

School District of Edgefield County

Report on Financial Statements

For the fiscal year ended June 30, 2024

School District of Edgefield County

Members of the Board of Trustees

DR. KEVIN O’GORMAN, SUPERINTENDENT

Name	Term of office	
	From	To
Mrs. Robin Ball, Chairperson	2021	2024
Mrs. Blair Massey, Vice-Chairperson	2021	2024
Mr. Willie Campbell, Secretary	2023	2026
Mr. Jonathan Harling	2023	2026
Mr. Johnny Peterson	2021	2024
Ms. Deidra Young	2021	2024
Dr. Micah Drew	2023	2026

School District of Edgefield County

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School District of Edgefield County

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Independent Auditor's Report

Board of Trustees
School District of Edgefield County
Edgefield, South Carolina

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the School District of Edgefield County (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information, as listed in the table of contents, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2024, 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.

Manley Garvin, LLC

Greenwood, South Carolina
December 10, 2024

School District of Edgefield County

Management's Discussion and Analysis (MD&A)

Fiscal Year ended June 30, 2024

INTRODUCTION

This discussion and analysis of the District's financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2024.

FINANCIAL HIGHLIGHTS

State Aid to Classrooms is the main source of state funding. Although the maximum allowed millage increase was 43.25 mills (21.24 banked from the prior years and 22.01 mills for 23-24), the Board did not raise millage for the 2023-2024 school year. The District's net position increased by approximately \$2.6 million during the fiscal year. The District's liabilities and deferred inflows of resources exceeded its assets and deferred outflows of resources at June 30, 2024 by approximately \$57.6 million.

OVERVIEW OF FINANCIAL STATEMENTS

This annual report consists of a series of financial statements and accompanying notes. These statements are organized so the reader can understand the District as a financial whole, or as an entire operating entity.

The statement of net position and statement of activities provide information about the activities of the whole District, presenting both an aggregate view and a longer-term view of our finances. Fund financial statements provide the next level of detail. For government funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other non-major funds presented in total in a single column.

Statement of Net Position and Statement of Activities - One of the most important questions asked about the District's finances is, "is the District better or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps to answer this question. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by the private sector. All of the current year's revenues and expenses are taken into consideration, regardless of when cash is received or paid.

These two statements report the District's net position and changes in them. The change in net position provides the reader a tool to assist in determining whether the District's health is improving or deteriorating. The reader will need to consider property tax laws, funding issues, student enrollment growth or decline, facility conditions and other economic factors in arriving at their conclusion regarding the overall health of the District.

Fund Financial Statements - The fund financial statements provide detailed information about the most significant funds, not the District as a whole. Some funds are required to be established by State or Federal statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions.

Governmental Funds - All of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting which measures cash and other financial assets that can readily be converted to cash. The governmental fund statements provide for a short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or less financial resources available to spend in the near future to finance the District's programs. The relationship (or differences) between the governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the basic financial statements.

School District of Edgefield County
Management's Discussion and Analysis (MD&A)
Fiscal Year ended June 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The District's net position increased approximately \$2.6 million during the fiscal year. The District's liabilities and deferred inflows of resources exceeded its assets and deferred outflows of resources at June 30, 2024, by approximately \$57.6 million.

By far the largest portion of the District's total assets reflects its investment in capital assets (e.g., land, buildings and improvements, vehicles, furniture and equipment). The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's net position invested in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The District's financial position is the product of several financial transactions including the net results of operating activities, the acquisition and payment of debt and the acquisition and disposal of capital assets.

The following table presents a comparative summary of the District's net position for the fiscal year ended June 30, 2024 and 2023.

	<u>Governmental Activities</u>	
	<u>2024</u>	<u>2023</u>
Assets and Deferred Outflows of Resources:		
Current assets	\$ 19,139,426	\$ 20,479,348
Capital assets, net	63,678,272	64,565,171
Deferred outflows of resources	<u>18,409,879</u>	<u>17,703,289</u>
Total assets and deferred outflows of resources	<u>101,227,577</u>	<u>102,747,808</u>
Liabilities and Deferred Inflows of Resources:		
Current liabilities	4,809,650	6,845,024
Long-term liabilities	134,641,580	139,057,245
Deferred inflows of resources	<u>19,363,313</u>	<u>17,070,079</u>
Total liabilities and deferred inflows of resources	<u>158,814,543</u>	<u>162,972,348</u>
Net Position (Deficit):		
Net investment in capital assets	15,555,356	14,285,088
Restricted	2,368,687	2,183,818
Unrestricted (deficit)	<u>(75,511,009)</u>	<u>(76,693,446)</u>
Total net position	<u>(57,586,966)</u>	<u>(60,224,540)</u>
Total liabilities, deferred inflows of resources and net position (deficit)	<u>\$ 101,227,577</u>	<u>\$ 102,747,808</u>

School District of Edgefield County

Management's Discussion and Analysis (MD&A)

Fiscal Year ended June 30, 2024

Comparative information for 2024 and 2023 Statement of Activities is presented in the chart below. The chart shows that the primary mission of the school district was preserved (classroom instruction). 49% of District resources went directly into classrooms at our schools (not including instructional support functions).

	Governmental Activities	
	2024	2023
Revenues:		
Program revenues:		
Charges for services	\$ 262,681	\$ 498,634
Operating grants and contributions	29,976,992	27,650,818
General revenues:		
Property taxes	18,065,344	16,610,968
Intergovernmental	8,159,687	7,472,316
Miscellaneous and transfers	<u>805,305</u>	<u>691,852</u>
Total revenues	<u>57,270,009</u>	<u>52,924,588</u>
Expenses:		
Instruction	26,993,397	22,113,700
Support services	25,840,865	18,951,543
Community services	16,418	4,419
Intergovernmental	77,982	57,908
Interest and other charges	<u>1,703,773</u>	<u>1,773,082</u>
Total expenses	<u>54,632,435</u>	<u>42,900,652</u>
Increase (decrease) in net position	<u>\$ 2,637,574</u>	<u>\$ 10,023,936</u>

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$16,116,125, an increase of \$522,926. 100% of general fund balance constitutes unassigned fund balance, which is available for spending at the District's discretion. The administration intends to maintain this balance in order to be assured District operations continue to run smoothly despite unexpected budget cuts and the State Department of Education's failure to make payments in a timely manner, both serious issues in recent years.

The Food Service fund reported a deficit fund balance of \$161,228 as of June 30, 2024. This deficit will be made up from future operational revenues or transfers from the general fund.

The remaining fund balance is nonspendable, restricted, or committed, which indicates that it is not available for spending because it has already been restricted/committed as follows:

- Restricted for debt service - \$1,900,698
- Restricted for capital projects - \$4,793,421
- Restricted for special revenue purposes - \$1,096,281

School District of Edgefield County

Management's Discussion and Analysis (MD&A)

Fiscal Year ended June 30, 2024

The general fund is the principal operating fund of the District. As the table below illustrates, the largest portions of the general fund expenditures each year are for salary and fringe benefits. 60.3% of the 2023-2024 budget (and portions of other fund transfers accounted for here under miscellaneous) was expended for staffing in the District.

	Fiscal Year 2024	% of Actual	Fiscal Year 2023
Expenditures by Object			
Salaries and Wages	\$ 23,362,195	60.27%	\$ 20,978,168
Fringe Benefits	10,362,444	26.75%	8,981,916
Purchased Services	2,843,943	7.41%	2,979,102
Supplies	1,938,359	4.97%	1,855,905
Capital Outlay	657	.01%	5,361
Miscellaneous	227,797	.59%	194,085
	<u>\$ 38,735,395</u>	<u>100.00%</u>	<u>\$ 34,994,537</u>

BUDGETARY HIGHLIGHTS

Over the course of the year, the District's General Fund expenditure and revenue budgets both traditionally increase slightly over the prior year operations, all things constant, if for no other reason than mandated salary and benefit increases. The District continues to employ strict cost control measures and takes a conservative approach to budgeted revenues in order to combat state funding levels that are comparable to the late 1990s.

A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in the fund financial statements of this report.

CAPITAL ASSETS

As of June 30, 2024, the District had invested a net amount of \$63,678,272 in governmental capital assets, including school buildings, athletic facilities, buses, vehicles, computers and other equipment. Total depreciation expense for the year was \$3,214,923.

The detailed schedule for 2024 and more information can be located in Note 4 of the notes to the financial statements.

DEBT ADMINISTRATION

At year-end, the District had \$53,437,450 in general obligation bonds and other long-term obligations outstanding, of which \$1,966,835 is due within one year. The following table presents a summary of the District's outstanding long-term debt for the fiscal year ended June 30, 2024.

	Principal outstanding June 30, 2023	Additions	Reductions	Principal outstanding June 30, 2024	Amounts due in one year
Governmental activities					
General obligation bonds	\$ 55,258,582	\$ -	\$ 1,821,132	\$ 53,437,450	\$ 1,906,132
Accrued compensated absences	344,522	88,377	54,861	378,038	60,703
Total governmental activities					
general long-term debt	<u>\$ 55,603,104</u>	<u>\$ 33,516</u>	<u>\$ 1,821,132</u>	<u>\$ 53,815,488</u>	<u>\$ 1,966,835</u>

State statutes currently limit the amount of general obligation debt a District may issue to 8% of its total assessed valuation. The current remaining debt limitation for the District is approximately \$6,800,000. Additional information on the District's long-term debt can be found in Note 5 of this report.

School District of Edgefield County

Management's Discussion and Analysis (MD&A)

Fiscal Year ended June 30, 2024

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The District is coextensive with the area and boundaries of Edgefield County (the "County"), which is located in the southwestern section of South Carolina. It has a land area of 481 square miles and is bordered to the north by Greenwood County, to the northeast by Saluda County, to the south by Aiken County and to the west by McCormick County. The population of Edgefield County, according to the 2020 Census, is 26,932.

In the 2023-2024 school year, the District operated four elementary schools, two middle schools, one high school, and one career center. Kindergarten classes were available for all five-year-olds within the District. Enrollment for the 2023-2024 school year was 2,924 average daily membership. For fiscal year 2023-2024, the District employed approximately 256 certified staff and 255 other employees. Assessment rates continue to show a steady growth pattern. In addition, Aiken Electric FILOT funds continue to increase as fiber optic network is installed throughout the County, especially in rural areas. It is predicted that the population of the County will continue to grow, especially in the Merriwether area, as housing developments are constantly being developed. In addition, vehicle sales remain strong in the County. The unemployment rate compares favorably with the state's rate and the County's top employers and taxpayers have shown stable operations.

The District's primary goal is to have a well-run instructional program in a financially sound environment. Conservative budgeting has permitted the District to manage uncertain revenue sources in prior years without negatively impacting programs. Flexibility legislation and a sound fund balance have also eased the impact of unstable funding in prior years on the District. However, there is no doubt the state implementation of Act 388, the overall state of the economy and increased health costs and state infrastructure needs, which compete with education funding, are to blame for the suppressed Base Student Cost funding levels. The majority of revenues are now dependent upon sales tax collections as opposed to the more stable prior model of dependence on real estate taxes.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Financial Services Office, Edgefield County School District, 425 Lee Street, Johnston, South Carolina 29832, (Telephone # 803-275-1122).

School District of Edgefield County

Exhibit 1 - Statement of Net Position

June 30, 2024

	Primary Government	
	Governmental	
	Activities	Total
Assets		
Current assets		
Cash and investments	\$ 7,622,594	\$ 7,622,594
Deposits with Edgefield County Treasurer	8,577,679	8,577,679
Accounts receivable	606,096	606,096
Property taxes receivable, net	1,011,653	1,011,653
Due from other governmental units	1,255,560	1,255,560
Inventories	65,844	65,844
Total current assets	19,139,426	19,139,426
Non-current assets		
Non-depreciable capital assets	1,229,252	1,229,252
Depreciable capital assets, net of accumulated depreciation	62,449,020	62,449,020
Total non-current assets	63,678,272	63,678,272
Total assets	82,817,698	82,817,698
Deferred outflows of resources		
Deferred outflows - pension	7,712,414	7,712,414
Deferred outflows - OPEB	10,697,465	10,697,465
Total deferred outflows of resources	18,409,879	18,409,879
Total assets and deferred outflows of resources	\$ 101,227,577	\$ 101,227,577
Liabilities, deferred inflows of resources and net position		
Current liabilities		
Accounts payable and accrued expenses	\$ 392,579	\$ 392,579
Unearned revenue	244,719	244,719
Accrued salaries and benefits	1,374,350	1,374,350
Accrued interest	831,167	831,167
Current portion of non-current liabilities:		
Bonds payable	1,906,132	1,906,132
Compensated absences	60,703	60,703
Total current liabilities	4,809,650	4,809,650
Non-current liabilities		
Bonds payable	51,531,318	51,531,318
Compensated absences	317,335	317,335
Net pension liability	49,797,538	49,797,538
Net OPEB liability	32,995,389	32,995,389
Total non-current liabilities	134,641,580	134,641,580
Total liabilities	139,451,230	139,451,230
Deferred inflows of resources		
Deferred inflows - pension	323,137	323,137
Deferred inflows - OPEB	19,040,176	19,040,176
Total deferred inflows of resources	19,363,313	19,363,313
Net position (deficit)		
Net investment in capital assets	15,555,356	15,555,356
Restricted for:		
Debt service	1,272,406	1,272,406
Special revenue	1,096,281	1,096,281
Unrestricted (deficit)	(75,511,009)	(75,511,009)
Total net position (deficit)	(57,586,966)	(57,586,966)
Total liabilities, deferred inflows of resources, and net position (deficit)	\$ 101,227,577	\$ 101,227,577

See Notes to Financial Statements

School District of Edgefield County

Exhibit 2 - Statement of Activities

For the year ended June 30, 2024

Functions and Programs	Program revenues			Net revenue (expense) and changes in net position	
	Expenses	Charges for Sales and Service	Operating Grants and Contributions	Primary Government	
				Governmental Activities	Total
Primary Government					
Governmental activities:					
Instruction	\$ 26,993,397	\$ 134,206	\$ 15,310,348	\$ (11,548,844)	\$ (11,548,844)
Support services	25,840,865	128,475	14,656,644	(11,055,745)	(11,055,745)
Community services	16,418	-	-	(16,418)	(16,418)
Intergovernmental	77,982	-	10,000	(67,982)	(67,982)
Interest and other charges	1,703,773	-	-	(1,703,773)	(1,703,773)
Total governmental activities	54,632,435	262,681	29,976,992	(24,392,762)	(24,392,762)
Total primary government	<u>\$ 54,632,435</u>	<u>\$ 262,681</u>	<u>\$ 29,976,992</u>	(24,392,762)	(24,392,762)
General revenues:					
Property taxes levied for:					
General purposes				13,331,758	13,331,758
Debt service				4,733,586	4,733,586
Federal and state aid not restricted for specific purpose				8,159,687	8,159,687
Unrestricted investment earnings				478,683	478,683
Miscellaneous				326,622	326,622
Total general revenues				27,030,336	27,030,336
Change in net position				2,637,574	2,637,574
Net position (deficit), beginning of year				(60,224,540)	(60,224,540)
Net position (deficit), end of year				<u>\$ (57,586,966)</u>	<u>\$ (57,586,966)</u>

See Notes to Financial Statements

School District of Edgefield County
Exhibit 3 - Balance Sheet - Governmental Funds
June 30, 2024

	Special Revenue Funds						Total Governmental Funds
	General	Special Revenue - Other	Education Improvement Act	Food Service	Capital Projects	Debt Service	
Assets							
Cash and investments	\$ 6,856,535	\$ 765,759	\$ -	\$ 300	\$ -	\$ -	\$ 7,622,594
Deposits with Edgefield County Treasurer	1,362,763	-	-	-	5,314,534	1,900,382	8,577,679
Accounts receivable	601,061	5,035	-	-	-	-	606,096
Property taxes receivable, net	808,778	-	-	-	-	202,875	1,011,653
Inventories	-	-	-	65,844	-	-	65,844
Due from other governmental units	-	1,213,685	-	41,875	-	-	1,255,560
Due from other funds	1,820,082	172,377	73,131	-	5,325	316	2,071,231
Total assets	<u>\$ 11,449,219</u>	<u>\$ 2,156,856</u>	<u>\$ 73,131</u>	<u>\$ 108,019</u>	<u>\$ 5,319,859</u>	<u>\$ 2,103,573</u>	<u>\$ 21,210,657</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 370,975	\$ 21,604	\$ -	\$ -	\$ -	\$ -	\$ 392,579
Unearned revenue, other	-	171,588	73,131	-	-	-	244,719
Due to other funds	408,163	867,383	-	269,247	526,438	-	2,071,231
Accrued salaries and benefits	1,374,350	-	-	-	-	-	1,374,350
Total liabilities	<u>2,153,488</u>	<u>1,060,575</u>	<u>73,131</u>	<u>269,247</u>	<u>526,438</u>	<u>-</u>	<u>4,082,879</u>
Deferred inflows of resources							
Unavailable revenue - property taxes	808,778	-	-	-	-	202,875	1,011,653
Total deferred inflows of resources	<u>808,778</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>202,875</u>	<u>1,011,653</u>
Fund balances (deficits)							
Nonspendable	-	-	-	65,844	-	-	65,844
Restricted for special revenue purposes	-	1,096,281	-	-	-	-	1,096,281
Restricted for debt service	-	-	-	-	-	1,900,698	1,900,698
Restricted for capital projects	-	-	-	-	4,793,421	-	4,793,421
Unassigned (deficit)	8,486,953	-	-	(227,072)	-	-	8,259,881
Total fund balances (deficits)	<u>8,486,953</u>	<u>1,096,281</u>	<u>-</u>	<u>(161,228)</u>	<u>4,793,421</u>	<u>1,900,698</u>	<u>16,116,125</u>
Total liabilities, deferred inflows of resources and fund balances (deficits)	<u>\$ 11,449,219</u>	<u>\$ 2,156,856</u>	<u>\$ 73,131</u>	<u>\$ 108,019</u>	<u>\$ 5,319,859</u>	<u>\$ 2,103,573</u>	<u>\$ 21,210,657</u>

See Notes to Financial Statements

School District of Edgefield County

Exhibit 4 - Reconciliation of Balance Sheet of Governmental Funds to the Statement of Net Position

June 30, 2024

Total governmental fund balances	\$	16,116,125
Amounts reported for governmental activities in the Statement of Net Position are different because of the following:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.		63,678,272
A portion of property taxes receivable are not available to pay for current period expenditures and therefore are unavailable in the funds.		1,011,653
Deferred inflows and outflows of resources are not reported in the funds:		
Deferred outflows related to pension		7,712,414
Deferred outflows related to OPEB		10,697,465
Deferred inflows related to pension		(323,137)
Deferred inflows related to OPEB		(19,040,176)
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Bonds payable		(53,437,450)
Net pension liability		(49,797,538)
Net OPEB liability		(32,995,389)
Compensated absences		(378,038)
Accrued interest		(831,167)
Net position (deficit) of governmental activities	\$	<u>(57,586,966)</u>

See Notes to Financial Statements

School District of Edgefield County

Exhibit 5 - Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds

For the year ended June 30, 2023

	Special Revenue Funds						Total Governmental Funds
	General	Special Revenue - Other	Education Improvement Act (EIA)	Food Service	Capital Projects	Debt Service	
REVENUES							
Local							
Property taxes	\$ 13,101,482	\$ -	\$ -	\$ -	\$ -	\$ 4,117,852	\$ 17,219,334
Investment earnings	99,104	-	-	-	281,346	98,233	478,683
Other	278,568	1,824,418	-	299,148	-	153,389	2,555,523
Total local sources	13,479,154	1,824,418	-	299,148	281,346	4,369,474	20,253,540
Intergovernmental	10,000	-	-	-	-	-	10,000
State	23,601,590	804,159	3,856,741	-	-	462,345	28,724,835
Federal	46,501	5,835,596	-	2,169,261	-	-	8,051,358
Total revenues	37,137,245	8,464,173	3,856,741	2,468,409	281,346	4,831,819	57,039,733
EXPENDITURES							
Current:							
Instruction	20,241,957	4,982,485	1,101,641	-	-	-	26,326,083
Support services	18,413,802	3,383,543	342,086	3,062,612	-	-	25,202,043
Community services	997	15,015	-	-	-	-	16,012
Intergovernmental	77,982	-	-	-	-	-	77,982
Debt service:							
Principal	-	-	-	-	-	3,335,000	3,335,000
Interest	-	-	-	-	-	1,730,303	1,730,303
Other	-	-	-	-	-	720	720
Capital outlay	657	29,559	29,956	-	1,468,492	-	1,528,664
Total expenditures	38,735,395	8,410,602	1,473,683	3,062,612	1,468,492	5,066,023	58,216,807
Excess (deficiency) of revenues over (under) expenditures	(1,598,150)	53,571	2,383,058	(594,203)	(1,187,146)	(234,204)	(1,177,074)
OTHER FINANCING SOURCES (USES)							
Proceeds from bonds	-	-	-	-	1,700,000	-	1,700,000
Operating transfers in	2,723,994	286,142	314,703	533,424	-	-	3,858,263
Operating transfers out	(1,134,269)	(26,233)	(2,697,761)	-	-	-	(3,858,263)
Total other financing sources (uses)	1,589,725	259,909	(2,383,058)	533,424	1,700,000	-	1,700,000
Net change in fund balances	(8,425)	313,480	-	(60,779)	512,854	(234,204)	522,926
FUND BALANCE, beginning of year	8,495,378	782,801	-	(100,449)	4,280,567	2,134,902	15,593,199
FUND BALANCE, end of year	<u>\$ 8,486,953</u>	<u>\$ 1,096,281</u>	<u>\$ -</u>	<u>\$ (161,228)</u>	<u>\$ 4,793,421</u>	<u>\$ 1,900,698</u>	<u>\$ 16,116,125</u>

See Notes to Financial Statements

School District of Edgefield County

Exhibit 6 - Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities *For the year ended June 30, 2024*

Total net change in fund balance - governmental funds	\$	522,926
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Amounts reported for governmental activities in the Statement of Activities are different because of the following:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Details supporting this adjustment are as follows:

Capital outlay	\$	2,328,024	
Depreciation expense		<u>(3,214,923)</u>	(886,899)

Proceeds from debt provide current financial resources to governmental funds; however, issuing debt increases long-term liabilities in the statement of net position. In the current period, proceeds were received from:

Proceeds from bonds	(1,700,000)
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Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Bond principal retirement	3,335,000
Bond premium amortization	186,132

Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered "available revenues" and are unavailable in the governmental funds. Unavailable tax revenues changed by this amount this year.

230,276

In the Statement of Activities, certain operating expenses - compensated absences (annual leave) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).

(33,516)

Activity related to deferred outflows and inflows of resources related to pension and OPEB is not recorded at the fund level but is included in the Statement of Activities:

Deferred outflows related to pension	1,248,824
Deferred outflows related to OPEB	(542,234)
Deferred inflows related to pension	360,773
Deferred inflows related to OPEB	<u>(2,654,007)</u>

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. The net changes are as follows:

Net pension liability	(1,434,855)
OPEB liability	3,977,904

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.

27,250

Change in net position of governmental activities

\$	<u><u>2,637,574</u></u>
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See Notes to Financial Statements

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The School District of Edgefield County (the District) is governed by a seven member board of education (the Board). The District provides regular and exceptional education for students in kindergarten through grade twelve.

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 Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District has elected not to apply Financial Accounting Standards Board (FASB) statements and interpretations issued after November 30, 1989, to its governmental funds. The following is a summary of the more significant policies.

A. Reporting Entity

The District's financial statements include all funds over which the Board is considered to be financially accountable. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. However, the District is not included in any other governmental reporting entity because it does not meet the financial accountability criteria for inclusion established by governmental accounting standards. Board members have decision-making authority, the power to designate management, the ability to significantly influence operations and the primary accountability for fiscal matters. The District invests funds and receives property tax revenues through its relationship with Edgefield County.

Component units are legally separate organizations for which the District is financially accountable. Component units may also include organizations that are fiscally dependent on the District in that the District approves their budget, the issuance of their debt or the levying of their taxes. The District has no component units.

B. Basis of Presentation

The statements of the District are presented as follows:

Government-wide financial statements - The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions.

The government-wide statements are prepared using the economic resources management focus. This differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Depreciation expense has been allocated to individual functions in the governmental activities. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, including taxes, which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. 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.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

B. Basis of Presentation, Continued

Fund financial statements - Fund financial statements report detailed information about the District. The focus of governmental is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. The District has no non-major funds.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the District's financial position and results of operations and disclosure of contingent assets and liabilities. Actual results could differ from these estimates.

C. Measurement Focus and Basis of Accounting

Fund accounting

The accounts of the District are organized and operated on the basis of funds during the fiscal year, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts. The various funds are grouped into the categories governmental, and fiduciary.

Governmental Funds

Governmental funds are used to account for all or most of a District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general capital assets (school building fund), and the servicing of general long-term debt (debt service fund).

General Fund - to account for all financial transactions not properly accounted for in another fund. The District uses this fund to account for expenditures principally for administration, instruction, pupil services, operation, and maintenance of plant and related fixed charges.

Special Revenue Funds - to account for the proceeds of specific revenue sources (other than debt service or major capital projects) that are restricted to expenditures for specified purposes. The District has three special revenue funds:

1. The Education Improvement Act (EIA) Fund, a budgeted fund used to account for the revenue from the Education Improvement Act of 1984 and legally required to be accounted for as a specific revenue source.
2. Special Revenue - Other, a budgeted fund used to account for financial resources provided by federal, state, local projects and grants and student activity funds.
3. Food Service Fund – an unbudgeted fund used to account for the cafeteria operations at school locations that are restricted for the operation and improvement of the food service program. The fund is financed by user charges and subsidized by USDA school lunch and breakfast programs.

Capital Projects (Building) Fund - to account for financial resources that are restricted, committed, or assigned to expenditures for capital outlays.

Debt Service Fund - to account for financial resources that are restricted, committed, or assigned to expenditures for principal and interest payments

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

C. Measurement Focus and Basis of Accounting, Continued

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized when incurred. Under the modified accrual basis of accounting, revenues and expenditures are recognized when they become both measurable and available/due.

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year-end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources associated with the current fiscal period are considered to be both measurable and available at fiscal year-end: property taxes, interest, tuition, grants, student fees and rentals.

Unavailable revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Delinquent property taxes and property taxes for which there is an enforceable legal claim as of June 30, 2024, but which have not met the revenue recognition criteria, have been recorded as unavailable revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as unavailable revenue. On governmental fund financial statements, receivables that will not be collected within the available period (60 days) have also been reported as unavailable revenue.

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation, are not recognized in governmental funds.

D. Assets, Liabilities, and Equity or Net Position

Cash and Cash Equivalents and Investments

The District's investments are carried at fair value, except that repurchase agreements and U.S. Government Agencies that have a maturity at the time of purchase of one year or less are shown at amortized cost. The District's cash consists of cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Assets, Liabilities, and Equity or Net Position, Continued

Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. On fund financial statements, these receivables and payables are classified as “due from other funds” or “due to other funds.” These amounts are eliminated in the governmental column of the Statement of Net Position.

Inventories

Under the system of 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 expense when consumed. Inventories include food, supplies, and commodities. An amount for commodities received from the USDA, but not consumed as of June 30, 2024, has been recorded at fair value as provided by the USDA.

Capital Assets

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

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 their fair market values as of the date received. The cost and accumulated depreciation of property sold or retired are removed from the accounts, and gains or losses, if any, are reflected in revenue or expenditures/expenses for the year. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; 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 expensed.

With the exception of land and construction in progress, all reported capital assets are depreciated. 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:

Description	Governmental activities estimated lives
Land improvements	15 - 40 years
Buildings and improvements	15 - 50 years
Furniture and equipment	5 - 20 years
Vehicles	5 - 10 years

Compensated Absences

Compensated absences are absences for which employees will be paid, such as vacation leave. A liability for compensated absences is reported on the government-wide financial statements.

In the governmental fund financial statements, the current portion of compensated absences is the amount expected to be paid using expendable available financial resources and is reported as an expenditure and fund liability in the fund that will pay it. The remainder of the compensated absences liability is not reported.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Assets, Liabilities, and Equity or Net Position, Continued

Accrued Liabilities and Long-term Obligations

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

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments and compensated absences 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.

Bond premiums and discounts are deferred and amortized over the life of the bonds, using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

For governmental funds, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Pensions

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

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position 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.

In addition to liabilities, the Statement of Net Position 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 then.

Fund Balances and Net Position (Deficit)

The Governmental Funds Balance Sheet defines five classifications of governmental funds balances: nonspendable, restricted, committed, assigned, and unassigned. Where applicable, these classifications are presented on the face of the governmental fund balance sheet.

For the government-wide financial statements, the District applies restricted resources when an expenditure is incurred for the purposes for which both restricted and unrestricted net position are available. For the governmental funds financial statements, the District applies committed, then assigned, then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Assets, Liabilities, and Equity or Net Position, Continued

Fund Balances and Net Position (Deficit), Continued

Net position represents the difference between assets and liabilities. 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. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Interfund Activity

Exchange transactions between funds are reported as revenue in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Leases

The District recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs, where applicable. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with current and long-term debt on the statement of net position.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Assets, Liabilities, and Equity or Net Position, Continued

Subscription Liabilities

Under GASB Statement No. 96, a short-term SBITA is defined as a lease that, at the commencement of the subscription term, has a maximum possible term under the SBITA contract of 12 months (or less), including any options to extend, regardless of their probability of being exercised. The District recognizes short-term SBITA payments as outflows of resources based on the payment provisions of the contract.

The following types of subscription contracts are exempt from GASB 96, (1) contracts which only provide information technology (IT) support services, (2) contracts that meet the definition of a lease under GASB 87, (3) governments that provide other entities the right to use their own IT software and associated tangible assets through a SBITA, (4) contracts that meet the scoping criteria for GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, (5) any licensing arrangements providing the government entity a perpetual license to use a vendor's computer software falling under the scope of GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*.

All other subscription liabilities within the scope of GASB Statement No. 96 are measured at the present value of payments expected to be made during the subscription term for all subscriptions that do not fall under an exemption.

Payments included in the measurement of present value include, (1) fixed payments, (2) variable payments that depend on an index rate, initially measured using the index or rate as of the commencement of the subscription term, (3) variable payments that are fixed in substance, (4) termination penalties, if the subscription term reflects the District exercising either an option to terminate the agreement or a fiscal funding or cancellation clause, (5) incentives receivable from the vendor, and (6) other payments that are reasonably certain of being required to be paid to the vendor.

The subscription term is defined as the period during which the District has a noncancelable right to use an underlying IT asset, plus the following periods, if applicable (1) periods covered by the District's option to extend the subscription if it is reasonably certain, based on all relevant factors, that the District will exercise that option, (2) periods covered by the District's option to terminate the subscription if it is reasonably certain, based on all relevant factors, that the District will not exercise that option, (3) periods covered by a vendor's option to extend the subscription if it is reasonably certain, based on all relevant factors, that a vendor will exercise that option, and (4) periods covered by a vendor's option to terminate the subscription if it is reasonably certain, based on all relevant factors, that a vendor will not exercise that option.

The District recognizes subscription liabilities with an initial, individual value of \$5,000 or more.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The budgetary data reflected in the financial statements is prepared and adopted on a basis consistent with accounting principles generally accepted in the United States of America. The following procedures are used in establishing budgetary data:

- The Superintendent submits a proposed budget to the District Board of Education prior to May 1 each year.
- Taxpayers are given the opportunity to comment on the proposed budget in regular open Board meetings.
- The budget is legally adopted prior to June 30.
- Amendments are made during the year as approved by the Board of Education.
- Budgets for certain special revenue funds are adopted through submission and subsequent approval of a project application to the appropriate authorizing agency.
- Budgets are not adopted for the debt service fund or the building fund.
- The budget is used as a management control device during the year for the general and special revenue funds.

Encumbrances represent uncompleted purchase orders, contracts and other commitments outstanding at year end. The District’s encumbrances lapse at year end.

III. DETAILED NOTES ON ALL FUNDS

NOTE 1 - DEPOSITS, AMOUNTS ON DEPOSIT WITH EDGEFIELD COUNTY TREASURER AND INVESTMENTS

The District is authorized by South Carolina state law to invest in the following types of investments:

1. Obligations of the United States and agencies thereof.
2. General obligations of the State of South Carolina or any of its political units.
3. Banks and savings and loan associations to the extent they are guaranteed by the Federal Deposit Insurance Corporation.
4. Deposits in certificates of deposit where the certificates are collaterally secured by securities of the type described in (1) and (2) above held by a third party as escrow agent or custodian, of a market value not less than the amount of the certificate of deposit so secured, including interest.
5. The State Treasurer's Local Government Investment Pool (monitored by the State Treasurer for investments invested in government-guaranteed securities in accordance with South Carolina State laws).
6. Repurchase agreements.

Custodial Credit Risk - Custodial credit risk is the risk that the District’s deposits will not be returned to it. The District has no formal policy regarding custodial credit risk. At June 30, 2024, the carrying amount of the District's deposits was \$6,226,442 and the bank balance was \$6,632,337. At June 30, 2024, all of the District's deposits were collateralized with securities held by the pledging financial institution's trust department or its agent, and in the District's name, or insured by the Federal Deposit Insurance Corporation. Management believes there is no significant custodial risk associated with these deposits. The District held \$602 in petty cash at June 30, 2024. Information was not available regarding the custodial credit risk of deposits with the Edgefield County Treasurer of \$8,577,679.

At June 30, 2024, the District had the following investments:

<u>Investment</u>	<u>Maturity</u>	<u>Fair value</u>
Local government investment pool	Various	\$1,395,550

School District of Edgefield County

Notes to Financial Statements
June 30, 2024

III. DETAILED NOTES ON ALL FUNDS - (Continued)

NOTE 1 - DEPOSITS, AMOUNTS ON DEPOSIT WITH EDGEFIELD COUNTY TREASURER AND INVESTMENTS - (Continued)

Credit Risk - South Carolina statutes authorize investments in certificates of deposit, savings accounts, repurchase agreements, the State Treasurer’s Local Government Investment Pool, obligations of the U.S. Government and government agencies unconditionally guaranteed by the U.S. Government. The District has no investment policy that would further restrict its choices.

The Local Government Investment Pool (LGIP) is not rated. The fair value of the District's position in the LGIP approximates the same value of the District's shares. Further information may be obtained from the LGIP’s complete financial statements. These financial statements may be obtained by writing to the following address:

Office of the State Treasurer
Local Governmental Investment Pool
Post Office Box 11778
Columbia, South Carolina 29211

Interest Rate Risk - The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the District’s investment in a single issuer. The District places no limit on the amount that may be invested in one issuer. A reconciliation of cash and investments as shown on the Statement of Net Position for the primary government follows:

Deposits/petty cash	\$	6,227,044
Investments		<u>1,395,550</u>
Statement of Net Position	\$	<u><u>7,622,594</u></u>

Amounts on Deposit with Edgefield County Treasurer

Amounts on deposit with the Edgefield County Treasurer are not categorized since they cannot be identified by securities that exist in physical or book entry form. These amounts are subject to the same investment authorizations as the District under state law. The carrying values of these investments approximate the fair values. The Edgefield County Treasurer is responsible for maintaining these investments in accordance with state laws.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The District’s recurring fair value measurements as of June 30, 2024 for the investments are valued using quoted market prices (Level 1 inputs).

NOTE 2 - PROPERTY TAXES

Assessed valuation of taxable property for 2023 for the District was approximately \$101,540,000. The tax rate for the District totaled 254.32 mills, of which 213.32 mills were for the general fund and 41 mills were for the debt service fund. Taxes receivable of \$808,778 in the general fund and \$202,875 in the debt service fund are net of an allowance for uncollectible taxes.

Property taxes are collected for the District by the Edgefield County Treasurer.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

III. DETAILED NOTES ON ALL FUNDS - (Continued)

NOTE 2 - PROPERTY TAXES – (Continued)

The District’s property tax is levied on the assessed value listed as of January 1 for all real and business personal property located in the District’s geographical area. Liens attach to the property at the time taxes are levied. Taxes are due without penalty, for real and personal property excluding automobiles, through January 15. After that time, penalties are added depending on the date paid as follows:

January 15 through February 1	3% of tax
February 2 through March 15	10% of tax
March 16 and thereafter	15% of tax

South Carolina Code Section 12-37-251(A) provides a property tax exemption for property classified pursuant to Section 12-43-220(C) (homestead exemption) from property taxes levied for other than bonded indebtedness and payments pursuant to lease purchase agreements for capital construction. The exemption applies against millage imposed for school operations and the amount of fair market value of the homestead that is exempt from such millage must be set by the Department of Revenue and Taxation based on the amount available in the State Property Tax Relief Fund.

NOTE 3 - RECEIVABLES

Intergovernmental receivables at June 30, 2024 consisted of taxes, intergovernmental grants, reimbursements and interest. All intergovernmental receivables are considered collectible in full.

A summary of the principal items of intergovernmental receivables follows:

Governmental activities	
Due from state and/or federal government	
Special Revenue	\$ 1,213,685
Food Service	<u>41,875</u>
Total governmental activities	<u>\$ 1,255,560</u>

Receivables for property taxes are reported net of the allowance for uncollectible accounts. Governmental funds report unavailable revenue (deferred inflows of resources) in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At June 30, 2024, unavailable revenue related to property taxes reported in the governmental funds totaled \$808,778 and \$202,875 in the general and debt service funds, respectively.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

III. DETAILED NOTES ON ALL FUNDS - (Continued)

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 was as follows:

	<u>Balance June 30, 2023</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance June 30, 2024</u>
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 420,724	\$ 17,503	\$ -	\$ 438,227
Construction in Process	-	791,025	-	791,025
Total capital assets, not being depreciated	<u>420,724</u>	<u>808,528</u>	<u>-</u>	<u>1,229,252</u>
Capital assets, being depreciated				
Improvements	30,764,586	119,980	-	30,884,566
Buildings	65,972,466	139,536	-	66,112,002
Equipment	4,610,454	1,259,980	-	5,870,434
Total capital assets, being depreciated	<u>101,347,506</u>	<u>1,519,496</u>	<u>-</u>	<u>102,867,002</u>
Total cost	<u>101,768,230</u>	<u>2,328,024</u>	<u>-</u>	<u>104,096,254</u>
Less accumulated depreciation				
Improvements	6,640,155	1,565,087	-	8,205,242
Buildings	27,241,436	1,418,104	-	28,659,540
Equipment	3,321,468	231,732	-	3,553,200
Total accumulated depreciation	<u>37,203,059</u>	<u>3,214,923</u>	<u>-</u>	<u>40,417,982</u>
Governmental activities capital assets, net	<u>\$ 64,565,171</u>	<u>\$ (886,899)</u>	<u>\$ -</u>	<u>\$ 63,678,272</u>

During the year ended June 30, 2024, the District had depreciation expense of \$3,214,923 for governmental activities. This depreciation expense has been allocated to instruction, support services and community services in the amounts of \$1,641,131, \$1,572,794, and \$998, respectively.

NOTE 5 - LONG-TERM DEBT

Changes in long-term obligations for the year ended June 30, 2024, were as follows:

	<u>Principal outstanding June 30, 2023</u>	<u>Additions</u>	<u>Reductions</u>	<u>Principal outstanding June 30, 2024</u>	<u>Amounts due in one year</u>
Governmental activities					
General obligation bonds	\$ 55,258,582	\$ -	\$ 1,821,132	\$ 53,437,450	\$ 1,906,132
Accrued compensated absences	<u>344,522</u>	<u>88,377</u>	<u>54,861</u>	<u>378,038</u>	<u>60,703</u>
Total governmental activities general long-term debt	<u>\$ 55,603,104</u>	<u>\$ 33,516</u>	<u>\$ 1,821,132</u>	<u>\$ 53,815,488</u>	<u>\$ 1,966,835</u>

General obligation bonds consist of the following at June 30, 2024:

<u>Date of Issue</u>	<u>Interest Rates</u>	<u>Payment Dates</u>	<u>Maturity</u>	<u>Original Issue</u>	<u>Outstanding at June 30, 2024</u>
August 21, 2019	2.13 – 5.00	Mar	2044	54,670,000	\$ 49,870,000
					49,870,000
Add unamortized bond premium					3,567,450
					<u>\$ 53,437,450</u>

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

III. DETAILED NOTES ON ALL FUNDS - (Continued)

The annual requirements to amortize all general obligation bonds outstanding at June 30, 2024, including interest payments over the life of the debt are as follows:

Year Ended June 30	Principal	Interest	Total
2025	\$ 1,906,132	\$ 1,610,774	\$ 3,516,906
2026	1,991,132	1,524,774	3,516,906
2027	2,086,132	1,434,524	3,520,656
2028	2,181,132	1,339,524	3,520,656
2029	2,286,132	1,239,774	3,525,906
2030-2034	12,680,660	4,855,040	17,535,700
2035-2039	14,255,660	3,265,174	17,520,834
2040-2044	15,833,396	1,371,348	17,204,744
2045-2049	217,074	-	217,074
	<u>\$ 53,437,450</u>	<u>\$ 16,640,932</u>	<u>\$ 70,079,382</u>

Article X, Section 15 of the Constitution of the State of South Carolina, as amended, empowers each school district of the State to incur general obligation debt in such manner and upon such terms and conditions, as the General Assembly shall prescribe by law. After November 30, 1982, each school district may incur general obligation debt, without an election and upon such terms and conditions as the General Assembly may prescribe, in an amount not exceeding 8% of the assessed value of all taxable property of such school district.

Bonded indebtedness existing on November 30, 1982, and bonded indebtedness authorized by a majority vote of the qualified electors of the District voting in a referendum will not be considered in the computation of the 8% limitation. As of June 30, 2024, the remaining debt margin available to the District was approximately \$6,800,000.

NOTE 6 - SHORT TERM OBLIGATIONS

Changes in short-term obligations for the year ended June 30, 2024, were as follows:

	Principal outstanding July 1, 2023	Additions	Reductions	Principal outstanding June 30, 2024
Governmental activities				
General obligation bonds				
Series 2023B	\$ -	\$ 1,700,000	\$ 1,700,000	\$ -

NOTE 7 - TRANSFERS IN AND OUT/INTERFUND BALANCES

During the course of normal operations, the District has transactions between funds to provide services, construct assets, service debt, etc. These transactions are generally reflected as transfers. Total transfers during the year ended June 30, 2024 consisted of the following individual fund amounts:

	Transfers In	Transfers Out
General	\$ 2,723,994	\$ 1,134,269
Special revenue - other	286,142	26,233
Special revenue - food service	533,424	-
Special revenue - EIA	314,703	2,697,761
	<u>\$ 3,858,263</u>	<u>\$ 3,858,263</u>

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

III. DETAILED NOTES ON ALL FUNDS - (Continued)

NOTE 7 - TRANSFERS IN AND OUT/INTERFUND BALANCES, - (Continued)

As of June 30, 2024, amounts due from (to) other funds related to the District's pooled cash are as follows:

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General	\$ 1,820,082	\$ 408,163
Special revenue – Other	172,377	867,383
Special revenue – EIA	73,131	-
Capital projects	5,325	526,438
Debt service	316	-
Special revenue - Food service	-	269,247
	<u>\$ 2,071,231</u>	<u>\$ 2,071,231</u>

IV. OTHER INFORMATION

NOTE 8 - PENSION PLAN

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

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

PEBA issues an Annual Comprehensive Financial Report (ACFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The ACFR is publicly available through the Retirement Benefits' link on PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Drive, Columbia, SC 29223. PEBA is 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.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION – (Continued)

NOTE 8 - PENSION PLAN – (Continued)

Plan descriptions:

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

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

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

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

Membership:

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

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

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

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION – (Continued)

NOTE 8 - PENSION PLAN – (Continued)

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; or to serve as a peace officer employed by the Department of Corrections, the Department of Juvenile Justice, or the Department of Mental Health. Probate judges and coroners may elect membership in PORS. Magistrates are required to participate in PORS for service as a magistrate. PORS members, other than magistrates and probate judges, must also earn at least \$2,000 per year and devote at least 1,600 hours per year to this work, unless exempted by statute. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

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.

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.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION – (Continued)

NOTE 8 - PENSION PLAN – (Continued)

Contributions:

Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS and PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Effective July 1, 2017, employee rates were increased and capped at 9 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 until reaching 18.56 percent for SCRS and 21.04 percent for PORS. The legislation included a further provision that if the scheduled contributions are not sufficient to meet the funding periods set in state statute, the PEBA board would increase the employer contribution rates as necessary to meet the funding periods set for the applicable year.

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

Required employee contribution rates¹ are as follows:

	<u>Fiscal Year 2024¹</u>	<u>Fiscal Year 2023¹</u>
SCRS		
Employee Class Two	9.00%	9.00%
Employee Class Three	9.00%	9.00%
State ORP		
Employee	9.00%	9.00%
PORS		
Employee Class Two	9.75%	9.75%
Employee Class Three	9.75%	9.75%

Required employer contribution rates¹ are as follows:

	<u>Fiscal Year 2024¹</u>	<u>Fiscal Year 2023¹</u>
SCRS		
Employer Class Two	18.41%	17.41%
Employer Class Three	18.41%	17.41%
Employer Incidental Death Benefit	.15%	.15%
State ORP		
Employer Contribution ²	18.41%	17.41%
Employer Incidental Death Benefit	.15%	.15%
PORS		
Employer Class Two	20.84%	19.84%
Employer Class Three	20.84%	19.84%
Employer Incidental Death Benefit	.20%	.20%
Employer Incidental Death Program	.20%	.20%

¹ Calculated on earnable compensation as defined in Title 9 of the South Carolina Code of Laws.

² Of this employer contribution, 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 contribution remitted to the SCRS.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION – (Continued)

NOTE 8 - PENSION PLAN – (Continued)

Contributions, continued:

Contributions to the SCRS, ORP, and PORS pension plans from the District were \$4,975,562, \$164,371 and \$7,463 respectively, for the year ended June 30, 2023.

Net Pension Liability:

At June 30, 2023, the District reported a liability of \$49,739,050 for its proportionate share of the SCRS and \$58,488 for its proportionate share of the PORS net pension liability ("NPL"). The NPL was measured as of June 30, 2023, and the total pension liability ("TPL") used to calculate the NPL was determined by an actuarial valuation as July 1, 2022 and projected forward. The District's proportionate share of the NPL was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2023, the District's proportionate share of the SCRS and PORS plans were .205725 and .001921 percent, respectively.

Non-employer Contributions:

Employer's proportionate shares were calculated on the basis of employer contributions remitted to the plan by employers and non-employer contributions appropriated in the State's budget. In an effort to offset a portion of the burden of the increased contribution requirement for employers, the General Assembly funded 1 percent of the SCRS contribution increase for fiscal year 2023 and 2024. The State budget appropriated these funds directly to PEBA and a credit was issued for each employer to use when submitting their quarterly remittances to PEBA. For the year ended June 30, 2023 measurement period, PEBA provided non-employer contributions to the District in the amount of \$214,372 which is shown as a reduction of net pension liability and other grant revenue in the government-wide financial statements for the year ended June 30, 2023 which are presented on the economic resources measurement focus and accrual basis of accounting.

Pension expense:

For the year ended June 30, 2023, the District recognized pension expense of \$4,958,897 and \$16,088 for the SCRS and PORS plans, respectively.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION, Continued

NOTE 8 - PENSION PLAN – (Continued)

Deferred inflows of resources and deferred outflows of resources:

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	SCRS	
	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 863,556	\$ 137,934
Changes of assumptions	762,074	-
Net difference between projected and actual earnings on pension plan investments	-	68,082
Changes in proportion and differences between District contributions and proportionate share of contributions	1,073,964	115,892
District contributions subsequent to the measurement date	<u>4,975,562</u>	<u>-</u>
Total	<u>\$ 7,675,156</u>	<u>\$ 321,908</u>
	PORS	
	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 2,752	\$ 721
Changes of assumptions	1,273	-
Net difference between projected and actual earnings on pension plan investments	-	100
Changes in proportion and differences between District contributions and proportionate share of contributions	25,770	408
District contributions subsequent to the measurement date	<u>7,463</u>	<u>-</u>
Total	<u>\$ 37,258</u>	<u>\$ 1,229</u>

The \$4,975,562 and \$7,463 reported as of June 30, 2023 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date for the SCRS and PORS plans, respectively, will be recognized as a reduction of the net pension liabilities in the year ending June 30, 2024.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows for the SCRS and PORS plans, respectively:

<u>Year ended June 30:</u>	<u>SCRS</u>
2025	\$ 1,200,996
2026	(527,907)
2027	1,733,772
2028	<u>(29,175)</u>
	<u>\$ 2,377,686</u>
<u>Year ended June 30:</u>	<u>PORS</u>
2025	\$ 11,628
2026	8,344
2027	8,655
2028	<u>(61)</u>
	<u>\$ 28,566</u>

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION, Continued

NOTE 8 - PENSION PLAN – (Continued)

Actuarial assumptions and methods:

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

The June 30, 2023, total pension liability (TPL), net pension liability (NPL), and sensitivity information shown in this report were determined by our consulting actuary, Gabriel Roeder Smith & Company (GRS) and are based on an actuarial valuation performed as of July 1, 2022. The TPL was rolled-forward from the valuation date to the plans' fiscal year end, June 30, 2023, using generally accepted actuarial principles. There was no legislation enacted during the 2023 legislative session that had a material change in the benefit provisions for any of the systems.

The following table provides a summary of the actuarial assumptions and methods used to calculate the TPL as of June 30, 2023.

	SCRS	PORS
Actuarial cost method	Entry age normal	Entry age normal
Investment rate of return ¹	7.00%	7.00%
Projected salary increases	3.0% to 11.0% (varies by service) ¹	3.5% to 10.5% (varies by service) ¹
Benefit adjustments	lesser of 1% or \$500 annually	lesser of 1% or \$500 annually

¹ Includes inflation at 2.25%

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

Assumptions used in the determination of the June 30, 2023, TPL are as follows.

Former Job Class	Males	Females
Educators	2020 PRSC Males multiplied by 95%	2020 PRSC Females multiplied by 94%
General Employees and Members of the General Assembly	2020 PRSC Males multiplied by 97%	2020 PRSC Females multiplied by 107%
Public Safety and Firefighters	2020 PRSC Males multiplied by 127%	2020 PRSC Females multiplied by 107%

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION, Continued

NOTE 8 - PENSION PLAN – (Continued)

Actuarial assumptions and methods:, continued

The NPL is calculated separately for each system and represents that particular system's TPL determined in accordance with GASB No. 67 less that Systems' fiduciary net position. NPL totals, as of June 30, 2023, for SCRS and PORS are presented below.

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	\$58,464,402,454	\$ 34,286,961,942	\$ 24,177,440,512	58.6%
PORS	\$ 9,450,021,576	\$ 6,405,925,370	\$ 3,044,096,206	67.8%

The TPL is calculated by the System's actuary, and each plan's fiduciary net position is reported in the System's financial statements. The NPL is disclosed in accordance with the requirements of GASB 67 in the System's 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.

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 rates of return represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market-based inputs. Expected returns are net of investment fees.

The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2023 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 table below. For actuarial purposes, the 7 percent assumed annual investment rate of return used in the calculation of the TPL includes a 4.75 percent real rate of return and a 2.25 percent inflation component.

Allocation / Exposure	Policy Target	Expected Arithmetic Real Rate of Return	Long Term Expected Portfolio Real Rate of Return
Public Equity	46.0%	6.62%	3.04%
Bonds	26.0%	0.31%	0.08%
Private Equity ¹	9.0%	10.91%	0.98%
Private Debt ¹	7.0%	6.16%	0.43%
Real Assets	12.0%		
Real Estate ¹	9.0%	6.41%	0.58%
Infrastructure ¹	3.0%	6.62%	0.20%
Total Expected Return ²	100.0%		5.31%
Inflation for Actuarial Purposes			2.25%
			7.56%

¹ RSIC staff and consultant will notify the Commission if the collective exposure to Private Equity, Private Debt and Private Real Assets exceeds 30 percent of total plan assets.

² Portable Alpha Strategies, which are not included in the Policy Target, will be capped at 15% of total assets; hedge funds (including all hedge funds used in portable alpha implementation) are capped at 15% of total assets.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION, Continued

NOTE 8 - PENSION PLAN – (Continued)

Discount rate:

The discount rate used to measure the TPL was 7 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in 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, the System's fiduciary net position was projected to be available to make all the 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 collective NPL of the District calculated using the discount rate of 7.00 percent, as well as what the District's NPL would be if it were calculated using a discount rate that is 1.00 percent lower (6.00 percent) or 1.00 percent higher (8.00 percent) than the current rate.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
System	1.00% Decrease (6.00%)	Current Discount Rate (7.00%)	1.00% Increase (8.00%)
SCRS	\$ 64,267,596	\$ 49,739,050	\$ 37,663,425
PORS	\$ 82,506	\$ 58,488	\$ 38,814

Additional Financial and Actuarial Information:

Information contained in these Notes to the Schedules of Employer and Non-employer Allocations and Schedules of Pension Amounts by Employer (Schedules) was compiled from the Systems' audited financial statements for the fiscal year ended June 30, 2023, and the accounting valuation report as of June 30, 2023. Additional financial information supporting the preparation of the Schedules (including the unmodified audit opinion on the financial statements and required supplementary information) is available in the Systems' ACFR.

NOTE 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

General information:

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

The governing board of PEBA is a board of 11 members. The membership composition is three members appointed by the Governor, two members appointed by the President Pro Tempore of the Senate, two members appointed by the Chairman of the Senate Finance Committee, two members appointed by the Speaker of the House of Representatives and two members appointed by the Chairman of the House Ways and Means Committee. Individuals appointed to the PEBA board must possess certain qualifications. Members of the PEBA board serve for terms of two years and until their successors are appointed and qualify. Terms commence on July first of even numbered years. The PEBA board appoints the Executive Director. The laws of the State and the policies and procedures specified by the State for State agencies are applicable to all activities of PEBA. By law, the State Fiscal Accountability Authority (SFAA), which consists of five elected officials, also reviews certain PEBA Board decisions in administering the State Health Plan and other post-employment benefits (OPEB).

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION, Continued

NOTE 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) – (Continued)

Plan descriptions:

The Other Post-Employment Benefits Trust Funds (OPEB Trusts), 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 in 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 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 Board of Directors of PEBA has been designated as the Trustee.

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 post-employment health and dental and long-term disability benefits to retired State and school district employees and their covered dependents.

Benefits:

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

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.

Contributions:

Section 1-11-710 of the South Carolina Code of Laws of 1976, as amended, requires the postemployment and long-term disability benefits to be funded through non-employer and employer contributions for active employees and retirees to the PEBA – Insurance Benefits.

The SCRHITF is funded through participating employers that are mandated by State statute to contribute at a rate assessed each year by the Department of Administration Executive Budget Office on active employee covered payroll. The covered payroll surcharge for the year ended June 30, 2023 was 6.25 percent. The South Carolina Retirement System collects the monthly covered payroll surcharge for all participating employers and remits it directly to the SCRHITF. Other sources of funding for the SCRHITF also include the implicit subsidy, or age-related subsidy inherent in the healthcare premiums structure. The implicit subsidy represents a portion of the 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. Non-employer contributions consist of an annual appropriation by the General Assembly and the statutorily required transfer from PEBA – Insurance Benefits reserves. However, due to the COVID-19 pandemic and the impact it has had on the PEBA – Insurance Benefits reserves, the General Assembly has indefinitely suspended the statutorily required transfer until further notice. The SCRHITF is also funded through investment income.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION, Continued

NOTE 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) – (Continued)

Contributions, continued

The SCLTDITF is funded through employer contributions for active employees that elect health insurance coverage. For this group of active employees, PEBA – Insurance Benefits bills and collects premiums charged to State agencies, public school districts and other participating local governments. The monthly premium per active employee was \$3.22 for the fiscal year ended June 30, 2023. The SCLTDITF premium is billed monthly by PEBA – Insurance Benefits and transferred monthly to the SCLTDITF. It is also funded through investment income.

The allocation percentage of the OPEB amounts are calculated differently for each OPEB Trust. For the SCRHITF, the allocation percentage is based on the covered payroll surcharge contribution for each employer. Please note that actual covered payroll contributions received from SCRS for the fiscal year 2023 totaled \$655,193,006. However, the covered payroll contributions total includes prior year covered payroll contribution adjustments and true-ups that net to a total of (\$159,380).

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

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

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

OPEB liabilities and OPEB expense:

At June 30, 2024, the District reported a liability of \$32,995,389 for its proportionate share of the SCRHITF net OPEB liability measured at June 30, 2023. The net OPEB liability is calculated separately for each OPEB Trust Fund and represents that particular Trust's total OPEB liability determined in accordance with GASB No. 74, less that Trust's fiduciary net position. The collective net OPEB liabilities were determined based upon actuarial valuations performed on June 30, 2022 which were then rolled forward to the June 30, 2023 measurement date.

This method is expected to be reflective of the District's long-term contribution effort, as well as, be transparent to individual employers and their external auditors. At June 30, 2023, the District's proportionate share of the SCRHITF plan net OPEB liabilities was 0.252037 percent. For the year ended June 30, 2024, the District recognized OPEB expense of \$834,834 for the SCRHITF plan.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION - (Continued)

NOTE 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - (Continued)

Deferred outflows of resources and deferred inflows of resources related to OPEB:

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	SCRHITF	
	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 583,747	\$ 7,518,898
Changes of assumptions	6,619,259	10,601,017
Net difference between projected and actual earnings on OPEB plan investments	331,370	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,460,781	920,261
District contributions subsequent to the measurement date	<u>1,702,308</u>	<u>-</u>
Total	<u>\$ 10,697,465</u>	<u>\$ 19,040,176</u>

Of the total amount reported as deferred outflows of resources related to OPEB, \$1,702,308 resulting from District contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ended June 30, 2024.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

Years ending June 30:	SCRHITF
2024	\$ (1,380,870)
2025	(1,246,865)
2026	(1,503,383)
2027	(2,353,318)
2028	(2,944,675)
Thereafter	<u>(615,908)</u>
	<u>\$ (10,045,019)</u>

Actuarial assumptions:

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.

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.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION - (Continued)

NOTE 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - (Continued)

Actuarial assumptions, continued:

Additional information as of the latest actuarial valuation for SCRHITF:

SCRHITF:

Valuation Date:	June 30, 2022
Actuarial Cost Method:	Entry Age Normal
Inflation:	2.25%
Investment Rate of Return:	2.75%, net of OPEB Plan investment expense; including inflation
Single Discount Rate:	3.86% as of June 30, 2023
Demographic Assumptions:	Based on the experience study performed for the South Carolina Retirement Systems for the 5-year period ended June 30, 2019
Mortality:	For healthy retirees, the gender-distinct South Carolina Retirees 2020 Mortality Tables are used with fully generational mortality projections based on a fully generational basis by the 80% of Scale MP-2019 to account for future mortality improvements.
Health Care Trend Rate:	Initial trend starting at 4.00% and gradually decreasing to an ultimate trend rate of 4.00% over a period of 13 years
Aging Factors:	Based on plan specific experience
Retiree Participation:	79% for retirees who are eligible for funded premiums 59% participation for retirees who are eligible for Partial Funded Premiums 20% participation for retirees who are eligible for Non-Funded Premiums

Notes: The discount rate changed from 3.69% as of June 30, 2022 to 3.86% as of June 30, 2023.

Roll forward disclosures:

The actuarial valuations were performed as of June 30, 2022. Update procedures were used to roll forward the total OPEB liabilities to June 30, 2023.

Net OPEB Liability:

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

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION - (Continued)

NOTE 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - (Continued)

Net OPEB Liability – (Continued):

The following table represents the components of the net OPEB liability as of June 30, 2023, 2022, 2021, 2020, 2019, 2018 and 2017:

SOUTH CAROLINA RETIREE HEALTH INSURANCE TRUST FUND				
Fiscal Year Ending	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability	Plan Fiduciary Net Position as a % of Total OPEB Liability
June 30, 2023	\$ 14,749,639,155	\$ 1,658,152,923	\$ 13,091,486,232	11.24%
June 30, 2022	\$ 16,835,502,593	\$ 1,623,661,403	\$ 15,211,841,190	9.64%
June 30, 2021	\$ 22,506,597,989	\$ 1,683,416,992	\$ 20,823,180,997	7.48%
June 30, 2020	\$ 19,703,745,672	\$ 1,652,299,185	\$ 18,051,446,487	8.39%
June 30, 2019	\$ 16,516,264,617	\$ 1,394,740,049	\$ 15,121,524,568	8.44%
June 30, 2018	\$ 15,387,115,010	\$ 1,216,530,062	\$ 14,170,584,948	7.91%
June 30, 2017	\$ 14,659,610,970	\$ 1,114,774,760	\$ 13,544,836,210	7.60%

SOUTH CAROLINA LONG-TERM INSURANCE DISABILITY TRUST FUND				
Fiscal Year Ending	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability	Plan Fiduciary Net Position as a % of Total OPEB Liability
June 30, 2023	\$ 47,855,524	\$ 32,544,441	\$ 15,311,083	68.01%
June 30, 2022	\$ 46,410,320	\$ 34,824,847	\$ 11,585,473	75.04%
June 30, 2021	\$ 44,378,931	\$ 41,201,247	\$ 3,177,684	92.84%
June 30, 2020	\$ 42,782,316	\$ 42,479,106	\$ 303,210	99.29%
June 30, 2019	\$ 40,743,755	\$ 38,775,500	\$ 1,968,255	95.17%
June 30, 2018	\$ 39,261,091	\$ 36,199,863	\$ 3,061,228	92.20%
June 30, 2017	\$ 38,510,568	\$ 36,697,589	\$ 1,812,979	95.29%

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

Single Discount Rate:

The Single Discount Rate of 3.86% 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 plan's investment and funding policies, the difference between a blended discount rate and the municipal bond rate would be less than several basis points (several hundredths of one percent).

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION - (Continued)

NOTE 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - (Continued)

Long-term Expected Rate of Return:

The long-term expected rate of return 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 Asset Allocation	Expected Arithmetic Real Rate of Return	Allocation-Weighted Long-Term Expected Real Rate of Return
U.S. Domestic Fixed Income	80.00%	0.95%	0.76%
Cash	20.00%	0.35%	0.07%
Total	100.00%		0.83%
Expected Inflation			2.25%
Total Return			3.08%
Investment Return Assumption			2.75%

Sensitivity analysis:

The following table presents the SCRHITF's net OPEB liability calculated using a Single Discount Rate of 3.86%, as well as what the plan's net OPEB liability would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	1% Decrease 2.86%	Current Discount Rate 3.86%	1% Increase 4.86%
SCRHITF Net OPEB Liability	\$ 38,949,720	\$ 32,995,389	\$ 28,193,173
	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
SCRHITF Net OPEB Liability	\$ 27,397,411	\$ 32,995,389	\$ 40,187,581

Deferred Outflows and Inflows of Resources:

Additionally, differences between projected and actual earnings on OPEB plan investments should be recognized in OPEB expense using a systematic and rational method over a closed five-year period. For this purpose, the deferred outflows and inflows of resources are recognized in the OPEB expense as a level dollar amount over the closed period identified above.

Additional Financial and Actuarial Information:

Information contained in these Notes to the Schedules of OPEB Amounts by Employer (the Schedules) were compiled from the OPEB Trust Funds audited financial statements for the fiscal year ended June 30, 2023, and the accounting and financial reporting actuarial valuations as of June 30, 2023. Additional financial information supporting the preparation of the Schedules (including the unmodified audit opinion on the financial statements and required supplementary information) is available in the OPEB Trust Funds audited financial statements. Employers are encouraged to review Illustration II in Appendix C of GASB Statement No. 75, which provides a sample footnote disclosure and required supplementary information for a cost-sharing multiple-employer defined benefit OPEB plan.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION - (Continued)

NOTE 10 - DEFERRED COMPENSATION PLAN

The District offers their employees a deferred compensation plan, created in accordance with Internal Revenue Code Section 457, which is administered and controlled by the State of South Carolina. The plan, available to all District employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

Great West Retirement Services - South Carolina Deferred Compensation Program, PO Box 173764, Denver, CO 80217-3764, (under state contract) is the program administrator of the 457 plan as well as the 401k plan, which is also available to District employees at their option.

NOTE 11 - COMMITMENTS AND CONTINGENCIES

The District participates in a number of federally assisted programs, which are audited in accordance with the Single Audit Act Amendments of 1996. Audits have not resulted in any material disallowed costs, however, grantor agencies may conduct further examinations based on reported questioned costs. Based on prior experience, the District believes that further examinations would not result in any material disallowed costs.

From time to time, the District is a defendant in various lawsuits arising in the normal course of business. It is the opinion of the District's management, after conferring with legal counsel, that any liability, net of insurance coverage, which may arise from these lawsuits would not have a material adverse effect on the District's financial statements.

The District leases copiers under a cancelable operating lease expiring September 2024. The lease includes a per copy charge ranging from \$0.0155 to \$0.0065 per copy. During the year, total lease payments amounted to approximately \$109,000. Approximate remaining payments due under contracts in place at June 30, 2023, are as follows:

<u>Year</u>	<u>Lease payment</u>
2024	\$ 27,000
	<u>\$ 27,000</u>

NOTE 12 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the District carries state or commercial insurance. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. The District has had no significant reduction in coverage due to settled claims. Settled claims have not exceeded this coverage in the past three years. The District pays insurance premiums to certain State agencies and commercial insurers to cover risks that may occur in normal operations. The insurers promise to pay to or on behalf of the insured for covered economic losses sustained during the policy period in accordance with insurance policy and benefit program limits. For property losses, the District's deductible is \$2,500.

The District pays premiums to HUB International Insurance which issues policies, accumulates assets to cover the risks of loss, and pays claims incurred for covered losses related to the following assets, activities, and/or events:

1. Theft of, damage to, or destruction of assets;
2. Real property, its contents, and other equipment;
3. Motor vehicles;
4. Torts; and
5. Natural disasters

HUB International Insurance is a self-insurer and purchases reinsurance to obtain certain services and specialized coverage and to limit losses in the areas of property, boiler and machinery, automobile liability, cyber liability, and School Board liability insurance. HUB International Insurance's rates are determined actuarially.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION - (Continued)

NOTE 12 - RISK MANAGEMENT – (Continued)

The District obtains coverage through a commercial insurer for employee fidelity bond insurance for all employees for losses arising from theft or misappropriation, up to a maximum of \$100,000. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

Prior to July 1, 1978, school districts in South Carolina were exempt from unemployment tax. Legislation was enacted providing that, effective July 1, 1978, these employing units would no longer be excluded by the South Carolina Employment Security Commission (the Commission). In lieu of payment of contributions, the District, as permitted by the Act, elected to be “self-insured,” whereby it would reimburse the Commission’s unemployment fund for any claims attributable to service in the employment of the District. Payments of claims for reimbursement to the Commission are paid out of the general operating fund. Payments of \$0 were made by the District for this purpose during the current year.

NOTE 13 - FUND BALANCE AND NET POSITION (DEFICIT)

The fund balances (deficits)/net position (deficits) and other credits have been classified to reflect the limitations and restrictions placed on the respective funds as follows:

Governmental fund financial statements

Fund balances - Nonspendable – balances that by their nature are unable to be spent.

Fund balances - Restricted – balances that can only be spent for the specific purpose stipulated by constitution, external resources providers, or through enabling legislation.

Fund balances - Committed – balances that can only be used for the specific purpose determined by the District’s Board of Trustees. The Board of Trustees must take a formal action during one of its meetings to commit fund balance.

Fund balances - Assigned – balances meant to be used for a specific purpose but that do not meet the criteria as restricted or committed. Senior management at the District may assign fund balance.

Fund balances (deficits)- Unassigned – balances that are spendable amounts not contained in other classifications.

Government-wide and fund financial statements

Net Investment in capital assets - represents the net cost less accumulated depreciation and outstanding debt attributable to the organization of the capital assets.

Restricted net position - represents net position restricted externally by creditors, grantors, contributors or laws and regulations of other governments; or restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted (deficit) net position - represents the remainder of the District’s net position (deficit) in the government-wide activities.

School District of Edgefield County

Notes to Financial Statements

June 30, 2024

IV. OTHER INFORMATION - (Continued)

NOTE 14 - ARBITRAGE REBATE

In accordance with the provisions of Section 148(f) of the Internal Revenue Code of 1986, as amended, bonds must satisfy certain arbitrage rebate requirements. Positive arbitrage is the excess of (1) the amount earned on investments purchased with bond proceeds over (2) the amount of such investments would have earned had such investments been invested at a rate equal to the yield on the bond issue. In order to comply with the arbitrage rebate requirements, positive arbitrage must be paid to the U.S. Treasury at the end of each five year anniversary date of the bond issue. As of June 30, 2024, the District has determined that there are no amounts outstanding for arbitrage rebates.

Note 15 - TAX ABATEMENT

The County provides tax abatements under one program: Fee-in-Lieu of Tax Program (FILOT).

The Fee-in-Lieu of Tax Program (FILOT) offers individual incentive packages by abating property taxes to attract new business to the County and to retain current businesses. The FILOT program was established by the SC Code Title 12, Chapter 44 and Title 4, Chapter 12. Generally, for taxpayers to be approved for this program they must agree to invest the statutory minimum (A higher amount may be negotiated) during the investment period. The investment period begins on the day in which the property described in the agreement is entered into service and ends at an agreed upon point in time. Once the investment period begins, the taxpayer may receive a reduction of assessed rate, reduction in millage rate and elimination of (or reduction in) the number of times the millage rates change for the property over the length of the agreement. Repayments of any savings in property taxes are required by state law if the taxpayer fails to maintain the conditions set forth in the agreement. Other recapture provisions may be negotiated on a case by case basis.

The District's property tax revenues were increased by \$230,276 under agreements entered into by Edgefield County as of June 30, 2024.

Note 16 - SUBSEQUENT EVENTS

In preparing these financial statements, the District's management has evaluated events and transactions for potential recognition or disclosure through the date of the independent auditor's report, the date the financial statements were available for issuance.

School District of Edgefield County

Required Supplementary Information

Schedule 1 - Budgetary Comparison Schedule - General Fund

For the year ended June 30, 2024

		Budgeted Amounts Original and Final	Actual	Variance with Final Budget
REVENUES				
1000	Revenue from local sources			
1100	Taxes			
1110	Ad valorem taxes-including delinquent	\$ 11,781,664	\$ 13,101,482	\$ 1,319,818
1200	Revenue from local government units other than LEAs			
1280	Revenue in lieu of taxes	100,000.00	-	(100,000)
1300	Tuition			
1310	From patrons for regular day school	-	12,255	12,255
1330	From patrons for adult/continuing ed	-	2,100	2,100
1500	Earnings on investments			
1510	Interest on investments	5,000	99,104	94,104
1900	Other revenue from local sources			
1990	Miscellaneous local revenue	-	264,213	264,213
1999	Revenue from other local sources	100,000	-	(100,000)
	Total local sources	11,986,664	13,479,154	1,492,490
2000	Intergovernmental revenue			
2100	Payments from other governmental units	-	10,000	10,000
	Total intergovernmental sources	-	10,000	10,000
3000	Revenue from state sources			
3100	Restricted state funding			
3103	State aid to classrooms	13,329,756	13,157,155	(172,601)
3113	12-month agriculture program	9,000	9,960	960
3131	Handicapped transportation	-	680	680
3160	School bus driver's salary	800,000	767,120	(32,880)
3161	EAA Bus Driver Salary and Fringe	-	8,645	8,645
3162	Transportation workers' compensation	52,000	28,155	(23,845)
3181	Retiree insurance	1,346,270	1,422,856	76,586
3300	Education Finance Act			
3330	Miscellaneous EFA programs			
3392	NBC Excess EFA Formula	-	47,332	47,332
3800	State revenue in lieu of taxes			
3810	Reimbursement for local property tax relief	1,553,034	1,553,034	-
3820	Homestead exemption	532,741	532,741	-
3825	Reimbursement for property tax relief	4,461,943	4,453,268	(8,675)
3830	Merchants inventory tax	50,000	70,929	20,929
3840	Manufacturers depreciation reimbursement	250,000	907,657	657,657
3890	Other state property tax revenues	335,000	427,686	92,686
3900	Other state revenue			
3993	PEBA on-Behalf	214,300	214,372	72
	Total state sources	22,934,044	23,601,590	667,546
4000	Revenues from federal sources			
4900	Other federal sources			
4992	U.S. Forest Commission Revenue	49,000	34,134	(14,866)
4999	Revenue from Other Federal Sources	-	12,367	12,367
	Total federal sources	49,000	46,501	(2,499)
	Total revenue all sources	\$ 34,969,708	\$ 37,137,245	\$ 2,167,537

School District of Edgefield County

Required Supplementary Information

Schedule 1 - Budgetary Comparison Schedule - General Fund, Continued

For the year ended June 30, 2024

		Budgeted Amounts Original and Final	Actual	Variance with Final Budget
100	EXPENDITURES			
	INSTRUCTION			
110	General instruction			
111	Kindergarten programs			
100	Salaries	\$ 1,109,145	\$ 930,736	\$ 178,409
200	Employee benefits	498,972	451,804	47,168
400	Supplies and materials	6,623	5,065	1,558
		<u>1,614,740</u>	<u>1,387,605</u>	<u>227,135</u>
112	Primary programs			
100	Salaries	2,562,795	2,657,585	(94,790)
200	Employee benefits	1,317,514	1,130,552	186,962
400	Supplies and materials	16,504	15,106	1,398
		<u>3,896,813</u>	<u>3,803,243</u>	<u>93,570</u>
113	Elementary programs			
100	Salaries	5,336,286	4,693,439	642,847
200	Employee benefits	2,351,859	2,246,468	105,391
300	Purchased services	272,535	273,131	(596)
400	Supplies and materials	99,360	132,586	(33,226)
600	Other objects	-	2,850	(2,850)
		<u>8,060,040</u>	<u>7,348,474</u>	<u>711,566</u>
114	High school programs			
100	Salaries	1,939,387	1,905,105	34,282
200	Employee benefits	873,735	754,549	119,186
300	Purchased services	71,779	67,735	4,044
400	Supplies and materials	76,536	92,480	(15,944)
		<u>2,961,437</u>	<u>2,819,869</u>	<u>141,568</u>
115	Career and technical programs			
100	Salaries	834,696	649,875	184,821
200	Employee benefits	371,518	409,813	(38,295)
300	Purchased services	59,816	9,880	49,936
400	Supplies and materials	34,268	28,935	5,333
500	Capital outlay	1,864	657	1,207
		<u>1,302,162</u>	<u>1,099,160</u>	<u>203,002</u>
	Total general instruction	<u>17,835,192</u>	<u>16,458,351</u>	<u>1,376,841</u>
120	Exceptional programs			
121	Educable mentally handicapped			
100	Salaries	233,667	158,757	74,910
200	Employee benefits	78,794	82,651	(3,857)
		<u>312,461</u>	<u>241,408</u>	<u>71,053</u>
122	Trainable mentally handicapped			
100	Salaries	201,047	134,835	66,212
200	Employee benefits	56,726	58,532	(1,806)
		<u>257,773</u>	<u>193,367</u>	<u>64,406</u>
123	Orthopedically handicapped			
100	Salaries	67,570	54,747	12,823
200	Employee benefits	36,432	31,856	4,576
300	Purchased services	-	75,104	(75,104)
		<u>104,002</u>	<u>161,707</u>	<u>(57,705)</u>
124	Visually handicapped			
300	Purchased services	-	469	(469)
		<u>-</u>	<u>469</u>	<u>(469)</u>
125	Hearing handicapped			
300	Purchased services	15,000	6,375	8,625
		<u>15,000</u>	<u>6,375</u>	<u>8,625</u>
126	Speech handicapped			
100	Salaries	247,456	297,034	(49,578)
200	Employee benefits	113,007	140,934	(27,927)
		<u>360,463</u>	<u>437,968</u>	<u>(77,505)</u>
127	Learning disabilities			
100	Salaries	889,490	1,016,977	(127,487)
200	Employee benefits	413,321	476,180	(62,859)
300	Purchased services	-	32,042	(32,042)
		<u>1,302,811</u>	<u>1,525,199</u>	<u>(222,388)</u>

School District of Edgefield County**Required Supplementary Information****Schedule 1 - Budgetary Comparison Schedule - General Fund, Continued****For the year ended June 30, 2024**

		Budgeted Amounts Original and Final	Actual	Variance with Final Budget
EXPENDITURES, Continued				
100 INSTRUCTION, Continued				
120 Exceptional programs, continued				
128 Emotionally handicapped				
100 Salaries	30,963	-	30,963	
200 Employee benefits	12,745	-	12,745	
	43,708	-	43,708	
Total exceptional programs	2,396,218	2,566,493	(170,275)	
130 Preschool programs				
137 Pre-school handicapped - self contained				
100 Salaries	179,252	162,194	17,058	
200 Employee benefits	59,116	92,637	(33,521)	
	238,368	254,831	(16,463)	
139 Early childhood programs				
100 Salaries	15,000	54,189	(39,189)	
200 Employee benefits	5,000	27,120	(22,120)	
300 Purchased services	-	50	(50)	
400 Supplies and materials	-	2,781	(2,781)	
	20,000	84,140	(64,140)	
Total preschool programs	258,368	338,971	(80,603)	
140 Special programs				
141 Gifted and talented - academic				
100 Salaries	211,975	209,171	2,804	
200 Employee benefits	101,782	113,354	(11,572)	
600 Other objects	256	-	256	
	314,013	322,525	(8,512)	
145 Homebound				
100 Salaries	16,000	35,873	(19,873)	
200 Employee benefits	3,231	11,938	(8,707)	
	19,231	47,811	(28,580)	
148 Gifted and Talented Artistic				
100 Salaries	11,947	11,947	-	
200 Employee benefits	5,975	5,821	154	
	17,922	17,768	154	
Total special programs	351,166	388,104	(36,938)	
160 Other exceptional programs				
161 Autism				
300 Purchased services	30,000	1,184	28,816	
	30,000	1,184	28,816	
162 Limited english proficiency				
100 Salaries	243,866	239,677	4,189	
200 Employee benefits	96,563	106,825	(10,262)	
300 Purchased services	1,000	5,048	(4,048)	
	341,429	351,550	(10,121)	
Total other exceptional programs	371,429	352,734	18,695	

School District of Edgefield County**Required Supplementary Information****Schedule 1 - Budgetary Comparison Schedule - General Fund, Continued****For the year ended June 30, 2024**

		Budgeted Amounts Original and Final	Actual	Variance with Final Budget
EXPENDITURES, Continued				
100 INSTRUCTION, Continued				
180 Adult/continuing educational programs				
181 Adult basic education programs				
400 Supplies and materials		-	16,370	(16,370)
		-	16,370	(16,370)
182 Adult secondary education programs				
100 Salaries		-	4,221	(4,221)
300 Purchased services		-	70	(70)
		-	4,291	(4,291)
188 Parenting/family literacy				
100 Salaries		74,909	74,909	-
200 Employee benefits		36,657	37,189	(532)
400 Supplies and materials		-	5,202	(5,202)
		111,566	117,300	(5,734)
Total adult/continuing educational programs		111,566	137,961	(26,395)
Total instruction		21,323,939	20,242,614	1,081,325
200 SUPPORT SERVICES				
210 Pupil services				
211 Attendance and social work services				
100 Salaries		55,901	58,464	(2,563)
200 Employee benefits		23,270	24,779	(1,509)
300 Purchased services		9,384	6,440	2,944
400 Supplies and materials		58	35	23
600 Other objects		65	-	65
		88,678	89,718	(1,040)
212 Guidance services				
100 Salaries		878,505	918,637	(40,132)
200 Employee benefits		385,165	373,093	12,072
300 Purchased services		3,731	16,125	(12,394)
400 Supplies and materials		2,680	3,768	(1,088)
600 Other objects		1,500	374	1,126
		1,271,581	1,311,997	(40,416)
213 Health services				
100 Salaries		455,409	481,023	(25,614)
200 Employee benefits		219,023	233,606	(14,583)
300 Purchased services		5,814	1,109	4,705
400 Supplies and materials		18,053	17,764	289
600 Other objects		2,100	2,058	42
		700,399	735,560	(35,161)
214 Psychological services				
100 Salaries		148,402	148,402	-
200 Employee benefits		68,018	70,137	(2,119)
300 Purchased services		-	20,799	(20,799)
400 Supplies and materials		58	-	58
600 Other objects		357	200	157
		216,835	239,538	(22,703)
217 Career Specialist Services				
100 Salaries		70,543	51,712	18,831
200 Employee benefits		32,389	34,855	(2,466)
		102,932	86,567	16,365
Total pupil services		2,380,425	2,463,380	(82,955)

School District of Edgefield County

Required Supplementary Information

Schedule 1 - Budgetary Comparison Schedule - General Fund, Continued

For the year ended June 30, 2024

		Budgeted Amounts Original and Final	Actual	Variance with Final Budget
EXPENDITURES, Continued				
200	SUPPORT SERVICES, Continued			
220	Instructional staff services			
221	Improvement of instruction - curriculum development			
	curriculum development			
100	Salaries	603,589	619,996	(16,407)
200	Employee benefits	254,167	274,949	(20,782)
300	Purchased services	14,240	35,969	(21,729)
400	Supplies and materials	66,091	39,653	26,438
600	Other objects	1,565	1,705	(140)
		939,652	972,272	(32,620)
222	Library and media services			
100	Salaries	467,613	475,918	(8,305)
200	Employee benefits	230,678	232,131	(1,453)
400	Supplies and materials	31,933	29,848	2,085
		730,224	737,897	(7,673)
223	Supervision of special programs			
100	Salaries	99,729	56,248	43,481
140	Terminal leave	-	9,844	(9,844)
200	Employee benefits	53,785	31,393	22,392
		153,514	97,485	56,029
224	Improvement of instruction - inservice and staff training			
	inservice and staff training			
100	Salaries	-	1,605	(1,605)
200	Employee benefits	-	498	(498)
300	Purchased services	10,252	13,924	(3,672)
400	Supplies and materials	23,235	29,185	(5,950)
600	Other objects	-	355	(355)
		33,487	45,567	(12,080)
	Total instructional staff services	1,856,877	1,853,221	3,656
230	General administration services			
231	Board of education			
	Board of education			
100	Salaries	8,400	853,118	(844,718)
200	Employee benefits	9,820	86,517	(76,697)
300	Purchased services	26,098	25,558	540
318	Audit services	69,200	43,000	26,200
400	Supplies and materials	580	329	251
600	Other objects	147,120	96,395	50,725
		261,218	1,104,917	(843,699)
232	Office of the superintendent			
	Office of the superintendent			
100	Salaries	235,679	241,827	(6,148)
200	Employee benefits	94,341	103,529	(9,188)
300	Purchased services	32,767	34,133	(1,366)
400	Supplies and materials	15,840	53,695	(37,855)
600	Other objects	11,940	13,472	(1,532)
		390,567	446,656	(56,089)
233	School administration			
	School administration			
100	Salaries	2,105,555	2,103,981	1,574
200	Employee benefits	839,057	963,313	(124,256)
300	Purchased services	17,260	14,418	2,842
400	Supplies and materials	27,709	25,768	1,941
600	Other objects	10,612	3,315	7,297
		3,000,193	3,110,795	(110,602)
	Total general administration services	3,651,978	4,662,368	(1,010,390)
250	Finance and operations services			
252	Fiscal services			
	Fiscal services			
100	Salaries	261,208	275,731	(14,523)
	140 Terminal leave	-	6,447	(6,447)
200	Employee benefits	106,034	119,880	(13,846)
300	Purchased services	22,950	49,915	(26,965)
400	Supplies and materials	9,142	12,349	(3,207)
600	Other objects	3,500	5,929	(2,429)
		402,834	470,251	(67,417)

School District of Edgefield County

Required Supplementary Information

Schedule 1 - Budgetary Comparison Schedule - General Fund, Continued

For the year ended June 30, 2024

		Budgeted Amounts Original and Final	Actual	Variance with Final Budget
EXPENDITURES, Continued				
200	SUPPORT SERVICES, Continued			
250	Finance and operations services, continued			
254	Operation and maintenance of plant			
100	Salaries	1,397,921	1,581,756	(183,835)
140	Terminal leave	-	16,522	(16,522)
200	Employee benefits	695,081	807,223	(112,142)
300	Purchased services	1,019,639	1,279,999	(260,360)
321	Public utilities	78,950	115,532	(36,582)
400	Supplies and materials	215,717	413,319	(197,602)
470	Energy	901,091	933,213	(32,122)
500	Capital outlay	30,000	-	30,000
		4,338,399	5,147,564	(809,165)
255	Student transportation			
100	Salaries	1,319,468	1,249,898	69,570
200	Employee benefits	206,455	445,230	(238,775)
300	Purchased services	11,047	18,599	(7,552)
400	Supplies and materials	807	8,980	(8,173)
500	Capital outlay	2,784	-	2,784
600	Other objects	27,408	3,432	23,976
		1,567,969	1,726,139	(158,170)
256	Food services			
100	Salaries	-	5,822	(5,822)
200	Employee Benefits	-	2,582	(2,582)
300	Purchased services	-	177	(177)
400	Supplies and materials	-	2,521	(2,521)
		-	11,102	(11,102)
258	Security			
300	Purchased services	209,492	300,224	(90,732)
400	Supplies and materials	14,929	11,156	3,773
600	Other objects	-	200	(200)
		224,421	311,580	(87,159)
	Total finance and operations services	6,533,623	7,666,636	(1,133,013)
260	Central support services			
263	Information services			
100	Salaries	70,827	70,827	-
200	Employee benefits	35,492	37,459	(1,967)
300	Purchased services	-	27,423	(27,423)
400	Supplies and materials	6,000	5,523	477
600	Other objects	-	530	(530)
		112,319	141,762	(29,443)
264	Staff services			
100	Salaries	114,630	116,665	(2,035)
200	Employee benefits	47,527	55,141	(7,614)
300	Purchased services	12,342	34,305	(21,963)
400	Supplies and materials	4,909	6,422	(1,513)
600	Other objects	1,124	465	659
		180,532	212,998	(32,466)
266	Technology and data processing services			
100	Salaries	373,802	358,551	15,251
200	Employee benefits	163,112	160,736	2,376
300	Purchased services	78,884	257,825	(178,941)
400	Supplies and materials	16,498	12,486	4,012
600	Other objects	-	600	(600)
		632,296	790,198	(157,902)
	Total central support services	925,147	1,144,958	(219,811)
270	Support services pupil activity			
271	Pupil services activities			
100	Salaries	286,427	366,933	(80,506)
200	Employee benefits	37,032	127,170	(90,138)
300	Purchased services	59,600	77,382	(17,782)
400	Supplies and materials	2,500	33,820	(31,320)
600	Other objects	15,000	17,934	(2,934)
		400,559	623,239	(222,680)
	Total support services pupil activity	400,559	623,239	(222,680)
	Total support services	15,748,609	18,413,802	(2,665,193)

School District of Edgefield County

Required Supplementary Information

Schedule 1 - Budgetary Comparison Schedule - General Fund, Continued

For the year ended June 30, 2024

		Budgeted Amounts Original and Final	Actual	Variance with Final Budget
EXPENDITURES, Continued				
300	COMMUNITY SERVICES			
390	Other community services			
400	Supplies and materials	-	997	(997)
		-	997	(997)
	Total other community services	-	997	(997)
	Total community services	-	997	(997)
410	INTERGOVERNMENTAL EXPENDITURES			
411	Payments to the State Department of Education			
720	Transits	70,000	44,773	25,227
412	Payments to the Other Governmental Units			
720	Transits	-	33,210	(33,210)
	Total intergovernmental expenditures	70,000	77,983	(7,983)
	Total expenditures	37,142,548	38,735,396	(1,592,848)
OTHER FINANCING SOURCES (USES)				
Interfund transfers, from (to) other funds				
5230	Transfer from special revenue EIA fund	2,667,840	2,697,761	29,921
5280	Transfer from other funds indirect cost	95,000	26,233	(68,767)
421-710	Transfer to special revenue fund	590,000	(286,141)	(876,141)
422-710	Transfer to special revenue EIA fund	-	(314,703)	(314,703)
425-710	Transfer to food service fund	-	(533,424)	(533,424)
	Total other financing sources	3,352,840	1,589,726	(1,763,114)
	Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ -	(8,425)	\$ (8,425)
FUND BALANCE (DEFICIT), beginning of year			8,495,378	
FUND BALANCE (DEFICIT), end of year			<u>\$ 8,486,953</u>	

School District of Edgefield County**Required Supplementary Information****Schedule 2 - Schedule of the District's Proportionate Share of the Net OPEB Liability****For the years ended June 30,**

	SCRHITF						
	2024	2023	2022	2021	2020	2019	2018
District's proportion of the net OPEB liability	0.25204%	0.24306%	0.24569%	0.24792%	0.25327%	0.09860%	0.25179%
District's proportionate share of the net OPEB liability	\$ 32,995,389	\$ 36,973,293	\$ 51,159,432	\$ 44,753,327	\$ 38,298,890	\$ 35,531,892	\$ 31,104,677
District's covered payroll during the measurement period	\$ 25,094,886	\$ 22,667,061	\$ 23,170,360	\$ 22,852,919	\$ 22,150,948	\$ 20,635,482	\$ 21,233,111
District's proportionate share of the OPEB liability as a percentage of its covered-payroll	131.48252%	163.11463%	220.79688%	195.83199%	172.89955%	172.18833%	146.49138%
Plan fiduciary net position as a percentage of the total OPEB liability	11.24%	9.64%	7.48%	8.39%	8.44%	7.91%	7.60%

This schedule is presented to illustrate the requirements to show information for 10 years. Until a full 10 years are available, only those years for which information is available will be presented.

School District of Edgefield County**Required Supplementary Information****Schedule 3 - Schedule of the District's Contributions - OPEB****For the years ended June 30,**

	SCRHITF						
	2024	2023	2022	2021	2020	2019	2018
Contractually required contribution	\$ 1,651,478	\$ 1,568,430	\$ 1,416,691	\$ 1,448,147	\$ 1,428,307	\$ 1,340,132	\$ 1,176,116
Contributions in relation to the contractually required contribution	<u>1,651,478</u>	<u>1,568,430</u>	<u>1,416,691</u>	<u>1,448,147</u>	<u>1,428,307</u>	<u>1,340,132</u>	<u>1,176,116</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-payroll	<u>\$ 26,423,643</u>	<u>\$ 25,094,886</u>	<u>\$ 22,667,061</u>	<u>\$ 23,170,360</u>	<u>\$ 22,852,919</u>	<u>\$ 22,150,948</u>	<u>\$ 20,635,482</u>
Contributions as a percentage of covered-payroll	6.25000%	6.25000%	6.25000%	6.25000%	6.25000%	6.05000%	5.69948%

This schedule is presented to illustrate the requirements to show information for 10 years. Until a full 10 years are available, only those years for which information is available will be presented.

School District of Edgefield County**Required Supplementary Information****Schedule 4 - Schedule of the District's Proportionate Share of the Net Pension Liability****For the years ended June 30,**

	SCRS									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.20573%	0.19938%	0.19940%	0.20144%	0.20558%	0.20515%	0.20668%	0.21360%	0.22017%	0.22957%
District's proportionate share of the net pension liability	<u>\$ 49,739,050</u>	<u>\$ 48,334,528</u>	<u>\$ 43,153,251</u>	<u>\$ 51,472,041</u>	<u>\$ 46,942,650</u>	<u>\$ 45,966,942</u>	<u>\$ 46,526,090</u>	<u>\$ 45,624,858</u>	<u>\$ 41,756,871</u>	<u>\$ 39,524,515</u>
District's covered payroll during the measurement period	<u>\$ 25,062,098</u>	<u>\$ 22,652,260</u>	<u>\$ 23,161,013</u>	<u>\$ 22,844,665</u>	<u>\$ 22,145,212</u>	<u>\$ 20,635,482</u>	<u>\$ 21,233,111</u>	<u>\$ 21,023,844</u>	<u>\$ 20,913,294</u>	<u>\$ 21,115,763</u>
District's proportionate share of the net pension liability as a percentage of its covered payroll	198.46323%	213.37618%	186.31850%	225.31318%	211.97652%	222.75681%	219.12046%	217.01482%	199.66664%	187.18014%
Plan fiduciary net position as a percentage of the total pension liability	58.60%	57.10%	60.70%	50.70%	54.40%	54.10%	53.34%	52.91%	56.99%	59.92%

	PORS									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.00192%	0.00094%	0.00062%	0.00055%	0.00091%	0.00002%	0.00000%	0.00000%	0.00003%	0.00000%
District's proportionate share of the net pension liability	<u>\$ 58,488</u>	<u>\$ 28,155</u>	<u>\$ 15,892</u>	<u>\$ 18,119</u>	<u>\$ 26,022</u>	<u>\$ 478</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 719</u>	<u>\$ -</u>
District's covered payroll during the measurement period	<u>\$ 32,788</u>	<u>\$ 14,801</u>	<u>\$ 9,347</u>	<u>\$ 8,254</u>	<u>\$ 5,736</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 414</u>	<u>\$ -</u>
District's proportionate share of the net pension liability as a percentage of its covered payroll	178.38234%	190.22363%	170.02247%	219.51781%	453.66109%	0.00000%	0.00000%	0.00000%	173.67150%	0.00000%
Plan fiduciary net position as a percentage of the total pension liability	67.80%	66.40%	70.40%	58.80%	62.70%	61.70%	60.90%	60.44%	64.57%	67.55%

This schedule is presented to illustrate the requirements to show information for 10 years. Until a full 10 years are available, only those years for which information is available will be presented.

School District of Edgefield County

Required Supplementary Information

Schedule 5 - Schedule of the District's Contributions-Pension

For the years ended June 30,

	SCRS									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 4,975,562	\$ 4,400,905	\$ 3,753,914	\$ 3,548,186	\$ 3,499,037	\$ 3,166,144	\$ 2,767,218	\$ 2,410,856	\$ 2,287,693	\$ 2,250,182
Contributions in relation to the contractually required contribution	4,975,562	4,400,905	3,753,914	3,548,186	3,499,037	3,166,144	2,767,218	2,410,856	2,287,693	2,250,182
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 26,807,982	\$ 25,062,098	\$ 22,652,260	\$ 23,161,013	\$ 22,844,665	\$ 22,145,212	\$ 20,635,482	\$ 21,233,111	\$ 21,023,844	\$ 20,913,294
Contributions as a percentage of covered payroll	18.56000%	17.56000%	16.57192%	15.31965%	15.31665%	14.29719%	13.41000%	11.35423%	10.88142%	10.75958%

	PORS									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 7,463	\$ 6,638	\$ 2,818	\$ 1,686	\$ 1,489	\$ 978	\$ -	\$ -	\$ -	\$ 56
Contributions in relation to the contractually required contribution	7,463	6,638	2,818	1,686	1,489	978	-	-	-	56
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 36,955	\$ 32,788	\$ 14,801	\$ 9,347	\$ 8,254	\$ 5,736	\$ -	\$ -	\$ -	\$ 414
Contributions as a percentage of covered payroll	20.19483%	20.24521%	19.03925%	18.03787%	18.03974%	17.05021%	0.00000%	0.00000%	0.00000%	13.52657%

This schedule is presented to illustrate the requirements to show information for 10 years. Until a full 10 years are available, only those years for which information is available will be presented.

School District of Edgefield County

Schedule A-1 - Special Revenue - Other

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance

For the year ended June 30, 2024

		Title I (201/202)	IDEA (203)	Preschool Handi- capped (205)	CATE (207)	Adult Education (243)	Other Designated Restricted State Grants* (900s)	Other Special Revenue Programs* (200s/800s)	Student Acitivity Funds* (700s)	Total
REVENUES										
1000	Revenues from local sources									
1500	Earnings on investments									
	1510 Intrest on investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,436	\$ -	12,436
1700	Pupil activities									
	1730 Pupil organization membership dues and fees	-	-	-	-	-	-	-	116,408	116,408
	1740 Student fees	-	-	-	-	-	-	-	227,433	227,433
	1790 Other pupil activity income	-	-	-	-	-	-	-	1,271,036	1,271,036
1900	Other revenue from local sources									
	1910 Rentals	-	-	-	-	-	-	-	25,942	25,942
	1930 Special needs transportation-Medicaid	-	-	-	-	-	-	171,163	-	171,163
	Total local sources	-	-	-	-	-	-	183,599	1,640,819	1,824,418
3000	Revenues from state sources									
3100	Restricted state funding									
	3130 Special programs									
	3135 Reading coaches	-	-	-	-	-	233,763	-	-	233,763
	3150 Adult education									
	3156 Adult Education	-	-	-	-	-	2,601	-	-	2,601
	3190 Miscellaneous restricted state grants									
	3193 Education license plates	-	-	-	-	-	528	-	-	528
	3199 Other restricted state grants	-	-	-	-	-	67,267	500,000	-	567,267
	Total state sources	-	-	-	-	-	304,159	500,000	-	804,159
4000	Revenues from federal sources									
4200	Occupational education									
	4210 Vocational aid, Title I	-	-	-	64,759	-	-	-	-	64,759
4300	Elementary and Secondary Education Act of 1965									
	4310 Title I	1,064,318	-	-	-	-	-	136,947	-	1,201,265
	4312 Rural and low-income school	-	-	-	-	-	-	5,897	-	5,897
	4341 Language Instruction for Limited English Proficient and Immigrant Students, Title III	-	-	-	-	-	-	19,775	-	19,775
	4351 Improving teacher quality	-	-	-	-	-	-	147,101	-	147,101
4400	Adult education									
	4410 Basic adult education	-	-	-	-	150,439	-	-	-	150,439
4500	Programs for children with disabilities									
	4510 IDEA	-	1,196,755	-	-	-	-	-	-	1,196,755
	4520 Pre-School Grants	-	-	40,116	-	-	-	-	-	40,116
4900	Other federal sources									
	4931 ARP IDEA	-	-	-	-	-	-	10,010	-	10,010
	4933 ARP IDEA Preschool	-	-	-	-	-	-	18,486	-	18,486
	4974 ESSER III	-	-	-	-	-	-	2,810,456	-	2,810,456
4990	Other federal revenue									
	4997 Title IV SSAE	-	-	-	-	-	-	94,954	-	94,954
	4999 Revenue from other federal sources	-	-	-	-	-	-	75,583	-	75,583
	Total federal sources	1,064,318	1,196,755	40,116	64,759	150,439	-	3,319,209	-	5,835,596
	Total revenue all sources	1,064,318	1,196,755	40,116	64,759	150,439	304,159	4,002,808	1,640,819	8,464,173

School District of Edgefield County

Schedule A-1 - Special Revenue - Other

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance, Continued

For the year ended June 30, 2024

		Title I (201/202)	IDEA (203)	Preschool Handi- capped (205)	CATE (207)	Adult Education (243)	Other Designated Restricted State Grants* (900s)	Other Special Revenue Programs* (200s/800s)	Student Acitvity Funds* (700s)	Total
100	EXPENDITURES									
	INSTRUCTION									
110	General instruction									
111	Kindergarten programs									
400	Supplies and materials	-	-	-	-	-	-	-	22,123	22,123
112	Primary programs									
400	Supplies and materials	-	-	-	-	-	-	-	13,171	13,171
113	Elementary programs									
100	Salaries	400,137	-	-	-	-	-	173,257	-	573,394
200	Employee benefits	184,078	-	-	-	-	-	54,123	-	238,201
300	Purchased services	72,133	-	-	-	-	-	12,000	-	84,133
400	Supplies and materials	231,473	-	-	-	-	528	110,248	732,562	1,074,811
114	High school programs									
100	Salaries	-	-	-	-	-	-	618,888	-	618,888
200	Employee benefits	-	-	-	-	-	-	226,791	-	226,791
400	Supplies and materials	-	-	-	-	-	-	-	576,355	576,355
115	Career and technical programs									
300	Purchased services	-	-	-	3,200	-	-	165,825	-	169,025
400	Supplies and materials	-	-	-	12,000	-	-	-	110,133	122,133
500	Capital outlay	-	-	-	29,559	-	-	-	-	29,559
120	Exceptional programs									
121	Educable mentally handicapped									
100	Salaries	-	103,783	-	-	-	-	-	-	103,783
200	Employee benefits	-	28,156	-	-	-	-	-	-	28,156
122	Trainable mentally handicapped									
100	Salaries	-	54,485	-	-	-	-	-	-	54,485
200	Employee benefits	-	30,531	-	-	-	-	-	-	30,531
123	Orthopedically handicapped									
300	Purchased Services	-	30,915	-	-	-	-	-	-	30,915
126	Speech handicapped									
300	Purchased services	-	-	-	-	-	-	4,021	-	4,021
400	Supplies and materials	-	-	-	-	-	-	1,080	-	1,080
127	Learning disabilities									
100	Salaries	-	309,958	-	-	-	-	6,000	-	315,958
200	Employee benefits	-	166,576	-	-	-	-	1,995	-	168,571
300	Purchased services	-	-	-	-	-	-	19,000	-	19,000
400	Supplies and materials	-	-	-	-	-	-	21,498	6,989	28,487
128	Emotionally handicapped									
100	Salaries	-	23,926	-	-	-	-	-	-	23,926
200	Employee benefits	-	14,738	-	-	-	-	-	-	14,738
130	Pre-school programs									
137	Pre-school handicapped - self-contained									
100	Salaries	-	-	30,000	-	-	-	-	-	30,000
200	Employee benefits	-	-	10,116	-	-	-	-	-	10,116
400	Supplies and materials	-	-	-	-	-	-	151	703	854
139	Early childhood programs									
100	Salaries	-	-	-	-	-	41,626	-	-	41,626
200	Employee benefits	-	-	-	-	-	19,811	-	-	19,811
400	Supplies and materials	-	-	-	-	-	5,323	-	-	5,323

School District of Edgefield County

Schedule A-1 - Special Revenue - Other

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance, Continued

For the year ended June 30, 2024

		Title I (201/202)	IDEA (203)	Preschool Handi- capped (205)	CATE (207)	Adult Education (243)	Other Designated Restricted State Grants* (900s)	Other Special Revenue Programs* (200s/800s)	Student Acitvity Funds* (700s)	Total
100	EXPENDITURES, Continued									
	INSTRUCTION, Continued									
140	Special programs									
147	CDEP									
400	Supplies and materials	-	-	-	-	-	-	-	1,713	1,713
149	Other special programs									
100	Salaries	-	-	-	-	-	-	17,560	-	17,560
200	Employee benefits	-	-	-	-	-	-	5,805	-	5,805
400	Supplies and materials	-	8,176	-	-	-	-	1,782	-	9,958
160	Other Exceptional Programs									
161	Autism									
300	Purchased services	-	55,525	-	-	-	-	-	-	55,525
162	Limited English proficiency									
100	Salaries	27,122	-	-	-	-	-	11,938	-	39,060
200	Employee benefits	13,697	-	-	-	-	-	-	-	13,697
180	Adult continuing education programs									
181	Adult basic education programs									
100	Salaries	-	-	-	-	61,809	-	-	-	61,809
200	Employee benefits	-	-	-	-	40,666	-	-	-	40,666
182	Adult secondary education programs									
400	Supplies and materials	-	-	-	-	-	2,601	-	-	2,601
188	Parenting/family literacy									
100	Salaries	-	-	-	-	33,866	-	-	-	33,866
200	Employee benefits	-	-	-	-	9,364	-	-	-	9,364
300	Purchased services	-	-	-	-	1,200	-	-	-	1,200
400	Supplies and materials	8,696	-	-	-	1,000	-	-	-	9,696
	Total instruction	937,336	826,769	40,116	44,759	147,905	69,889	1,451,962	1,463,749	4,982,485
200	SUPPORT SERVICES									
210	Pupil services									
212	Guidance services									
300	Purchased services	-	-	-	-	-	-	28,209	-	28,209
400	Supplies and materials	-	-	-	-	-	-	-	429	429
213	Health services									
100	Salaries	-	-	-	-	-	-	6,000	-	6,000
200	Employee benefits	-	-	-	-	-	-	1,991	-	1,991
400	Supplies and materials	-	-	-	-	-	-	1,939	-	1,939
220	Instructional staff services									
221	Improvement of instruction - curriculum development									
100	Salaries	-	-	-	-	-	266,749	36,800	-	303,549
200	Employee benefits	-	-	-	-	-	122,551	10,610	-	133,161
300	Purchased services	34,418	-	-	-	2,534	-	5,141	-	42,093
223	Supervision of special programs									
100	Salaries	56,091	256,026	-	-	-	-	5,000	-	317,117
200	Employee benefits	21,372	113,960	-	-	-	-	1,656	-	136,988
300	Purchased services	6,864	-	-	20,000	-	365	5,670	-	32,899
400	Supplies and materials	3,809	-	-	-	-	-	120	-	3,929

School District of Edgefield County

Schedule A-1 - Special Revenue - Other

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance, Continued

For the year ended June 30, 2024

		Title I (201/202)	IDEA (203)	Preschool Handi- capped (205)	CATE (207)	Adult Education (243)	Other Designated Restricted State Grants* (900s)	Other Special Revenue Programs* (200s/800s)	Student Acitivity Funds* (700s)	Total
200	EXPENDITURES, Continued									
	SUPPORT SERVICES, Continued									
220	Instructional staff services, continued									
224	Improvement of instruction - inservice and staff training									
100	Salaries	-	-	-	-	-	-	31,502	-	31,502
200	Employee benefits	-	-	-	-	-	-	10,512	-	10,512
300	Purchased services	-	-	-	-	-	-	170,799	-	170,799
400	Supplies and materials	-	-	-	-	-	-	15,403	-	15,403
250	Finance and operations services									
251	Student transportation									
100	Salaries	-	-	-	-	-	-	3,157	-	3,157
200	Employee benefits	-	-	-	-	-	-	1,222	-	1,222
300	Purchased services	-	-	-	-	-	-	5,308	-	5,308
254	Operation and maintenance of plant									
500	Capital Outlay	-	-	-	-	-	-	1,967,301	-	1,967,301
255	Student transportation									
100	Salaries	-	-	-	-	-	102	-	-	102
200	Employee benefits	-	-	-	-	-	41	-	-	41
300	Purchased services	-	-	-	-	-	-	555	-	555
256	Food services									
400	Supplies and materials	-	-	-	-	-	-	-	171,169	171,169
260	Central Support Services									
264	Staff services									
300	Purchased services	-	-	-	-	-	-	1,486	-	1,486
270	Support services - pupil activity									
271	Pupil service activities									
300	Purchased services	2,359	-	-	-	-	-	-	-	2,359
	Total support services	124,913	369,986	-	20,000	2,534	389,808	2,334,263	171,598	3,413,102
300	COMMUNITY SERVICES:									
370	Non public school services									
300	Purchased services	-	-	-	-	-	-	9,522	-	9,522
400	Supplies and materials	-	-	-	-	-	-	3,424	-	3,424
	Total non public school services	-	-	-	-	-	-	12,946	-	12,946
390	Other community services									
400	Supplies and materials	2,069	-	-	-	-	-	-	-	2,069
	Total other community services	2,069	-	-	-	-	-	-	-	2,069
	Total community services	2,069	-	-	-	-	-	12,946	-	15,015
	Total expenditures	1,064,318	1,196,755	40,116	64,759	150,439	459,697	3,799,171	1,635,347	8,410,602

School District of Edgefield County

Schedule A-1 - Special Revenue - Other

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance, Continued

For the year ended June 30, 2024

						Other Designated Restricted State Grants* (900s)	Other Special Revenue Programs* (200s/800s)	Student Acitvity Funds* (700s)	Total
	Title I (201/202)	IDEA (203)	Preschool Handi- capped (205)	CATE (207)	Adult Education (243)				
OTHER FINANCING SOURCES (USES)									
Interfund transfers from (to) other funds									
5210 Transfer from general fund	-	-	-	-	-	155,538	130,604	-	286,142
431-791 Special revenue indirect costs	-	-	-	-	-	-	(26,233)	-	(26,233)
Total other financing sources (uses)	-	-	-	-	-	155,538	104,371	-	259,909
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	-	-	-	-	-	308,008	5,472	313,480
FUND BALANCE, beginning of year	-	-	-	-	-	-	39,083	743,718	782,801
FUND BALANCE, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 347,091</u>	<u>\$ 749,190</u>	<u>\$ 1,096,281</u>

School District of Edgefield County***Schedule A-2 - Special Revenue - Other******Summary Schedule for Designated Restricted State Grants******For the year ended June 30, 2024***

Subfund	Revenue	Programs	Revenues	Expenditures	Transfers In (Out)	Unearned Revenue
919	3193	Education license plates	\$ 528	\$ 528	\$ -	\$ -
935	3135	Reading coaches	233,763	389,301	155,538	-
956	3156	Adult Education	2,601	2,601	-	-
980	3199	First steps family literacy program	67,267	67,267	-	-
			\$ 304,159	\$ 459,697	\$ 155,538	\$ -

School District of Edgefield County

Schedule A-3 - EIA Combined Schedule of Revenues, Expenditures and Changes in Fund Balance

For the year ended June 30, 2024

		<u>Total</u>
REVENUES		
3000 Revenue from state sources		
3500 Education Improvement Act:		
3502 Adept	\$	2,775
3503 Student aid to classrooms		2,697,761
3509 Arts in education		16,857
3518 Formative Assessment		8,835
3526 EIA Science Kit Refurbishment		89,296
3528 Industry Certificates		18,472
3529 Career and Technology Education		110,236
3532 National Board Certification (NBC) Salary Supplement		46,396
3533 Teacher of the year awards		1,077
3541 Child early reading development and education program (CERDEP)-Full Day 4K		469,767
3556 Adult education		230,928
3557 Summer reading program		14,978
3577 Teacher supplies		88,200
3595 EEDA homework center awards		2,831
3599 Other EIA		58,332
Total revenue from state sources		<u>3,856,741</u>
Total revenue	\$	<u>3,856,741</u>

School District of Edgefield County**Schedule A-3 - EIA Combined Schedule of Revenues, Expenditures and Changes in Fund Balance, Continued****For the year ended June 30, 2024**

EXPENDITURES**100 INSTRUCTION**

110	General instruction		
112	Primary programs		
400	Supplies and materials	\$	89,243
			<u>89,243</u>
113	Elementary programs		
100	Salaries		20,000
200	Employee benefits		6,640
300	Purchased services		500
400	Supplies and materials		75,860
			<u>103,000</u>
114	High school programs		
100	Salaries		15,000
200	Employee benefits		4,756
400	Supplies and materials		13,000
			<u>32,756</u>
115	Career and technical development		
300	Purchased services		14,801
400	Supplies and materials		96,396
500	Capital Outlay		29,956
			<u>141,153</u>
120	Exceptional programs		
127	Learning disabilities		
400	Supplies and materials		11,200
			<u>11,200</u>
140	Special programs		
147	CDEP/CERDEP		
100	Salaries		477,826
200	Employee Benefits		227,658
300	Purchased services		33
400	Supplies and materials		2,450
			<u>707,967</u>
170	Summer school program		
172	Elementary summer school		
100	Salaries		13,407
200	Employee benefits		1,571
			<u>14,978</u>

School District of Edgefield County**Schedule A-3 - EIA Combined Schedule of Revenues, Expenditures and Changes in Fund Balance, Continued****For the year ended June 30, 2024**

EXPENDITURES, Continued**100 INSTRUCTION, Continued**

180	Adult/ continuing educational programs	
181	Adult basic education programs	
100	Salaries	19,520
		<u>19,520</u>
182	Adult secondary education programs	
100	Salaries	11,780
		<u>11,780</u>
	Total instruction	<u>1,131,597</u>

200 SUPPORT SERVICES

210	Pupil Services	
212	Guidance Services	
300	Purchased services	453
400	Supplies and materials	1,960
		<u>2,413</u>
220	Instructional staff services	
221	Improvement of instruction - curriculum development	
400	Supplies and materials	8,835
		<u>8,835</u>
223	Supervision of special programs	
100	Salaries	196,325
200	Employee benefits	79,314
300	Purchased services	492
		<u>276,131</u>
224	Improvement of instruction - inservice and staff training	
100	Salaries	2,775
		<u>2,775</u>
230	General administrative services	
231	Board of education	
100	Salaries	975
200	Employee benefits	101
		<u>1,076</u>
266	Technology and Data Processing Services	
300	Purchased services	35,227
400	Supplies and materials	15,211
		<u>50,438</u>

School District of Edgefield County**Schedule A-3 - EIA Combined Schedule of Revenues, Expenditures and Changes in Fund Balance, Continued****For the year ended June 30, 2024**

EXPENDITURES, Continued**200 SUPPORT SERVICES, continued**

270 Support Services-Pupil Activity

271 Pupil Service Activities

300 Purchased Services (Optional)

418

418

Total support services

342,086

Total expenditures

1,473,683

OTHER FINANCING SOURCES (USES)

Interfund transfers from (to) other funds

5210 Transfer from general fund

314,703

420-710 Transfer to general fund

(2,697,761)

Total other financing sources/(uses)

(2,383,058)

Excess (deficiency) of revenues and other
financing sources over (under)
expenditures and other financing uses

-

Fund balance (deficit), beginning of year

-

Fund balance (deficit), end of year

\$ -

School District of Edgefield County
Schedule A-4 - EIA Summary Schedule by Program
For the year ended June 30, 2024

		<u>Revenues</u>	<u>Expenditures</u>	<u>Transfers In/(Out)</u>	<u>Unearned Revenue</u>
3500	Education Improvement Act				
3502	Adept	\$ 2,775	\$ 2,775	\$ -	\$ -
3503	Student aid to classrooms	2,697,761	-	(2,697,761)	-
3509	Arts in education	16,857	16,857	-	-
3518	Formative assessment	8,835	8,835	-	25,088
3526	Science kit refurbishment	89,296	89,296	-	19,219
3528	Industry certificates	18,472	18,472	-	-
3529	Career and technology education	110,236	110,236	-	-
3532	National Board Certification (NBC) Salary Supplement	46,396	46,396	-	-
3533	Teacher of the year awards	1,077	1,077	-	-
3541	Child development education program (CDEP)	469,767	784,470	314,703	-
3556	Adult education	230,928	230,928	-	-
3557	Summer reading program	14,978	14,978	-	17,989
3577	Teacher supplies	88,200	88,200	-	-
3595	EEDA homework center awards	2,831	2,831	-	4,637
3599	Other EIA	58,332	58,332	-	6,198
	Total	<u>\$ 3,856,741</u>	<u>\$ 1,473,683</u>	<u>\$ (2,383,058)</u>	<u>\$ 73,131</u>

School District of Edgefield County

Schedule B - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the year ended June 30, 2024

REVENUES

1000	Revenue from local sources		
1500	Earnings on investments		
1510	Interest on investments	\$	281,346
	Total local sources		<u>281,346</u>
	Total revenue all sources		<u>281,346</u>

EXPENDITURES

250	Finance and operations		
252	Fiscal services		
100	Salaries		15,000
200	Employee benefits		4,983
253	Facilities acquisition and construction services		
300	Purchased services		1,765
400	Supplies and materials		8,263
500	Capital outlay		
510	Land		157,039
520	Construction services		400,669
530	Improvements other than buildings		49,432
540	Equipment		46,437
254	Operation and maintenance of plant		
300	Purchased services		40,391
400	Supplies and materials		237,552
500	Capital outlay		345,103
266	Technology and data processing services		
300	Purchased services		6,121
400	Supplies and materials		75,522
500	Capital outlay		80,215
	Total finance and operations		<u>1,468,492</u>
	Total expenditures		<u>1,468,492</u>

OTHER FINANCING SOURCES (USES)

5100	Sale of Bonds:		
5120	Proceeds of general obligation bonds		1,700,000
	Total other financing sources		<u>1,700,000</u>
	Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses		512,854
	Fund balance (deficit), beginning of year		<u>4,280,567</u>
	Fund balance (deficit), end of year	\$	<u><u>4,793,421</u></u>

School District of Edgefield County

Schedule C - Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the year ended June 30, 2024

REVENUES

1000	Revenue from local sources		
1100	Taxes		
1110	Ad valorem taxes, including delinquent taxes	\$	4,117,852
1140	Penalties and interest on taxes		153,389
1500	Earnings on investments		
1510	Interest on investments		98,233
	Total local sources		<u>4,369,474</u>
3000	Revenue from state sources		
3800	State revenue in lieu of taxes		
3820	Homestead exemption		196,485
3830	Merchants inventory tax		6,578
3840	Manufacturer's depreciation reimbursement		175,226
3890	Other state property tax revenues		84,056
	Total state sources		<u>462,345</u>
	Total revenue all sources		<u>4,831,819</u>

EXPENDITURES

500	Debt service		
610	Redemption of principal		3,335,000
620	Interest		1,730,303
690	Other objects		720
	Total debt service		<u>5,066,023</u>
	Total expenditures		<u>5,066,023</u>

Excess (deficiency) of revenues over (under) expenditures	(234,204)
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Fund balance (deficit), beginning of year	<u>2,134,902</u>
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Fund balance (deficit), end of year	<u><u>\$ 1,900,698</u></u>
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School District of Edgefield County

Schedule D - Food Service Fund

Schedule of Revenues, Expenses and Changes in Net Position

For the year ended June 30, 2024

REVENUES		
1000	Revenue from local sources	
1600	Food services	
1610	Lunch sales to pupils	\$ 33,673
1620	Breakfast sales to pupils	27
1630	Special sales to pupils	135,864
1640	Lunch sales to adults	39,709
1650	Breakfast sales to adults	1,833
1660	Special sales to adults	25,633
1900	Other revenue from local sources	
1999	Revenue from other local sources	62,409
	Total local sources	<u>299,148</u>
4000	Revenue from federal sources	
4800	USDA reimbursements	
4810	School lunch and after school snacks program	1,534,475
4820	Supply chain assistance funding	83,962
4830	School breakfast program	423,737
4850	Cash in lieu of USDA commodities	100,542
4860	Fresh fruits and vegetables	26,545
	Total federal sources	<u>2,169,261</u>
	Total revenue all sources	<u>2,468,409</u>
EXPENDITURES		
250	Finance and operations services	
256	Food service	
100	Salaries	1,009,304
200	Employee benefits	591,802
300	Purchased services	72,854
400	Supplies and materials	1,377,278
600	Other	11,374
	Total support services	<u>3,062,612</u>
	Total expenditures	<u>3,062,612</u>
OTHER FINANCING SOURCES (USES)		
Interfund transfers from (to) other funds		
5210	Transfer from general fund	<u>533,424</u>
	Total other financing sources (uses)	<u>533,424</u>
	Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(60,779)
	Fund balance (deficit), beginning of year	<u>(100,449)</u>
	Fund balance (deficit), end of year	<u>\$ (161,228)</u>

School District of Edgefield County*Schedule E - Detailed Schedule of Due to**State Department of Education/Federal Government**June 30, 2024*

Program	Grant or project number	Revenue code	Description	Amount due	Status of Amount due
None					

School District of Edgefield County

Schedule F - Location Reconciliation Schedule

For the year ended June 30, 2024

01 Districtwide	Non-Schools	Central	\$ 11,627,409
02 Strom Thurmond High School	High Schools	School	19,944,162
03 Douglas Elementary	Elementary Schools	School	2,691,120
05 Johnston Elementary	Elementary Schools	School	2,687,371
07 W.E. Parker Elementary	Elementary Schools	School	3,320,682
08 Merriwether Elementary	Elementary Schools	School	6,397,462
09 J.E.T. Middle	Middle Schools	School	3,299,489
10 Merriwether Middle	Middle Schools	School	6,546,960
95 Strom Thurmond Vocational	Other Schools	Central	1,702,152
			<u>\$ 58,216,807</u>

General Fund	\$ 38,735,395
Special Revenue Fund - other	8,410,602
Special Revenue EIA Fund	1,473,683
Special Revenue Food Service Fund	3,062,612
Debt Service Fund	5,066,023
Capital Projects Fund	1,468,492
	<u>\$ 58,216,807</u>



**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance With *Government Auditing Standards***

Board of Trustees
School District of Edgefield County
Edgefield, South Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the School District of Edgefield County (the "District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 10, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Purpose of 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Manley Gawin, LLC

Greenwood, South Carolina
December 10, 2024



**Independent Auditor's Report on Compliance for Each Major
Federal Program and Report on Internal Control Over Compliance
Required by the Uniform Guidance**

Board of Trustees
School District of Edgefield County
Edgefield, South Carolina

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the School District of Edgefield County's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control over Compliance

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

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

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

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



Greenwood, South Carolina
December 10, 2024

School District of Edgefield County***Schedule of Expenditures of Federal Awards******For the year ended June 30, 2024***

LEA Subfund Code	Federal grantor/ Pass-through grantor/ Program title	Federal CFDA number	Pass through grantor's number	Total Federal expenditures
<u>United States Department of Education</u>				
Passed through South Carolina Department of Education:				
Title I, Part A Cluster				
201	Title I	84.010	H63010100120	\$ 1,064,318
237	Title I - Targeted Support and Improvement	84.010	H63010100120	136,947
Total Title I, Part A Cluster				<u>1,201,265</u>
Special Education Cluster				
203	Individuals with Disabilities Education Act (IDEA)	84.027	H63010100920	1,196,755
205	IDEA Preschool Grants	84.173	H63010100820	40,116
230	ARP IDEA	84.173x	H63010100920	28,496
Total Special Education Cluster				<u>1,265,367</u>
Other programs				
<u>United States Department of Education</u>				
207	Occupational Education	84.048	H63010107120	64,759
210	Title IV, Part A, Student Support and Academic Enrichment Program	84.424	H63010100320	94,954
218	ARP Elementary and Secondary Education Relief Fund III	84.425U	H63010497523	2,810,456
243	Adult Education	84.002	H63010101020	150,439
251	Rural Education Achievement Program-REAP, Title VI	84.358	H63010007020	5,897
264	Title III ESL	84.365	H63010006720	19,775
267	Improving Teacher Quality	84.367	H63010006820	147,101
802	Migrant Education	84.011F	12BC032	
Total other programs				<u>3,293,381</u>
Total United States Department of Education				<u>5,760,013</u>
<u>United States Department of Agriculture</u>				
Passed through South Carolina Department of Education:				
Child Nutrition Cluster				
600	School breakfast program - cash assistance	10.553	N/A	423,737
600	Supply chain assistance funding	10.553	N/A	83,962
600	School lunch program - Cash assistance	10.555	N/A	1,635,017
Total Child Nutrition Cluster				<u>2,142,716</u>
600	Fresh Fruits and Vegetables	10.582	N/A	<u>26,545</u>
Direct program				
100	U.S. Forest Commission Revenues	10.666	N/A	<u>34,134</u>
Total United States Department of Agriculture				<u>2,203,395</u>
<u>United States Department of Defense</u>				
Direct program				
172	Naval Junior ROTC	12.990	N/A	12,367
272	Naval Junior ROTC	12.990	N/A	75,583
Total United States Department of Defense				<u>87,950</u>
Total Federal Assistance Expended				<u>\$ 8,051,358</u>

See notes to schedule of expenditures of federal awards.

School District of Edgefield County

Notes to Schedule of Expenditures of Federal Awards *For the year ended June 30, 2024*

A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the District under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net assets or cash flows of the District.

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

C. INDIRECT COST RATE

The District used the restricted indirect cost rate for its programs and did not elect to use the 10% de minimis cost rate as covered in 2 CFR Part 200.414.

School District of Edgefield County

Schedule of Findings and Questioned Costs

For the year ended June 30, 2024

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? | <u> </u> | yes | <u> X </u> | no |
| • Significant deficiency(ies) identified? | <u> </u> | yes | <u> X </u> | none reported |

Noncompliance material to financial statements noted?

 yes X no

Federal Awards

Internal control over major federal programs:

- | | | | | |
|---|---------------|-----|--------------|---------------|
| • Material weakness(es) identified? | <u> </u> | yes | <u> X </u> | no |
| • Significant deficiency(ies) identified? | <u> </u> | yes | <u> X </u> | none reported |

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

Unmodified

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

 yes X no

Identification of major federal programs:

<u>CFDA #</u>	<u>Program / Cluster Name</u>
84.027, 84,173	IDEA
84.425U	ESF Cluster

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

\$750,000

Auditee qualified as low-risk auditee?

 X yes no

School District of Edgefield County
Schedule of Findings and Questioned Costs, Continued
For the year ended June 30, 2024

Section II. Financial Statement Findings

2024 Financial Statement Findings

None.

Section III. Federal Award Questioned Costs & Findings

None.

School District of Edgefield County

Summary Schedule of Prior Audit Findings

For the year ended June 30, 2024

2023 Financial Statement Findings

None.