461	189,508,251	177,326,615
Sale of Food	10,623,764	10,576,843	10,753,513	11,131,697	11,230,600	11,748,879	7,650,282	40	7,023	7,901,174
Investment Interest Earned	66,173	61,812	203,814	701,990	1,857,350	3,467,512	2,861,907	278,671	273,256	6,645,982
Gate Receipts	456,436	448,049	430,357	514,010	564,198	538,528	496,109	-	584,087	697,782
Rebates and Commissions	1,218,247	1,237,591	1,517,008	2,049,921	2,741,932	4,591,915	4,726,704	3,617,949	6,803,460	4,944,683
Student Payments	1,418,070	1,281,350	1,215,058	1,529,518	1,311,504	1,585,374	992,364	212,018	181,397	289,902
Student Activity Fees	-	-	-	-	-	-	-	3,437,567	8,964,374	11,528,312
Other	2,946,398	2,939,938	2,941,677	5,910,614	5,652,337	3,751,231	4,205,635	7,243,953	9,043,408	5,195,276
Total Revenues	\$ 1,192,711,109	\$ 1,238,400,121	\$ 1,262,102,470	\$ 1,284,920,885	\$ 1,373,439,789	\$ 1,468,849,459	\$ 1,481,594,562	\$ 1,460,219,112	\$ 1,668,976,389	\$ 1,807,824,269
Expenditures:										
Current:										
Administration	\$ 27,705,790	\$ 28,293,679	\$ 28,226,378	\$ 30,336,861	\$ 30,435,315	\$ 32,425,399	\$ 36,226,391	\$ 37,186,398	\$ 39,844,440	\$ 42,474,348
Mid-Level Administration	63,321,324	64,148,983	64,962,632	65,846,143	66,923,876	69,361,864	72,543,375	72,030,309	75,748,729	83,585,072
Instructional Salaries and Wages	366,648,789	381,342,915	380,073,397	388,151,126	395,362,667	408,834,980	445,506,024	459,575,786	502,180,195	542,816,782
Textbooks and Instructional Supplies	28,941,520	30,427,010	32,512,017	27,761,533	31,117,806	37,776,888	34,450,776	68,946,206	55,552,446	48,170,132
Other Instructional Costs	19,868,982	16,934,148	18,736,431	27,950,431	18,935,634	23,777,233	29,280,184	36,263,592	25,086,012	37,568,533
Special Education	120,417,864	126,173,792	127,660,031	128,465,041	131,555,204	140,489,158	146,102,876	146,959,689	156,166,285	176,158,099
Student Activities	-	-	-	-	-	-	-	4,231,733	8,196,929	11,031,688
Pupil Services	6,720,810	6,980,602	7,397,376	7,836,691	8,185,339	8,550,326	9,758,418	10,408,053	12,585,511	15,257,383
Student Health Services	8,443,567	8,772,063	8,838,310	8,970,196	9,122,224	9,522,492	7,595,181	9,961,648	13,462,719	14,840,768
Pupil Transportation	51,348,901	52,555,254	55,005,871	58,053,568	58,472,814	61,188,740	58,302,852	46,919,146	63,128,168	67,748,147
Operation of Plant	67,783,408	67,295,302	63,351,810	66,456,729	72,706,589	78,052,467	83,266,398	90,813,476	91,037,916	105,227,672
Maintenance of Plant	58,120,503	52,670,457	59,263,481	36,896,316	34,888,210	29,038,732	32,350,987	26,819,714	31,852,750	41,006,743
Fixed Charges	271,572,424	264,608,352	272,959,696	290,965,410	314,182,218	300,734,498	311,466,424	319,303,839	330,653,967	349,508,396
Community Services	788,344	808,301	846,464	872,013	889,157	991,423	923,377	482,904	882,750	1,056,045
Food Services	25,954,457	28,374,607	28,567,796	31,632,548	30,873,499	31,460,297	31,252,345	27,052,365	36,483,164	39,024,401
Capital Outlay	81,628,881	111,369,521	106,931,269	104,517,789	161,804,180	236,771,847	181,380,748	101,275,514	197,402,774	221,030,563
Debt Service										
Principal	8,072,890	8,071,518	8,360,443	8,641,969	8,299,553	8,477,564	9,266,375	13,776,735	15,731,054	16,749,590
Interest	632,085	646,874	538,029	496,376	730,517	767,109	776,175	950,662	995,314	1,318,272
Total Expenditures	\$ 1,207,970,539	\$ 1,249,473,378	\$ 1,264,231,431	\$ 1,283,850,740	\$ 1,374,484,802	\$ 1,478,221,017	\$ 1,490,448,906	\$ 1,472,957,769	\$ 1,656,991,123	\$ 1,814,572,634
Other Financing Sources										
Leases and SBITA	8,077,063	6,239,719	6,429,225	12,974,524	8,443,914	7,270,530	13,464,010	23,943,694	16,277,363	12,456,665
Net Change in Fund Balance	\$ (7,182,367)	\$ (4,833,538)	\$ 4,300,264	\$ 14,044,669	\$ 7,398,901	\$ (2,101,028)	\$ 4,609,666	\$ 11,205,037	\$ 28,262,629	\$ 5,708,300
Debt Service as a Percentage of Noncapital Expenditures	0.78%	0.77%	0.77%	0.78%	0.85%	0.70%	0.77%	1.06%	1.16%	1.00%

(1) Modified Accrual basis of Accounting

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table V
General Fund Revenues
(Non-GAAP Budgetary Basis)
Fiscal Years 2014-2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Anne Arundel County	\$ 596,454,600	\$ 603,483,250	\$ 620,581,418	\$ 648,224,500	\$ 681,724,499	\$ 687,809,300	\$ 733,315,800	\$ 749,579,900	\$ 784,741,000	\$ 834,741,000
State of Maryland	324,248,429	333,962,400	339,980,087	352,471,167	354,698,788	366,725,775	398,503,332	414,398,388	417,192,594	474,032,512
United States Government	40,904,835	41,883,783	38,145,460	39,714,820	39,789,224	46,391,001	42,666,867	71,336,557	95,614,162	120,002,428
Other	3,059,654	3,380,837	3,768,502	6,101,907	7,818,889	12,063,572	12,466,698	7,449,464	11,492,822	15,231,368
Total Revenues	\$ 964,667,518	\$ 982,710,270	\$1,002,475,467	\$ 1,046,512,394	\$ 1,084,031,400	\$ 1,112,989,648	\$ 1,186,952,697	\$ 1,242,764,309	\$ 1,309,040,578	\$ 1,444,007,308

Table VI
General Fund
Expenditures and Encumbrances
(Non-GAAP Budgetary Basis)
Fiscal Years 2014-2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Administration	\$ 28,294,073	\$ 28,139,685	\$ 29,097,945	\$ 31,211,541	\$ 31,274,987	\$ 33,013,926	\$ 36,818,338	\$ 38,471,949	\$ 40,494,513	\$ 43,303,120
Mid-Level Administration	63,276,398	63,931,578	64,978,718	66,159,285	67,343,379	69,474,501	72,391,299	72,112,763	75,827,083	84,453,688
Instructional Salaries and Wages	365,972,531	380,888,332	379,463,261	387,465,251	394,676,852	408,387,151	445,117,256	459,450,827	502,045,069	542,540,605
Textbooks and Instructional Supplies	30,763,320	31,066,671	31,397,334	31,835,246	38,324,550	35,152,447	41,603,752	68,878,476	54,495,546	50,912,615
Other Instructional Costs	17,904,180	17,989,188	18,195,898	20,477,612	23,892,430	22,593,056	28,773,199	26,385,447	25,677,385	32,029,791
Special Education	121,049,124	126,462,836	128,052,799	129,036,560	132,075,840	140,831,664	148,207,334	150,236,661	157,586,316	174,546,648
Pupil Service	6,703,529	6,989,840	7,400,010	7,902,760	8,167,865	8,567,636	9,763,932	10,431,319	12,612,836	15,289,644
Food Services	-	-	-	-	-	-	483,200	543,100	758,075	545,180
Health Services	-	-	-	-	-	-	80,470	344,274	1,201,601	1,604,456
Pupil Transportation	49,855,910	51,642,564	53,486,644	55,904,690	56,763,361	59,182,079	57,016,082	46,608,178	60,441,571	66,892,905
Operation of Plant	64,252,162	65,292,875	63,507,872	66,529,303	69,661,010	78,933,792	81,528,213	86,090,889	93,869,193	92,373,361
Maintenance of Plant	17,112,744	16,933,850	17,832,418	19,410,917	20,326,190	22,639,712	22,072,401	25,251,543	27,122,467	37,981,120
Fixed Charges	205,062,150	197,325,558	205,061,822	220,685,489	246,965,028	233,137,260	241,700,733	250,607,523	255,784,435	279,074,475
Community Services	416,202	402,133	416,675	447,951	491,153	533,143	503,640	465,493	560,245	665,037
Capital Outlay	3,232,798	3,225,480	3,306,720	3,413,051	4,269,137	5,891,828	4,981,667	5,040,247	6,073,509	12,314,963
Total Expenditures and Encumbrances	\$ 973,895,121	\$ 990,290,590	\$1,002,198,116	\$ 1,040,479,656	\$ 1,094,231,782	\$ 1,118,338,198	\$ 1,191,041,516	\$ 1,240,918,689	\$ 1,314,549,844	\$ 1,434,527,608

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table VII
Food Service Fund Revenues
Fiscal Years 2014-2023

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
State of Maryland	\$ 932,549	\$ 1,199,752	\$ 1,214,492	\$ 1,242,246	\$ 1,249,554	\$ 1,133,929	\$ 1,191,611	\$ 1,295,408	\$ 1,029,844	\$ 1,164,943
United States Government	15,049,474	16,965,379	18,198,406	18,498,682	18,978,899	19,118,211	18,792,180	25,548,532	54,415,382	28,063,427
Sale of Food	10,623,764	10,576,843	10,753,513	11,131,697	11,230,600	11,748,879	7,650,282	40	7,023	7,901,174
Other	126,734	111,794	90,944	136,451	195,732	183,279	152,426	124,490	184,059	337,748
Total Revenues	<u><u>\$ 26,732,521</u></u>	<u><u>\$ 28,853,768</u></u>	<u><u>\$ 30,257,355</u></u>	<u><u>\$ 31,009,076</u></u>	<u><u>\$ 31,654,785</u></u>	<u><u>\$ 32,184,298</u></u>	<u><u>\$ 27,786,499</u></u>	<u><u>\$ 26,968,470</u></u>	<u><u>\$ 55,636,308</u></u>	<u><u>\$ 37,467,292</u></u>

Table VIII
Food Service Fund Expenditures
Fiscal Years 2014-2023

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Salaries and Wages	\$ 7,684,140	\$ 8,070,835	\$ 8,299,661	\$ 8,463,420	\$ 8,645,273	\$ 8,547,161	\$ 9,864,485	\$ 7,390,730	\$ 8,465,262	\$ 9,764,632
Contracted Services	709,308	869,636	794,468	884,451	949,417	1,286,603	1,775,781	730,825	1,630,894	1,642,434
Supplies and Materials	11,777,994	13,412,276	13,510,879	13,855,777	14,257,943	15,070,683	13,255,202	11,931,380	19,805,715	18,079,129
Other Charges	5,392,638	5,389,115	5,483,370	6,152,873	6,212,348	6,147,247	6,204,196	6,010,197	5,891,470	6,235,624
Debt Service	-	-	-	-	-	-	-	-	-	86,625
Equipment	390,377	632,745	479,418	2,276,027	808,518	408,603	152,681	929,333	414,948	3,240,604
Total Expenditures	<u><u>\$ 25,954,457</u></u>	<u><u>\$ 28,374,607</u></u>	<u><u>\$ 28,567,796</u></u>	<u><u>\$ 31,632,548</u></u>	<u><u>\$ 30,873,499</u></u>	<u><u>\$ 31,460,297</u></u>	<u><u>\$ 31,252,345</u></u>	<u><u>\$ 26,992,465</u></u>	<u><u>\$ 36,208,289</u></u>	<u><u>\$ 39,049,048</u></u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table IX
Capital Project Fund Revenues
Fiscal Years 2014-2022

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Anne Arundel County	\$ 72,571,269	\$ 120,013,261	\$ 108,114,803	\$ 64,948,989	\$ 143,601,383	\$ 201,148,211	\$ 123,450,875	\$ 68,004,494	\$ 103,823,935	\$ 116,979,178
State of Maryland	46,683,421	23,432,927	37,537,113	54,089,579	29,605,945	37,268,553	55,895,471	30,130,218	53,286,028	73,858,045
Federal Government	-	-	-	-	-	1,676,633	3,512,571	1,416,049	40,462,897	29,369,331
Other	159,467	162,054	83,414	11,178	83,445	163,504	408,158	234,687	320,123	207,640
	<u>\$ 119,414,157</u>	<u>\$ 143,608,242</u>	<u>\$ 145,735,330</u>	<u>\$ 119,049,746</u>	<u>\$ 173,290,773</u>	<u>\$ 240,256,901</u>	<u>\$ 183,267,075</u>	<u>\$ 99,785,448</u>	<u>\$ 197,892,983</u>	<u>\$ 220,414,194</u>

Table X
Capital Project Fund Expenditures
Fiscal Years 2014-2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Site Improvement	\$ 1,120,541	\$ 304,390	\$ 582,821	\$ 1,302,743	\$ 32,670	\$ 8,195,116	\$ 123,486	\$ 400,882	\$ 254,587	\$ 126,343
Building	74,759,736	108,604,608	90,701,583	84,708,242	84,891,688	174,804,090	126,715,509	59,430,619	167,894,568	170,077,920
Remodeling	37,102,997	29,422,023	46,970,664	27,711,543	84,624,556	48,492,979	48,634,543	34,788,048	13,255,301	43,023,067
Equipment	6,354,207	5,143,238	7,355,644	5,316,040	4,191,549	8,616,418	7,403,971	4,929,184	17,110,942	7,497,691
	<u>\$ 119,337,481</u>	<u>\$ 143,474,259</u>	<u>\$ 145,610,712</u>	<u>\$ 119,038,568</u>	<u>\$ 173,740,463</u>	<u>\$ 240,108,603</u>	<u>\$ 182,877,509</u>	<u>\$ 99,548,733</u>	<u>\$ 198,515,398</u>	<u>\$ 220,725,021</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XI
General Fund Approved Original Operating Budgets
Fiscal Years 2014-2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Administration	\$ 27,565,300	\$ 28,868,500	\$ 29,429,800	\$ 30,957,200	\$ 32,692,500	\$ 33,464,100	\$ 38,339,200	\$ 39,012,000	\$ 40,893,100	\$ 46,795,200
Mid-Level Administration	64,047,800	66,186,600	66,306,300	68,164,600	68,826,200	71,513,300	73,827,600	76,043,300	77,181,200	82,156,500
Instructional Salaries and Wages	367,940,900	382,779,096	389,799,300	397,376,400	402,070,100	415,830,600	455,566,500	467,942,200	496,813,300	556,810,200
Textbooks and Instructional Supplies	29,910,100	31,097,000	29,355,300	29,358,100	29,456,900	27,985,400	28,860,600	32,496,400	34,899,500	40,551,400
Other Instructional Costs	15,369,000	15,842,500	16,628,100	17,278,800	18,211,900	18,250,400	20,031,700	20,653,200	24,340,800	32,437,200
Special Education	119,065,400	124,729,300	127,206,500	132,919,200	134,730,900	138,905,600	151,538,100	157,539,700	165,834,200	177,600,100
Pupil Service	6,708,200	6,973,300	7,097,700	7,743,700	8,226,200	8,943,100	10,387,200	11,590,900	12,916,700	15,203,800
Food Service	-	-	-	-	-	-	483,200	483,200	483,200	483,200
Health Services	-	-	-	-	-	-	-	660,200	607,000	1,822,000
Pupil Transportation	53,425,000	53,377,100	53,793,500	55,147,200	56,320,100	58,644,400	64,161,800	67,368,400	69,146,800	79,904,500
Operation of Plant	64,147,300	64,450,800	68,024,800	69,411,900	72,539,100	73,304,600	77,376,400	83,003,100	84,205,700	90,178,900
Maintenance of Plant	16,136,400	17,348,600	18,043,200	17,842,500	18,469,100	18,543,900	19,102,100	21,866,400	22,306,600	39,620,300
Fixed Charges	210,068,700	196,155,004	246,350,900	260,199,400	271,466,500	278,552,300	290,584,500	294,379,700	299,426,500	324,136,900
Community Services	375,000	373,100	360,300	503,000	444,600	441,900	675,800	510,400	498,800	756,600
Capital Outlay	3,550,900	3,636,800	3,552,000	3,673,500	3,674,600	3,702,300	3,832,000	3,860,500	3,999,300	4,287,000
	<u>\$ 978,310,000</u>	<u>\$ 991,817,700</u>	<u>\$1,055,947,700</u>	<u>\$1,090,575,500</u>	<u>\$1,117,128,700</u>	<u>\$ 1,148,081,900</u>	<u>\$1,234,766,700</u>	<u>\$ 1,277,409,600</u>	<u>\$ 1,333,552,700</u>	<u>\$ 1,492,743,800</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY
Table XII
Anne Arundel County, Maryland - Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(in thousands of dollars)

Governmental Activities								Business-Type Activities						
Fiscal Year Ended June 30,	General Obligation Bonds (b)	Bond Anticipation Notes	Tax Increment Bonds	State and Federal Loans	Leases	Installment Purchase Agreements	Total Governmental Activities	Water, Wastewater, and Solid Waste Bonds	Bond Anticipation Notes	Total Primary Government	Percentage of Personal Income (a)	Per Capita (a)		
2023	\$ 1,665,513	\$ -	\$ 56,780	\$ 1,682	\$ -	\$ 13,425	\$ 1,737,400	\$ 920,554	\$ -	\$ 2,657,954	5.68%	\$ 4,480		
2022	1,693,427	-	61,015	1,897	20	13,445	1,769,804	894,303	-	2,664,107	5.89%	4,500		
2021	1,663,874	-	64,945	2,138	50	13,465	1,744,472	878,166	-	2,622,638	5.85%	4,452		
2020	1,567,703	-	68,445	2,362	20	13,485	1,652,015	837,899	-	2,489,914	5.93%	4,272		
2019	1,438,373	-	71,610	2,584	30	13,505	1,526,102	781,357	-	2,307,459	5.84%	3,984		
2018	1,292,667	-	73,700	2,527	24	13,525	1,382,443	729,593	-	2,112,036	5.52%	3,670		
2017	1,175,582	-	81,130	2,767	79	13,545	1,273,103	682,152	-	1,955,255	5.29%	3,422		
2016	1,159,243	-	83,125	3,101	96	13,565	1,259,130	638,133	-	1,897,263	5.32%	3,342		
2015	1,136,729	-	84,860	3,398	37	13,585	1,238,609	615,297	-	1,853,906	5.37%	3,290		
2014	1,004,487	-	86,440	3,730	49	13,605	1,108,311	527,263	-	1,635,574	4.96%	2,922		

(a) See the Demographic and Economic Statistics schedule for personal income and population data.

These ratios are calculated using personal income for the prior calendar year.

(b) Bonds have been adjusted for the unamortized premium.

This information presents obligations of Anne Arundel County or other governmental agencies, and not the Board.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY
Table XIII
Anne Arundel County, Maryland
Taxable Assessed Value and Estimated Actual Value of Property
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Real Property					Personal Property			Total Taxable Assessed Value	Weighted Average Tax Rate (a)	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Agricultural Property	Use Value Property	Total Real Property	Railroad/Utility Property	Other Business Property	Total Personal Property				
2023	\$ 75,855,072	\$ 22,519,338	\$ 596,164	\$ 23,161	\$ 98,993,735	\$ 1,409,233	\$ 1,691,693	\$ 3,100,926	\$ 102,094,661	0.95	\$ 102,094,661	100.00%
2022	73,633,743	22,659,244	574,885	14,746	96,882,618	1,308,485	1,658,619	2,967,104	99,849,722	0.94	99,849,722	100.00%
2021	71,395,721	22,651,601	572,257	20,424	94,640,003	1,251,058	1,503,158	2,754,216	97,394,219	0.94	97,394,219	100.00%
2020	69,494,486	21,422,055	557,322	23,131	91,496,994	1,164,769	1,546,641	2,711,410	94,208,404	0.95	94,208,404	100.00%
2019	66,898,243	20,570,534	536,563	17,758	88,023,098	1,122,468	1,611,430	2,733,898	90,756,996	0.91	90,756,996	100.00%
2018	64,446,727	19,754,772	519,391	20,913	84,741,803	1,027,433	1,649,168	2,676,601	87,418,404	0.92	87,418,404	100.00%
2017	62,092,763	18,589,077	503,603	20,966	81,206,409	994,833	1,602,185	2,597,018	83,803,427	0.93	83,803,427	100.00%
2016	59,792,897	17,851,464	488,233	21,624	78,154,218	941,588	1,336,541	2,278,129	80,432,347	0.93	80,432,347	100.00%
2015	58,283,455	16,973,623	473,558	16,350	75,746,986	756,172	1,428,405	2,184,577	77,931,563	0.95	77,931,563	100.00%
2014	57,703,275	16,114,711	467,950	16,216	74,302,152	739,450	1,451,770	2,191,220	76,493,372	0.96	76,493,372	100.00%
<i>(in thousands of dollars)</i>												

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XIV

Anne Arundel County, Maryland

Principal Property Tax Payers

Current Year and Nine Years Ago

2023		
Taxpayer	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value
Baltimore Gas & Electric Company	\$ 1,242,963,493	1.22%
Arundel Mills Limited Partnership (Arundel Mills Mall)	429,208,780	0.42%
Annapolis Mall LTD Partnership (Annapolis Mall)	324,008,400	0.32%
GLP Capital LP	306,762,972	0.30%
Northrop Grumman Systems Corp.	243,964,185	0.24%
Raven FS Property Holdings LLC	192,514,833	0.19%
Annapolis Towne Center at Parole LLC	162,526,300	0.16%
Verizon	140,650,850	0.14%
WCS Properties Business Trust	135,604,800	0.13%
Comcast of Maryland, LLC	72,867,570	0.07%
	<u>\$ 3,251,072,183</u>	<u>3.18%</u>
2014		
Taxpayer	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value
Baltimore Gas and Electric Company	\$ 657,345,780	0.86%
Annapolis Mall LTD Partnership (Annapolis Mall)	423,726,100	0.55%
Arundel Mills Limited Partnership (Arundel Mills Mall)	367,172,570	0.48%
PPE Casino Resorts Maryland LLC	270,349,840	0.35%
Verizon	187,235,060	0.24%
Raven FS Property Holdings LLC	175,040,000	0.23%
Annapolis Towne Center at Parole LLC	156,018,747	0.20%
Wal-mart Stores, Inc.	116,557,570	0.15%
Northrop Grumman Corp.	111,453,800	0.15%
Dorsey Ridge Associated LLC	94,055,100	0.12%
	<u>\$ 2,558,954,567</u>	<u>3.35%</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XV

Anne Arundel County, Maryland

Principal Employers

Current Year and Nine Years Ago

2023		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total County Employment</u>
Ft. George G. Meade	62,680	15.33%
Anne Arundel County Public Schools	16,115	3.94%
State of Maryland	12,256	3.00%
BWI Thurgood Marshall Airport	9,717	2.38%
Northrop Grumman Corp.	9,500	2.32%
Anne Arundel County Government	6,348	1.55%
Anne Arundel Health System	5,100	1.25%
Southwest Airlines	4,857	1.19%
Univ. of MD Baltimore Washington Medical Center	3,328	0.81%
Live! Casino and Hotel	3,000	0.73%
	<u>132,901</u>	<u>32.51%</u>

2014		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total County Employment</u>
Ft. George G. Meade	49,132	13.08%
Anne Arundel County Public Schools	14,000	3.73%
BWI Thurgood Marshall Airport	9,717	2.59%
State of Maryland	9,578	2.55%
Northrop Grumman Corp.	6,500	1.73%
Anne Arundel County Government	5,190	1.38%
Anne Arundel Health System	4,000	1.06%
Southwest Airlines	3,200	0.85%
Maryland Live! Casino	3,000	0.80%
Baltimore Washington Medical Center	2,800	0.75%
	<u>107,117</u>	<u>28.51%</u>

*Sources: Anne Arundel Economic Development Corporation, the Maryland State Data Center,
and the U.S. Department of Commerce - Bureau of Economic Analysis.*

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XVI
Anne Arundel County, Maryland
Demographic and Economic Statistics
Last Ten Years

Fiscal Year	Population (a)	Personal Income (in thousands) (b)	Per Capita Income (c)	Public School Enrollment (d)	Unemployment Rate % (e)
2023	593,286	\$ 46,773,871	\$ 78,839	86,419	2.03
2022	592,052	45,195,933	76,338	84,453	3.42
2021	589,054	44,802,858	76,059	83,165	5.05
2020	582,777	41,961,692	72,003	83,044	5.85
2019	579,234	39,518,240	68,225	84,984	2.97
2018	575,523	38,278,035	66,510	83,249	3.23
2017	571,339	36,978,774	64,723	82,777	3.64
2016	567,665	35,686,828	62,866	81,397	3.80
2015	563,502	34,535,911	61,288	80,387	4.42
2014	559,691	32,999,381	58,960	79,518	5.15

Sources:

(a) Mid-year (July 1) estimates obtained from the Maryland Department of Planning, U.S. Census Bureau, release date March 2023. These data supersede population estimates published in previous years.

(b) U.S. Bureau of Economic Analysis (BEA), release date November 2022 - revised estimated for 2014-2021. These data supercede personal income estimates published in previous years. The year 2022-2023 has been forecast by Anne Arundel County Planning and Zoning.

(c) U.S. Bureau of Economic Analysis, release date November 2022. Per capita personal income is total personal income divided by total U.S. Census Bureau mid-year population.

(d) Anne Arundel County Board of Education, Educational Facilities Master Plan July 2023; 2014-2022 actual enrollment. Enrollment for 2023 projected by AACPS Planning Department release date July 2023. Revised to include evening high school enrollment.

(e) Maryland Department of Labor, Licensing and Regulation monthly reports. Average per Calendar Year; Year 2023 average for 6 months (Jan-June). Release date 8/01/2023. Previous data superseded by August 2023 report.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XVII
Statistical Analysis for Fiscal Years 2014 - 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<u>Pupil Transportation:</u>										
Average # of pupils transported daily	57,791	58,565	59,261	59,991	61,088	62,004	62,934	18,412	51,822	59,722
Average # buses in daily operation:										
County owned										
(for transportation of handicapped)	55	55	55	55	55	54	54	55	54	54
Privately owned	465	521	536	547	560	581	584	584	585	547
Average # vans in daily operation:										
County owned:										5
Privately Owned:										24
<u>Number of Schools:</u>										
Elementary (includes Pre-K centers)	79	79	79	79	80	80	80	80	80	80
Middle	20	20	20	20	19	19	19	19	19	19
Senior High	12	12	12	12	12	12	13	13	13	13
Virtual Academy (Grades 3-12)								1	1	1
Special Education Schools and Centers	11	11	10	10	10	10	10	10	10	10
Vocational Education Centers	2	2	2	2	2	2	2	2	2	2
Total	124	124	123	123	123	123	124	125	125	125
<u>Budgeted Positions:</u>										
Instructional Services:										
Central Office Administrators	51.00	52.00	52.50	53.00	52.00	55.00	55.00	58.00	58.00	59.00
Principals and Assistant Principals	282.00	281.00	281.00	283.00	283.00	284.00	292.50	294.00	295.00	306.00
Teaching Staff	5,839.21	5,842.03	5,906.30	6,003.63	6,009.23	6,105.85	6351.59	6509.59	6571.95	6811.44
Instructional Assistants	812.50	809.50	817.80	798.37	788.87	776.15	829.45	892.49	912.95	939.95
Guidance	210.40	212.20	212.20	212.70	212.20	216.20	234.20	246.20	250.20	260.70
Permanent Substitutes	55.00	55.00	57.00	57.00	55.00	53.00	56.00	70.60	69.00	89.00
Support Services										
Central Office Administrators	17.00	17.00	16.00	17.00	17.00	17.00	17.00	18.00	18.00	19.00
Pupil Transportation	138.00	138.00	138.00	139.00	139.00	139.00	141.00	148.00	148.00	157.00
Pupil Personnel Workers, Asst. in Pupil Services, Psychologists, & Social Workers	117.30	118.70	119.70	122.10	122.20	145.00	146.50	151.50	156.10	179.80
Operation and Maintenance of Plant	930.50	930.50	930.50	935.50	935.50	937.50	944.50	955.50	956.50	958.50
Other Professional Staff	336.71	356.68	364.20	371.30	385.25	390.53	410.77	426.62	434.22	454.22
Other Non-Professional Staff	713.80	717.47	718.47	726.17	727.79	721.98	735.90	749.48	747.98	772.13
Total	9,503.42	9,530.08	9,613.67	9,718.77	9,727.04	9,841.21	10,214.41	10,519.98	10,617.90	11,006.74
<u>High School Graduates:</u>										
Day School	5,039	5,117	5,168	5,080	5,189	5,124	5,378	5,418	5,426	5,449
Evening School	67	83	73	54	96	117	105	91	103	85
	5,106	5,200	5,241	5,134	5,285	5,241	5,483	5,509	5,529	5,534

Source: Anne Arundel County Public Schools data.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XVIII
Summary of Actual and Projected Pupil Enrollment
For Fiscal Years 2018 - 2027

	Actual Enrollment at September 30					Projected Enrollment at September 30				
	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027
Kindergarten	6,211	6,412	5,745	5,921	5,945	6,204	6,433	6,588	6,720	6,626
Grades 1 - 5	32,663	32,637	31,257	30,445	30,988	31,555	32,253	32,548	32,857	33,170
Total Elementary (K - 5)	38,874	39,049	37,002	36,366	36,933	37,759	38,686	39,136	39,577	39,796
Ungraded ECI	261	286	269	244	247	376	376	376	376	376
Ungraded in PreKindergarten	1,823	1,894	1,508	1,769	2,004	2,290	2,290	2,290	2,290	2,290
Ungraded in Special Ctr. Alt ECI & PK	182	200	152	116	143	143	143	143	143	143
Ungraded in Special Ctr. Alt (K-5)	211	241	229	212	180	180	180	180	180	180
Total Special (K - 5)	2,477	2,621	2,158	2,341	2,574	2,989	2,989	2,989	2,989	2,989
Total Elementary	41,351	41,670	39,160	38,707	39,507	40,748	41,675	42,125	42,566	42,785
Grades 6 - 8	18,376	19,282	19,443	19,038	18,929	18,810	18,627	18,858	19,016	19,445
Grades 9 - 12	22,848	23,335	23,800	24,283	24,938	25,782	26,368	25,906	25,562	25,340
Total Grades 6 - 12	41,224	42,617	43,243	43,321	43,867	44,592	44,995	44,764	44,578	44,785
Evening High	278	296	227	218	242	242	242	242	242	242
Special Centers Secondary	396	401	414	357	358	358	358	358	358	358
Virtual Academy	-	-	-	562	479	479	479	479	479	479
Total Secondary Ungraded	674	697	641	1,137	1,079	1,079	1,079	1,079	1,079	1,079
Total Secondary	41,898	43,314	43,884	44,458	44,946	45,671	46,074	45,843	45,657	45,864
Total Enrollment	83,249	84,984	83,044	83,165	84,453	86,419	87,749	87,968	88,223	88,649

(1) Does not include students placed in non-public Special Education Facilities.

Source: Anne Arundel County Public Schools data.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XIX
Cost Per Pupil - General Fund
School Year 2022-2023

	Actual Expenditures 2021-2022	Actual Expenditure 2022-2023
Expenditures & Encumbrances:		
Administration	\$ 40,494,513	\$ 43,303,120
Mid-Level Administration	75,827,083	84,453,688
Instructional Salaries & Wages	502,045,069	542,540,605
Textbooks & Classroom Supplies	54,495,546	50,912,615
Other Instructional Costs	25,677,385	32,029,791
Special Education	157,586,316	174,546,648
Student Personnel Services	12,612,836	15,289,644
Health Services	1,201,601	545,180
Student Transportation Services	60,441,571	1,604,456
Operation of Plant	93,869,193	66,892,905
Maintenance of Plant	27,122,467	92,373,361
Fixed Charges	255,784,435	37,981,120
Food Services	758,075	279,074,475
Community Services	560,245	665,037
Capital Outlay	6,073,509	12,314,963
Total Expenditures & Encumbrances	\$ 1,314,549,844	\$ 1,434,527,608
Less:		
Outgoing Transfers (Non Public/Other Tuition)	\$ (29,390,888)	\$ (33,426,902)
Additional Equipment	(4,893,978)	(1,135,329)
Community Services	(560,245)	(756,600)
Net Total - Expenditures & Encumbrances	\$ 1,279,704,733	\$ 1,399,208,777
Total - Average Daily Membership	83,744	82,482
Per Pupil - Expenditures & Encumbrances	\$ 15,281	\$ 16,964

- (1) The above calculations for "cost" per pupil follow the guidelines recommended by the Maryland State Department of Education. Not included are the expenditures made directly by the State of Maryland and allocated to the local school system, such as pension contributions to the Teachers' Retirement Systems of Maryland.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XX
School Breakfast and School Lunch Programs
School Years 2019 Through 2023

	2019	2020	2021	2022	2023
<u>School Breakfast Program:</u>					
Charge per breakfast to students:					
Regular	\$ 1.50	\$ 1.50	\$ 1.50	\$ 1.50	\$ 1.50
Reduced	0.00	0.00	0.00	0.00	0.00
Charge per breakfast to adults	1.90	1.90	1.90	1.90	3.00
Number of days breakfast served	181	120	237	231	181
Number of free breakfasts served	1,860,879	1,192,414	0	0	1,566,542
Average number of free breakfasts served to pupils daily	10,281	9,937	0	0	8,655
Number of paid breakfasts served:					
At reduced price	311,820	213,826	0	0	172,318
At regular price	1,271,183	827,936	0	0	831,470
Average number of paid breakfasts served to pupils daily:					
At reduced price	1,723	1,782	0	0	952
At regular price	7,023	6,899	0	0	4,594
Total number of school year breakfasts served to pupils	3,443,882	2,234,176	0	0	2,570,330
Average number of breakfasts served to pupils daily	19,027	18,618	0	0	14,201
Number of breakfast schools	120	120	121	121	121
Total of free summer breakfasts served	27,194	561,209	2,222,449	4,585,679 *	126,863 *
Total breakfasts served	3,471,076	2,795,385	2,222,449	4,585,679	2,697,193

<u>School Lunch Program:</u>					
Charge per lunch to students:					
Regular - Elementary	\$ 2.75	\$ 2.75	\$ 2.75	\$ 2.75	\$ 2.75
Regular - Secondary	3.00	3.00	3.00	3.00	3.00
Reduced	0.40	0.00	0.00	0.00	0.00
Charge per lunch to adults	3.65	3.65	3.65	3.65	5.50
Number of days lunches served	181	120	237	231	181
Number of free lunches served	2,712,125	1,805,146	-	-	2,971,816
Average number of free lunches served to pupils daily	14,984	15,043	-	-	16,419
Number of paid lunches served:					
At reduced price	476,868	372,246	-	-	357,582
At regular price	2,668,588	1,826,209	-	-	2,460,871
Average number of paid lunches served to pupils daily:					
At reduced price	2,635	3,102	-	-	1,976
At regular price	14,744	15,218	-	-	13,595
Total number of school year lunches served to pupils	5,857,581	4,003,601	-	-	5,790,269
Average number of lunches served to pupils daily	32,362	33,363	-	-	31,990
Total of free summer lunches served	62,867	595,291	2,366,715	7,987,512 *	140,942 *
Total lunches served	5,920,448	4,598,892	2,366,715	7,987,512	5,931,211
Milk Prices	0.55	0.55	0.55	0.55	0.55

*COVID emergency meals served in 2022
under the Summer Program

Source: Anne Arundel County Public Schools data

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XXI
Teacher Salary and Education
July 2022 to June 2023

<u>Education</u>	<u>Salary Range</u>	<u>Number of Teachers</u>	<u>Average Salary</u>
Bachelor's Degree with Standard Professional Certification	\$ 58,161 - 74,428	1,131	64,225
Master's Degree with Standard Professional Certification	61,695 - 101,111	923	84,239
Master's Degree with Advance Professional Certification	62,918 - 103,117	2,647	84,897
Master's Degree plus 30 credits with Professional Certification	64,448 - 107,258	1,017	95,103
Master's Degree plus 60 credits with Professional Certification	68,073 - 113,783	489	101,639
Doctorate Degree with Professional Certification	69,429 - 113,783	101	94,936
Provisional Bachelor's Degree	58,161 - 60,487	482	58,085
Provisional Master's Degree	61,695 - 64,163	110	61,674

NOTE: Teachers who hold a National Board Certification, who are teaching in an eligible position and in a MSDE Identified School can earn up to \$17,000 more than what is reflected on the salary range. The average numbers include those amounts where applicable.

Source: Anne Arundel County Public Schools data.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XXII
School Building Information
Last Ten Fiscal Years
Fiscal Year Ended June 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Elementary Schools:										
Annapolis (1896)										
Square Feet	37,475	69,546	69,546	69,546	70,180	70,180	70,180	70,180	70,180	70,180
Capacity	271	314	314	314	314	314	314	304	304	304
Enrollment	237	259	255	280	242	223	203	194	186	200
Arnold (1967)										
Square Feet	56,255	56,255	56,255	56,255	56,255	89,253	89,253	89,253	89,253	89,253
Capacity	456	456	456	456	456	565	565	580	580	580
Enrollment	424	408	388	388	427	543	563	481	522	503
Belle Grove (1952)										
Square Feet	59,928	59,928	59,928	59,928	59,928	59,928	59,928	59,928	59,928	59,928
Capacity	304	304	304	304	304	304	304	314	359	359
Enrollment	234	261	257	263	287	290	327	287	306	311
Belvedere (1954)										
Square Feet	68,476	68,476	68,476	68,476	68,476	68,476	68,476	68,476	68,476	68,476
Capacity	526	526	526	526	526	526	526	516	516	516
Enrollment	447	463	519	548	540	523	492	460	496	529
Benfield (1962)										
Square Feet	42,234	42,234	42,234	82,775	82,775	82,775	82,775	82,775	82,775	82,775
Capacity	353	353	353	581	581	581	581	520	520	520
Enrollment	485	460	458	439	431	430	430	385	403	449
Bodkin (1970)										
Square Feet	78,469	78,469	78,469	78,469	78,469	78,469	78,469	78,469	78,469	78,469
Capacity	663	663	663	663	663	663	663	580	580	580
Enrollment	591	588	580	590	580	565	564	483	498	520
Broadneck (1975)										
Square Feet	84,111	84,111	84,111	84,111	84,111	84,111	84,111	84,111	84,111	84,111
Capacity	717	717	717	717	717	717	717	707	707	707
Enrollment	753	772	809	826	791	786	766	749	686	687
Brock Bridge (1970)										
Square Feet	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113	78,748	78,748
Capacity	609	609	609	609	609	577	577	599	753	753
Enrollment	734	427	438	521	578	601	613	528	468	472
Brooklyn Park (1972)										
Square Feet	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540
Capacity	569	569	546	546	546	546	546	487	487	487
Enrollment	385	382	388	410	416	398	476	440	469	484
Cape St. Claire (1968)										
Square Feet	84,647	84,647	84,647	84,647	84,647	84,647	84,647	84,647	84,647	84,647
Capacity	800	800	800	800	800	800	800	776	776	776
Enrollment	665	646	610	593	635	613	607	566	594	631
Carrie Weedon EEC (1961)										
Square Feet	-	-	-	-	11,100	11,100	11,100	11,100	11,100	11,100
Capacity	-	-	-	-	80	80	80	80	80	80
Enrollment	-	-	-	-	-	60	80	62	63	63
Central (1972)										
Square Feet	83,381	83,381	83,381	83,381	83,381	83,381	83,381	83,381	83,381	83,381
Capacity	678	678	678	678	678	678	678	610	610	610
Enrollment	659	656	615	609	620	609	584	565	556	570
Crofton (1969)										
Square Feet	66,321	66,321	86,640	86,640	86,640	86,640	86,640	86,640	86,640	86,640
Capacity	512	512	659	659	659	659	659	659	659	659
Enrollment	563	569	656	656	682	742	669	648	644	649
Crofton Meadows (1989)										
Square Feet	68,338	68,338	78,618	78,618	78,618	78,618	78,618	78,618	78,618	78,618
Capacity	481	481	616	616	592	592	592	579	579	579
Enrollment	441	589	576	576	555	536	555	527	532	574
Crofton Woods (1971)										
Square Feet	81,879	81,879	81,879	81,879	81,879	80,979	80,979	86,758	86,758	86,758
Capacity	639	639	639	639	639	833	833	753	753	753
Enrollment	624	655	673	673	744	750	755	715	742	734
Davidsonville (2002)										
Square Feet	78,725	78,725	78,725	78,725	78,725	78,725	78,725	78,725	78,725	78,725
Capacity	695	695	695	695	695	695	695	671	671	671
Enrollment	707	680	683	683	684	656	668	624	601	659

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	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Deale (1962)										
Square Feet	53,444	53,444	53,444	53,444	53,444	53,444	53,444	53,444	53,444	53,444
Capacity	342	342	342	342	342	342	342	329	329	329
Enrollment	285	283	244	244	243	217	221	209	190	175
Eastport (1909)										
Square Feet	34,658	34,658	34,658	34,658	42,430	42,430	42,430	42,430	42,430	42,430
Capacity	281	281	281	281	336	336	336	323	323	323
Enrollment	256	273	260	260	249	241	304	283	272	269
Edgewater (1953)										
Square Feet	52,326	52,326	52,326	52,326	52,326	89,634	89,634	89,634	89,634	89,634
Capacity	455	455	455	455	455	669	669	661	661	661
Enrollment	512	525	547	547	493	573	576	563	584	578
Ferndale Early Childhood (1962)										
Square Feet	24,076	24,076	24,076	24,076	24,076	24,076	24,076	24,076	24,076	24,076
Capacity	158	158	158	158	158	158	158	140	140	140
Enrollment	144	137	135	135	128	112	140	74	87	136
Folger McKinsey (1958)										
Square Feet	83,175	83,175	83,175	83,175	83,175	83,175	83,175	83,175	83,175	83,175
Capacity	640	640	640	640	640	640	640	649	649	649
Enrollment	578	603	618	618	625	616	617	576	594	636
Fort Smallwood (1977)										
Square Feet	64,907	64,907	64,907	64,907	64,907	64,907	64,907	64,907	64,907	64,907
Capacity	533	533	533	533	533	533	533	555	555	555
Enrollment	410	407	408	408	401	432	480	458	459	420
Four Seasons (1974)										
Square Feet	75,254	83,703	83,703	83,703	83,703	83,703	83,703	83,703	83,703	83,703
Capacity	680	680	680	680	680	680	680	654	654	654
Enrollment	518	565	569	569	651	649	659	638	640	664
Frank Hebron-Harman (2007)										
Square Feet	79,875	79,875	84,835	84,835	84,835	84,835	84,835	84,835	84,835	84,835
Capacity	704	704	773	773	773	773	773	750	750	750
Enrollment	759	760	776	776	769	767	734	674	657	677
Freetown (2009)										
Square Feet	82,460	82,460	82,460	82,460	82,460	82,460	82,460	82,460	82,460	82,460
Capacity	539	539	539	539	539	539	539	539	631	631
Enrollment	501	456	484	484	507	489	462	500	510	513
George Cromwell (1964)										
Square Feet	42,110	42,110	42,110	42,110	42,110	74,468	74,468	74,468	74,468	74,468
Capacity	322	322	322	322	322	474	474	477	477	477
Enrollment	320	309	319	319	311	321	359	333	316	360
Georgetown East (1972)										
Square Feet	68,216	68,216	68,216	68,216	68,216	80,399	80,399	80,399	80,399	80,399
Capacity	537	537	537	537	537	597	597	561	561	561
Enrollment	387	365	375	375	277	307	312	291	264	290
Germantown (2011)										
Square Feet	89,998	89,998	89,998	89,998	89,998	89,998	89,998	89,998	89,998	89,998
Capacity	718	718	718	718	718	718	718	650	650	650
Enrollment	731	749	741	741	549	559	504	485	500	482
Glen Burnie Park (1962)										
Square Feet	44,275	44,275	53,270	53,270	53,270	70,633	70,633	70,633	70,633	70,633
Capacity	384	384	499	499	499	624	624	624	624	624
Enrollment	466	503	511	511	536	537	518	499	472	489
Glendale (2001)										
Square Feet	80,249	75,065	75,065	75,065	75,065	75,065	75,065	75,065	75,065	75,065
Capacity	569	569	569	569	569	569	569	514	514	514
Enrollment	387	388	405	405	394	414	413	403	388	400
High Point (1975)										
Square Feet	75,764	75,764	75,764	75,764	75,764	98,681	98,681	98,681	98,681	98,681
Capacity	574	574	574	574	574	747	747	734	734	734
Enrollment	661	652	670	670	660	655	685	669	659	704
Hillsmere (1967)										
Square Feet *	49,130	49,130	49,130	49,130	49,130	49,130	67,858	67,858	67,988	67,988
Capacity	509	509	509	509	509	509	506	463	506	506
Enrollment	529	541	517	517	397	390	441	398	396	390

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	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Hilltop (1970)										
Square Feet	82,903	82,903	82,903	82,903	82,903	82,903	82,903	82,903	82,903	82,903
Capacity	676	676	676	676	676	676	676	684	639	639
Enrollment	652	699	676	676	708	739	633	570	499	535
Jacobsville (1998)										
Square Feet	66,756	66,756	73,193	73,193	73,193	73,193	73,193	73,193	73,193	73,193
Capacity	604	604	633	633	633	633	633	610	610	610
Enrollment	566	536	551	551	544	572	550	527	545	510
Jessup (2019)										
Square Feet	83,868	83,868	83,868	83,868	83,868	98,879	98,879	98,879	98,879	98,879
Capacity	435	435	435	435	435	773	773	781	781	781
Enrollment	483	451	482	482	487	513	605	546	557	582
Jones (1957)										
Square Feet	45,393	45,393	48,772	48,772	48,772	48,772	48,772	48,772	48,772	48,772
Capacity	363	363	342	342	342	342	342	353	353	353
Enrollment	313	276	277	277	330	307	308	292	293	312
Lake Shore (1953)										
Square Feet	63,422	63,422	63,422	63,422	63,422	63,422	63,422	63,422	63,422	63,422
Capacity	342	342	388	388	388	388	388	389	389	389
Enrollment	304	308	300	300	324	316	334	317	318	333
Linthicum (1971)										
Square Feet	71,682	71,682	71,682	71,682	71,682	81,718	81,718	81,718	81,718	81,718
Capacity	489	489	489	489	489	512	621	646	646	646
Enrollment	457	468	445	445	491	481	482	449	442	459
Lothian (2015)										
Square Feet	66,281	84,248	84,588	84,588	84,588	84,588	84,588	84,588	84,588	84,558
Capacity	473	552	555	555	555	555	555	552	552	552
Enrollment	417	412	446	446	502	469	480	466	446	478
Manor View (1971)										
Square Feet	72,267	72,267	72,267	72,267	71,576	71,576	71,576	71,576	71,576	71,576
Capacity	549	549	549	549	454	516	516	516	516	516
Enrollment	315	304	309	309	320	287	313	235	257	240
Marley (2005)										
Square Feet	67,111	76,967	76,967	76,967	91,934	81,934	81,934	81,934	81,934	81,934
Capacity	555	687	724	724	816	815	815	815	841	841
Enrollment	643	694	696	696	826	832	820	763	740	756
Maryland City (1965)										
Square Feet	49,130	56,258	54,519	54,519	61,434	61,434	61,434	61,434	61,434	61,434
Capacity	392	392	392	392	392	535	535	506	506	506
Enrollment	411	356	330	330	419	425	419	389	409	436
Mayo (2005)										
Square Feet	60,648	60,648	60,648	60,648	60,648	60,648	60,648	60,648	60,648	60,648
Capacity	388	388	388	388	388	388	388	698	398	398
Enrollment	339	317	326	326	326	320	359	353	337	345
Meade Heights (1997)										
Square Feet *	74,000	74,000	74,000	74,000	74,000	74,000	74,000	80,188	82,855	82,855
Capacity	517	517	517	517	517	517	517	481	616	616
Enrollment	322	324	340	340	367	385	476	399	364	371
Millersville (1965)										
Square Feet	45,994	45,994	45,994	45,994	45,994	52,769	59,346	59,346	59,346	59,346
Capacity	430	430	430	430	430	451	451	430	430	430
Enrollment	400	374	349	349	349	337	372	349	361	372
Mills-Parole (1952)										
Square Feet	54,280	54,280	89,767	89,767	89,767	89,767	89,767	89,767	89,767	89,767
Capacity	401	401	696	696	696	696	696	706	706	706
Enrollment	600	618	632	632	632	594	606	555	559	578
Nantucket (2008)										
Square Feet	79,875	79,875	86,273	86,273	86,273	86,273	86,273	86,273	86,273	86,273
Capacity	684	684	799	799	799	799	799	763	763	763
Enrollment	819	746	738	738	738	783	773	705	665	709
North Glen (1959)										
Square Feet	43,565	43,565	49,749	49,749	49,749	57,087	57,087	57,087	57,087	57,087
Capacity	280	280	368	368	349	349	349	350	350	350
Enrollment	221	247	249	249	252	262	302	303	286	298

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	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Oak Hill (1971)										
Square Feet	80,482	80,482	80,482	80,482	80,482	80,482	80,482	80,482	80,482	80,482
Capacity	692	692	692	692	692	692	692	683	683	683
Enrollment	611	631	654	654	668	665	707	639	616	614
Oakwood (1957)										
Square Feet	48,750	48,750	55,674	55,674	55,674	55,674	55,674	55,674	55,674	55,674
Capacity	395	395	395	395	395	395	395	399	399	399
Enrollment	276	287	271	271	286	291	336	324	344	368
Odenton (1930)										
Square Feet	71,302	71,302	71,302	71,302	71,302	89,287	89,287	89,287	89,287	89,287
Capacity	444	444	444	444	608	608	608	585	585	585
Enrollment	358	411	442	442	469	468	569	519	534	575
Overlook (1955)										
Square Feet	62,129	62,129	62,129	62,129	62,129	62,129	62,129	62,129	62,129	62,129
Capacity	319	319	362	362	362	362	362	416	382	382
Enrollment	283	280	340	340	357	366	378	346	313	351
Park (1996)										
Square Feet *	68,779	68,779	68,779	68,779	68,779	77,436	77,436	77,436	77,436	77,436
Capacity	493	493	493	493	625	598	598	621	621	621
Enrollment	470	468	470	470	479	497	523	522	524	507
Pasadena (2008)										
Square Feet	68,023	68,023	68,023	68,023	68,023	68,023	68,023	68,023	68,023	68,023
Capacity	408	408	408	408	408	408	408	441	473	473
Enrollment	355	342	337	337	382	370	363	347	353	356
Pershing Hill (2011)										
Square Feet	87,160	87,160	87,160	87,160	87,160	87,160	87,160	87,160	87,160	87,160
Capacity	710	710	710	710	710	710	710	710	710	710
Enrollment	637	616	649	649	591	589	599	491	495	556
Piney Orchard (2000)										
Square Feet	76,448	76,448	76,448	76,448	76,448	76,448	76,448	76,448	76,448	76,448
Capacity	684	684	684	684	684	684	684	649	649	649
Enrollment	683	675	675	675	638	624	808	808	941	966
Point Pleasant (1967)										
Square Feet	95,925	95,925	95,925	95,925	95,925	95,925	95,925	95,925	95,925	95,925
Capacity	666	666	666	666	666	666	666	677	677	677
Enrollment	533	527	530	530	553	510	539	510	459	509
Quarterfield (1969)										
Square Feet *	49,130	49,130	49,130	49,130	49,130	49,130	84,196	83,840	83,840	83,840
Capacity	441	441	441	441	463	463	585	463	585	585
Enrollment	388	396	389	389	416	443	428	436	433	436
Richard Henry Lee (1972)										
Square Feet	61,000	61,000	61,000	61,000	61,000	80,979	80,979	80,979	80,979	80,979
Capacity	479	479	479	479	479	509	509	522	522	522
Enrollment	502	533	519	519	518	470	497	472	476	510
Ridgeway (1999)										
Square Feet	77,659	77,659	77,659	77,659	77,659	77,659	77,659	77,659	77,659	77,659
Capacity	636	636	636	636	636	636	636	635	635	635
Enrollment	582	601	599	599	640	636	694	632	566	598
Rippling Woods (1974)										
Square Feet *	76,500	76,500	76,500	76,500	76,500	76,500	102,169	102,834	102,834	102,834
Capacity	622	622	613	613	613	613	775	623	773	773
Enrollment	618	649	653	653	638	593	615	558	493	546
Riviera Beach (1955)										
Square Feet	50,916	50,916	50,916	50,916	50,916	57,867	57,867	57,867	57,867	57,867
Capacity	329	329	349	349	349	441	441	441	359	359
Enrollment	303	293	319	319	319	288	283	268	270	281
Rolling Knolls (2016)										
Square Feet	38,951	38,951	38,951	38,951	84,588	84,588	84,588	84,588	84,588	84,588
Capacity	598	598	598	598	607	607	607	529	529	529
Enrollment	419	424	395	395	397	408	414	374	361	377
Seven Oaks (2007)										
Square Feet	81,209	81,209	81,209	81,209	81,209	81,209	81,209	81,209	81,209	81,209
Capacity	655	655	655	655	655	655	655	692	692	692
Enrollment	676	704	685	685	670	597	516	490	469	495

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	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<i>Severn (1932)</i>										
Square Feet	62,964	62,964	62,964	62,964	62,964	62,964	62,964	62,964	62,964	62,964
Capacity	499	499	486	486	486	486	486	532	532	532
Enrollment	435	410	446	446	492	491	551	530	517	570
<i>Severna Park (1937)</i>										
Square Feet	56,345	56,345	56,345	56,345	56,345	56,345	56,345	56,345	56,345	56,345
Capacity	434	434	434	434	434	434	434	433	433	433
Enrollment	380	387	400	400	417	429	437	392	375	379
<i>Shady Side (1971)</i>										
Square Feet	73,113	73,113	73,113	73,113	79,968	79,968	79,968	79,968	79,968	79,968
Capacity	476	476	476	476	564	647	647	647	647	647
Enrollment	479	463	482	482	480	441	479	430	406	401
<i>Shipley's Choice (1988)</i>										
Square Feet	68,119	68,119	68,119	68,119	68,119	68,119	68,119	68,119	68,119	68,119
Capacity	421	421	421	421	421	421	421	443	443	443
Enrollment	385	354	371	371	390	384	406	369	356	342
<i>Solley (1995)</i>										
Square Feet	83,336	83,336	83,336	83,336	90,507	90,507	90,507	90,507	90,507	90,507
Capacity	635	635	635	635	773	806	761	783	783	783
Enrollment	717	720	734	734	816	782	806	719	694	705
<i>South Shore (1997)</i>										
Square Feet	52,503	52,503	52,503	52,503	52,503	52,503	52,503	52,503	52,503	52,503
Capacity	365	365	365	365	365	365	365	374	374	374
Enrollment	297	316	331	331	341	335	310	268	300	287
<i>Southgate (1969)</i>										
Square Feet	87,165	87,165	87,165	87,165	87,165	87,165	87,165	87,165	87,165	87,165
Capacity	659	659	659	659	659	659	659	659	704	704
Enrollment	657	696	724	724	751	790	795	721	695	697
<i>Sunset (1971)</i>										
Square Feet *	73,113	73,113	73,113	73,113	73,113	73,113	69,243	78,144	78,144	78,144
Capacity	519	519	519	519	519	519	519	506	598	598
Enrollment	468	485	465	465	491	474	445	418	400	434
<i>Tracey's (1962)</i>										
Square Feet	56,640	56,640	56,640	56,640	56,640	56,640	56,640	56,640	56,640	56,640
Capacity	397	397	411	411	411	411	411	443	443	443
Enrollment	361	382	375	375	404	435	446	398	425	437
<i>Tyler Heights (1962)</i>										
Square Feet	47,544	47,544	47,544	47,544	84,813	84,813	84,813	84,813	84,813	84,813
Capacity	442	442	442	442	549	549	549	547	565	565
Enrollment	529	602	593	593	458	453	518	467	418	424
<i>Van Bokkelen (1973)</i>										
Square Feet	70,525	70,525	70,525	70,525	70,525	70,525	76,833	76,833	76,833	76,833
Capacity	585	585	585	585	585	585	673	595	539	539
Enrollment	469	468	473	473	491	494	456	381	382	402
<i>Waugh Chapel (1967)</i>										
Square Feet	58,897	66,025	61,695	61,695	62,101	62,101	62,101	62,101	62,101	62,101
Capacity	568	565	565	565	565	565	565	541	541	541
Enrollment	561	570	575	575	596	600	646	615	574	573
<i>West Annapolis (1956)</i>										
Square Feet	31,669	31,669	31,669	31,669	53,885	53,885	53,885	53,885	53,885	53,885
Capacity	274	274	274	274	340	340	340	307	307	307
Enrollment	235	181	165	165	227	236	263	215	227	233
<i>West Meade (1964)</i>										
Square Feet	38,093	38,093	38,093	38,093	45,680	45,680	45,680	45,680	45,680	45,680
Capacity	292	292	292	292	356	356	356	336	336	336
Enrollment	255	263	274	274	244	228	223	178	208	210
<i>Windsor Farm (1989)</i>										
Square Feet	77,432	77,432	77,432	77,432	77,432	77,432	77,432	77,432	77,432	77,432
Capacity	639	639	639	639	639	639	639	603	603	603
Enrollment	614	608	578	578	550	564	567	515	495	491
<i>Woodside (1965)</i>										
Square Feet	51,946	51,946	51,946	51,946	64,963	64,963	64,963	64,963	64,963	64,963
Capacity	336	336	424	424	461	461	461	461	461	461
Enrollment	308	325	335	335	358	351	383	340	330	336

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Last Ten Fiscal Years
Fiscal Year Ended June 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Middle Schools:										
Annapolis (1964)										
Square Feet	216,000	216,000	216,000	216,000	216,000	216,000	216,000	216,000	216,000	216,000
Capacity	1,495	1,495	1,495	1,495	1,495	1,495	1,495	1,495	1,549	1,549
Enrollment	667	706	774	774	987	1,014	1,033	1,061	964	879
Arundel (1961)										
Square Feet	140,032	140,032	140,032	140,032	140,032	140,032	162,322	162,322	162,322	162,322
Capacity	1,071	1,071	1,071	1,071	1,071	1,071	1,283	1,186	1,389	1,389
Enrollment	859	941	980	980	1,032	1,043	1,160	1,119	1,196	1,286
Bates (1955)										
Square Feet	145,520	145,520	145,520	145,520	145,520	145,520	145,520	145,520	145,520	145,520
Capacity	1,030	1,030	1,030	1,030	1,030	1,030	1,030	1,077	1,077	1,077
Enrollment	800	850	878	878	656	623	722	682	700	682
Brooklyn Park (1954)										
Square Feet	248,809	248,809	248,809	248,809	248,809	248,809	248,809	248,809	248,809	248,809
Capacity	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,166	1,166
Enrollment	739	742	733	733	714	796	838	875	834	775
Central (1977)										
Square Feet	158,125	158,125	158,125	158,125	158,125	158,125	158,125	158,125	158,125	158,125
Capacity	1,283	1,295	1,295	1,295	1,295	1,295	1,295	1,295	1,385	1,385
Enrollment	1,019	1,056	1,122	1,122	1,202	1,283	1,320	1,345	1,281	1,299
Chesapeake Bay (1976)										
Square Feet	343,446	343,446	343,446	343,446	343,446	343,446	343,446	343,446	343,446	343,446
Capacity	2,239	2,058	2,058	2,058	2,058	2,058	2,058	1,962	1,962	1,962
Enrollment	1,062	1,048	1,040	1,040	1,021	1,027	1,054	1,062	1,081	1,067
Corkran (1962)										
Square Feet	151,790	151,790	151,790	151,790	151,790	151,790	151,790	151,790	151,790	151,790
Capacity	1,030	1,030	1,030	1,030	1,030	1,030	1,030	1,086	1,086	1,030
Enrollment	547	588	550	550	585	639	666	638	632	644
Crofton (1982)										
Square Feet *	131,577	131,577	131,577	131,577	131,577	131,577	131,789	131,789	140,611	140,611
Capacity	1,274	1,274	1,275	1,275	1,275	1,275	1,275	1,254	1,339	1,254
Enrollment	1,123	1,104	1,097	1,097	1,181	1,279	1,288	1,339	1,293	1,374
Lindale (1961)										
Square Feet	191,583	191,583	191,583	191,583	191,583	191,583	191,583	191,583	191,583	191,583
Capacity	1,228	1,228	1,228	1,228	1,228	1,228	1,228	1,228	1,481	1,481
Enrollment	792	896	962	962	1,091	1,129	1,199	1,194	1,185	1,178
MacArthur (1967)										
Square Feet	211,620	211,620	211,620	211,620	211,620	211,620	211,620	211,620	211,620	211,620
Capacity	1,388	1,388	1,388	1,388	1,388	1,388	1,388	1,388	1,674	1,674
Enrollment	1,012	1,025	1,046	1,046	1,037	957	909	898	883	878
Magothy River (1974)										
Square Feet	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000
Capacity	1,083	1,050	1,050	1,050	1,050	1,050	1,050	1,050	1,118	1,118
Enrollment	707	731	751	751	738	727	731	714	699	683
Marley (2006)										
Square Feet	154,293	154,293	154,293	154,293	154,293	154,293	154,293	154,293	154,293	154,293
Capacity	1,253	1,253	1,253	1,253	1,253	1,253	1,253	1,215	1,215	1,215
Enrollment	767	758	823	823	841	842	965	959	940	924
Meade (1998)										
Square Feet	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Capacity	1,009	1,009	1,009	1,009	1,009	1,009	1,009	1,009	1,108	1,108
Enrollment	689	678	588	588	620	716	932	826	827	788
Northeast (1949)										
Square Feet	164,393	164,393	164,393	164,393	164,393	164,393	164,393	164,393	164,393	164,393
Capacity	1,051	1,051	1,051	1,051	1,051	1,051	1,051	1,080	1,080	1,080
Enrollment	929	930	949	949	823	863	943	899	848	882
Old Mill North (1971)										
Square Feet	159,635	159,635	159,635	159,635	159,635	159,635	159,635	159,635	159,635	159,635
Capacity	1,060	1,060	1,060	1,060	1,060	1,060	1,060	1,060	1,060	1,060
Enrollment	948	921	952	952	1,024	1,064	1,043	1,042	992	960
Old Mill South (1975)										
Square Feet	159,635	159,635	159,635	159,635	159,635	159,635	159,635	159,635	158,704	158,704
Capacity	1,072	1,072	1,072	1,072	1,072	1,072	1,072	1,072	1,199	1,072

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XXII
School Building Information
Last Ten Fiscal Years
Fiscal Year Ended June 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Enrollment	723	762	842	842	870	908	1,039	1,018	964	979
<i>Severn River (1974)</i>										
Square Feet	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000
Capacity	988	1,041	1,041	1,041	1,041	1,041	1,041	1,041	1,118	1,118
Enrollment	779	778	759	759	748	749	852	801	747	734
<i>Severna Park (1967)</i>										
Square Feet	205,905	205,905	205,905	205,905	205,905	205,905	205,905	205,905	205,905	205,905
Capacity	1,478	1,478	1,478	1,478	1,476	1,476	1,476	1,476	1,566	1,476
Enrollment	1,435	1,442	1,431	1,431	1,454	1,469	1,485	1,412	1,440	1,399
<i>Southern (1953)</i>										
Square Feet	200,102	200,102	200,102	200,102	200,102	200,102	200,102	200,102	200,102	200,102
Capacity	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,091	1,385	1,385
Enrollment	803	764	763	763	744	757	805	790	769	755
<u>High Schools:</u>										
<i>Annapolis (1979)</i>										
Square Feet	260,000	281,500	281,500	281,500	281,500	281,500	281,500	281,500	281,500	281,500
Capacity	1,739	1,888	1,888	1,888	2,085	2,086	2,086	2,083	2,083	2,083
Enrollment	1,703	1,813	1,911	1,911	1,980	1,981	2,156	2,134	2,159	2,127
<i>Arundel (1950)</i>										
Square Feet	292,177	292,177	292,177	292,177	292,177	292,177	292,177	292,177	292,177	292,177
Capacity	2,039	2,039	2,039	2,039	2,039	2,039	2,039	2,039	2,143	2,143
Enrollment	1,963	2,021	2,043	2,043	2,118	2,123	1,834	1,876	1,733	1,617
<i>Broadneck (1982)</i>										
Square Feet	297,740	297,740	297,740	297,740	297,740	297,740	297,740	297,740	297,740	297,740
Capacity	2,209	2,209	2,209	2,209	2,209	2,209	2,209	2,239	2,239	2,239
Enrollment	2,126	2,104	2,061	2,061	2,084	2,153	2,233	2,233	2,203	2,174
<i>Chesapeake (1976)</i>										
Square Feet	322,400	322,400	322,400	322,400	322,400	322,400	322,400	322,400	322,400	322,400
Capacity	2,398	2,088	2,088	2,088	2,088	2,088	2,088	2,068	2,068	2,068
Enrollment	1,510	1,434	1,404	1,404	1,400	1,379	1,398	1,412	1,388	1,419
<i>Crofton (2020)</i>										
Square Feet	-	-	-	-	-	275,768	275,768	275,768	275,768	275,768
Capacity	-	-	-	-	-	-	1,696	1,743	1,743	1,743
Enrollment	-	-	-	-	-	-	854	783	1,303	1,805
<i>Glen Burnie (1931)</i>										
Square Feet	401,580	401,580	401,580	401,580	401,580	401,580	401,580	401,580	401,580	401,580
Capacity	2,269	2,269	2,269	2,269	2,269	2,269	2,269	2,269	2,395	2,395
Enrollment	1,910	1,931	1,892	1,892	2,020	2,038	2,168	2,132	2,193	2,324
<i>Meade (1977)</i>										
Square Feet	330,900	330,900	393,338	393,338	351,142	351,142	384,824	384,824	384,824	384,824
Capacity	2,208	2,208	2,463	2,463	2,527	2,527	2,538	2,538	2,538	2,538
Enrollment	2,159	2,070	2,051	2,051	1,978	2,039	2,064	2,087	2,143	2,330
<i>North County (1970)</i>										
Square Feet *	331,764	331,764	331,764	331,764	331,764	331,764	331,764	331,764	331,764	331,764
Capacity	2,314	2,314	2,314	2,314	2,314	2,314	2,314	2,314	2,402	2,402
Enrollment	1,879	2,013	2,057	2,057	2,214	2,289	2,368	2,327	2,446	2,451
<i>Northeast (1964)</i>										
Square Feet	210,948	308,211	308,211	308,211	308,211	308,211	320,308	320,308	320,308	320,308
Capacity	1,621	1,621	1,679	1,679	1,679	1,679	1,679	1,679	1,797	1,797
Enrollment	1,339	1,335	1,353	1,353	1,422	1,375	1,343	1,364	1,387	1,390
<i>Old Mill (1975)</i>										
Square Feet	283,194	283,194	283,194	283,194	283,194	283,194	283,194	283,194	283,194	283,194
Capacity	2,440	2,440	2,440	2,440	2,440	2,440	2,440	2,369	2,369	2,369
Enrollment	2,131	2,105	2,125	2,125	2,230	2,204	2,381	2,364	2,394	2,445
<i>Severna Park (2017)</i>										
Square Feet	296,191	296,191	296,191	296,191	354,162	354,162	354,162	354,162	354,162	354,162
Capacity	1,805	1,805	1,805	1,805	2,225	2,157	2,157	2,157	2,205	2,205
Enrollment	1,857	1,872	1,799	1,799	1,876	1,865	1,923	1,880	1,854	1,873
<i>South River (1978)</i>										
Square Feet	295,900	295,900	295,900	295,900	295,900	295,900	295,900	295,900	295,900	295,900
Capacity	2,230	2,230	2,230	2,230	2,230	2,230	2,230	2,232	2,232	2,232
Enrollment	2,224	2,210	2,191	2,191	2,150	2,179	1,913	1,916	1,787	1,649
<i>Southern (1968)</i>										
Square Feet	226,206	226,206	226,206	226,206	226,206	226,206	226,206	226,206	226,206	226,206
Capacity	1,441	1,441	1,441	1,441	1,441	1,441	1,441	1,321	1,321	1,321
Enrollment	1,066	1,071	1,047	1,047	1,010	997	1,015	1,032	1,030	1,066

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XXII
School Building Information
Last Ten Fiscal Years
Fiscal Year Ended June 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Other:										
Central Special (1976)										
Square Feet	53,333	53,333	53,333	53,333	53,333	53,333	53,333	53,333	53,333	53,333
Capacity	170	170	170	170	170	170	170	170	170	170
Enrollment	143	130	135	135	131	148	148	116	119	142
Marley Glen (1962)										
Square Feet	50,318	50,318	50,318	50,318	50,318	50,318	50,318	50,318	50,318	50,318
Capacity	130	130	130	130	130	130	130	180	180	180
Enrollment	91	77	104	104	114	160	160	126	115	119
Phoenix Annapolis (1967)										
Square Feet	36,000	71,000	71,110	71,110	71,110	71,110	71,000	71,000	71,000	71,000
Capacity	120	279	279	279	279	279	279	395	395	395
Enrollment	303	357	331	331	315	345	347	349	289	229
Ruth Parker Eason (1984)										
Square Feet	54,526	54,526	54,526	54,526	54,526	54,526	54,526	54,526	54,526	54,526
Capacity	200	200	200	200	200	200	200	200	200	200
Enrollment	116	106	113	113	134	143	163	149	146	156
J. Albert Adams Academy (1958)										
Square Feet	39,257	39,257	39,257	39,257	39,257	39,257	39,257	39,257	39,257	39,257
Capacity	150	150	204	204	204	204	204	204	204	204
Enrollment	53	63	85	85	52	44	44	44	16	35
Mary Moss Academy (1997)										
Square Feet	13,359	13,359	Combined	Combined	Combined	Combined	Combined	Combined	Combined	Combined
Capacity	100	100	w/ J. Albert	w/ J. Albert	w/ J. Albert	w/ J. Albert	w/ J. Albert	w/ J. Albert	w/ J. Albert	w/ J. Albert
Enrollment	62	57	Academy	Academy	Academy	Academy	Academy	Academy	Academy	Academy
CAT-North (1974)										
Square Feet	148,634	148,634	148,634	148,634	148,634	148,634	148,634	148,634	155,764	155,764
CAT-South (1971)										
Square Feet	91,507	91,507	91,507	91,507	91,507	91,507	91,507	91,507	91,507	91,507
Arlington Echo (1971)										
Square Feet	10,509	10,509	10,509	10,509	10,509	10,509	10,509	10,509	10,509	10,509

- (1) CAT - Center for Applied Technology.
(2) CAT-N, CAT-S, and Arlington Echo are used by students enrolled in other school facilities.
(3) The date shown is for the original building.
(4) Square Feet * indicates under construction in 2023
Source: Anne Arundel County Public Schools data.



Anne Arundel County Public Schools

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