

**FLORENCE SCHOOL DISTRICT ONE
FINANCIAL AND COMPLIANCE REPORT
YEAR ENDED JUNE 30, 2023**

FLORENCE SCHOOL DISTRICT ONE

FOR THE YEAR ENDED JUNE 30, 2023

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FLORENCE SCHOOL DISTRICT ONE

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FLORENCE SCHOOL DISTRICT ONE

BOARD OF TRUSTEES

Barry Townsend	District 1
John Galloway	District 2
Rev. E.J. McIver	District 3
Dr. Gloria Bracey	District 4
Kimrey-Ann Haughn	District 5
Trisha Caulder	District 6
S. Porter Stewart, II	District 7
Pastor Bryan Chapman	District 8
Davy Gregg	District 9

FLORENCE SCHOOL DISTRICT ONE

DISTRICT ADMINISTRATION CHART FOR THE YEAR ENDED JUNE 30, 2023

ADMINISTRATIVE STAFF

Dr. Richard O'Malley
Superintendent

Michelle McBride
Assistant Superintendent

Gregory Hall
Assistant Superintendent

Brian Denny
Assistant Superintendent

Laura Showe
Chief Financial Officer

Nathaniel Marshall
Chief Personnel Officer

Kyle Jones
Chief Technology Officer

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

**To the Board of Trustees
Florence School District One
Florence, South Carolina**

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities and each major fund of **Florence School District One** (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District, as of June 30, 2023, and the respective changes in financial position 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District 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 and 16, Florence County School District Four was consolidated into Florence School District One effective July 1, 2022. Our opinions are 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 District'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.

Auditor's 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 auditor's 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 District'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 District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, and supplementary pension and OPEB information on pages 5 through 15 and pages 60 through 64, 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 GAAS, 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 District's basic financial statements. The other supplementary information required by the South Carolina Department of Education, as listed in the table of contents, and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 other supplementary information required by the South Carolina Department of Education and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, as listed in the table of contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 8, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Columbia, South Carolina
November 8, 2023

FLORENCE SCHOOL DISTRICT ONE

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) FOR THE YEAR ENDED JUNE 30, 2023

This discussion and analysis of Florence School District One's (the "District") financial performance information provides an overview of the District's financial activities for the fiscal year ended June 30, 2023. We encourage readers to consider this information in conjunction with the additional information in the District's financial statements, and the accompanying notes to those financial statements.

FINANCIAL HIGHLIGHTS

On the governmental activities financial statements:

- The District's total liabilities and deferred inflows exceeded total assets and deferred outflows on June 30, 2023, by \$98.0 million, primarily due to the net pension and OPEB liabilities of \$379 million for its proportionate share. Additional information can be found in Notes 9 and 10 of the financial statements.
- Governmental activities have a negative unrestricted net position of \$345.7 million. This is due to the net pension liability that was recorded with the implementation of GASB No. 68 related to *Accounting and Financial Reporting for Pensions*, and the net OPEB liability that was recorded with the implementation of GASB No. 75. Additional information can be found in Notes 9 and 10 of the financial statements.
- Total expenses decreased by \$992,914 from \$231,737,090 as restated in fiscal year 2022 to \$230,744,176 in fiscal year 2023. This was the result of consolidation. With consolidation, the middle school and high school students at Florence School District 4 were moved to middle schools and high schools within Florence School District 1 creating various operational savings related to personnel and fringe costs.
- Total revenues increased by \$404,341 from \$264,237,847 as restated in fiscal year 2022 to \$264,642,188 in fiscal year 2023. The District saw growth in general revenues of \$4,339,960 related to property taxes and state revenues due to consolidation and county economic growth but experienced a reduction of \$3,935,619 in program revenues because of lost federal program revenues related to the consolidation. Prior to consolidation, Florence School District 4 qualified for and received federal grant funds for School Improvement (SIG grant) and Rural and Low-Income School (REAP grant). With consolidation, these grants funds were no longer awarded and available reducing program revenues.

On the fund financial statements:

- The District's revenues and other financing sources exceeded expenditures and other financing uses by \$24,254,619. This is primarily related to the timing of the bond issuance occurring in May 2023 but expenditures of those funds not occurring until next fiscal year.
- The District's expenditures decreased by \$4,717,730 from \$274,419,279 as restated in fiscal year 2022 to \$269,701,549 in fiscal year 2023. This was a result of decreased debt service costs.

OVERVIEW OF THE FINANCIAL STATEMENTS

The basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. The basic financial statements present two different views of the District through the use of government-wide statements or long-term overview and fund financial statements or short-term overview. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the District.

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

Government-wide financial statements. The government-wide financial statements are designed to provide the readers with a broad overview of the District's finances, in a manner similar to private sector business. The Statement of Net Position and the Statement of Activities provide information about the activities of the school district, presenting both an aggregate and long-term view of the finances. These statements include all assets and liabilities using the accrual basis of accounting. This basis of accounting includes all of the current year's revenues and expenses regardless of when cash is received or paid.

The **Statement of Net Position** presents information on all of the District's assets/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference between the two reported as net position. Increases or decreases in net position may serve as a useful indicator of whether the financial position is improving or deteriorating.

The **Statement of Activities** presents information showing how net position changed during the year. All changes in the net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in the statement for some items that will result in cash flows in the future fiscal period (e.g., uncollected taxes and earned but not used vacation leave).

Fund financial statements. The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or major funds – not the School District as a whole. 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 School District has one fund type: Governmental Funds.

- Some funds are required by State Law and by other regulations.
- The School District established other funds to control and manage money for particular purposes (such as repaying long-term debt) or to show that it is properly using revenues (such as capital projects).

Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term uses 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 government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation immediately following the statement to facilitate the comparison between governmental funds and government-wide activities.

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.

Other information. The combining statements referred to earlier in connection with major governmental funds and the individual fund statements are contained herein.

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

The District adopts an annual appropriated budget for its general fund. The general fund is a legally adopted document that incorporates input from the citizens of the District, the management of the District, and the decisions of the Board of Trustees as to which programs and services to provide and how to pay for them. A budgetary comparison statement has been provided in the basic financial section for the general fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

This is our twentieth year for reporting the District's finances as a whole using accrual-basis accounting; prior year information is included for comparison purposes.

Table 1 provides a summary of the School District's net position as of June 30, 2023 and 2022.

SUMMARY OF NET POSITION

As of June 30

Governmental Activities

	2023	2022 as restated	Increase (Decrease)
Assets:			
Current assets	\$ 109,874,427	\$ 79,519,583	\$ 30,354,844
Capital assets			
(Net of Accumulated Depreciation)	265,439,328	251,134,332	14,304,996
Total Assets	375,313,755	330,653,915	44,659,840
Deferred Outflows of Resources:	88,927,257	108,897,232	(19,969,975)
Liabilities:			
Current liabilities	32,966,565	42,759,945	(9,793,380)
Long-term liabilities	419,984,531	460,895,017	(40,910,486)
Total Liabilities	452,951,096	503,654,962	(50,703,866)
Deferred Inflows of Resources:	109,304,334	67,808,615	41,495,719
Net Position			
Net Investment in Capital Assets	235,046,343	207,712,441	27,333,902
Restricted	12,649,632	9,843,426	2,806,206
Unrestricted	(345,710,393)	(349,468,297)	3,757,904
Total Net Position	\$ (98,014,418)	\$ (131,912,430)	\$ 33,898,012

Total assets at year-end increased by \$44,659,840. This increase can be attributed to consolidation resulting in \$9.5 million in additional current assets, economic revenue growth and expenditure decreases in the current year increasing cash balance of \$ \$20.9 million and \$14.3 million was in capital assets related to consolidation, the new construction of Southside Middle School and the new construction on the expansion wing at West Florence High School.

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

Total liabilities decreased \$50,703,866. This decrease is a net result of decreased OPEB and pension liabilities of \$50 million. This decrease is a result of the District's proportional share of the pension liability being less than that of prior year, therefore resulting in less future pension liability. Consolidation did not have a significant impact on OPEB liability or pension liability since the major of staffing at Florence School District 4 were third party contracted staff.

GOVERNMENTAL ACTIVITIES

The following table provides a summary of the changes in net position for the District for the years ended June 30, 2023 and 2022.

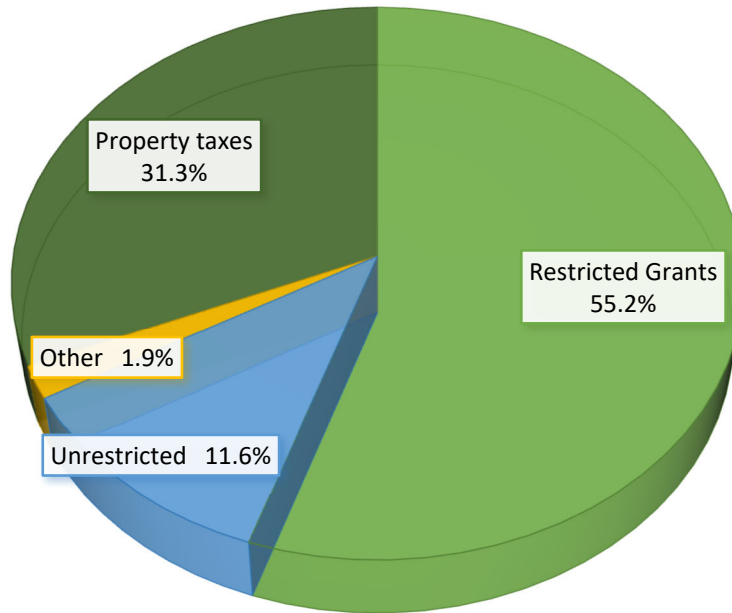
SUMMARY OF CHANGES IN NET POSITION For the Year Ended June 30 Governmental Activities

	<u>2023</u>	<u>2022 as restated</u>	<u>Increase (Decrease)</u>
Revenues:			
Program Revenues:			
Charges for services	\$ 816,141	\$ 444,740	\$ 371,401
Operating, capital grants and contributions	146,059,055	150,366,075	(4,307,020)
Total Program Revenues	<u>146,875,196</u>	<u>150,810,815</u>	<u>(3,935,619)</u>
General Revenues:			
Property taxes- Local	82,935,498	80,547,403	2,388,095
Unrestricted state revenue	30,640,174	30,379,411	260,763
Other Revenues	4,191,320	2,500,218	1,691,102
Total General Revenues	<u>117,766,992</u>	<u>113,427,032</u>	<u>4,339,960</u>
Expenses:			
Instruction	127,903,808	132,146,176	(4,242,368)
Support services	100,181,579	97,242,370	2,939,209
Community services	2,154,141	2,072,066	82,075
Interest and other charges	504,648	276,478	228,170
Total Expenses	<u>230,744,176</u>	<u>231,737,090</u>	<u>(992,914)</u>
Change in Net Position	33,898,012	32,500,757	1,397,255
Net Position- July 1, 2022 as restated	<u>(131,912,430)</u>	<u>(164,413,187)</u>	32,500,757
Net Position- June 30, 2023	<u>\$ (98,014,418)</u>	<u>\$ (131,912,430)</u>	<u>\$ 33,898,012</u>

Governmental Activities. The total revenue for the Governmental Activities is \$264,642,188 for fiscal year 2023 and \$264,237,847 as restated for fiscal year 2022. Of the total revenue, property tax represented 31.3% for 2023 and 30.5% for restated 2022; federal and state grants represented 55.2% for 2023 and 57.1% for restated 2022; unrestricted state revenues represented 11.6% for 2023 and 11.5% of total revenues for restated 2022.

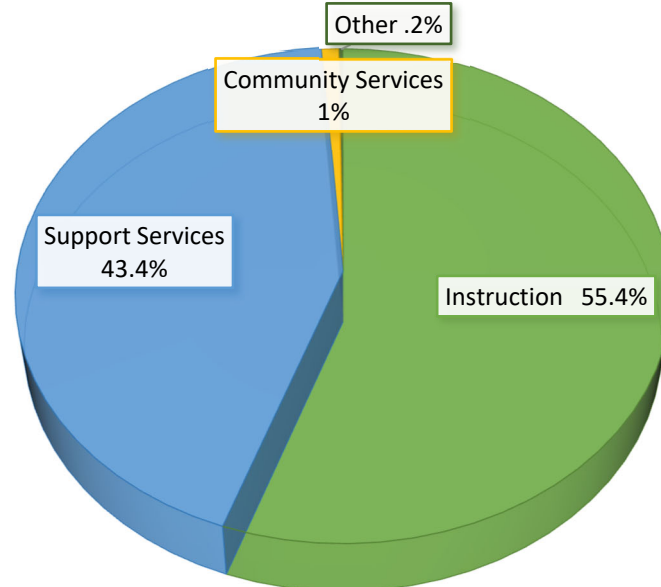
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

REVENUES BY SOURCE: GOVERNMENTAL ACTIVITIES



The total expenses for the Governmental Activities were broken down as follows: instruction was 55.4% for 2023 and 57.0% for restated 2022; support services were 43.4% for 2023 and 42.0% for restated 2022; community services were 1.0% for 2023 and 1.0% for restated 2022; and other was .2% for 2023.

EXPENSES BY CATEGORY: GOVERNMENTAL ACTIVITIES



MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)

Financial Analysis of the District’s Funds

Governmental funds. The analysis of governmental funds serves the purpose of looking at what resources came into the funds, how they were spent and what is available for future expenditures. This will help answer the questions did the government generate enough revenue to pay for current obligations and what is available for spending at the end of the year.

For the year ended June 30, 2023, the District’s governmental funds reported a combined fund balance of \$74,081,203, whereas at June 30, 2022, as restated the combined fund balance was \$49,826,584. The increase of \$24,254,619 is primarily related to the issue of General Obligations Bonds in May 2023 in the amount of \$26,700,000 resulting in increased other financing sources.

Unassigned fund balance may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year. At June 30, 2023, the District’s unassigned fund balance for all governmental funds was \$44,989,900, whereas June 30, 2022 as restated, the unassigned fund balance was \$32,837,929. The total fund balances include restricted funds of \$28,940,695 and this amount is made up of:

- Restricted for Special Projects \$ 4,038,615
- Restricted for Food Service 6,558,256
- Restricted for Debt Service 8,611,017

Nonspendable amounts in fund balance are for inventory and prepaids (\$150,608).

General Fund

The General Fund is the principal operating fund of the District. At the end of the 2023 fiscal year, the fund balance increased by 1.7% or \$755,943 to bring the fund balance to \$45,140,508. At the end of fiscal year 2022 as restated, the total fund balance reached \$44,384,565. It is the policy of the Board of Education to designate 17 percent of the current year budgeted General Fund expenditures as a minimum fund balance designation. Therefore, \$32.5 million of the unassigned fund balance is utilized to address this policy requirement. The remaining \$12.6 million of unassigned fund balance is available for future Board initiatives.

Major General Fund initiatives that took place in fiscal year 2022-2023 were a step increase for all District employees, continued funding of the local share of the teacher salary schedule, increased salary scales for classroom assistants, data operators and assistant principals along with the continued funding for bus driver signing bonus. These initiatives allowed the District to retain and recruit positions for effective operations of the District.

The Special Revenue Funds: Special Projects Fund, Education Improvement Act (EIA) Fund and Food Service Fund are primarily used to account for revenues derived from the state of South Carolina and the federal government. The Special Revenue Funds- Special Projects Fund’s fund balance increased by \$96,840. This was a result of increased Pupil Activity funds related to student sporting events, which were previously limited due to COVID-19. The Special Revenue- EIA Fund does not have a fund balance as revenues should be expended, deferred or returned to the grantor. The Special Revenue Fund – Food Service Fund’s fund balance increased by \$774,085. This included expending \$1,526,558 in kitchen equipment capital outlay.

The Debt Service Fund’s fund balance increased by \$1,580,425. This is a result of decreased principal and interest payments on outstanding debt.

MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)

The Capital Projects Fund’s fund balance increased by \$21,047,326. This is a result of the issuance of \$26,700,000 in General Obligations bonds that occurred in May 2023. The funds will be expended for capital projects in the upcoming fiscal years.

Budgetary Highlights

Annual budgets are prepared on a basis consistent with U.S. generally accepted accounting principles for the General Operating Funds. All annual unencumbered appropriations lapse at fiscal year-end. The appropriated budget is prepared by fund, function, and object.

In June 2022, the Board adopted a balanced general fund budget for fiscal year 2022-2023 that reflected total resources of \$175.9 million. In May 2023, the Board approved a budget modification that allowed the use of fund balance in the amount of \$2,376,369 for the refresh of Chromebooks.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. At the end of 2023, the District had \$265,439,328 invested in capital assets, net of depreciation. The District had \$251,134,332 invested in capital assets, net of depreciation as of June 30, 2022 restated. The capital asset values of the District will continue to increase as major construction projects advance into the next phase of the build timelines.

Table 3 shows capital asset balances.

Capital Assets at June 30, 2023 and June 30, 2022 (Net of Accumulated Depreciation) Governmental Activities

	2023	2022 as restated
Land	\$ 12,180,286	\$ 12,180,286
Construction in progress	14,791,033	56,214,925
Buildings	196,836,101	149,396,538
Improvements	29,462,055	26,565,790
Equipment	6,804,289	5,157,811
Furniture	1,155,038	207,610
Computer Equipment	2,494,116	399,114
Vehicles	1,560,933	830,767
Mobile Classrooms	155,477	181,491
Total	\$ 265,439,328	\$ 251,134,332

Long-term Debt. At fiscal year-end, the District had three bonds outstanding. The District started selling bonds in July 2012 and has sold bonds each year since.

MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)

See Table 4 below for a recap of the outstanding bonds as of June 30, 2023.

Outstanding Debt, at Year End Governmental Activities			
	2023	2022	Increase (Decrease)
General Obligation Bonds	\$ 39,070,000	\$ 32,130,000	\$ 6,940,000
Installment Purchased Obligations	10,080,844	11,420,405	(1,339,561)
	49,150,844	43,550,405	5,600,439
Deferred Amounts for Premiums	1,461,730	1,667,881	(206,151)
Total	\$ 50,612,574	\$ 45,218,286	\$ 5,394,288

ECONOMIC CHARACTERISTICS AND DATA

Description of Florence, South Carolina

Florence County (the “County”) was established in 1888 and is located in the northeast section of South Carolina, which is also known as the Pee Dee region. The County has an area of 799 square miles, a 2022 population of 136,504 and is bordered on the east by the Great Pee Dee River, on the south by Clarendon and Williamsburg Counties, on the southwest by Sumter County, and the west by Darlington and Lee Counties, and on the north by Darlington, Marlboro, and Dillon Counties. The City of Florence, the largest municipality in the County and the county seat, had a 2022 population of 40,467 based upon the 2020 U.S. Census. The local economy of the County enjoys a well- balanced industrial, agricultural and manufacturing base.

Local Economy

The County is continuing to experience a strong increase in economic growth. This growth comes from four areas: manufacturing companies, distribution, the medical community, and tourism.

Manufacturing

The County is an international center for manufacturing. Nan Ya Plastics Corporation of America, a polyester fiber producing company based in Taiwan, has become the County's largest taxpayer as it continues to grow towards its goal of investing \$1 billion in the Florence County/Williamsburg County Joint Industrial Park.

Envision AESC. A world-leading Japanese electric vehicle battery technology company has committed to building a state-of-the-art battery cell gigafactory. This \$810 million investment will create 1,170 new jobs and will support the company’s multi-year partnership with the BMW group.

Honda Motors Corporation of America ("Honda") continues to expand its current facility to include an engine plant for its all-terrain vehicles. Honda now employs over 1,000 people in its assembly and engine plants. Two suppliers for the Honda plant have located in the County, those being South East Express and North

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

American Assemblies.

In 2022, Carolina Precision Foods, LLC- a joint venture of Carolina Fresh Foods and owners of Lake Foods announced plans to establish operations in Florence County. Carolina Precision Foods, LLC is a poultry further processing company that specializes in deboning, portioning, margination, custom further processing and mechanically separating food. The company's \$10million investment will create 402 new jobs.

Solar power generation is becoming a growing industry in the county. In the past few years, Soltage, LLC has invested over \$19,000,000, NARENCO is investing \$20,000,000 and Coronal Energy is investing over \$15,000,000 in clean, renewable solar power generation.

Distribution

Given its location at the intersection of Interstates 1-95 and 1-20, the County is now becoming a center for distribution facilities as well. Given its location at the intersection of Interstates I-95 and I-20, the County is a center for distribution facilities. Fedex, Performance Foodservice, Pepsi of Florence, W. Lee Flowers and Company, QVC, Clarios and Yahnis Company all have distribution facilities in Florence County.

FedEx operates out of a 75,000 square foot distribution facility. QVC, Inc. constructed a 1,000,000 square foot distribution facility that opened during the spring of 2007. This resulted in an investment of almost \$75,000,000 and the addition of several hundred jobs to the local economy. In 2021, QVC announced an expansion of \$27,500,000 and 360 new jobs. The QVC Florence facility is now the east coast returns center for all of QVC. iii Clarios, LLC, formerly Johnson Controls, Inc. moved into a 300,000 square foot spec. building in the Pee Dee Touchstone Energy Commerce Center in order to distribute automotive batteries. This facility opened during the spring of 2007 and resulted in an investment of approximately \$35,000,000. Performance Foodservice, a restaurant food supplier, announced plans in 2021 to expand their operations and will invest over \$11,000,000 in constructing an 80,000 SF addition to their facility. This expansion will create 150 jobs. Cheney Brothers, a leading broadline food distributor, announced plans to construct a new distribution center in Florence County in February 2022. The company's \$66 million investment will create 280 new jobs.

Medical Community

The County continues to serve as the medical center for the eastern half of South Carolina. McLeod Regional Medical Center ("McLeod") is the largest employer in the County, with over 5,800 employees. During 2010, McLeod was awarded the American Hospital Association-McKesson Quest for Quality Prize. This national award is presented to one hospital annually and, since its inception during 2002, has been awarded to major national hospitals such as the Duke University Hospital and The Johns Hopkins Hospital. McLeod is the first hospital in South Carolina to receive this award.

The Medical University of South Carolina ("MUSC") Health Florence Medical Center is also located in the County and is a subsidiary of the Medical University of South Carolina located in Charleston, South Carolina. MUSC Health Florence Medical Center's Stroke Center, recognized by The Joint Commission, shows the hospital's commitment to the highest standards in the country. MUSC Health was recognized by US News and World Report as a high performing hospital for 2021-2022 in four categories- COPD, heart attack, heart failure, and kidney failure.

HopeHealth, a non-profit community health center in Florence, accepts all insurance types to ensure that quality healthcare is affordable and accessible to citizens. The community health provider employs several hundred employees. HopeHealth is meeting a critical need within our community.

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

Also headquartered in the County is Palmetto Government Benefits Administrators, a division of Blue Cross & Blue Shield of South Carolina. This division processes health insurance claims from military personnel and their dependents from all across the nation and around the world. They currently employ several hundred people in the County. In addition, American Security Insurance Company ("Assurant") has located an insurance processing facility in the County that currently employs over 900 people.

Tourism

With such attractions as the Darlington Raceway, the Florence City-County Civic Center, Freedom Florence, a nine-field softball complex, and the Dr. Eddie Floyd Tennis Center, the County continues to see an increase in tourism every year. This has resulted in the construction of several new hotels and motels in the Florence area including the Hyatt Place in downtown Florence as well as a new Tru by Hilton.

The County's moderate climate attracts tourists year-round to come to shop, eat, and play golf at one of over 10 golf courses located within 30 miles of the City of Florence. The Florence Center, a 75,000 square foot facility making it the largest convention, entertainment and exhibition facility in the northeast South Carolina, hosts several conventions and trade shows each year, as well as many business meetings and luncheons. The Freedom Florence recreation complex hosts softball tournaments every weekend during its 30-week season. These tournaments include a minimum of 15 teams and bring in players from all over the Southeast to the Florence area. The City of Florence constructed a 30-court tennis center that attracts tennis tournaments from many different locations. The Darlington Raceway, which is next door to the County hosts races that bring international exposure to Florence through ESPN and major network telecasts. For the first time, the Darlington Raceway held a NASCAR Craftsman truck series race and also hosted the largest weekend sporting event in the State with the Busch series and NASCAR series races both on Labor Day weekend. These races bring international exposure to Florence through ESPN and major network telecasts.

Buc-ees, a Texas chain gas station and convenience store, is investing approximately \$35,000,000 and will create 170 new jobs. Buc-ees location near I-95 is expected to spur further development in that area and along its path to Myrtle Beach.

In 2021, Downtown Florence received Main Street America Recognition. Each year, Main Street America recognizes Affiliate programs in recognition of their dedication to creating positive change in their downtowns and commercial districts using the Main Street Approach, a framework for preservation-based economic development and community revitalization.

November 2021, the voters of the County approved a referendum for a one cent capital projects sales tax. With the investment of these funds into City and County fire stations and equipment, along with infrastructure improvements related to water, sewer and roads this will only make our area more attractive for businesses and individuals to locate.

Facilities Serving the School District

Transportation. The County's location within the region is complimented by a highway transportation network consisting of interstate highways I-20 and I-95 and U.S. highways 52, 76, 301, and 378, as well as numerous State highways. Motor freight carriers serve the County with 20 nearby terminals.

Bus service is provided by Greyhound/Trailways. The Pee Dee Regional Transportation Authority (PORTA) provides public transportation within the city and to many rural locations within the County, including a "shuttle" service to Myrtle Beach.

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

The Pee-Dee Regional Airport is located two miles east of downtown Florence. The runways are paved and lighted, 150 feet wide and approximately 6,500 feet long. The airport offers air frame and power plant repairs, fuels, 24-hour weather service, flight instruction, and charter flights.

Rail transportation in the County is provided by CSX Transportation and passenger service is provided by Amtrak.

Higher Education. The Florence-Darlington Technical Education Center ("FDTC") was established in 1963 to serve Florence, Darlington, Dillon, and Marion counties. In 1974, the FDTC received accreditation from the Southern Association of Colleges and Schools and changed its name to FDTC. Its original campus of less than 10 acres has expanded to nearly 240 acres with a modern complex of eight major buildings totaling nearly 300,000 square feet.

FDTC is one of 16 technical colleges that make up the South Carolina Technical Education System, which is under the coordination of the South Carolina Board for Technical and Comprehensive Education. FDTC is a two-year technical school with an enrollment exceeding 5,000 students. They offer over 75 degree, certificate or diploma programs. They offer dual enrollment/dual credit program that allows high school students to accumulate two years of college credit for transfer to four-year institutions.

Francis Marion University ("FMU") is a four-year, comprehensive university founded in 1970. FMU has an average enrollment of over 4,000 students and offers a broad range of undergraduate degrees and a select number of graduate programs. FMU cooperates with other colleges and universities to offer courses leading to degrees at those institutions. A four-year program of the Reserve Officer Training Corps (ROTC) is available. FMU dedicated the Dr. Frank B. Lee, Jr. Nursing Center in August 2006, as well as received initial accreditation for its baccalaureate nursing program from the National League of Nursing.

The Francis Marion University Performing Arts Center opened at the end of August 2011 in downtown Florence. The 61,000 square foot center seats 900 in the main hall and 100 in the black box theater next to the main hall and includes classrooms, faculty offices, dressing rooms, other performance preparation spaces, and the center's operations center, and has hosted a variety of performances including musical events and touring Broadway-style shows. Additionally, the building houses offices for the Florence Symphony, the Masterworks Choir and the Drs. Bruce and Lee Foundation.

Library. The Florence County Library provides service through a main library, five branch libraries in the surrounding municipalities, and a bookmobile. In June 2004, the Drs. Bruce and Lee Foundation Library opened containing 81,000 square feet on two floors. The new state of the art library includes a 215-seat meeting room and a conference room; 75 internet-accessible computers for the public; a state-of-the-art South Carolina History and Genealogy room; and a state-of-the-art children's library. Currently, the library has approximately 300,000 volumes on site available for loan to the public and is a member of a 15-library consortium whose on-line catalog includes approximately 2,700,000 items available for loan.

Requests for Information

This report is intended to provide a summary of the financial condition of Florence School District One. Questions or requests for additional information should be addressed to:

Laura L. Showe, Chief Financial Officer
Florence School District One
319 South Irby Street
Florence, South Carolina 29501

BASIC FINANCIAL STATEMENTS

FLORENCE SCHOOL DISTRICT ONE

STATEMENT OF NET POSITION JUNE 30, 2023

	GOVERNMENTAL ACTIVITIES
ASSETS	
Cash and Cash Equivalents	\$ 66,105,202
Taxes Receivable	2,932,274
Due from Florence County Treasurer	34,063,735
Due from State Department of Education	1,373,119
Due from Other Governments	4,385,014
Inventories and Prepaids	150,608
Restricted Cash & Cash Equivalents	864,475
Capital Assets:	
Capital Assets, Non Depreciable	26,971,319
Depreciable Capital Assets, Net of Depreciation	238,468,009
	<u>375,313,755</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows Related to Pensions	30,461,538
Deferred Outflows Related to Other Postemployment Benefits	58,465,719
	<u>88,927,257</u>
LIABILITIES	
Accounts Payable and Accrued Liabilities	21,923,487
Accrued Interest Payable	436,777
Due to State Department of Education	15,192
Compensated Absences, Due in One Year	510,265
Installment Purchase Obligations, Due in One Year	1,364,224
Installment Purchase Obligations, Due in More than One Year	8,716,620
General Obligation Bonds, Due in One Year	21,185,000
General Obligation Bonds, Due in More than One Year	19,346,730
Net Pension Liability, Due in More than One Year	214,045,324
Net Other Postemployment Benefits Liability, Due in More than One Year	165,407,477
	<u>452,951,096</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Revenue	11,975,818
Deferred Inflows Related to Pensions	12,481,567
Deferred Inflows Related to Other Postemployment Benefits	84,846,949
	<u>109,304,334</u>
NET POSITION	
Net Investment in Capital Assets	235,046,343
Restricted for Debt Service	8,611,017
Restricted for Program Activities	4,038,615
Unrestricted	(345,710,393)
Total Net Position (Deficit)	<u>\$ (98,014,418)</u>

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

FLORENCE SCHOOL DISTRICT ONE

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2023

<u>FUNCTIONS / PROGRAMS</u>	<u>EXPENSES</u>	<u>PROGRAM REVENUES</u>			<u>NET (EXPENSE) REVENUE & CHANGES IN NET</u>
		<u>CHARGES FOR SERVICES</u>	<u>OPERATING GRANTS AND CONTRIBUTIONS</u>	<u>CAPITAL GRANTS AND CONTRIBUTIONS</u>	<u>GOVERNMENTAL ACTIVITIES</u>
Governmental Activities:					
Instruction Service	\$ 127,903,808	\$ 816,141	\$ 107,658,210	\$ -	\$ (19,429,457)
Support Service	100,181,578	-	25,206,834	11,403,762	(63,570,982)
Community Services	2,154,142	-	1,790,249	-	(363,893)
Interest and Fiscal Charges	504,648	-	-	-	(504,648)
Total Governmental Activities	<u>230,744,176</u>	<u>816,141</u>	<u>134,655,293</u>	<u>11,403,762</u>	<u>(83,868,980)</u>
Total	<u><u>\$ 230,744,176</u></u>	<u><u>\$ 816,141</u></u>	<u><u>\$ 134,655,293</u></u>	<u><u>\$ 11,403,762</u></u>	<u><u>(83,868,980)</u></u>
General Revenues:					
Property Taxes Levied for:					
General Purposes					63,513,662
Debt Service					19,421,836
State Aid - Formula Grants					30,640,174
Unrestricted Investment Earnings					2,046,405
Miscellaneous					2,144,915
Total General Revenues					<u>117,766,992</u>
Change in Net Position					33,898,012
Net Position (Deficit), Beginning of Year, As Restated					<u>(131,912,430)</u>
Net Position (Deficit), End of Year					<u><u>\$ (98,014,418)</u></u>

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

FLORENCE SCHOOL DISTRICT ONE

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023**

	<u>GENERAL</u>	<u>SPECIAL PROJECTS</u>	<u>EDUCATION IMPROVEMENT ACT</u>	<u>FOOD SERVICE</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
ASSETS							
Cash and Cash Equivalents	\$ 66,089,702	\$ 15,500	\$ -	\$ -	\$ -	\$ -	\$ 66,105,202
Cash and Cash Equivalents, Restricted	-	-	-	-	-	864,475	864,475
Taxes Receivable	2,389,113	-	-	-	543,161	-	2,932,274
Due from County Treasurer	5,435,831	-	-	-	8,408,315	20,219,589	34,063,735
Due from State Department of Education	1,030,073	167,188	71,000	104,858	-	-	1,373,119
Due from Other State Agencies	-	-	-	-	-	8,390	8,390
Due from Federal Government	110,073	3,684,655	-	10,742	-	-	3,805,470
Due from Other Entities	61,236	102,443	-	392,752	-	14,723	571,154
Due from Other Funds	-	8,061,735	5,914,668	6,537,747	-	-	20,514,150
Inventories and Prepaids	150,608	-	-	-	-	-	150,608
TOTAL ASSETS	75,266,636	12,031,521	5,985,668	7,046,099	8,951,476	21,107,177	130,388,577
LIABILITIES							
Accounts Payable and Accrued Liabilities	16,467,109	2,236,720	161,910	120,524	-	2,937,224	21,923,487
Due to State Department of Education	-	-	15,192	-	-	-	15,192
Due to Other Funds	12,077,004	-	-	-	-	8,437,146	20,514,150
TOTAL LIABILITIES	28,544,113	2,236,720	177,102	120,524	-	11,374,370	42,452,829
DEFERRED INFLOWS OF RESOURCES							
Deferred Revenue	43,747	5,756,186	5,808,566	367,319	-	-	11,975,818
Unavailable Revenue - Property Taxes	1,538,268	-	-	-	340,459	-	1,878,727
TOTAL DEFERRED INFLOWS OF RESOURCES	1,582,015	5,756,186	5,808,566	367,319	340,459	-	13,854,545
FUND BALANCES							
Nonspendable	150,608	-	-	-	-	-	150,608
Restricted	-	4,038,615	-	6,558,256	8,611,017	9,732,807	28,940,695
Unassigned	44,989,900	-	-	-	-	-	44,989,900
TOTAL FUND BALANCES	45,140,508	4,038,615	-	6,558,256	8,611,017	9,732,807	74,081,203
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 75,266,636	\$ 12,031,521	\$ 5,985,668	\$ 7,046,099	\$ 8,951,476	\$ 21,107,177	\$ 130,388,577
Total fund balances							\$ 74,081,203
Amounts reported for <i>governmental activities</i> in the statement of net position are different because of the following:							
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.							
Capital assets							374,468,430
Accumulated depreciation							(109,029,102)
Property taxes receivable are not available to pay for current period expenditures and, therefore, are deferred in the funds.							
						1,878,727	
Deferred outflows (inflows) resulting from the recognition of the employer's share of the state's net pension and OPEB liabilities are not current financial resources; therefore, they are not reported on the fund financial statements.							
Deferred outflows of resources related to pensions							30,461,538
Deferred outflows of resources related to OPEB							58,465,719
Deferred inflows of resources related to pensions							(12,481,567)
Deferred inflows of resources related to OPEB							(84,846,949)
Accrued interest on outstanding bonds is not due and payable in the current period and, therefore, has not been reported as a liability in the funds.							
						(436,777)	
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds.							
Installment purchase obligations							(10,080,844)
General obligation bonds							(39,070,000)
Bond premium, net of accumulated amortization							(1,461,730)
Compensated absences							(510,265)
Net pension liability							(214,045,324)
Net OPEB liability							(165,407,477)
Total net position - governmental activities							\$ (98,014,418)

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

FLORENCE SCHOOL DISTRICT ONE

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	GENERAL	SPECIAL PROJECTS	EDUCATION IMPROVEMENT ACT	FOOD SERVICE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL GOVERNMENTAL FUNDS
Revenues							
Local	\$ 65,513,548	\$ 5,346,706	\$ -	\$ 691,408	\$ 21,500,344	\$ 340,126	\$ 93,392,132
State	102,508,484	4,399,189	12,245,214	567,625	1,309,865	-	121,030,377
Federal	-	34,037,619	-	10,833,391	-	-	44,871,010
Intergovernmental	-	5,511,874	-	-	-	189,758	5,701,632
Total Revenues	168,022,032	49,295,388	12,245,214	12,092,424	22,810,209	529,884	264,995,151
Expenditures							
Current							
Instruction	99,513,229	15,972,669	5,240,099	-	-	-	120,725,997
Support Services	63,353,319	14,130,433	792,059	9,790,795	-	7,672,344	95,738,950
Community Services	375,402	1,790,249	-	-	-	-	2,165,651
Intergovernmental	781,670	-	11,000	-	-	-	792,670
Debt Service							
Principal	-	-	-	-	21,099,561	-	21,099,561
Interest and Fiscal Charges	-	-	-	-	1,675,953	-	1,675,953
Capital Outlay	3,095,843	15,894,429	-	1,526,558	-	6,985,937	27,502,767
Total Expenditures	167,119,463	47,787,780	6,043,158	11,317,353	22,775,514	14,658,281	269,701,549
Excess (Deficiency) of Revenues Over (Under) Expenditures	902,569	1,507,608	6,202,056	775,071	34,695	(14,128,397)	(4,706,398)
Other Financing Sources (Uses)							
Proceeds from Sale of Capital Assets	-	-	-	-	-	1,346,622	1,346,622
Transfers In	9,237,151	1,480,158	143,183	-	1,545,730	7,760,436	20,166,658
Transfers Out	(9,383,777)	(2,890,926)	(6,345,239)	(986)	-	(1,545,730)	(20,166,658)
Premium on Bonds Sold	-	-	-	-	-	914,395	914,395
Issuance of General Obligation Bonds	-	-	-	-	-	26,700,000	26,700,000
Total Other Financing Sources (Uses), Net	(146,626)	(1,410,768)	(6,202,056)	(986)	1,545,730	35,175,723	28,961,017
Net Change in Fund Balance	755,943	96,840	-	774,085	1,580,425	21,047,326	24,254,619
Fund Balance, Beginning of Year as Restated	44,384,565	3,941,775	-	5,784,171	7,030,592	(11,314,519)	49,826,584
Fund Balance, End of Year	\$ 45,140,508	\$ 4,038,615	\$ -	\$ 6,558,256	\$ 8,611,017	\$ 9,732,807	\$ 74,081,203

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

FLORENCE SCHOOL DISTRICT ONE

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023**

Net change in fund balances - total governmental funds		\$ 24,254,619
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	\$ 26,893,515	
Depreciation expense	<u>(12,218,947)</u>	14,674,568
The net effect of various miscellaneous transactions (i.e., sales and donations) is to decrease net position.		
		(369,572)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		
		(352,963)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. The effects of these items are as follows:		
Repayment of the principal of long-term debt	\$ 21,099,561	
Issuance of general obligation bonds	(26,700,000)	
Premium on issuance of debt	(914,395)	
Amortization of premium on long-term debt	<u>1,120,546</u>	(5,394,288)
Some expenses 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. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The following amounts represent the net liability changes using the full accrual method of accounting:		
Pension expense	\$ 3,037,410	
Compensated absences	(126,745)	
Accrued interest on long-term debt	50,759	
Other postemployment benefits expense	<u>(1,875,776)</u>	1,085,648
Change in Net Position - Governmental Activities		<u>\$ 33,898,012</u>

FLORENCE SCHOOL DISTRICT ONE

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity:

The basic financial statements of Florence School District One (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District's significant accounting policies are described below:

All activities for which the Board exercises oversight responsibility, have been incorporated into the basic financial statements to form the reporting entity. The District's basic financial statements include the accounts of all District operations, including, but not limited to, general operations and support services, food service operations, capital projects, debt service activities, and community services/payments to other governmental or non-profit entities.

The primary criterion for determining inclusion or exclusion of a legally separate entity is financial accountability, which is presumed to exist if the District both appoints a voting majority of the entity's governing body, and either 1) the District is able to impose its will on the entity or, 2) there is a potential for the entity to provide specific financial benefits to, or impose specific financial burdens on, the District. If either or both of the foregoing conditions are not met, the entity could still be considered a component unit if it is fiscally dependent on the District. In order to be considered fiscally independent, an entity must have the authority to do all three of the following:

1. Determine its budget without the District having the authority to approve or modify that budget;
2. Levy taxes or set rates or charges without approval by the District; and
3. Issue bonded debt without approval by the District.

Finally, an entity could also be a component unit if excluding it would cause the District's financial statements to be misleading or incomplete. Blended component units, although legally separate entities, are in substance, part of the government's operation and data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the financial statements to emphasize that they are legally separate from the District. Based on the above criteria, the District does not have any component units.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Basis of Presentation:

The financial statement presentation for the District meets the requirements of GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* and related amendments, pronouncements, and interpretations. This financial statement presentation provides a comprehensive, entity-wide perspective of the District's net position, revenues, expenses and changes in net position that replaces the fund group perspective previously required and provides for the inclusion of Management's Discussion and Analysis as required supplementary information.

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the District (the "Primary Government") and its component units. For the most part, the effect of interfund activity has been removed from these statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the District.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The government-wide financial statements are prepared using a different measurement focus from the manner in which governmental fund financial statements are prepared (see further detail below). Governmental Fund financial statements, therefore, include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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 they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued):

For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. 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 and claims and judgments, are recorded only when payment is due.

Property taxes, penalties, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash has been received by the government.

Fund financial statements report detailed information about the District. The focus of Governmental Fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column.

When both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

The accounts of the government are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. There are a minimum number of funds maintained to keep the accounts consistent with legal and managerial requirements. The following major funds and fund types are used by the District:

Governmental Fund Types are those through which most governmental functions of the District are financed. The District's expendable financial resources and related assets and liabilities are accounted for through governmental funds. Governmental funds are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. The following are the District's major governmental funds:

The *General Fund*, a major fund, is the general operating fund of the District and accounts for all revenues and expenditures of the District except those required to be accounted for in another fund. All general tax revenues and other receipts that are not allocated by law or contractual agreement to other funds are accounted for in the General Fund. General operating expenditures and capital improvement costs that are not paid through other funds are paid from the General Fund. This is a budgeted fund and any fund balance is considered a resource available for use.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued):

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The District has the following three Special Revenue Funds:

1. The Special Projects Fund, a major fund and an unbudgeted fund, is used to account for financial resources provided by federal, state and local projects, and grants.
2. The Education Improvement Act (EIA) Fund, a major fund and an unbudgeted fund, is used to account for the revenue from the South Carolina Education Improvement Act of 1984, which is legally required by the state to be accounted for as a specific revenue source.
3. The Food Service Fund, a major fund and an unbudgeted fund, is used to account for activities of the food service operations of the District, including collections for meals from students and teachers, USDA reimbursements, and all related expenditures.

The *Debt Service Fund*, a major fund and not a budgeted fund, is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

The *Capital Projects Fund*, a major fund and not a budgeted fund, is used to account for financial resources to be used for the acquisition, construction and/or renovations of major capital facilities and purchases of equipment (other than those financed by proprietary funds and trust funds).

Cash and Cash Equivalents:

The District considers all highly liquid investments (including restricted assets) with original maturities of three months or less when purchased and investments in the South Carolina Local Government Investment Pool (the "Pool") to be cash equivalents. Securities with an initial maturity of more than three months (from when initially purchased) that are not purchased from the Pool are reported as investments.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments:

The District's investment policy is designed to operate within existing statutes (which are identical for all funds, fund types and component units within the State of South Carolina) that authorize the District to invest in the following:

1. Obligations of the United States and agencies thereof;
2. General obligations of the State of South Carolina or any of its political units;
3. Savings and Loan Associations to the extent that the same are insured by an agency of the Federal Government;
4. Certificates of Deposit and funds in deposit accounts with banking institutions provided that such certificates and funds in deposit accounts are collaterally secured by securities of the type described in (1) and (2) above, held by a third party as escrow agent, or custodian of a market value, not less than the amount of the certificates or funds in deposit accounts so secured, including interest; provided, however, such collateral shall not be required to the extent the same are insured by an agency of the Federal Government;
5. Collateralized repurchase agreements when collateralized by securities as set forth in (1) and (2) above held by the governmental entity or third party as escrow agent or custodian; and
6. No load open-end or closed-end management type investment companies or investment trusts registered under the Investment Company Act of 1940, as amended, where the investment is made by a bank or trust company or savings and loan association or other financial institution when acting as trustee or agent for a bond or other debt issue of that local government unit, political subdivision, or county treasurer if the particular portfolio of the investment company or investment trust in which the investment is made (i) is limited to obligations described in items (1), (2), and (5) of this subsection; and (ii) has among its objectives the attempt to maintain a constant net asset value of one dollar a share and to that end, value its assets by the amortized cost method.

The District's cash investment objectives are preservation of capital, liquidity and yield. All investments are reported at their fair values.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments (Continued):

The District has certain funds invested with the South Carolina State Treasurer's Office, which established the Pool pursuant to Section 6-6-10 of the South Carolina Code. The Pool is an investment trust fund, in which public monies in excess of current needs, which are under the custody of any city treasurer or any governing body of a political subdivision of the State, may be deposited. The Pool is a 2a 7-like pool which is not registered with the Securities and Exchange Commission (SEC) as an investment company, but has a policy that it will operate in a manner consistent with the SEC's Rule 2a 7 of the Investment Company Act of 1940. Investments are carried at fair value as determined in accordance with GASB Statement No. 72. The total fair value of the Pool is apportioned to the entities with funds invested on an equal basis for each share owned, which are acquired at a cost of \$1.

Fair Value:

The fair value measurement and disclosure framework provides for a three-tier fair value hierarchy that gives highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of fair value hierarchy are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the District can access at the measurement date.

Level 2 – Inputs to the valuation methodology, other than quoted prices included in Level 1, that are observable for an asset or liability either directly or indirectly and include:

- Quoted prices for similar assets and liabilities in active markets.
- Quoted prices for identical or similar assets or liabilities in inactive markets.
- Inputs other than quoted market prices that are observable for the asset or liability.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Inputs to the valuation methodology that are unobservable for an asset or liability and include:

- Fair value is often based on developed models in which there are few, if any, observable inputs.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value (Continued):

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable input.

The valuation methodologies described above may produce a fair value calculation that may not be indicative of future net realizable values or reflective of future fair values. The District believes that the valuation methods used are appropriate and consistent with GAAP. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. There have been no significant changes from the prior year in the methodologies used to measure fair value.

Interfund Receivables and Payables:

Transactions between funds that are representative of reimbursement arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds."

In the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables."

Inventories:

On the government-wide and fund financial statements, all inventories are valued at the lower of cost or market, based on the "First-In/First-Out" method of accounting.

Inventories in the General Fund consist of expendable supplies held for consumption. The cost is inventoried at the time the individual items are purchased. The cost of the items is expended when they are physically requisitioned out of the warehouse. Reported inventories are equally offset by a fund balance or net asset reserve which indicates that they do not constitute "available spending resources," even though they are a component of net current assets.

Prepaid Items:

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Bond Premiums:

On the accompanying government wide financial statements bond premiums are capitalized and amortized (these costs are recorded as other financing sources in the fund financial statements). The District amortizes the bond premiums from general obligation bonds on an effective interest rate basis over the term of the bonds.

Capital Assets:

General capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the Government-wide Statement of Net Position but are not reported in the fund financial statements.

Capital assets are defined by the District as assets with an initial, individual cost of \$5,000 or more, and an estimated useful life in excess of one year. In addition, capital assets purchased with long-term debt may be capitalized regardless of the thresholds established. Property and equipment are recorded at cost or estimated historical cost. Donated capital assets are reported at acquisition value.

All reported capital assets, except land, land improvements, and construction in progress, are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Category</u>	<u>Useful Life Range</u>
Land (not depreciated)	Not Applicable
Buildings and Improvements	15 – 25 years
Furniture and Equipment	5 - 10 years
Construction in Progress (not depreciated)	Not Applicable

Deferred Outflows/Inflows of Resources:

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has four items that qualify for reporting in this category for outflows related to pensions and other postemployment benefits (OPEB). Employer contributions subsequent to the measurement date of the net pension and net OPEB liabilities are reported as deferred outflows of resources. The remaining deferred outflows related to pensions and OPEB are described in Notes 9 and 10.

Deferred inflows of resources represent acquisition of net assets that is applicable to a future period. Changes in net pension and net OPEB liabilities not included in expenses are reported as deferred outflows of resources or deferred inflows of resources. The District reports deferred revenues from voluntary exchange transactions for resources received before time requirements are met but after all other eligibility requirements have been met.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences:

The District reports compensated absences in accordance with the provisions of governmental accounting standards for “*Accounting for Compensated Absences*.” Vacation benefits are accrued as a liability when the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. The entire compensated absence liability is reported on the government-wide financial statements. In the governmental fund financial statements none of the liability is reported, as it is not expected to be paid using expendable available resources.

Accrued Liabilities and Long-term Liabilities:

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences, contractually required pension contributions, and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, and available financial resources. In general, payments made within sixty days after year-end are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

Equity Classification:

In the government-wide financial statements, equity is classified as net position and is displayed in the following components:

Net Investment in Capital Assets. Consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted Net Position. Consists of net position with constraints placed on their use by (a) third parties such as creditors, grantors, contributors or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.

Unrestricted Net Position. All other net position that do not meet the definition of restricted or net investment in capital assets.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Equity Classification (Continued):

In the governmental fund financial statements, equity is classified as fund balance.

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

Nonspendable Fund Balance. Consists of amounts that are not in a spendable form (such as inventory and prepaid items) or are required to be maintained intact.

Restricted Fund Balance. Consists of amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed Fund Balance. Consists of amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

Unassigned Fund Balance. Consists of amounts that are available for any purpose; positive amounts are reported only in the general fund.

The School Board establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. Assigned fund balance is established by the School Board through adoption or amendment of the budget as intended for a specific purpose. When fund balance resources are available for a specific purpose in more than one classification, it is the District's policy to use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed.

Accounting Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. Those estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. In addition, they affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates and assumptions.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Consolidation:

Effective July 1, 2022, the General Assembly of the State of South Carolina required Florence County School District Four to be consolidated into Florence County School District One. The resulting consolidated school district will continue to be known as Florence County School District One.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information:

Budgetary Practices. The General Fund budget is presented as required supplementary information. The budget is presented on the modified accrual basis of accounting which is consistent with accounting principles generally accepted in the United States of America.

During January of each year, the principals of each of the schools and other district administrators submit in writing their needs and requirements for the ensuing fiscal year to the Superintendent. The Superintendent and the Chief Financial Officer then prepare a budget for each department in the District. Recommendations from the principals and district administrators are included in the budget. A proposed budget is submitted to the Board for its review and approval. A copy of the approved budget signed by a majority of the members of the Board, together with the Board's recommendation as to the amount of millage which should be levied to defray the costs of the budget, are filed with the County Auditor. The annual budget lapses at the fiscal year end. The budget is prepared using the modified accrual basis of accounting. Expenditures may not exceed budgeted amounts at the program/department level for the General Fund. The Board must approve revisions that alter the total expenditures of any program/department.

NOTE 3. CASH AND CASH EQUIVALENTS

The District maintains a cash and cash equivalent investment pool that is available for use by all funds. Each fund portion of this pool is shown on the balance sheet as pooled cash and cash equivalents. Transfers from the Pool are made at the request of the District.

Individual funds may maintain cash and cash equivalents separate from the Pool for convenience and control. Student activities accounts under the control of the schools are maintained in separate accounts in various banks and financial institutions. Petty cash and working funds are maintained for nonrecurring incidental purchases.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. CASH AND CASH EQUIVALENTS (CONTINUED)

At June 30, 2023, cash and cash equivalents were as follows:

Statement of Net Position:

Cash and Cash Equivalents	\$ 66,105,202
Restricted Cash and Cash Equivalents	864,475
	<u>\$ 66,969,677</u>
Deposits with Financial Institutions	\$ 13,876,335
South Carolina Local Government Investment Pool	53,093,342
	<u>\$ 66,969,677</u>

Custodial Credit Risk for Deposits:

Custodial risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal and state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2023, the District's deposits with financial institutions were fully collateralized in compliance with state requirements.

Interest Rate Risk:

The District does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

Credit Risk:

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The District does not have an investment policy regarding credit risk.

Custodial Credit Risk:

Custodial credit risk for investments is the risk that, in the event of a bank failure, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have an investment policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina.

NOTES TO FINANCIAL STATEMENTS

NOTE 4. PROPERTY TAXES AND OTHER RECEIVABLES

Real property taxes are levied on October 1 for the assessed valuations of property located in Florence County (the "County") as of the preceding January 1 and are due and payable at that time. All unpaid taxes levied October 1 become delinquent January 15 of the following year, and property taxes attach as an enforceable lien if not paid by March 16 of the following year. Penalties are added to taxes depending on the date paid as follows:

	General Fund	Debt Service Fund	Total
Taxes Receivable	\$ 2,389,113	\$ 543,161	\$ 2,932,274

Motor vehicle taxes are levied on the first day of the month in which the motor vehicle license expires and is due by the end of the month. Property taxes are billed and collected by the County. Property tax revenue is recognized when collected and remitted to the District by the County Treasurer's Office. Real property taxes collected within 60 days after fiscal year end are also recognized as revenue for the year.

For the year ended June 30, 2023, millage was set at 206.6 mills to cover general District services and uses. The millage was set at 47.2 mills to cover the District's scheduled debt service requirements.

NOTE 5. INTERFUND RECEIVABLES, PAYABLES AND ADVANCES

Interfund receivables and payables at June 30, 2023, were summarized in accordance with generally accepted accounting principles disclosure requirements, as follows:

Fund	Receivables	Payables
General Fund	\$ -	\$ 12,077,004
Special Project Fund	8,061,735	-
EIA Fund	5,914,668	-
Capital Projects Fund	-	8,437,146
School Food Service Fund	6,537,747	-
Total	\$ 20,514,150	\$ 20,514,150

All cash activities are recorded in the General Fund, and as a result, receivables and payables exist at year end that are either due to or due from the General Fund. Various differences include Special Revenue Fund payments not received from the State Department of Education until after the fiscal year ended, fringe amounts paid by the General Fund for Food Service, taxes receivable for Debt Service, and building project costs.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. TRANSFERS IN (OUT)

General Fund			
Transfers from	Amount	Transfers to	Amount
EIA Fund	\$ 6,345,239	Capital Projects Fund	\$ 7,760,436
Special Revenue Fund Indirect Cost	2,890,926	Special Revenue Fund	1,480,158
Food Service Fund	986	EIA Fund	143,183
	\$ 9,237,151		\$ 9,383,777
Food Service Fund			
Transfers from	Amount	Transfers to	Amount
		General Fund	\$ 986
Debt Service Fund			
Transfers from	Amount	Transfers to	Amount
Capital Projects Fund	\$ 1,545,730		
Capital Projects Fund			
Transfers from	Amount	Transfers to	Amount
General Fund	\$ 7,760,436	Debt Service Fund	\$ 1,545,730
Education Improvement Act Fund			
Transfers from	Amount	Transfers to	Amount
General Fund	\$ 143,183	General Fund	\$ 6,345,239
Special Projects Fund			
Transfers from	Amount	Transfers to	Amount
General Fund	\$ 1,480,158	General Fund	\$ 2,890,926
TOTAL	\$ 20,166,658		\$ 20,166,658

Interfund transfers include funding allowed for indirect costs, required matches, supplemental funding, and accounting practice. The transfers for the year ended June 30, 2023, consisted of the following:

General Fund

Transfers from:

Funds are transferred into the General Fund from other funds to cover EIA salary and associated fringe benefits for teachers, indirect costs for Federal Programs, and School Activity Funds for field trip bus use.

Transfers to:

Funds are transferred from the General Fund into other funds to provide additional funds for Special Projects Fund primarily for unreimbursed Medicaid costs and the Capital Projects Fund for capital expenditure.

Special Projects Fund and EIA Fund

Transfers from:

Funds are transferred into the Special Projects to provide additional funds for unreimbursed Medicaid cost and funds transferred to the EIA Fund were to provide extra funding for programs.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. TRANSFERS IN (OUT) (CONTINUED)

Transfers to:

Funds are transferred from the EIA Fund to the General Fund to cover the EIA salary and associated fringe benefits for teachers. Transfers from the Special Projects Fund to the General Fund are for indirect costs.

Debt Service Fund

Transfers from:

Funds are transferred to the debt service fund for long-term debt payments.

Capital Projects Fund

Transfers from:

Funds are transferred from the General Fund into the Capital Projects Fund to fund capital expenditures.

Transfers to:

Funds from bond proceeds were transferred from Capital Projects Fund to Debt Service Fund for bond payments.

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NOTES TO FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS

Capital asset activity for the District for the year ended June 30, 2023, was as follows:

	Beginning Balance (Restated)	Increases	Decreases	Transfers	Ending Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land improvements	\$ 12,180,286	\$ -	\$ -	\$ -	\$ 12,180,286
Construction in progress	56,214,925	13,588,631	-	(55,012,523)	14,791,033
Total	<u>68,395,211</u>	<u>13,588,631</u>	<u>-</u>	<u>(55,012,523)</u>	<u>26,971,319</u>
Capital assets, being depreciated:					
Buildings	222,659,504	2,070,581	(1,518,469)	51,300,045	274,511,661
Improvements	37,392,335	2,882,023	(42,295)	2,625,165	42,857,228
Equipment	11,798,249	3,442,101	(203,671)	1,087,313	16,123,992
Furniture	462,667	1,302,386	-	-	1,765,053
Computer equipment	5,646,922	2,538,417	(3,527,561)	-	4,657,778
Vehicles	4,448,626	1,069,376	(224,207)	-	5,293,795
Mobile classrooms	4,244,958	-	(1,957,354)	-	2,287,604
Total	<u>286,653,261</u>	<u>13,304,884</u>	<u>(7,473,557)</u>	<u>55,012,523</u>	<u>347,497,111</u>
Less accumulated depreciation for:					
Buildings	(73,262,966)	(5,627,369)	1,214,775	-	(77,675,560)
Improvements	(10,826,545)	(2,603,164)	34,536	-	(13,395,173)
Equipment	(6,640,438)	(2,882,936)	203,671	-	(9,319,703)
Furniture	(255,057)	(354,958)	-	-	(610,015)
Computer equipment	(5,247,808)	(387,295)	3,471,441	-	(2,163,662)
Vehicles	(3,617,859)	(339,210)	224,207	-	(3,732,862)
Mobile classrooms	(4,063,467)	(24,015)	1,955,355	-	(2,132,127)
Total	<u>(103,914,140)</u>	<u>(12,218,947)</u>	<u>7,103,985</u>	<u>-</u>	<u>(109,029,102)</u>
Total capital assets, being depreciated, net	<u>182,739,121</u>	<u>1,085,937</u>	<u>(369,572)</u>	<u>55,012,523</u>	<u>238,468,009</u>
Total capital assets, net	<u>\$ 251,134,332</u>	<u>\$ 14,674,568</u>	<u>\$ (369,572)</u>	<u>\$ -</u>	<u>\$ 265,439,328</u>

As discussed in Note 16, Florence County School District Four was consolidated into the District as of July 1, 2022, and as a result, the above capital asset beginning balances include that of Florence County School District Four.

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

Governmental activities:	
Instruction	\$ 7,416,277
Support Services	<u>4,802,670</u>
Total depreciation expense - governmental activities	<u>\$ 12,218,947</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM LIABILITIES

The governmental activities general obligation bonds and installment purchase obligations at June 30, 2023, were comprised of the following:

General obligation bonds series 2020	On May 26, 2020, the District issued \$11,900,000 of General Obligation Bonds, Series 2020. The Bonds bear interest at a fixed rate of 5%. Interest payments are due beginning September 1, 2020, and semi-annually thereafter on each March 1st and September 1st until the Bonds are paid in full. The Bonds are not subject to redemption prior to maturity.
General obligation bonds series 2022	On March 24, 2022, the District issued \$19,600,000 of General Obligation Bonds, Series 2022. The Bonds bear interest at a fixed rate of 5% for 2023 and 4% for 2024 and 2025. Interest payments are due beginning September 1, 2022, and semi-annually thereafter on each March 1st and September 1st until the Bonds are paid in full. The Bonds are not subject to redemption prior to maturity.
General obligation bonds series 2023	On May 9, 2023, the District issued \$26,700,000 of General Obligation Bonds, Series 2023. The Bonds bear interest at a fixed rate of 5% per annum. Interest payments are due beginning September 1, 2023, and semi-annually thereafter on each March 1st and September 1st until the Bonds are paid in full. The Bonds are not subject to redemption prior to maturity.
Installment purchase obligation 2020 *	On February 28, 2020, the District issued \$11,000,000 of Installment Purchase Obligation, Series 2020, due in ten equal installments commencing June 1, 2021, and continuing each June 1st thereafter with the final payment coming due on June 1, 2030. The obligation bears a single interest rate of 1.852% per annum. Three new stadium buildings are to be placed at South Florence High School, West Florence High School, and Wilson High School.
Installment purchase obligation 2020 *	On February 28, 2020, the District issued \$11,000,000 of Installment Purchase Obligation, Series 2020, due in ten equal installments commencing June 1, 2021, and continuing each June 1st thereafter with the final payment coming due on June 1, 2030. The obligation bears a single interest rate of 1.852% per annum. Three new stadium buildings are to be placed at South Florence High School, West Florence High School, and Wilson High School.

* Debt is not subject to the constitutional debt limit of 8%.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM LIABILITIES (CONTINUED)

The following is a summary of changes in District long-term obligations for the year ended June 30, 2023:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Governmental activities:					
Bonds Payable					
General obligation bonds series 2019	\$ 4,825,000	\$ -	\$ (4,825,000)	\$ -	\$ -
General obligation bonds series 2020	7,705,000	-	(3,385,000)	4,320,000	4,320,000
General obligation bonds series 2022	19,600,000	-	(11,550,000)	8,050,000	3,950,000
General obligation bonds series 2023	-	26,700,000	-	26,700,000	12,915,000
Bonds Payable	32,130,000	26,700,000	(19,760,000)	39,070,000	21,185,000
Premiums	1,667,881	914,395	(1,120,546)	1,461,730	-
Bonds Payable, Net	33,797,881	27,614,395	(20,880,546)	40,531,730	21,185,000
Other Long-term Liabilities					
Installment purchase obligation 2020	9,001,000	-	(1,054,000)	7,947,000	1,074,000
Installment purchase obligation 2021	2,419,405	-	(285,561)	2,133,844	290,224
Net pension liability	193,800,197	48,944,123	(28,698,996)	214,045,324	-
Net OPEB liability	229,469,790	9,123,488	(73,185,801)	165,407,477	-
Compensated absences	383,520	605,124	(478,379)	510,265	510,265
Other Long-term Liabilities	435,073,912	58,672,735	(103,702,737)	390,043,910	1,874,489
Governmental activities:					
Long-term liabilities	\$ 468,871,793	\$ 86,287,130	\$ (124,583,283)	\$ 430,575,640	\$ 23,059,489

General Fund resources have been used in prior years to liquidate compensated absences payable, installment purchase obligations, and pension and OPEB liabilities. The Debt Service Fund has been used to service all other long-term obligations.

The governmental activities annual debt service requirements to maturity for bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 21,185,000	\$ 1,568,916	\$ 22,753,916
2025	10,820,000	853,250	11,673,250
2026	7,065,000	353,250	7,418,250
Total	\$ 39,070,000	\$ 2,775,416	\$ 41,845,416

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM LIABILITIES (CONTINUED)

The governmental activities annual debt service requirements to maturity for installment purchase obligations are as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 1,364,224	\$ 181,991	\$ 1,546,215
2025	1,388,963	157,364	1,546,327
2026	1,413,780	132,892	1,546,672
2027	1,438,675	106,770	1,545,445
2028	1,464,650	80,377	1,545,027
2029-2030	3,010,552	81,779	3,092,331
Total	<u>\$ 10,080,844</u>	<u>\$ 741,173</u>	<u>\$ 10,822,017</u>

The District has authority to issue general obligation bonds each calendar year, subject to a constitutional debt limit equal to 8% of the assessed value of all taxable property in the District. The debt limitation does not apply to certain certificates of participation, debt approved through a district-wide referendum, and original or refunding debt for obligations issued on or before November 30, 1982. The District's constitutional debt limit at June 30, 2023, was approximately \$39,168,635 of which the District had debt of \$39,070,000 outstanding against this limit.

NOTE 9. PENSION AND RETIREMENT PLAN

Description of the Entity

The South Carolina Public Employee Benefit Authority (PEBA), created July 1, 2012, is the state agency responsible for the administration and management of the various Retirement Systems and retirement programs of the state of South Carolina, including the State Optional Retirement Program and the S.C. Deferred Compensation Program, as well as the state's employee insurance programs. As such, PEBA is responsible for administering the South Carolina Retirement Systems' five defined benefit pension plans. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly leadership, which serves as custodian, co-trustee and co-fiduciary of the Systems and the assets of the retirement trust funds. The Retirement System Investment Commission (Commission as the governing body, RSIC as the agency), created by the General Assembly in 2005, has exclusive authority to invest and manage the retirement trust funds' assets. The Commission, an eight-member board, serves as co-trustee and co-fiduciary for the assets of the retirement trust funds. By law, the State Fiscal Accountability Authority (SFAA), which consists of five elected officials, also reviews certain PEBA Board decisions regarding the actuary of the Systems.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Description of the Entity (Continued)

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Systems and additions to/deductions from the Systems fiduciary net position have been determined on the accrual basis of accounting as they are reported by the Systems in accordance with generally accepted accounting principles (GAAP). For this purpose, revenues are recognized when earned and expenses are recognized when incurred. Benefit and refund expenses are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

PEBA issues an Annual Comprehensive Financial Report (ACFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The ACFR is publicly available through PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Drive, Columbia, SC 29223. PEBA is considered a division of the primary government of the state of South Carolina and therefore, retirement trust fund financial information is also included in the ACFR of the state.

Plan Descriptions

The **South Carolina Retirement System (SCRS)**, a cost-sharing multiple-employer defined benefit pension plan, was established July 1, 1945, pursuant to the provisions of Section 9-1-20 of the South Carolina Code of Laws for the purpose of providing retirement and other benefits for teachers and employees of the state and its political subdivisions. SCRS covers employees of state agencies, public school districts, higher education institutions, other participating local subdivisions of government and individuals newly elected to the South Carolina General Assembly at or after the 2012 general election.

The **State Optional Retirement Program (State ORP)** is a defined contribution plan that is offered as an alternative to SCRS to certain newly hired employees of state agencies, institutions of higher education, public school districts and individuals first elected to the S.C. General Assembly at or after the general election in November 2012. State ORP participants direct the investment of their funds into an account administered by one of four third party service providers. PEBA assumes no liability for State ORP benefits. Rather, the benefits are the liability of the four third party service providers. For this reason, State ORP assets are not part of the retirement systems' trust funds for financial statement purposes.

The **South Carolina Police Officers Retirement System (PORS)**, a cost-sharing multiple-employer defined benefit pension plan, was established July 1, 1962, pursuant to the provisions of Section 9-11-20 of the South Carolina Code of Laws for the purpose of providing retirement and other benefits to police officers and firefighters. PORS also covers peace officers, coroners, probate judges and magistrates.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Plan Descriptions (Continued):

In addition to the plans described above, PEBA also administers three single employer defined benefit pension plans, which are not covered in this report. They are the Retirement System for Members of the General Assembly of the State of South Carolina (GARS), the Retirement System for Judges and Solicitors of the State of South Carolina (JSRS), and the South Carolina National Guard Supplemental Retirement Plan (SCNG).

Membership:

Membership requirements are prescribed in Title 9 of the South Carolina Code of Laws. A brief summary of the requirements under each system is presented below.

SCRS. Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. This plan covers general employees and teachers and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 general election. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

State ORP. As an alternative to membership in SCRS, certain newly hired state, public school, and higher education employees and individuals first elected to the S.C. General Assembly at or after the November 2012 general election have the option to participate in the State ORP. Contributions to the State ORP are at the same rates as SCRS. A direct remittance is required from the employer to the member's account with the ORP service provider for the employee contribution and a portion of the employer contribution (5 percent). A direct remittance is also required to SCRS for the remaining portion of the employer contribution and an incidental death benefit contribution, if applicable, which is retained by SCRS.

PORS. To be eligible for PORS membership, an employee must be required by the terms of his employment, by election or appointment, to preserve public order, protect life and property, and detect crimes in the state; to prevent and control property destruction by fire; be a coroner in a full-time permanent position; or be a peace officer employed by the Department of Corrections, the Department of Juvenile Justice or the Department of Mental Health. Probate judges and coroners may elect membership in PORS. Magistrates are required to participate in PORS for service as a magistrate. PORS members, other than magistrates and probate judges, must also earn at least \$2,000 per year and devote at least 1,600 hours per year to this work, unless exempted by statute. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Benefits:

Benefit terms are prescribed in Title 9 of the South Carolina Code of Laws. PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation/current annual salary. A brief summary of the benefit terms for each system is presented below.

SCRS. A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 65 or with 28 years credited service regardless of age. A member may elect early retirement with reduced pension benefits payable at age 55 with 25 years of service credit. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension upon satisfying the Rule of 90 requirement that the total of the member's age and the member's creditable service equals at least 90 years. Both Class Two and Class Three members are eligible to receive a reduced deferred annuity at age 60 if they satisfy the five- or eight-year earned service requirement, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program.

The annual retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase. Members who retire under the early retirement provisions at age 55 with 25 years of service are not eligible for the benefit adjustment until the second July 1 after reaching age 60 or the second July 1 after the date they would have had 28 years of service credit had they not retired.

PORS. A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 55 or with 25 years of service regardless of age. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension at age 55 or with 27 years of service regardless of age. Both Class Two and Class Three members are eligible to receive a deferred annuity at age 55 with five or eight years of earned service, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty.

The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Contributions:

Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS and PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. The Retirement Funding and Administration Act of 2017 increased, but also established a ceiling for SCRS and PORS employee contribution rates. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00 percent for SCRS and 9.75 percent for PORS. The legislation also increased employer contribution rates beginning July 1, 2017, for both SCRS and PORS by two percentage points and further scheduled employer contribution rates to increase by a minimum of one percentage point each year in accordance with state statute. The General Assembly postponed the one percent increase in the SCRS and PORS employer contribution rates that was scheduled to go into effect beginning July 1, 2020. In accordance with the legislative funding schedule, employer contribution rates will continue to increase by 1 percentage point each year until reaching 18.56 percent for SCRS and 21.24 percent for PORS but may be increased further, if the scheduled contributions are not sufficient to meet the funding periods set for the applicable year. The Board shall increase the employer contribution rates as necessary to meet the amortization period set in statute.

Pension reform legislation modified statute such that the employer contribution rates for SCRS and PORS to be further increased, not to exceed one-half of one percent in any one year, if necessary, in order to improve the funding of the plans. The statute set rates intended to reduce the unfunded liability of SCRS and PORS to the maximum amortization period of 20 years from 30 years over a ten-year schedule, as determined by the annual actuarial valuations of the plan. Finally, under the revised statute, the contribution rates for SCRS and PORS may not be decreased until the plans are at least 85 percent funded.

- Required employee contribution rates for SCRS are as follows:

	South Carolina Retirement System	
	<u>Fiscal year ended June 30, 2022</u>	<u>Fiscal year ended June 30, 2021</u>
Employee class two	9.00%	9.00%
Employee class three	9.00%	9.00%

- Required employee contribution rates for ORP are as follows:

	State ORP	
	<u>Fiscal year ended June 30, 2023</u>	<u>Fiscal year ended June 30, 2022</u>
Employee	9.00%	9.00%

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Contributions (Continued):

- Required employee contribution rates for PORS are as follows:

	Police Officers Retirement System	
	Fiscal year ended June 30, 2023	Fiscal year ended June 30, 2022
Employee class two	9.75%	9.75%
Employee class three	9.75%	9.75%

- Required employer contribution rates for SCRS are as follows:

	South Carolina Retirement System	
	Fiscal year ended June 30, 2023	Fiscal year ended June 30, 2022
Employer class two	17.41%	16.41%
Employer class three	17.41%	16.41%
Employer incidental death benefit	0.15%	0.15%

- Required employer contribution rates for ORP are as follows:

	State ORP	
	Fiscal year ended June 30, 2023	Fiscal year ended June 30, 2022
Employer contribution	17.41%	16.41%
Employer incidental death benefit	0.15%	0.15%

- Required employer contribution rates for PORS are as follows:

	Police Officers Retirement System	
	Fiscal year ended June 30, 2023	Fiscal year ended June 30, 2022
Employer class two	19.84%	18.84%
Employer class three	19.84%	18.84%
Employer incidental death benefit	0.20%	0.20%
Employer accidental death program	0.20%	0.20%

Actuarial Assumptions and Methods:

Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. An experience report on the Systems was most recently issued for the period ending June 30, 2019.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Actuarial Assumptions and Methods (Continued):

The June 30, 2022 (the measurement date) total pension liability, net pension liability, and sensitivity information were determined by the consulting actuary, Gabriel, Roeder, Smith and Company (GRS) and are based on the July 1, 2021 actuarial valuation. The total pension liability was rolled-forward from the valuation date to the plan's fiscal year ended June 30, 2022, using generally accepted actuarial principles.

Assumptions and methods used in the July 1, 2021, valuation for the System are as follows:

	<u>SCRS</u>	<u>PORS</u>
	Entry Age Normal	Entry Age Normal
Actuarial cost method		
Actuarial assumptions:		
Investment rate of return	7.0%	7.0%
Projected salary increases	3.0% to 11.0% (varies by service)	3.5% to 10.5% (varies by service)
Includes inflation at	2.25%	2.25%
Benefit adjustments	lesser of 1% or \$500	lesser of 1% or \$500

The post-retiree mortality assumption is dependent upon the member's job category and gender. The base mortality assumption, the 2020 Public Retirees of South Carolina Mortality table (2020 PRSC), was developed using the Systems' mortality experience. These base rates are adjusted for future improvement in mortality using 80% of Scale UMP projected from the year 2020.

Assumptions used in the determination of the June 30, 2022, TPL are as follows:

<u>Former Job Class</u>	<u>Males</u>	<u>Females</u>
Educators	2020 PRSC Males multiplied by 95%	2020 PRSC Females multiplied by 94%
Public Safety and Firefighters	2020 PRSC Males multiplied by 97%	2020 PRSC Females multiplied by 107%
General Employees	2020 PRSC Males multiplied by 127%	2020 PRSC Females multiplied by 107%

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Net Pension Liability:

At June 30, 2023, the District reported a liability for its proportionate share of the net pension liability for both SCRS and PORS as follows:

	<u>SCRS</u>	<u>PORS</u>
Employers' net pension liability	<u>\$ 213,903,778</u>	<u>\$ 141,546</u>

The District's proportion of the net pension liability was based on contributions to SCRS and PORS, respectively, during the fiscal year ended June 30, 2022. At June 30, 2022, the District's proportion for SCRS was 0.0882359%, which was a decrease of 0.012875% from its proportion measured at June 30, 2021. At June 30, 2022, the District's proportion for PORS was 0.001582%, which was an increase from its proportion measured at June 30, 2021, which was 0.003138%.

Long-term Expected Rate of Return:

The long-term expected rate of return on pension plan investments for actuarial purposes is based upon the 20-year capital market assumptions. The actuarial long-term expected rates of return represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market-based inputs. Expected returns are net of investment fees. The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2022 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of the return by the target allocation percentage and adding expected inflation and is summarized in the table below. For actuarial purposes, the 7 percent assumed annual investment rate of return used in the calculation of the TPL includes a 4.25 percent real rate of return and a 2.25 percent inflation component.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Long-term Expected Rate of Return (Continued):

Allocation / Exposure	Policy Target	Expected Arithmetic Real Rate of Return	Long-term Expected Portfolio Real Rate of Return
Public Equity	46.0%	6.79%	3.12%
Bonds	26.0%	-0.35%	-0.09%
Private Equity	9.0%	8.75%	0.79%
Private Debt	7.0%	6.00%	0.42%
Real Assets	12.0%		
Real estate	9.0%	4.12%	0.37%
Infrastructure	3.0%	5.88%	0.18%
	<u>100.0%</u>		
		Total expected real return	4.79%
		Inflation for actuarial purposes	2.25%
		Total expected nominal return	<u><u>7.04%</u></u>

Discount Rate:

The discount rate used to measure the total pension liability was 7 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS will be made based on the actuarially determined rates based on provisions in the South Carolina State Code of Laws. Based on those assumptions, the District's 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.

Sensitivity Analysis:

The following table presents the collective NPL of the participating employers calculated using the discount rate of 7 percent, as well as what the employers' NPL would be if it were calculated using a discount rate that is 1.00 percent lower (6 percent) or 1.00 percent higher (8 percent) than the current rate.

<u>South Carolina Retirement System</u>			
<u>Sensitivity of the Net Position Liability to Changes in the Discount Rate</u>			
Fiscal Year	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
2023	\$ 274,249,805	\$ 213,903,778	\$ 163,732,136

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Sensitivity Analysis (Continued):

<u>Police Officers Retirement System</u>			
<u>Sensitivity of the Net Position Liability to Changes in the Discount Rate</u>			
<u>Fiscal</u>	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
<u>Year</u>	<u>(6%)</u>	<u>Discount Rate</u>	<u>(8%)</u>
<u>2023</u>	<u>\$ 197,385</u>	<u>\$ 141,546</u>	<u>\$ 95,847</u>

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and Pension Expense:

For the year ended June 30, 2023, the District recognized pension expense of \$15,193,525 related to the SCRS plan. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

South Carolina Retirement System	<u>Deferred</u>	<u>Deferred</u>
	<u>Outflows of</u>	<u>Inflows of</u>
	<u>Resources</u>	<u>Resources</u>
Differences between expected and actual experience	\$ 1,858,416	\$ 932,181
Changes of assumptions	6,860,364	-
Net difference between projected and actual earnings on pension plan investments	329,881	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	3,087,826	11,527,084
Employer contributions subsequent to the measurement date	18,227,608	-
Total	<u>\$ 30,364,095</u>	<u>\$ 12,459,265</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and Pension Expense (Continued):

For the year ended June 30, 2023, the District recognized a pension credit of \$18,407 related to the PORs plan. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Police Officers Retirement System	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,375	\$ 2,798
Changes of assumptions	5,894	-
Net difference between projected and actual earnings on pension plan investments	427	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	67,013	19,504
Employer contributions subsequent to the measurement date	21,734	-
Total	\$ 97,443	\$ 22,302

District contributions subsequent of the measurement date of \$18,227,608 and \$21,734 reported as deferred outflow of resources for the SCRS and PORs, respectively, will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

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

Year ended June 30:	SCRS	PORS
2024	\$ 2,447,071	\$ 14,883
2025	(1,319,494)	18,897
2026	(7,028,802)	14,126
2027	5,578,447	5,501

Payable to Pension Plan:

At June 30, 2023, the District had \$3,209,426 in outstanding payables to the plans for legally required contributions. This amount is reported in the Statement of Net Position with accounts payable and accrued liabilities.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. PENSION AND RETIREMENT PLAN (CONTINUED)

Optional Retirement Program:

As an alternative to membership in SCRS, certain State, public school, and higher education employees and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 general election have the option to participate in the State Optional Retirement Program (ORP). Participants in the State ORP direct the investment of their funds into a plan administered by one of four investment providers and are governed by the terms of the contracts that those providers issue. The District contributed \$689,283 for the year ended June 30, 2023.

NOTE 10. OTHER POSTEMPLOYMENT BENEFITS

Overview

The South Carolina Public Employee Benefit Authority (PEBA) was created by the South Carolina General Assembly as part of Act No. 278, effective July 1, 2012. PEBA is a state agency responsible for the administration and management of the state's employee insurance programs, other post-employment benefits trusts and retirement systems and is part of the State of South Carolina primary government.

The governing board of PEBA is a board of 11 members. The membership composition is three members appointed by the Governor, two members appointed by the President Pro Tempore of the Senate, two members appointed by the Chairman of the Senate Finance Committee, two members appointed by the Speaker of the House of Representatives and two members appointed by the Chairman of the House Ways and Means Committee. Individuals appointed to the PEBA board must possess certain qualifications. Members of the PEBA board serve for terms of two years and until their successors are appointed and qualify. Terms commence on July 1 of even numbered years. The PEBA board appoints the Executive Director.

The laws of the State and the policies and procedures specified by the State for State agencies are applicable to all activities of PEBA. By law, the State Fiscal Accountability Authority (SFAA), which consists of five elected officials, also reviews certain PEBA Board decisions in administering the State Health Plan and other post-employment benefits.

Plan Description

The Other Post-Employment Benefits Trust Fund (OPEB Trust), refers to the South Carolina Retiree Health Insurance Trust Fund (SCRHITF), was established by the State of South Carolina as Act 195, which became effective May 2008. The SCRHITF was created to fund and account for the employer costs of the State's retiree health and dental plans.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Plan Description (Continued)

In accordance with Act 195, the SCRHITF is administered by the PEBA, Insurance Benefits and the State Treasurer is the custodian of the funds held in trust. The Board of Directors of PEBA has been designated as the Trustee.

The SCRHITF is a cost-sharing multiple-employer defined benefit plans. Article 5 of the State Code of Laws defines the plan and authorizes the Trustee to at any time adjust the plan, including its benefits and contributions, as necessary to insure the fiscal stability of the plan. In accordance with the South Carolina Code of Laws and the annual Appropriations Act, the State provides post-employment health and dental benefits to retired State and school district employees and their covered dependents.

Benefits

The SCRHITF is a healthcare plan that covers retired employees of the State of South Carolina, including all agencies, and public school districts. The SCRHITF provides health and dental insurance benefits to eligible retirees. Generally, retirees are eligible for the health and dental benefits if they have established at least ten years of retirement service credit. For new hires beginning employment May 2, 2008, and after, retirees are eligible for benefits if they have established 25 years of service for 100% employer funding and 15-24 years of service for 50% employer funding.

Contributions and Funding Policies

Section 1-11-710 of the South Carolina Code of Laws of 1976, as amended, requires the postemployment and long-term disability benefits to be funded through non-employer and employer contributions for active employees and retirees to the PEBA – Insurance Benefits. The SCRHITF is funded through participating employers that are mandated by State statute to contribute at a rate assessed each year by the Department of Administration Executive Budget Office on active employee covered payroll.

The covered payroll surcharge for the year ended June 30, 2023, was 6.25 percent. The South Carolina Retirement System collects the monthly covered payroll surcharge for all participating employers and remits it directly to the SCRHITF. Other sources of funding for the SCRHITF also include the implicit subsidy, or age-related subsidy inherent in the healthcare premiums structure. The implicit subsidy represents a portion of the healthcare expenditures paid on behalf of the employer's active employees.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Contributions and Funding Policies (Continued)

For purposes of GASB Statement No. 75, this expenditure on behalf of the active employee is reclassified as a retiree health care expenditure so that the employer's contributions towards the plan reflect the underlying age-adjusted, retiree benefit costs. Non-employer contributions consist of an annual appropriation by the General Assembly and the statutorily required transfer from PEBA – Insurance Benefits reserves. However, due to the COVID-19 pandemic and the impact it has had on the PEBA – Insurance Benefits reserves, the General Assembly has indefinitely suspended the statutorily required transfer until further notice. The SCRHITF is also funded through investment income.

In accordance with part (b) of paragraph 69 of GASB Statement No. 75, participating employers should recognize revenue in an amount equal to the employer's proportionate share of the change in the collective net OPEB liability arising from contributions to the OPEB plan during the measurement period from non-employer contributing entities for purposes other than the separate financing of specific liabilities to the OPEB plan. Therefore, employers should classify this revenue in the same manner as it classifies grants from other entities. For the fiscal year ended June 30, 2023, the District recognized \$25,819 as a non-operating revenue from contributions from non-employer contributing entities.

For purposes of measuring the net OPEB liability, deferred outflows and inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPEB Trusts, and additions to and deductions from the OPEB Trusts fiduciary net position have been determined on the same basis as they were reported by the OPEB Trusts. For this purpose, revenues are recognized when earned and expenses are recognized when incurred. Therefore, benefit and administrative expenses are recognized when due and payable. Investments are reported at fair value.

PEBA – Insurance Benefits issues audited financial statements and required supplementary information for the OPEB Trust Funds. This information is publicly available through the PEBA – Insurance Benefits' link on PEBA's website at www.peba.sc.gov or a copy may be obtained by submitting a request to PEBA – Insurance Benefits, 202 Arbor Lake Drive, Columbia, SC 29223. PEBA is considered a division of the primary government of the state of South Carolina and therefore, OPEB Trust fund financial information is also included in the ACFR of the state.

Actuarial Assumptions and Methods

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Actuarial Assumptions and Methods (Continued)

Projections of benefits for financial reporting purposes are based on the substantive plans (as understood by the employer and plan participants) and include the types of benefits provided at the time the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point.

Additional information as of the latest actuarial valuation for SCRHITF:

Valuation Date:	June 30, 2021
Actuarial Cost Method:	Entry Age Normal
Inflation:	2.25%
Investment Rate of Return:	2.75%, net of OPEB Plan investment expense; including inflation
Single Discount Rate:	3.69% as of June 30, 2022 (measurement date)
Demographic Assumptions:	Based on the experience study performed for the South Carolina Retirement Systems for the 5-year period ending June 30, 2019.
Mortality:	For healthy retirees, the gender-distinct South Carolina Retirees 2020 Mortality Tables are used with fully generational mortality projections based on a fully generational basis by the 80% of Scale UMP to account for future mortality improvements and adjusted with multipliers based on plan experience.
Health Care Trend Rate:	Initial trend starting at 6.00% and gradually decreasing to an ultimate trend rate of 4.00% over a period of 15 years.
Aging Factors:	Based on plan specific experience.
Retiree Participation:	79% for retirees who are eligible for funded premiums 59% for retirees who are eligible for partial funded premiums. 20% for retirees who are eligible for non-funded premiums.
Notes:	The discount rate changed from 1.92% as of the June 30, 2021, measurement date, to 3.69% as of the June 30, 2022 measurement date.

Roll Forward Disclosure

The actuarial valuation was performed as of June 30, 2021. Update procedures were used to roll forward the total OPEB liability to June 30, 2022, (measurement date used for the District's reporting as of June 30, 2023).

Net OPEB Liability

The Net OPEB Liability (NOL) is calculated separately for each OPEB Trust Fund and represents that particular Trust's Total OPEB Liability (TOL) determined in accordance with GASB No. 74 less that Trust's fiduciary net position. The allocation of each employer's proportionate share of the collective Net OPEB Liability and collective OPEB Expense was determined using the employer's payroll-related contributions over the measurement period. This method is expected to be reflective of the employer's long-term contribution effort as well as be transparent to individual employers and their external auditors.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Net OPEB Liability (Continued)

At June 30, 2023, the District reported a liability for its proportionate share of the net OPEB liability of \$165,407,477 for the SCRHITF. The net OPEB liability was measured as of June 30, 2022. The District's proportion of the net OPEB liability was based on contributions to SCRHITF during the fiscal year ended June 30, 2022. At June 30, 2022, the District's proportion of the total net OPEB liability was 1.087360%, which was a decrease of 0.014632% from its proportion measured as of June 30, 2021. The plans fiduciary net position as a percentage of total OPEB liability was 9.64% as of June 30, 2022.

Single Discount Rate

The Single Discount Rate of 3.69% was used to measure the total OPEB liability for the SCRHITF for the year ended June 30, 2023 (June 30, 2022 measurement date). The accounting policy for this plan is to set the Single Discount Rate equal to the prevailing municipal bond rate. Due to the plan's investment and funding policies, the difference between a blended discount rate and the municipal bond rate would be less than several basis points (several hundredths of one percent).

Long-term Expected Rate of Return

The long-term expected rate of returns represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market-based inputs. The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2018 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation. Information regarding the long-term rate of return is summarized below:

Asset Class	Target Asset Allocation	Expected Arithmetic Real Rate of Return	Weighted Long- Term Expected Real Rate of Return
U.S. Domestic Fixed Income	80.00%	0.95%	0.76%
Cash	20.00%	0.35%	0.07%
Total	100.00%		0.83%
		Total expected weighted real return	0.83%
		Inflation for actuarial purposes	2.25%
		Total expected nominal return	3.08%
		Investment return assumption	2.75%

NOTES TO FINANCIAL STATEMENTS

NOTE 10. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Sensitivity Analysis

The following table presents the SCRHITF's net OPEB liability as of June 30, 2023, calculated using a Single Discount Rate of 3.69%, as well as what the plan's net OPEB liability would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

<u>South Carolina Retiree Health Insurance Plan</u>		
<u>Sensitivity of the Net OPEB Liability to Changes in the Discount Rate</u>		
<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
<u>(2.69%)</u>	<u>Discount Rate</u>	<u>(4.69%)</u>
<u>(2.69%)</u>	<u>(3.69%)</u>	<u>(4.69%)</u>
\$ 195,556,370	\$ 165,407,477	\$ 141,178,738

Regarding the sensitivity of the SCRHITF's net OPEB liability to changes in the healthcare cost trend rates, the following table presents the plan's net OPEB liability for fiscal year ended June 30, 2022, calculated using the assumed trend rates as well as what the plan's net OPEB liability would be if were calculated using a trend rate that is one percent lower or one percent higher:

<u>South Carolina Retiree Health Insurance Plan</u>		
<u>Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate</u>		
<u>Current</u>		
<u>Healthcare</u>		
<u>Cost Trend Rates</u>		
<u>(5.00% decreasing</u>	<u>(6.00% decreasing</u>	<u>(7.00% decreasing</u>
<u>to 3.00%)</u>	<u>to 4.00%)</u>	<u>to 5.00%)</u>
\$ 136,031,481	\$ 165,407,477	\$ 199,705,551

NOTES TO FINANCIAL STATEMENTS

NOTE 10. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

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

For the year ended June 30, 2023, the District recognized OPEB expense of \$8,752,620. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

South Carolina Retiree Health Insurance Plan	Deferred Outflows of Resources	Deferred Inflows of Resources
	Resources	Resources
Differences between expected and actual experience	\$ 3,550,271	\$ 14,543,969
Changes of assumptions	37,295,122	53,169,523
Net difference between projected and actual earnings on pension plan investments	1,300,584	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	9,442,898	17,133,457
Employer contributions subsequent to the measurement date	6,876,844	-
Total	\$ 58,465,719	\$ 84,846,949

District contributions subsequent to the measurement date of \$6,876,844 for the SCRHITF plan are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024.

As of June 30, 2023, other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>South Carolina Retiree Health Insurance Plan</u>	
Year ended June 30:	
2024	\$ (5,573,664)
2025	(3,833,978)
2026	(1,821,982)
2027	(3,299,285)
2028	(8,302,249)
Thereafter	(10,426,916)

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss and maintains State or commercial insurance coverage for all of those risks. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. There were no significant reductions in insurance coverage from the prior year. The costs of settled claims and claim losses have not exceeded this coverage in any of the past three years. The District pays insurance premiums to certain other State agencies and commercial insurers to cover risks that may occur in normal operations. The insurers promise to pay to or on behalf of the insured for covered economic losses sustained during the policy period in accordance with insurance policy and benefit program limits.

In management's opinion, claims losses in excess of insurance coverage, if any, are unlikely and, if incurred, would not be material to the District's financial position. Furthermore, there is no evidence of asset impairment or other information to indicate that a loss expenditure and liability should be recorded at June 30, 2023. Therefore, no loss accrual has been recorded.

NOTE 12. GRANTS

The District participates in a number of federally assisted grant programs. These programs are subject to financial and compliance audits of major program requirements under Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Any disallowed claims, including amounts already collected, could become a liability of the District. However, the District expects such amounts, if any, to be immaterial.

NOTE 13. CONTINGENCIES, LITIGATION, AND PROJECT COMMITMENTS

Litigation:

The District is party to various lawsuits arising out of the normal conduct of its operations. In the opinion of the District's management, there are no material claims or lawsuits against the District that are not covered by insurance or whose settlement would materially affect the District.

Project Commitments:

Project	Expenditures to Date	Balance to Complete
West Florence Wing	\$ 8,118,537	\$ 431,606
North Vista Elementary	13,399,236	21,630,194
Athletic Fields	388,433	1,986,351
Wilson/West Florence Chillers	14,834	2,847,223
Total Construction in Progress	\$ 21,921,040	\$ 26,895,374

NOTES TO FINANCIAL STATEMENTS

NOTE 14. FUND BALANCE CLASSIFICATION

The following is an analysis of fund balance as of June 30, 2023:

	General Fund	Special Revenue Fund	Debt Service Fund	Food Service Fund	Capital Projects Fund
Nonspendable:					
Prepays and Inventory	\$ 150,608	\$ -	\$ -	\$ -	\$ -
Restricted for:					
Program activities	-	4,038,615	-	-	-
Debt service	-	-	8,611,017	-	-
Food service	-	-	-	6,558,256	-
Capital projects	-	-	-	-	9,732,807
Unassigned	44,989,900	-	-	-	-
	\$ 45,140,508	\$ 4,038,615	\$ 8,611,017	\$ 6,558,256	\$ 9,732,807

NOTE 15. TAX ABATEMENT

The State of South Carolina has enacted Fee-in-Lieu of Tax Acts and Special Source Revenue Credit Act as part of Title 12 of the South Carolina Code of Laws in support of economic development. The legislation allows Florence County to enter into negotiated fee-in-lieu of tax (FILOT) arrangements with entities in exchange for making investments in facilities and jobs in the County. The FILOT typically include millage caps and reduced assessment ratios for entities who commit to certain investment and employment targets. Some FILOT also include Special Source Revenue Credits which further reduce the negotiated fee by a percentage for some time period.

For the year ended June 30, 2023, the District's property tax revenues were reduced by \$13.5 million, as a result of the FILOT agreements negotiated by the County.

NOTE 16. GOVERNMENT MERGER

Effective July 1, 2022, the General Assembly of the State of South Carolina required Florence County School District Four to be consolidated into Florence County School District One. In accordance with the provisions of GASB Statement No. 69, this transaction has been accounted for as a government merger which is considered to have occurred as of the beginning of the fiscal period under audit.

As a result, opening balances of Florence County School District One have been restated as follows:

Governmental Activities net position,	
as previously reported	\$ (128,590,753)
Restatement for government merger:	
Fund balance, governmental funds	4,612,417
Net OPEB liability and related deferred inflows and outflows	(8,334,189)
Net pension liability and related deferred inflows and outflows	(6,910,082)
Capital assets, net of accumulated depreciation	7,310,177
Governmental Activities net position, as restated	\$ (131,912,430)

NOTES TO FINANCIAL STATEMENTS

NOTE 16. GOVERNMENT MERGER (CONTINUED)

General Fund fund balance as previously reported	\$ 41,424,489
Restatement for government merger:	2,960,076
General Fund fund balance, as restated	<u>\$ 44,384,565</u>
Special Projects Fund fund balance, as previously reported	\$ 3,827,431
Restatement for government merger:	114,344
Special Projects Fund fund balance, as restated	<u>\$ 3,941,775</u>
Food Service Fund fund balance, as previously reported	\$ 5,340,576
Restatement for government merger:	443,595
Food Service Fund fund balance, as restated	<u>\$ 5,784,171</u>
Debt Service Fund fund balance, as previously reported	\$ 6,015,995
Restatement for government merger:	1,014,597
Debt Service Fund fund balance, as restated	<u>\$ 7,030,592</u>
Capital Projects Fund fund balance, as previously reported	\$ (11,394,324)
Restatement for government merger:	79,805
Capital Projects Fund fund balance, as restated	<u>\$ (11,314,519)</u>

REQUIRED SUPPLEMENTARY INFORMATION

FLORENCE SCHOOL DISTRICT ONE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL (GAAP) - GENERAL FUND FOR YEAR ENDED JUNE 30, 2023

	<u>BUDGET (ORIGINAL & FINAL)</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)</u>
Revenues:			
Local	\$ 57,194,928	\$ 65,513,548	\$ 8,318,620
State	101,389,558	102,508,484	1,118,926
Total Revenues	<u>158,584,486</u>	<u>168,022,032</u>	<u>9,437,546</u>
Expenditures:			
Current			
Instruction	104,930,475	99,513,229	5,417,246
Support Services	68,098,738	63,353,319	4,745,419
Community Service	420,622	375,402	45,220
Intergovernmental	1,572,100	781,670	790,430
Capital Outlay	2,725,344	3,095,843	(370,499)
Total Expenditures	<u>177,747,279</u>	<u>167,119,463</u>	<u>10,627,816</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(19,162,793)</u>	<u>902,569</u>	<u>20,065,362</u>
Other Financing Sources (Uses)			
Transfers In	17,381,177	9,237,151	(8,144,026)
Transfers Out	(594,754)	(9,383,777)	(8,789,023)
Total Other Financing Sources (Uses), Net	<u>16,786,423</u>	<u>(146,626)</u>	<u>(16,933,049)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>\$ (2,376,370)</u>	755,943	<u>\$ 3,132,313</u>
Fund Balance, Beginning of Year as Restated		<u>44,384,565</u>	
Fund Balance, End of Year		<u>\$ 45,140,508</u>	

FLORENCE SCHOOL DISTRICT ONE

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY FOR THE PLAN YEAR ENDED JUNE 30,

South Carolina Retirement System

Plan Year Ended June 30,	District's proportion of the net pension liability	District's proportionate share of the net pension liability	District's covered employee payroll	District's share of the net pension liability as a percentage of its covered employee payroll	Plan fiduciary net position as a percentage of the total pension liability
2022	0.882359%	\$ 213,903,778	\$ 102,650,068	208.4%	57.1%
2021	0.895234%	193,759,489	102,746,185	188.6%	60.8%
2020	0.923144%	235,879,589	104,298,591	226.2%	50.7%
2019	0.883712%	201,788,039	94,740,773	213.0%	54.4%
2018	0.841623%	188,580,865	88,150,264	213.9%	54.1%
2017	0.924645%	208,152,460	94,261,524	220.8%	53.3%
2016	0.969528%	207,089,750	94,772,413	218.5%	52.9%
2015	0.997855%	189,247,991	93,959,693	201.4%	57.0%
2014	0.999845%	172,140,162	91,248,335	188.7%	59.9%

Police Officers Retirement System

Plan Year Ended June 30,	District's proportion of the net pension liability	District's proportionate share of the net pension liability	District's covered employee payroll	District's share of the net pension liability as a percentage of its covered employee payroll	Plan fiduciary net position as a percentage of the total pension liability
2022	0.00472%	\$ 141,546	\$ 107,560	131.6%	66.4%
2021	0.00185%	40,708	23,311	174.6%	70.4%
2020	0.00252%	83,652	36,180	231.2%	58.8%
2019	0.00274%	78,517	36,180	217.0%	62.7%
2018	0.00576%	163,217	74,959	217.7%	61.7%
2017	0.00554%	146,758	72,137	203.4%	60.9%
2016	0.00724%	183,565	92,257	199.0%	60.4%
2015	0.00371%	80,859	45,947	176.0%	64.6%
2014	0.00373%	71,408	44,829	159.3%	67.5%

The District implemented GASB Statements 68 and 71 with the fiscal year beginning July 1, 2014.

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

FLORENCE SCHOOL DISTRICT ONE

SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS FOR THE FISCAL YEAR ENDED JUNE 30,

South Carolina Retirement System

Fiscal Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	District's covered employee payroll	Contributions as a percentage of covered employee payroll
2023	\$ 18,227,608	\$ 18,227,608	\$ -	\$ 103,801,872	17.56%
2022	16,113,189	16,113,189	-	102,650,068	15.70%
2021	15,246,749	15,246,749	-	102,746,185	14.84%
2020	15,652,479	15,652,479	-	104,298,591	15.01%
2019	13,635,679	13,635,679	-	94,740,773	14.39%
2018	11,830,937	11,830,937	-	88,150,264	13.42%
2017	10,785,870	10,785,870	-	94,261,524	11.44%
2016	10,382,541	10,382,541	-	94,772,413	10.96%
2015	10,198,144	10,198,144	-	93,959,693	10.85%
2014	9,621,931	9,621,931	-	91,248,335	10.54%

Police Officers Retirement System

Fiscal Year Ended June 30,	Actuarially required contribution	Contributions in relation to the actuarially required contribution	Contribution deficiency (excess)	District's covered employee payroll	Contributions as a percentage of covered employee payroll
2023	\$ 21,734	\$ 21,734	\$ -	\$ 107,560	20.21%
2022	20,566	20,566	-	106,898	19.24%
2021	4,242	4,242	-	23,311	18.20%
2020	6,951	6,951	-	38,105	18.24%
2019	6,246	6,246	-	36,180	17.26%
2018	12,173	12,173	-	74,959	16.24%
2017	10,272	10,272	-	72,137	14.24%
2016	12,676	12,676	-	92,257	13.74%
2015	6,161	6,161	-	45,947	13.41%
2014	5,756	5,756	-	44,829	12.84%

The District implemented GASB Statements 68 and 71 with the fiscal year beginning July 1, 2014.

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

FLORENCE SCHOOL DISTRICT ONE

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY FOR THE YEAR ENDED JUNE 30,

South Carolina Retiree Health Plan					
Plan Year Ended June 30,	District's proportion of the net OPEB liability	District's proportionate share of the net OPEB liability	District's covered employee payroll	District's share of the net OPEB liability as a percentage of its covered employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2022	1.087360%	\$ 165,407,477	\$ 102,650,068	161.1%	9.64%
2021	1.101992%	229,469,790	102,746,185	223.3%	7.48%
2020	1.131900%	204,324,232	104,298,591	195.9%	8.39%
2019	1.083682%	163,869,240	94,776,953	172.9%	8.44%
2018	1.023054%	144,972,736	88,225,223	164.3%	7.91%
2017	1.118646%	151,518,768	94,333,662	160.6%	7.60%
2016	1.118646%	161,852,761	94,864,671	170.6%	N/A

The District implemented GASB Statement 75 with the fiscal year beginning July 1, 2017.

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

FLORENCE SCHOOL DISTRICT ONE
SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30,

South Carolina Retiree Health Plan						
<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Statutorily</u> <u>required</u> <u>contribution</u>	<u>Contributions in</u> <u>relation to the</u> <u>statutorily</u> <u>required</u> <u>contribution</u>	<u>Contribution</u> <u>deficiency</u> <u>(excess)</u>	<u>District's covered</u> <u>employee payroll</u>	<u>Contributions as</u> <u>a percentage of</u> <u>covered</u> <u>employee payroll</u>	
2023	\$ 6,876,844	\$ 6,876,844	\$ -	\$ 103,801,872	6.62%	
2022	6,458,026	6,458,026	-	102,650,068	6.28%	
2021	6,454,311	6,454,311	-	102,746,185	6.28%	
2020	6,521,044	6,521,044	-	104,298,591	6.25%	
2019	5,734,009	5,734,009	-	94,776,953	6.05%	
2018	4,852,387	4,852,387	-	88,225,223	5.50%	
2017	5,027,984	5,027,984	-	94,333,662	5.33%	
2016	5,056,287	5,056,287	-	94,864,671	5.33%	

The District implemented GASB Statement 75 with the fiscal year beginning July 1, 2017.

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

**COMBINING AND INDIVIDUAL FUND STATEMENTS
AND SCHEDULES**

FLORENCE SCHOOL DISTRICT ONE

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

REVENUES	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
1000 Revenue from Local Sources			
1200 Revenues from Local Governmental Units Other than LEAs:			
1210 Ad Valorem Taxes-Including Delinquent	\$ 50,196,822	\$ 55,785,741	\$ 5,588,919
1240 Penalties and Interest on Taxes (Dependent)	169,033	75,740	(93,293)
1280 Revenue in Lieu of Taxes	6,687,073	8,005,144	1,318,071
1300 Tuition:			
1310 From Patrons for Regular Day School	57,000	63,995	6,995
1500 Earnings on Investments:			
1510 Interest on Investments	25,000	1,412,364	1,387,364
1900 Other Revenues from Local Sources:			
1910 Rentals	-	8,195	8,195
1950 Refund of Prior Year's Expenditures	-	25	25
1999 Revenue from Other Local Sources	60,000	162,344	102,344
Total Local Sources	57,194,928	65,513,548	8,318,620
3000 Revenue from State Sources			
3100 Restricted State Funding:			
3130 Special Programs			
3103 State Aid to Classrooms	66,728,560	65,538,696	(1,189,864)
3131 Handicapped Transportation	11,312	2,026	(9,286)
3160 School Bus Driver's Salary	1,018,717	1,048,643	29,926
3161 EAA Bus Driver Salary and Fringe	-	3,838	3,838
3162 Transportation Workers' Compensation	49,445	46,788	(2,657)
3181 Retiree Insurance (No Carryover Provision)	5,546,238	5,263,303	(282,935)
3330 Other EFA Programs			
3392 NBC Excess EFA Formula	-	246,063	246,063
3800 State Revenue in Lieu of Taxes:			
3810 Reimbursement for Local Residential Property Tax Relief (Tier 1)	4,668,640	4,539,487	(129,153)
3820 Homestead Exemption (Tier 2)	1,680,891	1,680,891	-
3825 Reimbursement for Property Tax Relief (Tier 3)	19,651,777	20,004,162	352,385
3830 Merchant's Inventory Tax	472,114	345,834	(126,280)
3840 Manufacturers Depreciation Reimbursement	1,150,343	2,311,210	1,160,867
3890 Other State Property Tax Revenues	411,521	448,725	37,204
3900 Other State Revenue:			
3993 PEBA on-behalf	-	1,013,302	1,013,302
3999 Revenue from Other State Sources	-	15,516	15,516
Total State Sources	101,389,558	102,508,484	1,118,926
TOTAL REVENUE ALL SOURCES	158,584,486	168,022,032	9,437,546
EXPENDITURES			
100 INSTRUCTION			
110 General Instruction:			
111 Kindergarten Programs:			
100 Salaries	3,817,251	3,770,239	47,012
200 Employee Benefits	2,022,706	1,907,192	115,514
300 Purchased Services	19,022	-	19,022
400 Supplies and Materials	5,872	4,594	1,278

FLORENCE SCHOOL DISTRICT ONE

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

EXPENDITURES (CONTINUED)	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
100 INSTRUCTION (CONTINUED)			
110 General Instruction (Continued):			
112 Primary Programs:			
100 Salaries	\$ 9,680,597	\$ 9,597,000	\$ 83,597
200 Employee Benefits	4,704,439	4,333,329	371,110
300 Purchased Services	303,704	298,287	5,417
400 Supplies and Materials	192,338	176,793	15,545
113 Elementary Programs:			
100 Salaries	20,320,073	20,167,195	152,878
200 Employee Benefits	10,186,285	9,293,495	892,790
300 Purchased Services	603,185	595,204	7,981
400 Supplies and Materials	204,750	162,670	42,080
500 Capital Outlay	144,773	144,449	324
600 Other Objects	250	250	-
114 High School Programs:			
100 Salaries	13,089,084	13,051,652	37,432
200 Employee Benefits	6,083,017	5,623,276	459,741
300 Purchased Services	540,042	442,380	97,662
400 Supplies and Materials	157,514	152,102	5,412
600 Other Objects	15,000	14,815	185
115 Career and Technology Education Programs:			
100 Salaries	1,816,719	1,785,853	30,866
200 Employee Benefits	886,812	838,390	48,422
300 Purchased Services	65,726	61,019	4,707
400 Supplies and Materials	54,493	45,387	9,106
600 Other Objects	745	650	95
118 Montessori Programs:			
100 Salaries	2,952,451	2,793,463	158,988
200 Employee Benefits	1,757,804	1,555,468	202,336
300 Purchased Services	9,915	7,113	2,802
400 Supplies and Materials	42,930	24,956	17,974
600 Other Objects	2,208	2,208	-
120 Exceptional Programs:			
121 Educable Mentally Handicapped:			
100 Salaries	1,414,381	1,326,898	87,483
200 Employee Benefits	718,662	639,850	78,812
300 Purchased Services	524	524	-
400 Supplies and Materials	5,077	5,025	52
122 Trainable Mentally Handicapped:			
100 Salaries	996,777	879,883	116,894
200 Employee Benefits	563,298	470,247	93,051
400 Supplies and Materials	10,426	10,424	2
123 Orthopedically Handicapped:			
100 Salaries	382,180	364,500	17,680
200 Employee Benefits	217,996	186,080	31,916
400 Supplies and Materials	6,166	6,166	-
124 Visually Handicapped:			
100 Salaries	71,402	71,402	-
200 Employee Benefits	34,412	34,126	286
300 Purchased Services	56,440	56,440	-
400 Supplies and Materials	129	62	67

FLORENCE SCHOOL DISTRICT ONE

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

EXPENDITURES (CONTINUED)	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
100 INSTRUCTION (CONTINUED)			
120 Exceptional Programs (Continued):			
125 Hearing Handicapped:			
100 Salaries	\$ 73,717	\$ 73,717	\$ -
200 Employee Benefits	29,517	29,517	-
300 Purchased Services	14,890	14,890	-
400 Supplies and Materials	14,987	14,851	136
600 Other Objects	160	-	160
126 Speech Handicapped:			
100 Salaries	796,511	619,336	177,175
200 Employee Benefits	371,469	283,147	88,322
400 Supplies and Materials	5,916	4,519	1,397
600 Other Objects	6,148	5,922	226
127 Learning Disabilities:			
100 Salaries	5,131,973	4,701,250	430,723
200 Employee Benefits	2,597,715	2,171,789	425,926
300 Purchased Services	8,440	8,188	252
400 Supplies and Materials	72,718	70,798	1,920
128 Emotionally Handicapped:			
100 Salaries	645,091	634,189	10,902
200 Employee Benefits	344,679	308,491	36,188
300 Purchased Services	7,509	6,341	1,168
400 Supplies and Materials	6,714	6,652	62
130 Pre-School Programs:			
137 Pre-School Handicapped-Self-Contained (3 & 4 year olds):			
100 Salaries	683,580	575,507	108,073
200 Employee Benefits	356,616	293,613	63,003
300 Purchased Services	17	17	-
400 Supplies and Materials	26	1	25
140 Special Programs:			
141 Gifted and Talented-Academic:			
100 Salaries	728,532	627,491	101,041
200 Employee Benefits	335,565	280,070	55,495
300 Purchased Services	525	-	525
400 Supplies and Materials	6,558	5,134	1,424
600 Other Objects	100	-	100
143 Advanced Placement:			
400 Supplies and Materials	7,751	6,198	1,553
144 International Baccalaureate:			
100 Salaries	1,441,774	1,383,487	58,287
200 Employee Benefits	690,646	579,708	110,938
300 Purchased Services	3,235	2,455	780
400 Supplies and Materials	47,494	44,080	3,414
600 Other Objects	37,638	37,638	-
145 Homebound:			
100 Salaries	401,637	401,637	-
200 Employee Benefits	150,310	149,776	534
300 Purchased Services	350	-	350
400 Supplies and Materials	6,089	1,672	4,417

FLORENCE SCHOOL DISTRICT ONE

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

EXPENDITURES (CONTINUED)	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
100 INSTRUCTION (CONTINUED)			
140 Special Programs (Continued):			
147 CDEP:			
100 Salaries	\$ 140,692	\$ 132,755	\$ 7,937
200 Employee Benefits	78,224	54,153	24,071
300 Purchased Services	35,297	35,109	188
148 Gifted and Talented- Artistic:			
300 Purchased Services	28,754	28,621	133
400 Supplies and Materials	14,180	12,439	1,741
149 Other Special Programs:			
100 Salaries	859,481	845,425	14,056
200 Employee Benefits	372,882	306,309	66,573
300 Purchased Services	51,894	51,639	255
400 Supplies and Materials	14,380	7,916	6,464
160 Other Exceptional Programs:			
161 Autism:			
100 Salaries	1,888,624	1,767,048	121,576
200 Employee Benefits	1,043,207	938,629	104,578
300 Purchased Services	112,441	112,441	-
400 Supplies and Materials	15,689	15,667	22
162 Limited English Proficiency:			
100 Salaries	667,949	603,494	64,455
200 Employee Benefits	347,044	288,909	58,135
170 Summer School Programs:			
173 High School Summer School:			
100 Salaries	10,778	10,778	-
200 Employee Benefits	3,482	3,482	-
174 Gifted and Talented Summer School:			
100 Salaries	10,580	10,580	-
200 Employee Benefits	4,084	4,084	-
300 Purchased Services	7,912	5,850	2,062
400 Supplies and Materials	8,900	8,853	47
180 Adult/Continuing Education Programs:			
181 Adult Basic Education Programs:			
100 Salaries	24,240	24,240	-
200 Employee Benefits	7,861	7,861	-
300 Purchased Services	8,071	5,134	2,937
400 Supplies and Materials	8,350	7,579	771
600 Other Objects	1,584	1,394	190
182 Adult Secondary Education Programs:			
100 Salaries	53,334	52,990	344
200 Employee Benefits	20,091	20,091	-

FLORENCE SCHOOL DISTRICT ONE

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
EXPENDITURES (CONTINUED)			
100 INSTRUCTION (CONTINUED)			
180 Adult/Continuing Education Programs (Continued):			
190 Instructional Pupil Activity:			
100 Salaries	\$ 38,443	\$ 38,443	\$ -
200 Employee Benefits	12,478	12,478	-
600 Other Objects	150	150	-
Total Current Expenditures	104,930,475	99,513,229	5,417,246
Total Capital Outlay	144,773	144,449	324
TOTAL INSTRUCTION	<u>105,075,248</u>	<u>99,657,678</u>	<u>5,417,570</u>
200 SUPPORT SERVICES			
210 Pupil Services:			
211 Attendance and Social Work Services:			
100 Salaries	255,055	255,043	12
200 Employee Benefits	129,540	124,709	4,831
300 Purchased Services	3,497	3,193	304
400 Supplies and Materials	1,939	1,938	1
212 Guidance Services:			
100 Salaries	3,259,646	2,657,133	602,513
200 Employee Benefits	1,500,443	1,437,354	63,089
300 Purchased Services	13,747	6,196	7,551
400 Supplies and Materials	42,321	40,014	2,307
600 Other Objects	1,288	400	888
213 Health Services:			
100 Salaries	484,627	451,452	33,175
200 Employee Benefits	240,468	231,704	8,764
300 Purchased Services	660,633	636,225	24,408
400 Supplies and Materials	44,938	32,863	12,075
214 Psychological Services:			
100 Salaries	2,305,664	2,129,569	176,095
200 Employee Benefits	1,076,429	967,347	109,082
300 Purchased Services	2,671	2,671	-
400 Supplies and Materials	11,440	10,723	717
215 Educational Program Services:			
100 Salaries	757,740	643,288	114,452
200 Employee Benefits	361,805	297,344	64,461
300 Purchased Services	1,286,271	1,285,391	880
400 Supplies and Materials	2,223	1,513	710
217 Career Specialist Services:			
100 Salaries	124,576	63,382	61,194
200 Employee Benefits	59,706	29,508	30,198

FLORENCE SCHOOL DISTRICT ONE

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

EXPENDITURES (CONTINUED)	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
200 SUPPORT SERVICES (CONTINUED)			
220 Instructional Staff Services:			
221 Improvement of Instruction - Curriculum Development:			
100 Salaries	\$ 1,794,746	\$ 1,780,564	\$ 14,182
140 Terminal Leave	9,438	9,438	-
200 Employee Benefits	769,339	755,300	14,039
300 Purchased Services	147,397	140,099	7,298
400 Supplies and Materials	148,308	138,051	10,257
600 Other Objects	64,122	63,670	452
222 Library and Media Services:			
100 Salaries	1,884,011	1,854,737	29,274
200 Employee Benefits	1,030,835	974,870	55,965
300 Purchased Services	1,898	1,898	-
400 Supplies and Materials	120,736	112,568	8,168
600 Other Objects	50	50	-
223 Supervision of Special Programs:			
100 Salaries	1,515,942	1,301,183	214,759
140 Terminal Leave	15,801	15,801	-
200 Employee Benefits	701,203	595,196	106,007
300 Purchased Services	52,622	49,833	2,789
400 Supplies and Materials	4,612	2,274	2,338
500 Capital Outlay	29,063	29,063	-
600 Other Objects	150	-	150
224 Improvement of Instruction - Inservice and Staff Training			
100 Salaries	162,032	159,993	2,039
200 Employee Benefits	74,640	73,389	1,251
300 Purchased Services	9,144	7,000	2,144
400 Supplies and Materials	5,169	2,873	2,296
600 Other Objects	6,598	5,355	1,243
230 General Administration Services:			
231 Board of Education:			
100 Salaries	64,701	64,701	-
200 Employee Benefits	15,905	15,834	71
300 Purchased Services	710,216	536,055	174,161
318 Audit Services	72,000	64,450	7,550
400 Supplies and Materials	29,707	25,301	4,406
600 Other Objects	64,853	49,248	15,605
232 Office of the Superintendent:			
100 Salaries	423,651	401,961	21,690
140 Terminal Leave	-	21,690	(21,690)
200 Employee Benefits	147,836	141,548	6,288
300 Purchased Services	81,677	65,374	16,303
400 Supplies and Materials	7,194	6,230	964
600 Other Objects	3,895	3,316	579
233 School Administration:			
100 Salaries	7,797,246	7,599,593	197,653
140 Terminal Leave	26,244	26,244	-
200 Employee Benefits	3,761,184	3,501,715	259,469
300 Purchased Services	245,721	244,056	1,665
400 Supplies and Materials	25,186	21,585	3,601
600 Other Objects	822	316	506

FLORENCE SCHOOL DISTRICT ONE

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

EXPENDITURES (CONTINUED)	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
200 SUPPORT SERVICES (CONTINUED)			
250 Finance and Operations Services:			
251 Student Transportation (Federal/District Mandated):			
100 Salaries	\$ 31,268	\$ 31,268	\$ -
200 Employee Benefits	15,757	15,667	90
300 Purchased Services	111,799	111,799	-
252 Fiscal Services:			
100 Salaries	1,071,833	1,064,951	6,882
140 Terminal Leave	5,268	5,268	-
200 Employee Benefits	557,083	438,488	118,595
300 Purchased Services	2,158,599	2,057,410	101,189
400 Supplies and Materials	75,515	61,543	13,972
600 Other Objects	24,841	1,511	23,330
253 Facilities Acquisition and Construction:			
300 Purchased Services	7,052	1,250	5,802
254 Operation and Maintenance of Plant:			
100 Salaries	3,453,876	3,385,104	68,772
140 Terminal Leave	16,880	16,880	-
200 Employee Benefits	1,895,516	1,748,134	147,382
300 Purchased Services	3,163,238	2,996,761	166,477
321 Public Utility Services	676,340	663,340	13,000
400 Supplies and Materials	1,117,589	1,062,146	55,443
470 Energy	4,130,873	3,974,624	156,249
500 Capital Outlay	109,618	88,048	21,570
255 Student Transportation (State Mandated):			
100 Salaries	2,801,963	2,758,925	43,038
140 Terminal Leave	5,080	5,080	-
200 Employee Benefits	1,289,646	1,221,937	67,709
300 Purchased Services	377,672	298,769	78,903
400 Supplies and Materials	569,979	376,983	192,996
500 Capital Outlay	371,280	371,280	-
258 Security:			
100 Salaries	696,097	673,859	22,238
200 Employee Benefits	292,161	270,225	21,936
300 Purchased Services	873,536	766,969	106,567
400 Supplies and Materials	286,249	278,867	7,382
260 Central Support Services:			
262 Planning:			
100 Salaries	189,943	189,943	-
200 Employee Benefits	78,770	78,622	148
300 Purchased Services	321,877	312,959	8,918
400 Supplies and Materials	1,665	1,439	226
600 Other Objects	200	-	200
263 Information Services:			
100 Salaries	134,983	134,983	-
200 Employee Benefits	63,395	63,254	141
300 Purchased Services	63,353	55,766	7,587
400 Supplies and Materials	21,865	17,727	4,138

FLORENCE SCHOOL DISTRICT ONE

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

EXPENDITURES (CONTINUED)	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
200 SUPPORT SERVICES (CONTINUED)			
260 Central Support Services (Continued):			
264 Staff Services:			
100 Salaries	\$ 928,219	\$ 917,253	\$ 10,966
140 Terminal Leave	2,096	2,096	-
200 Employee Benefits	389,900	382,969	6,931
300 Purchased Services	452,889	165,256	287,633
400 Supplies and Materials	84,049	83,468	581
600 Other Objects	115,643	115,243	400
266 Technology and Data Processing Services:			
100 Salaries	1,150,416	1,130,942	19,474
140 Terminal Leave	1,524	1,524	-
200 Employee Benefits	515,596	494,577	21,019
300 Purchased Services	233,632	214,559	19,073
400 Supplies and Materials	719,891	712,080	7,811
500 Capital Outlay	2,470,953	2,463,003	7,950
600 Other Objects	2,555	700	1,855
270 Support Services Pupil Activity:			
271 Pupil Services Activities:			
100 Salaries	1,270,121	1,270,115	6
200 Employee Benefits	412,216	411,426	790
300 Purchased Services	98,500	66,550	31,950
400 Supplies and Materials	73,756	71,265	2,491
600 Other Objects	42,133	28,526	13,607
Total Expenditures, Excluding Capital Outlay	68,098,738	63,353,319	4,745,419
Total Capital Outlay	2,580,571	2,951,394	(370,823)
TOTAL SUPPORT SERVICES	70,679,309	66,304,713	4,374,596
300 COMMUNITY SERVICE			
350 Custody and Care of Children:			
100 Salaries	200,108	199,988	120
200 Employee Benefits	100,554	95,155	5,399
300 Purchased Services	82,522	54,137	28,385
400 Supplies and Materials	31,937	25,522	6,415
600 Other Objects	5,501	600	4,901
Total Expenditures, Excluding Capital Outlay	420,622	375,402	45,220
Total Capital Outlay	-	-	-
TOTAL COMMUNITY SERVICE	420,622	375,402	45,220

FLORENCE SCHOOL DISTRICT ONE

**DETAILED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
400 INTERGOVERNMENTAL EXPENDITURES			
410 Intergovernmental Expenditures:			
414-720 Medical Payments to SCDE	\$ 805,100	\$ 148,772	\$ 656,328
416-720 LEA Payments to Public Charter Schools	767,000	632,898	134,102
TOTAL INTERGOVERNMENTAL EXPENDITURES	<u>1,572,100</u>	<u>781,670</u>	<u>790,430</u>
TOTAL EXPENDITURES	<u>177,747,279</u>	<u>167,119,463</u>	<u>10,627,816</u>
OTHER FINANCING SOURCES (USES):			
Interfund Transfers, From (To) Other Funds:			
5220 Transfer from Special Revenue Fund	2,414,405	67,735	2,346,670
5230 Transfer from Special Revenue EIA Fund	12,000,000	6,345,239	5,654,761
5280 Transfer from Other Funds Indirect Cost	2,966,772	2,824,177	142,595
421-710 Transfer to Special Revenue Fund	(594,754)	(1,480,158)	885,404
422-710 Transfer to Special Revenue EIA Fund	-	(143,182)	143,182
424-710 Transfer to Capital Projects Fund	-	(7,760,437)	7,760,437
TOTAL OTHER FINANCING SOURCES (USES)	<u>16,786,423</u>	<u>(146,626)</u>	<u>16,933,049</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (2,376,370)</u>	755,943	<u>\$ 3,132,313</u>
FUND BALANCE, BEGINNING OF YEAR, AS RESTATED		44,384,565	
FUND BALANCE, END OF YEAR		<u>\$ 45,140,508</u>	

FLORENCE SCHOOL DISTRICT ONE

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND - SPECIAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Title I</u>	<u>IDEA</u>	<u>Preschool Handicapped</u>	<u>CATE</u>	<u>Adult Education</u>	<u>Pupil Activity</u>	<u>Other Restricted State Grants</u>	<u>*Other Special Revenue Programs</u>	<u>Total</u>
REVENUES:									
1000 Revenue from Local Sources:									
1300 Tuition:									
1330 Tuition from Patrons for Adult/Continuing Education	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 63,484	\$ 63,484
1700 Pupil Activities:									
1790 Other Pupil Activity Income	-	-	-	-	-	2,065,417	-	10,450	2,075,867
1900 Other Revenue from Local Sources:									
1910 Rentals	-	-	-	-	-	-	-	6,221	6,221
1920 Contributions and Donations Private Sources	-	-	-	-	-	-	-	380,728	380,728
1930 Medicaid	-	-	-	-	-	-	-	1,287,543	1,287,543
1950 Refund of Prior Year's Expenditures	-	-	-	-	-	98	-	39,831	39,929
1999 Revenue from Other Local Sources	-	-	-	-	-	-	-	1,492,934	1,492,934
Total Local Sources	-	-	-	-	-	2,065,515	-	3,281,191	5,346,706
2000 Revenue from Intergovernmental Sources:									
2100 Payments from Other Governmental Units	-	-	-	-	-	-	5,436,136	75,017	5,511,153
2300 Payments from Non-profit Entities	-	-	-	-	-	-	-	721	721
Total Intergovernmental Sources	-	-	-	-	-	-	5,436,136	75,738	5,511,874
3000 Revenue from State Sources:									
3100 Restricted State Funding:									
3110 Occupational Education:									
3118 EEDA Career Specialist	-	-	-	-	-	-	1,060,920	-	1,060,920
3120 General Education:									
3127 Student Health and Fitness - PE Teachers	-	-	-	-	-	-	112,350	-	112,350
3130 Special Programs:									
3135 Reading Coaches	-	-	-	-	-	-	841,968	-	841,968
3136 Student Health and Fitness - Nurses	-	-	-	-	-	-	563,733	-	563,733
3143 GEER CERDEP Summer	-	-	-	-	-	-	49,594	-	49,594
3155 DSS SNAP & E&T Program	-	-	-	-	-	-	3,268	-	3,268
3156 Adult Education	-	-	-	-	-	-	65,930	-	65,930
3187 Teacher Supplies	-	-	-	-	-	-	60,025	-	60,025
3190 Miscellaneous Restricted State Grants:									
3193 Education License Plates	-	-	-	-	-	-	9,841	-	9,841
3199 Other Related State Grants	-	-	-	-	-	-	611,983	35,757	647,740
3900 Other State Revenue:									
3999 Revenue from Other State Sources	-	-	-	-	-	-	20,620	963,200	983,820
Total State Sources	-	-	-	-	-	-	3,400,232	998,957	4,399,189
4000 Revenue from Federal Sources:									
4200 Occupational Education:									
4210 Perkins Aid, Title I	-	-	-	362,943	-	-	-	308,135	671,078

FLORENCE SCHOOL DISTRICT ONE

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND - SPECIAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Title I</u>	<u>IDEA</u>	<u>Preschool Handicapped</u>	<u>CATE</u>	<u>Adult Education</u>	<u>Pupil Activity</u>	<u>Other Restricted State Grants</u>	<u>*Other Special Revenue Programs</u>	<u>Total</u>
REVENUES (CONTINUED)									
4000 Revenue from Federal Sources (Continued):									
4300 Elementary and Secondary Education Act:									
4310 Title I, Basic State Grants Program	\$ 5,794,189	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 973,594	\$ 6,767,783
4312 Rural & Low Income, Title VI	-	-	-	-	-	-	-	19,099	19,099
4314 School Improvement Grants	-	-	-	-	-	-	-	29,234	29,234
4341 Lang Instruction for Lim English Proficient and Immigrant Students	-	-	-	-	-	-	-	45,209	45,209
4351 Improving Teacher Quality	-	-	-	-	-	-	-	692,368	692,368
4400 Adult Education:									
4410 Basic	-	-	-	-	255,256	-	-	-	255,256
4430 State Literary Resource	-	-	-	-	30,544	-	-	-	30,544
4500 Programs for Children with Disabilities:									
4510 Individuals with Disabilities Education Act (IDEA)	-	3,942,225	-	-	-	-	-	49,347	3,991,572
4520 Preschool Grants for Children with Disabilities	-	-	218,429	-	-	-	-	-	218,429
4900 Other Federal Sources:									
4924 21st Century Community Learning Centers	-	-	-	-	-	-	-	150,859	150,859
4931 ARP IDEA	-	-	-	-	-	-	-	179,284	179,284
4933 ARP IDEA Preschool	-	-	-	-	-	-	-	30,464	30,464
4935 South Carolina AWARE	-	-	-	-	-	-	-	262,901	262,901
4937 ARP Homeless Children & Youth	-	-	-	-	-	-	-	81,128	81,128
4974 ESSER III	-	-	-	-	-	-	-	18,217,631	18,217,631
4975 Coronavirus Aid Relief, and Economic Security Act (CARES Act)	-	-	-	-	-	-	-	18,821	18,821
4977 ESSER II	-	-	-	-	-	-	-	1,669,595	1,669,595
4997 Title IV SSAE	-	-	-	-	-	-	-	429,367	429,367
4999 Revenue from Other Federal Sources	-	-	-	-	-	-	-	276,997	276,997
Total Federal Sources	<u>5,794,189</u>	<u>3,942,225</u>	<u>218,429</u>	<u>362,943</u>	<u>285,800</u>	<u>-</u>	<u>-</u>	<u>23,434,033</u>	<u>34,037,619</u>
TOTAL REVENUE ALL SOURCES	<u>5,794,189</u>	<u>3,942,225</u>	<u>218,429</u>	<u>362,943</u>	<u>285,800</u>	<u>2,065,515</u>	<u>8,836,368</u>	<u>27,789,919</u>	<u>49,295,388</u>
EXPENDITURES:									
100 INSTRUCTION:									
110 General Instruction:									
111 Kindergarten Programs:									
100 Salaries	163,189	-	-	-	-	-	32,688	34,000	229,877
200 Employee Benefits	69,403	-	-	-	-	-	3,404	72,349	145,156
300 Purchased Services	713	-	-	-	-	-	-	-	713
400 Supplies and Materials	-	-	-	-	-	-	-	182	182
112 Primary Programs:									
100 Salaries	888,485	-	-	-	-	-	46,656	296,324	1,231,465
200 Employee Benefits	428,166	-	-	-	-	-	4,623	136,385	569,174
300 Purchased Services	280,055	-	-	-	-	-	-	34,569	314,624
400 Supplies and Materials	448,191	-	-	-	-	-	-	469,720	917,911
113 Elementary Programs:									
100 Salaries	721,511	-	-	-	-	-	170,540	378,343	1,270,394
200 Employee Benefits	303,554	-	-	-	-	-	55,906	214,808	574,268
300 Purchased Services	117,457	-	-	-	-	-	-	65,366	182,823
400 Supplies and Materials	296,243	-	-	-	-	-	60,025	5,382,142	5,738,410
500 Capital Outlay	-	-	-	-	-	-	5,417,073	9,248,586	14,665,659

FLORENCE SCHOOL DISTRICT ONE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND - SPECIAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Title I	IDEA	Preschool Handicapped	CATE	Adult Education	Pupil Activity	Other Restricted State Grants	*Other Special Revenue Programs	Total
EXPENDITURES (CONTINUED)									
100 INSTRUCTION (CONTINUED):									
110 General Instruction (Continued):									
114 High School Programs:									
100 Salaries	\$ 91,400	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,000	\$ 289,141	\$ 403,541
200 Employee Benefits	35,001	-	-	-	-	-	2,261	33,313	70,575
300 Purchased Services	58,233	-	-	-	-	-	-	120,808	179,041
400 Supplies and Materials	365,310	-	-	-	-	-	-	285,009	650,319
500 Capital Outlay	-	-	-	-	-	-	19,063	545,474	564,537
115 Vocational Programs:									
100 Salaries	-	-	-	28,406	-	-	-	71,440	99,846
200 Employee Benefits	-	-	-	9,221	-	-	-	34,987	44,208
300 Purchased Services	-	-	-	50,177	-	-	-	65,736	115,913
400 Supplies and Materials	-	-	-	75,911	-	-	-	18,106	94,017
500 Capital Outlay	-	-	-	151,101	-	-	-	5,752	156,853
118 Montessori Programs:									
100 Salaries	-	-	-	-	-	-	-	11,119	11,119
200 Employee Benefits	-	-	-	-	-	-	-	55,397	55,397
300 Purchased Services	-	-	-	-	-	-	-	12,450	12,450
400 Supplies and Materials	-	-	-	-	-	-	-	353	353
600 Other Objects	-	-	-	-	-	-	-	880	880
120 Exceptional Programs:									
121 Educable Mentally Handicapped:									
100 Salaries	-	75,637	-	-	-	-	-	-	75,637
200 Employee Benefits	-	32,333	-	-	-	-	-	19,297	51,630
300 Purchased Services	-	4,732	-	-	-	-	-	244	4,976
400 Supplies and Materials	-	31,161	-	-	-	-	-	53	31,214
122 Trainable Mentally Handicapped:									
100 Salaries	-	32,695	-	-	-	-	-	-	32,695
200 Employee Benefits	-	26,510	-	-	-	-	-	24,080	50,590
300 Purchased Services	-	515	-	-	-	-	-	-	515
400 Supplies and Materials	-	28,700	-	-	-	-	-	345	29,045
123 Orthopedically Handicapped:									
200 Employee Benefits	-	-	-	-	-	-	-	9,350	9,350
400 Supplies and Materials	-	7,104	-	-	-	-	-	2,476	9,580
124 Visually Handicapped:									
200 Employee Benefits	-	-	-	-	-	-	-	1,074	1,074
300 Purchased Services	-	3,093	-	-	-	-	-	-	3,093
400 Supplies and Materials	-	3,379	-	-	-	-	-	-	3,379
125 Hearing Handicapped:									
300 Purchased Services	-	35,796	-	-	-	-	-	2,281	38,077
400 Supplies and Materials	-	5,516	2,695	-	-	-	-	1,557	9,768
126 Speech Handicapped:									
400 Supplies and Materials	-	4,261	-	-	-	-	-	451	4,712
127 Learning Disabilities:									
100 Salaries	-	194,435	-	-	-	-	8,656	40,095	243,186
200 Employee Benefits	-	104,285	-	-	-	-	813	49,600	154,698
300 Purchased Services	-	950	-	-	-	-	-	2,738	3,688
400 Supplies and Materials	-	32,778	-	-	-	-	-	1,594	34,372

FLORENCE SCHOOL DISTRICT ONE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND - SPECIAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Title I	IDEA	Preschool Handicapped	CATE	Adult Education	Pupil Activity	Other Restricted State Grants	*Other Special Revenue Programs	Total
EXPENDITURES (CONTINUED)									
100 INSTRUCTION (CONTINUED):									
120 Exceptional Programs (Continued):									
128 Emotionally Handicapped:									
100 Salaries	\$ -	\$ 89,564	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 89,564
200 Employee Benefits	-	63,391	-	-	-	-	-	17,907	81,298
300 Purchased Services	-	724	-	-	-	-	-	-	724
400 Supplies and Materials	-	7,028	-	-	-	-	-	-	7,028
130 Preschool Handicapped Programs:									
137 Preschool Handicapped Self-Contained (3 & 4 Year Olds):									
100 Salaries	-	147,112	89,850	-	-	-	-	-	236,962
200 Employee Benefits	-	91,944	38,103	-	-	-	-	16,471	146,518
300 Purchased Services	-	55	-	-	-	-	-	-	55
400 Supplies and Materials	-	1,077	12,977	-	-	-	-	6,317	20,371
139 Early Childhood Programs:									
400 Supplies and Materials	-	-	-	-	-	-	-	374	374
140 Special Programs:									
147 CDEP:									
100 Salaries	-	-	-	-	-	-	49,594	-	49,594
200 Employee Benefits	-	-	-	-	-	-	-	13,619	13,619
400 Supplies and Materials	-	-	-	-	-	1,795	-	-	1,795
148 Gifted and Talented Artistic:									
300 Purchased Services	-	-	-	-	-	-	-	31,605	31,605
149 Other Special Programs:									
100 Salaries	124,562	37,658	23,327	-	-	-	-	68,126	253,673
200 Employee Benefits	72,008	10,353	7,339	-	-	-	-	30,503	120,203
161 Autism:									
100 Salaries	-	63,924	-	-	-	-	-	2,000	65,924
200 Employee Benefits	-	39,776	-	-	-	-	-	48,280	88,056
300 Purchased Services	-	65,029	-	-	-	-	-	55,000	120,029
400 Supplies and Materials	-	9,176	-	-	-	-	-	7,841	17,017
162 Limited English Proficiency:									
100 Salaries	-	-	-	-	-	-	-	14,302	14,302
200 Employee Benefits	-	-	-	-	-	-	-	7,389	7,389
170 Summer School Programs:									
171 Primary Summer School:									
400 Supplies and Materials	-	-	-	-	-	-	-	701	701
175 Instructional Programs Beyond Regular School Day:									
100 Salaries	121,449	-	-	-	-	-	-	128,736	250,185
200 Employee Benefits	37,771	-	-	-	-	-	-	39,383	77,154
300 Purchased Services	-	-	-	-	-	-	-	9,638	9,638
400 Supplies and Materials	7,698	-	-	-	-	-	-	18,660	26,358

FLORENCE SCHOOL DISTRICT ONE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND - SPECIAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Title I	IDEA	Preschool Handicapped	CATE	Adult Education	Pupil Activity	Other Restricted State Grants	*Other Special Revenue Programs	Total
EXPENDITURES (CONTINUED)									
100 INSTRUCTION (CONTINUED):									
180 Adult/Continuing Educational Programs:									
181 Adult Basic:									
100 Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,460	\$ 23,259	\$ 27,719
200 Employee Benefits	-	-	-	-	-	-	1,580	7,431	9,011
400 Supplies and Materials	-	-	-	-	-	-	-	1,160	1,160
182 Adult Secondary Education Programs:									
100 Salaries	-	-	-	-	109,842	-	10,000	-	119,842
200 Employee Benefits	-	-	-	-	46,067	-	-	-	46,067
183 Adult English Literacy (ESL):									
100 Salaries	-	-	-	-	40,925	-	11,718	-	52,643
200 Employee Benefits	-	-	-	-	13,737	-	3,669	-	17,406
400 Supplies and Materials	-	-	-	-	14,713	-	-	-	14,713
188 Parenting/Family Literacy:									
100 Salaries	16,592	-	-	-	33,069	-	-	72,802	122,463
200 Employee Benefits	5,366	-	-	-	7,210	-	1,130	34,869	48,575
300 Purchased Services	14,105	-	-	-	-	-	-	1,000	15,105
400 Supplies and Materials	56,243	-	-	-	-	-	-	3,851	60,094
190 Instructional Pupil Activity:									
300 Purchased Services	3,800	-	-	-	-	-	-	-	3,800
Total Expenditures, Excluding Capital Outlay	4,726,505	1,250,691	174,291	163,715	265,563	1,795	490,723	8,899,386	15,972,669
Total Capital Outlay	-	-	-	151,101	-	-	5,436,136	9,799,812	15,387,049
TOTAL INSTRUCTION	4,726,505	1,250,691	174,291	314,816	265,563	1,795	5,926,859	18,699,198	31,359,718
200 SUPPORTING SERVICES:									
210 Pupil Services:									
211 Attendance and Social Work Services:									
100 Salaries	-	-	-	-	-	-	-	24,001	24,001
200 Employee Benefits	-	-	-	-	-	-	-	26,151	26,151
300 Purchased Services	-	-	-	-	-	-	-	25,804	25,804
400 Supplies and Materials	-	-	-	-	-	-	-	7,576	7,576
212 Guidance:									
200 Employee Benefits	-	-	-	-	-	-	-	7,409	7,409
213 Health:									
100 Salaries	144,588	63,468	-	-	-	-	371,151	1,141,246	1,720,453
200 Employee Benefits	77,633	28,813	-	-	-	-	195,061	479,618	781,125
300 Purchased Services	4,417	220,198	-	-	-	-	-	363,429	588,044
400 Supplies and Materials	-	-	-	-	-	-	-	100,560	100,560
214 Psychological Services:									
100 Salaries	-	293,908	-	-	-	-	-	6,000	299,908
200 Employee Benefits	-	130,705	-	-	-	-	-	1,774	132,479
400 Supplies and Materials	-	13,294	-	-	-	-	-	4,529	17,823

FLORENCE SCHOOL DISTRICT ONE

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND - SPECIAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Title I</u>	<u>IDEA</u>	<u>Preschool Handicapped</u>	<u>CATE</u>	<u>Adult Education</u>	<u>Pupil Activity</u>	<u>Other Restricted State Grants</u>	<u>*Other Special Revenue Programs</u>	<u>Total</u>
EXPENDITURES (CONTINUED)									
200 SUPPORTING SERVICES (CONTINUED):									
210 Pupil Services (Continued):									
215 Exceptional Program Services:									
100 Salaries	\$ -	\$ 110,074	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 140	\$ 110,214
200 Employee Benefits	-	53,963	-	-	-	-	-	47	54,010
300 Purchased Services	-	331,583	35,404	-	-	-	-	133,840	500,827
400 Supplies and Materials	-	8,277	-	-	-	-	-	6,164	14,441
217 Career Specialist Services:									
100 Salaries	-	-	-	-	-	-	885,573	-	885,573
200 Employee Benefits	-	-	-	-	-	-	175,347	-	175,347
300 Purchased Services	-	-	-	360	-	-	-	-	360
220 Instructional Staff Services:									
221 Improvement of Instruction:									
100 Salaries	-	-	-	-	-	-	794,273	-	794,273
200 Employee Benefits	-	-	-	-	-	-	347,172	2,221	349,393
400 Supplies and Materials	-	-	-	-	-	-	945	-	945
222 Library and Media:									
200 Employee Benefits	-	-	-	-	-	-	-	32,541	32,541
223 Supervision of Special Programs:									
100 Salaries	287,018	775,244	-	-	8,580	-	7,164	319,451	1,397,457
200 Employee Benefits	139,679	344,581	-	-	3,375	-	709	174,910	663,254
300 Purchased Services	5,861	9,355	-	-	-	-	-	22,401	37,617
400 Supplies and Materials	11,076	13,447	-	-	-	-	-	22,129	46,652
600 Other Objects	-	-	-	-	-	-	-	11,532	11,532
224 Improvement of Instruction-Inservice and Staff Training:									
300 Purchased Services	108,141	10,030	-	34,760	-	-	48,443	435,360	636,734
400 Supplies and Materials	11,438	-	-	-	-	-	-	34,152	45,590
230 General Administration Services									
233 School Administration									
100 Salaries	-	-	-	-	-	-	-	27,000	27,000
200 Employee Benefits	-	-	-	-	-	-	-	91,432	91,432
250 Finance and Operations Services:									
251 Student Transportation (Federal/District Mandated):									
200 Employee Benefits	-	-	-	-	-	-	-	537	537
300 Purchased Services	-	80,207	-	-	-	-	-	47,290	127,497
600 Other Objects	8,863	-	-	-	-	-	-	-	8,863
252 Fiscal Services									
100 Salaries	-	-	-	-	-	-	-	500	500
200 Employee Benefits	-	-	-	-	-	-	-	38	38
253 Facilities Acquisition and Construction:									
530 Improvements Other Than Buildings	-	-	-	-	-	-	-	20,000	20,000

FLORENCE SCHOOL DISTRICT ONE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND - SPECIAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Title I	IDEA	Preschool Handicapped	CATE	Adult Education	Pupil Activity	Other Restricted State Grants	*Other Special Revenue Programs	Total
EXPENDITURES (CONTINUED)									
200 SUPPORTING SERVICES (CONTINUED):									
250 Finance and Operations Services (Continued):									
254 Operation and Maintenance of Plant:									
100 Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300	\$ 300
200 Employee Benefits	-	-	-	-	-	-	-	64,586	64,586
300 Purchased Services	-	-	-	-	-	-	-	693,506	693,506
400 Supplies and Materials	-	-	-	-	-	-	-	196,738	196,738
255 Student Transportation (State Mandated):									
100 Salaries	-	-	-	-	-	-	-	150,744	150,744
200 Employee Benefits	-	-	-	-	-	-	-	118,901	118,901
300 Purchased Services	-	-	-	-	-	-	-	213	213
400 Supplies and Materials	-	-	-	-	-	-	-	223,077	223,077
500 Capital Outlay	-	-	-	-	-	-	-	487,380	487,380
256 Food Services									
200 Employee Benefits	-	-	-	-	-	-	-	43,019	43,019
258 Security									
200 Employee Benefits	-	-	-	-	-	-	-	11,062	11,062
260 Central Support Services:									
262 Planning:									
400 Supplies and Materials	-	-	-	-	-	-	-	6,221	6,221
264 Staff Services:									
100 Salaries	-	-	-	-	-	-	6,000	55,792	61,792
200 Employee Benefits	-	-	-	-	-	-	1,948	18,617	20,565
300 Purchased Services	-	-	-	-	-	-	122,302	615	122,917
400 Supplies and Materials	-	-	-	-	-	-	40,011	-	40,011
600 Other Objects	-	-	-	-	-	-	250,206	-	250,206
266 Technology and Data Processing Services:									
400 Supplies and Materials	-	-	-	-	-	-	9,839	42,498	52,337
270 Support Services - Pupil Activity:									
271 Pupil Service Activities:									
100 Salaries	-	-	-	-	-	145,653	-	-	145,653
200 Employee Benefits	-	-	-	-	-	43,455	-	-	43,455
400 Supplies and Materials	-	-	-	-	-	1,273	-	-	1,273
600 Other Objects	23,279	28,731	-	-	-	2,084,262	-	-	2,136,272
273 Trust and Agency Activities:									
600 Other Objects	-	-	-	-	-	-	-	3,625	3,625
Total Expenditures, Excluding Capital Outlay	821,993	2,515,878	35,404	35,120	11,955	2,274,643	3,256,144	5,179,296	14,130,433
Total Capital Outlay	-	-	-	-	-	-	-	507,380	507,380
TOTAL SUPPORT SERVICES	821,993	2,515,878	35,404	35,120	11,955	2,274,643	3,256,144	5,686,676	14,637,813

FLORENCE SCHOOL DISTRICT ONE

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND - SPECIAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Title I</u>	<u>IDEA</u>	<u>Preschool Handicapped</u>	<u>CATE</u>	<u>Adult Education</u>	<u>Pupil Activity</u>	<u>Other Restricted State Grants</u>	<u>*Other Special Revenue Programs</u>	<u>Total</u>
EXPENDITURES (CONTINUED)									
300 COMMUNITY SERVICES:									
350 Custody and Care of Children									
100 Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,093,345	\$ 1,093,345
200 Employee Benefits	-	-	-	-	-	-	-	331,194	331,194
400 Supplies and Materials	-	-	-	-	-	-	-	329,910	329,910
600 Other Objects	-	-	-	-	-	-	-	2,188	2,188
370 Non Public School Services									
300 Purchased Services	-	-	-	-	-	-	-	22,232	22,232
400 Supplies and Materials	-	-	-	-	-	-	-	7,880	7,880
390 Other Community Services:									
400 Supplies and Materials	-	-	-	-	-	-	-	3,500	3,500
Total Expenditures, Excluding Capital Outlay	-	-	-	-	-	-	-	1,790,249	1,790,249
Total Capital Outlay	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY SERVICES	-	-	-	-	-	-	-	1,790,249	1,790,249
TOTAL EXPENDITURES	<u>5,548,498</u>	<u>3,766,569</u>	<u>209,695</u>	<u>349,936</u>	<u>277,518</u>	<u>2,276,438</u>	<u>9,183,003</u>	<u>26,176,123</u>	<u>47,787,780</u>
OTHER FINANCING SOURCES (USES):									
5210 Transfer from General Fund (Exclude Indirect Costs)	-	-	-	-	-	249,195	346,635	884,328	1,480,158
5220 Transfer from Special Revenue Fund (Exclude Indirect Costs)	-	-	-	-	-	-	-	-	-
5270 Transfer from Pupil Activity Fund	-	-	-	-	-	-	-	-	-
5280 Transfer from Other Funds Indirect Cost	-	-	-	-	-	-	-	-	-
420-710 Transfer to General Fund (Exclude Indirect Costs)	-	-	-	-	-	(21,179)	-	(46,556)	(67,735)
421-710 Transfer to Special Revenue Fund	-	-	-	-	-	(25,484)	-	25,484	-
424-710 Transfer to Capital Projects Fund	-	-	-	-	-	-	-	-	-
426-710 Transfer to Food Service Fund	-	-	-	-	-	-	-	-	-
431-791 Special Revenue Indirect Cost Transfer	(245,691)	(175,656)	(8,734)	(13,007)	(8,282)	-	-	(2,371,821)	(2,823,191)
TOTAL INTERGOVERNMENTAL EXPENDITURES	<u>(245,691)</u>	<u>(175,656)</u>	<u>(8,734)</u>	<u>(13,007)</u>	<u>(8,282)</u>	<u>202,532</u>	<u>346,635</u>	<u>(1,508,565)</u>	<u>(1,410,768)</u>
Total Other Financing Sources (Uses)	<u>(245,691)</u>	<u>(175,656)</u>	<u>(8,734)</u>	<u>(13,007)</u>	<u>(8,282)</u>	<u>202,532</u>	<u>346,635</u>	<u>(1,508,565)</u>	<u>(1,410,768)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	(8,391)	-	105,231	96,840
FUND BALANCE, BEGINNING OF YEAR, AS RESTATED	-	-	-	-	-	1,371,609	-	2,570,166	3,941,775
FUND BALANCE, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,363,218</u>	<u>\$ -</u>	<u>\$ 2,675,397</u>	<u>\$ 4,038,615</u>

FLORENCE SCHOOL DISTRICT ONE

**SUMMARY SCHEDULE FOR DESIGNATED STATE RESTRICTED GRANTS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

SUBFUND	REVENUE CODE	PROGRAM	REVENUES	EXPENDITURES	TRANSFERS	DEFERRED REVENUE
903	3199	Teacher Recruiting and Retention	\$ 611,983	\$ 611,983	\$ -	\$ 47,500
917	3187	Teacher Supplies	60,025	60,025	-	-
919	3193	Education License Plates	9,841	9,841	-	803
924	3143	GEER	49,594	49,594	-	-
928	3118	EEDA Career Specialist	1,060,920	1,060,920	-	-
935	3135	Reading Coaches	841,968	1,141,445	299,477	-
936	3136	Student Health & Fitness - Nurses	563,733	566,212	2,479	-
937	3127	Student Health & Fitness	112,350	157,029	44,679	-
955	3155	Adult Education Snap Grant	3,268	3,268	-	-
956	3156	Adult Education	65,930	65,930	-	3,270
969	3699	Other State Lottery Programs	20,620	20,620	-	-
971	2100	Payments from Other Governmental Units	19,063	19,063	-	1,615,178
972	2100	Payments from Other Governmental Units	5,417,073	5,417,073	-	1,462,030
			<u>\$ 8,836,368</u>	<u>\$ 9,183,003</u>	<u>\$ 346,635</u>	<u>\$ 3,128,781</u>

FLORENCE SCHOOL DISTRICT ONE

SUMMARY SCHEDULE FOR OTHER SPECIAL REVENUE PROGRAMS SPECIAL PROJECTS FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

*Other Special Revenue Programs

208	FAA - Aircraft Pilot
209	Drug/Violence Prevention Program
210	Title IV SSAE
217	Coronavirus Relief
218	ESSER III
219	ESSER
221	Title I - Part D N&D
225	ESSER II
237	Title I - School Improvement
239	Title I - CSI
264	English Language Acquisition
267	Improving Teacher Quality
278	AF JROTC
279	N JROTC
800	Profoundly Mentally Disabled
802	COVID PPE for teachers and students
803	Lesley University
804	Lowe's Grant
805	Florence Reg Arts Alliance
806	Exxon/Mobil Grant
807	Electricity Grant
808	Frieda O. Parker Scholarship
809	Action for Healthy Kids
810	Florence School District 4 (Shared Service Agreement)
811	District Projects
812	Bloomberg Grant
814	Southern Regional Education Board
815	Clemson Grants
816	Foreign Study Foundation Grant
817	Project Launch
818	Pilot Grant - Stem Program
820	Phil Dearing Memorial Scholarship
821	Student Scholarship
822	E-Rate
823	Healthy Grant
824	Walmart Grants
826	School Foundation Grants
828	AXA Grant
829	Community Education
830	SCSBIT Risk Control Grant
831	Adult Ed - Local
832	GED Testing Center
833	Yellow Jacket Room
834	Environmental Grants
835	Chase Grant
839	Montessori Teacher Ed Program
841	Extended Day Program
842	Summer Extended Program
844	Ruiz 4 Kids
846	One to One
847	Pee Dee Federal Credit Union Grants

FLORENCE SCHOOL DISTRICT ONE

SUMMARY SCHEDULE FOR OTHER SPECIAL REVENUE PROGRAMS SPECIAL PROJECTS FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

*Other Special Revenue Programs (Continued)

848	Superintendent Curriculum Development
849	New York Life Grant
850	SCSCBG-ED Pilot Program
851	Fuel Up to Play Grant
853	Duke Energy Grant
856	McLeod Health Grants
857	Air Force Grant
858	Cites
862	Teacher Recruitment
866	Robotics
871	SC Federal Credit Union
874	Project Lead The Way
879	Dollar General Literacy Grant
885	Medicaid/RBHS
886	District Transportation
889	SC Arts Commission Grant
892	Duke Energy Garden Grant
893	DSS - Emergency Op Grant RN Beck
894	FMU
895	Clemson- TLP

FLORENCE SCHOOL DISTRICT ONE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - EDUCATION IMPROVEMENT ACT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

REVENUES:

3000 Revenue from State Sources:

3500 Education Improvement Act:	
3502 ADEPT	\$ 16,791
3503 State Aid to Classrooms	6,342,428
3509 Arts in Education	38,373
3518 Adoption List of Formative Assessment	69,655
3519 Grade 10 Assessments	49,129
3526 Refurbishment of K-8 Science Kits	372,172
3528 Industry Certifications/Credentials	120,037
3529 Career and Technology Education	452,386
3532 National Board Salary Supplement (No Carryover Provision)	424,316
3533 Teacher of the Year Awards	1,077
3538 Students at Risk of School Failure	2,810
3541 Child Development Education Program (CDEP) - Full Day 4K	2,310,034
3556 Adult Education	527,824
3557 Summer Reading Program	125,829
3571 Technical Assistance - State Priority Schools	1,066,235
3577 Teacher Supplies (No Carryover Provision)	291,014
3595 EEDA - Supplies & Materials	23,936
3599 Other EIA	11,168
	<hr/>
TOTAL REVENUE ALL SOURCES	12,245,214

EXPENDITURES:

100 INSTRUCTION:

110 General Instruction:

111 Kindergarten Programs:	
100 Salaries	7,500
200 Employee Benefits	2,427
112 Primary Programs:	
100 Salaries	67,540
200 Employee Benefits	21,826
300 Purchased Services	29,741
400 Supplies and Materials	112,006
113 Elementary Programs:	
100 Salaries	287,278
200 Employee Benefits	153,947
300 Purchased Services	110,995
400 Supplies and Materials	1,010,847
600 Other Objects	1,400
114 High School Programs (Continued):	
100 Salaries	43,576
200 Employee Benefits	13,632
400 Supplies and Materials	61,351

FLORENCE SCHOOL DISTRICT ONE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - EDUCATION IMPROVEMENT ACT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

EXPENDITURES (CONTINUED):

100 INSTRUCTION (CONTINUED):

110 General Instruction (Continued):

115 Career Technology Education Programs:

300 Purchased Services	\$ 118,688
400 Supplies and Materials	377,531

120 Exceptional Programs:

121 Educable Mentally Handicapped:

100 Salaries	5,000
200 Employee Benefits	1,611

127 Learning Disabilities:

100 Salaries	27,500
200 Employee Benefits	8,859

140 Special Programs:

141 Gifted and Talented Academics:

100 Salaries	5,960
200 Employee Benefits	1,921

144 International Baccalaureate:

100 Salaries	5,000
200 Employee Benefits	1,607

147 CDEP:

100 Salaries	1,108,822
200 Employee Benefits	605,307
400 Supplies and Materials	640,000

149 Other Special Programs:

100 Salaries	5,000
200 Employee Benefits	1,618

170 Summer School Programs:

172 Elementary Summer School:

100 Salaries	80,812
200 Employee Benefits	24,755
400 Supplies and Materials	20,263

175 Instructional Programs Beyond Regular School Day:

100 Salaries	6,585
200 Employee Benefits	1,760

180 Adult/Continuing Educational Programs:

181 Adult Basic Education Programs:

100 Salaries	164,412
200 Employee Benefits	68,201
400 Supplies and Materials	2,376

FLORENCE SCHOOL DISTRICT ONE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - EDUCATION IMPROVEMENT ACT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

EXPENDITURES (CONTINUED):

100 INSTRUCTION (CONTINUED):

180 Adult/Continuing Educational Programs (Continued):

182 Adult Secondary Education Programs:

100 Salaries	\$ 23,292
200 Employee Benefits	7,561
400 Supplies and Materials	1,592
	1,592

Total Expenditures, Excluding Capital Outlay	5,240,099
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Total Capital Outlay	-
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TOTAL INSTRUCTION	5,240,099
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200 SUPPORT SERVICES:

210 Pupil Services:

211 Attendance and Social Work Services:

100 Salaries	73,159
200 Employee Benefits	37,286

212 Guidance Services:

100 Salaries	22,500
200 Employee Benefits	7,149
300 Purchased Services	3,056
400 Supplies and Materials	20,880

220 Instructional Staff Services:

221 Improvement of Instruction - Curriculum Development:

100 Salaries	12,500
140 Terminal Leave	
200 Employee Benefits	4,023

222 Library and Media Services :

100 Salaries	17,500
200 Employee Benefits	5,666
400 Supplies and Materials	119,039

223 Supervision of Special Programs:

100 Salaries	232,550
140 Terminal Leave	
200 Employee Benefits	95,866
300 Purchased Services	10,000
400 Supplies and Materials	140

224 Improvement of Instruction-Inservice and Staff Training:

100 Salaries	15,358
200 Employee Benefits	2,354
300 Purchased Services	91,950
400 Supplies and Materials	6,737

FLORENCE SCHOOL DISTRICT ONE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - EDUCATION IMPROVEMENT ACT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

EXPENDITURES (CONTINUED):

200 SUPPORT SERVICES (CONTINUED):

250 Finance and Operations Services:

251 Student Transportation:					
600 Other Objects			\$		3,179

260 Central Support Services:

266 Technology and Data Processing Services:					
400 Supplies and Materials				11,167	

Total Expenditures, Excluding Capital Outlay	792,059
--	---------

Total Capital Outlay	-
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TOTAL SUPPORT SERVICES	792,059
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400 OTHER CHARGES:

410 Intergovernmental Expenditures

411 - Payments to State Department of Education	11,000
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TOTAL INTERGOVERNMENTAL EXPENDITURES	11,000
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TOTAL EXPENDITURES	6,043,158
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OTHER FINANCING SOURCES (USES):

Interfund Transfers From (To) Other Funds:

5210 Transfer from General Fund	143,183
420 - 710 Transfer to General Fund	(6,345,239)

Total other financing (uses)	(6,202,056)
------------------------------	-------------

Excess (Deficiency) of Revenues Over (Under) Expenditures	-
--	---

FUND BALANCE, BEGINNING OF YEAR	-
--	---

FUND BALANCE, END OF YEAR	\$ -
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FLORENCE SCHOOL DISTRICT ONE

**SUMMARY SCHEDULE BY PROGRAM
EDUCATION IMPROVEMENT ACT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

PROGRAM	<u>Revenues</u>	<u>Expenditures</u>	<u>Transfers In/(Out)</u>	<u>Deferred Revenue</u>
3500 Education Improvement Act:				
3502 ADEPT	\$ 16,791	\$ 16,791	\$ -	\$ 14,868
3503 State Aid to Classrooms	6,342,428	-	(6,342,428)	5,000,000
3509 Arts in Education	38,373	38,373	-	-
3518 Adoption List of Formative Assessment	69,655	178,661	109,006	-
3519 Grade 10 Assessments	49,129	49,129	-	68,615
3526 Refurbishment of K-8 Science Kits	372,172	372,172	-	117,779
3528 Industry Certifications/Credentials	120,037	120,037	-	49,248
3529 Career and Technology Education	452,386	452,386	-	141,526
3532 National Board Salary Supplement (No Carryover Provision)	424,316	424,316	-	-
3534 Reading Coaches	1,077	1,077	-	-
3538 Students at Risk of School Failure	2,810	-	(2,810)	-
3541 Child Development Education Program (CDEP) - Full Day 4K	2,310,034	2,344,210	34,176	-
3556 Adult Education	527,824	527,824	-	18,672
3557 Summer Reading Program	125,829	125,829	-	28,273
3571 Technical Assistance - State Priority Schools	1,066,235	1,066,235	-	351,000
3577 Teacher Supplies (No Carryover Provision)	291,014	291,014	-	-
3595 EEDA - Supplies & Materials	23,936	23,936	-	18,585
3599 Other EIA	11,168	11,168	-	-
TOTALS	<u>\$ 12,245,214</u>	<u>\$ 6,043,158</u>	<u>\$ (6,202,056)</u>	<u>\$ 5,808,566</u>

FLORENCE SCHOOL DISTRICT ONE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE DEBT SERVICE FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

REVENUES

1000 Revenue from Local Sources

1200 Taxes:

1210 Ad Valorem Taxes - including Delinquent Taxes	\$ 19,421,836
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1200 Revenue from Local Governmental Units Other Than LEA's:

1240 Penalties & Interest on Taxes (Independent)	33,971
--	--------

1280 Revenue in Lieu of Taxes (Dependent and Independent)	1,725,299
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1500 Earnings on Investments:

1510 Interest on Investments	319,238
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Total Local Sources	21,500,344
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3000 Revenue from State Sources

3800 State Revenue in Lieu of Taxes:

3820 Homestead Exemption (Tier 2)	669,848
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3840 Manufacturer's Depreciation Reimbursement	534,287
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3890 Other State Property Tax Revenues	105,730
--	---------

Total State Sources	1,309,865
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TOTAL REVENUE ALL SOURCES	22,810,209
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EXPENDITURES

500 DEBT SERVICE

610 Redemption of Principal	21,099,561
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620 Interest	1,674,703
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690 Other Objects	1,250
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TOTAL EXPENDITURES	22,775,514
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OTHER FINANCING SOURCES (USES)

5250 Transfer from Capital Projects Fund	1,545,730
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TOTAL OTHER FINANCING SOURCES	1,545,730
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Excess of Revenues Over Expenditures and Other Financing Sources	1,580,425
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FUND BALANCE, BEGINNING OF YEAR, AS RESTATED	7,030,592
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NET POSITION, END OF YEAR	\$ 8,611,017
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FLORENCE SCHOOL DISTRICT ONE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE CAPITAL PROJECTS FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

REVENUES

1000 Revenue from Local Sources

1500 Earnings on Investments:	
1510 Interest on Investments	\$ 314,803
1900 Other Revenue from Local Sources:	
1950 Refund of Prior Year's Expenditures	406
1993 Receipt of Insurance Proceeds	24,917
	<hr/>
Total Revenue from Local Sources	340,126

2000 Revenue from Intergovernmental Sources

2000 Intergovernmental Revenue	
2100 Payments from Other Governmental Units	189,758
	<hr/>
Total Revenue from Intergovernmental Sources	189,758

TOTAL REVENUE ALL SOURCES	529,884
	<hr/>

EXPENDITURES

100 Instructional Services	
110 General Instruction:	
113 Elementary Programs	
500 Capital Outlay	80,754
200 Support Services	
250 Finance and Operations	
253 Facilities Acquisition and Construction:	
300 Purchased Services	7,202,926
400 Supplies and Materials	307,486
500 Capital Outlay	
520 Construction Services	1,843,621
525 Buildings	573,517
530 Improvements other than Buildings	1,532,255
540 Equipment	2,868,275
545 Technology, Equipment and Software	45,849
254 Operations and Maintenance of Plant:	
300 Purchased Services	100,470
500 Capital Outlay	41,666
260 Central Support Services:	
266 Technology and Data Processing Services:	
400 Supplies and Materials	61,462
	<hr/>
TOTAL EXPENDITURES	14,658,281
	<hr/>

FLORENCE SCHOOL DISTRICT ONE

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

OTHER FINANCING SOURCES

5110 Premium on Bonds Sold	\$ 914,395
5120 Proceeds of General Obligations	26,700,000
5210 Transfer from General Fund	7,760,436
5300 Sale of Fixed Assets	1,346,622
423-710 Transfer to Debt Service	(1,545,730)

TOTAL OTHER FINANCING SOURCES 35,175,723

Excess of Revenues Over Expenditures and Other Financing Sources 21,047,326

FUND BALANCE, BEGINNING OF YEAR, AS RESTATED (11,314,519)

FUND BALANCE, END OF YEAR \$ 9,732,807

FLORENCE SCHOOL DISTRICT ONE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE FOOD SERVICE FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

REVENUES

1000 Revenue from Local Sources

1600 Food Service:	
1610 Lunch Sales to Pupils	\$ 491,672
1620 Breakfast Sales to Pupils	13,421
1630 Special Sales to Pupils	130,256
1640 Lunch Sales to Adults	24,154
1650 Breakfast Sales to Adults	1,567
1660 Special Sales to Adults	27,592
1900 Other Revenue from Local Sources:	
1999 Revenue from Other Local Sources	2,746
Total Revenue from Local Sources	691,408

3000 Revenue from State Sources:

3999 Other State Revenue	567,625
Total Revenue from State Sources	567,625

4000 Revenue from Federal Sources:

4800 USDA Reimbursement:	
4810 School Lunch Program	6,662,430
4820 Supply Chain Assistance Funding	497,699
4830 School Breakfast Program	2,403,739
4860 Fresh Fruit & Vegetable Program	219,207
4870 School Food Service (Equipment)	30,581
4890 Healthy Meals-USDA	372,222
4899 Miscellaneous Food Service	22,210
4971 CARES Additional Costs per meal	0.00
4991 USDA Commodities	594,560
4999 Revenue from Other Federal Sources	30,743
Total Revenue from Federal Sources	10,833,391

TOTAL REVENUE ALL SOURCES	12,092,424
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EXPENDITURES

256 Food Services:	
100 Salaries	1,165,262
200 Employee Benefits	659,161
300 Purchased Services	6,543,980
400 Supplies and Materials	1,410,867
500 Capital Outlay	1,526,558
600 Other Objects	11,525
TOTAL EXPENDITURES	11,317,353

FLORENCE SCHOOL DISTRICT ONE

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOOD SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

OTHER FINANCING SOURCES (USES)

Interfund Transfers from (to) Other Funds:

432-791 Food Service Fund Indirect Costs \$ (986)

TOTAL OTHER FINANCING (USES) (986)

Excess of Revenues Over Expenses 774,085

FUND BALANCE, BEGINNING OF YEAR, AS RESTATED 5,784,171

FUND BALANCE, END OF YEAR \$ 6,558,256

FLORENCE SCHOOL DISTRICT ONE

DETAILED SCHEDULE OF DUE TO STATE DEPARTMENT OF EDUCATION FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Program	Project Number	Revenue/ Sudfund Code	Description	Amount Due to State of Department Education
EIA Fund	N/A	332/3532	NBC	4,192
EIA Fund	N/A	371/3571	CSI - Palmetto Priority	11,000
				\$ 15,192
Amounts Repaid				
Check #100037339 on July 27, 2023				\$ 4,192
Check #100037605 on August 10, 2023				\$ 11,000

FLORENCE SCHOOL DISTRICT ONE

LOCATION RECONCILIATION SCHEDULE YEAR ENDED JUNE 30, 2023

Location ID	Location Description	Education Level	Cost Type	Total Expenditures
001	Administration	Non-School	Central	\$ 76,312,258
002	Moore Middle	Middle School	School	9,585,231
003	McClenaghan	Non-School	Central	1,801,718
004	South Florence High	High School	School	15,657,161
005	Williams Middle	Middle School	School	7,513,372
006	Wilson High	High School	School	13,272,102
007	Attendance and Zoning	Non-School	Central	304,201
008	Briggs Elementary	Elementary School	School	4,805,090
009	Carver Elementary	Elementary School	School	5,557,897
010	Delmae Elementary	Elementary School	School	8,548,981
011	Greenwood Elementary	Elementary School	School	5,585,853
012	McLaurin Elementary	Elementary School	School	9,479,115
013	Lester Elementary	Elementary School	School	4,833,458
014	West Florence High	High School	School	16,306,762
016	North Vista Elementary	Elementary School	School	12,217,873
017	Royall Elementary	Elementary School	School	5,688,804
018	Savannah Grove Elementary	Elementary School	School	4,753,903
019	Dewey Carter Elementary	Elementary School	School	6,173,441
020	Henry Timrod Elementary	Elementary School	School	3,979,528
021	Wallace Gregg Elementary	Elementary School	School	3,492,639
022	Southside Middle	Middle School	School	11,273,403
043	Brockington Elementary	Elementary School	School	4,779,432
050	Sneed Middle	Middle School	School	7,630,338
051	Lucy T. Davis	Elementary School	School	5,618,503
052	Administration Annex	Non-School	Central	154,586
600	Palmetto Youth Academy	Other School	School	717,250
750	Alfred Rush Academy	Alternative School	School	2,498,989
800	Rn Beck Center - Carver Comm Center	Other School	School	2,545,797
801	Poyner Adult Ed	Other School	School	313,582
802	Montessori Pre-K	Other School	School	16,864
803	Child Dev Ctr at Woods Road	Other School	School	3,182,647
804	Warehouse	Non-School	Central	3,468,907
806	Transportation	Non-School	Central	5,989,989
900	Non Public Schools	Other School	School	6,270
902	Parent Center	Non-School	Central	4,761
920	Project Reach	Other School	School	21,306
940	Clinical Day	Other School	School	868,918
990	Memorial Stadium	Non-School	Central	14,942
995	Advantage Academy	Other School	School	4,725,678
				<u>\$ 269,701,549</u>

RECONCILIATION OF PRIMARY GOVERNMENT EXPENDITURES TO THE FINANCIAL STATEMENTS

General Fund	\$ 167,119,463
Special Revenue Fund	47,787,780
Special Revenue EIA Fund	6,043,158
Food Service Fund	11,317,353
Debt Service Fund	22,775,514
Capital Projects	14,658,281
Total Expenditures/Disbursements for All Funds	<u>\$ 269,701,549</u>

COMPLIANCE SECTION



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

**To the Board of Trustees
Florence School District One
Florence, South Carolina**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of **Florence School District One** (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 8, 2023. Our report includes a reference to an emphasis of a matter that effective July 1, 2022 the operations of Florence County School District Four were consolidated into that of Florence School District One.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of the Report

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



Columbia, South Carolina
November 8, 2023



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

**To the Board of Trustees
Florence School District One
Florence, South Carolina**

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Florence School District One's** (the "District") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Columbia, South Carolina
November 8, 2023

FLORENCE SCHOOL DISTRICT ONE

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023**

LEA Subfund Code	Federal Grantor/ Pass-through Grantor/ Program Title	Federal Assistance Listing Number	Pass-through Grantor's Number	Total Expenditures
U.S. DEPARTMENT OF AGRICULTURE				
Passed through S. C. Department of Education				
Child Nutrition Cluster:				
600	School breakfast program	10.553	H63010103222	\$ 600,890
600	School breakfast program	10.553	H63010103223	1,802,849
600	Fresh fruits and vegetables	10.582	H63010002122	32,567
600	Fresh fruits and vegetables	10.582	H63010002123	186,641
600	School lunch program	10.555	H63010103222	1,570,201
600	School lunch program	10.555	H63010103223	5,092,229
	Total Child Nutrition Cluster			<u>9,285,377</u>
Passed through S. C. Department of Education				
600	SBP Expansion	10.579	H63010563822	30,742
600	CNP School Meals equipment	10.579	H63010013521	30,581
630	COVID-19 CNP Emergency Cost Reimbursement	10.579	N/A	355,073
				<u>416,396</u>
Passed through S. C. Department of Social Services				
637	Dinner school program	10.558	N/A	567,625
	Total U.S. Department of Agriculture			<u>10,269,398</u>
U. S. DEPARTMENT OF EDUCATION				
Passed through S. C. Department of Education				
201	Title I	84.010	H63010100120	5
201	Title I	84.010	H63010100121	79,290
201	Title I	84.010	H63010100122	647,896
201	Title I	84.010	H63010100123	5,066,997
221	Neglected and Delinquent	84.010	H63010100121	709
221	Neglected and Delinquent	84.010	H63010100122	10,421
237	Targeted School Improvement	84.010	H63010100120	83,143
237	Targeted School Improvement	84.010	H63010100121	103,794
237	Targeted School Improvement	84.010	H63010100122	304,581
237	Targeted School Improvement	84.010	H63010100122	34,082
239	Comprehensive School Improvement	84.010	H63010100121	84,689
239	Comprehensive School Improvement	84.010	H63010100122	352,175
	Total Title I Programs			<u>6,767,782</u>
203	IDEA	84.027A	H63010100922	407,947
203	IDEA	84.027A	H63010100923	3,534,279
230	COVID-19 ARP-IDEA	84.027X	H63101ARP922	179,284
204	IDEA - Extended School Year	84.027A	ESY	49,347
205	IDEA-Preschool	84.173A	H63010100822	42,693
205	IDEA-Preschool	84.173A	H63010100823	175,736
233	COVID-19 ARP-IDEA Preschool	84.173X	H63010ARP822	30,464
	Total Special Education (IDEA) Cluster			<u>4,419,750</u>
207	CTE-subprogram 01	84.048A	H63010107122	69,445
207	CTE-subprogram 02	84.048A	H63010107122	3,226
207	CTE-subprogram 04	84.048A	H63010107122	6,475
207	CTE-subprogram 11	84.048A	H63010107122	17,870
207	CTE-subprogram 15	84.048A	H63010107122	3,007
207	CTE-subprogram 01	84.048A	H63010107123	73,173
207	CTE-subprogram 02	84.048A	H63010107123	360
207	CTE-subprogram 04	84.048A	H63010107123	28,285
207	CTE-subprogram 11	84.048A	H63010107123	151,101
207	CTE-subprogram 15	84.048A	H63010107123	10,000
	Total CATE Program			<u>362,942</u>
210	Title IV SSAE	84.424A	H63010100320	1
210	Title IV SSAE	84.424A	H63010100322	121,781
210	Title IV SSAE	84.424A	H63010100323	307,585
	Total Title IV SSAE			<u>429,367</u>

FLORENCE SCHOOL DISTRICT ONE

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023**

LEA Subfund Code	Federal Grantor/ Pass-through Grantor/ Program Title	Federal Assistance Listing Number	Pass-through Grantor's Number	Total Expenditures
U. S. DEPARTMENT OF EDUCATION (CONTINUED)				
Passed through S. C. Department of Education (Continued)				
234	21 School Improvement Grant	84.377A	H63010010417	29,234
	Total School Improvement Programs			<u>29,234</u>
219	COVID-19 Education Stabilization Fund - ESSER	84.425D	H63010497520	18,821
225	COVID-19 Education Stabilization Fund - ESSER	84.425D	H63010497522	1,669,595
218	COVID-19 Education Stabilization Fund - ARPA ESSER	84.425U	H63010497523	18,217,631
263	COVID-19 Education Stabilization Fund - ARPA ESSER	84.425W	H63010HCY721	81,128
Passed through S. C. Department of Social Services				
841	COVID-19 Education Stabilization Fund - ESSER	84.425D	NA	321,143
841	COVID-19 Education Stabilization Fund - ESSER	84.425D	NA	52,287
841	COVID-19 Education Stabilization Fund - ESSER	84.425D	NA	187,995
	Total Education Stabilization Fund			<u>20,548,600</u>
243	Adult Education-subprogram 05	84.002A	H63010101021	6,340
243	Adult Education-subprogram 05	84.002A	H63010101022	16,056
243	Adult Education-subprogram 07	84.002A	H63010101021	720
243	Adult Education-subprogram 01	84.002A	H63010101023	192,860
243	Adult Education-subprogram 04	84.002A	H63010101023	29,824
243	Adult Education-subprogram 03	84.002A	H63010101023	40,000
	Total Adult Education Program			<u>285,800</u>
224	21st Century After School Learning	84.287C	H63010006923	150,859
	Total 21st Century After School Learning			<u>150,859</u>
251	Rural and Low-Income Schools	84.358B	H63010007023	19,099
	Total Title V-Part B			<u>19,099</u>
264	English Language Acquisition-Title III Immigrant	84.365	H63010006721	557
264	English Language Acquisition	84.365	H63010006721	2
264	English Language Acquisition	84.365	H63010006722	1,184
264	Title III,Pat A-ML	84.365	H63010006723	43,467
	Total Title III - English Language Acquisition			<u>45,210</u>
267	Supporting Effective Instruction	84.367	H63010006821	153,263
267	Supporting Effective Instruction	84.367	H63010006822	169,218
267	Supporting Effective Instruction	84.367	H63010006823	372,455
	Total Title II Part A Improving Teacher Quality			<u>694,936</u>
	Total U.S. Department of Education			<u>33,753,579</u>
U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
270	DHEC Nurse Retention	93.354	NU90TP922168	109,803
				<u>109,803</u>
830	SC AWARE-Carryover	93.240	H63010016423	69,260
830	SC AWARE	93.240	H63010016423	112,551
830	SC AWARE-Carryover	93.240	H63010016422	57,612
830	SC AWARE	93.240	H63010016422	23,478
	Total U.S. Department of Health and Human Services			<u>372,704</u>
U. S. DEPARTMENT OF DEFENSE				
Direct Programs:				
278	AF JROTC	12.UNK	N/A	126,744
279	N JROTC	12.UNK	N/A	40,450
	Total U.S. Department of Defense			<u>167,194</u>
U.S. DEPARTMENT OF TRANSPORTATION				
278	Aircraft Pilots	20.111	G-21-WD-AP-091	176,748
	Total U.S. Department of Transportation			<u>176,748</u>
U.S. DEPARTMENT OF JUSTICE				
209	Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-22-GG-04271-SCAX	131,387
	Total U.S. Department of Justice			<u>131,387</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				<u>\$ 44,871,010</u>

FLORENCE SCHOOL DISTRICT ONE

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2023

A. General

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") presents the activity of all federal award programs of Florence School District One, South Carolina (the "District") for the year ended June 30, 2023. All federal awards received directly from federal agencies, as well as those passed through other government agencies, are included on the Schedule.

B. Basis of Accounting

The accompanying Schedule includes federal grant activity of the District under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in conformity with the requirements of Title 2 U.S. *Code of Federal Requirements* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present financial position, changes in net position, or cash flows of the District.

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

C. Relationship to Basic Financial Statements

Federal award expenditures are reported in the District's basic financial statements as expenditures in the Special Revenue Fund and Food Service Fund.

D. Relationship to Federal Financial Reports

Amounts reported in the accompanying Schedule agree with the amounts reported in the related federal financial reports except for timing differences relating to expenditures made subsequent to the filing of the federal financial reports.

E. Indirect Cost

The District has a restricted indirect cost rate that is used for its federal programs and did not use the 10% de Minimis indirect cost rate as allowed under the Uniform Guidance and covered in 2 CFR Part 200.414.

F. Subrecipients

The District did not provide any awards to subrecipients for the year ended June 30, 2023.

FLORENCE SCHOOL DISTRICT ONE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2023

A. SUMMARY OF AUDIT RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP

Unmodified

Internal control over financial reporting:

Material weaknesses identified?

Yes No

Significant deficiency(ies) identified?

Yes None Reported

Noncompliance material to financial statements noted?

Yes No

Federal Awards

Internal control over major programs:

Material weaknesses identified?

Yes No

Significant deficiency(ies) identified?

Yes None Reported

Type of auditor's report issued on compliance for major federal programs

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

Yes No

Identification of major programs:

Assistance Listing Number

Name of Federal Program or Cluster

84.027A
84.027X
84.173A
84.173X

U.S. Department of Education –
Special Education Cluster:
IDEA
COVID 19 – IDEA – ARPA
IDEA
COVID 19 – IDEA – ARPA

84.425D
84.425U

84.425W

U.S. Department of Education –
COVID-19 Education Stabilization Funds – ESSER
COVID-19 Education Stabilization Funds – ARPA
ESSER
COVID-19 Education Stabilization Funds – ARPA
ESSER

Dollar threshold used to distinguish between Type A and Type B programs:

\$1,346,130

Auditee qualified as low-risk auditee?

Yes No

FLORENCE SCHOOL DISTRICT ONE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023

B. FINANCIAL STATEMENT AUDIT FINDINGS

None reported.

C. FEDERAL AWARD PROGRAMS FINDINGS

None reported.

D. SCHEDULE OF PRIOR YEAR FINDINGS

None reported.