

2022 Annual Comprehensive Financial Report

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

For the Fiscal Year Ended June 30, 2022





Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2022

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

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BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Comprehensive Annual Financial Report
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September 30, 2022

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, 2022.

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/CAFR.

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 77 Elementary, 19 Middle and 13 High schools. The average age of school buildings is 47.4 years old. In addition, it has responsibility for 20 *Alternative Educational Centers* that include Charter Schools and Evening High School Programs. Projections show that the student population will continue to grow and is expected to approach 87,000 in 2023. 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 purposes of supplemental analysis, and management believes the information is accurate and complete.

STAFF AND STUDENT ACHIEVEMENTS

The graduation rate of Anne Arundel County Public Schools students surpassed 90 percent for the first time with the Class of 2021 and six student groups posted the highest rates ever, data now available from the Maryland State Department of Education show.

The school system's four-year cohort graduation rate – a measure of the percentage of students who graduated four years after entering high school – is 90.25 percent, 1.36 percentage points higher than the previous year. It marks the third straight year of increases in graduation rate for the system.

Since 2011, when the four-year cohort rate began being calculated, AACPS' graduation rate has risen by 6.52 percentage points and the school system has seen rate increases in every student category. The increase in graduation rate for special education students – 22.4 percentage points – is the highest in the system over that time. Significant increases have also been seen for students receiving free and reduced-price meals (14.16 points), African-American students (9.84 points), English Language Learners (7.73 points), and Hispanic students (7.48 points).

Additionally, the gap in graduation rate between African-American students and their white classmates has narrowed by 33 percent over that time to 5.52 points. The 2021 data released by MSDE also shows all-time high graduation rates for six student groups: Hispanic/Latino (81.26 percent), white (93.16 percent), English Language Learners (60.82 percent), students receiving free and reduced-price meals (84.58 percent), students with Section 504 accommodations (90.4 percent), and Military-Connected students (97.73 percent). The rates for English Language Learners and Military-Connected students climbed by 10.96 and 10.69 percentage points, respectively, while the rate for Hispanic/Latino students rose by 8.02 percentage points.

Nine of the county's 13 high schools now have graduation rates above 90 percent. They include Glen Burnie High School, which cleared the mark due to a 2.2 percentage point increase over the prior year. Since 2011, the graduation rate at Glen Burnie has risen by 16.18 percentage points, 6.5 points more than any other high school over that time period. Two other high schools – Arundel and Northeast – posted their highest graduation rate ever and Old Mill High School had its highest graduation rate in six years.

Below is a sample of many of the students and teachers who won accolades for their achievements.

Student Accomplishments:

- The National Merit Scholarship Corporation announced that AACPS seniors Adah Harding of Arundel High School and John Hooker of South River High School are on the prestigious list of achievers in the 2022 National Merit Scholarship competition.
- Anne Arundel County Public Schools' dance program stepped into the state spotlight, with 11 dancers earning All-State honors, placing them among the top 25 dancers in Maryland. The All-State dancers were selected through a portfolio audition by a panel of arts administrators and college/university dance faculty. Award selection was based on technique, musicality,

professionalism, performance, attitude, and likelihood of future success in dance. Dancers also must have a cumulative grade-point average of 3.0 or better, show leadership at their schools, and have a record of service to their local dance program.

- More than 150 county secondary students representing 17 middle and high schools were recognized at the Anne Arundel County Regional History Day competition and awards ceremony. Focused on the theme, Debate and Diplomacy: Successes, Failures, Consequences, the students shared their historical knowledge, extensive research, and educated perspectives via various categories and expressions such as visual exhibits, performances, websites, documentaries, and written assignments.
- Arundel High School's Josie Billett, Annapolis High School's Laiba Farooq, Broadneck High School's Emily Ernst, and Chesapeake Science Point's Megan Yeager shared the Grand Award at the 54th annual Anne Arundel County Regional Science and Engineering Expo. Along with the Grand Award, each student earned the right to represent Anne Arundel County Public Schools at the International Science and Engineering Fair (ISEF).
- Emily Ernst, a junior at Broadneck High School, won a full scholarship valued at \$200,000 to attend Drexel University during the International Science and Engineering Fair (ISEF) held in Atlanta.
- Addison John and Chloe Myers of Annapolis High School and Lucy Loughlin and Addie Twomey of Central Middle School represented AACPS at the National History Day competition after earning top honors at the Maryland History Day competition.
- Class of 2022 graduate from South River High School John Hooker is the recipient of a coveted scholarship from the National Merit Scholarship Corporation. Hooker is among 2,600 scholars from across the nation who will each receive between \$500 and \$2,000 annually for up to four years of undergraduate study. He plans to study data science at the University of Maryland College Park.
- North County High School 2022 graduate Dominic Alfinito's star shined brightly at a recent forum sponsored by NASA, so much so that he took first place for his effort in a student poster competition that explained research into hydration patterns on the Oppia crater. Dominic plans to study Physics at the University of Maryland, Baltimore.

Staff Accomplishments:

- Broadneck High School teacher Melissa Quigley was named Health Education Teacher of the Year by SHAPE Maryland. This award is given annually to teachers who, in addition to possessing outstanding teaching skills, are positive role models and exhibit the qualities of personal health and fitness their daily lives.
- SHAPE Maryland has also honored Severna Park Elementary School teacher Richard A. Wiles, Jr., and AACPS Coordinator of Health Physical Education and Dance Christiana Walsh with William Burdick Awards. The awards recognized recipients for their membership, experience, service and outstanding leadership in the field of health and physical education.
- The organization has also bestowed its Distinguished Friend of SHAPE Maryland – recognizing a school or community leader who promotes, supports and advocates for health, physical education, recreation, dance, and/or athletics programs in school settings – upon Ryan Voegtlin, AACPS' Director of Student Services.
- In addition to Quigley, Walsh, Wiles, and Voegtlin, SHAPE America also honored AACPS health and physical education teachers with awards reflecting their outstanding contributions to the teaching profession. Hope Battista of Central Middle School, Randi Burkhardt of Arundel Middle School,

Kevin Franc of Northeast High School, and Nicole Williams of Frank Hebron-Harman Elementary School received Simon McNeely Awards from the organization.

- With state and region honors already under his belt, Maryland City Elementary School physical education teacher David Kellett may be poised to complete a triple crown of honors. Kellett, who has been teaching in Anne Arundel County Public Schools for 12 years – all of it at Maryland City – is one of five finalists for the National Elementary Physical Education Teacher of the Year award from SHAPE America. Kellett began his career teaching fifth grade and found a passion in physical education when he moved there three years later. Kellett was also named Eastern District Physical Education Teacher of the Year in December, an award that came on the heels of the state honor.
- Jodi Risse, Supervisor of Food and Nutrition Services for Anne Arundel County Public Schools, was named the Maryland School Nutrition Association’s Director of the Year. In her 14 years overseeing AACPS’ Division of Food and Nutrition Services, Risse has become known as an innovator who cultivates creative year-round approaches to providing healthy meals for students at all levels with an intense focus on fresh options. Risse has implemented vibrant and abundant salad and fruit bars in every school in the school system has even developed curbside menus during the pandemic that feature fresh produce such as red peppers, kiwi, and squash.
- Joanie Gulden is one of 117 educators and organizations across the United States to receive the 2022 Presidential Awards for Excellence in Mathematics and Science Teaching (PAEMST), the highest recognition a K-12 science, technology, engineering, mathematics, and/or computer science teacher may receive for outstanding teaching.

Other Accomplishments:

- Two of the county’s STEM magnet middle schools were named National Magnet Schools of Distinction by Magnet Schools of America. Central and Old Mill Middle School South are two of three county middle school STEM magnet programs, which began enrolling students in the program in 2015 and 2014, respectively. The STEM magnet program promotes learning outside the classroom walls with multiple field experiences that allow students to interact with the Bay and learn about their own impact on the campus ecosystem. STEM teachers support hands-on learning opportunities that vary from pathways in computer science, the environment, or mathematics and strive to make learning relevant for all students. This is the second time in three years that Central has earned this distinction. This year, 230 schools across the nation and just three in Maryland were designated as magnet schools of distinction.
- Fifteen county public schools were re-certified and one additional school earned its initial Green School status this year, the Maryland Association for Environmental and Outdoor Education (MAEOE) has announced. Under the Green Schools program, schools are recognized for their exemplary work in environmental education, sustainability action, and community engagement, focusing on how the community’s relationship with the environment impacts public health and society and promotes environmental literacy.
- Corkran Middle School has maintained its place among the nation’s elite AVID institutions as the school has been revalidated as a National Demonstration School for the second time by the organization that oversees the program across the world.
- For the 11th consecutive year and 13th time overall, the National Procurement Institute has recognized Anne Arundel County Public Schools’ Purchasing Office as one of the best in the United States. The 2022 Achievement of Excellence in Procurement Award once again puts AACPS’ Purchasing Office in elite company. AACPS is one of just three school systems in Maryland and 15 across the nation to earn the award.

FINANCIAL INFORMATION

The Board believes that all students have the right to educational opportunities that will permit 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 financial 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 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 utilizes 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 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 provided 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 of 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 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.

In 2022, Maryland's Gross Domestic Product (GDP) was \$458.8 billion, up from \$438.2 billion in 2021. The largest sector in 2021 was government, followed by finance, insurance, and real estate, and then professional and business services. Maryland's economy continues to outperform the country.

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 is 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.

The Governors' budget continues to make record investments in education at all level.

- For seventh consecutive year, the state education budget exceeds statutory funding formula. In fiscal year 2023, nearly \$142 million provided to mitigate the issue of pandemic-related free and reduced meal program undercounts and to invest in higher levels of pre-k funding.
- Fiscal year 2023 provides funding to support the final year of the “Lockbox” to ensure that the video lottery terminal revenue supplements education funding consistent with the constitutional amendment passed by Maryland votes.
- Since fiscal year 2015, per pupil state funding for K-12 education has grown from \$7,198 to \$9,081, an increase of 26.2%.

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 \$1.371 billion operating budget for fiscal year 2022. State aid formulas were fully funded, and County funds exceeded the maintenance of effort amounts and totaled \$784.74 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.

GFOA AND ASBO CERTIFICATES

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the Anne Arundel County Board of Education for the fiscal year ended June 30, 2021. The award is shown on page 12 of this report. For thirty-nine (39) 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, 2021. The award is shown on page 13 of this report. For forty (40) 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.

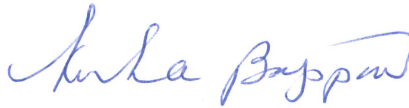
ACKNOWLEDGMENTS

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 assisted 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 call or write the Division of Financial Operations.


Respectfully submitted,



Krishna K. Bappanad
Supervisor of Finance



Matthew Stanski
Director of Financial Operations



Alex L. Szachnowicz, P.E.
Chief Operating Officer



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

**BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY
PRINCIPAL OFFICIALS FOR THE YEAR ENDED ON JUNE 30, 2022**

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
Bunmi Omnisore, Student	2022

SUPERINTENDENT'S EXECUTIVE TEAM

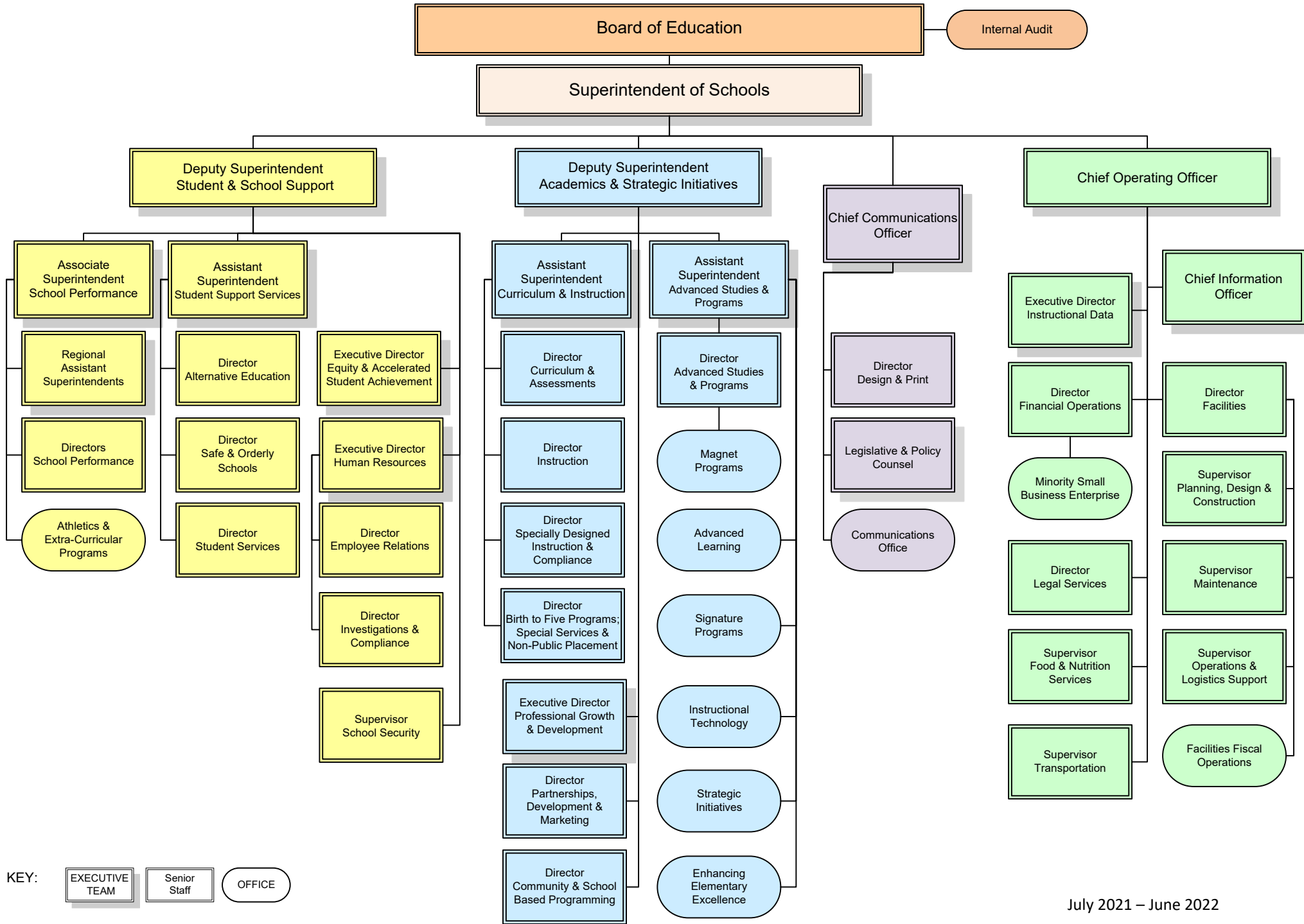
George Arlotto, Ed.D.
Superintendent of Schools

- Monique Jackson, NBCT Deputy Superintendent, Student & School Support
- Maureen McMahon, Ph.D. Deputy Superintendent, Academics & Strategic Initiatives
- Alex L. Szachnowicz, P.E. Chief Operating Officer
- 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

NOTICE

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

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 Comprehensive
Financial Report
for the Fiscal Year Ended

June 30, 2021

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, 2021.

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



A handwritten signature in black ink, reading 'William A. Sutter'.

William A. Sutter
President

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

David J. Lewis
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, 2022, 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, 2022, and the respective changes in financial position and the budgetary comparison for the General 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, 2021, the Board adopted new accounting guidance for leases. The guidance requires lessees to recognize a right-to-use lease asset and corresponding lease liability and lessors to recognize a lease receivable and corresponding deferred inflow of resources for all leases with lease 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.

Members of the Board
of Education of Anne Arundel County

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 discussion and analysis on pages 18-33, the schedule of changes in Board's total OPEB liability and related ratios on page 75, the schedule of the Board's proportionate share of the net pension liability on page 76, the schedule of the Board contributions on page 77 and the notes to the required supplementary information on page 78 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.

Members of the Board
of Education of Anne Arundel County

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 27, 2022, 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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Baltimore, Maryland
September 27, 2022

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, 2022.

FINANCIAL HIGHLIGHTS

- The liabilities and deferred inflows of financial resources exceeded assets and deferred outflows at the close of the fiscal year ended June 30, 2022, resulting in a negative net position of \$935,857,602. The primary reason for this negative net position is the deferred inflows (liability) of \$638,777,075 for Post-Employment Health Care Plan (OPEB) liability in the fiscal year 2022.
- Capital assets increased due to spending on several major construction projects, such as the new Old Mill West High School, Meade High School, Rippling Woods Elementary, Quarterfield Elementary, Hillsmere Elementary, all exceeding \$15 million each.
- There was an increase in the OPEB liability by \$169,523,307 from the OPEB liability of \$2,064,794,047 in fiscal year 2021 to \$2,234,317,354 in fiscal year 2022 due to changes in assumptions in calculating the OPEB liability. The Maryland Pension liability decreased by \$16,988,798 from \$76,712,926 in fiscal year 2021 to \$59,724,128 in fiscal year 2022 due to the low interest rate environment.
- At the close of the current fiscal year, the Board's General Fund reported a total fund balance of \$89,521,803. Of this amount, \$15,000,000 has been appropriated in fiscal year 2023, \$3,000,000 for Information Technology, \$31,943,804 is restricted for specific uses by outside parties, and \$36,196,596 is encumbered for specific purchases.
- The unassigned fund balance in the General Fund stood at \$2,724,050. 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 \$25,704,208 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 35-36 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 38-41 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 42-43 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 44-46 of this report.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Budgetary Comparison Statement

The budgetary comparison statement as presented on page 38 shows 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 page 54.

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 47-74 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 75. In addition, tables related to the Board's proportionate share of pension liability and schedule of Board contributions are shown on pages 76-77 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 78 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

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

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Table 1: Comparative Statement of Net Position

	2022	*2021
Cash and Cash Equivalents	\$ 209,695,196	\$ 216,334,093
Restricted Cash	12,123,053	12,977,760
Due from Other Governments	105,064,124	59,893,773
Accounts Receivable	34,100,023	27,761,978
Prepaid Expenses	-	585,986
Inventory	1,833,856	2,246,952
Interest Receivable	324	-
Leases Receivable	136,088	-
Capital Assets Net of Accumulated Depreciation	1,658,504,124	1,504,086,670
Total Assets	<u>2,021,456,788</u>	<u>1,823,887,212</u>
Deferred Outflows of Resources	<u>296,014,771</u>	<u>249,496,471</u>
Liabilities		
Accrued Salaries and Payroll Taxes	94,799,365	86,768,903
Accounts Payable and Unpaid Claims	69,823,472	62,459,936
Interest Payable	239,069	-
Due to Other Governments	13,829,554	6,787,698
Unearned Revenue	24,109,553	26,039,499
Retainage Payable	9,892,240	8,818,069
Long term Liabilities	2,332,376,486	2,189,400,031
Other Liabilities	34,765,977	28,466,160
Total Liabilities	<u>2,579,835,716</u>	<u>2,408,740,296</u>
Deferred Inflows of Resources	<u>673,493,445</u>	<u>756,257,236</u>
Net Position		
Net Investment in Capital Assets	1,622,255,333	1,495,268,601
Restricted Position	32,913,206	30,759,687
Unrestricted Deficit	<u>(2,591,026,141)</u>	<u>(2,617,642,137)</u>
Total Net Position	<u>\$ (935,857,602)</u>	<u>\$ (1,091,613,849)</u>

The Board implemented GASB Statement No. 87 for fiscal year 2022. The 2021 amounts presented have not been restated to reflect the implementation of GASB 87. Please refer to Note 17 for additional information.

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 \$935,857,602. By far, the largest portion of the Board's net deficit is the result of the OPEB obligation of the Board. Most of the assets reflects its investment in capital assets (e.g., land, buildings, software, furniture, and equipment), less accumulated depreciation and retainage payable related to capital assets and any related outstanding capital leases used to acquire those assets. The Board uses these assets

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

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 financial leases in periods beyond fiscal year 2022.

The Board implemented the GASB 87 pronouncement in the fiscal year 2022. Note 17 reflects the restatement of the fund balances of Fiscal year 2021 due to implementation of GASB 87.

Statement of Activities

The following schedule compares the changes in governmental activities net position from fiscal year 2021 to 2022.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Table 2: Changes in Net Position

	2022	*2021
Revenues:		
Program Revenues:		
Charges for Services	\$ 1,198,044	\$ 263,996
Operating Grants and Contributions	296,842,364	231,667,976
Capital Grants and Contributions	197,886,755	99,784,820
General Revenues:		
Federal Unrestricted	2,920,333	5,604,899
State Unrestricted	345,867,833	345,852,186
County Unrestricted	811,163,800	770,363,576
Investment Income	273,256	278,671
Miscellaneous	3,863,604	6,402,988
Total Revenues	\$ 1,660,015,989	\$ 1,460,219,112
Expenses:		
Administration	\$ 50,857,461	\$ 47,724,430
Mid-Level Administration	110,137,781	105,179,766
Instruction	812,014,387	777,905,215
Special Education	211,958,119	198,851,582
School Activities	8,196,929	4,231,733
Pupil Services	16,973,391	14,120,666
Student Health	13,462,719	9,961,648
Transportation	67,431,949	55,574,384
Maintenance and Operations	211,944,264	149,962,713
Food Services	36,406,003	75,782,223
Other	2,338,298	1,543,713
Total Expenses	\$ 1,541,721,301	\$ 1,440,838,073
Change in Net Position	118,294,688	19,381,039
Net Position - July 1	(1,063,116,664)	(1,110,994,888)
Net Position - June 30	\$ (944,821,976)	\$ (1,091,613,849)

The Board implemented GASB Statement No. 87 for fiscal year 2022. The 2021 amounts presented have not been restated to reflect the implementation of GASB 87. Please refer to note 17 for additional information.

County and State funding continue to provide a substantial portion of the revenues. In fiscal year 2022, the County funding totaled \$811,163,800 of unrestricted revenues and \$103,823,935 of construction funds. Total County funding was 54.8% and 57.4% of total revenues in fiscal years 2022 and 2021, respectively. In fiscal year 2022, the State provided \$345,867,833 for unrestricted operating funds and \$53,286,028 for construction. The Federal Govt provided \$40,462,897 and rebates provided the remaining \$313,895 for a total of \$197,886,755.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Both revenues and expenditures were higher at \$1,668,980,363 and \$1,541,721,301 respectively due to increase in grants and County allocation. Expenses were higher in almost all categories due to the schools returning to partial operations in 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 2021 to 2022 by \$40,800,224. The increase is due to funding that exceeded maintenance of effort. The State of Maryland funding increased by \$6,885,781 from \$477,421,745 in fiscal year 2021 to \$484,307,526 in Fiscal year 2022. Federal funding increased by \$23,530,617, which reflects an increase in grant revenue. Investment income went down by \$21,640 due to the prevailing low interest rate environment.

The total expenditures for fiscal year 2022 increased by \$71,214,439 as compared to fiscal year 2021. When comparing expenditures in fiscal year 2022 to 2021, some substantial fluctuations are noted. Instructional Salaries and Wages went up \$42,592,314 due to the salary increase granted to keep pace with inflation. Pupil Transportation went up by \$16,209,128 due to resumption of in-person classes. Fixed Charges went up by \$11,367,167 due to increase in benefit costs. Special education expenditures went up by \$9,206,596 due to salaries and non-public tuition cost increases. Mid-level administration went up by \$3,788,688 due to higher salaries for school administrators. Maintenance of the plant went up by \$3,168,441 due to higher utility costs due to reopening of the schools. Administrative expenditures went up by \$2,654,512 due to higher costs related to Covid-19. Student Health Services went up by \$3,501,071 due to continuing procurement of Covid-19 supplies. Other increases such as interest on debt service, community services, and operation of the plant amounted to \$631,830. These increases were offset by savings of \$13,641,410 in Textbooks and instructional supplies as the Board did not procure any chrome books for students this year. Also, other instructional costs decreased by \$11,198,132 due to reduced information technology expenses and a reduction of \$974,810 due to capital outlay.

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 2022 and 2021. The total revenues for the fiscal year ended June 30, 2022, were \$55,636,308. Related expenditures were \$36,295,391. There were operating transfers in of \$483,200 to the Food Services Fund. There was issuance off debt amounting to \$411,337 for leases. This resulted in a fund balance of \$25,704,208 on June 30, 2022. 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 in excess of this amount is due to an increase of federal subsidies from \$25,548,532 in fiscal year 2021 to \$54,415,382 in fiscal year 2022. AACPS is in active consultation with MSDE regarding this matter.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management’s Discussion and Analysis

During fiscal year 2022, there was no cost for student breakfast and lunch. The 112% increase in Federal revenue of \$28,866,850 is the result of the increase in COVID related federal support in the number of free and reduced priced meals served to students due to school closures. Percent increase (decrease) in revenues and expenditures over the previous year is shown in the following tabulations:

Table 3: Food Services

<u>Revenue</u>	<u>2022</u>	<u>2021</u>	Percent Increase (Decrease) from Previous Year
Sale of Food:			
Lunches	\$ -	\$ -	0.0%
A la Carte	7,023	40	17457.5%
Breakfast & Summer Programs	-	-	0.0%
Total Food Sales	<u>7,023</u>	<u>40</u>	17457.5%
State of Maryland Subsidies	1,029,844	1,295,408	-20.5%
United States Government Subsidies	54,415,382	25,548,532	113.0%
Investment Interest Earned	16,020	5,395	196.9%
Other Revenues	<u>168,039</u>	<u>119,095</u>	41.1%
Total Revenues	<u>\$ 55,636,308</u>	<u>\$ 26,968,470</u>	106.3%
 <u>Expenditure</u>			
Cost of Food Sold	\$ 17,928,328	\$ 11,297,020	58.7%
Salaries and Wages	8,465,262	7,390,730	14.5%
Contracted Services	1,630,894	730,825	123.2%
Supplies and Materials	1,877,387	634,360	195.9%
Other Charges	5,891,470	6,010,197	-2.0%
Equipment	<u>414,948</u>	<u>929,333</u>	-55.3%
Total Expenditures	<u>\$ 36,208,289</u>	<u>\$ 26,992,465</u>	34.1%
Other Financing Sources	894,537	483,200	
Change in Net Position	<u>20,235,454</u>	<u>459,205</u>	
Net Position - July 1	<u>5,468,754</u>	<u>5,009,549</u>	
Net Position -June 30	<u>\$ 25,704,208</u>	<u>\$ 5,468,754</u>	

Capital Projects Fund

Revenues for new construction and renovation of facilities through the Capital Budget increased overall by \$98,107,535, from \$99,785,448 in fiscal year 2021 to \$197,892,983 in fiscal year 2022 primarily due to higher contributions by the county, state and federal government. The state funding increased by \$23,155,810 from \$30,130,218 in fiscal year 2021 to \$53,286,028 in fiscal year 2022. The county funding increased by \$35,819,441. The federal funding increased by \$39,046,848. The Board undertook five large-scale school construction/modification projects that individually exceeded the \$15 million threshold.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management’s Discussion and Analysis

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 remained for fiscal year 2022 relatively at the same level at \$155,589,382 when compared to \$155,645,006 in fiscal year 2021.

The Board’s health care insurance claims and expenses were \$196,644,732, an increase of \$1,977,799 when compared to \$194,666,933 for fiscal year 2021. The premiums had minimal increases in fiscal year 2022 when compared to fiscal year 2021.

The table below provides a comparative presentation of this fund’s revenues and expenses for fiscal years 2022 and 2021.

Table 4: Health Insurance Fund

<u>Revenue Source</u>	<u>2022</u>	<u>2021</u>	<u>Percent Increase (Decrease) from Previous Year</u>
Board Contributions	\$ 155,589,382	\$ 155,645,006	0.0%
Participants Contributions	42,146,762	41,541,953	1.5%
Federal Medicare Subsidy	-	271,342	-100.0%
Total Operating Revenue	<u>197,736,144</u>	<u>197,458,301</u>	0.1%
<u>Operating Expenses</u>			
Insurance Claims and Expenses	196,644,732	194,666,933	1.0%
Other	<u>723,809</u>	<u>836,538</u>	-13.5%
Total Operating Expenses	<u>197,368,542</u>	<u>195,503,471</u>	1.0%
Operating Income	367,602	1,954,830	-81.2%
Interest Income	<u>27,185</u>	<u>7,741</u>	251.2%
Changes in Net Position	<u>\$ 394,787</u>	<u>\$ 1,962,571</u>	-79.9%

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, 2022, for the General Fund, on a non-GAAP, Budgetary basis, were \$1,309,040,578. Related expenditures were \$1,314,549,844. The Board realized a favorable liquidation of prior year encumbrances of \$6,952,155. This activity, combined with a fund balance from the prior year of \$20,818,074, resulted in a budgetary fund balance of \$22,260,693.

The increase in the General Fund operating budget revenue from the original approved budget to the final budget was \$71,730,800. Of this, Federal grant revenues increased by \$61,779,300 and State grant revenues increased by \$3,098,200. The Local contribution increased by \$3,934,600. Restricted revenue from other sources amounted to \$2,918,700. The Board budgeted to use \$15,320,000 of prior year unrestricted fund balance.

Expenditures realized were under the final approved budget by \$90,733,656, of which \$50,021,965 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. Most of the budget savings were realized due to operating in a virtual environment for a portion of the school year. Savings in Instructional Salaries and Wages of \$8,816,431 is due to grant funds that were not spent. These funds are multi-year and will be spent in FY 2023. Approximately \$8,716,184 in savings was realized in the Special Education category due to lower than anticipated costs to non-public tuition and multi-year grants. Savings of \$4,758,833 were realized in Maintenance of Plant due to lower school maintenance costs. Textbooks and Instructional supplies realized a savings of \$4,651,154. Pupil Transportation had a \$3,708,929 surplus due to lower fuel costs on account of reduced transportation due to lack of drivers. Other Instructional costs had savings of \$3,681,515 as the Board did not have to purchase additional chrome books this fiscal year. Administration costs were less by \$1,749,987 due to challenges in replacing retiring staff. Operation of the plant has a surplus of \$1,536,607 due to lower utility costs. Mid-level administration has a savings of \$1,200,417 due to vacancies. The remaining \$1,891,634 is a result of funding not being used across all categories, representing less than .0002 % of the approved final budget.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management’s Discussion and Analysis

The following table provides the budgetary results for fiscal year 2022.

Table 5: Budget Tables

	Budgeted Amounts		
	Original	Final	Actual
Revenues:			
Anne Arundel County	\$ 784,741,000	\$ 784,741,000	\$ 784,741,000
State of Maryland	415,081,500	418,179,700	417,192,594
United States Government	66,788,700	128,568,000	95,614,162
Other Sources:			
Investment Interest Earned	450,000	283,000	251,008
Other	51,171,500	55,273,100	11,241,814
Total Revenues	\$ 1,318,232,700	\$ 1,387,044,800	\$ 1,309,040,578
Expenditures and Encumbrances:			
Current:			
Administration	40,893,100	42,244,500	40,494,513
Mid-Level Administration	77,181,200	77,027,500	75,827,083
Instructional Salaries and Wages	496,813,300	510,861,500	502,045,069
Textbooks and Instructional Supplies	34,899,500	59,146,700	54,495,546
Other Instructional Costs	24,340,800	29,358,900	25,677,385
Special Education	165,834,200	166,302,500	157,586,316
Pupil Services	12,916,700	13,604,500	12,612,836
Food Services	483,200	783,200	758,075
Health Services	607,000	1,899,500	1,201,601
Pupil Transportation	69,146,800	64,150,500	60,441,571
Operation of Plant	84,205,700	95,405,800	93,869,193
Maintenance of Plant	22,306,600	31,881,300	27,122,467
Fixed Charges	299,426,500	305,806,400	255,784,435
Community Services	498,800	664,700	560,245
Capital Outlay	3,999,300	6,146,000	6,073,509
Total Expenditures and Encumbrances	\$ 1,333,552,700	\$ 1,405,283,500	\$ 1,314,549,844

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 intangible right to use lease asset and amortize the asset over the life of the lease. As a result of this, the Board recognized \$ 42,650,337 as intangible leased assets and \$ 26,356,551 as liability, as well as \$10,476,698 as amortization expense.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

CAPITAL ASSETS AND CAPITAL PROJECTS

The Board's investment in capital assets net of accumulated depreciation as of June 30, 2022, was \$1,658,504,124. 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 \$99,775,967 were completed and put into service in 2022. Construction in progress in fiscal year 2022 increased to \$205,660,904 when compared to \$148,811,790 in fiscal year 2021. Additional information on the Board's capital assets can be found in Note 7 on pages 59-60 of this report.

Table 6: Capital Assets (Net of Depreciation)

	<u>2022</u>	<u>2021</u>
Land and Site Improvements	\$ 77,320,333	\$ 77,065,744
Buildings and Additions	1,312,169,536	1,245,776,667
Furniture and Equipment	25,973,432	26,125,043
Computer Software	5,206,280	6,307,426
Leases	32,173,639	-
Construction in Progress	205,660,904	148,811,790
Total	<u>\$ 1,658,504,124</u>	<u>\$ 1,504,086,670</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

Revenues of the Capital Projects Fund 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>2022</u>	<u>Total</u>	<u>2021</u>	<u>Total</u>
Anne Arundel County	\$ 103,823,935	52.3%	\$ 68,004,494	67.5%
State of Maryland	53,286,028	27.0%	30,130,218	30.2%
United States Government	40,462,897	20.5%	1,416,049	2.1%
Investment Interest Earned	6,228	0.0%	628	0.0%
Other Income	313,895	0.2%	234,059	0.2%
Total Revenue	\$ 197,892,983	100.0%	\$ 99,785,448	100.0%
Expenditures				
Old Mill West High School	\$ 47,684,706	24.7%	\$ 7,699,607	8.0%
Meade High School	42,462,897	22.0%	3,836,049	4.0%
Rippling Woods Elementary	21,481,942	11.1%	1,745,659	1.8%
Quarterfield Elementary	20,184,176	10.5%	3,439,925	3.6%
Hillsmere Elementary	15,469,521	8.0%	2,168,000	2.3%
Renovation of Building Systems	10,829,326	5.6%	14,817,271	15.4%
Additions	5,354,657	2.8%	6,427,287	6.7%
Athletic Stadiums	4,560,073	2.4%	6,124,109	6.4%
Maintenance Backlog	4,366,043	2.3%	4,346,105	4.5%
Old Mill Middle South	3,074,163	1.6%	2,914,972	3.0%
West County Elementary	2,101,528	1.1%	1,320,276	1.4%
Edgewater Elementary	2,061,453	1.1%	8,928,972	9.3%
Crofton High School	1,820,689	0.9%	5,069,708	5.3%
Major Roof Replacement	1,700,404	0.9%	1,843,691	1.9%
Security Related Upgrades	1,264,640	0.7%	1,193,366	1.2%
Richard Henry Lee Elementary	991,561	0.5%	3,668,739	3.8%
Health & Safety	914,294	0.5%	1,034,302	1.1%
Driveways & Sidewalks	622,356	0.3%	1,069,689	1.1%
Manor View Elementary	428,549	0.2%	1,502,106	1.6%
Tyler Heights Elementary	410,956	0.2%	7,589,971	7.9%
Relocatable Classrooms	559,369	0.3%	1,158,820	1.2%
George Cromwell Elementary	145,856	0.1%	1,964,004	2.0%
Other	4,603,612	2.4%	6,128,073	6.4%
Total Expenditure	\$ 193,092,771	100.0%	\$ 95,990,701	100.0%

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	
	<u>2022</u>	<u>2021</u>
Leases	\$ 26,356,551	\$ 28,497,187
Compensated Absences	46,744,430	47,862,078
Net Pension Liability	59,724,128	76,712,926
Net OPEB Liability	2,234,317,354	2,064,794,000
Total Noncurrent Liabilities	<u>\$ 2,367,142,463</u>	<u>\$ 2,217,866,191</u>

The Board leases equipment under several agreements each fiscal year. The Board implemented the new GASB 87, Leases for the fiscal year 2022. The most significant capital 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 2022 stood at \$ 26,356,551.

The obligation for compensated absences decreased for the fiscal year 2022 to \$46,744,430 compared to \$47,862,078 in fiscal year 2021. The decrease of \$1,117,448 liability for compensated absences is primarily attributable to a larger than usual retirements for fiscal year 2022. Total liability for accumulated Annual Leave, Personal Business Leave and Sick leave stood at \$ 26,666,313, \$972,608 and \$19,105,509, respectively. Annual leave, sick leave and personal business day payouts to retirees were \$1,669,579, \$15,034 and \$1,469,108, respectively. The Pension liability decreased by \$16,988,798 and stood at \$59,724,128.

For fiscal year 2022, net OPEB liability increased by \$169,523,354 per the latest actuarial report and stood at \$2,234,317,354. Additional information on the Board's noncurrent liabilities can be found in Notes 9–12 on pages 61-71 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.

In 2022, Maryland's Gross Domestic Product (GDP) was \$458.8 billion, up from \$438.2 billion in 2021. The largest sector in 2021 was government, followed by finance, insurance, and real estate, and then professional and business services. Maryland's economy continues to outperform the country.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

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 is 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.

The Governors' budget continues to make record investments in education at all level.

- For seventh consecutive year, the state education budget exceeds statutory funding formula. In fiscal year 2023, nearly \$142 million provided to mitigate the issue of pandemic-related free and reduced meal program undercounts and to invest in higher levels of pre-k funding.
- Fiscal year 2023 provides funding to support the final year of the “Lockbox” to ensure that the video lottery terminal revenue supplements education funding consistent with the constitutional amendment passed by Maryland votes.
- Since fiscal year 2015, per pupil state funding for K-12 education has grown from \$7,198 to \$9,081, an increase of 26.2%.

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 \$1.371 billion operating budget for fiscal year 2022. State aid formulas were fully funded, and County funds exceeded the maintenance of effort amounts and totaled \$784.74 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 five weeks this summer so that buildings could be closed on Fridays to save energy and transportation costs.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

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 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 Position

June 30, 2022

		<u>Governmental Activities</u>
Assets:		
	Cash and Cash Equivalents	\$ 209,695,196
	Restricted Cash	12,123,053
	Due from Other Governments	105,064,124
	Accounts Receivable	34,100,023
	Inventory	1,833,856
	Interest Receivable	324
	Lease Receivable	136,088
	Capital Assets Not Being Depreciated	282,981,237
	Capital Assets Being Depreciated/Amortized Net of Accumulated Depreciation/Amortization	1,375,522,887
	Total Assets	<u>2,021,456,788</u>
Deferred Outflow	Deferred Outflows of Resources Related to Pension	38,488,917
	Deferred Outflows of Resources Related to OPEB	257,525,854
	Total - Deferred Outflows of Resources	<u>296,014,771</u>
Liabilities:		
	Accrued Salaries and Payroll Taxes	94,799,365
	Accounts Payable and Unpaid Claims	69,823,472
	Interest Payable	239,069
	Due to Other Governments	13,829,554
	Unearned Revenue	24,109,553
	Retainage Payable	9,892,240
	Non-Current Liabilities:	
	Due Within One Year	34,765,977
	Due in More Than One Year	2,332,376,486
	Total Liabilities	<u>2,579,835,716</u>
Deferred Inflows of Resources		
	Deferred Inflows of Resources Related to Pension	34,583,930
	Deferred Inflows of Resources Related to OPEB	638,777,075
	Deferred Inflows of Resources Related to Financial Leases	132,440
	Total - Deferred Inflows of Resources	<u>673,493,445</u>
Net Position		
	Net Investment in Capital Assets	1,622,255,333
	Restricted for Food Services	969,402
	Restricted for Equipment Leases	12,123,053
	Restricted for Special Education	19,820,751
	Unrestricted Deficit	(2,591,026,141)
	Total Net Position	<u>(935,857,602)</u>

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, 2022

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	\$ 50,857,461	\$ 3,972	\$ 2,796,609	\$ -	\$ (48,056,880)
Mid-Level Administration	110,137,781	1,531	11,322,683	-	(98,813,567)
Instructional Salaries and Wages	734,494,246	143,105	91,468,736	-	(642,882,405)
Textbooks and Instructional Supplies	54,656,426	436,965	15,291,098	-	(38,928,363)
Other Instructional Costs	22,863,715	250,766	13,093,316	917,184	(8,602,449)
Special Education	211,958,119	-	68,440,824	-	(143,517,295)
Student Activities	8,196,929	-	-	-	(8,196,929)
Pupil Services	16,973,391	-	2,291,329	-	(14,682,062)
Student Health Services	13,462,719	-	1,201,619	-	(12,261,100)
Pupil Transportation	67,431,949	24	28,644,838	-	(38,787,087)
Operation of Plant	105,537,460	349,402	4,254,843	-	(100,933,215)
Maintenance of Plant	106,406,804		1,821,863	196,969,571	92,384,630
Community Services	1,103,915	5,256	494,505	-	(604,154)
Food Services	36,406,003	7,023	55,720,101	-	19,321,121
Interest on Capital Leases	1,234,383	-	-	-	(1,234,383)
Total	\$ 1,541,721,301	\$ 1,198,044	\$ 296,842,364	\$ 197,886,755	\$ (1,045,794,138)

General Revenues:

State Unrestricted	345,867,833
County Unrestricted	811,163,800
Federal Unrestricted	2,920,333
Investment Income	273,256
Student Activity	8,964,374
Miscellaneous	3,863,604
Total General Revenues	1,173,053,200
Change in Net Position	127,259,062

Net Position - July 1, as restated	(1,063,116,664)
Net Position - June 30	\$ (935,857,602)

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, 2022

	General Fund	Food Services Fund	Capital Projects Fund	Non-Major Governmental Fund	Total Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 161,130,898	\$ 10,328,022	\$ 6,046,532	\$ 13,186,061	\$ 190,691,513
Restricted Cash	12,123,053	-	-	-	12,123,053
Due from Other Governments:					
Anne Arundel County	8,127	-	31,862,029	-	31,870,156
State of Maryland	31,866,416	20,376,654	9,379,730	-	61,622,800
United States Government	255,602	-	11,315,566	-	11,571,168
Due from Other Funds:					
Food Services Fund	1,494,391	-	-	-	1,494,391
Accounts Receivable	2,471,774	108,857	-	180,363	2,760,994
Inventory	657,353	969,402	-	207,101	1,833,856
Total Assets	<u>\$ 210,007,614</u>	<u>\$ 31,782,935</u>	<u>\$ 58,603,857</u>	<u>\$ 13,573,525</u>	<u>\$ 313,967,931</u>
Liabilities:					
Accrued Salaries and Payroll Taxes	\$ 94,799,365	\$ -	\$ -	\$ -	\$ 94,799,365
Accounts Payable	25,268,034	3,426,935	27,018,574	1,092,621	56,806,164
Due to Other Governments:					
State of Maryland	381,435	-	-	-	381,435
Anne Arundel County	22,349	-	-	-	22,349
Due to Other Funds:					
General Fund	-	1,494,391	-	-	1,494,391
Retainage Payable	14,628	-	9,877,612	-	9,892,240
Unearned Revenue	-	1,157,401	20,537,926	-	21,695,327
Total Liabilities	<u>120,485,811</u>	<u>6,078,727</u>	<u>57,434,112</u>	<u>1,092,621</u>	<u>185,091,271</u>
Fund Balance:					
Nonspendable	657,353	969,402	-	207,101	1,833,856
Spendable:					
Restricted	31,943,804	-	-	-	31,943,804
Committed	-	24,734,806	1,169,745	12,273,803	38,178,354
Assigned	54,196,596	-	-	-	54,196,596
Unassigned	2,724,050	-	-	-	2,724,050
Total Fund Balance	<u>89,521,803</u>	<u>25,704,208</u>	<u>1,169,745</u>	<u>12,480,904</u>	<u>128,876,660</u>
Total Liabilities and Fund Balance	<u>\$ 210,007,614</u>	<u>\$ 31,782,935</u>	<u>\$ 58,603,857</u>	<u>\$ 13,573,525</u>	

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.	1,632,147,573
Future Lease Payments	26,356,551
Receivables Related to Lease	136,412
Interest Payable Related to Lease	(239,069)
Portion of primary government's deficit in County	
Self Insurance Fund is not a financial obligation and is not reported in the funds.	(13,425,770)
Non-Current liabilities are not reported in the funds.	(2,367,142,463)
Deferred outflows of resources are related to pensions	38,488,917
Deferred inflows of resources related to pensions	(34,583,930)
Deferred outflows of resources are related to OPEB	257,525,854
Deferred inflows of resources related to OPEB	(638,777,075)
Deferred inflows of resources related to Financial Leases	(132,440)
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.	34,911,178

Net Position of Governmental Activities

\$ (935,857,602)

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, 2022

	General Fund	Food Services Fund	Capital Projects Fund	Non-Major Governmental Fund	Total Governmental Funds
Revenues:					
Anne Arundel County	\$ 811,163,800	\$ -	\$ 103,823,935	\$ -	\$ 914,987,735
State of Maryland	484,307,526	1,029,844	53,286,028	-	538,623,398
United States Government	94,629,972	54,415,382	40,462,897	-	189,508,251
Sale of Food	-	7,023	-	-	7,023
Investment Interest Earned	251,008	16,020	6,228	-	273,256
Gate Receipts	-	-	-	584,087	584,087
Rebates and Commissions	6,803,460	-	-	-	6,803,460
Student Payments	136,778	-	-	44,619	181,397
Student Activity Fees	-	-	-	8,964,374	8,964,374
Other	8,538,397	168,039	313,895	23,077	9,043,408
Total Revenues	<u>1,405,830,941</u>	<u>55,636,308</u>	<u>197,892,983</u>	<u>9,616,157</u>	<u>1,668,976,389</u>
Expenditures:					
Current:					
Administration	\$ 39,833,575	\$ -	\$ -	\$ 10,865	\$ 39,844,440
Mid-Level Administration	75,747,284	-	-	1,445	75,748,729
Instructional Salaries and Wages	502,045,069	-	-	135,126	502,180,195
Textbooks and Instructional Supplies	55,139,847	-	-	412,599	55,552,446
Other Instructional Costs	25,057,830	-	-	28,182	25,086,012
Special Education	156,166,285	-	-	-	156,166,285
School Activities	-	-	-	8,196,929	8,196,929
Pupil Services	12,585,511	-	-	-	12,585,511
Student Health Services	13,462,719	-	-	-	13,462,719
Pupil Transportation	63,128,146	-	-	22	63,128,168
Operation of Plant	91,037,916	-	-	-	91,037,916
Maintenance of Plant	26,430,123	-	5,422,627	-	31,852,750
Fixed Charges	330,642,656	-	-	11,311	330,653,967
Community Services	877,787	-	-	4,963	882,750
Food Services	274,875	36,208,289	-	-	36,483,164
Capital Outlay	4,310,003	-	193,092,771	-	197,402,774
Debt Service					
Principal	15,293,346	73,400	364,308	-	15,731,054
Interest	962,124	13,702	19,488	-	995,314
Total Expenditures	<u>1,412,995,096</u>	<u>36,295,391</u>	<u>198,899,194</u>	<u>8,801,442</u>	<u>1,656,991,123</u>
Excess (Deficiency) of Revenues over Expenditures	(7,164,155)	19,340,917	(1,006,211)	814,715	11,985,266
Other Financing Sources (Uses):					
Transfer in	-	483,200	-	-	483,200
Transfer out	(483,200)	-	-	-	(483,200)
Issuance of Debt for Capital Leases	14,518,116	411,337	1,347,910	-	16,277,363
Total Other Financial Sources	<u>14,034,916</u>	<u>894,537</u>	<u>1,347,910</u>	<u>-</u>	<u>16,277,363</u>
Net Change in Fund Balance	6,870,761	20,235,454	341,699	814,715	28,262,629
Fund Balance - July 1	82,651,042	5,468,754	828,046	11,666,189	100,614,031
Fund Balance - June 30	<u>\$ 89,521,803</u>	<u>\$ 25,704,208</u>	<u>\$ 1,169,745</u>	<u>\$ 12,480,904</u>	<u>\$ 128,876,660</u>

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, 2022

Net Change in Fund Balance - Total Governmental Funds \$ 28,262,629

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	217,839,840
Governmental funds do not recognize loss on disposal of capital assets. However, in the Statement of Activities the difference between cost and accumulated depreciation 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 \$425,879 exceeded accumulated depreciation of \$387,319	(38,560)
Depreciation/Amortization Expense	(63,383,826)
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.	(7,221,785)
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	1,117,649
Governmental funds report Board's OPEB contribution as expenditure. However, in the statement of Activities, the cost of OPEB benefits earned net of employee contributions is reported as expense.	(26,473,575)
The amount financed by the leases is reported in the governmental funds as a source of financing. On the other hand, capital 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 capital leases are measured by the amount of financial resources used by governmental funds and have no effect on net position.	(546,309)
GASB 87 Change - Total Assets included above less expense not charged, prior period adjustment	(25,810,242)
Leased Interest expense	(239,069)
Leasor Interest and Revenue Accrual	3,972
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.	394,787
Governmental funds report Board's pension contribution as expenditure. However, in the statement of Activities, the cost of pension benefits earned net of employee contributions is reported as expense.	<u>3,353,550</u>
Change in Net Position of Governmental Activities	<u><u>\$ 127,259,062</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, Expenditures, Encumbrances and Changes in Fund Balance (Non GAAP - Budget and Actual)

General Fund

For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance Positive/ (Negative)
	Original	Final		
Revenues:				
Anne Arundel County	\$ 784,741,000	\$ 784,741,000	\$ 784,741,000	\$ -
State of Maryland	415,081,500	418,179,700	417,192,594	(987,106)
United States Government	66,788,700	128,568,000	95,614,162	(32,953,838)
Other Sources:				
Investment Interest Earned	450,000	130,000	251,008	121,008
Other	51,171,500	55,426,100	11,241,814	(44,184,286)
Total Revenues	<u>\$ 1,318,232,700</u>	<u>\$ 1,387,044,800</u>	<u>\$ 1,309,040,578</u>	<u>\$ (78,004,222)</u>
Expenditures and Encumbrances:				
Current:				
Administration	40,893,100	42,244,500	40,494,513	1,749,987
Mid-Level Administration	77,181,200	77,027,500	75,827,083	1,200,417
Instructional Salaries and Wages	496,813,300	510,861,500	502,045,069	8,816,431
Textbooks and Instructional Supplies	34,899,500	59,146,700	54,495,546	4,651,154
Other Instructional Costs	24,340,800	29,358,900	25,677,385	3,681,515
Special Education	165,834,200	166,302,500	157,586,316	8,716,184
Pupil Services	12,916,700	13,604,500	12,612,836	991,664
Food Services	483,200	783,200	758,075	25,125
Health Services	607,000	1,899,500	1,201,601	697,899
Pupil Transportation	69,146,800	64,150,500	60,441,571	3,708,929
Operation of Plant	84,205,700	95,405,800	93,869,193	1,536,607
Maintenance of Plant	22,306,600	31,881,300	27,122,467	4,758,833
Fixed Charges	299,426,500	305,806,400	255,784,435	50,021,965
Community Services	498,800	664,700	560,245	104,455
Capital Outlay	3,999,300	6,146,000	6,073,509	72,491
Total Expenditures and Encumbrances	<u>\$ 1,333,552,700</u>	<u>\$ 1,405,283,500</u>	<u>\$ 1,314,549,844</u>	<u>\$ 90,733,656</u>
Excess (Deficiency) of Revenues over Expenditures and Encumbrances	(15,320,000)	(18,238,700)	(5,509,266)	12,729,434
Other Financing Sources:				
Restricted Revenue from Other Sources	-	2,918,700	-	(2,918,700)
Use of Prior Year's Fund Balance	15,320,000	15,320,000	-	(15,320,000)
Liquidation of Prior Year Encumbrances	-	-	6,952,155	6,952,155
Total Other Financing Sources	<u>15,320,000</u>	<u>2,918,700</u>	<u>6,952,155</u>	<u>15,320,000</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	1,442,889	1,442,889
Fund Balance July 1			20,818,074	20,818,074
Fund Balance - June 30			<u>\$ 22,260,963</u>	<u>\$ 22,260,963</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 Net Position
Internal Service Fund
June 30, 2022

	<u>Self-Insurance Fund</u>
Assets:	
Current Assets:	
Cash and Cash Equivalents	\$ 19,003,683
Accounts Receivable	28,450,229
Total Current Assets	<u>47,453,912</u>
Non-Current Assets:	
Accounts Receivable	2,888,800
Total Assets	<u><u>\$ 50,342,712</u></u>
Current Liabilities:	
Accounts Payable	\$ 45,308
Unearned Revenue	2,414,226
Unpaid Claims	12,972,000
Total Liabilities	<u>15,431,534</u>
Net Position:	
Unrestricted	34,911,178
Total Net Position	<u>34,911,178</u>
Total Liabilities and Net Position	<u><u>\$ 50,342,712</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, 2022

	<u>Self-Insurance Fund</u>
Operating Revenues:	
Board Contributions	\$ 155,589,382
Employee Contributions	24,822,024
Retiree Contributions	17,324,738
Total Operating Revenues	<u>197,736,144</u>
Operating Expenses:	
Contractual Services	723,809
Insurance Claims and Expenses	196,644,732
Total Operating Expenses	<u>197,368,542</u>
Operating Income	367,602
Non-Operating Revenue:	
Interest Income	<u>27,185</u>
Change in Net Position	394,787
Net Position - July 1	34,516,391
Net Position - June 30	<u>\$ 34,911,178</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, 2022

	<u>Self-Insurance Fund</u>
Cash Flows from Operating Activities:	
Cash Received from Governmental Funds	\$ 155,589,382
Cash Received from Employee Contributions	24,822,024
Cash Received from Retiree Contributions	17,324,738
Cash Payments for Claims and Insurance Premiums	(199,201,420)
Cash Payments to Suppliers for Goods and Services	(723,809)
Net Cash Provided by Operating Activities	<u>(2,189,086)</u>
Cash Flows from Investing Activities:	
Cash Received from Interest Earnings	<u>27,185</u>
Net Change in Cash and Cash Equivalents	(2,161,900)
Cash and Cash Equivalents - July 1	<u>21,165,583</u>
Cash and Cash Equivalents - June 30	<u><u>\$ 19,003,683</u></u>
 Reconciliation of Operating Income to	
Net Cash Provided by Operating Activities:	
Operating Income	\$ 367,602
Effect of Changes in Operating Assets and Liabilities:	
Unpaid Claims	2,148,000
Accounts Receivable	(5,296,020)
Prepaid Expenses	585,986
Accounts Payable	(14,693)
Unearned Revenue	20,039
Net Cash Provided by Operating Activities	<u><u>\$ (2,189,086)</u></u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Fiduciary Net Position

June 30, 2022

	<u>Custodial Fund/ Class Reunion</u>	<u>Private Purpose Trust Funds</u>
Assets:		
Cash and Cash Equivalents	\$ 541,224	\$ 159,502
Total Assets	<u>\$ 541,224</u>	<u>\$ 159,502</u>
 Net Position Restricted for		
Private Purpose Activities	\$ -	\$ 159,502
Class Reunions	541,224	-
Total Fiduciary Net Position	<u>\$ 541,224</u>	<u>\$ 159,502</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, 2022

	Custodial Fund/ Class Reunion	Private Purpose Trust Funds
Additions:		
Investment Interest Earned	\$ -	\$ 330
Other - Donations	80,434	420
Total Additions	\$ 80,434	\$ 750
 Deductions:		
Scholarships and Claims	10,000	19,262
Change in Net Position	70,434	(18,512)
Fiduciary Net Position - July 1	470,790	178,014
Total Fiduciary Net Position - June 30	\$ 541,224	\$ 159,502

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, 2022

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 of 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, 2022

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, 2022

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 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 \$9,892,240 at June 30, 2022 and lease payments of \$13,417,582.

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, 2022, 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.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements June 30, 2022

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.

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 and Food Services Fund are a part of the Operating Budget that is legally adopted annually. As such, they are not separately adopted. 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 a 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.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

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.

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. AACPS implemented GASB 87 effective July 1, 2021. GASB 87 requires that all Right of Use assets (ROU) be recorded as assets at values equivalent to the present value of lease payments not yet paid plus any initial direct costs associated with the lease and amortized over the remaining life of the lease.

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 \$26,356,551 of lease liability, and \$42,650,337 of lease assets. It also recognized \$136,088 in lease receivable and \$132,440 for deferred inflow for the lease of cell towers.

Deferred Outflows of Resources - A deferred outflow of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenditure) until the future period. The Board recognized \$38,488,917 as deferred outflows of financial resources related to Pension and \$257,525,854 related to OPEB for the fiscal year 2022.

Unearned Revenue – The balance in unearned revenue of \$21,695,327 is comprised of cash or receivables recorded for which the related revenue is not yet earned. At June 30, 2022, \$20,537,926 is deferred capital contributions not yet expended, \$1,157,401 is unexpended student account balances in the Food Services Fund, and the remaining relates to grant deferrals and deposits received in fiscal year 2022.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

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 position 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 \$34,583,930 related to pension, \$638,777,075 related to OPEB for the fiscal year 2022 and \$132,440 related to leases.

Restricted Net Position - There are three restrictions on net position of \$33,777,660 at June 30, 2022, including non-spendable inventory in the amount of \$1,833,856, restricted amounts of balance held in escrow for lease of computer equipment of \$12,123,053, and \$19,820,751 of fees 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.

Governmental Accounting Standards Board (GASB) Pronouncements

GASB Pronouncements - GASB has issued the following Statements which became effective in fiscal year 2022.

- The GASB issued Statement No. 87, *Leases* in June 2017. This Statement establishes standards of accounting and financial reporting for leases by lessees and lessors. The requirements of this Statement are effective for periods beginning after December 15, 2019 as originally established,

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

however GASB Statement No. 95 allows governments to postpone implementation for 18 months. The Board has implemented this standard for the fiscal year 2022.

- 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. 95, *Postponement of Effective Dates of Certain Authoritative Guidance* in May 2020. The Statement was issued to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. See references to GASB Statement No. 95 within the various pronouncements above to determine the impact on each individual statement. The requirements of this Statement are effective immediately. The Board adopted this pronouncement in fiscal year 2020.
- The GASB issued Statement No. 98, *The Annual Comprehensive Financial Report* in October 2021. This Statement establishes the term annual comprehensive financial report and its acronym ACFR. The requirements of the Statement are effective for fiscal years ending after December 15, 2021. The Board adopted this pronouncement in the fiscal year 2021.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

GASB Pronouncements applicable to future years

- 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* in May 2020. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements. The requirements of this Statement are effective for periods beginning after June 15, 2022. The Board will implement this standard for the fiscal year 2023.
- The GASB issued Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans- Amendment of GASB No.14 and No. 84, and a Suppression of GASB Statement No.32* in June 2020. This Statement provides guidance regarding the financial reporting of defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans. The Statement will also enhance (1) information related to Section 457 plans that meet the definition of a pension plan and the benefits provided through those plans and (2) investment information for all Section 457 plans. Paragraphs 4 and 5 of the Statement were effective immediately whereas the remaining requirements of this Statement are effective for periods beginning after June 15, 2021. The Board has decided that this pronouncement is not applicable to AACPS.

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 below.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

	Revenue and Other Financing Sources	Expenditures	Fund Balance
Reported on the GAAP Basis of Accounting	\$1,419,865,857	\$1,412,995,096	\$ 89,521,803
Effect of Grant Revenue:			
Prior Year	(692,434)	-	-
Current Year	2,053,186	-	2,053,186
Effect of Encumbrances	-	4,209,733	(36,196,952)
Effect of Encumbrances Corrections	-	-	757
Effect of Inventory	-	(428,967)	(657,353)
Capital Leases	(14,518,116)	(14,518,116)	-
Retirement Costs Paid on Board's behalf by State of Maryland	(67,416,052)	(67,416,052)	-
Health Services and Other Costs Paid on behalf of Anne Arundel County	(26,422,800)	(26,422,800)	-
Smaller Funds not Included in General Fund	(4,312,263)	(449,698)	(20,337,425)
Gain in the Liquidation of Prior Year Encumbrances	6,952,155	6,952,155	-
Lease Proceeds Held in Escrow	-	(854,707)	(12,123,053)
Transfers	483,200	483,200	-
Total	<u>\$1,315,992,733</u>	<u>\$1,314,549,844</u>	<u>\$ 22,260,963</u>

NOTE 3 GENERAL FUND SUPPLEMENTAL APPROPRIATION AND TRANSFERS

For the fiscal year ended June 30, 2022, the Anne Arundel County Council approved supplemental revenues and appropriations totaling \$71,730,800 through Bill no. 11-22 (\$63,539,300) and Bill No. 15-22 (\$8,191,500).

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

Revenue Source	<u>Supplemental Revenue Sources</u>	
	From	To
United States Government	\$ -	\$ 61,779,300
State of Maryland	-	3,098,200
Local Resources	-	3,934,600
Restricted Revenue from other sources	-	2,918,700
	\$ -	\$ 71,730,800
Administration	\$ -	\$ 1,351,400
Mid Level Administration	153,700	-
Instructional Salaries	-	14,048,200
Instructional Supplies	-	24,247,200
Instructional - Other	-	5,018,100
Special Education	-	468,300
Health Services	-	687,800
Pupil Services	-	1,292,500
Transportation	4,996,300	-
Operation of the Plant	-	11,200,100
Maintenance of the Plant	-	9,574,700
Fixed Charges	-	6,379,900
Food Services	-	300,000
Community Services	-	165,900
Capital Outlay	-	2,146,700
	\$ 5,150,000	\$ 76,880,800

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 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, 2022, cash and cash equivalents of the Board totaled \$222,518,975. Of this amount, \$39,003,351 were deposits at various banks. \$171,392,571 was invested in the Maryland Local Government Investment Pool (MLGIP) and \$12,123,053 was held in a money market account in escrow and held as restricted cash.

The bank balance of deposits was \$41,281,005 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 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, 2022

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 capital 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, 2022, the balance in that account was \$12,123,053. 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, 2022, all of Board's investments were registered or insured, were held by the custodian in the Board's name or were invested in MLGIP.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

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	\$ 255,602	\$31,866,416	\$ 8,127	\$ 32,130,145
Food Services Fund	-	20,376,654	-	20,376,654
Capital Projects Fund	11,315,566	9,379,730	31,862,029	52,557,325
Balance Sheet Total	<u>11,571,168</u>	<u>61,622,800</u>	<u>31,870,156</u>	<u>105,064,124</u>
Governmental Activities	-	-	-	-
Statement of Net Position Total	<u><u>\$11,571,168</u></u>	<u><u>\$61,622,800</u></u>	<u><u>\$ 31,870,156</u></u>	<u><u>\$ 105,064,124</u></u>
Amounts Due to Other Governments				
General Fund	\$ -	\$ 381,435	\$ 22,349	\$ 403,784
Capital Projects Fund	-	-	-	-
Balance Sheet Total	<u>-</u>	<u>381,435</u>	<u>22,349</u>	<u>403,784</u>
Governmental Activities	-	-	13,425,770	13,425,770
Statement of Net Position Total	<u><u>\$ -</u></u>	<u><u>\$ 381,435</u></u>	<u><u>\$ 13,448,119</u></u>	<u><u>\$ 13,829,554</u></u>

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, 2022, are as follows:

	<u>General Fund</u>	<u>Food Services Fund</u>	<u>Total</u>
Due from			
Food Services Fund	\$ 1,494,391	\$ -	\$ 1,494,391
	<u>\$ 1,494,391</u>	<u>\$ -</u>	<u>\$ 1,494,391</u>
Due to			
General Fund	\$ -	\$ 1,494,391	\$ 1,494,391
	<u>\$ -</u>	<u>\$ 1,494,391</u>	<u>\$ 1,494,391</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, 2022

NOTE 7 CHANGES IN CAPITAL ASSETS

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

	Changes in Capital Assets FY2022			
	Balance	Additions	Deletions	Balance
	June 30, 2021, as restated			June 30, 2022
Capital Assets				
Capital Assets, Not Being Depreciated				
Land and Site Improvements	\$ 77,065,744	\$ 254,589	\$ -	\$ 77,320,333
Construction In Progress	148,811,790	156,625,081	(99,775,967)	205,660,904
Total Capital Assets, Not Being Depreciated	<u>225,877,534</u>	<u>156,879,670</u>	<u>(99,775,967)</u>	<u>282,981,237</u>
Capital Assets, Being Depreciated				
Buildings and Additions	2,196,931,399	113,483,631	(1,163)	2,310,413,867
Intangibles	14,577,681	-	-	14,577,681
Furniture and Equipment	68,524,878	4,602,169	(424,716)	72,702,331
Total Capital Assets, Being Depreciated	<u>2,280,033,958</u>	<u>118,085,800</u>	<u>(425,879)</u>	<u>2,397,693,879</u>
Less Accumulated Depreciation for:				
Buildings and Additions	(951,154,732)	(47,089,599)	-	(998,244,331)
Intangibles	(8,270,255)	(1,101,146)	-	(9,371,401)
Furniture and Equipment	(42,399,835)	(4,716,383)	387,319	(46,728,899)
Total Accumulated Depreciation	<u>(1,001,824,822)</u>	<u>(52,907,128)</u>	<u>387,319</u>	<u>(1,054,344,631)</u>
Capital Assets, Being Depreciated, Net	<u>1,278,209,136</u>	<u>65,178,672</u>	<u>(38,560)</u>	<u>1,343,349,248</u>
Capital Assets, Less				
Accumulated Depreciation	<u>\$ 1,504,086,670</u>	<u>\$ 222,058,342</u>	<u>\$ (99,814,527)</u>	<u>\$ 1,626,330,485</u>
Lease Assets				
Lease Assets, Being Amortized				
Intangible Leased assets	28,497,187	14,153,150	-	42,650,337
Total Capital Assets, Being Amortized	<u>28,497,187</u>	<u>14,153,150</u>	<u>-</u>	<u>42,650,337</u>
Less Accumulated Amortization for:				
Intangible Leased assets	-	(10,476,698)	-	(10,476,698)
Total Accumulated Amortization	<u>-</u>	<u>(10,476,698)</u>	<u>-</u>	<u>(10,476,698)</u>
Lease Assets, Being Amortized, Net	<u>28,497,187</u>	<u>3,676,452</u>	<u>-</u>	<u>32,173,639</u>
Total Capital Assets, Less				
Accumulated Amortization	<u>\$ 1,532,583,857</u>	<u>\$ 254,231,981</u>	<u>\$ (99,814,527)</u>	<u>\$ 1,658,504,124</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

Depreciation and Amortization expense charge to functions/categories as follows:

Administration	\$	1,398,512
Pupil services		257,232
Mid-Level Administration		864,804
Other Instructional Costs		6,278,482
Special Education		1,573,662
Pupil Transportation		802,887
Operation of Plant		1,371,704
Maintenance of Plant		50,267,514
Food Services		24,512
Textbooks and Instructional supplies		544,517
Total Depreciation and Amortization Expense	\$	<u><u>63,383,827</u></u>

The following table provides the active projects that comprise total Construction in Progress at June 30, 2022.

Active School Construction Projects
Jun 30, 2022

School	<u>Spent to Date</u> <u>6/30/2022</u>	<u>Remaining</u> <u>Commitment</u>
Hillsmere Elementary	\$ 18,316,802	\$ 13,331,714
Quarterfield Elementary	24,526,924	13,294,487
Rippling Woods Elementary	24,335,038	17,621,728
West County Elementary	3,421,804	10,948,102
Meade High School	51,588,150	60,124,770
Old Mill West High School	59,548,843	55,368,472
Old Mill Middle South	5,989,135	1,423,728
Athletic Stadium Upgrades	3,940,472	1,828,424
Maintenance/ Backlog	872,029	669,968
Renovation of Building Systems	3,608,894	153,825
Roof Replacements	3,490,801	1,790,732
Pre-K/K Additions	6,022,013	6,389,901
	<u>\$ 205,660,905</u>	<u>\$ 182,945,851</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

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, 2022	June 30, 2021
Unpaid Claims, Beginning of Year	\$ 10,824,000	\$ 10,538,000
Incurring Claims (Including IBNR)	194,496,732	194,380,933
Claim Payments	(196,644,732)	(194,666,933)
Unpaid Claims, End of Year	\$ 12,972,000	\$ 10,824,000

NOTE 9 NONCURRENT LIABILITIES

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

	Non Current Liabilities				
	6/30/2021	Additions	Deductions	6/30/2022	Due within one year
Leases	\$ 28,497,187	\$ -	\$ (2,140,636)	\$ 26,356,551	\$ 13,417,582
Compensated Absences	47,862,078	26,543,390	(27,661,038)	46,744,430	21,348,395
*Net OPEB Liability	2,064,794,047	169,523,307	-	2,234,317,354	-
*Net Pension Liability	76,712,926	(16,988,798)	-	59,724,128	-
Total NonCurrent Liabilities	\$ 2,217,866,238	\$179,077,899	\$ (29,801,674)	\$ 2,367,142,463	\$ 34,765,977

*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.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

NOTE 10 LEASE LIABILITIES

The Board implemented GASB 87, Leases for the fiscal year 2022.

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.

Future Minimum Lease Payments

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 13,417,581	1,127,407	14,544,988
2024	9,585,057	547,290	10,132,347
2025	3,235,660	135,526	3,371,186
2026	118,253	2,343	120,596
	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>
	26,356,551	1,812,566	28,169,117
Total Future Lease payments	28,169,117		
Less: Interest Component of Future Minimum Payments	1,812,566		
Total Lease Liability	<hr style="border-top: 1px solid black;"/> <u>\$ 26,356,551</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 2022 is \$132,440 and a receivable balance of \$136,088.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

NOTE 11 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, 2021, the plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefit payments	5,364
Inactive employees entitled to but not yet received benefit payments	-
Active employees	<u>11,076</u>
Total Participants	<u>16,440</u>

Total OPEB Liability

The Board's total OPEB liability of \$2,234,317,354 was based on measurement date of June 30, 2021 and was determined by an actuarial valuation as of that date.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

Actuarial assumptions and other inputs

The total OPEB liability in the June 30, 2021 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	2.16 percent.
Healthcare cost trend rates	6.02 percent composite rate for pre 65 and 6.40 percent composite rate for post 65, decreasing to an ultimate rate of 4.50 percent and 4.50 percent for 2031 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, 2021, the yield associated with BBGO 20 was 2.16%.

Mortality rates was 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 reflect more recent experience.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2015–June 30, 2018.

Changes in the Total OPEB Liability

Balance at 6/30/2021	<u>\$2,064,794,047</u>
Changes for the year:	
Service cost	101,987,021
Interest	47,322,704
Differences between expected and actual experience	10,616,122
Changes in assumptions	60,841,931
Benefit payments	(51,244,471)
Net changes	<u>169,523,307</u>
Balance at 6/30/2022	<u><u>\$2,234,317,354</u></u>

Changes of assumptions reflect a change in the discount rate from 2.21 percent for the fiscal year ended June 30, 2021 to 2.16 percent for the fiscal year ended June 30, 2022.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

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 (1.16 percent) or 1-percentage-point higher (3.16 percent) than the current discount rate:

Discount Rate Sensitivity	<u>1% Decrease</u> <u>(1.16%)</u>	<u>Current Rate</u> <u>(2.16%)</u>	<u>1% Increase</u> <u>(3.16%)</u>
Total OPEB Liability	\$2,683,349,527	\$2,234,317,354	\$1,882,222,314

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	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability	\$1,803,325,961	\$2,234,317,354	\$2,818,317,231

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

For the year ended June 30, 2022, the Board recognized OPEB expense of \$72,657,000. At June 30, 2022, 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</u> <u>Outflows</u>	<u>Deferred</u> <u>Inflows</u>
Difference between Actual and Expected Experience	\$ 100,180,790	\$ -
Assumption Changes	132,290,383	638,777,075
Contributions made subsequent to Measurement Date	25,054,681	-
Total	<u>\$ 257,525,854</u>	<u>\$ 638,777,075</u>

The amount \$25,054,681, reported as deferred outflows of resources related OPEB liability from the amount paid for benefits subsequent to the measurement date, will be recognized as a reduction in net OPEB liability in the year ended June 30, 2023.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

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		
2023	\$	(76,652,473)
2024		(76,652,473)
2025		(76,652,473)
2026		(76,652,473)
2027		(76,652,473)
Thereafter		(23,043,537)

NOTE 12 PENSION PLANS

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/>.

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.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements

June 30, 2022

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.

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, 2022 was \$25,713,345. The State's contributions on behalf of the Board for the year ended June 30, 2022 was \$67,416,052. The fiscal 2022 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, 2022, 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, 2022 of \$9,114,191.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

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, 2022, the Board reported a liability of \$59,724,128 for its proportionate share of the net pension liability of the System. The net pension liability was measured as of June 30, 2021, 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, 2021. The contributions were increased to adjust for differences between actuarial determined contributions and actual contributions by the State of Maryland. As of June 30, 2021, the Board's proportionate share was 0.3980997%, which is an increase from its proportion of .3394173% measured as of June 30, 2020.

For the year ended June 30, 2022, the Board recognized pension expense of \$5,760,645. At June 30, 2022, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Pension Inflows and Outflows

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Difference between Actual and Expected Experience	\$ -	\$ 4,035,365
Assumption Changes	11,490,909	1,001,548
Change in Proportion	17,883,817	1,406,801
Net Difference between Expected and Actual Earnings on Pension Plan Investments	-	28,138,083
Change in proportionate share of contributions	-	2,133
Board contributions made in Fiscal Year after Measurement Date	9,114,191	-
Total	<u>\$ 38,488,917</u>	<u>\$ 34,583,930</u>

\$9,114,191 reported as deferred outflows of resources related to pensions resulting from Board contributions subsequent to the measurement date will be recognized as a reduction in net pension liability in the year ended June 30, 2023. 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

2023	\$ (1,731,560)
2024	(765,407)
2025	(1,562,345)
2026	(3,404,796)
2027	2,254,904
Thereafter	-

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

Teachers Retirement and Pension Systems

At June 30, 2022, 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	\$ 428,377,506
Board's proportionate share of pension liability	-
	\$ 428,377,506

The net pension liability was measured as of June 30, 2021, 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, 2022, the Board recognized pension expense of \$93,129,397 and revenue of \$67,416,052 in the General Fund for support provided by the State. In the Statement of Activities, the Board recognized pension expense of \$36,622,951 and revenue of \$10,909,606 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, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions

Inflation	2.25% general, 2.75%
Salary Increases	2.75% to 9.25% wage
Investment rate return	6.80%

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, 2021 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, 2021 valuation.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Rate of Return</u>
Public Equity	37%	4.70%
Private equity	13%	6.50%
Rate Sensitive	19%	-0.40%
Credit Opportunity	9%	2.60%
Real Assets	14%	4.20%
Absolute Return	8%	2.00%
Total	<u>100%</u>	

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, 2021.

For the year ended June 30, 2021, the annual money-weighted rate of return on pension plan investments, net of the pension plan expense was 26.69%. 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, 2022

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:

	<u>1% Decrease</u> <u>(5.80%)</u>	<u>Current</u> <u>Discount Rate</u> <u>(6.80%)</u>	<u>1% Increase</u> <u>(7.80%)</u>
Boards Proportional share of Pension Liability	\$101,718,566	\$59,724,128	\$24,890,025

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 Systems’ financial report.

NOTE 13 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 \$202,769,295 as of June 30, 2022. 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 expenditures 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, 2022

NOTE 14 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					
Non spendable for:					
Inventory	\$ 657,353	\$ 969,402	\$ -	\$ 207,101	\$ 1,833,856
Total Non-Spendable	<u>657,353</u>	<u>969,402</u>	<u>-</u>	<u>207,101</u>	<u>1,833,856</u>
Restricted for:					
Capital Lease Equipment	12,123,053	-	-	-	12,123,053
Special Education	19,820,751	-	-	-	19,820,751
Total Restricted	<u>31,943,804</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,943,804</u>
Committed for:					
Capital projects	-	-	1,169,745	-	1,169,745
Athletics Programs	-	-	-	1,804,373	1,804,373
Special Revenue Funds	-	-	-	10,469,430	10,469,430
Food Services	-	24,734,806	-	-	24,734,806
Total Committed	<u>-</u>	<u>24,734,806</u>	<u>1,169,745</u>	<u>12,273,803</u>	<u>38,178,354</u>
Assigned to:					
Subsequent Year Budget	15,000,000	-	-	-	15,000,000
Subsequent Year Information Technology	3,000,000	-	-	-	3,000,000
Encumbrances					
Administration	1,428,976	-	-	-	1,428,976
Mid-Level Administration	124,922	-	-	-	124,922
Textbooks and Instructional Supplies	12,402,313	-	-	-	12,402,313
Other Instructional Costs	3,143,520	-	-	-	3,143,520
Special Education	1,570,315	-	-	-	1,570,315
Pupil Services	28,426	-	-	-	28,426
Pupil Transportation	313,604	-	-	-	313,604
Operation of Plant	10,579,720	-	-	-	10,579,720
Maintenance of Plant	4,307,750	-	-	-	4,307,750
Fixed Charges	148,400	-	-	-	148,400
Community Services	4,755	-	-	-	4,755
Capital Outlay	2,143,895	-	-	-	2,143,895
Total Encumbrances	<u>36,196,596</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,196,596</u>
Total Assigned	<u>54,196,596</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>54,196,596</u>
Unassigned	2,724,050	-	-	-	2,724,050
Total Fund Balance	<u>\$ 89,521,803</u>	<u>\$ 25,704,208</u>	<u>\$ 1,169,745</u>	<u>\$ 12,480,904</u>	<u>\$ 128,876,660</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

NOTE 15 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 2022 expenditures and encumbrances (budget basis) for grants was \$105,448,172. The increase of \$29,677,497 from the prior fiscal year was primarily due to ESSER/CARES funds from the Coronavirus Stimulus Funds in fiscal year 2022.

NOTE 16 RISK MANAGEMENT

The Board is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To protect against these risks, the Board has executed an agreement with Anne Arundel County to participate in the Anne Arundel County Self-Insurance Fund and in a Consolidated Commercial Insurance Program.

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 2022

<u>Coverage</u>	<u>Boards' Share of the Cost</u>	<u>General Fund Category</u>
County Self Insurance		
County Miscellaneous Insurance	\$ 86,499	Fixed Charges
County Purchased Policies		
Real Property and Builders Risk	1,145,716	Operation of Plant
Boiler and Miscellaneous	51,000	Fixed Charges
Private Bus Contractors	1,125,008	Transportation
Sub Total	\$ 2,408,223	
Board Purchased Policies		
Catastrophic Student Accident Insurance	23,735	Fixed Charges
Student Accident Insurance - Ensure Sports Eligibility	134	Fixed Charges
Sub Total	23,869	
Total	\$ 2,432,091	

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements
June 30, 2022

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, 2022, is \$13,425,770.

NOTE 17 PRIOR PERIOD ADJUSTMENT - Total Net Position

The Board adopted GASB statement No. 87, Leases, which establishes new criteria for identifying and valuing Leases for all state and local governments. Previously, AACPS recorded only the liability for capital leases and not the associated assets due to capitalization thresholds. With the implementation of GASB 87, AACPS restated net beginning position for those related capital assets.

This requires restatement of the Net Position in the Government Wide statements.

GASB 87 Restatement

Government Wide Restatement

Net Position July 1, 2021 as stated	\$ (1,091,613,849)
Cumulative affect of Change in Accounting Principle GASB 87, <i>Leases</i>	<u>28,497,185</u>
Net Position July 1, 2021 as restated	<u><u>\$ (1,063,116,664)</u></u>

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

Total OPEB	2021	2020	2019	2018	2017
Service cost	\$101,987,021	\$78,123,544	\$79,273,776	\$90,574,718	\$ 112,410,000
Interest liability	47,322,704	67,135,824	78,155,099	81,487,181	72,182,000
Difference between expected and actual experience	10,616,122	10,511,000	6,976,998	129,055,465	-
Changes of assumptions	60,841,931	100,211,000	(221,339)	(500,668,797)	(371,517,000)
Benefit payments	<u>(51,244,471)</u>	<u>(51,092,000)</u>	<u>(46,360,489)</u>	<u>(45,309,671)</u>	<u>(50,276,000)</u>
Net changes in total OPEB liability	169,523,307	204,890,000	(103,294,288)	(244,861,104)	(237,201,000)
Total OPEB liability – beginning	<u>2,064,794,047</u>	<u>1,859,904,000</u>	<u>1,963,198,037</u>	<u>1,963,198,000</u>	<u>2,445,260,000</u>
Total OPEB liability – ending	<u><u>\$2,234,317,354</u></u>	<u><u>\$2,064,794,000</u></u>	<u><u>\$1,859,903,749</u></u>	<u><u>\$1,859,904,000</u></u>	<u><u>2,208,059,000</u></u>
Covered employee payroll	\$730,868,337	\$701,002,184	\$685,661,721	\$626,126,863	\$605,419,002
Total OPEB liability as a percentage of covered-employee payroll	306%	295%	271%	297%	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.

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

Employees' Retirement and Pension System:

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Board's proportion of the net pension liability	0.398099700%	0.339417300%	0.311475000%	0.297737800%	0.269319100%	0.286311000%	0.298640200%	0.257960800%	0.2579608%
Board's proportionate share of the net pension liability	\$ 59,724,131	\$ 76,712,926	\$ 64,243,619	\$ 62,470,154	\$ 58,236,759	\$ 67,552,295	\$ 62,062,555	\$ 45,779,604	\$ 45,779,604
Board's covered employee payroll	\$ 87,807,719	\$ 91,499,296	\$ 82,370,487	\$ 79,887,644	\$ 78,010,768	\$ 76,401,809	\$ 73,385,781	\$ 71,944,717	71,944,717
Board's proportionate share of the net pension liability as a percentage of its covered employee payroll	68.02%	83.84%	77.99%	78.20%	74.65%	88.42%	84.57%	63.63%	63.63%
Plan fiduciary net position as a percentage of the total pension liability	76.76%	66.29%	67.98%	68.36%	66.71%	62.97%	66.26%	69.53%	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	<u>428,377,506</u>	<u>670,744,581</u>	<u>623,686,689</u>	<u>651,399,136</u>	<u>691,787,947</u>	<u>759,433,052</u>	<u>783,631,237</u>	<u>599,615,798</u>	<u>599,615,798</u>
Total	\$ 428,377,506	\$ 670,744,581	\$ 623,686,689	\$ 651,399,136	\$ 691,787,947	\$ 759,433,052	\$ 783,631,237	\$ 599,615,798	\$ 599,615,798
Board's covered employee payroll	\$ 613,194,465	\$ 594,162,425	\$ 543,756,376	\$ 525,531,358	\$ 518,142,026	\$ 508,393,899	\$ 502,898,224	\$ 487,075,668	\$ 487,075,668
Board's proportionate share of the net pension liability as a percentage of its covered employee payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%
Plan fiduciary net position as a percentage of the total pension liability	85.40%	73.84%	75.43%	73.35%	71.41%	67.95%	70.76%	69.53%	69.53%

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.

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

Employees' Retirement and Pension System

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$ 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	\$ 5,283,132
Contributions in relation to the contractually required contribution	(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)	(5,283,132)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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	\$ 68,129,580
Contributions as a percentage of covered-employee payroll	9.89%	9.99%	7.95%	7.77%	7.43%	7.03%	7.30%	8.58%	8.36%	7.75%

Teachers Retirement and Pension System

	2021	2021	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$ 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	\$ 11,493,684
Contributions in relation to the contractually required contribution	(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)	(11,493,684)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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	\$ 471,550,374
Contributions as a percentage of covered-employee payroll	4.03%	3.91%	3.98%	4.35%	4.54%	4.26%	4.21%	3.71%	2.99%	2.44%

* Prior to fiscal year 2013, school systems were not contractually required to contribute to the teachers Retirement and Pension System plan.

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 2017 through 2021

NOTE 2 -CHANGES IN ASSUMPTIONS

Discount rates changes as follows

- 6/30/2021 3.51%
- 6/30/2020 2.21%
- 6/30/2019 3.51%
- 6/30/2018 3.87%
- 6/30/2017 3.58%

State of Maryland Retirement and Pension System

NOTE 1 - CHANGES IN BENEFIT TERMS

There were no benefit changes during the years 2015 through 2021

NOTE 2 - CHANGES IN ASSUMPTIONS

Inflation assumptions changed as follows:

- 6/30/2021 2.25%
- 6/30/2020 2.60%
- 6/30/2019 2.60%
- 6/30/2018 2.60%
- 6/30/2017 2.65%
- 6/30/2016 2.70%
- 6/30/2015 2.70%

Investment return assumption changed as follows:

- 6/30/2021 6.80%
- 6/30/2020 7.40%
- 6/30/2019 7.40%
- 6/30/2018 7.50%
- 6/30/2017 7.50%
- 6/30/2016 7.55%
- 6/30/2015 7.65%

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.

External Diploma Program – This fund is used to account for the expenditure of tuition and fees from the state-wide program to provide adults an opportunity to obtain a high school diploma.

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, 2022

	<u>Athletic Gate Receipts</u>	<u>CAT North Students Baking</u>	<u>Maryland Hall Café</u>	<u>Summer Camps & Environmental Education</u>	<u>College Board Fees</u>	<u>School Activity</u>	<u>Total Special Revenue Funds</u>
Assets:							
Cash and Investment	\$ 1,804,452	\$ 7,432	\$ 39,344	\$ 892,209	\$ 678,109	\$ 9,764,515	\$ 13,186,061
Accounts Receivable	14,086	-	-	-	-	166,277	180,363
Inventory	-	-	-	-	-	207,101	207,101
Total Assets	<u>\$ 1,818,538</u>	<u>\$ 7,432</u>	<u>\$ 39,344</u>	<u>\$ 892,209</u>	<u>\$ 678,109</u>	<u>\$ 10,137,893</u>	<u>\$ 13,573,525</u>
Liabilities:							
Accounts Payable	14,165	-	-	74,155	678,109	326,192	1,092,621
Total Liabilities	<u>\$ 14,165</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,155</u>	<u>\$ 678,109</u>	<u>\$ 326,192</u>	<u>\$ 1,092,621</u>
Fund Balance:							
Non spendable	-	-	-	-	-	207,101	207,101
Committed	1,804,373	7,432	39,344	818,054	-	9,604,600	12,273,803
Total Fund Balance	<u>1,804,373</u>	<u>7,432</u>	<u>39,344</u>	<u>818,054</u>	<u>-</u>	<u>9,811,701</u>	<u>12,480,904</u>
Total Liabilities and Fund Balance	<u>\$ 1,818,538</u>	<u>\$ 7,432</u>	<u>\$ 39,344</u>	<u>\$ 892,209</u>	<u>\$ 678,109</u>	<u>\$ 10,137,893</u>	<u>\$ 13,573,525</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, 2022

	<u>Athletic Gate Receipts</u>	<u>CAT North Students Baking</u>	<u>Maryland Hall Café</u>	<u>Summer Camps & Environmental Education</u>	<u>School Activity</u>	<u>Total Special Revenue Funds</u>
Revenues:						
Gate Receipts	\$ 584,087	\$ -	\$ -	\$ -	\$ -	\$ 584,087
Student Payments	-	-	-	44,619	-	44,619
Student Activity Fees	-	-	-	-	8,964,374	8,964,374
Miscellaneous	-	-	23,077	-	-	23,077
Total Revenues	<u>584,087</u>	<u>-</u>	<u>23,077</u>	<u>44,619</u>	<u>8,964,374</u>	<u>9,616,157</u>
Expenditures:						
Administration	-	-	10,865	-	-	10,865
Mid-Level Administration	-	-	-	1,445	-	1,445
Instructional Salaries and Wages	115,385	-	-	19,741	-	135,126
Textbooks and Instructional Supplies	364,709	-	-	47,890	-	412,599
Other Instructional Costs	1,868	-	-	26,314	-	28,182
Student Activities	-	-	-	-	8,196,929	8,196,929
Pupil Transportation	-	-	-	22	-	22
Operation of Plant	-	-	-	-	-	-
Fixed Charges	9,707	-	-	1,604	-	11,311
Community Services	-	-	-	4,963	-	4,963
Total Expenditures	<u>491,669</u>	<u>-</u>	<u>10,865</u>	<u>101,979</u>	<u>8,196,929</u>	<u>8,801,442</u>
Excess (deficiency) of revenues over (under) expenditures	92,418	-	12,212	(57,360)	767,445	814,715
Expenditures and Other Financing Uses over (under) Revenues	<u>92,418</u>	<u>-</u>	<u>12,212</u>	<u>(57,360)</u>	<u>767,445</u>	<u>814,715</u>
Fund Balance - July 1, restated	1,711,955	7,432	27,132	875,414	9,044,256	11,666,189
Fund Balance - June 30	<u>\$ 1,804,373</u>	<u>\$ 7,432</u>	<u>\$ 39,344</u>	<u>\$ 818,054</u>	<u>\$ 9,811,701</u>	<u>\$ 12,480,904</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Combining Statement of Fiduciary Net Position

Private Purpose Trust Funds

June 30, 2022

	<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>\$ 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:										
Held for Private Purpose	<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>

Combining Statement of Changes in Fiduciary Net Position

Private Purpose Trust Funds

For Fiscal Year ended June 30, 2022

	<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	\$ 16	\$ -	\$ 10	\$ 7	\$ 29	\$ 9	\$ 9	\$ 13	\$ 237	\$ 330
Other Donations	-	420	-	-	-	-	-	-	-	420
Total Additions	<u>\$ 16</u>	<u>\$ 420</u>	<u>\$ 10</u>	<u>\$ 7</u>	<u>\$ 29</u>	<u>\$ 9</u>	<u>\$ 9</u>	<u>\$ 13</u>	<u>\$ 237</u>	<u>\$ 750</u>
Deductions:										
Scholarships and Claims	<u>\$ -</u>	<u>\$ 19,262</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,262</u>
Change in Net Position	\$ 16	\$ (18,842)	\$ 10	\$ 7	\$ 29	\$ 9	\$ 9	\$ 13	\$ 237	\$ (18,512)
Net Position - July 1	4,850	83,401	2,876	2,160	8,214	2,533	2,558	3,452	67,970	178,014
Net Position - June 30	<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>

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, 2022

	Budgeted Amounts		General Fund Actual	Chesapeake Science Point Actual	Monarch Global Contract School Actual	Monarch Academy Anna. Actual	Monarch Academy Charter Actual	Combined	Variance Positive/ (Negative)
	Original	Final							
Revenues:									
Anne Arundel County	\$ 784,741,000	\$ 784,741,000	\$ 784,741,000	\$ -	\$ -	\$ -	\$ -	\$ 784,741,000	\$ -
State of Maryland	415,081,500	418,179,700	417,192,594	-	-	-	-	417,192,594	(987,106)
United States Government	66,788,700	128,568,000	95,614,162	-	-	-	-	95,614,162	(32,953,838)
Other Sources:									
Investment Interest Earned	450,000	130,000	251,008	-	-	-	-	251,008	121,008
Other	51,171,500	55,426,100	11,241,814	-	-	-	-	11,241,814	(44,184,286)
Total Revenues	1,318,232,700	1,387,044,800	1,309,040,578	-	-	-	-	1,309,040,578	(78,004,222)
Expenditures and Encumbrances:									
Current:									
Administration	\$ 40,893,100	\$ 42,244,500	\$ 35,714,338	\$ 749,790	\$ 1,476,595	\$ 1,328,231	\$ 1,225,559	\$ 40,494,513	\$ 1,749,987
Mid-Level Administration	77,181,200	77,027,500	73,208,438	531,680	604,106	976,693	506,166	75,827,083	1,200,417
Instructional Salaries and Wages	496,813,300	510,861,500	488,247,332	2,477,564	4,537,268	3,661,110	3,121,795	502,045,069	8,816,431
Textbooks and Instructional Supplies	34,899,500	59,146,700	53,871,353	274,377	79,087	16,957	253,772	54,495,546	4,651,154
Other Instructional Costs	24,340,800	29,358,900	24,247,456	607,254	27,283	48,230	747,162	25,677,385	3,681,515
Special Education	165,834,200	166,302,500	155,333,480	211,204	740,415	515,057	786,160	157,586,316	8,716,184
Pupil Services	12,916,700	13,604,500	12,512,728	-	-	880	99,228	12,612,836	991,664
Food Services	483,200	783,200	758,075	-	-	-	-	758,075	25,125
Health Services	607,000	1,899,500	1,201,601	-	-	-	-	1,201,601	697,899
Pupil Transportation	69,146,800	64,150,500	57,660,957	320,523	575,201	1,302,577	582,313	60,441,571	3,708,929
Operation of Plant	84,205,700	95,405,800	86,445,258	1,257,914	2,480,298	2,216,058	1,469,665	93,869,193	1,536,607
Maintenance of Plant	22,306,600	31,881,300	27,116,937	5,530	-	-	-	27,122,467	4,758,833
Fixed Charges	299,426,500	305,806,400	250,714,472	896,297	1,600,389	1,327,992	1,245,285	255,784,435	50,021,965
Community Services	498,800	664,700	560,245	-	-	-	-	560,245	104,455
Capital Outlay	3,999,300	6,146,000	6,073,509	-	-	-	-	6,073,509	72,491
Total Expenditures and Encumbrances	\$ 1,333,552,700	\$ 1,405,283,500	\$ 1,273,666,179	\$ 7,332,133	\$ 12,120,642	\$ 11,393,785	\$ 10,037,105	\$ 1,314,549,844	\$ 90,733,656
Excess (Deficiency) of Revenues over Expenditures and Encumbrances	\$ (15,320,000)	\$ (18,238,700)	\$ 35,374,399	\$ (7,332,133)	\$ (12,120,642)	\$ (11,393,785)	\$ (10,037,105)	\$ (5,509,266)	\$ 12,729,434
Transfers to Charter Schools	-	-	(40,883,665)	7,332,133	12,120,642	11,393,785	10,037,105	-	-
Other Financing Sources:									
Restricted Revenue from Other Sources	-	2,918,700	-	-	-	-	-	-	(2,918,700)
Use of Prior Year's Fund Balance	15,320,000	15,320,000	-	-	-	-	-	-	(15,320,000)
Liquidation of Prior Year Encumbrances	-	-	6,952,155	-	-	-	-	6,952,155	6,952,155
Net Change in Fund Balance	\$ -	\$ -	1,442,889	-	-	-	-	1,442,889	1,442,889
Fund Balance - July 1			20,818,074	-	-	-	-	20,818,074	20,818,074
Fund Balance - June 30			\$ 22,260,963	\$ -	\$ -	\$ -	\$ -	\$ 22,260,963	\$ 22,260,963

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

SELECTED STATISTICAL INFORMATION
(UNAUDITED)

Overview

This section of the Comprehensive Annual Financial Report (CAFR) 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 CAFR 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 2013-2022

<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)	586,385,117
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)

* The Board adopted GASB 75 for the fiscal year 2018

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table II
Changes in Net Position - Governmental Activities
 Fiscal Years 2013-2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses:										
Administration	\$ 34,180,970	\$ 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
Mid-Level Administration	95,510,158	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
Instructional Salaries and Wages	562,294,048	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
Textbooks and Instructional Supplies	32,165,736	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
Other Instructional Costs	21,204,137	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
Special Education	166,405,869	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
Student Activities	-	-	-	-	-	-	-	-	4,231,733	8,196,929
Pupil Services	9,154,873	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
Student Health Services	8,146,330	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
Pupil Transportation	53,717,801	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
Operation of Plant	79,070,745	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
Maintenance of Plant	77,517,177	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
Community Services	1,021,253	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
Food Services	26,933,745	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
Interest on Capital Leases	400,773	632,085	646,874	538,029	496,376	730,517	767,109	776,175	950,662	1,234,383
Total Expenses	\$ 1,167,723,615	\$ 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
Program Revenues:										
Charges for Services										
Sale of Food	\$ 10,887,078	\$ 10,623,764	\$ 10,576,843	\$ 10,753,513	\$ 11,131,697	\$ 11,230,600	\$ 11,748,879	\$ 7,650,282	\$ 40	\$ 7,023
Other Charges for Services	2,565,588	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
Operating Grants and Contributions	158,875,844	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
Capital Grants and Contributions	104,576,518	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
Total Program Revenues	\$ 276,905,028	\$ 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
Total Net Expenses	\$ (890,818,587)	\$ (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)
General Revenues:										
State Unrestricted	\$ 265,583,322	\$ 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
County Unrestricted	601,312,917	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
Federal Unrestricted	2,568,267	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
Capital Contributions	234,300	-	-	-	-	-	-	-	-	-
Investment Income	150,117	66,173	61,813	203,814	701,990	1,857,351	3,467,512	2,861,907	278,671	273,256
Miscellaneous	1,449,170	1,300,129	1,558,257	1,632,978	3,009,840	2,887,024	3,519,252	4,035,221	6,402,988	12,827,978
Change in Net Position	\$ (19,520,494)	\$ (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

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table III
Fund Balances - Governmental Funds
Fiscal Years 2013-2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund:										
Nonspendable	1,758,291	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
Spendable:										
Restricted	16,853,706	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
Committed	-	-	-	-	13,425,233	-	-	-	-	-
Assigned	27,410,698	28,940,743	22,622,021	25,556,391	25,000,000	43,297,506	40,577,582	50,313,035	50,307,223	51,196,596
Unassigned	11,789,326	2,172,501	3,616,065	2,963,342	3,216,463	2,627,609	2,332,832	2,472,440	2,341,902	5,724,050
Total General Fund	<u>\$ 57,812,021</u>	<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>
All Other Governmental Funds:										
Nonspendable	364,152	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	864,830
Committed	4,592,548	5,592,071	5,958,395	7,749,736	6,901,154	7,179,132	8,221,194	4,842,688	15,892,379	37,313,524
Assigned	502,284	669,229	990,484	887,006	833,005	595,609	-	-	-	-
Total All Other Governmental Funds	<u>\$ 5,458,984</u>	<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>

(1) Modified Accrual Basis of Accounting

Table IV
Change in Fund Balances - Governmental Funds
Fiscal Years 2013-2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues:										
Anne Arundel County	\$ 684,043,789	\$ 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
State of Maryland	389,360,719	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
United States Government	58,061,877	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
Sale of Food	10,887,078	10,623,764	10,576,843	10,753,513	11,131,697	11,230,600	11,748,879	7,650,282	40	7,023
Investment Interest Earned	150,117	66,173	61,812	203,814	701,990	1,857,350	3,467,512	2,861,907	278,671	273,256
Gate Receipts	450,838	456,436	448,049	430,357	514,010	564,198	538,528	496,109	-	584,087
Rebates and Commissions	447,748	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
Student Payments	1,381,140	1,418,070	1,281,350	1,215,058	1,529,518	1,311,504	1,585,374	992,364	212,018	181,397
Student Activity Fees	-	-	-	-	-	-	-	-	3,437,567	8,964,374
Other	3,185,515	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
Total Revenues	\$ 1,147,968,821	\$ 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
Expenditures:										
Current:										
Administration	\$ 25,066,069	\$ 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
Mid-Level Administration	61,872,208	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
Instructional Salaries and Wages	355,458,172	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
Textbooks and Instructional Supplies	32,165,736	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
Other Instructional Costs	20,223,150	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
Special Education	114,881,774	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
Student Activities	-	-	-	-	-	-	-	-	4,231,733	8,196,929
Pupil Services	6,263,954	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
Student Health Services	8,146,330	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
Pupil Transportation	50,211,127	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
Operation of Plant	64,265,175	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
Maintenance of Plant	64,740,990	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
Fixed Charges	260,334,515	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
Community Services	746,087	788,344	808,301	846,464	872,013	889,157	991,423	923,377	482,904	882,750
Food Services	26,066,362	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
Capital Outlay	58,731,386	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
Debt Service										
Principal	7,890,926	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
Interest	400,773	632,085	646,874	538,029	496,376	730,517	767,109	776,175	950,662	995,314
Total Expenditures	\$ 1,157,464,734	\$ 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
Other Financing Sources										
Capital Leases	13,141,992	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
Net Change in Fund Balance	\$ 3,646,079	\$ (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
Debt Service as a Percentage of										
Noncapital Expenditures	0.76%	0.78%	0.77%	0.77%	0.78%	0.85%	0.70%	0.77%	1.06%	1.16%

(1) Modified Accrual basis of Accounting

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table V
General Fund Revenues
(Non-GAAP Budgetary Basis)
Fiscal Years 2013-2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Anne Arundel County	\$ 584,579,700	\$ 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
State of Maryland	311,901,317	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
United States Government	44,654,342	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
Other	2,621,470	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
Total Revenues	\$ 943,756,829	\$ 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

Table VI
General Fund
Expenditures and Encumbrances
(Non-GAAP Budgetary Basis)
Fiscal Years 2013-2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Administration	\$ 25,376,222	\$ 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
Mid-Level Administration	61,540,244	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
Instructional Salaries and Wages	354,904,810	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
Textbooks and Instructional Supplies	31,699,670	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
Other Instructional Costs	17,273,977	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
Special Education	115,279,622	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
Pupil Service	6,278,166	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
Food Services	-	-	-	-	-	-	-	483,200	543,100	758,075
Health Services	-	-	-	-	-	-	-	80,470	344,274	1,201,601
Pupil Transportation	48,942,772	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
Operation of Plant	61,690,458	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
Maintenance of Plant	14,369,919	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
Fixed Charges	201,026,219	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
Community Services	313,237	416,202	402,133	416,675	447,951	491,153	533,143	503,640	465,493	560,245
Capital Outlay	3,905,764	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
Total Expenditures and Encumbrances	\$ 942,601,080	\$ 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

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table VII
Food Service Fund Revenues
Fiscal Years 2013-2022

	<u>2013</u>	<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>
State of Maryland	\$ 611,328	\$ 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
United States Government	13,341,352	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
Sale of Food	10,887,078	10,623,764	10,576,843	10,753,513	11,131,697	11,230,600	11,748,879	7,650,282	40	7,023
Other	141,577	126,734	111,794	90,944	136,451	195,732	183,279	152,426	124,490	184,059
Total Revenues	<u>\$ 24,981,335</u>	<u>\$ 26,732,521</u>	<u>\$ 28,853,768</u>	<u>\$ 30,257,355</u>	<u>\$ 31,009,076</u>	<u>\$ 31,654,785</u>	<u>\$ 32,184,298</u>	<u>\$ 27,786,499</u>	<u>\$ 26,968,470</u>	<u>\$ 55,636,308</u>

Table VIII
Food Service Fund Expenditures
Fiscal Years 2013-2022

	<u>2013</u>	<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>
Salaries and Wages	\$ 7,357,369	\$ 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
Contracted Services	744,802	709,308	869,636	794,468	884,451	949,417	1,286,603	1,775,781	730,825	1,630,894
Supplies and Materials	11,181,944	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
Other Charges	5,479,473	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
Equipment	1,302,774	390,377	632,745	479,418	2,276,027	808,518	408,603	152,681	929,333	414,948
Total Expenditures	<u>\$ 26,066,362</u>	<u>\$ 25,954,457</u>	<u>\$ 28,374,607</u>	<u>\$ 28,567,796</u>	<u>\$ 31,632,548</u>	<u>\$ 30,873,499</u>	<u>\$ 31,460,297</u>	<u>\$ 31,252,345</u>	<u>\$ 26,992,465</u>	<u>\$ 36,208,289</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table IX
Capital Project Fund Revenues
Fiscal Years 2013-2022

	<u>2013</u>	<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>
Anne Arundel County	\$ 82,730,872	\$ 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
State of Maryland	21,756,730	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
Federal Government	-	-	-	-	-	-	1,676,633	3,512,571	1,416,049	40,462,897
Other	93,419	159,467	162,054	83,414	11,178	83,445	163,504	408,158	234,687	320,123
	<u>\$104,581,021</u>	<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>

Table X
Capital Project Fund Expenditures
Fiscal Years 2013-2022

	<u>2013</u>	<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>
Site Improvement	\$ 1,712,031	\$ 1,120,541	\$ 304,390	\$ 582,821	\$ 1,302,743	\$ 32,670	\$ 8,195,116	\$ 123,486	\$ 400,882	\$ 254,587
Building	54,221,180	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
Remodeling	43,891,565	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
Equipment	5,209,495	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
	<u>\$105,034,271</u>	<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>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XI
 General Fund Approved Original Operating Budgets
 Fiscal Years 2013-2022

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Administration	\$ 25,612,600	\$ 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
Mid-Level Administration	61,841,100	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
Instructional Salaries and Wages	361,779,200	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
Textbooks and Instructional Supplies	30,150,003	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
Other Instructional Costs	14,757,100	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
Special Education	116,133,900	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
Pupil Service	6,448,700	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
Food Service	-	-	-	-	-	-	-	483,200	483,200	483,200
Health Services	-	-	-	-	-	-	-	-	660,200	607,000
Pupil Transportation	52,556,700	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
Operation of Plant	64,844,200	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
Maintenance of Plant	13,740,700	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
Fixed Charges	205,852,997	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
Community Services	101,000	375,000	373,100	360,300	503,000	444,600	441,900	675,800	510,400	498,800
Capital Outlay	3,224,600	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
	<u>\$ 957,042,800</u>	<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>

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)

Fiscal Year Ended June 30,	Governmental Activities						Business-Type Activities				Percentage of Personal Income (a)
	General Obligation Bonds (b)	Bond Anticipation Notes	Tax Increment Bonds	State and Federal Loans	Capital Leases	Installment Purchase Agreements	Total Governmental Activities	Water, Wastewater, and Solid Waste Bonds	Bond Anticipation Notes	Total Primary Government	
2013	946,045	-	90,815	3,888	4	13,625	1,054,377	458,645	-	1,513,022	4.75%
2014	1,004,487	-	86,440	3,730	49	13,605	1,108,311	527,263	-	1,635,574	4.94%
2015	1,136,729	-	84,860	3,398	37	13,585	1,238,609	615,297	-	1,853,906	5.37%
2016	1,159,243	-	83,125	3,101	96	13,565	1,259,130	638,133	-	1,897,263	5.32%
2017	1,175,582	-	81,130	2,767	79	13,545	1,273,103	682,152	-	1,955,224	5.30%
2018	1,292,667	-	73,700	2,527	24	13,525	1,382,443	729,593	-	2,112,036	5.52%
2019	1,438,373	-	71,610	2,584	30	13,505	1,526,102	781,357	-	2,307,157	5.82%
2020	1,567,703	-	68,445	2,362	20	13,485	1,652,015	837,899	-	2,489,914	5.92%
2021	1,663,874	-	64,945	2,138	10	13,465	1,744,432	878,166	-	2,622,598	6.14%
2022	1,693,427	-	61,015	1,897	20	13,445	1,769,804	894,303	-	2,664,107	6.04%

(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
2013	\$ 58,675,052	\$ 15,099,168	\$ 473,874	\$ 17,862	\$ 74,265,956	\$ 914,522	\$ 1,667,496	\$ 2,582,018	76,847,974	0.96	\$ 76,847,974	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%
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%
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%
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%
2018	64,466,727	19,754,772	519,391	20,913	84,761,803	1,027,433	1,649,168	2,676,601	87,418,404	0.92	87,418,404	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%
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%
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%
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%

(in thousands of dollars)

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XIV

Anne Arundel County, Maryland

Principal Property Tax Payers

Current Year and Nine Years Ago

2022		
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Percentage of Total County Taxable Assessed Value</u>
Baltimore Gas & Electric Company	\$ 1,142,579,790	1.14%
Annapolis Mall LTD Partnership (Annapolis Mall)	502,198,467	0.50%
Arundel Mills Limited Partnership (Arundel Mills Mall)	429,134,677	0.43%
Verizon	140,832,730	0.14%
PPE Casino Resorts Maryland LLC	298,185,192	0.30%
Annapolis Towne Center at Parole LLC	202,295,934	0.20%
Northrop Grumman Systems Corp.	247,965,727	0.25%
Raven FS Property Holdings LLC	184,735,400	0.19%
Comcast of Maryland, LLC	75,624,410	0.08%
WCS Properties Business Trust	136,212,800	0.14%
	<u>\$ 3,359,765,127</u>	<u>3.36%</u>

2013		
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Percentage of Total County Taxable Assessed Value</u>
Baltimore Gas and Electric Company	\$ 655,160,290	0.85%
Constellation Power Source Gen. Inc.	464,152,540	0.60%
Verizon	198,554,960	0.26%
Annapolis Mall LTD Partnership (Annapolis Mall)	420,722,734	0.55%
Arundel Mills Limited Partnership (Arundel Mills Mall)	359,775,773	0.47%
PPE Casino Resorts Maryland LLC	244,204,245	0.32%
Raven FS Property Holdings LLC	222,258,200	0.29%
Northrop Grumman Corp.	114,801,167	0.15%
Annapolis Towne Center at Parole LLC	152,957,782	0.20%
Wal-mart Stores, Inc.	114,739,857	0.15%
	<u>\$ 2,947,327,548</u>	<u>3.84%</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XV

Anne Arundel County, Maryland

Principal Employers

Current Year and Nine Years Ago

2022		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total County Employment</u>
Ft. George G. Meade	62,680	15.94%
Anne Arundel County Public Schools	14,852	3.78%
State of Maryland	12,256	3.12%
BWI Thurgood Marshall Airport	9,717	2.47%
Northrop Grumman Corp.	9,500	2.42%
Anne Arundel County Government	6,348	1.61%
Anne Arundel Health System	5,100	1.30%
Southwest Airlines	4,857	1.24%
Univ. of MD Baltimore Washington Medical Center	3,328	0.85%
Live! Casino and Hotel	3,000	0.76%
	<u>131,638</u>	<u>33.47%</u>

2013		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total County Employment</u>
Ft. George G. Meade	56,692	15.60%
Anne Arundel County Public Schools	14,000	3.85%
BWI Thurgood Marshall Airport	9,717	2.67%
State of Maryland	9,578	2.64%
Northrop Grumman Corp.	6,500	1.79%
Anne Arundel County Government	4,163	1.15%
Southwest Airlines	3,200	0.88%
Anne Arundel Health System	3,000	0.83%
Maryland Live! Casino	2,700	0.74%
Baltimore Washington Medical Center	2,650	0.73%
	<u>112,200</u>	<u>30.88%</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)
2013	555,438	31,689,181	57,053	78,500	5.78
2014	559,691	32,884,533	58,755	79,518	5.15
2015	563,502	34,590,334	61,385	80,387	4.42
2016	567,665	35,619,262	62,747	81,397	3.80
2017	571,339	37,058,496	64,863	82,777	3.64
2018	575,523	38,803,403	67,423	83,249	3.23
2019	579,234	39,996,757	69,051	84,984	2.97
2020	582,777	41,053,491	70,445	83,044	5.85
2021	589,765	42,375,200	71,851	87,639	5.05
2022	590,336	44,120,356	74,738	84,928	3.42

Sources:

(a) Mid-year (July 1) estimates obtained from the Maryland Department of Planning, U.S. Census Bureau, release date March 2022. These data supersede population estimates published in previous years.

(b) U.S. Bureau of Economic Analysis (BEA), release date November 2020 - revised estimated for 2013-2020. These data supersede personal income estimates published in previous years. The year 2021-2022 has been forecast by Anne Arundel County Planning and Zoning.

(c) U.S. Bureau of Economic Analysis, release date November 2021. 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 2022; 2002-2021 actual enrollment. Enrollment for 2021 projected by AACPS Planning Department release date July 2022. Revised to include evening high school enrollment.

(e) Maryland Department of Labor, Licensing and Regulation monthly reports. Average per Calendar Year; Year 2022 average for 6 months (Jan-June). Release date 8/01/2022. Previous data for 2019 and 2020 superseded by August 2022 report.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XVII
Statistical Analysis for Fiscal Years 2013 - 2022

	<u>2013</u>	<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>Pupil Transportation:</u>										
Average # of pupils transported daily	58,000	57,791	58,565	59,261	59,991	61,088	62,004	62,934	18,412	51,822
Average - # buses in daily operation:										
County owned										
(for transportation of handicapped)	54	55	55	55	55	55	54	54	55	54
Privately owned	472	465	521	536	547	560	581	584	584	585
<u>Number of Schools:</u>										
Elementary	79	79	79	79	79	80	80	80	80	80
Middle	20	20	20	20	20	19	19	19	19	19
Senior High	12	12	12	12	12	12	12	12	12	12
Special Education Schools and Centers	11	11	11	10	10	10	10	10	10	10
Vocational Education Centers	2	2	2	2	2	2	2	2	2	2
Total	<u>124</u>	<u>124</u>	<u>124</u>	<u>123</u>	<u>123</u>	<u>123</u>	<u>123</u>	<u>123</u>	<u>123</u>	<u>123</u>
<u>Budgeted Positions:</u>										
<u>Instructional Services:</u>										
Central Office Administrators	51.00	51.00	52.00	52.50	53.00	52.00	55.00	55.00	58.00	58.00
Principals and Assistant Principals	279.00	282.00	281.00	281.00	283.00	283.00	284.00	292.50	294.00	295.00
Teaching Staff	5,813.11	5,839.21	5,842.03	5,906.30	6,003.63	6,009.23	6,105.85	6,351.59	6,509.59	6,571.95
Instructional Assistants	801.50	812.50	809.50	817.80	798.37	788.87	776.15	829.45	892.49	912.95
Guidance	208.40	210.40	212.20	212.20	212.70	212.20	216.20	234.20	246.20	250.20
Permanent Substitutes	55.00	55.00	55.00	57.00	57.00	55.00	53.00	56.00	70.60	69.00
<u>Support Services</u>										
Central Office Administrators	16.00	17.00	17.00	16.00	17.00	17.00	17.00	17.00	18.00	18.00
Pupil Transportation	138.00	138.00	138.00	138.00	139.00	139.00	139.00	141.00	148.00	148.00
Pupil Personnel Workers, Asst. in Pupil Services, Psychologists, & Social Workers	114.20	117.30	118.70	119.70	122.10	122.20	145.00	146.50	151.50	156.10
<u>Operation and Maintenance of Plant</u>	925.50	930.50	930.50	930.50	935.50	935.50	937.50	944.50	955.50	956.50
<u>Other Professional Staff</u>	328.21	336.71	356.68	364.20	371.30	385.25	390.53	410.77	426.62	434.22
<u>Other Non-Professional Staff</u>	709.79	713.80	717.47	718.47	726.17	727.79	721.98	735.90	749.48	747.98
Total	<u>9,439.71</u>	<u>9,503.42</u>	<u>9,530.08</u>	<u>9,613.67</u>	<u>9,718.77</u>	<u>9,727.04</u>	<u>9,841.21</u>	<u>10,214.41</u>	<u>10,519.98</u>	<u>10,617.90</u>
<u>High School Graduates:</u>										
Day School	5,129	5,039	5,117	5,168	5,080	5,189	5,124	5,378	5,418	5,426
Evening School	82	67	83	73	54	96	117	105	91	103
Total	<u>5,211</u>	<u>5,106</u>	<u>5,200</u>	<u>5,241</u>	<u>5,134</u>	<u>5,285</u>	<u>5,241</u>	<u>5,483</u>	<u>5,509</u>	<u>5,529</u>

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 2017 - 2026

	Actual Enrollment at September 30					Projected Enrollment at September 30				
	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Kindergarten	6,230	6,211	6,412	5,745	5,921	6,121	6,368	6,554	6,663	6,720
Grades 1 - 5	32,593	32,663	32,637	31,257	30,445	30,891	31,840	32,629	33,183	33,587
Total K - 5	38,823	38,874	39,049	37,002	36,366	37,012	38,208	39,183	39,846	40,307
Ungraded ECI	236	261	286	269	244	246	254	254	254	254
Ungraded in PreKindergarten	1,919	1,823	1,894	1,508	1,769	1,987	2,043	2,063	2,063	2,063
Ungraded in Special Ctr. Elem	345	393	441	381	328	328	328	328	328	328
Total Special (K - 5)	2,500	2,477	2,621	2,158	2,341	2,561	2,625	2,645	2,645	2,645
Total Elementary	41,323	41,351	41,670	39,160	38,707	39,573	40,833	41,828	42,491	42,952
Grades 6 - 8	18,089	18,376	19,282	19,443	19,038	19,023	18,997	19,137	19,361	19,608
Grades 9 - 12	22,715	22,848	23,335	23,800	24,283	25,195	26,024	26,707	26,161	26,357
Total Grades 6 - 12	40,804	41,224	42,617	43,243	43,321	44,218	45,021	45,844	45,522	45,965
Evening High	249	278	296	227	218	218	218	218	218	218
Special Centers Secondary	401	396	401	414	357	357	357	357	357	357
Virtual Academy	-	-	-	-	562	562	562	562	562	562
Total Secondary Ungraded	650	674	697	641	1,137	1,137	1,137	1,137	1,137	1,137
Total Secondary	41,454	41,898	43,314	43,884	44,458	45,355	46,158	46,981	46,659	47,102
Total Enrollment	82,777	83,249	84,984	83,044	83,165	84,928	86,991	88,809	89,150	90,054

(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 2021-2022

	<u>2020-21</u>	<u>2021-22</u>
Expenditures & Encumbrances:		
Administration	\$ 38,471,949	\$ 40,494,513
Mid-Level Administration	72,112,763	75,827,083
Instructional Salaries & Wages	459,450,827	502,045,069
Textbooks & Instructional Supplies	68,878,476	54,495,546
Other Instructional Costs	26,385,447	25,677,385
Special Education	150,236,661	157,586,316
Student Personnel Services	10,431,319	12,612,836
Food Services	543,100	758,075
Health Services	344,274	1,201,601
Student Transportation Services	46,608,178	60,441,571
Operation of Plant	86,090,889	93,869,193
Maintenance of Plant	25,251,543	27,122,467
Fixed Charges	250,607,523	255,784,435
Community Services	465,493	560,245
Capital Outlay	5,040,247	6,073,509
Total Expenditures & Encumbrances	<u>1,240,918,690</u>	<u>1,314,549,845</u>
Less:		
Outgoing Transfers(non Public/Other Tution)	(31,615,051)	(31,615,051)
Additional Equipment	(12,833,951)	(12,833,951)
Community Use	(465,493)	(465,493)
Net Total - Expenditures & Encumbrances	<u>\$ 1,196,004,195</u>	<u>\$ 1,269,635,350</u>
Per Pupil - Expenditures & Encumbrances (1)	<u>\$ 14,464</u>	<u>\$ 15,161</u>
Pupils - Average Daily Membership	<u>82,688</u>	<u>83,744</u>

- (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.
- (2) AACPS changed the methodology for calculating per pupil expenditures & Encumbrances in fiscal year 2017. The table will be populated as additional information becomes available in future fiscal years.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Table XX
School Breakfast and School Lunch Programs
School Years 2018 Through 2022

	2018	2019	2020	2021	2022
School Breakfast Program:					
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	1.90
Number of days breakfast served	181	181	120	237	231
Number of free breakfasts served	2,007,167	1,860,879	1,192,414	0	0
Average number of free breakfasts served to pupils daily	11,089	10,281	9,937	0	0
Number of paid breakfasts served:					
At reduced price	291,741	311,820	213,826	0	0
At regular price	1,390,046	1,271,183	827,936	0	0
Average number of paid breakfasts served to pupils daily:					
At reduced price	1,612	1,723	1,782	0	0
At regular price	7,680	7,023	6,899	0	0
Total number of school year breakfasts served to pupils	3,668,954	3,443,882	2,234,176	0	0
Average number of breakfasts served to pupils daily	20,381	19,027	18,618	0	0
Number of breakfast schools	119	120	120	121	121
Total of free summer breakfasts served	28,808	27,194	561,209	2,222,449	4,585,679 *
Total breakfasts served	3,717,762	3,471,076	2,795,385	2,222,449	4,585,679
School Lunch Program:					
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	0.40	0.00	0.00	0.00
Charge per lunch to adults	3.65	3.65	3.65	3.65	3.65
Number of days lunches served	181	181	120	237	231
Number of free lunches served	2,754,094	2,712,125	1,805,146	-	-
Average number of free lunches served to pupils daily	15,216	14,984	15,043	-	-
Number of paid lunches served:					
At reduced price	435,973	476,868	372,246	-	-
At regular price	2,578,218	2,668,588	1,826,209	-	-
Average number of paid lunches served to pupils daily:					
At reduced price	2,409	2,635	3,102	-	-
At regular price	14,244	14,744	15,218	-	-
Total number of school year lunches served to pupils	5,768,285	5,857,581	4,003,601	-	-
Average number of lunches served to pupils daily	31,869	32,362	33,363	-	-
Total of free summer lunches served	68,994	62,867	595,291	2,366,715	7,987,512 *
Total lunches served	5,837,279	5,920,448	4,598,892	2,366,715	7,987,512
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 2021 to June 2022

Education	Salary Range	Number of Teachers	Average Salary
Bachelor's Degree with Standard Professional Certification	\$ 48,314 - 67,514	1,245	56,689
Master's Degree with Standard Professional Certification	51,250 - 91,719	937	75,445
Master's Degree with Advance Professional Certification	52,266 - 93,538	2,900	75,502
Master's Degree plus 30 credits with Professional Certification	54,365 - 97,295	940	85,225
Master's Degree plus 60 credits with Professional Certification	56,548 - 101,201	346	92,263
Doctorate Degree with Professional Certification	57,673 - 103,213	85	85,140
Provisional Bachelor's Degree	48,314 - 54,868	311	50,134
Provisional Master's Degree	51,250 - 58,203	78	53,763

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,

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Elementary Schools:										
<i>Annapolis (1896)</i>										
Square Feet	37,475	37,475	69,546	69,546	69,546	70,180	70,180	70,180	70,180	70,180
Capacity	271	271	314	314	314	314	314	314	304	304
Enrollment	237	237	259	255	280	242	223	203	194	186
<i>Arnold (1967)</i>										
Square Feet	56,255	56,255	56,255	56,255	56,255	56,255	89,253	89,253	89,253	89,253
Capacity	456	456	456	456	456	456	565	565	580	580
Enrollment	458	424	408	388	388	427	543	563	481	522
<i>Belle Grove (1952)</i>										
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	304	314	359
Enrollment	223	234	261	257	263	287	290	327	287	306
<i>Belvedere (1954)</i>										
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	526	516	516
Enrollment	474	447	463	519	548	540	523	492	460	496
<i>Benfield (1962)</i>										
Square Feet	42,234	42,234	42,234	42,234	82,775	82,775	82,775	82,775	82,775	82,775
Capacity	353	353	353	353	581	581	581	581	520	520
Enrollment	467	485	460	458	439	431	430	430	385	403
<i>Bodkin (1970)</i>										
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	663	580	580
Enrollment	576	591	588	580	590	580	565	564	483	498
<i>Broadneck (1975)</i>										
Square Feet	84,111	84,111	84,111	84,111	84,111	84,111	84,111	84,111	84,111	84,111
Capacity	694	717	717	717	717	717	717	717	707	707
Enrollment	719	753	772	809	826	791	786	766	749	686
<i>Brock Bridge (1970)</i>										
Square Feet *	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113	78,748
Capacity	609	609	609	609	609	609	577	577	599	753
Enrollment	705	734	427	438	521	578	601	613	528	468
<i>Brooklyn Park (1972)</i>										
Square Feet	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540
Capacity	419	569	569	546	546	546	546	546	487	487
Enrollment	372	385	382	388	410	416	398	476	440	469
<i>Cape St. Claire (1968)</i>										
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	800	776	776
Enrollment	662	665	646	610	593	635	613	607	566	594
<i>Carrie Weedon EEC (1961)</i>										
Square Feet	-	-	-	-	-	11,100	11,100	11,100	11,100	11,100
Capacity	-	-	-	-	-	80	80	80	80	80
Enrollment	-	-	-	-	-	-	60	80	62	63
<i>Central (1972)</i>										
Square Feet	83,381	83,381	83,381	83,381	83,381	83,381	83,381	83,381	83,381	83,381
Capacity	665	678	678	678	678	678	678	678	610	610
Enrollment	687	659	656	615	609	620	609	584	565	556
<i>Crofton (1969)</i>										
Square Feet	66,321	66,321	66,321	86,640	86,640	86,640	86,640	86,640	86,640	86,640
Capacity	512	512	512	659	659	659	659	659	659	659
Enrollment	538	563	569	656	656	682	742	669	648	644
<i>Crofton Meadows (1989)</i>										
Square Feet	68,338	68,338	68,338	78,618	78,618	78,618	78,618	78,618	78,618	78,618
Capacity	481	481	481	616	616	592	592	592	579	579
Enrollment	437	441	589	576	576	555	536	555	527	532
<i>Crofton Woods (1971)</i>										
Square Feet	81,879	81,879	81,879	81,879	81,879	81,879	80,979	80,979	86,758	86,758
Capacity	639	639	639	639	639	639	833	833	753	753
Enrollment	606	624	655	673	673	744	750	755	715	742
<i>Davidsonville (2002)</i>										
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	695	671	671
Enrollment	683	707	680	683	683	684	656	668	624	601

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Table XXII
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Last Ten Fiscal Years
Fiscal Year Ended June 30,

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
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	330	342	342	342	342	342	342	342	329	329
Enrollment	285	285	283	244	244	243	217	221	209	190
Eastport (1909)										
Square Feet	34,658	34,658	34,658	34,658	34,658	42,430	42,430	42,430	42,430	42,430
Capacity	270	281	281	281	281	336	336	336	323	323
Enrollment	234	256	273	260	260	249	241	304	283	272
Edgewater (1953)										
Square Feet	52,326	52,326	52,326	52,326	52,326	52,326	89,634	89,634	89,634	89,634
Capacity	411	455	455	455	455	455	669	669	661	661
Enrollment	510	512	525	547	547	493	573	576	563	584
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	158	140	140
Enrollment	129	144	137	135	135	128	112	140	74	87
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	640	649	649
Enrollment	541	578	603	618	618	625	616	617	576	594
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	489	533	533	533	533	533	533	533	555	555
Enrollment	411	410	407	408	408	401	432	480	458	459
Four Seasons (1974)										
Square Feet	75,254	75,254	83,703	83,703	83,703	83,703	83,703	83,703	83,703	83,703
Capacity	680	680	680	680	680	680	680	680	654	654
Enrollment	532	518	565	569	569	651	649	659	638	640
Frank Hebron-Harman (2007)										
Square Feet	79,875	79,875	79,875	84,835	84,835	84,835	84,835	84,835	84,835	84,835
Capacity	686	704	704	773	773	773	773	773	750	750
Enrollment	716	759	760	776	776	769	767	734	674	657
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	539	631
Enrollment	510	501	456	484	484	507	489	462	500	510
George Cromwell (1964)										
Square Feet	42,110	42,110	42,110	42,110	42,110	42,110	74,468	74,468	74,468	74,468
Capacity	322	322	322	322	322	322	474	474	477	477
Enrollment	295	320	309	319	319	311	321	359	333	316
Georgetown East (1972)										
Square Feet	68,216	68,216	68,216	68,216	68,216	68,216	80,399	80,399	80,399	80,399
Capacity	460	537	537	537	537	537	597	597	561	561
Enrollment	392	387	365	375	375	277	307	312	291	264
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	685	718	718	718	718	718	718	718	650	650
Enrollment	678	731	749	741	741	549	559	504	485	500
Glen Burnie Park (1962)										
Square Feet	44,275	44,275	44,275	53,270	53,270	53,270	70,633	70,633	70,633	70,633
Capacity	384	384	384	499	499	499	624	624	624	624
Enrollment	409	466	503	511	511	536	537	518	499	472
Glendale (2001)										
Square Feet	80,249	80,249	75,065	75,065	75,065	75,065	75,065	75,065	75,065	75,065
Capacity	569	569	569	569	569	569	569	569	514	514
Enrollment	421	387	388	405	405	394	414	413	403	388
High Point (1975)										
Square Feet	75,764	75,764	75,764	75,764	75,764	75,764	98,681	98,681	98,681	98,681
Capacity	577	574	574	574	574	574	747	747	734	734
Enrollment	681	661	652	670	670	660	655	685	669	659
Hillsmere (1967)										
Square Feet *	49,130	49,130	49,130	49,130	49,130	49,130	49,130	67,858	67,858	67,988
Capacity	476	509	509	509	509	509	509	506	463	506
Enrollment	519	529	541	517	517	397	390	441	398	396

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	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
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	631	676	676	676	676	676	676	676	684	639
Enrollment	592	652	699	676	676	708	739	633	570	499
Jacobsville (1998)										
Square Feet	66,756	66,756	66,756	73,193	73,193	73,193	73,193	73,193	73,193	73,193
Capacity	604	604	604	633	633	633	633	633	610	610
Enrollment	598	566	536	551	551	544	572	550	527	545
Jessup (2019)										
Square Feet	83,868	83,868	83,868	83,868	83,868	83,868	98,879	98,879	98,879	98,879
Capacity	435	435	435	435	435	435	773	773	781	781
Enrollment	453	483	451	482	482	487	513	605	546	557
Jones (1957)										
Square Feet	45,393	45,393	45,393	48,772	48,772	48,772	48,772	48,772	48,772	48,772
Capacity	319	363	363	342	342	342	342	342	353	353
Enrollment	344	313	276	277	277	330	307	308	292	293
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	342	388	388	388	388	388	389	389
Enrollment	320	304	308	300	300	324	316	334	317	318
Linthicum (1971)										
Square Feet	71,682	71,682	71,682	71,682	71,682	71,682	81,718	81,718	81,718	81,718
Capacity	489	489	489	489	489	489	512	621	646	646
Enrollment	437	457	468	445	445	491	481	482	449	442
Lothian (2015)										
Square Feet	66,281	66,281	84,248	84,588	84,588	84,588	84,588	84,588	84,588	84,588
Capacity	473	473	552	555	555	555	555	555	552	552
Enrollment	446	417	412	446	446	502	469	480	466	446
Manor View (1971)										
Square Feet	72,267	72,267	72,267	72,267	72,267	71,576	71,576	71,576	71,576	71,576
Capacity	549	549	549	549	549	454	516	516	516	516
Enrollment	316	315	304	309	309	320	287	313	235	257
Marley (2005)										
Square Feet	67,111	67,111	76,967	76,967	76,967	91,934	81,934	81,934	81,934	81,934
Capacity	555	555	687	724	724	816	815	815	815	841
Enrollment	562	643	694	696	696	826	832	820	763	740
Maryland City (1965)										
Square Feet	49,130	49,130	56,258	54,519	54,519	61,434	61,434	61,434	61,434	61,434
Capacity	392	392	392	392	392	392	535	535	506	506
Enrollment	412	411	356	330	330	419	425	419	389	409
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	352	388	388	388	388	388	388	388	398	398
Enrollment	335	339	317	326	326	326	320	359	353	337
Meade Heights (1997)										
Square Feet *	74,000	74,000	74,000	74,000	74,000	74,000	74,000	74,000	80,188	82,855
Capacity		517	517	517	517	517	517	517	481	616
Enrollment	293	322	324	340	340	367	385	476	399	364
Millersville (1965)										
Square Feet	45,994	45,994	45,994	45,994	45,994	45,994	52,769	59,346	59,346	59,346
Capacity	430	430	430	430	430	430	451	451	430	430
Enrollment	365	400	374	349	349	349	337	372	349	361
Mills-Parole (1952)										
Square Feet	54,280	54,280	54,280	89,767	89,767	89,767	89,767	89,767	89,767	89,767
Capacity	401	401	401	696	696	696	696	696	706	706
Enrollment	574	600	618	632	632	632	594	606	555	559
Nantucket (2008)										
Square Feet	79,875	79,875	79,875	86,273	86,273	86,273	86,273	86,273	86,273	86,273
Capacity	684	684	684	799	799	799	799	799	763	763
Enrollment	813	819	746	738	738	738	783	773	705	665
North Glen (1959)										
Square Feet	43,565	43,565	43,565	49,749	49,749	49,749	57,087	57,087	57,087	57,087
Capacity	280	280	280	368	368	349	349	349	350	350
Enrollment	234	221	247	249	249	252	262	302	303	286

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Table XXII
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	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
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	692	683	683
Enrollment	595	611	631	654	654	668	665	707	639	616
Oakwood (1957)										
Square Feet	48,750	48,750	48,750	55,674	55,674	55,674	55,674	55,674	55,674	55,674
Capacity	395	395	395	395	395	395	395	395	399	399
Enrollment	299	276	287	271	271	286	291	336	324	344
Odenton (1930)										
Square Feet	71,302	71,302	71,302	71,302	71,302	71,302	89,287	89,287	89,287	89,287
Capacity	444	444	444	444	444	608	608	608	585	585
Enrollment	332	358	411	442	442	469	468	569	519	534
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	319	362	362	362	362	362	416	382
Enrollment	258	283	280	340	340	357	366	378	346	313
Park (1996)										
Square Feet	68,779	68,779	68,779	68,779	68,779	68,779	77,436	77,436	77,436	77,436
Capacity	493	493	493	493	493	625	598	598	621	621
Enrollment	443	470	468	470	470	479	497	523	522	524
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	383	408	408	408	408	408	408	408	441	473
Enrollment	341	355	342	337	337	382	370	363	347	353
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	769	710	710	710	710	710	710	710	710	710
Enrollment	617	637	616	649	649	591	589	599	491	495
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	684	649	649
Enrollment	640	683	675	675	675	638	624	808	808	941
Point Pleasant (1967)										
Square Feet	102,121	95,925	95,925	95,925	95,925	95,925	95,925	95,925	95,925	95,925
Capacity	584	666	666	666	666	666	666	666	677	677
Enrollment	511	533	527	530	530	553	510	539	510	459
Quarterfield (1969)										
Square Feet *	49,130	49,130	49,130	49,130	49,130	49,130	49,130	84,196	83,840	83,840
Capacity	441	441	441	441	441	463	463	585	463	585
Enrollment	397	388	396	389	389	416	443	428	436	433
Richard Henry Lee (1972)										
Square Feet	61,000	61,000	61,000	61,000	61,000	61,000	80,979	80,979	80,979	80,979
Capacity	547	479	479	479	479	479	509	509	522	522
Enrollment	506	502	533	519	519	518	470	497	472	476
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	636	635	635
Enrollment	569	582	601	599	599	640	636	694	632	566
Rippling Woods (1974)										
Square Feet *	76,500	76,500	76,500	76,500	76,500	76,500	76,500	102,169	102,834	102,834
Capacity	622	622	622	613	613	613	613	775	623	773
Enrollment	615	618	649	653	653	638	593	615	558	493
Riviera Beach (1955)										
Square Feet	50,916	50,916	50,916	50,916	50,916	50,916	57,867	57,867	57,867	57,867
Capacity	321	329	329	349	349	349	441	441	441	359
Enrollment	305	303	293	319	319	319	288	283	268	270
Rolling Knolls (2016)										
Square Feet	38,951	38,951	38,951	38,951	38,951	84,588	84,588	84,588	84,588	84,588
Capacity	362	598	598	598	598	607	607	607	529	529
Enrollment	465	419	424	395	395	397	408	414	374	361
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	655	692	692
Enrollment	651	676	704	685	685	670	597	516	490	469

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Table XXII
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	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Severn (1932)										
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	499	486	486	486	486	486	532	532
Enrollment	421	435	410	446	446	492	491	551	530	517
Severna Park (1937)										
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	434	433	433
Enrollment	363	380	387	400	400	417	429	437	392	375
Shady Side (1971)										
Square Feet	73,113	73,113	73,113	73,113	73,113	79,968	79,968	79,968	79,968	79,968
Capacity	476	476	476	476	476	564	647	647	647	647
Enrollment	464	479	463	482	482	480	441	479	430	406
Shipley's Choice (1988)										
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	421	443	443
Enrollment	406	385	354	371	371	390	384	406	369	356
Solley (1995)										
Square Feet	83,336	83,336	83,336	83,336	83,336	90,507	90,507	90,507	90,507	90,507
Capacity	635	635	635	635	635	773	806	761	783	783
Enrollment	665	717	720	734	734	816	782	806	719	694
South Shore (1997)										
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	365	374	374
Enrollment	283	297	316	331	331	341	335	310	268	300
Southgate (1969)										
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	659	704
Enrollment	636	657	696	724	724	751	790	795	721	695
Sunset (1971)										
Square Feet *	73,113	73,113	73,113	73,113	73,113	73,113	73,113	69,243	78,144	78,144
Capacity	519	519	519	519	519	519	519	519	506	598
Enrollment	474	468	485	465	465	491	474	445	418	400
Tracey's (1962)										
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	397	411	411	411	411	411	443	443
Enrollment	355	361	382	375	375	404	435	446	398	425
Tyler Heights (1962)										
Square Feet	47,544	47,544	47,544	47,544	47,544	84,813	84,813	84,813	84,813	84,813
Capacity	382	442	442	442	442	549	549	549	547	565
Enrollment	498	529	602	593	593	458	453	518	467	418
Van Bokkelen (1973)										
Square Feet	70,525	70,525	70,525	70,525	70,525	70,525	70,525	76,833	76,833	76,833
Capacity	644	585	585	585	585	585	585	673	595	539
Enrollment	476	469	468	473	473	491	494	456	381	382
Waugh Chapel (1967)										
Square Feet	58,897	58,897	66,025	61,695	61,695	62,101	62,101	62,101	62,101	62,101
Capacity	568	568	565	565	565	565	565	565	541	541
Enrollment	519	561	570	575	575	596	600	646	615	574
West Annapolis (1956)										
Square Feet	31,669	31,669	31,669	31,669	31,669	53,885	53,885	53,885	53,885	53,885
Capacity	274	274	274	274	274	340	340	340	307	307
Enrollment	273	235	181	165	165	227	236	263	215	227
West Meade (1964)										
Square Feet	38,093	38,093	38,093	38,093	38,093	45,680	45,680	45,680	45,680	45,680
Capacity	292	292	292	292	292	356	356	356	336	336
Enrollment	298	255	263	274	274	244	228	223	178	208
Windsor Farm (1989)										
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	639	603	603
Enrollment	612	614	608	578	578	550	564	567	515	495
Woodside (1965)										
Square Feet	51,946	51,946	51,946	51,946	51,946	64,963	64,963	64,963	64,963	64,963
Capacity	336	336	336	424	424	461	461	461	461	461
Enrollment	295	308	325	335	335	358	351	383	340	330

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Table XXII
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	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Middle Schools:										
<i>Annapolis (1964)</i>										
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	1,495	1,549
Enrollment	625	667	706	774	774	987	1,014	1,033	1,061	964
<i>Arundel (1961)</i>										
Square Feet *	140,032	140,032	140,032	140,032	140,032	140,032	140,032	162,322	162,322	162,322
Capacity	1,071	1,071	1,071	1,071	1,071	1,071	1,071	1,283	1,186	1,389
Enrollment	860	859	941	980	980	1,032	1,043	1,160	1,119	1,196
<i>Bates (1955)</i>										
Square Feet	145,520	145,520	145,520	145,520	145,520	145,520	145,520	145,520	145,520	145,520
Capacity	815	1,030	1,030	1,030	1,030	1,030	1,030	1,030	1,077	1,077
Enrollment	749	800	850	878	878	656	623	722	682	700
<i>Brooklyn Park (1954)</i>										
Square Feet	248,809	248,809	248,809	248,809	248,809	248,809	248,809	248,809	248,809	248,809
Capacity	880	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,166
Enrollment	598	739	742	733	733	714	796	838	875	834
<i>Central (1977)</i>										
Square Feet	158,125	158,125	158,125	158,125	158,125	158,125	158,125	158,125	158,125	158,125
Capacity	1,178	1,283	1,295	1,295	1,295	1,295	1,295	1,295	1,295	1,385
Enrollment	1,062	1,019	1,056	1,122	1,122	1,202	1,283	1,320	1,345	1,281
<i>Chesapeake Bay (1976)</i>										
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	2,239	2,058	2,058	2,058	2,058	2,058	2,058	1,962	1,962
Enrollment	1,080	1,062	1,048	1,040	1,040	1,021	1,027	1,054	1,062	1,081
<i>Corkran (1962)</i>										
Square Feet	151,790	151,790	151,790	151,790	151,790	151,790	151,790	151,790	151,790	151,790
Capacity	985	1,030	1,030	1,030	1,030	1,030	1,030	1,030	1,086	1,086
Enrollment	568	547	588	550	550	585	639	666	638	632
<i>Crofton (1982)</i>										
Square Feet *	113,000	131,577	131,577	131,577	131,577	131,577	131,577	131,789	131,789	140,611
Capacity	1,019	1,274	1,274	1,275	1,275	1,275	1,275	1,275	1,254	1,339
Enrollment	1,145	1,123	1,104	1,097	1,097	1,181	1,279	1,288	1,339	1,293
<i>Lindale (1961)</i>										
Square Feet	191,583	191,583	191,583	191,583	191,583	191,583	191,583	191,583	191,583	191,583
Capacity	1,334	1,228	1,228	1,228	1,228	1,228	1,228	1,228	1,228	1,481
Enrollment	773	792	896	962	962	1,091	1,129	1,199	1,194	1,185
<i>MacArthur (1967)</i>										
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	1,388	1,674
Enrollment	1,049	1,012	1,025	1,046	1,046	1,037	957	909	898	883
<i>Magothy 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	1,083	1,083	1,050	1,050	1,050	1,050	1,050	1,050	1,050	1,118
Enrollment	748	707	731	751	751	738	727	731	714	699
<i>Marley (2006)</i>										
Square Feet	154,293	154,293	154,293	154,293	154,293	154,293	154,293	154,293	154,293	154,293
Capacity	998	1,253	1,253	1,253	1,253	1,253	1,253	1,253	1,215	1,215
Enrollment	765	767	758	823	823	841	842	965	959	940
<i>Meade (1998)</i>										
Square Feet	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Capacity	996	1,009	1,009	1,009	1,009	1,009	1,009	1,009	1,009	1,108
Enrollment	663	689	678	588	588	620	716	932	826	827
<i>Northeast (1949)</i>										
Square Feet	164,393	164,393	164,393	164,393	164,393	164,393	164,393	164,393	164,393	164,393
Capacity	974	1,051	1,051	1,051	1,051	1,051	1,051	1,051	1,080	1,080
Enrollment	918	929	930	949	949	823	863	943	899	848
<i>Old Mill North (1971)</i>										
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	948	921	952	952	1,024	1,064	1,043	1,042	992
<i>Old Mill South (1975)</i>										
Square Feet	159,635	159,635	159,635	159,635	159,635	159,635	159,635	159,635	159,635	158,704
Capacity	1,072	1,072	1,072	1,072	1,072	1,072	1,072	1,072	1,072	1,199
Enrollment	648	723	762	842	842	870	908	1,039	1,018	964

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Severn 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	988	988	1,041	1,041	1,041	1,041	1,041	1,041	1,041	1,118
Enrollment	774	779	778	759	759	748	749	852	801	747
Severna Park (1967)										
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	1,478	1,476	1,476	1,476	1,476	1,566
Enrollment	1,443	1,435	1,442	1,431	1,431	1,454	1,469	1,485	1,412	1,440
Southern (1953)										
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	1,091	1,385
Enrollment	793	803	764	763	763	744	757	805	790	769
High Schools:										
Annapolis (1979)										
Square Feet	260,000	260,000	281,500	281,500	281,500	281,500	281,500	281,500	281,500	281,500
Capacity	1,739	1,739	1,888	1,888	1,888	2,085	2,086	2,086	2,083	2,083
Enrollment	1,608	1,703	1,813	1,911	1,911	1,980	1,981	2,156	2,134	2,159
Arundel (1950)										
Square Feet	292,177	292,177	292,177	292,177	292,177	292,177	292,177	292,177	292,177	292,177
Capacity	2,025	2,039	2,039	2,039	2,039	2,039	2,039	2,039	2,039	2,143
Enrollment	1,949	1,963	2,021	2,043	2,043	2,118	2,123	1,834	1,876	1,733
Broadneck (1982)										
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	2,209	2,239	2,239
Enrollment	2,182	2,126	2,104	2,061	2,061	2,084	2,153	2,233	2,233	2,203
Chesapeake (1976)										
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	2,398	2,088	2,088	2,088	2,088	2,088	2,088	2,068	2,068
Enrollment	1,594	1,510	1,434	1,404	1,404	1,400	1,379	1,398	1,412	1,388
Crofton (2020)										
Square Feet	-	-	-	-	-	-	275,768	275,768	275,768	275,768
Capacity	-	-	-	-	-	-	-	1,696	1,743	1,743
Enrollment	-	-	-	-	-	-	-	854	783	1,303
Glen Burnie (1931)										
Square Feet	401,580	401,580	401,580	401,580	401,580	401,580	401,580	401,580	401,580	401,580
Capacity	2,308	2,269	2,269	2,269	2,269	2,269	2,269	2,269	2,269	2,395
Enrollment	1,963	1,910	1,931	1,892	1,892	2,020	2,038	2,168	2,132	2,193
Meade (1977)										
Square Feet	330,900	330,900	330,900	393,338	393,338	351,142	351,142	384,824	384,824	384,824
Capacity	2,208	2,208	2,208	2,463	2,463	2,527	2,527	2,538	2,538	2,538
Enrollment	2,189	2,159	2,070	2,051	2,051	1,978	2,039	2,064	2,087	2,143
North County (1970)										
Square Feet *	331,764	331,764	331,764	331,764	331,764	331,764	331,764	331,764	331,764	331,764
Capacity	2,245	2,314	2,314	2,314	2,314	2,314	2,314	2,314	2,314	2,402
Enrollment	1,883	1,879	2,013	2,057	2,057	2,214	2,289	2,368	2,327	2,446
Northeast (1964)										
Square Feet	210,948	210,948	308,211	308,211	308,211	308,211	308,211	320,308	320,308	320,308
Capacity	1,621	1,621	1,621	1,679	1,679	1,679	1,679	1,679	1,679	1,797
Enrollment	1,347	1,339	1,335	1,353	1,353	1,422	1,375	1,343	1,364	1,387
Old Mill (1975)										
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	2,440	2,369	2,369
Enrollment	2,154	2,131	2,105	2,125	2,125	2,230	2,204	2,381	2,364	2,394
Severna Park (2017)										
Square Feet	296,191	296,191	296,191	296,191	296,191	354,162	354,162	354,162	354,162	354,162
Capacity	1,805	1,805	1,805	1,805	1,805	2,225	2,157	2,157	2,157	2,205
Enrollment	1,936	1,857	1,872	1,799	1,799	1,876	1,865	1,923	1,880	1,854
South River (1978)										
Square Feet	295,900	295,900	295,900	295,900	295,900	295,900	295,900	295,900	295,900	295,900
Capacity	2,133	2,230	2,230	2,230	2,230	2,230	2,230	2,230	2,232	2,232
Enrollment	2,228	2,224	2,210	2,191	2,191	2,150	2,179	1,913	1,916	1,787
Southern (1968)										
Square Feet	226,206	226,206	226,206	226,206	226,206	226,206	226,206	226,206	226,206	226,206
Capacity	1,355	1,441	1,441	1,441	1,441	1,441	1,441	1,441	1,321	1,321
Enrollment	1,059	1,066	1,071	1,047	1,047	1,010	997	1,015	1,032	1,030

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Other:										
<i>Central Special (1976)</i>										
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	146	143	130	135	135	131	148	148	116	119
<i>Marley Glen (1962)</i>										
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	130	180	180
Enrollment	102	91	77	104	104	114	160	160	126	115
<i>Phoenix Annapolis (1967)</i>										
Square Feet	36,000	36,000	71,000	71,110	71,110	71,110	71,110	71,000	71,000	71,000
Capacity	120	120	279	279	279	279	279	279	395	395
Enrollment	72	303	357	331	331	315	345	347	349	289
<i>Ruth Parker Eason (1984)</i>										
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	125	116	106	113	113	134	143	163	149	146
<i>J. Albert Adams Academy (1958)</i>										
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	150	204	204	204	204	204	204	204
Enrollment	146	53	63	85	85	52	44	44	44	16
<i>Mary Moss Academy (1997)</i>										
Square Feet	13,359	13,359	13,359	Combined	Combined	Combined	Combined	Combined	Combined	Combined
Capacity	100	100	100	w/ J. Albert	w/ J. Albert	w/ J. Albert	w/ J. Albert	w/ J. Albert	w/ J. Albert	w/ J. Albert
Enrollment	67	62	57	Academy	Academy	Academy	Academy	Academy	Academy	Academy
<i>CAT-North (1974)</i>										
Square Feet *	148,634	148,634	148,634	148,634	148,634	148,634	148,634	148,634	148,634	155,764
<i>CAT-South (1971)</i>										
Square Feet	91,507	91,507	91,507	91,507	91,507	91,507	91,507	91,507	91,507	91,507
<i>Arlington Echo (1971)</i>										
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 2022.
- Source: Anne Arundel County Public Schools Educational Facilities Master Plan.



Anne Arundel County Public Schools

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