



Comprehensive Annual Financial Report
For the Year Ended June 30, 2020
York County, South Carolina

YORK SCHOOL DISTRICT ONE

York, South Carolina

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2020



Prepared By:

**York School District One
Office of Finance**

**Amy Hagner, Assistant Superintendent for Finance &
Operations**

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2020

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**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

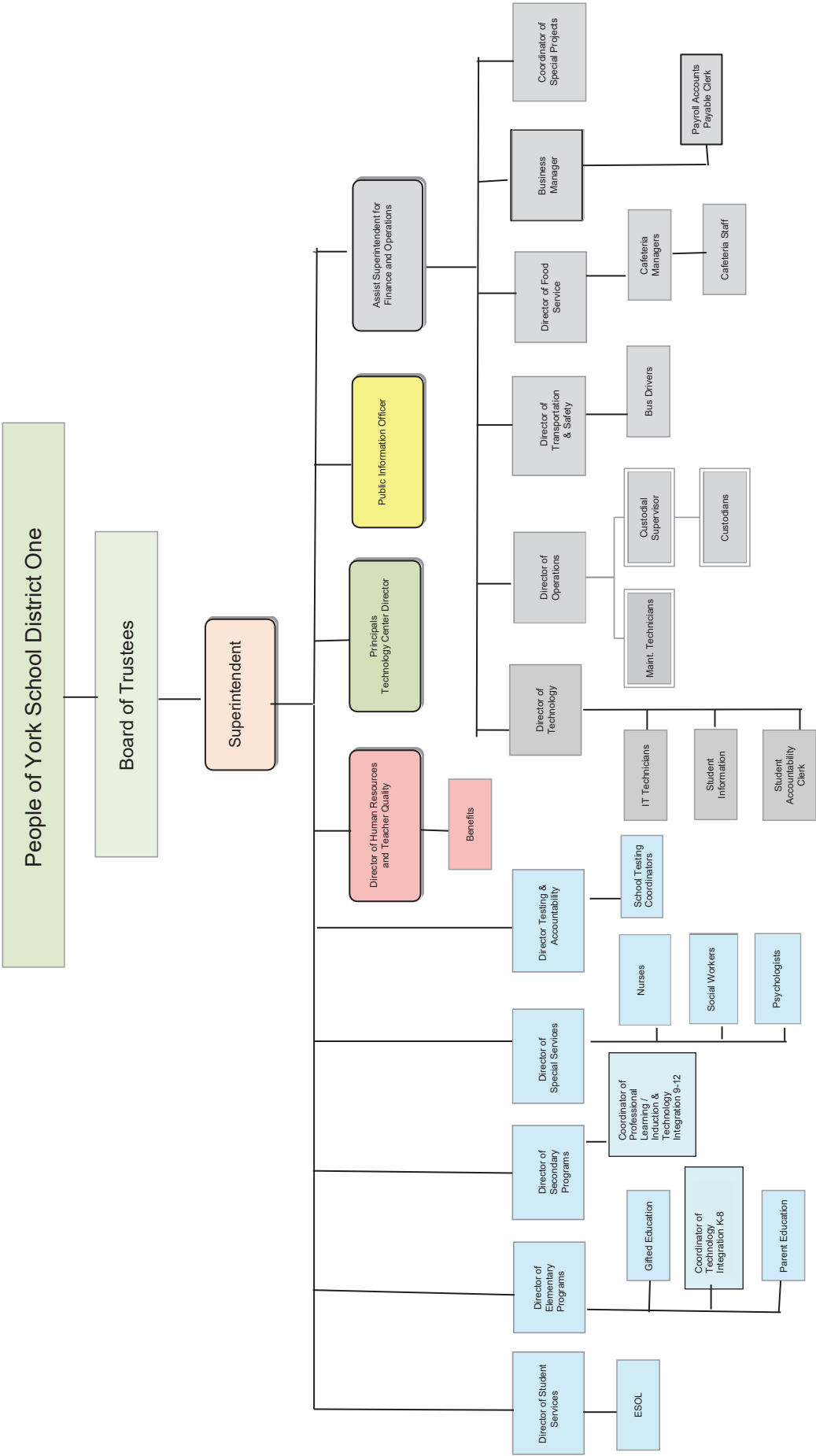
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YORK SCHOOL DISTRICT ONE

List of Principal Officials

June 30, 2020

Board Meetings are held on the second Tuesday of each month at 6:30 PM. Five Board of Trustee members are elected for four year terms from single member districts, and two are elected at-large, for a four-year term. The Superintendent is appointed by the Board of Trustees.

Board of Trustees

Amber Floyd, Vice Chair
Austin Dawkins, Secretary
Chris Revels

Diane Howell, Chair
Mike Smith
Maria Duncan

Administrative

Title

Name

Superintendent	Kelly Cox
Assistant Superintendent for Finance & Operations	Amy Hagner
Director of Secondary Education	Elissa Cox
Director of Elementary Programs and Gifted Education	Dr. Latoya Dixon
Director of Human Resources	Oliver Love
Coordinator of Professional Learning/Instructional Technology (Grades 9-12)	Beverley Bowman
Director of Special Services	Bryan Greeson
Director of School Food Service	Latisha Holt
Director of Transportation/Safety	Kevin Queen
Director of Maintenance	Charlie Westbrook
Coordinator of Special Projects	Lisa Spangler
Director of Technology	Chuck Wallace
Coordinator of Parent Involvement	Jessica Elliot
Coordinator of Testing and Accountability	Sheila Levesque
Coordinator of Student Services	Diana Smith, Ed.D.
Accounting Manager	Sherry Hernandez
Coordinator of Instructional Technology / Public Information	Tim Cooper



Sparkling potential. Inspiring success.

October 6, 2020

To the Citizens of York School District One:

We are pleased to submit to you the *Comprehensive Annual Financial Report* (“CAFR”) of York School District One (“District”) for the fiscal year ended June 30, 2020. State law requires that all school districts publish within five months of the close of each fiscal year a complete set of financial statements. This report has been prepared in conformity with generally accepted accounting principles (“GAAP”) as set forth by the Governmental Accounting Standards Board (“GASB”) and other recognized authoritative sources.

This report consists of management’s representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the District’s assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the District’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District’s comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. We also believe that all disclosures necessary to enable the reader to gain an understanding of the District’s financial activities have been included.

The District’s financial statements have been audited by Greene Finney LLP. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2020 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion that the District’s financial statements for the year ended June 30, 2020 are fairly presented in conformity with GAAP. The independent auditor’s report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the compliance section of this comprehensive annual financial report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the financial statements in the form of Management's Discussion & Analysis ("MD&A"). This letter of transmittal is designed to complement MD&A and should be read in conjunction with the MD&A, which can be found immediately following the report of the independent auditor.

REPORTING ENTITY

The District defines its reporting entity by applying the criteria set forth in GASB #14 and GASB #39 to potential component units. Briefly, a component unit is an organization for which the District is financially accountable or other organizations that, because of the nature or significance of their relationship with the District, would cause the District's financial statements to be misleading or incomplete if they were omitted from the reporting entity. These criteria are discussed in more detail in Note 1 to the financial statements.

Using these criteria, management has determined that the District has no component units, nor is it a component unit of any other organization.

GENERAL INFORMATION, LOCAL ECONOMIC CONDITION AND OUTLOOK

The District is one of four K-12 school districts within York County, and is located in the southwestern region of the County. The District encompasses the entire City of York, and several smaller municipalities located on the western border of York County. Geographically, the District is the largest of the four districts and encompasses approximately 40% of the land use in the County, but only makes up approximately 10% of the County's total assessed value, which was \$107,275,661 for tax year 2019.

The District was created in 1954 by the consolidation of seven school districts within the County. The District has approximately 4,976 students in 2019-2020. For the 2020-2021 fiscal year, the district is projecting enrollment to remain about the same. The district currently operates ten schools: Hunter Street Elementary School (4K-4), Jefferson Elementary School (4K-4), Cotton Belt Elementary (4K-4), Hickory Grove Sharon Elementary (4K-6), Harold C Johnson Elementary (4K-4), York Intermediate School (5-6), York Middle School (7-8), York Comprehensive High School (9-12), Floyd D Johnson Technology Center (9-12), and York One Academy – Alternative School (5-12). The District also hosts a Family Resource Center with parenting education resources and a free medical clinic.

The age of active school buildings in the School District range from 1974 to 2012 and can be found in Table 17 of the statistical section of this report. The School District continues to monitor the long-term capital needs and maintenance needs of facilities throughout the District.

The District has established and maintains strong collaborative relationships with higher education institutions in the area including Winthrop University, York Technical College and the University of South Carolina at Lancaster for dual credit course offerings and professional development for staff. Additionally, the District partners with local businesses through the Greater York Chamber of Commerce to provide School to Work opportunities for students. Through collaborations with local health and human service agencies to include Keystone Substance Abuse Services, The Early Learning Partnership of York County, York County First Steps, York County All on Board, and Dental Access Carolina, among others, the district is able to provide needed services and support to students.

The District received District-level accreditation through the Southern Association of Colleges and Schools and the Council on Accreditation and School Improvement (SACS CASI). District accreditation is a national protocol for school districts committed to systemic, systematic, and sustainable improvement. When a district earns accreditation, all schools in the district must meet the AdvancED Accreditation standards for quality school systems, engage in continuous improvement, and demonstrate quality assurance through internal and external review. Accreditation standards a district must demonstrate are:

- Vision and Purpose
- Governance and Leadership
- Teaching and Learning
- Documenting and Using Results
- Resources and Support Systems
- Stakeholder Communications and Relationships
- Commitment to Continuous Improvement

The School Board of Trustees is made up of seven members elected by the qualified electors of the District. Five of the members are elected from a single member district, and two members are elected at large. The Board meets the second Tuesday of each month except for July. The Superintendent is appointed by the Board of Trustees and is responsible to the Board for the operation of all phases of the District's activities.

York County is located in the Piedmont section of South Carolina and is bordered on the north by North Carolina. The county has a land area of 685 square miles and had an estimated population of 280,979 in 2019. This figure represents an approximate 24.29% increase in population over the 2010 census of 226,073. The District encompasses approximately 316 square miles of the County. The County's per capita income was \$32,227 in 2018. The County's unemployment rate was 9.6% at June 30, 2020, which is higher than 3.5%, at June 30, 2019. The County is served by two major interstates: Interstate 85 and Interstate 77, which provide access to the larger metropolitan area of Charlotte, North Carolina. The City of York is the County seat of York County, and had a population of approximately 8,531 in 2019.

While industrial and manufacturing plants are still a major source of employment for York County residents, a broader, more diversified base of employment also exists in the County, with Duke Energy Corporation, Wells Fargo Home Mortgage, the County of York, Winthrop University, Paramount Parks-Carowinds, and all 4 of the County's school districts being in the list of top 25 employers in the County.

MAJOR INITIATIVES

The following are initiatives the District focused on during the 2019-2020 fiscal year:

Academic Resources:

- The elementary schools operated Girls on the Run programs, providing curriculum that combines character education focused on building self esteem with a physical education component, leading ultimately to participants running 5k events.
- Through a grant to Keystone Substance Abuse Services, the District participated on an advisory board which planned and implemented parent information sessions in each district in the county. The RAP (Raising Awareness for Parents) sessions were held throughout the year and ranged by topics from mental health issues, faces of depression and human trafficking.
- The District has an Academic Reinforcement Center (ARC) which is a comprehensive approach for students to earn credits that otherwise would have been lost due to poor grades, absenteeism or other factors.
- Through continued collaborative efforts with Affinity Health Care and York County First Steps, the free medical clinic offered within the Parenting Partnerships Family Resource Center offers services of a family nurse practitioner in addition to a pediatrician and nurse. Services were expanded through Affinity's management to also include prevention and treatment for uninsured and underinsured adults in addition to children in the district.
- Summer Reading Camp, implemented through funding through the SDE, served third grade students (and some 2nd grade students) reading significantly below grade level through an intensive five-week summer program.
- The District continues to partner with York Technical College to expand our ability to bring dual credit opportunities to our students. York Tech has made it possible for the district to administer the COMPASS college placement test to targeted juniors/seniors. These test scores will be used as the main qualifying criteria for admittance into dual credit courses offered at York Comprehensive High School through York Technical College.
- The District continued with the Middle College program with a joint partnership with York Technical College. The program is a non-traditional high school program designed for juniors and seniors with a high aptitude and potential for college success. The long term goal of the Middle College is to promote a college going culture by engaging students in relevant learning while providing them an opportunity to graduate. Students participate in the course on the campus of York Technical College.

- The District continued our partnership with York Technical College for an Early College program targeting high achieving 8th grade students. These students have the opportunity to earn a University Studies Certificate over the course of their high school career, the equivalent of 31 hours of college transferrable courses.
- The District is a partner with Winthrop University's NetScope (Network of Sustained, Collaborative, Ongoing Preparation for Educators) grant. Through this partnership, schools in the district who are identified as partner schools or professional development schools participate in extensive based professional development to improve preservice and in-service training.
- The District was awarded Title I Targeted Support and Improvement funds for Hunter Street Elementary and York Comprehensive High School in the amount of \$132,994.90. The funds were used to narrow achievement gaps between identified subgroups or increase the graduation rate using research-based interventions that align to federal turnaround principles.
- The district received an EEDA College and Career Ready Graduates grant. The grant will fund a program for high school students in danger of dropping out of school through online coursework, career awareness activities and a summer bridge program. The grant is renewable for 3 additional years with a four year grant funding total of \$531,015.
- Through a partnership with York County First Steps, at risk 4 year olds participate in a Count Down to Kindergarten summer program prior to entering kindergarten during which they receive educational home visits to prepare them with skills which promote school readiness.

Literacy:

- The District continues to partner with the Early Learning Partnership of York County and York County First Steps and through local fundraising efforts in the Imagination Library with over 400 children ages birth to five years. This program encourages reading by mailing a developmentally appropriate book to each participant's home monthly.
- Schools in the District continued to implement reading programs in order to promote literacy and prevent regressions of reading and comprehension skills.
- The District held "Launch into Literacy" nights at the elementary schools. The event was sponsored by the Rotary Club of York. The literacy nights were designed to target 4k and 5k students and their parents. In addition, parents of these students could enroll in 'Parent Institute' classes.

Technology:

- The District has a Technology Coach that provides professional development and training to all employees in the district. The Technology Coach has identified instructional coaches at each school to assist with professional development with technology devices in the classroom.
- The District did a complete computer replacement at York Comprehensive High School.
- The District replaced all promethean boards in all 5 elementary schools and the Intermediate school with interactive panels.

- Under the District's Technology Initiative, chromebooks were purchased for students with the following target ratios: 1:2 in grades 1-6, 1:1 at middle and 1:6 at the high school.

Construction:

- The District continued to enhance safety and security features at all of the district facilities. In addition, a portion of Hunter Street Elementary School was reroofed.
- The District partnered with Cumming to conduct a facility and enrollment study for the district. The comprehensive study will take a detail look at all facilities including roofs, HVAC, capacity, use of space within buildings, etc.

District-Wide Accomplishments for FY 2019-2020 were as follows:

- The District partnered with Clover School District in offering a Utility Line Worker Program for high school students. This is the first of its kind in South Carolina. The District received \$37,221.47 from the Duke Energy Foundation, \$75,000 from the South Carolina Department of Education and other donations to get the program started. When students complete the program their senior year, they will have a certification as a utility line worker.
- The Floyd D Johnson Technology Center added Clean Energy and Welding to their list of programs offered to students.
- The District had twelve teachers that were awarded Family Trust Grants. The grants fund projects that encourage unique and creative learning opportunities or enrich regular classroom activities.
- The District was awarded a grant from the United Way of York County in the amount of \$25,000. Through a partnership with York Technical College, this grant will enable the district to offer an evening programs for adults in our community to earn a Microsoft Office Specialist Certification.
- York Comprehensive High School continued with the Alive at 25 course. This 4 ½ course focuses on the behaviors, decision-making and risks facing young drivers every time they get behind the wheel.
- Through Chartwells, the District continued implementation of a Food Waste Reduction and Recovery Program that focuses on raising awareness of food and waste and providing strategies to reduce waste and/or divert it to a community hunger relief agency. Food recovery bins were set up in each cafeteria to collect safe but unwanted food which was then donated to our local community.
- Three schools received WISE grants from the Blue Cross and Blue Shield Foundation of South Carolina. WISE (Wellness Inspired School Environments) focus on improving wellness, including fitness, for schools. York Middle School received \$8,000 for stationary bikes with bookstands to establish a Read and Ride Room. Hunter Street Elementary received \$4,000 to provide outdoor activities to promote wellness. Harold C Johnson Elementary received \$4,000 to purchase outdoor equipment to promote wellness.
- York Middle School is a Winthrop Professional Development School. By being a Professional Development School, York Middle School will have an in-house professor that assists in professional development for teachers as well as assist in planning, co-teaching, and motivating "at-risk" students.
- The District, along with Chartwells, operated the Summer Feeding Program. The district served 32 sites which included schools, parks, churches and summer camps. The District also promoted literacy by giving donated books to kids at the parks being served.

- Through a 21st Century Community Learning Center grant, the Boys & Girls Clubs of York County partnered with York School District One to bring after school and summer programming to the district. Each of the Title I Schools in the district serve 75 students (225 total between the three schools) in after school programs operating Monday-Friday from 2:20 until 6:00 at the school sites. The district provides transportation, and students participate in the DSS dinner program offered by the district. In the summer, each school serves 30 students (90 students total for the district) in a three-week summer intercession program, provided 4 days weekly for 4 weeks from 7:45-4:45. The district provides bus transportation, and students receive breakfast and lunch through the District's Summer Feeding program.
- The District, partnering with the Boys & Girls Clubs of York County, received an additional grant through 21st Century Community Learning Centers. These separate grants, valued at \$135,000 each annually, renewable up to four years, will enable Hickory Grove Sharon Elementary, Hunter Street Elementary and York Intermediate School to offer after school programming to 75 students per site.
- The District received a School Resource Officer Grant from the South Carolina Department of Education in the amount of \$260,000. The grant will fund a full-time SRO at Hickory Grove Sharon Elementary School, Hunter Street Elementary School, Harold C Johnson Elementary School and York Intermediate School. The grant expands the district's safety measures through partnering with the York County Sheriff's Office.
- York Middle School was designated as a priority school and was awarded \$270,000 over a two-year period. Funds will be used to expand professional development opportunities, implement evidence-based initiatives, and add additional chromebooks.
- The District received a \$68,000 grant from SC Vocational Rehabilitation Department to fund two part-time positions for Transition Services Specialist. This grant will enable York Comprehensive High School to provide transition services to meet the needs of both diploma and non-diploma students with disabilities.
- The District was awarded a 4K Community Block Grant from the Education Oversight Committee in the amount of \$77,179. This grant funded the registration carnival, summer kindergarten camp, professional development for 4K teachers, assistants and Head Start Staff.
- The school district continued its partnership with the American Red Cross on a safety initiative known as the Pillowcase Project. The project promotes awareness and understanding of natural hazards with students in third through fifth grade. This initiative teaches safety, emotional coping skills, and personal preparedness.
- Through its partnership with York County First Steps, the district houses the tri county Nurse Family Partnership Program. Through this program, at risk, first time expectant mothers are provided home visitation through nurses for up to 2 years. The Nurse Family Partnership doubled the number of families served and has added additional nurses to accommodate the larger caseloads.

- The District continues to work in collaboration with the Second Harvest Food Bank of Metrolina in the "backpack" program for students in our district who are in need of food in their homes over the weekends.
- The after school dinner program continued to offer meals to student athletes at York Middle School and York Comprehensive High School in conjunction with tutoring and homework assistance as well as elementary, intermediate and middle school sites offering after school programs. This program is coordinated by the district's food service department and funded by the DSS Dinner program.

FINANCIAL INFORMATION

Budgetary Control

The District's budget process is developed using, as a foundation, the District's Vision Statement, Mission Statement, and Beliefs.

District's Vision Statement

Building the foundation for tomorrow by sparking potential and inspiring success.

District's Mission Statement

Working with the community, we will provide a diverse, innovative education in a safe environment enabling students to become responsible citizens in a global society.

District's Beliefs

- Learning is a life-long, ever-changing process.
- Each child is unique and should have the opportunity to reach his/her full potential.
- A safe, orderly and nurturing environment is essential for learning.
- Education is a cooperative effort between schools and the community.
- Technology enhances teaching and learning and should be current.

The District exercises budgetary controls. The objective of these budgetary controls is to ensure compliance with the provisions set forth in the annual appropriations adopted by the Board of Trustees. Beginning in February, the Superintendent, Assistant Superintendent, Director of Technology, Director of Human Resources, and the Maintenance Director visit each location to discuss capital and personnel needs with the building level administrator. With direction from these meetings, and the Superintendent, the Assistant Superintendent prepares a proposed budget to be presented to the Board of Trustees. The Board of Trustees annually adopts and approves the General Fund budget by June 30th. The District maintains the modified accrual system for all governmental funds, and uses encumbrance accounting to accomplish budgetary controls at the function level. District policies allow funds to be transferred between function and object amounts as long as the total spending does not exceed the approved budget. Board approval is needed for supplemental appropriations that are additions to the budget. Encumbrances are utilized to assist in budgetary

control and encumbrances lapse at fiscal year-end. The Board of Trustees is given a budget status report on a monthly basis, and is reviewed by the members of the Board.

Special revenue fund budgets are controlled in conformance with the specific requirements of that fund, and budgets are not legally adopted. Budgets are not adopted for the Capital Projects Fund or the Debt Service Fund. Debt Service expenditures are set in accordance to the bond issue requirements, with revenues needed to pay the debt service requirements levied by the County Auditor.

Subsequent to the adoption of the budget by the Board, the Assistant Superintendent certifies to the County Auditor the amount of millage required to raise sufficient funds to defray the cost of operating the District and to pay the bonded indebtedness incurred by the District. Pursuant to Act No. 449 enacted during the 1975 Session of the General Assembly of the State of South Carolina, the General Assembly provided for the levying of school taxes for the District. Part III, Section 6 of Act No. 449 empowers the Board of the District to levy taxes to provide funds for school operating expenses provided such levy may not be increased more than four mills in any year over that levied for a preceding year without the approval of the qualified electors of the District voting in a referendum. Act No. 744 enacted at the 1990 Session of the General Assembly of South Carolina increased this limitation from four to six mills. Beginning with Fiscal Year 2007-2008, the provisions of Act No. 388 of the 2006 Acts and Joint Resolutions of the General Assembly ("Act 388") limited annual millage increases for operations to growth factors based upon inflation and population growth.

Since 1969, a county-wide millage has been levied for the operation of the four school districts of York County pursuant to Act No. 1663 of the Acts and Joint Resolutions of the General Assembly for the year 1968. Beginning with the 1981-82 school year and continuing through the 1986-87 school year, the proceeds of the county levy were distributed on a per pupil (average daily membership) basis to the four districts within the County. However, pursuant to the provisions of Act No. 292 passed by the General Assembly in 1987, authorization was provided to distribute the receipts from one mill levied under the countywide school levy to the school district with the lowest assessed value. Pursuant to the provisions of Act No. 744 enacted during the 1990 Session of the General Assembly of the State of South Carolina, the countywide levy was raised to thirty-three mills and the authorization to distribute the receipts from one mill to the district with the lower assessed value was continued. After reappraisal of all property in calendar year in 2005, the total of countywide mills was reduced to thirty. The District has the lowest assessed value in the County.

Long Term Financial Planning

The major focus areas for the District are technology, safety and facilities. During the 2019-2020 year, the District continued to spend money for technology needs throughout the district and the bond proceeds on capital needs.

In addition, capital projects are another main area of focus of the district's long-term financial planning component. The issuance of over \$85 million in bonds demonstrates the district's commitment to safe, secure, quality educational facilities. The District evaluates facilities on an ongoing basis in order to provide additional instructional space prior to the existing space becoming overcrowded.

The unassigned fund balance in the general fund at year end was \$11,245,207. The District feels a positive fund balance is sound financial management. A positive fund balance serves several purposes. The first is to ensure that the instructional process is not interrupted by unforeseen budgetary constraints such as state budget cuts which we have seen over the last couple of years. Secondly, the District is able to reduce short term borrowing by having cash available in the later months of the year. The third purpose is to maintain a positive bond rating.

The fund balance will allow the District not only to maintain its ability to handle any major shortfalls due to the economic decline but also to handle the increase in operating costs.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit by independent certified public accountants. The accounting firm of Greene Finney LLP, was selected by the District's Board of Trustees to perform the Districts' annual audit for the fiscal year ending June 30, 2020. In addition, the audit was designed to meet the requirements of the Single Audit Act Amendments of 1996 and the provisions of the Uniform Guidance. The auditor's report on the financial statements is included in the Financial Section of this report, and the auditor's report related specifically to the single audit is included in the Compliance Section of this report.

Awards

Our Comprehensive Annual Financial Report for fiscal year ended June 30, 2019 was a recipient of the prestigious awards of excellence, from both the Government Finance Officers Association ("GFOA") with their Certificate of Achievement for Excellence in Financial Reporting, and from the Association of School Business Officials ("ASBO") with their Certificate of Excellence in Financial This is the seventeenth consecutive year that the government has achieved these prestigious awards. These two awards are made only to governmental units that publish a comprehensive annual financial report that is easily readable, efficiently organized, and conform to program standards, as well as satisfy generally accepted accounting principles and applicable legal requirements.

These awards are valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet each program's requirements and we are submitting it to the GFOA and to ASBO to determine its eligibility for another certificate.

Acknowledgements

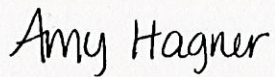
The completion of this comprehensive annual financial report is attributed to the hard work and professional dedication of the entire Finance Department. Their dedication and efficient services have made the timely preparation of this report possible. I would like to acknowledge the cooperation and assistance of the District's school and departmental administration throughout the year in the efficient management of the District's financial operations. I would also like to thank our audit firm Greene Finney LLP

for their professional services in auditing the information contained within this document and their invaluable assistance with the compiling and printing of this financial report.

The administration would also like to thank the entire School Board of Trustees for their continued support of excellence in financial reporting and fiscal integrity. Without their help, we would not be able to maintain the exceptional staff needed to assure such a high level of competency.

This report reflects the District's commitment to the citizens of York School District One and the financial community to provide information in conformance with the highest standards of financial accountability.

Respectfully Submitted,

A handwritten signature in cursive script that reads "Amy Hagner".

Amy Hagner
Assistant Superintendent
Finance and Operations





Government Finance Officers Association

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

Presented to

**York School District One
South Carolina**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2019

Christopher P. Morrell

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

York School District One

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

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

David J. Lewis
Executive Director



Greene Finney, LLP

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
York School District One
York, South Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of York School District One, South Carolina (the "District"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of York School District One, South Carolina, as of June 30, 2020, 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.

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Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedule for the General Fund, the pension plan schedules, and the other postemployment benefit plan schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

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

The supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 6, 2020 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 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 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.



Greene Finney, LLP
Mauldin, South Carolina
October 6, 2020

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

INTRODUCTION

This discussion and analysis of York County School District One's (the "District") financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2020 ("2020") compared to the fiscal year ended June 30, 2019 ("2019"). The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, financial statements, and the notes to the financial statements to enhance their understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal year 2020 are as follows:

- The liabilities and deferred inflows of resources of the District exceeded its assets and deferred outflows of resources at the close of the most recent fiscal year yielding a net deficit of approximately \$89.1 million. Of this amount, approximately \$98.4 million was the District's unrestricted net deficit, which was caused primarily by the impact of the District's net pension and net other postemployment benefit ("OPEB") liabilities and the related deferred inflows/outflows of approximately \$62.0 million and \$55.0 million, respectively. Without these liabilities, the District would have total positive net position of approximately \$18.5 million.
- The District's total net position decreased by approximately \$2.7 million compared to a \$1.7 million decrease in the prior year.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of approximately \$27.4 million. The District had a decrease of approximately \$0.2 million in the current year compared to an increase of approximately \$8.6 million in the prior year. The change compared to the prior year is primarily attributable to the District issuing general obligation bonds in the amount of \$6.5 million in 2019 while there were no debt issuances in 2020.
- At the end of the current fiscal year, total fund balance for the General Fund was approximately \$11.2 million, which is approximately 23% percent of total General Fund expenditures. The entire amount is unassigned.
- The District's total capital assets decreased approximately \$4.3 million during the current fiscal year. The key factor was depreciation expense of approximately \$5.5 million, partially offset by additions of \$1.2 million.
- The District's total long term obligations decreased by approximately \$5.8 million during the current fiscal year which was due to regularly scheduled principal payments of approximately \$4.8 million and amortization of premiums of approximately \$1.0 million.
- During fiscal year 2020, the District's governmental fund type revenues were approximately \$71.0 million compared to approximately \$67.5 million in the prior year. This increase was primarily due to an increase in funding from state sources of approximately \$1.7 million and an increase in local taxes of approximately \$1.4 million.
- The District had approximately \$71.1 million in governmental fund expenditures compared to approximately \$66.1 million in the prior year. This increase is primarily due to an increase in instruction and support expenditures of approximately \$3.4 million combined with an increase in principal and interest payments of approximately \$1.3 million.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of a series of financial statements and notes to those statements. The financial statements include two kinds of statements, (*the government-wide financial statements and the fund financial statements*) that present different views of the District. The government-wide statements are intended to give the reader both an aggregate view of the District's finances and a longer-term view of those finances. The fund financial statements are intended to provide a more detailed look at specific financial activities.

Reporting the District as a Whole - Government-Wide Financial Statements

The first two statements are *government-wide financial statements* that provide a broad overview of the District's overall financial status, in a manner similar to a private-sector enterprise. These statements report information about the District as a whole.

Statement of Net Position

The Statement of Net Position presents information on all of the District's assets and deferred outflows and liabilities and deferred inflows of resources, with the difference between these items reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. To assess the District's overall health, other non-financial factors, such as the District's property tax base, the condition and age of school buildings, as well as other physical assets, should be considered.

Statement of Activities

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

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). All of the District's activities are reported in governmental activities in the government-wide financial statements. The District does not report any business-type activities.

The government-wide financial statements can be found as listed in the table of contents of this report.

Reporting the District's Major Funds - Fund Financial Statements

The remaining financial statements are *fund financial statements* that focus on *individual parts* of the District, and not the District as a whole. The fund financial statements report the District's operations in *more detail* than the government-wide statements, and focus on the District's most significant or "major" funds.

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Reporting the District's Major Funds - Fund Financial Statements (Continued)

Governmental Funds

Governmental Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. All of the District's basic services are included within the governmental funds. The governmental funds generally focus on two things-how cash and other assets can readily be converted to cash flow in and out, and the balances left at year-end that are available for spending.

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. The governmental fund statements provide a more detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the district's programs. However the governmental fund statements do not encompass the additional long-term focus as that of the government-wide financial statements, and as a result additional information at the end of the governmental fund statements, in the form of reconciliation, explains the relationship (or differences) between the governmental fund statements and the government-wide statements.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Special Revenue Fund, Special Revenue - EIA Fund, Debt Service Fund, Capital Projects Fund, and Special Revenue – Food Service Fund, all of which are considered to be major funds. The governmental fund financial statements can be found as listed in the table of contents of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The District is the trustee, or fiduciary, for the pupil activity of the schools and accounts for this activity in an agency fund. The fiduciary fund financial statement can be found as listed in the table of contents of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found as listed in the table of contents of this report.

Other Information

The combining and individual fund financial schedules referred to earlier in connection with governmental funds can be found as listed in the table of contents of this report.

The District adopts an annual appropriated budget only for its General Fund. A budgetary comparison schedule has been provided as required supplementary information for this fund to demonstrate compliance with the budgets. This schedule can be found as listed in the table of contents of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by approximately \$89.1 million at the close of the most recent fiscal year.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

Table 1 provides a summary of the District's net position for the current fiscal year 2020, as well as the preceding fiscal year 2019:

**Table 1
Net Position - Governmental Activities**

	Governmental Activities	
	2020	2019
Assets		
Current and Other Assets	\$ 36,573,183	\$ 36,711,348
Capital Assets, Net	88,512,565	92,809,950
Total Assets	125,085,748	129,521,298
Deferred Outflows of Resources		
Deferred Pension Charges	7,333,447	8,806,243
Deferred Other Postemployment Benefit Plan Charges	6,883,681	2,986,092
Total Deferred Outflows of Resources	14,217,128	11,792,335
Liabilities		
Other Liabilities	6,185,352	5,776,689
Net Pension Liability	68,763,758	67,425,369
Net Other Postemployment Benefit Plan Liability	56,504,752	52,677,166
Long-Term Liabilities	91,051,926	96,802,753
Total Liabilities	222,505,788	222,681,977
Deferred Inflows of Resources		
Deferred Pension Credits	520,328	689,358
Deferred Other Postemployment Benefit Plan Credits	5,336,279	4,308,469
Total Deferred Inflows of Resources	5,856,607	4,997,827
Net Position		
Net Investment in Capital Assets	3,010,228	4,384,672
Restricted	6,366,778	5,887,482
Unrestricted	(98,436,525)	(96,638,325)
Total Net Position	\$ (89,059,519)	\$ (86,366,171)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

The District's current and other assets at June 30, 2020 decreased slightly by approximately \$0.1 million from the prior year primarily due to a decrease in cash of approximately \$0.7 million, partially offset by increases in other assets of approximately \$0.6 million. The District's capital assets at June 30, 2020 decreased by approximately \$4.3 million from the prior year due to depreciation expense of approximately \$5.5 million, partially offset by additions of approximately \$1.2 million. The District's total liabilities at June 30, 2020 decreased by approximately \$0.2 million from the prior year primarily due to an increase in the net pension and net OPEB liabilities, partially offset by a decrease in long-term liabilities (because of regularly scheduled principal payments on debts).

The District's net position decreased by approximately \$2.7 million during the current fiscal year due to current year expenses exceeding current year revenues. Please see discussion following the next table regarding this decrease.

Approximately \$3.0 million of the District's net position reflects its net investment in capital assets (i.e., land, buildings, furniture and equipment, infrastructure, etc.) less any related outstanding debt/lease purchase obligations used to acquire those assets. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt generally must be provided from other sources, since generally the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the District's net position of approximately \$6.4 million represents resources that are subject to external restrictions on how they may be used. The restrictions are for debt service and food service (\$4.2 million and \$2.1 million, respectively). The remaining portion of the District's net position is unrestricted net position (deficit) of approximately (\$98.4) million. Table 2 shows the changes in net position for the current fiscal year 2020 as well as for the preceding fiscal year 2019:

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

**Table 2
Changes in Net Position**

	Governmental Activities	
	2020	2019
Revenues		
Program Revenues:		
Charges for Services	\$ 414,834	\$ 544,844
Operating Grants	37,333,381	35,109,598
General Revenues:		
Taxes, including State Revenue in Lieu of Taxes	32,061,658	30,967,059
Other	697,624	848,549
Total Revenues	<u>70,507,497</u>	<u>67,470,050</u>
Program Expenses		
Instruction	40,225,654	37,659,262
Supporting Services	30,268,722	29,502,178
Interest and Other Charges	2,706,469	2,040,884
Total Program Expenses	<u>73,200,845</u>	<u>69,202,324</u>
Change in Net Position	(2,693,348)	(1,732,274)
Net Position, Beginning of Year	<u>(86,366,171)</u>	<u>(84,633,897)</u>
Net Position, End of Year	<u>\$ (89,059,519)</u>	<u>\$ (86,366,171)</u>

Governmental Activities

The District's governmental activities net position decreased approximately \$2.7 million in 2020 compared to a decrease of approximately \$1.7 million in the prior year. This decrease was more than in the prior year primarily due to an increase in program expenses in instruction of approximately \$2.6 million. Depreciation expense of approximately \$5.5 million was a significant factor in the decrease in the District's governmental activities net position.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

FUND ANALYSIS

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. Did the government generate enough revenue to pay for current obligations? What is available for spending at the end of the year?

For the year ended June 30, 2020, the District's governmental funds reported a combined fund balance of approximately \$27.4 million as compared to approximately \$27.6 million for the prior year. In particular, 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, 2020, the District's unassigned fund balance for all governmental funds was approximately \$11.2 million which solely represents the General Fund. Of the remainder, approximately \$9.8 million, \$4.3 million, and \$2.1 million are restricted for capital projects, debt service, and food service, respectively.

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, total fund balance of the General Fund was approximately \$11.2 million, the entirety of which was unassigned.

The District's General Fund balance increased approximately \$0.6 million from the prior year. The fund balance in the General Fund is approximately 23% of 2020 General Fund expenditures.

The District's Major Funds include the General Fund, as described above, Special Revenue Fund, Special Revenue-EIA Fund, Debt Service Fund, Capital Projects Fund, and Special Revenue-Food Service Fund.

The District's Special Revenue Fund and Special Revenue – EIA Fund, are used to account for revenues derived from the State of South Carolina and the Federal Government. Special Revenue funds generally do not have fund balances as revenues should be expended, unearned, or returned to the grantor.

The Debt Service Fund is shown in the accompanying financial statements of the District. This fund is used to account for the accumulation of funds for debt retirement. The District's debt millage rate increased to 84 mills (78 mills in the prior year). The fund balance in the Debt Service Fund increased approximately \$0.4 million in 2020. The fund balance for the Debt Service Fund at June 30, 2020 was approximately \$4.3 million which is restricted for debt service payments. Revenues increased over the prior year by approximately \$0.7 million, primarily due to an increase in tax revenues of approximately \$0.7 million. Regularly scheduled debt service payments increased over the prior year by approximately \$1.3 million due to increased principal and interest payments.

The Capital Projects Fund is utilized to account for the District's major capital project expenditures. The District's Capital Projects Fund balance decreased by approximately \$1.3 million in 2020 to approximately \$9.8 million at June 30, 2020, as expenditures of approximately \$3.1 million exceeded revenues and transfers in of approximately \$1.8 million.

The Food Service Fund is utilized to account for the District's food service program. The Food Service fund balance increased by approximately \$0.1 million during 2020 to approximately \$2.1 million at June 30, 2020, as revenues of approximately \$3.3 million exceeded expenditures and transfers out of approximately \$3.2 million.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's budget is prepared according to South Carolina law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. Budget amendments may occur during the year, but none in FY 2020 that caused the total budget to exceed the original approved General Fund budget. During fiscal year 2020, General Fund revenues came in approximately \$1.4 million higher than budgeted revenues, primarily due to higher tax revenues of approximately \$0.8 million and higher revenue from state sources of approximately \$0.5 million. Actual expenditures came in close to what was budgeted (\$0.9 million under budget due to conservative budgeting). The District's goal in 2020 was to maintain a strong unassigned fund balance and the district continues to budget conservatively.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2020, the District had approximately \$88.5 million in net capital assets. The total decrease in the District's net capital assets was approximately \$4.3 million. While there were capital asset additions of approximately \$1.2 million, depreciation expense was approximately \$5.5 million. Major capital asset events during the current fiscal year included:

- Depreciation expense of approximately \$5.5 million.
- Furniture and equipment capital asset additions of approximately \$0.2 million.
- Construction in Progress additions of \$1.0 million.

Table 3 shows fiscal 2020 balances compared to 2019:

**Table 3
Capital Assets at June 30, 2020 and June 30, 2019
(Net of Depreciation)**

	Government Activities	
	2020	2019
Land and Construction in Progress	\$ 3,180,954	\$ 3,230,680
Buildings, Improvements, and Equipment	85,331,611	89,579,270
Totals	<u>\$ 88,512,565</u>	<u>\$ 92,809,950</u>

The District had outstanding construction commitments of approximately \$0.4 million at June 30, 2020 related to a roof replacement and renovations at two of the District's schools. For more information regarding the District's capital assets see Note 4 to the financial statements.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

CAPITAL ASSET AND DEBT ADMINISTRATION (CONTINUED)

Debt Administration

At fiscal year-end, the District had approximately \$82.5 million in gross bonds outstanding versus approximately \$87.3 million in the prior year, a decrease of approximately \$4.8 million as shown in Table 4. All of the District's debt is backed by the full faith and credit of the District as is typical with general obligation bond ("GOB") indebtedness.

**Table 4
Outstanding Gross Debt, at Year End**

	Governmental Activities	
	2020	2019
Qualified Zone Academy GOB, Series 2012	\$ 3,000,000	\$ 3,000,000
General Obligation Refunding Bonds, 2015	32,405,000	32,405,000
General Obligation Refunding Bonds, 2016	41,760,000	45,380,000
General Obligation Bonds, 2019	5,305,000	6,500,000
Total Gross Debt	<u>\$ 82,470,000</u>	<u>\$ 87,285,000</u>

Key highlights related to the District's gross debt for fiscal year 2020 are as follows:

- Principal payments of approximately \$4.8 million were made on the various bonds.

Section 15 of Article X of the South Carolina State Constitution allows Districts to incur a legal debt limit not to exceed 8% of the assessed value of all taxable property in the District, unless approved by a majority vote in a referendum authorized by law. At June 30, 2020, the District's assessed property valuation was approximately \$107.3 million. The District had approximately \$6.0 million (\$3.0 million of the Qualified Zone Academy GOB less the funded debt service for the Qualified Zone Academy GOB of approximately \$2.3 million and \$5.3 million in Series 2019 General Obligation Bonds) of bonded debt subject to the 8% limit of approximately \$8.6 million resulting in unused legal debt margin of approximately \$2.6 million.

As noted earlier, other long-term obligations consist of premiums, and accrued compensated absences. More detailed information about the District's debt and other long-term obligations is presented in Note 8 to the financial statements.

ECONOMIC FACTORS

York School District One is located in the southwestern region of York County. The District encompasses the entire City of York and several smaller municipalities located on the western border of York County. The District has a tax base of \$107,276,000 million in 2020 which is a 3.4% increase from 2019. Recently, the District has seen growth in assessed valuation slow. Total property tax collections have historically been strong, averaging more than 90% collection rate.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

MANAGEMENT'S DISCUSSION & ANALYSIS

YEAR ENDED JUNE 30, 2020

FY 2021 BUDGETS

The FY 21 General Fund Budget of approximately \$50.0 million represents a 1.2% increase over FY 20. The main priorities for the FY 21 General Fund Budget were: (1) being able to maintain the same quality of education for our students due to the continuous shortfall in state funding, (2) maintaining manageable class sizes, and (3) have a balanced budget without using the district's unassigned fund balance. The District's goal is to continue to provide the same level of educational programs and to continue to improve academic performance. However, this goal continues to become more challenging with the effects of the passage of Act 388, which eliminated school operating millage on owner-occupied homes and replaced it with a less stable one percent sales tax increase.

Because this is a labor-intensive operation, the largest budgeted expenditure increase pertains to personnel, which makes up approximately 86% of the General Fund budget. The base student cost, which is the determining factor for the majority of the state's formula funding provided to public districts, is projected to be funded at the rate determined by the State Budget and Control Board to keep pace with inflation. The state base student cost remained at the same level as 2020 (\$2,487). The Base Student Cost amount is still well below the projected amount determined by the State Budget and Control Board needed for inflation.

The Board of Trustees approved a 4.0 mill increase (increased to 194.6 mills from 190.6 mills in the prior year) for the 2020 property tax year for general operations of the District. The Board of Trustees also approved to maintain 84 mills for the 2020 property tax year for the District's scheduled debt service requirements.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide those interested with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department, at York County School District One, PO Box 770, York, South Carolina, 29745. In addition, the Comprehensive Annual Financial Report may be found on the District's website at: www.york.k12.sc.us.

BASIC FINANCIAL STATEMENTS

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

STATEMENT OF NET POSITION

JUNE 30, 2020

	PRIMARY GOVERNMENT Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 15,838,695
Cash and Cash Equivalents, Restricted	67,258
Investments, Restricted	2,321,070
Cash and Investments Held by County Treasurer	11,654,233
Property Taxes Receivable, Net	4,822,504
Accounts Receivable, Net	595
Other Receivables, Net	11,190
Due from State	322,638
Due from Federal	1,462,509
Due from Other Governments	28,540
Inventories	43,951
Capital Assets:	
Non-Depreciable	3,180,954
Depreciable, Net	85,331,611
TOTAL ASSETS	125,085,748
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Pension Charges	7,333,447
Deferred Other Postemployment Benefit Plan Charges	6,883,681
TOTAL DEFERRED OUTFLOWS OF RESOURCES	14,217,128
LIABILITIES	
Accounts Payable and Accrued Expenses	3,937,964
Accrued Interest Payable	1,178,587
Unearned Revenue	1,068,801
Non-Current Liabilities:	
Net Pension Liability - Due in More than One Year	68,763,758
Net Other Postemployment Benefit Plan Liability - Due in More than One Year	56,504,752
Long-Term Obligations - Due Within One Year	5,449,000
Long-Term Obligations - Due in More than One Year	85,602,926
TOTAL LIABILITIES	222,505,788
DEFERRED INFLOWS OF RESOURCES	
Deferred Pension Credits	520,328
Deferred Other Postemployment Benefit Plan Credits	5,336,279
TOTAL DEFERRED INFLOWS OF RESOURCES	5,856,607
NET POSITION (DEFICIT)	
Net Investment in Capital Assets	3,010,228
Restricted For:	
Debt Service	4,238,260
Special Revenue - Food Service	2,128,518
Unrestricted	(98,436,525)
TOTAL NET POSITION	\$ (89,059,519)

The notes to the financial statements are an integral part of this statement.
See accompanying independent auditor's report.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2020

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities
PRIMARY GOVERNMENT:					
Governmental Activities:					
Instruction	\$ 40,225,654	-	21,320,149	-	\$ (18,905,505)
Support Services	30,268,722	414,834	16,013,232	-	(13,840,656)
Interest on Long-Term Obligations	2,706,469	-	-	-	(2,706,469)
Total Governmental Activities	<u>73,200,845</u>	<u>414,834</u>	<u>37,333,381</u>	<u>-</u>	<u>(35,452,630)</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 73,200,845</u>	<u>414,834</u>	<u>37,333,381</u>	<u>-</u>	<u>(35,452,630)</u>
GENERAL REVENUES:					
General Revenues:					
Property Taxes Levied for General Purposes					15,413,739
Property Taxes Levied for Debt Service					8,304,698
State Revenue in Lieu of Taxes					7,859,439
Other Taxes					483,782
Investment Earnings					516,674
Intergovernmental Revenue - Not Restricted to Specific Programs					43,460
Miscellaneous - Not Restricted to Specific Programs					137,490
Total General Revenues					<u>32,759,282</u>
CHANGE IN NET POSITION					(2,693,348)
NET POSITION - Beginning of Year					<u>(86,366,171)</u>
NET POSITION - Ending of Year					<u>\$ (89,059,519)</u>

The notes to the financial statements are an integral part of this statement.
See accompanying independent auditor's report.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

BALANCE SHEET

GOVERNMENTAL FUNDS

JUNE 30, 2020

	GENERAL	SPECIAL REVENUE	SPECIAL REVENUE - EIA
ASSETS			
Cash and Cash Equivalents	\$ 14,886,379	-	-
Cash and Cash Equivalents, Restricted	67,258	-	-
Investments, Restricted	-	-	-
Cash and Investments Held by County Treasurer	1,355,568	-	-
Receivables, Net:			
Taxes	3,617,009	-	-
Accounts	-	-	-
Other	-	11,190	-
Due From:			
State	64,375	48,876	209,387
Federal	-	1,462,509	-
Other Governments	12,921	15,000	619
Other Funds	-	-	307,669
Inventories	-	-	-
TOTAL ASSETS	20,003,510	1,537,575	517,675
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
Accounts Payable	959,964	14,720	-
Accrued Salaries, Fringe & Benefits	2,850,816	-	-
Accrued Expenditures	112,464	-	-
Due To:			
Other Funds	1,846,781	1,015,680	-
Unearned Revenue	-	507,175	517,675
TOTAL LIABILITIES	5,770,025	1,537,575	517,675
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	2,988,278	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	2,988,278	-	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	8,758,303	1,537,575	517,675
FUND BALANCES:			
Fund Balances			
Restricted For:			
Debt Service	-	-	-
Capital Projects	-	-	-
Special Revenue - Food Service	-	-	-
Unassigned	11,245,207	-	-
TOTAL FUND BALANCES	11,245,207	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 20,003,510	1,537,575	517,675

The notes to the financial statements are an integral part of this statement.
See accompanying independent auditor's report.

DEBT SERVICE	CAPITAL PROJECTS	SPECIAL REVENUE - FOOD SERVICE	TOTAL GOVERNMENTAL FUNDS
-	-	952,316	\$ 15,838,695
-	-	-	67,258
2,321,070	-	-	2,321,070
2,064,648	8,234,017	-	11,654,233
1,205,495	-	-	4,822,504
-	-	595	595
-	-	-	11,190
-	-	-	322,638
-	-	-	1,462,509
-	-	-	28,540
-	1,553,551	1,175,607	3,036,827
-	-	43,951	43,951
5,591,213	9,787,568	2,172,469	39,610,010
-	-	-	974,684
-	-	-	2,850,816
-	-	-	112,464
174,366	-	-	3,036,827
-	-	43,951	1,068,801
174,366	-	43,951	8,043,592
1,147,805	-	-	4,136,083
1,147,805	-	-	4,136,083
1,322,171	-	43,951	12,179,675
4,269,042	-	-	4,269,042
-	9,787,568	-	9,787,568
-	-	2,128,518	2,128,518
-	-	-	11,245,207
4,269,042	9,787,568	2,128,518	27,430,335
5,591,213	9,787,568	2,172,469	\$ 39,610,010

The notes to the financial statements are an integral part of this statement.
See accompanying independent auditor's report.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION

JUNE 30, 2020

TOTAL FUND BALANCES - GOVERNMENTAL FUNDS	\$ 27,430,335
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Amounts reported for the governmental activities in the Statement of Net Position are different because:

Outstanding property taxes and other revenues which will be collected in the future, but are not available soon enough to pay for the current period's expenditures are therefore unavailable in the funds.	4,136,083
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of the assets is \$178,966,104, and the accumulated depreciation is \$90,453,539.	88,512,565
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The District's proportionate shares of the net pension liability, deferred outflows of resources, and deferred inflows of resources related to its participation in the State pension plans are not recorded in the governmental funds but are recorded in the Statement of Net Position.	(61,950,639)
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The District's proportionate share of the net OPEB liability, deferred outflows of resources, and deferred inflows of resources related to its participation in the State OPEB plan are not recorded in the governmental funds but are recorded in the Statement of Net Position.	(54,957,350)
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Interest is recorded as an expenditure when due and payable in the governmental funds. Interest is recorded in the government-wide statements when it is due. This amount represents the amount of interest due but unpaid at year-end.	(1,178,587)
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Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities consisted of the following:	
Long-Term Debt	(82,470,000)
Net Premium	(8,255,405)
Compensated Absences	(326,521)
	<hr/>
	(91,051,926)

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES	<u>\$ (89,059,519)</u>
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The notes to the financial statements are an integral part of this statement.
See accompanying independent auditor's report.



YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

YEAR ENDED JUNE 30, 2020

	GENERAL	SPECIAL REVENUE	SPECIAL REVENUE - EIA
REVENUES			
Local Sources:			
Taxes	\$ 15,765,790	-	-
Investment Earnings	235,968	-	-
Other Local Sources	39,174	472,681	-
State Sources	32,960,997	968,408	4,117,481
Federal Sources	-	3,909,673	-
Intergovernmental Revenue	-	43,460	-
TOTAL REVENUE ALL SOURCES	49,001,929	5,394,222	4,117,481
EXPENDITURES			
Current:			
Instruction	28,401,535	3,161,202	2,072,557
Support Services	20,077,086	1,965,051	393,389
Intergovernmental	-	88,789	-
Capital Outlay	22,258	47,910	139,214
Debt Service:			
Principal Retirement	-	-	-
Interest and Fiscal Charges	-	-	-
Other Charges	-	-	-
TOTAL EXPENDITURES	48,500,879	5,262,952	2,605,160
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	501,050	131,270	1,512,321
OTHER FINANCING SOURCES (USES)			
Transfers In	1,779,452	-	-
Transfers Out	(1,680,000)	(131,270)	(1,512,321)
TOTAL OTHER FINANCING SOURCES (USES)	99,452	(131,270)	(1,512,321)
NET CHANGES IN FUND BALANCES	600,502	-	-
FUND BALANCE, Beginning of Year	10,644,705	-	-
FUND BALANCE, End of Year	\$ 11,245,207	-	-

The notes to the financial statements are an integral part of this statement.
See accompanying independent auditor's report.

DEBT SERVICE	CAPITAL PROJECTS	SPECIAL REVENUE - FOOD SERVICE	TOTAL GOVERNMENTAL FUNDS
8,396,379	-	-	\$ 24,162,169
118,071	160,901	1,734	516,674
-	16,160	497,469	1,025,484
483,781	-	-	38,530,667
-	-	2,763,101	6,672,774
-	-	-	43,460
8,998,231	177,061	3,262,304	70,951,228
-	-	-	33,635,294
-	2,054,222	3,045,199	27,534,947
-	-	-	88,789
-	1,077,415	-	1,286,797
4,815,000	-	-	4,815,000
3,742,277	-	-	3,742,277
3,786	-	-	3,786
8,561,063	3,131,637	3,045,199	71,106,890
437,168	(2,954,576)	217,105	(155,662)
-	1,680,000	-	3,459,452
-	-	(135,861)	(3,459,452)
-	1,680,000	(135,861)	-
437,168	(1,274,576)	81,244	(155,662)
3,831,874	11,062,144	2,047,274	27,585,997
4,269,042	9,787,568	2,128,518	\$ 27,430,335

The notes to the financial statements are an integral part of this statement.
See accompanying independent auditor's report.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES**

YEAR ENDED JUNE 30, 2020

TOTAL NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS	\$ (155,662)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. They are considered revenues in the Statement of Activities.	(443,731)
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Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	4,815,000
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Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.	52,565
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Bond premiums are recorded in the year they are received in governmental funds, but are amortized over the lives of the bonds in the Statement of Activities.	987,029
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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 the governmental funds.	(51,202)
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Changes in the District's proportionate shares of the net pension liability, deferred outflows of resources, and deferred inflows of resources for the current year are not reported in the governmental funds but are reported in the Statement of Activities.	(2,642,155)
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Changes in the District's proportionate share of the net OPEB liability, deferred outflows of resources, and deferred inflows of resources for the current year are not reported in the governmental funds but are reported in the Statement of Activities.	(957,807)
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Governmental funds report capital asset additions as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital asset additions of \$1,192,095 were exceeded by depreciation expense of \$5,489,480 during the year.	(4,297,385)
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CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (2,693,348)</u>
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The notes to the financial statements are an integral part of this statement.
See accompanying independent auditor's report.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

FIDUCIARY FUND

JUNE 30, 2020

	AGENCY
ASSETS	
Cash and Cash Equivalents	\$ 521,134
Investments	23,438
Receivables	203
TOTAL ASSETS	\$ 544,775
LIABILITIES	
Due to Student Organizations	\$ 544,775
TOTAL LIABILITIES	\$ 544,775

The notes to the financial statements are an integral part of this statement.
See accompanying independent auditor's report.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies

A) Reporting Entity

York School District One, South Carolina (the "District"), established in 1954, is controlled by a Board of Trustees (the "Board"), which has oversight responsibility over the public school education activities in the District. The District receives funding from local, state and federal government sources and must comply with the related requirements of these funding source entities. The District is governed by a seven member Board.

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") 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 more significant of the District's accounting policies are described below.

As required by GAAP, the financial statements must present the District's financial information with any of its component units. The primary criterion for determining inclusion or exclusion of a legally separate entity (component unit) 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 and there is a potential that the entity could either provide specific financial benefits to, or to impose specific financial burdens on the District.

In order to be considered fiscally independent, an entity must have the authority to do all of the following: (a) determine its budget without the District having the authority to approve or modify that budget; (b) levy taxes or set rates or charges without approval by the District; and (c) issue bonded debt without approval by the District. An entity has a financial benefit or burden relationship with the District if, for example, any one of the following conditions exists: (a) the District is legally entitled to or can otherwise access the entity's resources, (b) the District is legally obligated or has otherwise assumed the obligation to finance the deficits or, or provide financial support to, the entity, or (c) the District is obligated in some manner for the debt of the entity. Finally, an entity could be a component unit even if it met all the conditions described above if excluding it would cause the District's financial statements to be misleading.

Blended component units, although legally separate entities, are in substance, part of the government's operations and data from these units are combined with data of the primary government in the fund financial statements. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the District. Based on the criteria above, the District does not have any component units.

B) Government-Wide and Fund Financial Statements

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

Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely, to a significant extent, on fees and charges for support. The District does not report any business-type activities.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

B) Government-Wide and Fund Financial Statements (Continued)

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.

C) Measurement Focus, Basis of Accounting, and Basis of Presentation

The **government-wide financial statements** are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The Fiduciary Fund financial statements are presented using the *accrual basis of accounting*. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the 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 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 reconciliation 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. 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, federal and state grant programs, 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. Non-major funds are aggregated and presented in a single column. Fiduciary Funds are reported by fund type.

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.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

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

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 (except for those accounted for in the Proprietary Funds) 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 and non-major governmental fund types:

The **General Fund, a major fund** and a budgeted 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 (a) are not allocated by law or contractual agreement to other funds or (b) that have not been restricted, committed, or assigned to other funds are accounted for in the General Fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund.

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources (that are expected to continue to comprise a substantial portion of the inflows of the fund) that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The District has the following major Special Revenue Funds:

- i) The **Special Revenue Fund, a major fund** and an unbudgeted fund, is used to account for and report financial resources provided by federal, state, and local projects and grants that are restricted, committed or assigned for special education programs.
- ii) The **Education Improvement Act ("EIA") Fund, a major fund** and an unbudgeted fund, is used to account for and report the restricted revenues 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) which are restricted for specific programs authorized or mandated by the EIA.
- iii) The **Food Service Fund, a major fund** and an unbudgeted fund, is used to account for and report activity for the District's food service program.

The **Debt Service Fund, a major fund** and an unbudgeted fund, is used to account for the accumulation of financial resources that are restricted, committed, or assigned for the payment of all long-term debt principal, interest and related costs for the District.

The **Capital Projects Fund, a major fund** and an unbudgeted fund, is used to account for and report financial resources that are restricted, committed, or assigned for expenditures of capital outlay related to site acquisitions, construction, equipment, and renovation of all major capital facilities except for those financed in the Enterprise Fund.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

C) *Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)*

Fiduciary Fund Types are used to account for expendable assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds and include Agency Funds. Fiduciary Fund Types include the following:

The ***Agency Fund***, an unbudgeted fund, accounts for the receipt and disbursement of monies to and from student activity organizations. These funds have no equity (assets are equal to liabilities) and do not include revenues and expenditures for general operation of the District. This accounting reflects the agency relationship of the District with the student activity organization.

D) *Budgetary Data*

Formal budgetary accounting is employed as a management tool for the District. Each budget is presented on the modified accrual basis of accounting, which is consistent with accounting principles generally accepted in the United State of America. Prior to July 1 of each fiscal year, the York District Board of Trustees legally adopts an operating budget for the General Fund only. The budget is a legal document that establishes total expenditure limits with the same basis of accounting being used to reflect actual revenues and expenditures under accounting principles generally accepted in the United States of America. Budgetary control is established at the departmental level or by projects.

The Director of Finance is authorized to transfer budgeted amounts within and among departments; however, the Board of Trustees must approve any revisions that alter total expenditures. The legal level of control is at the fund level. All appropriations lapse at fiscal year-end. While budgets were transferred between function and object, there were no supplemental appropriations for the fiscal year that changed the total amount of the budget.

E) *Encumbrances*

Encumbrance accounting is utilized to assist in budgetary control through the use of purchase orders, which are recorded in order to reserve the portion of the applicable appropriation during the year. Encumbrances open at year-end lapse, and are subject to reappropriation in the budget of the subsequent year and are not carried forward.

F) *Prepaid Items and Inventories*

Prepaid items in the governmental funds are accounted for using the purchase method (expensed when paid).

Inventories in the Food Service Fund consist of purchased goods, supplies and United States Department of Agriculture (USDA) commodities, which are stated at values assigned by the USDA. Under the system for accounting for inventories, materials and supplies are carried in an inventory account at cost, using the first-in, first-out method of accounting, and are subsequently charged to expenditures/expenses when consumed.

G) *Cash, Cash Equivalents, and Investments*

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 Pooled Investment Fund ("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.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

G) Cash, Cash Equivalents, and Investments (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:

- (a) Obligations of the United States and its agencies, the principal and interest of which is fully guaranteed by the United States.
- (b) Obligations issued by the Federal Financing Bank, Federal Farm Credit Bank, the Bank of Cooperatives, the Federal Intermediate Credit Bank, the Federal Land Banks, the Federal Home Loan Banks, the Federal Home Loan Mortgage Corporation, the Federal National Mortgage Association, the Government National Mortgage Association, the Federal Housing Administration, and the Farmers Home Administration, if, at the time of investment, the obligor has a long-term, unenhanced, unsecured debt rating in one of the top two ratings categories, without regard to a refinement or gradation of rating category by numerical modifier or otherwise, issued by at least two nationally recognized credit rating organizations.
- (c) (i) General obligations of the State of South Carolina or any of its political units; or (ii) revenue obligations of the State of South Carolina or its political units, if at the time of investment, the obligor has a long-term, unenhanced, unsecured debt rating in one of the top two ratings categories, without regard to a refinement or gradation of rating category by numerical modifier or otherwise, issued by at least two nationally recognized credit rating organizations.
- (d) Savings and Loan Associations to the extent that the same are insured by an agency of the federal government.
- (e) Certificates of deposit where the certificates are collaterally secured by securities of the type described in (a) and b) above held by a third party as escrow agent or custodian, of a market value not less than the amount of the certificates of deposit 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.
- (f) Repurchase agreements when collateralized by securities as set forth in this section.
- (g) 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 (a), (b), (c), and (f) 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. The District reports its cash and investments at fair value which is normally determined by quoted market prices.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

G) Cash, Cash Equivalents, and Investments (Continued)

Investments (Continued)

The District currently or in the past year has used the following investments:

- Cash and Investments held by the County Treasurer which are property taxes collected by the District's fiscal agent that have not been remitted to the District. The County Treasurer invests these funds in investments authorized by state statute as outlined above. All interest and other earnings gained are added back to the fund and are paid out by the County Treasurer to the respective governments on a periodic basis.
- Local Government Investment Pool ("Pool") investments are invested with the South Carolina State Treasurer's Office, which established the South Carolina 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. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools" and GASB Statement #72, "Fair Value Measurement and Application", investments are carried at fair value determined annually based upon (a) quoted market prices for identical or similar investments or (b) observable inputs other than quoted market prices. 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 \$1.00. Funds may be deposited by Pool participants at any time and may be withdrawn upon 24 hours' notice. Financial statements for the Pool may be obtained by writing the office of State Treasurer, Local Government Investment Pool, P.O. Box 11778, Columbia, SC 29211-1960.
- Treasury bills are negotiable debt obligations issued by the U.S. government and backed by its full faith and credit, having a maturity of one year or less and are exempt from state and local taxes.

H) 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."

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental activities column of the Statement of Net Position. All trade and property taxes receivable are shown net of an allowance for uncollectibles.

I) Compensated Absences

District employees are granted vacation and sick leave in varying amounts. Upon termination of employment, an employee is reimbursed for accumulated vacation days not to exceed 20 days. Unused sick leave is not reimbursed and therefore is not reported in the financial statements.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

I) *Compensated Absences (Continued)*

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." The entire compensated absence liability and expense is reported on the government-wide financial statements. Governmental funds will only recognize compensated absences liability if they have matured, for example, as a result of employee resignations or retirements.

J) *Fund Balance*

GASB #54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. The District classifies governmental fund balances as follows:

Nonspendable – includes amounts that inherently cannot be spent either because it is not in spendable form (i.e. prepaids, inventories, etc.) or because of legal or contractual requirements (i.e. principal on an endowment, etc.).

Restricted – includes amounts that are constrained by specific purposes which are externally imposed by (a) other governments through laws and regulations, (b) grantors or contributions through agreements, (c) creditors through debt covenants or other contracts, or (d) imposed by law through constitutional provisions or enabling legislation.

Committed – includes amounts that are constrained for specific purposes that are internally imposed by the government through formal action made by the highest level of decision-making authority (The Board) before the end of the reporting period. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. Committed amounts for the District consist of amounts approved by a majority vote, through an ordinance, of the Board Members in subsequent requests made throughout the year.

Assigned – includes amounts that are intended to be used for specific purposes that are neither considered restricted or committed and that such assignments are made before the report issuance date. The Board adopted a policy that grants the Superintendent and the Finance Director the right to make assignments of fund balance for the District.

Unassigned – includes amounts that do not qualify to be accounted for and reported in any of the other fund balance categories. This classification represents the amount of fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts of restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

The District generally uses restricted amounts to be spent first when both restricted and unrestricted (committed, assigned, and unassigned) fund balance is available unless there are legal documents, contracts, or agreements that prohibit doing such. Additionally, the District generally would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The District's fund balance policy is for the General Fund unassigned fund balance to be a minimum of 17% of current year General Fund operating expenditures.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

K) Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in the Statement of Net Position. Net position is classified as net investment in capital assets; restricted; and unrestricted. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Outstanding debt which has not been spent is included in the same net position component as the unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments.

L) Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America as applicable to governmental units requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenue, expenditures or expenses during the reporting period. Actual results could differ from those estimates.

M) Accrued Liabilities and Long-Term Obligations

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

N) 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 the 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.

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 maximize the use of observable inputs and minimize the use of unobservable inputs.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

N) Fair Value (Continued)

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.

O) Accrued Liabilities and Long-Term Obligations

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, non-current portion of capital leases, 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, 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.

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities on the Statement of Net Position. Bond premiums and discounts (if any) are deferred and amortized over the life of the bonds using the straight-line method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premiums or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

P) Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position and the Balance Sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District currently has two types of deferred outflows of resources: (1) The District reports *deferred pension charges* in its Statement(s) of Net Position in connection with its participation in the South Carolina Retirement System and the South Carolina Police Officers Retirement System. (2) The District reports *deferred OPEB charges* in its Statement(s) of Net Position in connection with its participation in the South Carolina Retiree Health Insurance Trust Fund. The *deferred pension and OPEB charges* are either (a) recognized in the subsequent period as a reduction of the net pension/OPEB liability (which includes contributions made after the measurement date) or (b) amortized in a systematic and rational method as pension/OPEB expense in future periods in accordance with GAAP.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

P) Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the Statement of Net Position and the Balance Sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District currently has three types of deferred inflows of resources: (1) The District reports *unavailable revenue* for property taxes only in the governmental funds Balance Sheet; it is deferred and recognized as an inflow of resources (revenues) in the period the amounts become available. (2) The District also reports *deferred pension credits* in its Statement(s) of Net Position in connection with its participation in the South Carolina Retirement System and South Carolina Police Officers Retirement System. (3) The District reports *deferred OPEB credits* in its Statement(s) of Net Position in connection with its participation in the South Carolina Retiree Health Insurance Trust Fund. The *deferred pension and OPEB credits* are amortized in a systematic and rational method and recognized as a reduction of pension/OPEB expense in future periods in accordance with GAAP.

Q) Capital Assets

General capital 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.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at estimated acquisition value (as estimated by the District) at the date of donation.

The District maintains a capitalization threshold as follows:

Asset Category	Capitalization Limits
Land/non-depreciable land improvements (produce permanent benefits, i.e. filling and excavation costs)	All land will be capitalized
Depreciable land improvements (deteriorate with the use or passage of time, i.e. fencing, landscaping, lighting, paving)	\$100,000
Buildings, Building Improvements (must add square footage to asset and extend the useful life)	\$100,000
Intangible Assets	\$100,000
Equipment	\$5,000

The District's infrastructure assets have been reported with the buildings and improvements. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. The District does not maintain ownership of any public domain ("infrastructure") general capital assets.

All reported capital assets except land and construction in progress are depreciated. Construction projects begin being depreciated once they are completed and placed in service, at which time the complete costs of the project are transferred to the appropriate capital asset category.

Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1-Summary of Significant Accounting Policies (Continued)

Q) Capital Assets (Continued)

Asset Category	Useful Life Range
Land (not depreciated)	not applicable
Land improvements	20–50 years
Buildings and improvements	10–50 years
Furniture and equipment	3–12 years
Vehicles	3–10 years
Construction in progress (not depreciated)	not applicable

R) Pensions and Other Employment Benefits

In government-wide financial statements, pensions and other postemployment benefits (“OPEB”) are required to be recognized and disclosed using the accrual basis of accounting (see Note 10 and Note 11) and the required supplementary information immediately following the notes to the financial statements for more information), regardless of the amounts recognized as pension and OPEB expenditures on the modified accrual basis of accounting. The District recognizes net pension and net OPEB liabilities (assets) for each plan for which it participates, which represents the excess of the total pension and OPEB liabilities over the fiduciary net position of the qualified plan, or the District’s proportionate share thereof in the case of a cost-sharing multiple-employer plan, measured as of the District’s fiscal year-end. Changes in the net pension and OPEB liabilities during the period are recorded as pension and OPEB expenses, or as deferred outflows or inflows of resources depending on the nature of the change, in the period incurred. Those changes in net pension and OPEB liabilities that are recorded as deferred outflows or inflows of resources that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience are amortized over the weighted average remaining service life of all participants in the respective qualified plan and recorded as a component of pension and OPEB expense beginning with the period in which they are incurred. Any projected earnings on qualified pension and OPEB plan investments are recognized as a component of pension and OPEB expense. Differences between projected and actual investment earnings are reported as deferred outflows or inflows of resources and amortized as a component of pension and OPEB expense on a closed basis over a five-year period beginning with the period in which the difference occurred.

Note 2-Deposits and Investments

Deposits

Custodial Credit Risk for Deposits: Custodial credit risk for deposits is the risk that, in the event of a bank failure, the District’s deposits might not be recovered. The District does not have a deposit policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina. As of June 30, 2020, none of the District’s bank balances (including fiduciary funds) of approximately \$2,008,000 (book balance of approximately \$1,463,000) were exposed to custodial credit risk.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 2-Deposits and Investments (Continued)

Investments

As of June 30, 2020, the District had the following investments:

Investment Type	Credit Rating [^]	Fair Value Level (1)	Fair Value	Weighted Average Maturity
State Local Government Investment Pool	NR	N/A	\$ 14,987,885	< 1 Year
Cash and Investments Held by County Treasurer	NR	N/A	11,654,233	< 1 Year
United States Treasury Strip Coupon	NR	Level 1	2,321,070	< 1 Year
Total			<u>\$ 28,963,188</u>	

[^] If available, credit ratings are for Standard & Poor's, Moody's Investors Services, and Fitch Ratings.

(1) See Note 1(N) for definition of fair value hierarchy.

NR - Not rated.

N/A - Not applicable.

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.

Custodial Credit Risk for Investments: 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. As of June 30, 2020, none of the District's investments was exposed to custodial credit risk.

Concentration of Credit Risk for Investments: The District places no limit on the amount the District may invest in any one issuer. Investments issued by or explicitly guaranteed by the U.S. Government and investments in mutual funds, external investment pools and other pooled investments are exempt from concentration of credit risk disclosures.

Credit Risk for Investments: Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District does not have an investment policy for credit risk but follows the investment policy statutes of the State of South Carolina.

Note 3-Property Taxes

Real Property taxes are levied on October 1 on the assessed valuations of property located in York 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:

January 16-February 1	3% of tax
February 2-March 16	10% of tax
March 17 and thereafter	15 % of tax plus collection costs

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 3-Property Taxes (Continued)

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 York County. Property tax revenue is recognized when collected and deposited to the District's account 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. Assessed values for real estate are established annually by the York County Tax Assessor at 4% of market value for legal residence and 6% of market value for rental and other real property.

For the year ended June 30, 2020, millage was set at 203.6 mills (196.6 mills in the prior year) to cover the District's general operating services and uses. The millage increased to 84.0 mills (78.0 mills in the prior year) to cover the District's scheduled debt service requirements.

In addition, the District receives a prorated share, based on pupil attendance, of the County-wide 30 mill levy for school operations that is divided between the four Districts within the County, and an additional County-wide special 1 mill levy for school operations for the District having the lowest assessed valuation in the County, which is York School District One.

The records of the York County Treasurer's Office reported uncollected delinquent property taxes at June 30, 2020 of approximately \$3,076,000 for the General Fund (net of allowance for uncollectible portion of approximately \$128,000) and \$1,205,000 for the Debt Service Fund (net of allowance for uncollectible portion of \$50,000). In addition, there is approximately \$541,000 included in the General Fund's property tax receivable amount at June 30, 2020 that is revenue in lieu of taxes related to Property Tax Relief (Act 388).

Of these amounts, approximately \$2,988,000 and \$1,148,000, respectively, have been recorded as unavailable property taxes because they were not collected within sixty days after the year end and are not considered susceptible to accrual. Allowances for uncollectibles were not necessary for the other receivable accounts.

Included in property taxes receivable are approximately \$87,000 in the General Fund, and approximately \$58,000 in the Debt Service Fund that have been recognized as revenue at June 30, 2020 because they were collected within sixty days after year end and is considered measurable and available.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 4-Capital Assets

Capital asset activity for the District for the year ended June 30, 2020, was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
Capital Assets, Not Being Depreciated:					
Land	\$ 3,180,954	-	-	-	\$ 3,180,954
Construction in Progress	49,726	945,853	-	(995,579)	-
Total Capital Assets, Not Being Depreciated	3,230,680	945,853	-	(995,579)	3,180,954
Capital Assets, Being Depreciated:					
Buildings and Improvements	167,327,095	-	-	995,579	168,322,674
Furniture and Equipment	5,469,641	246,242	165,888	-	5,549,995
Improvements Other than Buildings	1,912,481	-	-	-	1,912,481
Total Capital Assets Being Depreciated	174,709,217	246,242	165,888	995,579	175,785,150
Less: Accumulated Depreciation for:					
Buildings and Improvements	78,528,428	5,247,736	-	-	83,776,164
Furniture and Equipment	4,721,209	234,022	165,888	-	4,789,343
Improvements Other than Buildings	1,880,310	7,722	-	-	1,888,032
Total Accumulated Depreciation	85,129,947	5,489,480	165,888	-	90,453,539
Total Capital Assets, Being Depreciated, Net	89,579,270	(5,243,238)	-	995,579	85,331,611
Total Governmental Activities Capital Assets, Net	\$ 92,809,950	(4,297,385)	-	-	\$ 88,512,565

Construction commitments

At June 30, 2020, the District had remaining construction commitments of approximately \$377,000 consisting of a roof replacement and renovations at two of the District's schools.

Capital asset additions and depreciation expense were charged to functions/programs of the primary government as follows:

	Capital Asset Additions	Depreciation Expense
Governmental Activities:		
Instruction	\$ 104,108	\$ 4,040,478
Support Services	1,087,987	1,449,002
Total - Governmental Activities	\$ 1,192,095	\$ 5,489,480

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 5-Interfund Receivables and Payables

Interfund receivables and payables at June 30, 2020 (all of which are expected to be repaid within one year), are summarized in accordance to generally accepted accounting principles as disclosure requirements, as follows:

	<u>Receivables</u>	<u>Payables</u>
<u>Governmental Funds:</u>		
General Fund	\$ -	\$ 1,846,781
Special Revenue Fund	-	1,015,680
Special Revenue - EIA Fund	307,669	-
Debt Service Fund	-	174,366
Capital Projects Fund	1,553,551	-
Special Revenue - Food Service Fund	1,175,607	-
Totals	<u>\$ 3,036,827</u>	<u>\$ 3,036,827</u>

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

Note 6-Transfers In and (Out)

Transfers from (to) other funds for the year ended June 30, 2020 consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
<u>Governmental Funds:</u>		
General Fund	\$ 1,779,452	\$ 1,680,000
Special Revenue Fund	-	131,270
Special Revenue - EIA Fund	-	1,512,321
Capital Projects Fund	1,680,000	-
Special Revenue - Food Service Fund	-	135,861
Totals	<u>\$ 3,459,452</u>	<u>\$ 3,459,452</u>

Transfers typically include funding allowed for indirect costs, required matches, supplemental funding, state cuts, and discretionary transfers between funds. In addition, the General Fund transferred approximately \$1,680,000 to the Capital Projects Fund to fund construction cost associated with school construction and technology needs.

Note 7-Accounts Payable and Accrued Expenses

The significant components of accounts payable and accrued expenses on the government-wide statement of net position at June 30, 2020, consisted of the following:

Governmental Activities:	
Accounts Payable	\$ 974,684
Accrued Salaries, Fringe, and Benefits	2,850,816
Accrued Expenses	112,464
Total Accounts Payable and Accrued Expenses - Governmental Activities	<u>\$ 3,937,964</u>

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 8-Long-Term Obligations

Long-term obligations consist of general obligation bonds (including bond premiums) and the liability for compensated absences. Principal and interest payments on the District's bonded debt are secured solely by ad valorem property taxes. Payments for the general obligation bonds are funded and recorded in the Debt Service Fund. Resources from the General Fund have been used to fund the compensated absence liability.

The uses of the proceeds of the general obligation bonds ("GOB") issued by the District and outstanding at year end are as follows:

- In April 2012, the District issued \$3,000,000 in General Obligation Qualified Zone Academy Bonds for technology and capital improvements.
- In March 2015, the District issued \$32,405,000 in General Obligation Refunding Bonds to refund all of the remaining principal amount of the Build America Bonds, 2009.
- In January 2016, the District issued its Series 2016A General Obligation Advanced Refunding Bonds ("Series 2016A GORB") in the amount of \$45,380,000 (par value), receiving a premium of approximately \$9,890,000, to provide funds to advance refund a portion of the outstanding Series 2009A GOB in the amount of \$49,385,000.
- In April 2019, the District issued \$6,500,000 in General Obligation Bonds for technology and capital improvements.

The District does not anticipate positive arbitrage on any of its indebtedness as of June 30, 2020.

Details of the District's outstanding debt at June 30, 2020 are comprised of the following issues:

Description of Issue	Original Issue Amount	Date of Issue	Date of Maturity	Interest Rate	Outstanding Balance
Gross Debt:					
Qualified Zone Academy GOB, 2012					
- Direct Placement	\$ 3,000,000	4/12/2012	3/1/2022	0.0%	\$ 3,000,000
General Obligation Refunding Bonds, 2015	32,405,000	3/18/2015	9/1/2032	3.25-4.00%	32,405,000
General Obligation Refunding Bonds, 2016	45,380,000	1/27/2016	3/1/2028	3.0-5.0%	41,760,000
General Obligation Refunding Bonds, 2019	6,500,000	4/17/2019	3/1/2026	5.0%	5,305,000
Total Gross Debt	\$ 87,285,000				\$ 82,470,000

The following table represents debt service requirements on all outstanding bond obligations through maturity for the governmental activities of the District as of June 30, 2020:

Year Ended June 30,	Bonds		Bond from Direct Placement		Total
	Principal	Interest	Principal	Interest	
2021	\$ 5,230,000	3,535,763	-	-	\$ 8,765,763
2022	5,655,000	3,274,263	3,000,000	-	11,929,263
2023	5,515,000	2,991,513	-	-	8,506,513
2024	5,980,000	2,715,763	-	-	8,695,763
2025	6,470,000	2,416,763	-	-	8,886,763
2026-2030	34,470,000	7,482,388	-	-	41,952,388
2031-2032	16,150,000	975,400	-	-	17,125,400
Totals	\$ 79,470,000	23,391,853	3,000,000	-	\$ 105,861,853

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 8-Long-Term Obligations (Continued)

Section 15 of Article X of the South Carolina State Constitution allows Districts to incur a legal debt limit not to exceed 8% of the assessed value of all taxable property in the District, unless approved by a majority vote in a referendum authorized by law. At June 30, 2020, the District's assessed property valuation was approximately \$107,276,000. The District had approximately \$5,984,000 of bonded debt subject to the 8% limit of approximately \$8,582,000, resulting in unused legal debt margin of approximately \$2,598,000.

A summary of changes in long-term obligations for the year ended June 30, 2020 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Gross Debt:					
QZAB, 2012 - Direct Placement	\$ 3,000,000	-	-	3,000,000	\$ -
GORB, 2015	32,405,000	-	-	32,405,000	-
GORB, 2016	45,380,000	-	3,620,000	41,760,000	3,965,000
GOB, 2019	6,500,000	-	1,195,000	5,305,000	1,265,000
Total Gross Debt	87,285,000	-	4,815,000	82,470,000	5,230,000
Plus (Less) Deferred Amounts:					
Premium on GORB Series 2016	7,093,608	-	818,494	6,275,114	-
Premium on GORB Series 2015	2,148,826	-	168,535	1,980,291	-
Total Net Debt	96,527,434	-	5,802,029	90,725,405	5,230,000
Compensated Absences	275,319	270,675	219,473	326,521	219,000
Total Governmental Activities	\$ 96,802,753	270,675	6,021,502	91,051,926	\$ 5,449,000

Note 9-Retirement Plan

A) Retirement Plan

The District participates in the State of South Carolina's retirement plans. 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' ("Systems") five defined benefit plans. PEBA has an 11-member Board of Directors ("PEBA Board"), 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.

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 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.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) Retirement Plan (Continued)

The PEBA issues a Comprehensive Annual Financial Report (“CAFR”) containing financial statements and required supplementary information for the System’ Pension Trust Funds. The CAFR is publicly available through the Retirement Benefits’ link on the 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. The 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 comprehensive annual financial report of the state.

Plan Description

The South Carolina Retirement System (“SCRS”), a cost-sharing multiple-employer defined benefit pension plan, was established effective 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 the 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. The 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 effective 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.

Plan 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 the SCRS, 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 the SCRS. A direct remittance is required from the employers 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 the SCRS for the remaining portion of the employer contribution and an incidental death benefit contribution, if applicable, which is retained by the SCRS.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) Retirement Plan (Continued)

Plan Membership (Continued)

- **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 the PORS. Magistrates are required to participate in the 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.

Plan 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 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.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) Retirement Plan (Continued)

Plan Benefits (Continued)

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.

Plan 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. Legislation in 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 through July 1, 2022. If the scheduled contributions are not sufficient to meet the funding periods set in state statute, the PEBA Board shall increase the employer contribution rates as necessary to meet the funding periods set for the applicable year. The maximum funding period of SCRS and PORS is scheduled to be reduced over a ten-year schedule from 30 years beginning fiscal year 2018 to 20 years by fiscal year 2028.

Additionally, the PEBA Board is prohibited from decreasing the SCRS and PORS contribution rates until the funded ratio is at least 85 percent. If the most recent annual actuarial valuation of the Systems for funding purposes shows a ratio of the actuarial value of system assets to the actuarial accrued liability of the system (the funded ratio) that is equal to or greater than 85 percent, then the PEBA Board, effective on the following July first, may decrease the then current contribution rates upon making a finding that the decrease will not result in a funded ratio of less than 85 percent. If contribution rates are decreased pursuant to this provision, and the most recent annual actuarial valuation of the system shows a funded ratio of less than 85 percent, then effective on the following July first, and annually thereafter as necessary, the PEBA Board shall increase the then current contribution rates until a subsequent annual actuarial valuation of the system shows a funded ratio that is equal to or greater than 85 percent.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) Retirement Plan (Continued)

Plan Contributions (Continued)

As noted earlier, both employees and the District are required to contribute to the Plans at rates established and as amended by the PEBA. The District's contributions are actuarially determined but are communicated to and paid by the District as a percentage of the employees' annual eligible compensation. Required employer and employee contribution rates for the past three years are as follows:

	SCRS and State ORP Rates			PORS Rates		
	2018	2019	2020	2018	2019	2020
Employer Contribution Rate: [^]						
Retirement*	13.41%	14.41%	15.41%	15.84%	16.84%	17.84%
Incidental Death Benefit	0.15%	0.15%	0.15%	0.20%	0.20%	0.20%
Accidental Death Contributions	0.00%	0.00%	0.00%	0.20%	0.20%	0.20%
	<u>13.56%</u>	<u>14.56%</u>	<u>15.56%</u>	<u>16.24%</u>	<u>17.24%</u>	<u>18.24%</u>
Employee Contribution Rate	<u>9.00%</u>	<u>9.00%</u>	<u>9.00%</u>	<u>9.75%</u>	<u>9.75%</u>	<u>9.75%</u>

[^] Calculated on earnable compensation as defined in Title 9 of the South Carolina Code of Laws.

* Of the rate for the State ORP Plan, 5% of earnable compensation must be remitted by the employer directly to the ORP vendor to be allocated to the member's account with the remainder of the employer

The required contributions and percentages of amounts contributed to the Plans for the past three years were as follows:

Year Ended June 30,	SCRS Contributions		State ORP Contributions		PORS Contributions	
	Required	% Contributed	Required	% Contributed	Required	% Contributed
2020	\$ 4,905,411	100%	302,093	100%	\$ 51	100%
2019	4,383,130	100%	244,767	100%	2,806	100%
2018	\$ 4,025,150	100%	202,931	100%	\$ 442	100%

In an effort to help offset a portion of the burden of the increased contribution requirement for employers, the State General Assembly ("State") funded 1 percent of the SCRS and PORS contribution increases for the year ended June 30, 2019. The State's budget appropriated these funds directly to the PEBA for the South Carolina Retirement System Trust Fund and the Police Officers Retirement System Trust Fund. The amount of funds appropriated by the State (nonemployer contributing entity) for the year ended June 30, 2019 (measurement date) to the District were approximately \$304,000 for the SCRS, respectively.

The District recognized contributions (on-behalf benefits) from the State of approximately \$304,000 for the year ended June 30, 2020. These contributions by the State are recognized as intergovernmental revenues and pension expenditures in the District's governmental fund financial statements.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) Retirement Plan (Continued)

Plan Contributions (Continued)

Eligible payrolls covered under the Plans for the past three years were as follows:

Year Ended June 30,	SCRS Payroll	State ORP Payroll	PORS Payroll	Total Payroll
2020	\$ 31,525,776	2,860,727	282	\$ 34,386,785
2019	30,103,914	2,560,320	16,450	32,680,684
2018	\$ 29,683,999	2,370,693	2,723	\$ 32,057,415

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, 2015.

The June 30, 2019 total pension liability ("TPL"), net pension liability ("NPL"), and sensitivity information shown in this report were determined by the consulting actuary, Gabriel, Roeder, Smith and Company ("GRS"), and are based on an actuarial valuation performed as of July 1, 2018. The TPL was rolled-forward from the valuation date to the Plans' fiscal year end, June 30, 2019, using generally accepted actuarial principles.

The following table provides a summary of the actuarial assumptions and methods used to calculate the TPL as of June 30, 2019 for the SCRS and PORS.

	SCRS	PORS
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Actuarial Assumptions:		
Investment Rate of Return*	7.25%	7.25%
Projected Salary Increases*	3.0% to 12.5% (varies by service)	3.5% to 9.5% (varies by service)
Benefit Adjustments	Lesser of 1% or \$500 annually	Lesser of 1% or \$500 annually

* Includes inflation at 2.25%.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) Retirement Plan (Continued)

Actuarial Assumptions and Methods (Continued)

The post-retiree mortality assumption is dependent upon the member's job category and gender. The base mortality assumptions, the 2016 Public Retirees of South Carolina Mortality table ("2016 PRSC"), were developed using the Systems' mortality experience. These base rates are adjusted for future improvement in mortality using published Scale AA projected from the year 2016.

Former Job Class	Males	Females
Educators	2016 PRSC Males multiplied by 92%	2016 PRSC Females multiplied by 98%
General Employees and Members of the General Assembly	2016 PRSC Males multiplied by 100%	2016 PRSC Females multiplied by 111%
Public Safety and Firefighters	2016 PRSC Males multiplied by 125%	2016 PRSC Females multiplied by 111%

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments is based upon 20-year capital market assumptions. 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. 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 2019 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 and is summarized in the following table. For actuarial purposes, the 7.25 percent assumed annual investment rate of return used in the calculation of the TPL includes a 5.00 percent real rate of return and a 2.25 percent inflation component.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) 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
Global Equity	51.0%		
Global Public Equity	35.0%	7.29%	2.55%
Private Equity	9.0%	7.67%	0.69%
Equity Options Strategies	7.0%	5.23%	0.37%
Real Assets	12.0%		
Real Estate (Private)	8.0%	5.59%	0.45%
Real Estate (REITs)	1.0%	8.16%	0.08%
Infrastructure (Private)	2.0%	5.03%	0.10%
Infrastructure (Public)	1.0%	6.12%	0.06%
Opportunistic	8.0%		
Global Tactical Asset Allocation	7.0%	3.09%	0.22%
Other Opportunistic Strategies	1.0%	3.82%	0.04%
Credit	15.0%		
High Yield Bonds/Bank Loans		3.14%	0.13%
	4.0%		
Emerging Markets Debt	4.0%	3.31%	0.13%
Private Debt	7.0%	5.49%	0.38%
Rate Sensitive	14.0%		
Core Fixed Income	13.0%	1.62%	0.21%
Cash and Short Duration (Net)	1.0%	0.31%	0.00%
Total Expected Real Return	<u>100.0%</u>		<u>5.41%</u>
Inflation for Actuarial Purposes			<u>2.25%</u>
Total Expected Nominal Return			<u>7.66%</u>

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

The NPL is calculated separately for each system and represents that particular system's TPL determined in accordance with GASB No. 67 less that System's fiduciary net position. NPL totals, as of the June 30, 2019 measurement date, for the SCRS and PORS, are presented in the following table:

System	Total Pension Liability	Plan Fiduciary Net Position	Employers' Net Pension Liability (Asset)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
SCRS	\$ 50,073,060,256	27,238,916,138	\$ 22,834,144,118	54.4%
PORS	\$ 7,681,749,768	4,815,808,554	\$ 2,865,941,214	62.7%

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) Retirement Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

The TPL is calculated by the Systems' actuary, and each Plans' fiduciary net position is reported in the Systems' financial statements. The NPL is disclosed in accordance with the requirements of GASB No. 67 in the Systems' notes to the financial statements and required supplementary information. Liability calculations performed by the Systems' actuary for the purpose of satisfying the requirements of GASB Nos. 67 and 68 are not applicable for other purposes, such as determining the Plans' funding requirements.

At June 30, 2020 the District reported liabilities of approximately \$68,731,000 and \$33,000 for its proportionate share of the NPL for the SCRS and PORS, respectively. The NPL were measured as of June 30, 2019, and the TPL for the Plans used to calculate the NPL were determined based on the most recent actuarial valuation report of July 1, 2018 that was projected forward to the measurement date. The District's proportion of the NPL were based on a projection of the District's long-term share of contributions to the Plans relative to the projected contributions of all participating South Carolina state and local governmental employers, actuarially determined. At the June 30, 2019 measurement date, the District's SCRS proportion was 0.301002 percent, which was an increase of 0.000112 from its proportion measured as of June 30, 2018. At the June 30, 2019 measurement date, the District's PORS proportion was 0.001134 percent, which was an increase of 0.000937 from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized pension expense of approximately \$7,838,000 and \$11,000 for the SCRS and PORS, respectively. At June 30, 2020, the District reported deferred outflows of resources (deferred pension charges) and deferred inflows of resources (deferred pension credits) related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
SCRS		
Differences Between Expected and Actual Experience	\$ 47,246	\$ 493,753
Change in Assumptions	1,385,034	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	608,501	-
Changes in Proportion and Differences Between the Employer's		
Contributions and Proportionate Share of Contributions	366,277	26,335
Employer Contributions Subsequent to the Measurement Date	4,903,568	-
Total SCRS	<u>7,310,626</u>	<u>520,088</u>
PORS		
Differences Between Expected and Actual Experience	668	240
Change in Assumptions	1,289	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	413	-
Changes in Proportion and Differences Between the Employer's		
Contributions and Proportionate Share of Contributions	20,400	-
Employer Contributions Subsequent to the Measurement Date	51	-
Total PORS	<u>22,821</u>	<u>240</u>
Total SCRS and PORS	<u>\$ 7,333,447</u>	<u>\$ 520,328</u>

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) Retirement Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Approximately \$4,904,000 and \$0 that were reported as deferred outflows of resources related to the District's contributions subsequent to the measurement date to the SCRS and PORS, respectively, will be recognized as a reduction of the NPL in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources (deferred pension charges) and deferred inflows of resources (deferred pension credits) related to the SCRS and PORS will increase (decrease) pension expense as follows:

Year Ended June 30,	SCRS	PORS	Total
2021	\$ 2,092,334	8,128	\$ 2,100,462
2022	(498,002)	7,007	(490,995)
2023	58,975	6,051	65,026
2024	233,663	1,344	235,007
Total	<u>\$ 1,886,970</u>	<u>22,530</u>	<u>\$ 1,909,500</u>

Discount Rate

The discount rate used to measure the TPL was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in the SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina Code of Laws. Based on those assumptions, each System'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 TPL.

Sensitivity Analysis

The following table presents the sensitivity of the District's proportionate share of the NPL of the Plans to changes in the discount rate, calculated using the discount rate of 7.25 percent, as well as what it would be if it were calculated using a discount rate that is 1% point lower (6.25 percent) or 1% point higher (8.25 percent) than the current rate:

System	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
District's proportionate share of the net pension liability of the SCRS	\$ 86,586,997	68,731,254	\$ 53,829,602
District's proportionate share of the net pension liability of the PORS	44,051	32,504	23,044
Total	<u>\$ 86,631,048</u>	<u>68,763,758</u>	<u>\$ 53,852,646</u>

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 9-Retirement Plan (Continued)

A) Retirement Plan (Continued)

Plans Fiduciary Net Position

Detailed information regarding the fiduciary net position of the Plans administered by the PEBA is available in the separately issued CAFR containing financial statements and required supplementary information for the SCRS and PORS. The CAFR is publicly available through the Retirement Benefits' link on the 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.

Subsequent Event to the Plans Measurement Date

In May 2020, due to the global health crisis/pandemic caused by the COVID-19 virus, the South Carolina General Assembly included a provision in its continuing resolution for suspending the statutory employer contribution rate increase of 1% for the 2020-2021 fiscal year. This means that the employer contribution rate for the Plans during the 2020-2021 fiscal year, as expressed as a percentage of earnable compensation, shall remain at the same rate as imposed for the 2019-2020 fiscal year.

Note 10-Other Postemployment Benefit Plans

The PEBA is the state agency responsible for the administration and management of the state's employee insurance programs, other postemployment benefits trusts, and retirement systems. The laws of the State and the policies and procedures specified by the State for State agencies are applicable to all activities of the PEBA. By law, the SFAA also reviews certain PEBA Board decisions in administering the State Health Plan and other postemployment benefits ("OPEB"). See Note 9 for more details on the PEBA and the SFAA.

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.

The 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 the PEBA's website at www.peba.sc.gov or a copy may be obtained by submitting a request to the PEBA – Insurance Benefits, 202 Arbor Lake Drive, Columbia, SC 29223. The 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 comprehensive annual financial report of the state.

Plan Descriptions

The Other Postemployment Benefits Trust Funds ("OPEB Trusts" or "OPEB Plans"), collectively refers to the South Carolina Retiree Health Insurance Trust Fund ("SCRHITF") and the South Carolina Long-Term Disability Insurance Trust Fund ("SCLTDITF"), were established by the State of South Carolina as Act 195, which became effective on May 2008. The SCRHITF was created to fund and account for the employer costs of the State's retiree health and dental plans. The SCLTDITF was created to fund and account for the employer costs of the State's Basic Long-Term Disability ("BLTD") Income Benefit Plan.

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

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 10-Other Postemployment Benefit Plans (Continued)

Plan Descriptions (Continued)

The OPEB Trusts are cost-sharing multiple-employer defined benefit OPEB plans. Article 5 of the State Code of Laws defines the two plans and authorizes the Trustee to at any time adjust the plans, including its benefits and contributions, as necessary to insure the fiscal stability of the plans. In accordance with the South Carolina Code of Laws and the annual Appropriations Act, the State provides postemployment health and dental and long-term disability benefits to retired State and school district employees and their covered dependents.

Plan 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.

The SCLTDITF is a long-term disability plan that covers employees of the State of South Carolina, including all agencies and public school districts and all participating local governmental entities. The SCLTDITF provides disability payments to eligible employees that have been approved for disability. Since the employer contribution/premium paid and the proportionate share of the net OPEB liability and related deferred outflows and inflows of resources related to the SCLTDITF are not material to the District, no SCLTDITF OPEB amounts have been recorded in these financial statements and only limited note disclosures have been provided related to these benefits.

Plan 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 nonemployer and employer contributions for active employees and retirees to the PEBA – Insurance Benefits. Nonemployer contributions consist of an annual appropriation by the General Assembly and the statutorily required transfer from PEBA – Insurance Benefits reserves.

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 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 implicit subsidy, or age-related subsidy inherent in the healthcare premiums structure. The implicit subsidy represents a portion of the health care expenditures paid on behalf of the employer's active employees. 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. Nonemployer contributions include the mandatory transfer of accumulated PEBA – Insurance Benefits' reserves and the annual appropriation budgeted by the General Assembly. It is also funded through investment income.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 10-Other Postemployment Benefit Plans (Continued)

Plan Contributions and Funding Policies (Continued)

The covered payroll surcharge rates for the past three years were as follows:

	Year Ended June 30,		
	2018	2019	2020
Employer Contribution Rate [^]	5.50%	6.05%	6.25%

[^] Calculated on earnable compensation as defined in Title 9 of the South Carolina Code of Laws.

The required payroll surcharge, percentages of amounts contributed, and eligible payroll covered by the SCRHITF for the past three years were as follows:

Year Ended June 30,	Contributions		Eligible Payroll
	Required	% Contributed	
2020	\$ 2,149,174	100%	\$ 34,386,785
2019	1,977,181	100%	32,680,684
2018	\$ 1,763,158	100%	\$ 32,057,415

The State (via state appropriations) and the PEBA – Insurance Benefits (via state statute to transfer amounts above 140% of incurred but not reported claims) contributed to the SCRHITF on behalf of the District approximately \$384,000 for the year ended June 30, 2019 (measurement period). The contributions from these nonemployer contributing entities were approximately \$498,000 for the year ended June 30, 2020.

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 nonemployer 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 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.

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. The Schedule of the District's Proportionate Share of the Net OPEB Liability and the Schedule of the District's Contributions, presented as required supplementary information following the notes to the financial statements, present multi-year trend information about the District's net OPEB liability, funded status of the OPEB Plan, and the District's contributions to the OPEB Plan.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 10-Other Postemployment Benefit Plans (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. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The total OPEB liability, net OPEB liability, and sensitivity information were determined by the consulting actuary and are based on the June 30, 2018 actuarial valuation. The total OPEB liability was rolled-forward from the valuation date to the OPEB plan's fiscal year ended June 30, 2019 using generally accepted actuarial principles.

The following table provides a summary of the actuarial assumptions and methods used in the latest valuation for the SCRHITF:

Valuation Date:	June 30, 2018
Actuarial Cost Method:	Entry Age Normal
Actuarial Assumptions:	
Inflation:	2.25%
Investment Rate of Return:	2.75%, net of plan investment expense: including inflation
Single Discount Rate:	3.13% as of June 30, 2019
Demographic Assumptions:	Based on the experience study performed for the South Carolina Retirement Systems for the five-year period ending June 30, 2015
Mortality:	For healthy retirees, the 2016 Public Retirees of South Carolina Mortality Table for Males and the 2016 Public Retirees of South Carolina Mortality Table for Females are used with fully generational mortality projections based on Scale AA from the year 2016. Multipliers are applied to the based tables based on gender and employment type.
Health Care Trend Rate:	Initial trend starting at 6.40% and gradually decreasing to an ultimate trend rate of 4.15% over a period of 14 years
Participation Assumption:	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 3.62% as of June 30, 2018 to 3.13% as of June 30, 2019. Minor updates were made to the healthcare trend rate assumption.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 10-Other Postemployment Benefit Plans (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of returns represents 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. This information is summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	Allocation-Weighted Long-Term Expected Real Rate of Return
US Domestic Fixed Income	80.0%	0.60%	0.48%
Cash	20.0%	0.10%	0.02%
Total	100.0%		0.50%
Expected Inflation			2.25%
Total Return			2.75%
Investment Return Assumption			2.75%

Single Discount Rate

The Single Discount Rate of 3.13% was used to measure the total OPEB liability for the SCRHITF. The accounting policy for this plan is to set the Single Discount Rate equal to the prevailing municipal bond rate. Due to the SCRHITF'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).

OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB

The net OPEB liability ("NOL") is calculated separately for each system and represents that particular system's total OPEB liability determined in accordance with GASB No. 74 less its fiduciary net position. NOL totals, as of the June 30, 2019 measurement date for the SCRHITF, are presented in the following table:

System	Total OPEB Liability	OPEB Plan Fiduciary Net Position	Employers' Net OPEB Liability (Asset)	OPEB Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
SCRHITF	\$ 16,516,264,617	1,394,740,049	\$ 15,121,524,568	8.44%

The total OPEB liability is calculated by PEBA's actuary, and the fiduciary net position is reported in the PEBA's financial statements. The NOL is disclosed in accordance with the requirements of GASB No. 74 in the PEBA's notes to the financial statements and required supplementary information. Liability calculations performed by the PEBA's actuary for the purpose of satisfying the requirements of GASB Nos. 74 and 75 are not applicable for other purposes, such as determining the OPEB Plans' funding requirements.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 10-Other Postemployment Benefit Plans (Continued)

OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)

At June 30, 2020, the District reported a liability of approximately \$56,505,000 for its proportionate share of the net OPEB liability for the SCRHITF. The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability for the SCRHITF used to calculate the net OPEB liability was determined based on the most recent actuarial valuation report of June 30, 2018 that was projected forward to the measurement date. The District's proportion of the net OPEB liability was based on a projection of the District's long-term share of contributions to the SCRHITF relative to the projected contributions of all participating South Carolina state and local governmental employers, actuarially determined. At the June 30, 2019 measurement date, the District's proportion was 0.373671 percent, which was an increase of 0.001935 from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized OPEB expense of approximately \$3,507,000 for the SCRHITF. At June 30, 2020, the District reported deferred outflows of resources (deferred OPEB charges) and deferred inflows of resources (deferred OPEB credits) related to OPEBs from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 665,356	\$ 1,836,709
Change in Assumptions	3,738,967	3,499,081
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	66,097	-
Changes in Proportion and Differences Between the Employer's Contributions and Proportionate Share of Contributions	264,087	489
Employer Contributions Subsequent to the Measurement Date	2,149,174	-
Total	<u>\$ 6,883,681</u>	<u>\$ 5,336,279</u>

Approximately \$2,149,000 that was reported as deferred outflows of resources related to the District's contributions subsequent to the measurement date to the SCRHITF, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources (deferred OPEB charges) and deferred inflows of resources (deferred OPEB credits) related to the SCRHITF will increase (decrease) OPEB expense as follows:

Year Ended June 30,	Increase (Decrease) OPEB Expense
2020	\$ (296,428)
2021	(296,428)
2022	(318,170)
2023	(352,623)
2024	245,126
Thereafter	416,751
Total	<u>\$ (601,772)</u>

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 10-Other Postemployment Benefit Plans (Continued)

OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)

The following table presents the sensitivity of the District's net OPEB liability for the SCRHITF to changes in the discount rate, calculated using the discount rate of 3.13%, as well as what it would be if it were calculated using a discount rate that is 1% point lower (2.13%) or 1% point higher (4.13%) than the current rate:

	1% Decrease (2.13%)	Current Discount Rate (3.13%)	1% Increase (4.13%)
Net OPEB Liability	\$ 66,985,692	56,504,752	\$ 48,093,363

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following table presents the sensitivity of the District's net OPEB liability to changes in the healthcare cost trend rate, calculated using the healthcare cost trend rate of 6.40% decreasing to 4.15%, as well as what it would be if it were calculated using a healthcare cost trend rate that is 1% point lower (5.40% decreasing to 3.15%) or 1% point higher (7.40% decreasing to 5.15%) than the current rate:

	1% Decrease (5.40% decreasing to 3.15%)	Current Healthcare Cost Trend Rate (6.40% decreasing to 4.15%)	1% Increase (7.40% decreasing to 5.15%)
Net OPEB Liability	\$ 46,113,914	56,504,752	\$ 70,036,693

OPEB Plans' Fiduciary Net Position

Detailed information regarding the fiduciary net position of the OPEB Plans administered by the PEBA is available in the separately issued financial statements and required supplementary information for the South Carolina Public Employee Benefit Authority, Insurance Benefits and Other Post Employment Benefits Trust Funds. This information is publicly available through the Insurance Benefits' link on the PEBA's website at www.peba.sc.gov or a copy may be obtained by submitting a request to the PEBA – Insurance Benefits, 202 Arbor Lake Drive, Columbia, SC 29223.

Note 11-Risk Management

The District is exposed to various risks of loss related to torts, theft of damage to, and destruction of assets, errors or omissions, injuries to employees, and natural disasters. The District has property and casualty insurance with Surry Insurance and workers compensation insurance with Arthur J. Gallagher & Co. Risk Management Services, Inc. Through Surry Insurance, the District maintains general liability protection of \$1 million per occurrence, property coverage up to \$220 million per occurrence, \$5 million earthquake, \$5 million flood zone and \$1 million newly acquired buildings, automobile coverage to \$1 million per occurrence, school board legal liability of \$1 million per occurrence and activity bus accidents coverage to \$60,000 per occurrence.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 11-Risk Management (Continued)

The District pays annual premiums for its workers' compensation and property liability insurance coverage based upon the total payroll of the school district for each plan year. The annual premiums paid for the fiscal year ended June 30, 2020, totaled approximately \$291,000 for workers' compensation and \$204,000 for property coverage. The District maintains workers' compensation benefits coverage up to statutory limits through the South Carolina State Accident Fund. There have been no significant reductions in insurance coverage as compared to the previous year. Insurance settlements did not exceed insurance coverage for the years ended June 30, 2020, 2019, and 2018.

The District also participates in the State Health Plan through the South Carolina State Budget and Control Board Office of Insurance Services, a self-insured medical plan trust administered by the State Board. Through the Plan, permanent full-time employees are eligible to receive health benefits up to a \$1 million lifetime limit. In addition, employees have the option of receiving health care benefits through health maintenance organizations and insurance carriers.

Note 12-Tax Abatements

District's Tax Abatements

The District does not have any of its own tax abatement agreements.

York County Tax Abatements

The following table details which entities in the District have received tax abatements in the year ended June 30, 2019 (amounts are disclosed one year behind as the tax abatement disclosures for the year ended June 30, 2020 were not available as of the report date, and management does not believe the amounts have changed significantly from the prior year), as well as the District's portion of the County-wide taxes that have been abated as of that date:

<u>Entity</u>	<u>Taxes Abated</u>
Eagle Alloys Inc.	\$ 55,133
Elkem Silicones USA Corp.	156,625
Fomas Inc.	10,429
Lap Tech Industries Inc.	29,034
Meritor Heavy Vehicle Sys LLC	104,746
Silcotech Carolina Inc.	99,281
District's Portion of County-wide Abatements	<u>50,089</u>
Total Tax Abatements	<u><u>\$ 505,337</u></u>

Note 13-COVID-19 Pandemic

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of these financial statements. The District is actively monitoring the impact from this health crisis on its financial position.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 14-Subsequent Events

In September 2020, the District issued a Series 2020 General Obligation Bond in the amount of \$522,000. The bond matures in March 2021 with interest at 2.00%.

REQUIRED SUPPLEMENTARY INFORMATION



York School District One
York, South Carolina

Comprehensive Annual Financial Report

General Fund

The ***General Fund, a major fund*** and a budgeted 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 (a) are not allocated by law or contractual agreement to other funds or (b) that have not been restricted, committed, or assigned to other funds are accounted for in the General Fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

REQUIRED SUPPLEMENTARY INFORMATION - BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGETS AND ACTUAL**

YEAR ENDED JUNE 30, 2020

	BUDGETED AMOUNTS		ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Local Sources:				
Taxes	\$ 14,996,490	14,996,490	15,765,790	\$ 769,300
Investment Earnings	150,000	150,000	235,968	85,968
Other Local Sources	10,000	10,000	39,174	29,174
State Sources	32,490,441	32,490,441	32,960,997	470,556
TOTAL REVENUE ALL SOURCES	47,646,931	47,646,931	49,001,929	1,354,998
EXPENDITURES				
Current:				
Instruction	28,669,138	28,669,138	28,401,535	267,603
Support Services	20,696,232	20,696,232	20,077,086	619,146
Capital Outlay	38,399	38,399	22,258	16,141
TOTAL EXPENDITURES	49,403,769	49,403,769	48,500,879	902,890
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,756,838)	(1,756,838)	501,050	2,257,888
OTHER FINANCING SOURCES (USES)				
Transfers In	1,756,838	1,756,838	1,779,452	22,614
Transfers Out	-	-	(1,680,000)	(1,680,000)
TOTAL OTHER FINANCING SOURCES (USES)	1,756,838	1,756,838	99,452	(1,657,386)
NET CHANGES IN FUND BALANCES	-	-	600,502	600,502
FUND BALANCES, Beginning of Year	10,644,705	10,644,705	10,644,705	-
FUND BALANCES, End of Year	\$ 10,644,705	10,644,705	11,245,207	\$ 600,502

Note: This schedule has been presented on the modified accrual basis of accounting, which is consistent with accounting principles generally accepted in the United States of America.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
SOUTH CAROLINA RETIREMENT SYSTEM

LAST SEVEN FISCAL YEARS

	Year Ended June 30,						
	2020	2019	2018	2017	2016	2015	2014
District's Proportion of the Net Pension Liability (Asset)	0.301002%	0.300890%	0.299361%	0.295548%	0.300563%	0.306019%	0.306019%
District's Proportionate Share of the Net Pension Liability	\$68,731,254	67,419,795	67,390,976	63,128,617	57,003,222	52,686,327	\$54,888,892
District's Covered Payroll	\$32,664,234	32,054,692	31,337,836	29,796,343	29,151,387	28,689,289	\$29,785,288
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	210.42	210.33%	215.05%	211.87%	195.54%	183.64%	184.28%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	54.40%	54.10%	53.34%	52.91%	56.99%	59.92%	56.39%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30th of the preceding year.
The District implemented GASB #68/71 during the year ended June 30, 2015. Information before 2014 is not available.
The discount rate was lowered from 7.50% to 7.25% beginning with the year ended June 30, 2017 measurement date.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CONTRIBUTIONS
SOUTH CAROLINA RETIREMENT SYSTEM

LAST SEVEN FISCAL YEARS

	Year Ended June 30,					
	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	\$ 5,207,504	4,627,896	4,228,082	3,491,554	3,165,354	3,071,539
Contributions in Relation to the Contractually Required Contribution:						
Contributions from the District	4,903,569	4,323,961	3,924,147	3,491,554	3,165,354	3,071,539
Contributions from the State	303,935	303,935	303,935			
Contribution Deficiency (Excess)	\$ -	-	-	-	-	-
District's Covered Payroll	\$ 34,386,503	32,664,264	32,054,692	31,337,836	29,796,343	29,151,387
Contributions as a Percentage of Covered Payroll:	15.14%	14.17%	13.19%	11.14%	10.62%	10.54%
						10.26%

Notes to Schedule:

The District implemented GASB #68/71 during the year ended June 30, 2015. Information before 2014 is not available

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
POLICE OFFICERS RETIREMENT SYSTEM

LAST SEVEN FISCAL YEARS

	Year Ended June 30,						
	2020	2019	2018	2017	2016	2015	2014
District's Proportion of the Net Pension Liability (Asset)	0.00113%	0.02000%	0.00000%	0.00000%	0.00000%	0.00004%	0.00004%
District's Proportionate Share of the Net Pension Liability	\$ 32,504	5,574	-	-	-	727	\$ 788
District's Covered Payroll	\$ 16,450	2,723	-	-	-	451	\$ 26,658
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	197.59%	204.70%	0.00%	0.00%	0.00%	161.03%	2.96%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.69%	61.73%	60.94%	60.44%	64.57%	67.55%	62.98%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30th of the preceding year.
The District implemented GASB #68/71 during the year ended June 30, 2015. Information before 2014 is not available.
The discount rate was lowered from 7.50% to 7.25% beginning with the year ended June 30, 2017 measurement date.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF CONTRIBUTIONS
POLICE OFFICERS RETIREMENT SYSTEM**

LAST SEVEN FISCAL YEARS

	Year Ended June 30,						
	2020	2019	2018	2017	2016	2015	2014
Contractually Required Contribution	\$ 51	2,836	442	-	-	-	\$ 58
Contributions in Relation to the Contractually Required Contribution:							
Contributions from the District	51	2,836	442	-	-	-	58
Contributions from the State							
Contribution Deficiency (Excess)	\$ -	-	-	-	-	-	\$ -
District's Covered Payroll	\$ 282	16,450	2,723	-	-	-	\$ 451
Contributions as a Percentage of Covered Payroll:	18.09%	17.24%	16.23%	0.00%	0.00%	0.00%	12.85%

Notes to Schedule:

The District implemented GASB #68/71 during the year ended June 30, 2015. Information before 2014 is not available.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
SOUTH CAROLINA RETIREE HEALTH INSURANCE TRUST FUND**

LAST FOUR FISCAL YEARS

	Year Ended June 30,			
	2020	2019	2018	2017
District's Proportion of the Net OPEB Liability	0.3736710%	0.3717360%	0.3711617%	0.371617%
District's Proportionate Share of the Net OPEB Liability	\$ 56,504,752	52,677,166	50,334,914	\$ 53,767,892
District's Covered Payroll	\$ 32,680,684	32,054,692	31,337,836	\$ 29,796,343
District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	172.9%	164.3%	160.6%	180.5%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	8.4%	7.9%	7.6%	6.6%

Notes to Schedule:

The amounts presented for each fiscal year were determined as of June 30th of the preceding year (measurement date).

The District adopted GASB #75 during the year ended June 30, 2018. Information before 2017 is not available.

The discount rates used by year were as follows:

3.13% 3.62% 3.56% 2.92%

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF CONTRIBUTIONS
SOUTH CAROLINA RETIREE HEALTH INSURANCE TRUST FUND**

LAST FOUR FISCAL YEARS

	Year Ended June 30,			
	2020	2019	2018	2017
Contractually Required Contribution	\$ 2,149,174	1,977,181	1,763,158	\$ 1,670,307
Contributions in Relation to the Contractually Required	2,149,174	1,977,181	1,763,158	1,670,307
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
District's Covered Payroll	\$ 34,386,785	32,680,684	32,057,415	\$ 31,337,836
Contributions as a Percentage of Covered Payroll	6.25%	6.05%	5.50%	5.33%

Notes to Schedule:

The District adopted GASB #75 during the year ended June 30, 2018. Information is not available for prior years.

SUPPLEMENTARY INFORMATION

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

GENERAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REVISED BUDGET AND ACTUAL**

YEAR ENDED JUNE 30, 2020

	REVISED BUDGET	ACTUAL	VARIANCE
REVENUES			
1000 Revenues from Local Sources:			
1100 Taxes:			
1110 Ad Valorem Taxes-Including Delinquent (Independent)	\$ 11,578,732	11,667,133	\$ 88,401
1140 Penalties & Interest on Taxes (Independent)	-	681,558	681,558
1200 Revenue from Local Governmental Units Other than LEAs:			
1210 Ad Valorem Taxes-Including Delinquent (Dependent)	3,417,758	3,327,455	(90,303)
1240 Penalties & Interest on Taxes (Dependent)	-	89,644	89,644
1500 Earnings on Investments:			
1510 Interest on Investments	150,000	235,968	85,968
1900 Other Revenue from Local Sources:			
1910 Rentals	-	4,525	4,525
1990 Miscellaneous Local Revenue:			
1999 Revenue from Other Local Sources	10,000	34,649	24,649
Total Revenue from Local Sources	<u>15,156,490</u>	<u>16,040,932</u>	<u>884,442</u>
3000 Revenue from State Sources:			
3100 Restricted State Funding:			
3130 Special Programs:			
3131 Handicapped Transportation	-	1,270	1,270
3160 School Bus Driver's Salary (Includes Hazardous Condition Transportation)	458,500	527,349	68,849
3161 EAA Bus Driver Salary	-	1,151	1,151
3162 Transportation Workers' Compensation	-	25,417	25,417
3180 Fringe Benefits Employer Contributions (No Carryover Provision)	6,728,524	6,859,404	130,880
3181 Retiree Insurance (No Carryover Provision)	1,363,801	1,519,908	156,107
3186 State Aid Classroom Teacher Supplies	1,021,049	1,090,953	69,904
3199 Other Restricted State Grants	-	495	495
3300 Education Finance Act:			
3310 Full-Time Programs:			
3311 Kindergarten	673,204	659,620	(13,584)
3312 Primary	1,891,406	1,790,559	(100,847)
3313 Elementary	3,216,491	3,231,769	15,278
3314 High School	1,234,297	995,189	(239,108)
3315 Trainable Mentally Handicapped	46,545	59,273	12,728
3316 Speech Handicapped (Part-Time Program)	1,071,514	977,091	(94,423)
3317 Homebound	\$ 5,351	3,922	\$ (1,429)

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

GENERAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REVISED BUDGET AND ACTUAL**

YEAR ENDED JUNE 30, 2020

	REVISED BUDGET	ACTUAL	VARIANCE
3320 Part-Time Programs:			
3321 Emotionally Handicapped	\$ 94,874	80,400	\$ (14,474)
3322 Educable Mentally Handicapped	63,782	65,478	1,696
3323 Learning Disabilities	1,776,723	1,995,504	218,781
3324 Hearing Handicapped	60,069	83,783	23,714
3325 Visually Handicapped	26,653	32,002	5,349
3326 Orthopedically Handicapped	16,926	24,220	7,294
3327 Vocational	1,961,203	2,169,462	208,259
3330 Other EFA Programs:			
3331 Autism	355,394	358,751	3,357
3332 High Achieving Students	151,210	191,703	40,493
3334 Limited English Proficiency	75,418	68,508	(6,910)
3350 Residential Treatment Facilities (RTF)			
3351 Academic Assistance	555,638	535,968	(19,670)
3352 Pupils in Poverty	1,421,100	1,384,054	(37,046)
3353 Dual Credit Enrollment	71,166	64,420	(6,746)
3800 State Revenue in Lieu of Taxes:			
3810 Reimbursement for Local Residential Property Tax Relief (Tier 1)	1,805,466	1,805,466	-
3820 Homestead Exemption (Tier 2)	586,051	586,051	-
3825 Reimbursement for Property Tax Relief (Tier 3)	5,407,711	5,417,547	9,836
3830 Merchant's Inventory Tax	50,375	50,375	-
3900 Other State Revenue:			
3993 PEBA on-Behalf	300,000	303,935	3,935
Total Revenue from State Sources	<u>32,490,441</u>	<u>32,960,997</u>	<u>470,556</u>
TOTAL REVENUE ALL SOURCES	<u>47,646,931</u>	<u>49,001,929</u>	<u>1,354,998</u>
EXPENDITURES			
100 Instruction:			
110 General Instruction:			
111 Kindergarten Programs:			
100 Salaries	1,098,626	1,097,482	1,144
200 Employee Benefits	508,726	507,294	1,432
300 Purchased Services	25,161	20,622	4,539
400 Supplies and Materials	11,447	11,137	310
112 Primary Programs:			
100 Salaries	2,997,691	2,997,198	493
200 Employee Benefits	1,337,911	1,336,508	1,403
300 Purchased Services	110,765	107,468	3,297
400 Supplies and Materials	\$ 45,993	45,758	\$ 235

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

GENERAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REVISED BUDGET AND ACTUAL**

YEAR ENDED JUNE 30, 2020

	REVISED BUDGET	ACTUAL	VARIANCE
113 Elementary Programs:			
100 Salaries	\$ 5,789,395	5,784,757	\$ 4,638
200 Employee Benefits	2,403,387	2,394,518	8,869
300 Purchased Services	110,743	92,337	18,406
400 Supplies and Materials	96,942	82,805	14,137
114 High School Programs:			
100 Salaries	3,965,295	3,960,767	4,528
140 Terminal Leave	-	6,020	(6,020)
200 Employee Benefits	1,697,644	1,697,354	290
300 Purchased Services	135,571	127,895	7,676
400 Supplies and Materials	105,266	88,303	16,963
500 Capital Outlay	27,899	18,203	9,696
600 Other Objects	6,975	6,975	-
115 Career and Technology Education Program:			
100 Salaries	1,121,270	1,099,938	21,332
200 Employee Benefits	473,418	471,647	1,771
300 Purchased Services - Other Than Tuition	37,052	33,602	3,450
400 Supplies and Materials	44,772	42,361	2,411
600 Other Objects	4,059	4,059	-
120 Exceptional Programs:			
121 Educable Mentally-Handicapped:			
100 Salaries	444,676	433,008	11,668
200 Employee Benefits	199,066	197,506	1,560
300 Purchased Services	11,000	10,505	495
400 Supplies and Materials	300	190	110
122 Trainable Mentally Handicapped:			
100 Salaries	492,371	481,112	11,259
200 Employee Benefits	238,608	235,198	3,410
300 Purchased Services	32,500	19,535	12,965
400 Supplies and Materials	500	202	298
123 Orthopedically Handicapped:			
100 Salaries	125,760	120,223	5,537
200 Employee Benefits	48,584	47,195	1,389
300 Purchased Services	1,400	1,108	292
124 Visually Handicapped:			
100 Salaries	28,500	27,690	810
400 Supplies and Materials	206	206	-
125 Hearing Handicapped:			
100 Salaries	67,000	65,554	1,446
400 Supplies and Materials	50	-	50
126 Speech Handicapped:			
100 Salaries	280,015	279,291	724
200 Employee Benefits	122,823	122,740	83
300 Purchased Services	\$ 91,200	87,030	\$ 4,170

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

GENERAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REVISED BUDGET AND ACTUAL**

YEAR ENDED JUNE 30, 2020

	REVISED BUDGET	ACTUAL	VARIANCE
127 Learning Disabilities:			
100 Salaries	\$ 1,598,154	1,589,492	\$ 8,662
200 Employee Benefits	688,415	679,979	8,436
300 Purchased Services	28,162	25,594	2,568
400 Supplies and Materials	518	127	391
128 Emotionally Handicapped:			
100 Salaries	343,647	333,431	10,216
200 Employee Benefits	161,904	160,623	1,281
300 Purchased Services	12,200	8,933	3,267
400 Supplies and Materials	600	554	46
133 Pre-School Handicapped-Self-Contained (5-Yr. Olds)			
100 Salaries	96,347	94,477	1,870
200 Employee Benefits	54,444	53,286	1,158
300 Purchased Services	1,500	1,344	156
140 Special Programs:			
141 Gifted and Talented - Academic:			
100 Salaries	221,720	221,269	451
200 Employee Benefits	86,380	86,214	166
300 Purchased Services	5,500	4,859	641
400 Supplies and Materials	5,200	5,116	84
600 Other Objects	200	150	50
145 Homebound:			
100 Salaries	25,000	15,820	9,180
200 Employee Benefits	10,912	4,590	6,322
300 Purchased Services	27,000	24,798	2,202
147 CDEP:			
100 Salaries	119,773	110,166	9,607
200 Employee Benefits	70,171	60,891	9,280
300 Purchased Services	14,084	13,870	214
400 Supplies and Materials	3,222	1,743	1,479
160 Other Exceptional Programs:			
161 Autism:			
100 Salaries	296,844	296,782	62
200 Employee Benefits	178,612	175,368	3,244
300 Purchased Services	9,226	3,049	6,177
400 Supplies and Materials	200	98	102
162 Limited English Proficiency:			
100 Salaries	156,571	154,031	2,540
200 Employee Benefits	58,723	57,237	1,486
300 Purchased Services	10,000	2,981	7,019
182 Adult Secondary Education Programs:			
300 Purchased Services	\$ 25,000	25,000	\$ -

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

GENERAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REVISED BUDGET AND ACTUAL**

YEAR ENDED JUNE 30, 2020

	REVISED BUDGET	ACTUAL	VARIANCE
188 Parenting/Family Literacy:			
100 Salaries	\$ 26,548	26,548	\$ -
200 Employee Benefits	17,593	16,410	1,183
300 Purchased Services	1,800	1,505	295
400 Supplies and Materials	300	102	198
Total Instruction	<u>28,697,037</u>	<u>28,419,738</u>	<u>277,299</u>
200 Support Services:			
210 Pupil Services:			
211 Attendance and Social Work Services:			
100 Salaries	116,083	116,083	-
200 Employee Benefits	44,089	43,844	245
300 Purchased Services	3,650	2,752	898
400 Supplies and Materials	450	34	416
212 Guidance Services:			
100 Salaries	780,261	779,738	523
200 Employee Benefits	359,474	359,285	189
300 Purchased Services	3,619	1,676	1,943
400 Supplies and Materials	11,379	11,309	70
213 Health Services:			
100 Salaries	243,837	232,101	11,736
200 Employee Benefits	119,191	109,468	9,723
300 Purchased Services	2,478	2,341	137
400 Supplies and Materials	6,320	5,135	1,185
214 Psychological Services:			
100 Salaries	138,324	131,365	6,959
200 Employee Benefits	58,400	50,885	7,515
300 Purchased Services	30,491	28,621	1,870
215 Exceptional Program Services:			
100 Salaries	32,644	23,030	9,614
200 Employee Benefits	16,274	10,388	5,886
220 Instructional Staff Services:			
221 Improvement of Instruction-Curriculum Development:			
100 Salaries	576,699	563,888	12,811
200 Employee Benefits	226,366	224,508	1,858
300 Purchased Services	70,263	63,455	6,808
400 Supplies and Materials	30,893	21,767	9,126
222 Library and Media Services:			
100 Salaries	575,011	567,717	7,294
200 Employee Benefits	255,896	248,797	7,099
300 Purchased Services	6,400	4,062	2,338
400 Supplies and Materials	57,602	47,415	10,187
223 Supervision of Special Programs:			
100 Salaries	12,504	8,895	3,609
200 Employee Benefits	\$ 4,161	3,748	\$ 413

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

GENERAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REVISED BUDGET AND ACTUAL**

YEAR ENDED JUNE 30, 2020

	REVISED BUDGET	ACTUAL	VARIANCE
224 Improvement of Instruction-Inservice and Staff Training:			
100 Salaries	\$ 9,200	7,458	\$ 1,742
200 Employee Benefits	3,800	3,182	618
300 Purchased Services	7,500	7,299	201
230 General Administrative Services:			
231 Board of Education:			
200 Employee Benefits	356,000	355,786	214
300 Purchased Services	25,300	35,683	(10,383)
318 Audit Services	48,000	37,000	11,000
600 Other Objects	20,650	20,479	171
232 Office of Superintendent:			
100 Salaries	208,717	206,030	2,687
200 Employee Benefits	71,958	71,597	361
300 Purchased Services	26,725	13,053	13,672
400 Supplies and Materials	34,623	33,446	1,177
600 Other Objects	21,900	13,263	8,637
233 School Administration:			
100 Salaries	2,728,082	2,710,718	17,364
140 Terminal Leave	-	6,729	(6,729)
200 Employee Benefits	1,171,716	1,162,718	8,998
300 Purchased Services	49,209	35,846	13,363
400 Supplies and Materials	24,959	23,102	1,857
500 Capital Outlay	2,500	689	1,811
600 Other Objects	5,119	5,112	7
250 Finance and Operations Services:			
252 Fiscal Services:			
100 Salaries	334,330	333,330	1,000
200 Employee Benefits	139,087	136,377	2,710
300 Purchased Services	15,000	9,708	5,292
400 Supplies and Materials	102,000	80,314	21,686
600 Other Objects	3,500	3,306	194
254 Operation and Maintenance of Plant:			
100 Salaries	2,226,735	2,225,425	1,310
200 Employee Benefits	1,018,667	1,015,002	3,665
300 Purchased Services	1,127,000	1,050,786	76,214
321 Public Utilities (Excludes Gas, Oil, Elec. & Other Heating Fuels)	200,000	244,037	(44,037)
400 Supplies and Materials	515,500	528,573	(13,073)
470 Energy (Includes Gas, Oil, Elec. & Other Heating Fuels)	1,800,000	1,560,569	239,431
500 Capital Outlay	6,500	2,427	4,073
255 Student Transportation (State Mandated):			
100 Salaries	1,140,907	1,119,538	21,369
200 Employee Benefits	574,465	568,256	6,209
300 Purchased Services	18,500	(6,001)	24,501
400 Supplies and Materials	14,000	13,157	843
600 Other Objects	\$ 500	176	\$ 324

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

GENERAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REVISED BUDGET AND ACTUAL**

YEAR ENDED JUNE 30, 2020

	REVISED BUDGET	ACTUAL	VARIANCE
256 Food Service:			
200 Employee Benefits	\$ 178,000	177,526	\$ 474
258 Security:			
300 Purchased Services	272,000	271,954	46
260 Central Support Services:			
262 Planning, Research, Development and Evaluation:			
300 Purchased Services	1,500	1,186	314
400 Supplies and Materials	10,500	3,064	7,436
263 Information Services:			
400 Supplies and Materials	6,034	278	5,756
264 Staff Services:			
100 Salaries	267,928	267,653	275
200 Employee Benefits	113,807	107,343	6,464
300 Purchased Services	11,000	5,502	5,498
400 Supplies and Materials	9,500	8,864	636
266 Technology and Data Processing Services:			
100 Salaries	358,478	358,149	329
200 Employee Benefits	137,413	136,742	671
300 Purchased Services	117,500	92,297	25,203
400 Supplies and Materials	576,000	559,094	16,906
500 Capital Outlay	1,500	939	561
270 Support Services Pupil Activity:			
271 Pupil Services Activities:			
100 Salaries (Optional)	495,006	493,957	1,049
200 Employee Benefits (Optional)	157,662	156,209	1,453
300 Purchased Services (Optional)	122,500	109,330	13,170
400 Supplies and Materials	34,996	34,577	419
Total Support Services	<u>20,706,732</u>	<u>20,081,141</u>	<u>625,591</u>
TOTAL EXPENDITURES	<u>49,403,769</u>	<u>48,500,879</u>	<u>902,890</u>
OTHER FINANCING SOURCES (USES)			
Interfund Transfers, From (To) Other Funds:			
5230 Transfer from Special Revenue EIA Fund	1,546,838	1,512,321	(34,517)
5280 Transfer from Other Funds Indirect Costs	210,000	267,131	57,131
424-710 Transfer to Capital Projects Fund	-	(1,680,000)	(1,680,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,756,838</u>	<u>99,452</u>	<u>(1,657,386)</u>
EXCESS/DEFICIENCY OF REVENUES OVER EXPENDITURES	-	600,502	600,502
FUND BALANCES, Beginning of Year	<u>10,644,705</u>	<u>10,644,705</u>	<u>-</u>
FUND BALANCES, End of Year	<u>\$ 10,644,705</u>	<u>11,245,207</u>	<u>\$ 600,502</u>

York School District One
York, South Carolina

Comprehensive Annual Financial Report

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources (that are expected to continue to comprise a substantial portion of the inflows of the fund) that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The District has the following major Special Revenue Funds:

- i) The **Special Revenue Fund, a major fund** and an unbudgeted fund, is used to account for and report financial resources provided by federal, state, and local projects and grants that are restricted, committed or assigned for special education programs.
- ii) The **Education Improvement Act (“EIA”) Fund, a major fund** and an unbudgeted fund, is used to account for and report the restricted revenues 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) which are restricted for specific programs authorized or mandated by the EIA.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 2020

	Title I (BA Projects) (201)	IDEA (CA Projects) (203)
REVENUES		
1000 Revenue from Local Sources:		
1900 Other Revenue from Local Sources:		
1930 Medicaid	\$ -	-
1999 Revenue from Other Local Sources	-	-
Total Revenue from Local Sources	-	-
2000 Intergovernmental Revenue:		
2300 Payments from Non-Profit Entities (for First Steps)	-	-
Total Intergovernmental Revenue	-	-
3000 Revenue from State Sources:		
3100 Restricted State Funding:		
3110 Occupational Education:		
3113 12-Months (Ag.) Program	-	-
3118 EEDA Career Specialist	-	-
3120 General Education:		
3127 Student Health and Fitness - PE Teachers	-	-
3130 Special Programs:		
3135 Reading Coaches	-	-
3136 Student Health and Fitness - Nurses	-	-
3190 Miscellaneous Restricted State Grants:		
3193 Education License Plates	-	-
3199 Other Restricted State Grants	-	-
3600 Education Lottery Act Revenue:		
3670 School Safety - Facility and Infrastructure Safety Upgrades	-	-
3900 Other State Revenue:		
3999 Revenue from Other State Sources	-	-
Total Revenue from State Sources	-	-
4000 Revenue from Federal Sources:		
4200 Occupational Education:		
4210 Perkins Aid, Title I	-	-
4300 Elementary and Secondary Education Act of 1965 (ESEA):		
4310 Title I, Basic State Grant Programs (Carryover Provision)	1,557,323	-
4341 Language Instruction for Limited English Proficient and Immigrant Students, Title III (Carryover Provision)	-	-
4351 Improving Teacher Quality (Carryover Provision)	-	-
4500 Programs for Children with Disabilities:		
4510 Individuals with Disabilities Education Act (IDEA) (Carryover Provision)	-	1,208,522
4520 Preschool Grants (IDEA) (Carryover Provision)	\$ -	-

Preschool Handicapped (CG Projects) (205)	CATE (VA Projects) (207)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
-	-	-	343,287	\$ 343,287
-	-	-	129,394	129,394
-	-	-	472,681	472,681
-	-	43,460	-	43,460
-	-	43,460	-	43,460
-	19,079	-	-	19,079
-	-	235,765	-	235,765
-	-	36,958	-	36,958
-	-	352,964	-	352,964
-	-	173,850	-	173,850
-	-	638	-	638
-	-	-	35,433	35,433
-	-	76,513	-	76,513
-	-	-	37,208	37,208
-	19,079	876,688	72,641	968,408
-	151,978	-	-	151,978
-	-	-	179,181	1,736,504
-	-	-	15,578	15,578
-	-	-	196,069	196,069
-	-	-	-	1,208,522
57,448	-	-	-	\$ 57,448

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 2020

	Title I (BA Projects) (201)	IDEA (CA Projects) (203)
4800 USDA Reimbursement:		
4880 Summer Feeding - COVID School Closure	\$ -	-
4900 Other Federal Sources:		
4997 Community Service Learning Grant	-	-
4999 Revenue from Other Federal Sources	-	-
Total Revenue from Federal Sources	<u>1,557,323</u>	<u>1,208,522</u>
TOTAL REVENUE ALL SOURCES	<u>1,557,323</u>	<u>1,208,522</u>
EXPENDITURES		
100 Instruction:		
110 General Instruction:		
111 Kindergarten Program:		
100 Salaries	228,221	-
200 Employee Benefits	106,603	-
300 Purchased Services	2,244	-
112 Primary Programs:		
100 Salaries	510,011	-
200 Employee Benefits	213,277	-
300 Purchased Services	5,474	-
400 Supplies and Materials	18,257	-
113 Elementary Programs:		
100 Salaries	117,618	-
200 Employee Benefits	47,173	-
300 Purchased Services	1,040	-
400 Supplies and Materials	-	-
114 High School Programs:		
100 Salaries	-	-
200 Employee Benefits	-	-
300 Purchased Services	-	-
400 Supplies and Materials	-	-
115 Career and Technology Education Program:		
100 Salaries	-	-
300 Purchased Services - Other Than Tuition	-	-
400 Supplies and Materials	-	-
500 Capital Outlay	-	-
120 Exceptional Programs:		
121 Educable Mentally Handicapped:		
100 Salaries	-	19,370
200 Employee Benefits	-	10,642
300 Purchased Services	-	2,020
400 Supplies and Materials	\$ -	1,690

Preschool Handicapped (CG Projects) (205)	CATE (VA Projects) (207)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
-	-	-	390,658	\$ 390,658
-	-	-	79,050	79,050
-	-	-	73,866	73,866
57,448	151,978	-	934,402	3,909,673
57,448	171,057	920,148	1,479,724	5,394,222
-	-	-	-	228,221
-	-	-	-	106,603
-	-	-	-	2,244
-	-	29,280	139,692	678,983
-	-	7,678	55,348	276,303
-	-	-	-	5,474
-	-	-	25,630	43,887
-	-	-	2,817	120,435
-	-	-	818	47,991
-	-	-	1,315	2,355
-	-	-	15,884	15,884
-	-	-	98,885	98,885
-	-	-	9,968	9,968
-	-	-	4,901	4,901
-	-	638	58,739	59,377
-	19,079	-	-	19,079
-	6,000	-	-	6,000
-	51,374	-	46,449	97,823
-	35,626	-	268	35,894
-	-	-	-	19,370
-	-	-	-	10,642
-	-	-	-	2,020
-	-	-	-	\$ 1,690

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 2020

	Title I (BA Projects) (201)	IDEA (CA Projects) (203)
122 Trainable Mentally Handicapped:		
100 Salaries	\$ -	21,465
200 Employee Benefits	-	6,324
300 Purchased Services	-	1,935
400 Supplies and Materials	-	12,729
123 Orthopedically Handicapped:		
400 Supplies and Materials	-	1,691
124 Visually Handicapped:		
300 Purchased Services	-	29,800
400 Supplies and Materials	-	131
125 Hearing Handicapped:		
300 Purchased Services	-	34,980
400 Supplies and Materials	-	328
126 Speech Handicapped:		
100 Salaries	-	71,084
200 Employee Benefits	-	32,744
300 Purchased Services	-	1,201
400 Supplies and Materials	-	207
127 Learning Disabilities:		
100 Salaries	-	334,928
200 Employee Benefits	-	145,529
300 Purchased Services	-	5,580
400 Supplies and Materials	-	8,013
128 Emotionally Handicapped:		
100 Salaries	-	15,631
200 Employee Benefits	-	13,400
300 Purchased Services	-	664
400 Supplies and Materials	-	3,110
133 Pre-School Handicapped Self-Contained (5-Yr. Olds):		
100 Salaries	-	17,229
200 Employee Benefits	-	10,016
300 Purchased Services	-	718
139 Early Childhood Programs:		
100 Salaries	-	-
200 Employee Benefits	-	-
300 Purchased Services	-	-
400 Supplies and Materials	-	-
147 CDEP:		
300 Purchased Services	-	-
400 Supplies and Materials	\$ -	-

Preschool Handicapped (CG Projects) (205)	CATE (VA Projects) (207)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
-	-	-	-	\$ 21,465
-	-	-	-	6,324
-	-	-	-	1,935
-	-	-	-	12,729
-	-	-	-	1,691
-	-	-	-	29,800
-	-	-	-	131
-	-	-	-	34,980
-	-	-	-	328
-	-	-	17,416	88,500
-	-	-	5,062	37,806
-	-	-	-	1,201
-	-	-	-	207
-	-	-	6,603	341,531
-	-	-	1,945	147,474
-	-	-	743	6,323
-	-	-	93,408	101,421
-	-	-	6,012	21,643
-	-	-	1,771	15,171
-	-	-	-	664
-	-	-	8,075	11,185
39,762	-	-	-	56,991
15,418	-	-	-	25,434
-	-	-	-	718
-	-	26,548	-	26,548
-	-	7,911	-	7,911
-	-	5,582	-	5,582
-	-	3,420	-	3,420
-	-	-	6,050	6,050
-	-	-	3,616	\$ 3,616

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 2020

	Title I (BA Projects) (201)	IDEA (CA Projects) (203)
160 Other Exceptional Programs:		
161 Autism:		
100 Salaries	\$ -	24,342
200 Employee Benefits	-	11,668
300 Purchased Services	-	4,874
400 Supplies and Materials	-	2,974
162 Limited English Proficiency:		
300 Purchased Services	-	-
400 Supplies and Materials	-	-
173 High School Summer School:		
100 Salaries	-	-
200 Employee Benefits	-	-
188 Parenting/Family Literacy:		
100 Salaries	96,307	-
200 Employee Benefits	42,358	-
300 Purchased Services	1,528	-
Total Instruction	<u>1,390,111</u>	<u>847,017</u>
200 Support Services:		
210 Pupil Services:		
212 Guidance Services:		
100 Salaries	-	-
200 Employee Benefits	-	-
213 Health Services:		
100 Salaries	-	-
200 Employee Benefits	-	-
214 Psychological Services:		
100 Salaries	-	6,000
200 Employee Benefits	-	1,753
300 Purchased Services	-	20,995
400 Supplies and Materials	-	3,945
215 Exceptional Program Services:		
100 Salaries	-	8,005
200 Employee Benefits	-	3,669
216 Vocational Placement Services:		
300 Purchased Services	-	-
217 Career Specialists Services:		
100 Salaries	-	-
200 Employee Benefits	-	-
220 Instructional Staff Services:		
221 Improvement of Instruction - Curriculum Development:		
100 Salaries	-	-
200 Employee Benefits	\$ -	-

Preschool Handicapped (CG Projects) (205)	CATE (VA Projects) (207)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
-	-	-	52,754	\$ 77,096
-	-	-	27,852	39,520
-	-	-	1,000	5,874
-	-	-	12,188	15,162
-	-	-	540	540
-	-	-	2,243	2,243
-	-	-	2,840	2,840
-	-	-	819	819
-	-	-	-	96,307
-	-	-	-	42,358
-	-	-	-	1,528
55,180	112,079	81,057	711,651	3,197,095

-	34,383	99,414	3,960	137,757
-	15,435	43,726	1,167	60,328
-	-	127,387	82,287	209,674
-	-	46,462	41,910	88,372
-	-	-	-	6,000
-	-	-	-	1,753
-	-	-	-	20,995
-	-	-	-	3,945
-	-	-	-	8,005
-	-	-	-	3,669
-	4,710	-	-	4,710
-	-	65,145	-	65,145
-	-	27,480	-	27,480
-	-	262,295	-	262,295
-	-	90,669	-	\$ 90,669

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 2020

	Title I (BA Projects) (201)	IDEA (CA Projects) (203)
223 Supervision of Special Programs:		
100 Salaries	\$ 67,264	162,794
200 Employee Benefits	28,634	68,116
300 Purchased Services	925	33,243
400 Supplies and Materials	567	5,276
224 Improvement of Instruction - Inservice and Staff Training:		
100 Salaries	-	-
200 Employee Benefits	-	-
300 Purchased Services	8,343	-
250 Finance and Operations Services:		
254 Operation and Maintenance of Plant:		
400 Supplies and Materials	-	-
255 Student Transportation (State Mandated):		
100 Salaries	-	-
200 Employee Benefits	-	-
300 Purchased Services	-	-
256 Food Service:		
100 Salaries	-	-
200 Employee Benefits	-	-
300 Purchased Services (Exclude Energy)	-	-
258 Security:		
400 Supplies and Materials	-	-
500 Capital Outlay	-	-
264 Staff Services:		
300 Purchased Services	-	-
400 Supplies and Materials	-	-
Total Support Services	<u>105,733</u>	<u>313,796</u>
410 Intergovernmental Expenditures:		
411 Payments to SDE		
720 Transits	-	-
Total Intergovernmental Expenditures	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>1,495,844</u>	<u>1,160,813</u>
OTHER FINANCING SOURCES (USES)		
Interfund Transfers, From (To) Other Funds:		
431-791 Special Revenue Fund Indirect Costs (Use Only for Transfer of Indirect Costs to General Fund)	(61,479)	(47,709)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(61,479)</u>	<u>(47,709)</u>
EXCESS/DEFICIENCY OF REVENUES OVER EXPENDITURES	-	-
FUND BALANCES, Beginning of Year	-	-
FUND BALANCES, End of Year	<u>\$ -</u>	<u>-</u>

Preschool Handicapped (CG Projects) (205)	CATE (VA Projects) (207)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
-	-	-	-	\$ 230,058
-	-	-	-	96,750
-	-	-	17,395	51,563
-	-	-	-	5,843
-	-	-	13,335	13,335
-	-	-	3,062	3,062
-	4,450	-	57,744	70,537
-	-	-	2,857	2,857
-	-	-	13,930	13,930
-	-	-	3,646	3,646
-	-	-	433	433
-	-	-	3,096	3,096
-	-	-	903	903
-	-	-	386,659	386,659
-	-	76,513	11,393	87,906
-	-	-	12,017	12,017
-	-	-	2,375	2,375
-	-	-	1,301	1,301
-	58,978	839,091	659,470	1,977,068
-	-	-	88,789	88,789
-	-	-	88,789	88,789
55,180	171,057	920,148	1,459,910	5,262,952
(2,268)	-	-	(19,814)	(131,270)
(2,268)	-	-	(19,814)	(131,270)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	\$ -

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

SPECIAL REVENUE FUND

SUPPLEMENTAL LISTING OF LEA SUBFUND CODES AND TITLES

YEAR ENDED JUNE 30, 2020

OTHER DESIGNATED RESTRICTED STATE GRANTS

919	Education License Plates
928	EEDA Career Specialists
935	Reading Coaches
936	Student Health and Fitness - Nurses
937	Student Health and Fitness - PE Teachers
970	School Safety - Facility and Infrastructure Safety Upgrades
990	First Steps

OTHER SPECIAL REVENUE PROGRAMS

210	Title IV SSAE
237	Title I School Improvement
264	Language Instruction for Limited English Proficient and Immigrant Students, Title III
267	Improving Teacher Quality (Carryover Provision)
271	JROTC
299	Medicaid Reimbursement
816	High School Summer School
817	Profound Mental Disabled
833	Special Needs Transportation
834	Allen Tate Donation
835	Technology Professional Development
839	ABT Special Fund
845	School Supply Donations
856	Mayday Project-Homeless
858	Bigger than Bullying Proceeds
860	Graduate Coursework
861	HCJ-Fidelity
865	Meritor-FDJTC & YMS
866	I3DP
867	Courageous Cougars
868	EIA Equipment Sale Proceeds
869	EOC - Community Block Grant
872	Youth Risk Behavior Study
873	Transition Advisory Council
875	Summer Feeding Program
876	Early Childhood Literacy
877	Duke Energy - Working Smart
878	Tobacco Free
879	Wise Grant
881	Line Worker Program/Donations
882	Team Foundation, Inc/HCJES Grant
883	Duke Energy Line Worker Grant
884	HCJES Walmart Grant
885	Vocational Rehabilitation
886	JES DHEC Recycling Education Grant
887	COVID Account
888	Foundation for the Carolinas

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

SPECIAL REVENUE FUND

SUMMARY SCHEDULE FOR OTHER DESIGNATED RESTRICTED STATE GRANTS

YEAR ENDED JUNE 30, 2020

Subfund	Revenue	Programs	Revenues	Expenditures	Special Revenue		Special Revenue Fund Unearned
					Interfund Transfers In (Out)	Other Fund Transfers In (Out)	
919	3193	Education License Plates	\$ 638	638	-	-	\$ -
928	3118	EEDA Career Specialists	235,765	235,765	-	-	-
935	3135	Reading Coaches	352,964	352,964	-	-	-
936	3136	Student Health and Fitness - Nurses	173,850	173,850	-	-	-
937	3127	Student Health and Fitness - PE Teachers	36,958	36,958	-	-	-
970	3670	School Safety	76,513	76,513	-	-	-
990	3680	First Steps FAMILY LITERACY Program	43,460	43,460	-	-	1,619
Totals			\$ 920,148	920,148	-	-	\$ 1,619

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

EDUCATION IMPROVEMENT ACT

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
ALL PROGRAMS**

YEAR ENDED JUNE 30, 2020

	ACTUAL
REVENUES	
3500 Education Improvement Act:	
3502 ADEPT	\$ 3,442
3507 Aid to Districts - Technology	65,322
3509 Arts in Education	6,859
3518 Adoption List of Formative Assessment	26,895
3526 Refurbishment of Science Kits	17,805
3528 Industry Credentials/Certifications	28,487
3529 Career & Technology Education	181,062
3532 National Board Salary Supplement (No Carryover Provision)	400,977
3533 Teacher of the Year Awards (No Carryover Provision)	10,765
3538 Student at Risk of School Failure	576,212
3541 CDEP (Child Development Education Program) - Full Day 4K	818,561
3550 Teacher Salary Increase (No Carryover Provision)	1,204,924
3555 Teacher Salary Fringe (No Carryover Provision)	307,397
3557 Summer Reading Program	33,383
3571 Palmetto Priority Schools	123,126
3577 Teacher Supplies (No Carryover Provision)	106,150
3594 EEDA Supplemental Programs	90,440
3595 EEDA - Supplies and Materials	9,719
3597 Aid to Districts	93,511
3599 Other EIA	12,444
Total Revenue from State Sources	<u>4,117,481</u>
TOTAL REVENUE ALL SOURCES	<u>\$ 4,117,481</u>

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

EDUCATION IMPROVEMENT ACT

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
ALL PROGRAMS**

YEAR ENDED JUNE 30, 2020

	ACTUAL
EXPENDITURES	
100 Instruction:	
110 General Instruction:	
111 Kindergarten Programs:	
100 Salaries	\$ 8,763
200 Employee Benefits	2,582
112 Primary Programs:	
100 Salaries	86,992
200 Employee Benefits	26,646
300 Purchased Services	13,606
400 Supplies and Materials	53,463
113 Elementary Programs:	
100 Salaries	368,423
200 Employee Benefits	149,565
300 Purchased Services	8,390
400 Supplies and Materials	72,783
600 Other Objects	200
114 High School Programs:	
100 Salaries	103,817
200 Employee Benefits	40,155
300 Purchased Services	363
400 Supplies and Materials	141,284
115 Career and Technology Education Program:	
100 Salaries	20,000
200 Employee Benefits	5,839
300 Purchased Services - Other Than Tuition	5,957
400 Supplies and Materials	33,209
500 Capital Outlay	139,214
600 Other Objects	200
120 Exceptional Programs:	
121 Educable Mentally Handicapped:	
100 Salaries	5,000
200 Employee Benefits	1,473
128 Emotionally Handicapped:	
100 Salaries	7,500
200 Employee Benefits	2,197
130 Pre-School Programs:	
133 Preschool Handicapped Self- Contained (5Yr. Olds)	
100 Salaries	7,500
200 Employee Benefits	\$ 2,189

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

EDUCATION IMPROVEMENT ACT

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
ALL PROGRAMS**

YEAR ENDED JUNE 30, 2020

	<u>ACTUAL</u>
140 Special Programs:	
141 Gifted and Talented - Academic:	
100 Salaries	\$ 5,000
200 Employee Benefits	1,461
147 CDEP:	
100 Salaries	555,610
200 Employee Benefits	282,310
400 Supplies and Materials	561
180 Adult/Continuing Educational Programs:	
188 Parenting/Family Literacy:	
100 Salaries	43,895
200 Employee Benefits	15,624
Total Instruction	<u>2,211,771</u>
200 Support Services:	
210 Pupil Services:	
212 Guidance Services:	
100 Salaries	65,510
200 Employee Benefits	24,336
300 Purchased Services	7,722
400 Supplies and Materials	5,980
213 Health Services:	
100 Salaries	750
200 Employee Benefits	221
220 Instructional Staff Services:	
221 Improvement of Instruction-Curriculum Development:	
100 Salaries	17,100
200 Employee Benefits	4,949
300 Purchased Services	128
400 Supplies and Materials	1,473
222 Library and Media:	
100 Salaries	7,500
200 Employee Benefits	2,168
400 Supplies and Materials	2,200
223 Supervision of Special Programs:	
100 Salaries	96,155
200 Employee Benefits	\$ 44,624

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

EDUCATION IMPROVEMENT ACT

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
ALL PROGRAMS**

YEAR ENDED JUNE 30, 2020

	ACTUAL
224 Improvement of Instruction-Curriculum Development:	
100 Salaries	\$ 24,028
200 Employee Benefits	175
300 Purchased Services	45,677
400 Supplies and Materials	26,905
233 School Administration:	
300 Purchased Services	592
255 Student Transportation (State Mandated):	
100 Salaries	2,266
200 Employee Benefits	668
300 Purchased Services	69
266 Technology and Data Processing Services:	
400 Supplies and Materials	11,502
270 Support Services - Pupil Activity:	
271 Pupil Services Activities:	
600 Other Objects (Optional)	691
Total Support Services	<u>393,389</u>
TOTAL EXPENDITURES	<u>2,605,160</u>
OTHER FINANCING SOURCES (USES)	
Interfund Transfers, From (To) Other Funds:	
420-710 Transfer to General Fund	(1,512,321)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,512,321)</u>
EXCESS/DEFICIENCY OF REVENUES OVER EXPENDITURES	-
FUND BALANCE, Beginning of Year	<u>-</u>
FUND BALANCE, End of Year	<u>\$ -</u>

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

EDUCATION IMPROVEMENT ACT

SUMMARY SCHEDULE BY PROGRAM

YEAR ENDED JUNE 30, 2020

Program	Revenues	Expenditures	EIA Interfund Transfers In/(Out)	Other Fund Transfers In/(Out)	EIA Fund Unearned Revenue
3500 Education Improvement Act:					
3502 ADEPT	\$ 3,442	3,442	-	-	\$ -
3507 Aid to Districts - Technology	65,322	65,322	-	-	-
3509 Arts in Education	6,859	6,859	-	-	5,741
3518 Adoption of Formative Assessment	26,895	26,895	-	-	-
3519 Grade 10 Assessments	-	-	-	-	13,390
3526 Refurbishment of Science Kits	17,805	17,805	-	-	30,099
3528 Industry Credentials/Certifications	28,487	28,487	-	-	23,424
3529 Career & Technology Education	181,062	181,062	-	-	33,227
3532 National Board Salary Supplement (No Carryover Provision)	400,977	400,977	-	-	-
3533 Teacher of the Year Awards (No Carryover Provision)	10,765	10,765	-	-	-
3538 Student at Risk of School Failure	576,212	576,212	-	-	-
3541 CDEP (Child Development Education Program) - Full Day 4K	818,561	818,561	-	-	-
3550 Teacher Salary Increase (No Carryover Provision)	1,204,924	-	-	(1,204,924)	-
3555 Teacher Salary Fringe (No Carryover Provision)	307,397	-	-	(307,397)	-
3557 Summer Reading Program	33,383	33,383	-	-	89,734
3571 CSI & Palmetto Priority	123,126	123,126	-	-	90,682
3577 Teacher Supplies (No Carryover Provision)	106,150	106,150	-	-	-
3594 EEDA Supplemental Programs	90,440	90,440	-	-	-
3595 EEDA - Supplies and Materials	9,719	9,719	-	-	6,728
3597 Aid to Districts	93,511	93,511	-	-	224,650
3599 Other EIA	12,444	12,444	-	-	-
Totals	\$ 4,117,481	2,605,160	-	(1,512,321)	\$ 517,675

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

DETAILED SCHEDULE OF DUE TO STATE DEPARTMENT OF EDUCATION/FEDERAL GOVERNMENT

YEAR ENDED JUNE 30, 2020

Program	Project/ Grant Number	Revenue & Subfund Code	Description	Amount Due to State Dept. of Education or Federal Government	Status of Amount Due to Grantors
			None		



York School District One
York, South Carolina

Comprehensive Annual Financial Report

Debt Service Fund

The ***Debt Service Fund, a major fund*** and an unbudgeted fund, is used to account for the accumulation of financial resources that are restricted, committed, or assigned for the payment of all long-term debt principal, interest and related costs for the District.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2020

	<u>ACTUAL</u>
REVENUES	
1000 Revenue from Local Sources:	
1200 Revenue from Local Governmental Units Other than LEAs:	
1210 Ad Valorem Taxes-Including Delinquent (Fiscally Dependent LEA)	\$ 7,950,315
1240 Penalties & Interest on Taxes (Dependent)	446,064
1500 Earnings on Investments:	
1510 Interest on Investments	118,071
Total Revenue from Local Sources	<u>8,514,450</u>
3000 Revenue from State Sources:	
3800 State Revenue in Lieu of Taxes:	
3820 Homestead Exemption (Tier 2)	464,771
3830 Merchant's Inventory Tax	19,010
Total Revenue from State Sources	<u>483,781</u>
TOTAL REVENUE ALL SOURCES	<u>8,998,231</u>
EXPENDITURES	
500 Debt Service:	
610 Redemption of Principal	4,815,000
620 Interest	3,742,277
690 Other Objects (Includes Fees for Servicing Bonds)	3,786
Total Debt Service	<u>8,561,063</u>
TOTAL EXPENDITURES	<u>8,561,063</u>
EXCESS/DEFICIENCY OF REVENUES OVER EXPENDITURES	437,168
FUND BALANCE, Beginning of Year	<u>3,831,874</u>
FUND BALANCE, End of Year	<u>\$ 4,269,042</u>

**York School District One
York, South Carolina**

Comprehensive Annual Financial Report

Capital Projects Fund

The ***Capital Projects Fund, a major fund*** and an unbudgeted fund, is used to account for and report financial resources that are restricted, committed, or assigned for expenditures of capital outlay related to site acquisitions, construction, equipment, and renovation of all major capital facilities except for those financed in the Enterprise Fund.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2020

	ACTUAL
REVENUES	
1000 Revenue from Local Sources:	
1500 Earnings on Investments:	
1510 Interest on Investments	\$ 160,901
1900 Other Revenue from Local Sources:	
1999 Revenue from Other Local Sources	16,160
Total Revenue from Local Sources	<u>177,061</u>
TOTAL REVENUE ALL SOURCES	<u>177,061</u>
EXPENDITURES	
250 Finance and Operations:	
253 Facilities Acquisition & Construction:	
300 Purchased Services	952,953
400 Supplies and Materials	1,101,269
500 Capital Outlay:	
520 Construction Services	54,182
530 Improvements Other Than Buildings	904,543
550 Vehicles	118,690
Total Support Services	<u>3,131,637</u>
TOTAL EXPENDITURES	<u>3,131,637</u>
OTHER FINANCING SOURCES (USES)	
Interfund Transfers, From (To) Other Funds:	
5210 Transfer from General Fund (Exclude Indirect Costs)	1,680,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,680,000</u>
EXCESS/DEFICIENCY OF REVENUES OVER EXPENDITURES	(1,274,576)
FUND BALANCE, Beginning of Year	<u>11,062,144</u>
FUND BALANCE, End of Year	<u><u>\$ 9,787,568</u></u>

**York School District One
York, South Carolina**

Comprehensive Annual Financial Report

Special Revenue Fund - Food Service

The ***Food Service Fund, a major fund*** and an unbudgeted fund, is used to account for and report the financial resources received that are restricted for the cafeteria operations at school locations. These resources primarily consist of revenues received from (a) breakfast, lunch, and other food sales and (b) from the United States Department of Agriculture's ("USDA") approved school breakfast and lunch programs.



**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

FOOD SERVICE FUND

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2020

	<u>ACTUAL</u>
REVENUES	
1000 Revenues from Local Sources:	
1500 Earnings on Investments:	
1510 Interest on Investments	\$ 1,734
1600 Food Service:	
1610 Lunch Sales to Pupils	275,156
1620 Breakfast Sales to Pupils	15,803
1630 Special Sales to Pupils	91,564
1640 Lunch Sales to Adults	22,631
1650 Breakfast Sales to Adults	733
1660 Special Sales to Adults	8,949
1900 Other Revenue from Local Sources:	
1999 Revenue from Other Local Sources	82,633
Total Revenue from Local Sources	<u>499,203</u>
4000 Revenue from Federal Sources:	
4800 USDA Reimbursement:	
4810 School Lunch and After School Snacks Program and Special Milk Program	1,088,618
4830 School Breakfast Program (Carryover Provision)	401,392
4880 Summer Feeding - COVID School Closure	802,797
4900 Other Federal Sources:	
4991 USDA Commodities (Food Distribution Program) (Carryover Provision)	221,341
4999 Revenue from Other Federal Sources	248,953
Total Revenue from Federal Sources	<u>2,763,101</u>
TOTAL REVENUE ALL SOURCES	<u>\$ 3,262,304</u>

(Continued)

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

FOOD SERVICE FUND

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2020

	<u>ACTUAL</u>
EXPENSES	
256 Food Service:	
100 Salaries	\$ 846,596
200 Employee Benefits	229,978
300 Purchased Services (Exclude Energy Costs)	34,922
393 Direct Purchased Services	1,681,620
400 Supplies and Materials (Include Energy Costs)	249,079
600 Other Objects	3,004
Total Food Services Expenses	<u>3,045,199</u>
TOTAL EXPENSES	<u>3,045,199</u>
OTHER FINANCING SOURCES (USES)	
Interfund Transfers, From (To) Other Funds:	
432-791 Food Service Fund Indirect Costs	(135,861)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(135,861)</u>
EXCESS/DEFICIENCY OF REVENUES OVER EXPENDITURES	81,244
FUND BALANCE, Beginning of Year, as Adjusted	<u>2,047,274</u>
FUND BALANCE, End of Year	<u>\$ 2,128,518</u>

York School District One
York, South Carolina

Comprehensive Annual Financial Report

Fiduciary Fund-Agency-Pupil Activity

Fiduciary Fund Types are used to account for expendable assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds and include Agency Funds. Fiduciary Fund Types include the following:

The ***Agency Fund***, an unbudgeted fund, accounts for the receipt and disbursement of monies to and from student activity organizations. These funds have no equity (assets are equal to liabilities) and do not include revenues and expenditures for the general operation of the District. This accounting reflects the agency relationship of the District with the student activity organizations.



**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

PUPIL ACTIVITY FUND

**SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN
DUE TO STUDENT ORGANIZATIONS**

YEAR ENDED JUNE 30, 2020

	<u>ACTUAL</u>
RECEIPTS	
1000 Receipts from Local Sources:	
1500 Earnings on Investments:	
1510 Interest on Investments	\$ 333
1700 Pupil Activities:	
1710 Admissions	91,621
1720 Bookstore Sales	8,993
1730 Pupil Organization Membership Dues and Fees	70,775
1740 Student Fees	55,635
1790 Other	923,567
1900 Other Revenue from Local Sources:	
1920 Contributions & Donations Private Sources	15,052
1999 Revenue from Other Local Sources	34,577
Total Receipts from Local Sources	<u>1,200,553</u>
TOTAL RECEIPTS ALL SOURCES	<u>1,200,553</u>
DISBURSEMENTS	
190 Instructional Pupil Activity:	
660 Pupil Activity	137,504
Total Instruction	<u>137,504</u>
270 Support Services Pupil Activity:	
271 Pupil Service Activities:	
660 Pupil Activity	733,008
272 Enterprise Activities:	
660 Pupil Activity	279,633
273 Trust and Agency Activities:	
660 Enterprise Activity	95,349
Total Pupil Activity Expenditures	<u>1,107,990</u>
TOTAL DISBURSEMENTS	<u>1,245,494</u>
EXCESS/DEFICIENCY OF RECEIPTS OVER DISBURSEMENTS	(44,941)
DUE TO STUDENT ORGANIZATIONS, Beginning of Year	<u>589,716</u>
DUE TO STUDENT ORGANIZATIONS, End of Year	<u>\$ 544,775</u>

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

PUPIL ACTIVITY FUND

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES IN DUE TO STUDENT ORGANIZATIONS

YEAR ENDED JUNE 30, 2020

	Balance at June 30, 2019	Additions	Deductions	Balance at June 30, 2020
ASSETS				
Cash and Cash Equivalents	\$ 566,163	1,200,465	1,245,494	\$ 521,134
Investments	23,350	88	-	23,438
Receivables	203	-	-	203
TOTAL ASSETS	\$ 589,716	1,200,553	1,245,494	\$ 544,775
LIABILITIES				
Due to Student Organizations	\$ 589,716	1,200,553	1,245,494	\$ 544,775
TOTAL LIABILITIES	\$ 589,716	1,200,553	1,245,494	\$ 544,775

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

LOCATION RECONCILIATION SCHEDULE

YEAR ENDED JUNE 30, 2020

LOCATION ID	LOCATION DESCRIPTION	EDUCATION LEVEL	COST TYPE	TOTAL EXPENDITURES
00	District-Wide	Non-School	Central	\$ 14,844,100
01	Education Service Center	Non-School	Central	449,994
02	Floyd D. Johnson Technology Center	Other Schools	School	2,494,963
03	York Comprehensive High School	High School	School	13,012,613
06	District Office	Non-School	Central	5,255,031
08	Jefferson Elementary	Elementary	School	4,137,043
09	York Intermediate School	Middle School	School	7,050,206
15	York One Academy	Alternative	School	1,425,273
44	York Middle School	Middle School	School	6,930,999
45	Hickory Grove-Sharon Elementary	Elementary	School	3,529,844
46	Hunter Street Elementary	Elementary	School	4,403,964
47	Cotton Belt Elementary	Elementary	School	4,070,722
49	Harold C. Johnson Elementary	Elementary	School	4,747,632
Total Expenditures/Disbursements for all funds				\$ 72,352,384

The above expenditures are reconciled to the District's financial statements as follows:

General Fund	\$ 48,500,879
Special Revenue Fund (Subfunds 200's, 800's, 900's)	5,262,952
Special Revenue - EIA Fund (Subfunds 300's)	2,605,160
Debt Service Fund	8,561,063
Capital Projects Funds (Subfund 500's)	3,131,637
Special Revenue - Food Service Fund (Subfund 600)	3,045,199
Trust and Agency Fund (Subfund 700's)	1,245,494
Total Expenditures/Disbursements for all funds	\$ 72,352,384



**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

STATISTICAL SECTION

YEAR ENDED JUNE 30, 2020

This section of the York School District One's (the "District") comprehensive annual financial report presents detailed trend and other information as a context for understanding what the information in the financial statements, notes to the financial statements, required supplementary information and other supplementary information says about the District's overall financial health.

Page Number

Financial Trends

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

129

Revenue Capacity

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

135

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current level of outstanding debt and the District's ability to issue additional debt in the future.

139

Demographic and Economic Information

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

143

Operating Information

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

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.



YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 1

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

UNAUDITED

	Fiscal Year									
	2011	2012 ¹	2013 ²	2014 ³	2015 ⁴	2016	2017	2018 ⁵	2019	2020
Governmental Activities										
Net Investment in Capital Assets	\$ 29,003,866	24,764,029	18,966,916	14,613,621	14,143,451	6,943,438	8,360,535	5,350,310	4,384,672	\$ 3,010,228
Restricted	3,595,291	3,461,012	3,678,473	2,919,412	2,184,969	5,687,962	3,372,828	5,402,980	5,887,482	6,366,778
Unrestricted	11,472,572	9,382,086	10,443,078	12,612,000	(38,514,153)	(38,292,449)	(41,747,773)	(95,387,187)	(96,638,325)	(98,436,525)
Total Governmental Activities Net Position	<u>\$ 44,071,729</u>	<u>37,607,127</u>	<u>33,088,467</u>	<u>30,145,033</u>	<u>(22,185,733)</u>	<u>(25,661,049)</u>	<u>(30,014,410)</u>	<u>(84,633,897)</u>	<u>(86,366,171)</u>	<u>\$ (89,059,519)</u>
Business-Type Activities										
Net Investment in Capital Assets	\$ 920,634	810,596	714,919	608,962	506,164	525,177	421,988	-	-	\$ -
Unrestricted	474,891	684,929	880,606	1,086,563	713,250	939,374	628,673	-	-	-
Total Business-Type Activities Net Position	<u>\$ 1,395,525</u>	<u>1,495,525</u>	<u>1,595,525</u>	<u>1,695,525</u>	<u>1,219,414</u>	<u>1,464,551</u>	<u>1,050,661</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
Primary Government										
Net Investment in Capital Assets	\$ 29,924,500	25,574,625	19,681,835	15,222,583	14,649,615	7,468,615	8,782,523	5,350,310	4,384,672	\$ 3,010,228
Restricted	3,595,291	3,461,012	3,678,473	2,919,412	2,184,969	5,687,962	3,372,828	5,402,980	5,887,482	6,366,778
Unrestricted	11,947,463	10,067,015	11,323,684	13,698,563	(37,800,903)	(37,353,075)	(41,119,100)	(95,387,187)	(96,638,325)	(98,436,525)
Total Primary Government Net Position	<u>\$ 45,467,254</u>	<u>39,102,652</u>	<u>34,683,992</u>	<u>31,840,558</u>	<u>(20,966,319)</u>	<u>(24,196,498)</u>	<u>(28,963,749)</u>	<u>(84,633,897)</u>	<u>(86,366,171)</u>	<u>\$ (89,059,519)</u>

Note 1: The net position of governmental activities decreased from 2011 to 2012 due to an increase in instructional expenses.

Note 2: The net position of governmental activities decreased from 2012 to 2013 due expenses exceeding revenues in the current fiscal year.

Note 3: The net position of governmental activities decreased from 2013 to 2014 due to expenses exceeding revenues in the current fiscal year.

Note 4: The District implemented GASB #68/71 in 2015

Note 5: The District converted Food Service balances from business type activities to governmental activities.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

UNAUDITED

	2011 ¹	2012 ²	2013 ³	2014 ⁴	2015 ⁵	2016 ⁶	2017 ⁷	2018 ⁸	2019 ⁹	2020 ¹⁰
Expenses										
Governmental Activities:										
Instruction	\$ 15,655,936	29,530,775	31,405,400	30,377,162	31,353,768	32,481,326	34,352,771	37,523,497	37,659,262	\$ 40,225,654
Support Services	31,000,076	22,852,514	21,161,233	20,253,881	21,728,654	22,930,865	24,328,809	29,381,761	29,502,178	30,268,722
Intergovernmental	-	-	-	-	-	-	-	-	-	-
Interest and Other Charges	4,558,142	5,243,748	5,053,739	6,224,137	4,170,449	6,209,181	2,763,817	2,687,662	2,040,884	2,706,469
Total Governmental Activities Expenses	51,214,154	57,627,037	57,620,372	56,855,180	57,252,871	61,621,372	61,445,397	69,592,920	69,202,324	73,200,845
Business-Type Activities:										
Food Services	2,088,496	2,345,603	2,353,674	2,421,927	2,816,279	2,846,331	3,350,863	-	-	-
Total Business-Type Activities Expenses	2,088,496	2,345,603	2,353,674	2,421,927	2,816,279	2,846,331	3,350,863	-	-	-
Total Primary Government Expenses	\$ 53,302,650	59,972,640	59,974,046	59,277,107	60,069,150	64,467,703	64,796,260	69,592,920	69,202,324	\$ 73,200,845
Program Revenues										
Governmental Activities:										
Charges for Services:										
Operating Grants and Contributions	\$ 24,093,028	24,587,788	25,326,132	24,985,478	26,777,487	27,489,089	29,095,326	34,287,825	35,109,598	\$ 37,333,381
Charges for Services:	-	-	-	-	-	-	-	498,615	544,844	414,834
Capital Grants and Contributions	10,061	-	-	-	-	107,795	-	-	-	-
Total Governmental Activities Program Revenues	24,103,089	24,587,788	25,326,132	24,985,478	26,777,487	27,596,884	29,095,326	34,786,440	35,654,442	37,748,215
Business-Type Activities:										
Charges for Services:										
Food Service	610,206	653,165	616,173	615,816	596,771	615,767	556,194	-	-	-
Operating Grants and Contributions	1,727,844	1,927,686	1,972,962	2,041,698	2,448,014	2,482,238	2,514,429	-	-	-
Total Business-Type Activities Program Revenues	2,338,050	2,580,851	2,589,135	2,657,514	3,044,785	3,098,005	3,070,623	-	-	-
Total Primary Government Program Revenues	\$ 26,441,139	27,168,639	27,915,267	27,642,992	29,822,272	30,694,889	32,165,949	34,786,440	35,654,442	\$ 37,748,215
Net (Expense)/Revenue										
Governmental Activities	\$ (27,111,065)	(33,039,249)	(32,294,240)	(31,869,702)	(30,475,384)	(34,024,488)	(32,350,071)	(34,806,480)	(33,547,882)	\$ (35,452,630)
Business-Type Activities	249,554	235,248	235,461	235,587	228,506	251,674	(280,240)	-	-	-
Total Primary Government Net (Expense)/Revenue	\$ (26,861,511)	(32,804,001)	(32,058,779)	(31,634,115)	(30,246,878)	(33,772,814)	(32,630,311)	(34,806,480)	(33,547,882)	\$ (35,452,630)

(Continued)

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 2

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

UNAUDITED

		Fiscal Year									
		2011 ¹	2012 ²	2013 ³	2014 ⁴	2015 ⁵	2016 ⁶	2017 ⁷	2018 ⁸	2019 ⁹	2020 ¹⁰
General Revenues and Other Changes in Net Position											
Governmental Activities:											
Taxes by Source:											
Property Tax - General Operations	\$	11,962,753	11,455,061	12,403,242	13,371,086	13,675,538	14,973,251	13,042,887	15,075,561	15,274,490	\$ 15,413,739
Property Tax - Debt Service		6,319,740	6,759,604	6,887,351	7,127,507	7,242,780	7,572,988	6,706,877	7,473,782	7,525,783	8,304,698
State Revenue in Lieu of Taxes		6,651,863	6,786,798	6,983,336	7,119,379	7,261,593	7,382,306	7,401,702	7,507,266	7,739,483	7,859,439
Other Taxes		345,228	363,665	379,302	394,628	408,895	406,652	417,288	429,819	427,303	483,782
Unrestricted Investment Earnings		107,019	51,370	53,880	36,241	55,878	135,668	222,520	314,190	628,283	516,674
Transfers		(268,194)	135,861	135,861	135,861	135,861	8,201	135,860	-	-	-
Miscellaneous		220,597	258,078	186,138	34,497	39,352	33,112	27,571	384,465	176,012	137,490
Other Revenues		792,774	764,210	746,470	707,069	700,078	36,994	42,005	48,835	44,254	43,460
Total Governmental Activities		26,131,780	26,574,647	27,775,580	28,926,268	29,519,975	30,549,172	27,996,710	31,233,918	31,815,608	32,759,282
Business-Type Activities:											
Unrestricted Investment Earnings		886	613	400	274	561	1,664	2,210	-	-	-
Transfers		268,194	(135,861)	(135,861)	(135,861)	(135,861)	(8,201)	(135,860)	-	-	-
Total Business-Type Activities		268,880	(135,248)	(135,461)	(135,587)	(135,300)	(6,537)	(133,650)	-	-	-
Total Primary Government	\$	26,400,660	26,439,399	27,640,119	28,790,681	29,384,675	30,542,635	27,863,060	31,233,918	31,815,608	\$ 32,759,282
Change in Net Position:											
Governmental Activities	\$	(979,285)	(6,464,602)	(4,518,660)	(2,943,434)	(955,409)	(3,475,316)	(4,353,361)	(3,572,562)	(1,732,274)	\$ (2,693,348)
Business-Type Activities		518,434	100,000	100,000	100,000	93,206	245,137	(413,890)	-	-	-
Total Primary Government	\$	(460,851)	(6,364,602)	(4,418,660)	(2,843,434)	(862,203)	(3,230,179)	(4,767,251)	(3,572,562)	(1,732,274)	\$ (2,693,348)

Note 1: Net Position in governmental activities decreased primarily due to a decrease in property tax and state revenue, partially offset by increase in expenses. Net Position in business-type activities increased because of a decrease in expenses and contributed capital, partially offset by a transfer to the General Fund for indirect costs.

2: Net Position decreased in 2012 due to an increase in instructional expenses..

3: Net Position decreased in 2013 due to expenses exceeding revenues.

4: Net Position decreased in 2014 due to expenses exceeding revenues.

5: Net Position decreased in 2015 due to expenses exceeding revenues.

6: Net Position decreased in 2016 due to expenses exceeding revenues.

7: Net Position decreased in 2017 due to expenses exceeding revenues.

8: Net Position decreased in 2018 due to expenses exceeding revenues.

9: Net Position decreased in 2019 due to expenses exceeding revenues.

10: Net Position decreased in 2020 due to expenses exceeding revenues.

The District also converted food service balances from business type activities to governmental activities.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 3

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

UNAUDITED

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Pre-GASB #54 ¹										
Unreserved	\$ -	-	-	-	-	-	-	-	-	\$ -
Post GASB #54 ¹										
Unassigned	8,655,615	7,719,414	6,631,829	6,958,944	7,526,415	8,385,819	9,374,529	10,504,515	10,644,705	11,245,207
Total General Fund	<u>\$ 8,655,615</u>	<u>7,719,414</u>	<u>6,631,829</u>	<u>6,958,944</u>	<u>7,526,415</u>	<u>8,385,819</u>	<u>9,374,529</u>	<u>10,504,515</u>	<u>10,644,705</u>	<u>\$11,245,207</u>
All Other Governmental Funds										
Pre-GASB #54 ¹										
Reserved	\$ -	-	-	-	-	-	-	-	-	\$ -
Unreserved, Reported In:										
Special Revenue Funds	-	-	-	-	-	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-	-	-	-	-	-
Debt Service Funds	-	-	-	-	-	-	-	-	-	-
Post GASB #54 ¹										
Non-Spendable	-	-	-	-	-	-	-	9,197	-	-
Restricted	6,244,027	7,192,650	5,139,274	4,705,102	5,224,736	6,619,277	6,936,950	8,476,649	16,941,292	16,185,128
Assigned	728,415	214,549	2,253,098	3,779,993	3,880,260	3,544,096	-	-	-	-
Total All Other Governmental Funds	<u>\$ 6,972,442</u>	<u>7,407,199</u>	<u>7,392,372</u>	<u>8,485,095</u>	<u>9,104,996</u>	<u>10,163,373</u>	<u>6,936,950</u>	<u>8,485,846</u>	<u>16,941,292</u>	<u>\$16,185,128</u>

Note 1: The District implemented GASB #54 "Fund Balance Reporting and Governmental Fund Type Definitions" ("GASB #54") in 2011. GASB #54 established new fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. The District has elected to apply GASB #54 prospectively - and thus has provided fund balance information before ("Pre") and after ("Post") its implementation.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 4

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

UNAUDITED

	2011 ¹	2012	2013	2014 ²	2015 ³	2016	2017 ⁴	2018	2019	2020
Revenues										
Local Sources:										
Taxes by Source:										
Property Tax - General Operations	\$ 11,292,158	12,072,613	12,284,522	13,070,676	13,491,332	14,585,862	12,779,549	14,842,406	15,169,926	\$ 15,765,790
Property Tax - Debt Service	6,488,272	6,893,791	6,839,683	7,031,199	7,206,959	7,417,749	6,603,645	7,413,055	7,630,347	8,396,379
Investment Earnings	107,019	51,370	53,880	36,241	55,878	135,668	222,520	314,190	628,283	516,674
Other Local Sources	627,871	797,223	1,293,053	565,728	326,968	682,174	372,515	1,351,506	1,150,734	1,025,484
State Sources	24,943,976	27,191,788	27,722,640	28,189,450	30,627,623	31,461,985	33,376,733	35,806,765	36,855,168	38,530,667
Federal Sources	6,417,286	4,714,540	4,566,435	4,429,800	4,188,683	3,274,795	3,192,639	5,949,719	5,991,338	6,672,774
Intergovernmental Revenue	124,419	56,987	39,246	56,070	44,129	36,994	42,005	48,835	44,254	43,460
Total Revenues	50,001,001	51,778,312	52,799,459	53,379,164	55,941,572	57,595,227	56,589,606	65,726,476	67,470,050	70,951,228
Expenditures										
Current:										
Instruction	\$ 25,932,428	27,084,309	27,188,035	26,208,604	26,805,387	27,861,812	29,476,178	31,025,426	31,690,503	\$ 33,635,294
Support Services	18,716,637	20,164,598	19,302,700	18,611,877	19,844,189	20,595,677	21,226,258	25,174,704	26,062,996	27,534,947
Intergovernmental	66,758	102,561	104,690	82,624	82,061	121,230	76,968	84,572	102,768	88,789
Capital Outlay	11,255,304	1,036,352	237,795	156,203	380,922	805,670	1,627,572	1,669,310	1,126,836	1,286,797
Debt Service:										
Principal	1,535,000	7,940,000	1,739,000	2,003,000	37,959,000	2,467,000	2,646,000	3,114,000	3,407,000	4,815,000
Interest and Fiscal Charges	5,448,658	5,531,424	5,182,558	5,021,648	4,913,319	3,963,931	3,875,040	3,686,498	3,587,317	3,742,277
Other Charges	16,717	142,538	282,954	11,231	175,284	435,029	35,163	27,606	111,009	3,786
Total Expenditures	62,971,502	62,001,782	54,037,732	52,095,187	90,160,162	56,250,349	58,963,179	64,782,116	66,088,429	71,106,890
Excess of Revenues Over (Under) Expenditures	\$ (12,970,501)	(10,223,470)	(1,238,273)	1,283,977	(34,218,590)	1,344,878	(2,373,573)	944,360	1,381,621	\$ (155,662)

(Continued)

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 4

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

UNAUDITED

	2011 ¹	2012	2013	2014 ²	2015 ³	2016	2017 ⁴	2018	2019	2020
Other Financing Sources (Uses)										
Transfers In	\$ 2,576,760	2,021,579	2,859,865	3,301,732	4,074,050	8,210,608	6,128,849	3,359,584	11,746,463	\$ 3,459,452
Transfers Out	(2,324,760)	(1,885,719)	(2,724,004)	(3,165,871)	(3,938,189)	(8,074,747)	(5,992,989)	(3,359,584)	(11,746,463)	(3,459,452)
Proceeds of Bonds Sold	-	6,310,000	-	-	32,405,000	-	-	-	-	-
Premium on Bonds Sold	-	275,166	-	-	2,865,101	9,890,126	-	-	714,015	-
Issuance of General Obligation Bonds	-	3,000,000	-	-	-	45,380,000	-	-	6,500,000	-
Issuance of General Obligation Bond Anticipation Note	-	-	-	-	-	-	-	-	-	-
Issuance of Capital Leases	-	-	-	-	-	-	-	-	-	-
Issuance of Refunding Bonds	-	-	-	-	-	-	-	-	-	-
Payment to Refunded Debt Escrow Agent	-	-	-	-	-	(54,833,084)	-	-	-	-
Total Other Financing Sources (Uses)	252,000	9,721,026	135,861	135,861	35,405,962	572,903	135,860	-	7,214,015	-
Net Change in Fund Balances	\$ (12,718,501)	(502,444)	(1,102,412)	1,419,838	1,187,372	1,917,781	(2,237,713)	944,360	8,595,636	(155,662)
Capital Asset Expenditures	\$ 14,954,086	1,859,880	38,913	51,367	283,029	297,558	517,919	251,017	151,300	\$ 1,192,095
Debt Service as a Percentage of Noncapital Expenditures	14.5%	22.4%	12.8%	13.5%	47.7%	11.5%	11.2%	10.5%	10.6%	12.2%

Note 1: Expenses decreased due to the completion of the new high school and technology center.

Note 2: Expenses decreased due to significant budget cuts the District made from the previous year.

Note 3: Total expenses and revenues increase due to the refunding of \$32.0 million in bonds.

Note 4: Expenses exceeded revenue due to a tax refund related to prior years to a company in the District's tax base.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 5

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year Ended June 30	Assessed Real Property		Assessed Personal Property		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Tax Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Motor Vehicles	Other				
2011	\$ 47,047,440	9,636,223	9,416,207	23,972,973	\$ 90,072,843	237.60	\$ 1,616,240,947	5.6%
2012	49,550,485	10,148,894	10,071,795	23,313,608	93,084,782	242.60	1,644,357,375	5.7%
2013	49,283,332	10,818,292	10,717,983	23,339,873	94,159,480	248.60	1,777,877,552	5.3%
2014	50,074,064	10,256,115	11,713,607	24,867,478	96,911,264	253.60	1,727,340,196	5.6%
2015	50,622,858	10,368,462	12,489,726	24,682,992	98,164,038	257.60	1,750,810,848	5.6%
2016	49,140,103	10,786,778	12,568,993	29,501,610	101,997,484	260.10	1,769,603,493	5.8%
2017	49,881,824	10,949,659	13,902,785	26,599,637	101,333,905	262.60	1,779,223,872	5.7%
2018	51,425,956	11,288,614	13,410,604	26,669,877	102,795,051	267.60	1,814,369,188	5.7%
2019	52,529,341	11,529,210	13,844,298	26,461,291	104,364,140	274.60	1,860,192,086	5.6%
2020	\$ 55,063,345	12,085,456	13,927,139	26,199,721	\$ 107,275,661	287.60	\$ 1,892,317,811	5.7%

Source: York County Government

Note: Property in the county was last reassessed for fiscal year 2015. Tax rates are per \$1,000 of assessed value. Beginning in fiscal year 2003, the state legislature decreased the vehicle tax assessment rate by .75% per year until the rate is lowered to 6% in fiscal year 2008.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 6

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year Ended June 30	York School District One			Overlapping Rates ¹			Total Direct and Overlapping Rates
	Operating Millage	Debt Service Millage	Total Millage	City of York Millage	York County Incorporated Millage	York County Unincorporated ² Millage	
2011	159.60	78.00	237.60	115.00	66.00	9.60	428.20
2012	164.60	78.00	242.60	115.00	62.50	9.40	429.50
2013	170.60	78.00	248.60	115.00	64.50	9.40	437.50
2014	175.60	78.00	253.60	115.00	64.50	9.40	442.50
2015	179.60	78.00	257.60	117.20	68.70	9.40	452.90
2016	182.10	78.00	260.10	117.20	69.70	9.60	456.60
2017	184.60	78.00	262.60	117.20	72.80	9.60	462.20
2018	189.60	78.00	267.60	117.20	74.80	9.80	469.40
2019	196.60	78.00	274.60	124.60	83.20	10.00	492.40
2020	203.60	84.00	287.60	124.60	83.50	10.60	506.30

Source: York School District One and York County Government

Note 1: Overlapping rates are those of local and county governments that apply to property owners within the York School District. Not all overlapping rates apply to all of the York School District property owners (i.e., the rates for special districts apply only to the proportion of the York School District's property owners whose property is located within the geographic boundaries of the special district).

2: The Unincorporated tax rates for York County are levied on all property for taxpayers who do not reside within a municipality.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

TABLE 7

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

UNAUDITED

Taxpayer	2020			2011		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Duke Energy Corporation	\$ 4,295,510	1	4.0%	\$ 3,843,210	1	4.3%
York Electric Coop Inc.	3,052,000	2	2.8%	2,944,523	2	3.3%
Meritor Heavy Vehicle Systems LLC	1,836,024	3	1.7%	1,198,702	4	1.3%
Plains LPG Services	1,450,852	4	1.4%	-		
Elkem Silicones USA Corp/Bluestar Silicones	1,386,901	5	1.3%	-		
Maclean Power York LLC	1,289,828	6	1.2%	894,100	6	1.0%
FOMAS Inc.	1,250,771	7	1.2%	-		
BellSouth Telecommunications	1,081,190	8	1.0%	1,007,070	5	1.1%
Ambassador Packaging, Inc	636,270	9	0.6%	501,310	10	0.6%
SGS York Propco LLC	554,964	10	0.5%	-		
Hella Lighting Corporation	-			1,882,460	3	2.1%
Champion Laboratories Inc.	-			735,128	7	0.8%
Eagle Alloys Inc	-			682,828	8	0.8%
Canton Textile Mills Inc.	-			530,610	9	0.6%
Totals	<u>\$ 16,834,310</u>		<u>15.7%</u>	<u>\$ 14,219,941</u>		<u>15.8%</u>

Source: York County Government

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

PROPERTY TAX LEVIES AND COLLECTIONS

TABLE 8

LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year Ended June 30	Tax Year	Local Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2011	2010	\$ 25,686,385	\$ 24,260,746	94.4%	\$ 1,368,863	\$ 25,629,609	99.8%
2012	2011	26,539,951	25,053,108	94.4%	1,175,701	26,228,809	98.8%
2013	2012	27,330,092	25,670,016	93.9%	1,091,830	26,761,846	97.9%
2014	2013	28,489,872	27,039,331	94.9%	1,154,985	28,194,316	99.0%
2015	2014	29,002,778	27,419,374	94.5%	1,112,120	28,531,494	98.4%
2016	2015	30,685,830	29,250,819	95.3%	1,027,834	30,278,653	98.7%
2017	2016	30,410,753	28,666,380	94.3%	748,623	29,415,003	96.7%
2018	2017	31,201,118	29,668,772	95.1%	551,497	30,220,269	96.9%
2019	2018	31,676,772	30,542,654	96.4%	456,124	30,998,778	97.9%
2020	2019	\$ 33,649,734	\$ 32,051,070	95.2%	-	\$ 32,051,070	95.2%

Source: York County Government

Note: Due to collections of prior years delinquents some fiscal years had total property tax collections as a percentage of the annual levy that exceeds 100 percent.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

TABLE 9

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year Ended June 30	Governmental Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases			
2011	\$ 93,345,000	11,006,000	\$ 104,351,000	1.3%	\$ 453
2012	99,299,000	10,806,000	110,105,000	1.3%	469
2013	97,479,790	10,567,000	108,046,790	1.2%	451
2014	95,530,582	10,193,000	105,723,582	1.1%	431
2015	92,820,916	9,604,000	102,424,916	1.0%	408
2016	84,223,691	8,852,000	93,075,691	0.9%	360
2017	81,000,000	6,306,000	87,306,000	0.7%	328
2018	80,895,000	3,297,000	84,192,000	0.7%	\$ 307
2019	96,527,434	-	96,527,434	N/A	N/A
2020	\$ 90,725,405	-	\$ 90,725,405	N/A	N/A

Note: Details regarding the York School District One's outstanding debt can be found in the notes to the financial statements. See the Schedule of Demographic and Economic Statistics for personal income and population data.
N/A = Not Available

Note: Fiscal years 2012 through 2020 are shown gross of related premiums, discounts, and adjustments.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

TABLE 10

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2011	\$ 93,345,000	3,639,058	\$ 89,705,942	5.6%	\$ 389
2012	99,299,000	3,604,799	95,694,201	5.8%	408
2013	97,479,790	3,593,718	93,886,072	5.3%	392
2014	95,530,582	3,575,431	91,955,151	5.3%	375
2015	92,820,916	2,496,780	90,324,136	5.2%	360
2016	84,223,691	5,894,194	78,329,497	4.4%	303
2017	81,000,000	3,316,470	77,683,530	4.4%	292
2018	80,895,000	3,395,895	77,499,105	4.3%	\$ 283
2019	96,527,434	3,831,874	92,695,560	5.0%	N/A
2020	\$ 90,725,405	4,269,032	\$ 86,456,373	4.6%	N/A

Note: Details regarding the York School District One's outstanding debt can be found in the notes to the financial statements.

See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

See the Schedule of Demographic and Economic Statistics for population data.

Fiscal years 2012 through 2020 are shown net of related premiums, discounts, and adjustments.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

Table 11

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF JUNE 30, 2020

UNAUDITED

Governmental Unit	Governmental Activities Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes:			
City of York	\$ 4,336,468	100.0%	\$ 4,336,468
York County Government	\$ 146,537,343	6.6%	9,623,590
Subtotal, Overlapping Debt			13,960,058
York School District One Direct Debt			90,725,405
Total Direct and Overlapping Debt			<u>\$ 104,685,463</u>

Sources: Assessed value data used to estimate applicable percentages and amount of debt outstanding provided by the applicable County and City.

Note 1: The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the York School District One's taxable assessed value that is within the government's boundaries and dividing it by York County's total taxable assessed value.

2: Overlapping rates are those of local and county governments that apply to property owners within York School District One. Not all overlapping rates apply to all of the York School District One's property owners (i.e., the rates for special districts apply only to the proportion of the York School District One's property owners whose property is located within the geographic boundaries of the special district).

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 12

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

UNAUDITED

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt Limit	\$ 7,166,700	7,409,001	7,494,572	7,726,575	7,814,198	8,119,039	8,039,846	8,181,006	8,302,056	\$ 8,582,053
Total Net Debt Applicable to Debt Limit	286,000	3,213,528	2,881,895	2,549,370	2,224,463	1,965,868	1,705,657	1,440,603	7,588,659	5,983,930
Legal Debt Margin	\$ 6,880,700	4,195,473	4,612,677	5,177,205	5,589,735	6,153,171	6,334,189	6,740,403	713,397	\$ 2,598,123
Total Net Debt Applicable to Debt Limit as a Percentage of Debt Limit	4.0%	43.4%	38.5%	33.0%	28.5%	24.2%	21.2%	17.6%	91.4%	69.7%

Legal Debt Margin Calculation for Fiscal Year

Total Assessed Value	\$ 107,275,661
Debt Limit (8% of Total Assessed Value)	8,582,053
Amount of Debt Applicable to Debt Limit:	
Total Bonded Debt	82,470,000
Less: Debt Service Fund Balance	2,983,930
Less: Debt Issued Through Referendum	(79,470,000)
Total Amount of Debt Applicable to Debt Limit	5,983,930
Legal Debt Margin	\$ 2,598,123

Note: Article Eight (8), Section Seven (7) of the South Carolina Constitution of 1895, as amended,
Assessed value obtained from York County Auditor's Office.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

TABLE 13

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year Ended June 30	(1) Population	(2) Personal Income*	(2) Per Capita Personal Income	(3) School Enrollment	(4) Unemployment Rate
2011	230,528	\$ 7,850,232	\$ 34,053	4,967	13.0%
2012	234,635	8,364,450	35,649	4,933	10.8%
2013	239,363	8,781,682	36,688	4,906	8.2%
2014	245,124	9,299,290	37,903	4,931	5.9%
2015	251,195	9,992,132	39,778	4,973	6.0%
2016	258,526	10,486,063	40,561	4,946	4.9%
2017	266,439	11,814,573	42,979	4,946	4.0%
2018	274,118	\$ 12,792,401	\$ 32,227	5,004	4.0%
2019	280,979	N/A	N/A	4,956	3.5%
2020	N/A	N/A	N/A	4,976	9.6%

Data Sources:

- (1) South Carolina Division of Research and Statistics. This number represents the County population.
- (2) U.S. Department of Commerce, Bureau of the Census.
These numbers represent the County personal income and per capita income.
- (3) York School District One.
- (4) South Carolina Employment Security Commission.
- * This number represents the County unemployment rate for the month of June for the corresponding year.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

TABLE 14

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO

UNAUDITED

Employer	2020			2011		
	Number of Employees	Rank	Percentage of Total County Employment	Number of Employees	Rank	Percentage of Total County Employment
Rock Hill School District	2,294	1	1.83%	2,339	2	2.30%
Ross Stores, Inc.	2,269	2	1.81%	1,657	3	1.63%
LPL Financial	2,158	3	1.72%	-		-
Lash Group	2,142	4	1.71%	-		-
Fort Mill School District	2,124	5	1.70%	1,232	5	1.21%
Piedmont Medical Center	1,715	6	1.37%	1,534	4	1.51%
Clover School District	1,371	7	1.10%	987	7	0.97%
Schaeffler Group USA, Inc	1,297	8	1.04%	-		-
Wells Fargo	1,283	9	1.03%	2,373	1	2.34%
Comporium Communications	1,050	10	0.84%	852	10	0.84%
Duke Power Catawba Nuclear Station	-		-	1,019	6	1.00%
York County	-		-	948	8	0.93%
Winthrop University	-		-	866	9	0.85%
Totals	<u>17,703</u>		<u>14.14%</u>	<u>13,807</u>		<u>13.60%</u>

Source: York County Government and South Carolina Virtual Onestop.

Note: These figures represent Top County Employers. Figures are not available for York School District One.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 15

FULL-TIME EQUIVALENT YORK SCHOOL DISTRICT ONE EMPLOYEES BY FUNCTION

LAST TEN FISCAL YEARS

UNAUDITED

Function	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018 ¹	2019	2020
Governmental Activities										
Instruction										
Teachers	350	344	341	338	340	345	350	352	356	357
Librarians	8	9	9	8	8	8	8	8	8	8
Guidance	13	14	15	16	17	17	17	17	17	17
Other	95	95	95	89	91	94	97	98	100	103
Support Services										
Principals	9	10	10	10	10	10	10	10	10	10
Assistant Principals	12	13	13	12	12	12	13	13	13	13
Administration	10	11	11	11	11	11	11	11	11	11
Other	192	195	195	188	188	189	189	254	257	258
Business-Type Activities										
Food Services	55	59	57	57	59	59	60	-	-	-
Total	744	750	746	729	736	745	755	763	772	777

Source: York School District One Personnel Department

Note 1: 2018 amounts have been restated to reflect the conversion of Food Service from business-type activities to governmental activities.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 16

OPERATING INDICATORS BY FUNCTION

LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year Ended June 30	Pupil Enrollment	Modified Accrual Basis of Accounting			Accrual Basis of Accounting			Teaching Staff	Pupil/ Teacher Ratio	Percentage of Students Receiving Free or Reduced Meals
		Operating Expenditures	Cost per Pupil	Percentage Change	Expenses	Cost per Pupil	Percentage Change			
2011	4,967	\$ 44,732,540	\$ 9,006	0.4%	\$46,656,012	\$ 9,393	3.0%	350	14	59.0%
2012	4,933	47,494,006	9,628	6.9%	52,383,289	10,619	13.0%	344	14	63.0%
2013	4,906	46,878,379	9,555	-0.8%	52,566,633	10,715	0.9%	341	14	61.4%
2014	4,931	44,914,336	9,109	-4.7%	50,631,043	10,268	-4.2%	338	15	61.7%
2015	4,973	46,906,921	9,432	3.5%	53,082,422	10,674	4.0%	340	15	62.4%
2016	4,946	49,013,748	9,910	5.1%	55,412,191	11,203	5.0%	345	14	65.8%
2017	4,946	50,814,567	10,274	3.7%	58,681,580	11,864	5.9%	350	14	64.5%
2018	5,004	56,312,308	11,253	9.5%	66,905,258	13,370	12.7%	352	14	61.1%
2019	4,956	57,967,276	11,696	3.9%	67,161,440	13,552	1.4%	356	14	55.2%
2020	4,976	\$ 61,262,816	\$ 12,312	5.3%	\$70,494,376	\$ 14,167	4.5%	357	14	64.7%

Sources: York School District One

Note: Operating expenditures are total expenditures in the governmental funds less debt service and capital outlay.

Note: Expenses are total expenses of the District's governmental activities less interest and other charges.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 17

CAPITAL ASSET STATISTICS BY FUNCTION

LAST TEN FISCAL YEARS

UNAUDITED

School	Fiscal Year									
	2011 ¹	2012 ²	2013	2014	2015	2016	2017	2018	2019	2020
<u>Elementary</u>										
Cotton Belt Elementary (1998)										
Square Feet	88,650	88,650	88,650	88,650	88,650	88,650	88,650	88,650	88,650	88,650
Capacity	695	695	695	695	695	695	695	695	695	695
Enrollment	552	394	376	383	426	378	372	371	384	373
Hickory Grove-Sharon Elementary (1987)										
Square Feet ¹	73,769	73,769	73,769	73,769	73,769	73,769	73,769	73,769	73,769	73,769
Capacity	580	580	580	580	580	580	580	580	580	580
Enrollment	405	368	383	383	375	369	392	412	391	396
Hunter Street Elementary (1982)										
Square Feet ²	90,093	90,093	90,093	90,093	90,093	90,093	90,093	90,093	90,093	90,093
Capacity	920	920	920	920	920	920	920	920	920	920
Enrollment	589	411	388	378	376	398	388	399	414	421
Jefferson Elementary (1998)										
Square Feet	88,650	88,650	88,650	88,650	88,650	88,650	88,650	88,650	88,650	88,650
Capacity	675	675	675	675	675	675	675	675	675	675
Enrollment	499	432	417	425	412	420	417	452	426	397
Harold C Johnson Elementary (2012)										
Square Feet	-	124,245	124,245	124,245	124,245	124,245	124,245	124,245	124,245	124,245
Capacity	-	800	800	800	800	800	800	800	800	800
Enrollment	-	407	415	418	419	420	407	433	441	427

(Continued)

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

TABLE 17

CAPITAL ASSET STATISTICS BY FUNCTION (CONTINUED)

LAST TEN FISCAL YEARS

UNAUDITED

School	Fiscal Year									
	2011 ¹	2012 ²	2013	2014	2015	2016	2017	2018	2019	2020
<u>Intermediate School</u>										
York Intermediate School (1988)										
Square Feet	119,536	119,536	119,536	119,536	119,536	119,536	119,536	119,536	119,536	119,536
Capacity	765	765	765	765	765	765	765	765	765	765
Enrollment	672	707	683	639	604	613	646	648	634	679
<u>Middle School</u>										
York Middle School (1974)										
Square Feet	192,692	192,692	192,692	192,692	192,692	192,692	192,692	192,692	192,692	192,692
Capacity	1,030	1,030	1,030	1,030	1,030	1,030	1,030	1,030	1,030	1,030
Enrollment	783	795	823	836	788	766	751	744	793	799
<u>High</u>										
York Comprehensive High & Technology Center (2010)										
Square Feet	385,326	385,326	385,326	385,326	385,326	385,326	385,326	385,326	385,326	385,326
Capacity	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Enrollment	1,440	1,419	1,421	1,469	1,573	1,582	1,573	1,545	1,473	1,484

Sources: Various York School District One Departments.

Note: 1 In 2011, the District opened a new high school and technology center. York Junior High School moved into the old high school building.
Harold C. Johnson Middle School moved into the old York Junior High School.

2 In 2012, the District opened Harold C. Johnson Elementary School.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2020

LEA Subfund Code	Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass Through Grantor's Number	Federal Expenditures
US Department of Agriculture				
Pass-through State Department of Education:				
600	National School Breakfast Program	10.553	N/A	\$ 401,392
600	National School Lunch Program	10.555	N/A	1,088,618
600	National School Lunch Program - Non-Cash Assistance	10.555	N/A	221,341
600	Summer Feeding Program	10.559	N/A	802,797
875	Summer Feeding Program	10.559	N/A	390,658
Total 10.553, 10.555, & 10.559				2,904,806
Passed Through Department of Social Services				
600	Child and Adult Care Food Program	10.558	N/A	248,953
Total US Department of Agriculture				3,153,759
US Department of Education				
Pass-through State Department of Education:				
201	Title I	84.010	20BA	1,557,323
237	Targeted Support and Improvement	84.010	N/A	179,181
Total 84.010				1,736,504
Individuals with Disabilities Education Act:				
203	Special Education - Grants to States	84.027	18CA	13,512
203	Special Education - Grants to States	84.027	19CA	292,789
203	Special Education - Grants to States	84.027	20CA	902,221
205	Special Education - Preschool Grants	84.173	19CG	5,447
205	Special Education - Preschool Grants	84.173	20CG	52,001
Total 84.027 & 84.173				1,265,970
207	Occupational Education	84.048A	20VA	151,978
Total 84.048A				151,978
264	Title III - English Language Acquisition	84.365A	19BP	15,578
Total 84.365A				15,578
267	Improving Teacher Quality	84.367A	19TQ	495
267	Improving Teacher Quality	84.367A	20TQ	195,574
Total 84.367A				196,069
210	Title IV SSAE (19)	84.424A	N/A	48,932
210	Title IV SSAE (20)	84.424A	N/A	30,118
Total 84.424A				79,050
Total US Department of Education				3,445,149
US Department of Defense				
Direct Programs:				
271	NJROTC	12.000	N/A	73,866
Total US Department of Defense				73,866
TOTAL FEDERAL ASSISTANCE EXPENDED				\$ 6,672,774

There were no expenditures to subrecipients for the year ended June 30, 2020.

See accompanying notes to the schedule of expenditures of federal awards.

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2020

A – General

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") presents the activity of all federal award programs of York School District One, York, South Carolina (the "District") for the year ended June 30, 2020. All federal awards received directly from the federal agencies, as well as those passed through other government agencies, are included on the Schedule.

B – Basis of Accounting

The accompanying Schedule is presented using the modified accrual basis of accounting, which is described in the notes to the District's financial statements.

C – Relationship to Financial Statements

Federal award expenditures are reported in the District's financial statements as expenditures in the Special Revenue Funds.

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 Rate

The District has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.



Greene Finney, LLP

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

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*

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
York School District One
York, 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, each major fund, and the aggregate remaining fund information of York School District One, South Carolina (the "District") as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 6, 2020.

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.

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*.

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Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District'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.

A handwritten signature in cursive script that reads "Greene Finney, LLP".

Greene Finney, LLP
Mauldin, South Carolina
October 6, 2020



Greene Finney, LLP

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

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

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
York School District One
York, South Carolina

Report on Compliance for Each Major Federal Program

We have audited York School District One, South Carolina's (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

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

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

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

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.

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

Greene Finney, LLP
Mauldin, South Carolina
October 6, 2020

**YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA**

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

YEAR ENDED JUNE 30, 2020

There were no audit findings in the prior year.

YORK SCHOOL DISTRICT ONE
YORK, SOUTH CAROLINA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2020

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	_____ Yes	_____ X No
Significant deficiency(s) identified that are not considered to be material weaknesses?	_____ Yes	_____ X None Reported
Noncompliance material to financial statements noted?	_____ Yes	_____ X No

Federal Awards

Internal control over major programs:

Material weakness(es) identified?	_____ Yes	_____ X No
Significant deficiency(s) identified that are not considered to be material weaknesses?	_____ Yes	_____ X None Reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516 (Uniform Guidance)?	_____ Yes	_____ X No
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Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027, 84.173	IDEA
12.000	NJROTC

Dollar threshold used to distinguish between type A and type B programs:	\$	750,000
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Auditee qualified as low-risk auditee?	_____ X Yes	_____ No
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Section II - Financial Statement Findings

NONE

Section III - Federal Awards Findings and Questioned Costs

NONE