

FLORENCE COUNTY SCHOOL DISTRICT NO. 5
Johnsonville, South Carolina

**BASIC FINANCIAL
STATEMENTS AND
SUPPLEMENTAL INFORMATION**

June 30, 2018

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Florence County School District Five
Johnsonville, South Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of Florence County School District No. 5 as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Florence County School District No. 5's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to on the previous page present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of Florence County School District No. 5 as of June 30, 2018, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 14 to the financial statements, in the year ended June 30, 2018, the District adopted the provisions of Governmental Accounting Standards Board Statement No. 75 *“Accounting and Financial Reporting for Post-employment Benefits other than Pensions.”* Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, budgetary comparison information and the pension and OPEB schedules on pages 6 through 12 and 50 through 55 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Florence County School District No. 5’s basic financial statements. The accompanying combining and individual fund financial statements and schedules listed under the other information section in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis 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*, and is also not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 9, 2018, on our consideration of Florence County School District No. 5'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 the 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 Florence County School District No. 5's internal control over financial reporting and compliance.

Kenneth Cobb & Company P.C.

Mullins, South Carolina

November 9, 2018

Florence County School District No.5
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2018

Florence County School District Five's (the "District") Management Discussion and Analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide a concise overview of the District's financial status, (c) identify any changes in the District's financial position (its ability to address and meet the challenges of subsequent years), (d) provide an overview of material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

This annual report consists of four sections: (1) the basic financial statements which include government-wide statements and fund specific statements, (2) required supplementary information, (3) combined and individual fund statements and schedules for major and non major governmental funds, and (4) compliance.

Government-Wide Statements. The government-wide financial statements section provides a broad overview of the District's overall financial status, in a manner similar to a private-sector enterprise. The statement of net position is designed to be similar to bottom line results of the District and over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information regarding how net assets changed during the most recent fiscal year. All changes in net position are reported as soon as possible, regardless of the timing or related cash flows. Thus, for some items, revenues and expenses are reported in this statement that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include instruction, support services, community services and intergovernmental. The business-type activity of the District includes the food service operations.

Fund Financial Statements. The fund financial statements give greater emphasis on individual parts of the District financial status and reports operation in greater detail than the government-wide statements.

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

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

Florence County School District No.5
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2018

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

Proprietary Funds. The District maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses an enterprise fund to account for its food service operation. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail; therefore, the proprietary fund financial statements provide more detailed information for the food service operation, which is considered a major fund of the District.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information. The District adopts an annual appropriated budget for its General Fund and for special revenue funds when required. Budgetary comparison statements have been provided as part of the required supplementary information section for these funds to demonstrate compliance with their budgets.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

In the case of the District, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$17.2 million at the close of the most recent fiscal year.

Net position of the District's governmental activities was a deficit of (\$17.2 million) at June 30, 2018. This is a negative net position due primarily to the District's proportionate share of the net pension liability and the net OPEB liability.

Net position of the District's business-type activities was \$62 thousand at June 30, 2018.

Unrestricted net position is the part of the net position that can be used to finance daily operations without constraints established by debt covenants, enabling legislation and other legal requirements.

Unrestricted Net Position of the District's governmental activities is a deficit of (\$25 million).

Unrestricted Net Position of the District's business-type activities is \$19 thousand.

Net Position: For the 2017-2018 fiscal years, the District's Total Net Position was a deficit of (\$17,179,874).

Total Net Position of the District's governmental activities is a deficit of (\$17,241,631) with \$118,493 restricted for specific purposes. Net position of \$7,633,388 is the amount invested in capital assets, net of related debt. \$27.6 million of the negative net position is due to the proportionate share of the net pension liability and net OPEB liability.

Florence County School District No.5
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2018

Total Net Position of the District's business-type activities is \$61,757 with \$42,868 in net investment in capital assets. The remaining unrestricted net position less amounts invested in capital assets, net of related debt, are available for future spending.

The following table provides a summary of the District's net position as of June 30, 2018 and 2017:

	Governmental Activities		Business-Type Activities		Total	
	2017	2018	2017	2018	2017	2018
Current and Other Assets	\$ 4,422,692	\$ 3,963,553	\$ 37,901	\$ 18,889	\$ 4,460,593	\$ 3,982,442
Capital Assets, Net	<u>7,521,791</u>	<u>7,636,895</u>	<u>56,989</u>	<u>42,868</u>	<u>7,578,780</u>	<u>7,679,763</u>
Total Assets	<u>11,944,483</u>	<u>11,600,448</u>	<u>94,890</u>	<u>61,757</u>	<u>12,039,373</u>	<u>11,662,205</u>
Deferred Outflows	<u>2,428,877</u>	<u>2,956,486</u>	<u>0</u>	<u>0</u>	<u>2,428,877</u>	<u>2,956,486</u>
<u>Liabilities, Deferred</u>						
<u>Inflows and Net Assets</u>						
Liabilities:						
Other Liabilities	946,489	818,700	0	0	946,489	818,700
Noncurrent Liabilities	<u>17,356,063</u>	<u>29,111,183</u>	<u>0</u>	<u>0</u>	<u>17,356,063</u>	<u>29,111,183</u>
Total liabilities	<u>18,302,552</u>	<u>29,929,883</u>	<u>0</u>	<u>0</u>	<u>18,302,552</u>	<u>29,929,883</u>
Deferred Inflows	<u>411,567</u>	<u>1,868,682</u>	<u>0</u>	<u>0</u>	<u>411,567</u>	<u>1,868,682</u>
<u>Net Assets</u>						
Invested in Capital Assets,						
Net of Related Debt	7,352,205	7,633,388	56,989	42,868	7,409,194	7,676,256
Restricted	288,344	118,493	0	0	288,344	118,493
Unrestricted	<u>(11,981,308)</u>	<u>(24,993,512)</u>	<u>37,901</u>	<u>18,889</u>	<u>(11,943,407)</u>	<u>(24,974,623)</u>
Total Net Assets	<u>\$ (4,340,759)</u>	<u>\$ (17,241,631)</u>	<u>\$ 94,890</u>	<u>\$ 61,757</u>	<u>\$ (4,245,869)</u>	<u>\$ (17,179,874)</u>

By far the largest portion of the District's net position reflects negative unrestricted net position due to the District's proportionate share of the net pension and OPEB liabilities. Net investment in capital assets (e.g., land, buildings and improvements, vehicle, furniture and equipment and construction in progress); less any related debt used to acquire those assets that are still outstanding was \$7,676,256 at June 30, 2018. The District uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending.

Unrestricted net assets are the part of the net assets that can be used to finance daily operations without constraints established by debt covenants, enabling legislation and other legal requirements.

Florence County School District No.5
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2018

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets. The following table provides a summary of the District's changes in net position for the 2017/2018 fiscal year.

	<u>2017</u>		<u>2018</u>	
	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Governmental Activities</u>	<u>Business Type Activities</u>
Revenues				
Program revenues				
Charges for services	\$ 53,852	\$ 97,555	\$ 53,998	\$ 60,678
Operating grants	9,048,776	531,346	9,729,723	636,842
Capital grants	0	0	55,408	0
General revenues				
Property taxes	2,582,910	0	2,364,413	0
State in lieu of taxes	1,265,511	0	1,362,390	0
Other	<u>569,371</u>	<u>(50,584)</u>	<u>114,400</u>	<u>(42,394)</u>
Total revenues	<u>13,520,420</u>	<u>578,317</u>	<u>13,680,332</u>	<u>655,126</u>
Expenses				
Instruction	7,540,885	0	7,897,237	0
Support services	5,585,789	670,622	5,629,401	688,259
Community services	14,419	0	9,012	0
Intergovernmental	69,366	0	165,992	0
Interest	10,118	0	16,864	0
Depreciation	<u>417,649</u>	<u>0</u>	<u>440,602</u>	<u>0</u>
Total expenses	<u>13,638,226</u>	<u>670,622</u>	<u>14,159,108</u>	<u>688,259</u>
Changes in net position	(117,806)	(92,305)	(478,776)	(33,133)
Net position beginning of year	(4,202,370)	187,195	(4,340,759)	94,890
Cumulative Change in accounting principle	0	0	(12,422,096)	0
Prior period adjustment	<u>(20,583)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net position end of year	<u>\$ (4,340,759)</u>	<u>\$ 94,890</u>	<u>\$(17,241,631)</u>	<u>\$ 61,757</u>

Florence County School District No.5
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2018

Governmental Activities. The total revenue of the Governmental activities follows:

	<u>2016-2017</u>		<u>2017-2018</u>	
	Amount	Percent	Amount	Percent
Property Tax Revenue	\$ 2,582,910	19.10	\$ 2,364,413	17.34
Federal and State Grants	10,314,287	76.29	10,751,512	78.84
Investment & Miscellaneous Income	<u>623,223</u>	<u>4.61</u>	<u>520,585</u>	<u>3.82</u>
Totals	<u>\$ 13,520,420</u>	<u>100.00</u>	<u>\$ 13,636,510</u>	<u>100.00</u>

The total expenditures of the Governmental activities follow:

	<u>2016-2017</u>		<u>2017-2018</u>	
	Amount	Percent	Amount	Percent
Instruction	\$ 7,540,885	55.29	\$ 7,897,237	55.78
Support Services	5,585,789	40.96	5,629,401	39.76
Community Services	14,419	0.11	9,012	0.06
Intergovernmental	69,366	0.51	165,992	3.11
Depreciation	417,649	3.06	440,602	1.17
Interest and Other Charges	<u>10,118</u>	<u>0.07</u>	<u>16,864</u>	<u>0.12</u>
Totals	<u>\$ 13,638,226</u>	<u>100.00</u>	<u>\$ 14,159,108</u>	<u>100.00</u>

Governmental Funds. The analysis of governmental funds serves the purpose of examining the sources of revenue that came into the funds, how these revenues were spent, and what is available for future expenditures. Key questions answered are:

1. Was enough revenue generated to cover the expenditures occurring during the 2017-2018 year?
2. Is there any revenue available for future expenditures at the end of the 2017-2018 fiscal year?

For the year ended June 30, 2018, the District's governmental activities funds reported fund balances of:

	<u>2016-2017</u>	<u>2017-2018</u>
Unassigned	\$ 1,642,202	\$ 1,492,858
Assigned	1,163,655	1,751,875
Restricted	1,161,947	234,663
Nonspendable	<u>0</u>	<u>7,200</u>
	<u>\$ 3,967,804</u>	<u>\$ 3,486,596</u>

Business-Type Activities. Business-type activities decreased the District's net assets by \$33,133. This decrease was due, in part, to a lack of revenue generated versus rising expenses.

Florence County School District No.5
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2018

The total revenue of the Business-type activities follows:

	<u>2016-2017</u>		<u>2017-2018</u>	
	Amount	Percent	Amount	Percent
Charges for Services	\$ 97,555	15.51	\$ 60,678	8.70
USDA Reimbursement	479,804	76.29	585,610	83.96
Other Income	<u>51,542</u>	<u>8.20</u>	<u>51,232</u>	<u>7.34</u>
Totals	<u>\$ 628,901</u>	<u>100.00</u>	<u>\$ 697,520</u>	<u>100.00</u>

The total expenses of the Business-type activities follows:

	<u>2016-2017</u>		<u>2017-2018</u>	
	Amount	Percent	Amount	Percent
Food	\$ 263,946	36.60	\$ 261,525	35.80
Salaries	281,400	39.02	255,328	34.95
Employee Benefits	39,345	5.46	48,039	6.57
Supplies and Other	54,896	7.61	90,229	12.35
Depreciation	22,290	3.09	14,121	1.93
Other Operating Costs	8,745	1.21	19,017	2.60
Indirect Cost	<u>50,584</u>	<u>7.01</u>	<u>42,394</u>	<u>5.80</u>
Totals	<u>\$ 721,206</u>	<u>100.00</u>	<u>\$ 730,653</u>	<u>100.00</u>

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2018, the District's governmental activities reported \$7,636,895 invested in capital assets, net of depreciation.

Long-Term Debt. As of June 30, 2018, the District had \$675,727 in general obligation revenue bonds and leases outstanding.

FUND FINANCIAL ANALYSIS

General Fund. The General Fund is the chief operating fund of the District. At the end of the current fiscal year, the unassigned, unreserved fund balance was \$1,510,659.

Florence County School District No.5
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2018

The total revenues of the general fund follows:

	<u>2016-2017</u>		<u>2017-2018</u>	
	Amount	Percent	Amount	Percent
Local Property Taxes	\$ 2,059,496	22.02	\$ 2,055,763	22.33
Other Local Revenue	141,150	1.51	122,412	1.33
State Revenue	<u>7,153,413</u>	<u>76.47</u>	<u>7,026,749</u>	<u>76.34</u>
Totals	<u>\$ 9,354,059</u>	<u>100.00</u>	<u>\$ 9,204,924</u>	<u>100.00</u>

The total expenditures of the general fund follows:

	<u>2016-2017</u>		<u>2017-2018</u>	
	Amount	Percent	Amount	Percent
Instruction	\$ 5,565,987	58.41	\$ 5,691,135	58.78
Support Services	3,963,889	41.59	3,988,504	41.20
Capital Outlay	<u>0</u>	<u>0</u>	<u>2,169</u>	<u>0.02</u>
Totals	<u>\$ 9,529,876</u>	<u>100.00</u>	<u>\$ 9,681,808</u>	<u>100.00</u>

General Fund Budgetary Highlights. The District's budget is prepared according to South Carolina Law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. The original budget was approved by the Board of Trustees at the regular scheduled meeting in May of 2017. During the course of the 2018 fiscal year, no amendments to the District's General Fund budget were made. The state revenues were under budget by \$257,613 due to a decrease in student enrollment. Local revenues were over budget due to the increase in tax collections.

Economic Factors

Florence County School District Five is located in the southeastern portion of Florence County and comprised of agriculture and limited industrial manufacturing. The "District" is primarily rural in nature. The assessed property values in the District have shown minimal changes in the past few years with a slight increase in the current year.

Request for Information

This report is intended to provide a summary of the financial condition of Florence County School District Five. Questions or request for additional information should be submitted in writing to the address below:

Florence County School District Five
Office of Superintendent
Post Office Box 98
Johnsonville, South Carolina 29555

Florence County School District No. 5
STATEMENT OF NET POSITION
June 30, 2018

PRIMARY GOVERNMENT

	Governmental Activities	Business-Type Activities	Total
ASSETS			
CASH AND CASH EQUIVALENTS, POOLED	\$188,111	\$6,358	\$194,469
INVESTMENTS	2,464,287	0	2,464,287
ACCOUNTS RECEIVABLE	3,200	1,085	4,285
TAXES RECEIVABLE	13,613	0	13,613
DUE FROM OTHER GOVERNMENTS/AGENTS	1,287,142		1,287,142
INVENTORIES	0	11,446	11,446
PREPAID EXPENSES	7,200	0	7,200
LAND	221,637	0	221,637
PROPERTY AND EQUIPMENT, NET	7,415,258	42,868	7,458,126
TOTAL ASSETS	11,600,448	61,757	11,662,205
DEFERRED OUTFLOWS OF RESOURCES			
DEFERRED OPEB CHARGES	430,463	0	430,463
DEFERRED PENSION CHARGES	2,526,023	0	2,526,023
TOTAL DEFERRED OUTFLOWS OF RESOURCES	2,956,486	0	2,956,486
LIABILITIES			
ACCOUNTS PAYABLE	475,269	0	475,269
ACCRUED EXPENDITURES	2,825	0	2,825
DUE TO OTHER GOVERNMENTS/AGENCIES	1,688	0	1,688
LONG TERM DEBT LIABILITIES			
PORTION DUE OR PAYABLE WITHIN ONE YEAR:			
BONDS PAYABLE	335,412	0	335,412
CAPITAL LEASES	3,506	0	3,506
PORTION DUE OR PAYABLE AFTER ONE YEAR:			
BONDS PAYABLE	336,809	0	336,809
NET OPEB LIABILITY	12,001,808	0	12,001,808
NET PENSION LIABILITY	16,670,746	0	16,670,746
COMPENSATED ABSENCES	101,820	0	101,820
TOTAL LIABILITIES	29,929,883	0	29,929,883
DEFERRED INFLOWS OF RESOURCES			
DEFERRED OPEB CREDITS	1,134,694	0	1,134,694
DEFERRED PENSION CREDITS	733,988	0	733,988
TOTAL DEFERRED INFLOWS OF RESOURCES	1,868,682	0	1,868,682
NET POSITION			
UNRESTRICTED FOR:			
GENERAL FUND	(24,993,512)	0	(24,993,512)
ENTERPRISE FUND	0	18,889	18,889
RESTRICTED FOR:			
DEBT SERVICE FUND	118,493	0	118,493
NET INVESTMENT IN CAPITAL ASSETS	7,633,388	42,868	7,676,256
TOTAL NET POSITION (DEFICIT)	(\$17,241,631)	\$61,757	(\$17,179,874)

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
STATEMENT OF ACTIVITIES
Year Ended June 30, 2018

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Totals
FUNCTIONS/PROGRAMS	Expenses						
PRIMARY GOVERNMENT							
Governmental activities:							
Instruction	\$7,897,237	\$53,998	\$6,803,555	\$0	(\$1,039,684)		(\$1,039,684)
Support Services	5,629,401	0	2,751,710	55,408	(2,822,283)		(2,822,283)
Community Services	9,012	0	8,466	0	(546)		(546)
Intergovernmental	165,992	0	165,992	0	0		0
Interest and other charges	16,864	0	0	0	(16,864)		(16,864)
Depreciation-unallocated	440,602	0	0	0	(440,602)		(440,602)
Total Governmental Activities	14,159,108	53,998	9,729,723	55,408	(4,319,979)		(4,319,979)
Business-type Activities							
Food Service	688,259	60,678	636,842	0		9,261	9,261
Total Business-type Activities	688,259	60,678	636,842	0		9,261	9,261
TOTALS PRIMARY GOVERNMENT	\$14,847,367	\$114,676	\$10,366,565	\$55,408			(4,310,718)
General revenues:							
Property taxes levied for:							
General Purposes					2,055,763	0	2,055,763
Debt Service					308,650	0	308,650
State revenue in lieu of property taxes for:							
General Purposes					1,339,059	0	1,339,059
Debt Service					23,331	0	23,331
Unrestricted Investment Earnings					37,433	0	37,433
Transfer from Business-type activities/(to) governmental activities					42,394	(42,394)	0
Sales of fixed assets					1,428	0	1,428
Miscellaneous					33,145	0	33,145
Total general revenues					3,841,203	(42,394)	3,798,809
Changes in net position							
Net position, beginning of year					(478,776)	(33,133)	(511,909)
Net position, beginning of year					(4,340,759)	94,890	(4,245,869)
Cumulative change in accounting principle-GASB #75					(12,422,096)	0	(12,422,096)
Net position, end of year					(\$17,241,631)	\$61,757	(\$17,179,874)

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2018

	MAJOR GOVERNMENTAL FUNDS			OTHER GOVERNMENTAL FUNDS	Total Governmental Funds
	General	Special Revenue	Capital Projects		
ASSETS					
Cash	\$188,111	\$0	\$0	\$0	\$188,111
Investments	2,464,287	0	0	0	2,464,287
Accounts receivable	3,200	0	0	0	3,200
Taxes receivable	9,603	0	0	4,010	13,613
Due from state/federal government	7,876	532,070	0	0	539,946
Due from other agencies	208,752	4,408	419,553	114,483	747,196
Prepaid expenditures	7,200	0	0	0	7,200
Due from other funds	321,184	1,112,394	0	0	1,433,578
TOTAL ASSETS	<u>\$3,210,213</u>	<u>\$1,648,872</u>	<u>\$419,553</u>	<u>\$118,493</u>	<u>\$5,397,131</u>
LIABILITIES					
Accounts payable	\$72,360	\$0	\$0	\$0	\$72,360
Due to other funds	1,112,394	0	321,184	0	1,433,578
Due to state/federal government	0	1,688	0	0	1,688
Payroll deductions payable	402,909	0	0	0	402,909
TOTAL LIABILITIES	<u>1,587,663</u>	<u>1,688</u>	<u>321,184</u>	<u>0</u>	<u>1,910,535</u>
FUND BALANCES					
Nonspendable					
Prepaid	7,200	0	0	0	7,200
Restricted for:					
Debt Service	0	0	0	118,493	118,493
Capital Projects	0	0	116,170	0	116,170
Assigned for:					
Capital Projects	0	678,447	0	0	678,447
Special Revenue Grants	0	968,737	0	0	968,737
Medicaid appeal	104,691	0	0	0	104,691
Unassigned:	1,510,659	0	(17,801)	0	1,492,858
	<u>1,622,550</u>	<u>1,647,184</u>	<u>98,369</u>	<u>118,493</u>	<u>3,486,596</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$3,210,213</u>	<u>\$1,648,872</u>	<u>\$419,553</u>	<u>\$118,493</u>	<u>\$5,397,131</u>

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
Year Ended June 30, 2018

Fund Balances - total governmental funds	\$3,486,596
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. The cost of capital assets is \$16,807,245 and the accumulated depreciation is \$9,170,350.	7,636,895
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.	(2,825)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.	
Bond, note and lease obligations	(675,727)
Compensated Absences	(101,820)
Net pension obligations and deferred charges and credits	(14,878,711)
Net OPEB obligations and deferred charges and credits	<u>(12,706,039)</u>
Net Position - Governmental Funds	<u><u>(\$17,241,631)</u></u>

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
GOVERNMENTAL FUNDS
Year Ended June 30, 2018

	MAJOR GOVERNMENTAL FUNDS			OTHER	Total
	General	Special Revenue	Capital Projects	GOVERNMENTAL FUNDS	Governmental Funds
REVENUES					
Local					
Taxes	\$2,055,763	\$0	\$0	\$308,650	\$2,364,413
Tuition and Fees	53,998	0	0	0	53,998
Interest	37,433	0	0	2,164	39,597
Other	30,981	340,601	55,408	0	426,990
State					
In Lieu of Property Taxes	1,262,235	0	0	23,331	1,285,566
Education Finance Act	3,705,785	0	0	0	3,705,785
Grants	0	2,594,580	0	0	2,594,580
Other	2,058,729	0	0	0	2,058,729
Federal					
Grants	0	1,106,852	0	0	1,106,852
TOTAL REVENUES	9,204,924	4,042,033	55,408	334,145	13,636,510
EXPENDITURES					
Current					
Instruction	5,691,135	1,703,537	0	0	7,394,672
Support services	3,988,504	677,239	638,563	0	5,304,306
Community service	0	8,466	0	0	8,466
Capital Outlay	2,169	463,106	314,931	0	780,206
Debt service	0	0	0	507,898	507,898
Intergovernmental	0	165,992	0	0	165,992
TOTAL EXPENDITURES	9,681,808	3,018,340	953,494	507,898	14,161,540

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
GOVERNMENTAL FUNDS
Year Ended June 30, 2018

	MAJOR GOVERNMENTAL FUNDS			OTHER GOVERNMENTAL FUNDS	Total Governmental Funds
	General	Special Revenue	Capital Projects		
Excess Revenue Over (Under) Expenditures	<u>(\$476,884)</u>	<u>\$1,023,693</u>	<u>(\$898,086)</u>	<u>(\$173,753)</u>	<u>(\$525,030)</u>
OTHER FINANCING SOURCES (USES)					
Sale of fixed assets	1,428	0	0	0	1,428
Transfer to general fund	0	(312,621)	0	0	(312,621)
Transfer from general fund	0	0	0	3,902	3,902
Transfer to debt service fund	(3,902)	0	0	0	(3,902)
Transfer from EIA funds	312,621	0	0	0	312,621
Transfers Indirect costs	42,394	0	0	0	42,394
	<u>352,541</u>	<u>(312,621)</u>	<u>0</u>	<u>3,902</u>	<u>43,822</u>
Excess Revenue and Other Sources (Uses) Over (Under) Expenditures	(124,343)	711,072	(898,086)	(169,851)	(481,208)
FUND BALANCE - July 1, 2017	<u>1,746,893</u>	<u>936,112</u>	<u>996,455</u>	<u>288,344</u>	<u>3,967,804</u>
FUND BALANCE - June 30, 2018	<u><u>\$1,622,550</u></u>	<u><u>\$1,647,184</u></u>	<u><u>\$98,369</u></u>	<u><u>\$118,493</u></u>	<u><u>\$3,486,596</u></u>

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
Year Ended June 30, 2018

Total net change in fund balance-governmental funds	(\$481,208)
Amounts reported for governmental activities in the Statement of Activities are different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense \$440,602 differs from capital outlays \$780,206 in the period. Capital outlays below the capitalization threshold \$224,500 are reclassified as expenses.	115,104
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and therefore, is not reflected in the Statement of Activities.	488,550
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. This amount is the difference between the June 30, 2018 interest in the amount of \$2,825 and the June 30, 2017 interest in the amount of \$5,309.	2,484
The increase in the liability for the net pension obligation and net pension deferred charges and credits does not require the use of current financial resources and therefore, is not reported as an expenditure in the governmental funds.	(333,378)
The increase in the liability for the net OPEB obligation and net OPEB deferred charges and credits does not require the use of current financial resources and therefore, is not reported as an expenditure in the governmental funds.	(283,943)
The decrease in the liability for compensated absences does not require the use of current financial resources and therefore, is not reported as an expenditure in the governmental funds.	<u>13,615</u>
Change in Net Position of Governmental Activities	<u><u>(\$478,776)</u></u>

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
STATEMENT OF NET POSITION
Proprietary Funds
June 30, 2018

	Enterprise Funds Food Service
CURRENT ASSETS	
Cash and cash equivalents pooled	\$6,358
Accounts receivable	1,085
Inventories	<u>11,446</u>
TOTAL CURRENT ASSETS	<u>18,889</u>
NONCURRENT ASSETS	
Equipment, net of accumulated depreciation	<u>42,868</u>
TOTAL NONCURRENT ASSETS	<u>42,868</u>
TOTAL ASSETS	<u>61,757</u>
NET POSITION	
Net investment in capital assets	42,868
Unrestricted	<u>18,889</u>
TOTAL NET POSITION	<u><u>\$61,757</u></u>

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
Proprietary Funds
Year Ended June 30, 2018

	Enterprise Funds Food Service
OPERATING REVENUES	
Proceeds from sale of meals	\$60,678
TOTAL OPERATING REVENUES	<u>60,678</u>
OPERATING EXPENSES	
Salaries	255,328
Employee benefits	48,039
Purchased services	10,996
Food Costs	261,525
Supplies and materials	90,229
Depreciation	14,121
Other operating costs	8,021
TOTAL OPERATING EXPENSES	<u>688,259</u>
OPERATING INCOME/(LOSS)	<u>(627,581)</u>
NONOPERATING REVENUES	
USDA reimbursements	585,610
Commodities received	51,048
Other state and federal aid	184
TOTAL NONOPERATING REVENUES	<u>636,842</u>
Income/(Loss) Before Other Financing Sources/(uses)	<u>9,261</u>
OTHER FINANCING SOURCES (USES)	
Indirect Costs	(42,394)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(42,394)</u>
Excess/(Deficiency) of revenues over expenditures	
Change in net position	(33,133)
NET POSITION - July 1, 2017	<u>94,890</u>
NET POSITION - June 30, 2018	<u><u>\$61,757</u></u>

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
STATEMENT OF CASH FLOWS
Proprietary Funds
Year Ended June 30, 2018

	Enterprise Funds Food Service
CASH FLOWS FROM OPERATING ACTIVITIES	
Received from patrons	\$59,593
Payments to employees for services	(303,367)
Payments to suppliers for goods and services	<u>(350,026)</u>
Net cash received from (used by) operating activities	<u>(593,800)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
State aid	<u>1,269</u>
Net cash received from (used by) noncapital financing activities	<u>1,269</u>
CASH FLOWS FROM INVESTING AND NONOPERATING ACTIVITIES	
Indirect costs	(42,394)
USDA reimbursements and other aid	<u>636,366</u>
Net cash received from (used by) investing and nonoperating activities	<u>593,972</u>
Net increase (decrease) in cash and cash equivalents	1,441
Cash and cash equivalents, pooled - July 1, 2017	<u>4,917</u>
Cash and cash equivalents, pooled - June 30, 2018	<u><u>\$6,358</u></u>
Reconciliation of operating income/(loss) to net cash received from (used by) operating activities:	
Operating income/(loss)	(\$627,581)
Adjustments to reconcile operating income/(loss) to net cash received from (used by) operating activities:	
Depreciation	14,121
Change in assets and liabilities:	
Increase in accounts receivable	(1,085)
Decrease in inventories	<u>20,745</u>
Net cash received from (used by) operating activities	<u><u>(\$593,800)</u></u>

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No. 5
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2018

	Agency Funds
ASSETS	
Cash	<u>\$115,875</u>
TOTAL ASSETS	<u><u>\$115,875</u></u>
LIABILITIES	
Due to Student Groups	<u>\$115,875</u>
TOTAL LIABILITIES	<u><u>\$115,875</u></u>

The accompanying notes to the financial statements are an integral part of this report.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Florence County School District No. 5 (the "District") have been prepared in conformity with the accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The "District" was created by the General Assembly of South Carolina as a body politic and corporate.

The accounting and reporting framework and the more significant accounting principles and practices of the "District" are discussed in subsequent sections of this Note. The remainder of the notes is organized to provide explanations, including required disclosures, of the "District's" financial activities for the fiscal year ended June 30, 2018.

The District implemented GASB Statement No. 75 *"Accounting and Financial Reporting for Post Employment Benefits other than Pensions"* (GASB #75") in 2018. The adoption has resulted in the restatement of the District's net position as of July 1, 2017 for its government-wide financial statements to reflect the reporting of net OPEB liabilities and deferred inflows and outflows of resources for its qualified Plan in accordance with the provisions of this Statement.

Measurement Focus, Basis of Accounting and Basis of Presentation

Government-wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the "District" as a whole. These statements include the financial activities of the overall government, except for fiduciary funds. Eliminations have been made to minimize the effects of internal activities upon revenues and expenses.

Governmental activities generally are financed through taxes and intergovernmental revenues, and other non-transactions and are reported separately from business-type activities, which rely to a significant extent on charges for support. The statements distinguish between those types of activities of the "District" that are governmental and those that are considered business-type activities.

The statement of activities reports the direct expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include charges paid by the recipient of goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, 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 revenue identifies the extent to which each business segment or governmental function is self financing or draws from the general revenues of the "District."

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). Reimbursements are reported as reductions to expenses. Proprietary fund financial statements also report using the same focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of cash flows. Property tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met.

Fund Financial Statements

Fund financial statements provide information about the "District's" funds. There are separate statements for both governmental and proprietary funds. The emphasis of fund financial statements are on major governmental and enterprise funds, each reported in separate columns. All remaining governmental and enterprise funds are aggregated and reported as non-major funds. Fiduciary funds are reported by fund type.

Property taxes, federal and state grant programs and interests associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government. Fund financial statements report detailed information about the "District."

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial report 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. Proprietary and fiduciary funds also use the accrual basis of accounting. On 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.

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.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grant, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are appropriated by the County (see Note 3). 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 nonexchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes, interest, tuition, grants, student fees and rentals.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

Unearned 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, 2018, but which have not met the revenue recognition criteria, have been recorded as revenue received in advance. Grant and entitlements received before the eligibility requirements are met are also recorded as revenue received in advance. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as revenue received in advance.

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.

Governmental Financial Statements

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. The "District" considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported as expenditures in the year due.

Proprietary Financial Statements

Proprietary Fund types are accounted for based on the flow of economic resources measurement focus and use of the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The "District" applies all applicable Governmental Accounting Standards Board ("GASB") pronouncements, as well as the requirements of Financial Accounting Standards Board ("FASB") Statements and Interpretations, Accounting Principles Board ("APB") Opinions, and Accounting Research Bulletins ("ARBs"), issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The "District" has elected not to follow the aforementioned guidance issued after November 30, 1989 as allowed by GAAP.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges to students and teachers for breakfast, lunch and special sales. Operating expenses for the enterprise fund includes the cost of sales, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non operating revenues and expenses.

Enterprise Fund, a major fund, is used to account for those operations that are financed and operated in a manner similar to private business enterprises or where the "District" has decided that periodic determination of revenues earned, expenses incurred, and/or net income is necessary for management accountability. The Food Service Fund is the "District's" only enterprise fund and is used to account for the United States Department of Agriculture's ("USDA") approved school breakfast and lunch programs.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

Fiduciary Financial Statements

Fiduciary Fund types use the economic resources measurement focus and the accrual basis of accounting; they are used to account for expendable assets held by the "District" in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds and include agency funds. Fiduciary Fund Types include the following fund:

Agency Funds account for the receipt and disbursement of monies to and from student activity organizations. These funds have no equity (assets are equal to liabilities) and do not include revenues and expenditures for general operation of the "District." This accounting reflects the agency relationship of the "District" with the student activity organizations. Agency funds do not have a measurement focus.

Fund Types and Major Funds

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

Governmental Fund Types:

The "District" reports the following major governmental funds:

General Fund - The General fund is the general operating fund of the "District" and is used to account for all financial resources except those required to be accounted for in another fund. All general tax revenues and other receipts that are not allocated by law or contractual agreement to other funds are accounted for in the General Fund.

Special Revenue Funds - are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The School District has two special revenue funds:

1. The Education Improvement Act (EIA) Fund - is used to account for the revenue from the Education Improvement Act of 1984 and is legally required to be accounted for as a specific revenue source.
2. Special Projects Fund - is used to account for financial resources provided by federal, state, and local projects and grants.

School Building Fund - is used to account for financial resources for major repairs and for the acquisition or construction of major capital facilities by the "District."

The "District" reports the following non-major governmental fund:

Debt Service Fund - is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

Proprietary Fund Types:

The "District" reports the following major enterprise funds:

Food Service Fund -accounts for the operating activities of the "District's" student and teacher lunch and breakfast programs.

Assets, Liabilities, and Net Position or Equity

Cash and Cash Equivalents

The "District" considers all cash on hand, demand deposits, and short-term investments with original maturities of three months or less when purchased to be cash equivalents.

Investments

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

- A. Obligations of the United States and agencies thereof;
- B. General obligations of the State of South Carolina or any of its political units;
- C. Savings and Loan Associations to the extent that the same are insured by an agency of the Federal Government;
- D. Certificates of Deposit and funds in deposit accounts with banking institutions provided that such certificates and funds in deposit accounts are collaterally secured by securities of the type described in (a) and (b) above, held by a third party as escrow agent, or custodian of a market value, not less than the amount of the certificates or funds in deposit accounts so secured, including interest; provided, however, such collateral shall not be required to the extent the same are insured by an agency of the federal government;
- E. Collateralized repurchase agreements when collateralized by securities as set forth in above and held by the governmental entity or a third party as escrow agent or custodian; and
- F. No load open-end or closed-end management type investment companies or investment trusts registered under the Investment Company Act of 1940, as amended, where the investment is made by a bank or trust company or savings and loan association or other financial institution when acting as trustee or agent for a bond or other debt issue of that local government unit, political subdivision, or county treasurer if the particular portfolio of the investment company or investment trust in which the investment is made (i) is limited to obligations described in items (a), (b), and (e) of this subsection, and (ii) has among its objectives the attempt to maintain a constant net asset value of one dollar a share and to that end, value its assets by the amortized cost method.
- G. South Carolina Pooled Investment Fund ("SC Pool") investments are invested with the South Carolina State Treasurer's Office, which established the South Carolina Pool pursuant to Section 6-6-10 of the South Carolina Code. The Pool is an investment trust fund, in which public monies in excess of current needs, which are under the custody of any city treasurer or any governing body of a political subdivision of the State, may be deposited. The Pool is a 2a 7-like pool which is not registered with the Securities and Commission ("SEC") as an investment company, but has a policy that it will operate in a manner consistent with the SEC's Rule 2a 7 of the Investment Company Act of 1940. In accordance with GASB Statement No. 31, *"Accounting and Financial Reporting for Certain Investments and for External Investment Pools,"* investments are carried at fair value determined annually based upon quoted market prices. The total fair value of the Pool is apportioned to the entities with funds invested on an equal basis for each share owned, which are acquired at a cost of \$1.00.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

Receivables and Payables

Transactions between funds that represent reimbursement arrangements outstanding at the end of the year are referred to as "due from other funds" or "due to other funds" on the fund financial statements. These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as "internal balances."

All trade and property tax receivables are shown net of an allowance for uncollectible amounts.

Inventories and Prepaid

Materials and supplies are carried in an inventory account at cost on the first-in, first-out method of accounting and are subsequently charged to expense when used. Inventories consist of purchased food, supplies, and commodities received from the United States Department of Agriculture as of June 30, but not consumed. The value of commodities on hand at year-end is recorded at fair value as provided by the United States Department of Agriculture.

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

Capital Assets

General capital assets are those assets not specifically related to activities reported in the enterprise fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported in both the business-type activities column of the government-wide statement of net position and in the respective fund financial statements.

All capital assets are capitalized at 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 "District" maintains a capitalization threshold of \$5,000 for furniture, equipment, vehicles, land, buildings and improvements. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend the life of the asset's life are not capitalized.

All reported capital assets except land and construction in progress are depreciated. Construction projects will begin being depreciated once they are complete, at which time the complete costs of the project are transferred to the appropriate fixed assets category. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

Buildings	5 -50
Improvements, other than buildings	2 -50
Equipment	3 -30

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

Capitalized Interest

Interest costs are capitalized when incurred by proprietary funds on debt where proceeds were used to finance the construction of assets. Interest earned on proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized.

Compensated Absences

The "District" allows employees to accumulate sick leave up to a maximum of 90 days per individual. Sick leave is not paid upon termination, but will be paid upon illness while in the employment of the "District." Sick leave will be transferable to any school district in the State by an employee with the earned leave. The "District" allows employees to accumulate unused vacation days up to a maximum of 30 days for carryover from one year to the subsequent year. The amount has been reflected on the statement of net position as compensated absences.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide basic financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund basic financial statements.

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

In the government-wide basic financial statements for the Primary Government, long-term debt and other long-term obligations are reported as liabilities on the Statement of Net Position. Bond premiums and discounts, as well as bond issuance costs, are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Advance refunding costs are deferred and amortized over the life of the refunding bonds, which has the same maturity as the bonds that were refunded. Amortization of premiums, discounts, bond issuance costs and deferred advance refunding costs are included in interest expense. Bonds payable are reported net of the applicable bond premiums, discount and deferred advance refunding costs.

Bond issuance costs are reported as other assets and are amortized over the term of the related debt. Accrued arbitrage payable is also reflected in long-term obligations.

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

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

Fund Balance

The District reports five classifications of governmental fund balances:

Nonspendable - amounts that cannot be spent either because they are not in a spendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of District, state or federal laws, or externally imposed conditions by grantors or creditors.

Committed - amounts that can be used only for specific purposes determined by a formal action by the Board of Trustees. Commitments may be modified or rescinded only through policies approved by the Board, the highest level of decision making authority.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The Superintendent or Board may assign, modify, or rescind amounts for specific purposes.

Unassigned - all amounts not included in other spendable classifications.

For the government-wide financial statements, the District applies restricted resources first 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.

Net Position

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. Outstanding debt, which has not been spent, is included in the same net position component as the unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

Accounting Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United State of America requires the "District's" management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

Budgets and Budgetary Accounting

Budgetary Information

Budgets for the General Fund, the Special Revenue Fund including the EIA Fund are presented in the required supplementary section. Budgets are not presented for the Enterprise Fund, as allowed by GAAP. Each budget is presented on the modified accrual basis of accounting, which is consistent with accounting principles generally accepted in the United States of America.

Each budget is prepared by function and object as dictated by the State of South Carolina adopted Program Oriented Budgeting and Accounting System and for management control purposes. The "District's" policies allow funds to be transferred between functions. However, the total budget cannot be increased beyond that level without approval of the Board in supplementary action. The legal level of control is at the fund level. During the year, the Board did not revise the budget.

The following procedures are followed in establishing the budgetary data reflected in the basic financial statements:

1. In the fall of the preceding year, the "District" begins its budget process for the next succeeding fiscal year beginning on July 1.
2. After the "District's" budget committee reviews all requests and allocation requirements and related revenue, it presents a tentative proposed budget to the Superintendent for his review and adjustment.
3. The Superintendent then presents a proposed budget to the Board of Trustees, which reviews the proposed budget, in a series of workshops, and makes any additions or deletions as deemed necessary.
4. Prior to July 1, the Board legally enacts the budget through passage of a resolution.

The administration has discretionary authority to make transfers between appropriation accounts. All annual appropriations lapse at fiscal year end.

Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation is utilized in the governmental funds.

The "District" had no outstanding encumbrances reportable for the current year-end.

NOTE - 2 DEPOSITS AND INVESTMENTS

At June 30, 2018, the carrying amount of the "District's" deposits, including Fiduciary Funds, was \$310,344 and the bank balance was \$875,700. The breakdown of cash reported on the financial statements is as follows:

		<u>Pooled</u>	
<u>Non-Pooled</u>		General Fund	\$ 188,111
Agency Fund	\$ <u>115,875</u>	Proprietary Fund	<u>6,358</u>
			\$ <u>194,469</u>

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 2 DEPOSITS AND INVESTMENTS - (continued)

Custodial Credit Risk for Deposits: Custodial credit risk for deposits is the risk that, in the event of a bank failure, the "District's" deposits might not be recovered. The "District" does not have a deposit policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina. As of June 30, 2018, \$493,015 of the "District's" deposits were exposed to custodial credit risk because they were unsecured and un-collateralized.

Custodial Credit Risk for Investments: Custodial credit risk for investments is the risk that, in the event of a failure, the government will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The "District" does not have an investment policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina. As of June 30, 2018, none of the "District's" investments were exposed to custodial credit risk because it was unsecured and collateralized with securities held by the pledging financial institution's trust department or its agent, but not in the "District's" name.

As of June 30, 2018, the "District" had the following investments:

<u>Investment Type</u>	<u>Maturities</u>	<u>Credit Rating</u>	<u>Fair Value</u>
SC Local Government Investment Pool	Various	Unrated	<u>\$ 2,464,287</u>

Credit Risk for Investments: 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. 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 Government Investment Pool
Post Office Box 11778
Columbia, SC 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 for Investments: The "District" places no limit on the amount it may invest in anyone issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this disclosure requirement. The "District" has no other investments.

NOTE - 3 PROPERTY TAXES

Florence County, South Carolina (the County) is responsible for levying and collecting sufficient property taxes to meet funding obligations for the "District." The property taxes are considered both measurable and available for purposes of recognizing revenue and a receivable from the county at the time they are collected by the County.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 3 PROPERTY TAXES - (continued)

Property taxes are levied and billed by the County on real and personal properties (excluding vehicles) on October 1 based on assessed values. These taxes are due without penalty through January 15. Penalties are added to taxes depending on the date paid as follows; January 16 through February 1 - 3% of tax, February 2 through March 16 - 10% of tax, after March 16 - 5% of tax, current year real and personal property taxes become delinquent on March 17. Unpaid property taxes become a lien against the property as of June 1 of the calendar year following the levy date. The levy date for motor vehicles is the first day of the month in which the motor vehicle license expires. These taxes are due by the last day of the same month.

At June 30, 2018 the District reported total taxes receivable of \$1,322,524 for the general fund and \$621,593 for the debt service fund. Of these amounts, \$1,312,921 and \$617,583 are deemed doubtful for collection or deferred for future years for the general fund and debt service funds respectively.

Allowances for non collectibles were not necessary for the other receivable accounts, which are expected to be collected within the next twelve months.

NOTE - 4 PROPERTY, PLANT AND EQUIPMENT

The following is a summary of changes in the capital assets of the Governmental Activities:

	Balance <u>6/30/17</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>6/30/18</u>
Land, non depreciable	\$ 221,637	\$ 0	\$ 0	\$ 221,637
Building, depreciable	15,493,973	497,186	0	15,991,159
Equipment, depreciable	<u>535,929</u>	<u>58,520</u>	<u>0</u>	<u>594,449</u>
Total capital assets	<u>\$ 16,251,539</u>	<u>\$ 555,706</u>	<u>\$ 0</u>	<u>\$ 16,807,245</u>
Less: Accumulated Depreciation				
Building, depreciable	\$ 8,259,183	\$ 398,966	\$ 0	\$ 8,658,149
Equipment, depreciable	<u>470,565</u>	<u>41,636</u>	<u>0</u>	<u>512,201</u>
Total Accumulated Depreciation	<u>8,729,748</u>	<u>440,602</u>	<u>0</u>	<u>9,170,350</u>
Governmental Activities				
Capital Assets, Net	<u>\$ 7,521,791</u>	<u>\$ 115,104</u>	<u>\$ 0</u>	<u>\$ 7,636,895</u>

The following is a summary of changes in the capital assets of the Business-Type Activities:

	Balance <u>6/30/17</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>6/30/18</u>
Equipment, depreciable	\$ 499,139	\$ 0	\$ 0	\$ 499,139
Less: Accumulated Depreciation	<u>442,150</u>	<u>14,121</u>	<u>0</u>	<u>456,271</u>
Business-Type Activities				
Capital Assets, Net	<u>\$ 56,989</u>	<u>\$ 14,121</u>	<u>\$ 0</u>	<u>\$ 42,868</u>

Depreciation was not allocated to the various functions.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 5 RETIREMENT

The South Carolina Public Employee Benefit Authority ("PEBA"), which was created on July 1, 2012 administers the various retirement systems and retirement programs managed by its Retirement Division. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly leadership, which serves as co-trustee and co-fiduciary of the systems and the trust funds. By law, the State Fiscal Accountability Authority (SFAA), which consists of five elected officials, also reviews certain PEBA Board decisions regarding the funding of the South Carolina Retirement Systems ("Systems") and serves as a co-trustee of the Systems in conducting that review.

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 positions 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 a Comprehensive Annual Financial Report ("CAFR") containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The CAFR is publicly available through 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 Dr., Columbia, SC 29223. PEBA is considered a division of the primary government of the State of South Carolina and therefore, retirement trust fund financial information is also included in the comprehensive annual financial report of the state.

Plan Description

The South Carolina Retirement System ("SCRS"), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1945, pursuant to the provisions of Section 9-1-20 of the South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for employees of the state, its public school districts, and political subdivisions.

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.

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. A brief summary of the benefit terms for each system is presented below.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 5 - RETIREMENT - (continued)

- 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 1% or \$500 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.

Contributions

Contributions are prescribed in Title 9 of the South Carolina Code of Laws. The PEBA board may adopt and present to the SFAA for approval an increase in the SCRS and PORS employer and employee contribution rates, but any such increase may not result in a differential between the employee and employer contribution rate that exceeds 2.9% of earnable compensation for SCRS and 5% for PORS. An increase in the contribution rates adopted by the Board may not provide for an increase of more than one-half of one percent in any one year. If the scheduled employee and employer contributions provided in statute or the rates last adopted by the board are insufficient to maintain a 30-year amortization schedule of the unfunded liabilities of the plans, the board shall increase the contribution rates in equal percentage amounts for the employer and employee as necessary to maintain the 30-year amortization period; this increase is not limited to one-half of one percent per year.

The District contributed amounts equal to 100% of the required contributions for employers:

SCRS Employer Contribution	Amount For Retirement	% of Covered Payroll	Amount For Death Benefits	% of Covered Payroll	Amount for Retiree Health	% of Covered Payroll
6/30/18	\$999,266	13.41%	\$11,177	.15%	\$409,841	5.50%
6/30/17	\$852,465	11.41%	\$11,206	.15%	\$398,215	5.33%
6/30/16	\$816,247	10.91%	\$11,222	.15%	\$398,771	5.33%

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 5 - RETIREMENT - (continued)

SCRS Employee Contributions	Amount	% of Covered Payroll
6/30/18	\$670,648	9.00%
6/30/17	\$647,007	8.66%
6/30/16	\$610,502	8.16%

ORP Participants

SCRS Employer Contribution	Amount For Retirement	% of Covered Payroll	Amount For Retiree Insurance Surcharge	% of Covered Payroll	Amount For Death Benefits	% of Covered Payroll
6/30/18	\$0.00	8.41%	\$0	5.50%	\$0	.15%
6/30/17	\$62	6.41%	\$52	5.33%	\$1	.15%
6/30/16	\$2,946	5.91%	\$2,657	5.33%	\$75	.15%

ORP Providers Employee Contributions	Amount For Retirement	% of Covered Payroll	ORP Providers Employee Contributions	% of Covered Payroll
6/30/18	\$0	5.0%	\$0	9.00%
6/30/17	\$49	5.0%	\$85	8.66%
6/30/16	\$2,492	5.0%	\$4,067	8.16%

South Carolina Retirement System Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions.

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was calculated on the basis of historical employer contributions. For the measurement period ended at June 30, 2017, the District's proportion was 0.074054%.

Measurement Period	Fiscal Year	Net Pension
<u>Ended June 30</u>	<u>Ending June 30</u>	<u>Liability-SCRS</u>
2017	2018	\$ 16,670,746
2016	2017	\$ 16,562,643

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 5 - RETIREMENT - (continued)

For the year ended June 30, 2018, the District recognized pension expense of \$1,343,821. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 74,318	\$ 9,240
Changes of assumptions	975,893	0
Net difference between projected and actual earnings on plan investments	465,369	0
Changes in proportion and differences between District contributions and proportionate share of contributions	0	724,748
District contributions subsequent to the measurement date	<u>1,010,443</u>	<u>0</u>
Total	<u>\$ 2,526,023</u>	<u>\$ 733,988</u>

The \$1,010,443 of deferred outflows of resources resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2019.

The difference between projected and actual earnings on pension plan investments are reported as deferred outflows (inflows) of resources and will be amortized over a closed five-year period and recognized in pension expense in future years. The difference between expected and actual and the change in proportionate share of contributions are reported as deferred outflows (inflows) of resources and will be amortized over the average remaining service lives of all plan participants. Average remaining service lives of all employees provided with pensions through the pension plan at June 30, 2017, measurement date was 4.073 years for SCRS. The following schedule reflects the amortization of the District's proportional share of the net balance of remaining deferred outflows (inflows) of resources at June 30, 2018.

Pensions Expense and Deferred Outflows (Inflows) of Resources

Measurement Period	Fiscal Year Ending	
<u>Ending June 30.</u>	<u>June 30.</u>	<u>SCRS</u>
2018	2019	\$ 289,652
2019	2020	533,980
2020	2021	128,122
2021	2022	<u>(170,162)</u>
Net Balance of Deferred Outflows/ (Inflows) of Resources		\$ <u>781,592</u>

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 5 - RETIREMENT - (continued)

Actuarial Assumptions

The post-retiree mortality assumption is dependent upon the member's job category and gender. This assumption includes base rates which are automatically adjusted for future improvement in mortality using published Scale AA projected from the year 2016. Assumptions used in the June 30, 2017, valuations for SCRS as follows:

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

Actuarial valuations 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 as of July 1, 2015.

The June 30, 2017 total pension liability, net pension liability, and sensitivity information were determined by PEBA's consulting actuary, Gabriel, Roeder, Smith and Company (GRS), based on the July 1, 2016 actuarial valuations. The total pension liability was rolled forward from the valuation date to the fiscal year ended June 30, 2017, using generally accepted actuarial principles. The Retirement System Funding and Administration Act of 2017 was signed into law April 25, 2017, and included a provision to reduce the assumed rate of return from 7.50% to 7.25% effective July 1, 2017. As a result of this legislation, GRS made an adjustment to the calculation of the roll-forward total pension liability for this assumption change as of the measurement date of June 30, 2017.

The following provides a summary of the actuarial assumptions and methods used in the July 1, 2015 valuations for SCRS.

	SCRS
Actuarial Cost Method	Entry Age Normal
Investment rate of return ¹	7.25%
Projected salary increases	3.0% to 12.5% (varies by service) ¹
Benefit adjustments	lesser of 1% or \$500 annually
¹ Includes inflation at 2.25%	

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 5 - RETIREMENT - (continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS will be made based on the actuarially determined rate based on provisions in the SC Code of Laws. Based on those assumptions, each System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rates of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments, is based upon 30 year capital market assumptions. 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. 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 2017 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 which is summarized in the table on the following page. For actuarial purposes, the 7.25% assumed annual investment rate of return used in the calculation of the total pension liability includes a 5.0% real rate of return and a 2.25% inflation component.

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Expected Arithmetic Real Rate of Return</u>	<u>Long Term Expected Portfolio Real Rate of Return</u>
Global Equity	45.0%		
Global Public Equity	31.0%	6.72%	2.08%
Private Equity	9.0%	9.60%	0.86%
Equity Options Strategies	5.0%	5.91%	0.30%
Real Assets	8.0%		
Real Estate (Private)	5.0%	4.32%	0.22%
Real Estate (REITs)	2.0%	6.33%	0.13%
Infrastructure	1.0%	6.26%	0.06%
Opportunistic	17.0%		
GTAA/Risk Parity	10.0%	4.16%	0.42%
Hedge Funds (non-PA)	4.0%	3.82%	0.15%
Other Opportunistic Strategies	3.0%	4.16%	0.12%
Diversified Credit	18.0%		
Mixed Credit	6.0%	3.92%	0.24%
Emerging Markets Debt	5.0%	5.01%	0.25%
Private Debt	7.0%	4.37%	0.31%
Conservative Fixed Income	12.0%		
Core Fixed Income	10.0%	1.60%	0.16%
Cash and Short Duration (Net)	2.0%	0.92%	0.02%
Total Expected Real Return	<u>100.0%</u>		5.31%
Inflation for Actuarial Purposes			<u>2.25%</u>
Total Expected Nominal Return			<u>7.56%</u>

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE 5 - RETIREMENT - (continued)

Sensitivity Analysis

The following table presents the collective net pension liability, of the District, calculated using the discount rate of 7.25%, as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1.0% lower (6.25%) or 1.0% higher (8.25%) than the current rate.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
System	1.0% Decrease (6.25%)	Current Discount Rate (7.25%)	1.0% Increase (8.25%)
SCRS	\$21,486,302	\$16,670,746	\$13,748,836

Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net position is available in PEBA's separately issued Comprehensive Annual Financial Report.

Payables to the Pension Plans

At June 30, 2018, the District reported a payable of \$245,106 for the outstanding amount of contributions due to SCRS. This liability will be paid in the normal course of paying year-end obligations.

NOTE - 6 POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description Full time employees of the District are provided with OPEB through the South Carolina Retiree Health Insurance Trust (SCRHITF) and the South Carolina Long-Term Disability Insurance Trust Fund (SCLTDITF)-cost-sharing multiple-employer defined benefit plans. Both plans are administered by the SC Public Employee Benefit Authority (PEBA), Insurance Benefits. The SC State Treasurer is the custodian of the funds held in trust. The Board of Directors of PEBA has been designated as the Trustee. 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 SC 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. For purposes of measuring the net OPEB liability, deferred outflows and inflows of resources related to OPEB, and OPEB expenses, information about the fiduciary net position of the OPEB Trust, and additions to and deductions from the OPEB Trust 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. The information is publicly available through the 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.

Benefits Provided 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 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.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 6 POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS - (continued)

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 and Funding Policies Participating employers are mandated by State Statute to contribute at a rate assessed each year by the Department of Administration Executive Budget Office. The covered payroll surcharge for the year ended June 30, 2017 was 5.33%. The SC Retirement System collects the monthly surcharge for all participating employers and remits it directly to the SCRHITF.

BLTD benefits are funded through a person's premium charged to the District. The monthly premium per active employee was \$3.22 for the fiscal year ended June 30, 2017. The SCLTDITF premium is billed monthly by PEBA, Insurance Benefits and transferred to the SCLTDITF.

The net OPEB liability for the SCLTDITF related to the District is immaterial and is not disclosed or recorded.

OPEB Liabilities, OPEB Expenses, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to OPEB. At June 30, 2017, the District reported a liability of \$12,001,808 for its proportionate share of the net OPEB liability for the SCRHITF. The net OPEB liability was measured as of June 30, 2017 and the total OPEB liability used to calculate the net OPEB liability was determined by and actuarial valuation as of June 30, 2016. Update procedures were used to roll forward the total OPEB liability to June 30, 2017. The District's proportion of the net OPEB liability was based on the District's contributions to the OPEB plans relative to the contributions of all participating entities. At June 30, 2017, the District's proportion was 0.088608% for the SCRHITF.

For the year ended June 30, 2017, the District recognized OPEB expense of \$730,477. At June 30, 2017 the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources.

SCRHITF	<u>Deferred Outflows Of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 0	\$ 5,209
Changes in assumptions	0	1,129,314
Net Difference between projected and actual earnings on OPEB plan investments	20,622	0
Changes in proportion and differences between District contributions and proportionate share of contributions	0	171
District contributions subsequent to the measurement date	<u>409,841</u>	<u>0</u>
Totals	<u>\$ 430,463</u>	<u>\$ 1,134,694</u>

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 6 POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS - (continued)

\$409,841 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2019. Other amounts (except for change is proportionate share) reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ended <u>June 30,</u>	
2019	\$ (176,484)
2020	(176,484)
2021	(176,484)
2022	(176,484)
2023	(181,640)
Thereafter	<u>(226,496)</u>
Net Balance of Deferred Outflows/(Inflows) of Resources	<u>\$ (1,114,072)</u>

Actuarial Assumptions and Methods

SCRHITF

Valuation Date:	June 30, 2016
Actuarial Cost Method:	Entry Age Normal
Inflation:	2.25%
Investment Rate of Return:	4.00% net of OPEB Plan investment expense; including inflation
Single Discount Rate:	3.56% as of June 30, 2017
Demographic Assumptions:	Based on the experience study performed for the SC Retirement Systems for the 5-year period ending June 30, 2015
Mortality:	For healthy retirees, the 2016 Public Retirees of SC Mortality Table for Males and the 2016 Public Retirees of SC Mortality Table for Females are used with fully generational mortality projections based on Scale AA from the year 2016. Multipliers are applied to the base tables based on gender and employment type.
Health Care Trend Rate:	Initial trend starting at 7.00% and gradually decreasing to an ultimate trend rate of 4.15% over a period of 15 years
Retiree Participation:	79% for retirees who are eligible for funded premiums
Notes:	There were no benefit changes during the year; the discount rate changed from 2.92% as of June 30, 2016 to 3.56% as of June 30, 2017

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 6 POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS - (continued)

Net OPEB Liability The Net OPEB Liability (NOL) represents the District's proportionate share of the collective NOL for each OPEB Trust Fund determined in accordance with GASB No. 74 less the Trust's fiduciary net position. The following table represents the components of the net OPEB liability as of June 30, 2017:

Trust	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability	Plan Fiduciary Net Position as a % of Total OPEB Liability
SCRHITF	\$ 12,989,588	\$ 987,780	\$ 12,001,808	7.6%

Discount Rate The Single Discount Rate of 3.56% 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).

Long-Term Expected Rate of Return The long-term expected rate of returns represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market based inputs. The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2017 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
US Domestic Fixed Income	80.00%	2.09%	1.67%
Cash	20.00%	0.84%	0.17%
Total			1.84%
Expected inflation			2.25%
Total Return			4.09%
Investment Return Assumption			4.00%

Sensitivity Analysis The following table presents the net OPEB liability calculated using a Single Discount Rate of 3.56%, 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 2.56%	Current Discount Rate 3.56%	1% Increase 4.56%
SCRHITF Net OPEB Liability	\$ 14,134,738	\$ 12,001,808	\$ 10,282,145

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

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 6 POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS - (continued)

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
SCRHITF Net OPEB Liability	\$ 9,841,980	\$ 12,001,808	\$ 14,798,267

OPEB plan fiduciary net position Detailed information about the OPEB plan's fiduciary net position is available in the separately issued SCRHITF financial reports.

Payables to the OPEB Plan The district reported the following payables to the OPEB plan for outstanding contributions at June 30, 2018: \$99,416. This liability will be paid in the normal course of paying year-end obligations.

Nonemployer Contributions - The District recognized revenue of \$94,765 from the State of South Carolina for OPEB.

One may obtain complete financial statements for the benefit plans and the trust funds from PEBA Retirement Benefits and Insurance Benefits, 202 Arbor Lake Drive, Suite 360, Columbia, SC 29223.

NOTE - 7 LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term obligations for the year ended June 30, 2017:

Description	Balance 6/30/17	Additions	Reductions	Balance 6/30/18	Due Within One Year
Compensated Absences	\$ 115,435	\$ 0	\$ 13,615	\$ 101,820	\$ 0
General Obligation 2012	157,089	0	157,089	0	0
General Obligation 2017	1,000,000	0	327,779	672,221	335,412
Lease Obligation	7,188	0	3,682	3,506	3,506
	<u>\$ 1,279,712</u>	<u>\$ 0</u>	<u>\$ 502,165</u>	<u>\$ 777,547</u>	<u>\$ 338,918</u>

General Obligation Refunding Bonds, Series 2012.

Description of the Bonds:

The Bonds here offered constitute an issue of \$615,000 General Obligation Bonds, Series 2012, of Florence County School District Five, South Carolina (the "Bonds"). The Bond maintains an interest rate of 1.45% with semi-annual interest payments and annual principal payments which began in 2013 and matured in 2017.

Authorization for the Bonds

Pursuant to Sections 11-21-10 to 11-21-80 of the Code, the "District" is authorized to issue general obligation bonds, the proceeds of which are used to advance refund outstanding general obligation bonds of the "District." The Bonds will be issued pursuant to the provisions and authorizations of Article X, Section 15 of the South Carolina Constitution and a resolution (the "Bond Resolution") duly adopted by the Board of Trustees of Florence County School District Five, South Carolina (the "Board") on March 31, 2004.

This repayment was funded by debt service tax millage. This bond was paid in full during the fiscal year ended June 30, 2018.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 7 LONG-TERM OBLIGATIONS - (continued)

General Obligation Refunding Bonds, Series 2017

Description of the Bonds:

The Bonds here offered constitute an issue of \$1,000,000 General Obligation Bonds, Series 2017, of Florence County School District Five, South Carolina (the "Bonds"). The Bond maintains an interest rate of 1.685% with annual interest payments and principal payments beginning in 2018 and maturing 2020.

The Bonds were issued in fully registered book-entry only form; were dated as of April 6, 2017; bear interest from their date at the rates shown above, payable initially on April 6, 2018, and annually thereafter on April 6, each year until they mature; and will mature serially on April 6 in each of the years and in the principal amounts as shown on the next page.

Authorization for the Bonds

Pursuant to Sections 11-21-10 to 11-21-80 of the Code, the "District" is authorized to issue general obligation bonds, the proceeds of which are used to fund facility upgrades and repairs and technology system upgrades. The Bonds will be issued pursuant to the provisions and authorizations of Article X, Section 15 of the South Carolina Constitution and a resolution (the "Bond Resolution") duly adopted by the Board of Trustees of Florence County School District Five, South Carolina (the "Board") on February 27, 2017. This repayment is funded by debt service tax millage.

Annual requirements to amortize the General Obligation Bond outstanding at June 30, 2018, including interest payments, are as follows:

Fiscal Year Ended

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 333,302	\$ 11,327	\$ 344,629
2020	<u>338,919</u>	<u>5,710</u>	<u>344,629</u>
Total	<u>\$ 672,221</u>	<u>\$ 17,037</u>	<u>\$ 689,258</u>

Capital Lease

In May 2016 the District signed a lease agreement for \$11,014 with Wells Fargo to purchase equipment. The lease carries an interest rate of 4.0001% and will be paid in monthly installments of \$325. At June 30, 2018 the lease had a balance of \$3,506. The lease payments were funded by the general fund.

The following schedule shows principal and interest requirements until maturity:

Year Ended	Lease	Imputed	Present
<u>June 30</u>	<u>Payment</u>	<u>Interest</u>	<u>Value</u>
2018			\$3,506
2019	\$3,577	\$71	0

Capital assets acquired by leases have been capitalized in the statement of net assets for governmental activities in the amount of \$11,014. The amortization of capital assets under capital leases is included in depreciation expense.

There was no short term debt issued during the fiscal year and none outstanding at June 30, 2018.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 8 INTERFUND RECEIVABLES AND PAYABLES AND INTERFUND TRANSFERS

Interfund balances at June 30, 2018 (all of which are expected to be paid or received within one year), consisted of the following individual fund receivables and payables for the primary government:

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 321,184	\$ 1,112,394
Special Revenue Fund	296,153	0
EIA	816,241	0
Building Funds	<u>0</u>	<u>321,184</u>
Total	<u>\$ 1,433,578</u>	<u>\$ 1,433,578</u>

These are a result of cash for these funds being held in the general fund.

Transfer from and to other funds for the year ended June 30, 2018, consisted of the following:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 355,015	\$ 3,902
Special Revenue Fund	0	312,621
Other Governmental Funds	3,902	0
Enterprise Funds	<u>0</u>	<u>42,394</u>
Total	<u>\$ 358,917</u>	<u>\$ 358,917</u>

Interfund transfers occurred to transfer EIA teacher supplemental increase, indirect costs and to supplement funding.

NOTE - 9 FUND EQUITY/NET POSITION

Reservations of fund balances of governmental funds are created to either (1) satisfy legal covenants that require a portion of the fund balance be segregated or (2) identify the portion of fund balance that is not appropriate for future expenditures. Specific reservations of the fund balance accounts are summarized below.

Restricted for Debt Service

This reserve and restriction was created to segregate a portion of the fund balance account for debt service, including both principal payments and interest payments. It is established to satisfy applicable legal restrictions imposed on resources to be expended.

Restricted for Capital Projects

This restriction was created to segregate the bond proceeds.

Assigned for Capital Projects

This assignment was created to segregate a portion of the fund balance account for future construction of an Early Childhood Development Learning Center and other building needs.

Assigned for Special Revenue

This assignment was created to segregate carryover funds for the special revenue funds.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 9 FUND EQUITY/NET POSITION - (continued)

Assigned for Medicaid Appeal

This assignment was created to segregate a portion of fund balance to fund any repayments to Medicaid as a result of current appeal.

NOTE 10 - RISK MANAGEMENT

The "District" is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The "District" pays an annual premium to the South Carolina School Board Insurance Trust for its general insurance. The South Carolina School Board Insurance Trust reinsures through commercial companies.

The "District" acquires insurance from the South Carolina School Board Insurance Trust for job related injury and illness (workers' compensation) for its employees. Workers' compensation is insured under a retrospectively rated policy where premiums are estimated throughout the year and adjusted subsequent to the policy period based on actual experience. General blanket fidelity bond insurance from a private insurer was also maintained for the "District's" employees as well as athletic catastrophic insurance. There were no significant reductions in insurance coverage from the previous year and no settlements have exceeded insurance coverage for the past three years ended June 30, 2018, 2017, and 2016.

NOTE - 11 CONTINGENCIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the School District expects such amounts, if any, to be immaterial.

NOTE - 12 SUBSEQUENT EVENTS

The School District has evaluated subsequent events through November 9, 2018, the date on which the financial statements were available to be issued.

NOTE - 13 TAX ABATEMENTS

Florence County bills and collects property taxes for Florence County School District No. 5. Florence County enters into property tax abatement agreements with local businesses to encourage economic development. For the fiscal year ended June 30, 2018, the County abated \$142,999 of District property taxes.

Florence County School District No.5
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2018

NOTE - 14 CUMULATIVE CHANGE IN ACCOUNTING PRINCIPLE

The District implemented GASB Statement No. 75 "*Accounting & Financial Reporting for Postemployment Benefits other than Pensions.*" The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities.

This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed.

The adoption of this Statement had no impact on the District's governmental fund financial statements, which continue to report expenditures in the amount of the contractually required contributions, as required by the South Carolina Public Employee Benefit Authority ("PEBA") who administers the Plan. However, the adoption has resulted in the restatement of the District's net position as of July 1, 2017 for its government-wide financial statements to reflect the reporting of net OPEB liabilities and deferred outflows of resources for its qualified Plan in accordance with the provisions of this Statement. Net position of the District's government-wide financial statements as of July 1, 2017 was decreased by approximately \$12,422,096, reflecting the cumulative change in accounting principle related to the adoption of this Statement. See Note 6 for more information regarding the District's OPEB plans.

Florence County School District No. 5
BUDGETARY COMPARISON SCHEDULE
Budget (GAAP Basis) and Actual - General Fund
Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Local	\$2,056,837	\$2,056,837	\$2,178,175	\$121,338
State	7,284,362	7,284,362	7,026,749	(257,613)
TOTAL REVENUES	9,341,199	9,341,199	9,204,924	(136,275)
EXPENDITURES				
Current				
Instruction	5,673,411	5,673,411	5,691,135	(17,724)
Support Services	3,954,367	3,954,367	3,988,504	(34,137)
Capital Outlay				
Instruction	0	0	497	(497)
Support Services	0	0	1,672	(1,672)
TOTAL EXPENDITURES	9,627,778	9,627,778	9,681,808	(54,030)
Excess/(Deficiency) of Revenues Over Expenditures	(286,579)	(286,579)	(476,884)	(190,305)
OTHER FINANCING SOURCES (USES)				
Sale of fixed assets	300	300	1,428	1,128
Transfers in (out)	286,279	286,279	351,113	64,834
TOTAL OTHER FINANCING SOURCES (USES)	286,579	286,579	352,541	65,962
Excess/(Deficiency) of Revenues & Other Sources (Uses) Over Expenditures	0	0	(124,343)	(124,343)
FUND BALANCE - July 1, 2017	1,746,893	1,746,893	1,746,893	0
FUND BALANCE - June 30, 2018	\$1,746,893	\$1,746,893	\$1,622,550	(\$124,343)

Note 1: An annual budget for the General Fund is approved by the Florence County School District No. 5 Board of Trustees.
All appropriations lapse at fiscal year-end. The basis of accounting is modified accrual.

Florence County School District No. 5
BUDGETARY COMPARISON SCHEDULE
Budget (GAAP Basis) and Actual - Special Revenue Funds
Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Local	\$20,000	\$20,000	\$19,374	(\$626)
State	327,524	327,524	247,181	(80,343)
Federal	1,120,330	1,120,330	1,094,874	(25,456)
TOTAL REVENUES	1,467,854	1,467,854	1,361,429	(106,425)
EXPENDITURES				
Current				
Instruction	751,911	738,998	727,131	11,867
Support Services	313,122	326,035	311,820	14,215
Capital Outlay				
Instruction	75,297	75,297	75,297	0
Support Services	327,524	327,524	247,181	80,343
TOTAL EXPENDITURES	1,467,854	1,467,854	1,361,429	106,425
Excess/(Deficiency) of Revenues				
Over Expenditures	0	0	0	0
FUND BALANCE - July 1, 2017	0	0	0	0
FUND BALANCE - June 30, 2018	\$0	\$0	\$0	\$0

Note 1: Special revenue fund budgets are approved by the grantor agency, not the local board of trustees. Only those funds with approved budgets are included in this schedule. The basis of accounting is modified accrual.

Florence County School District No. 5
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Year ended June 30, 2018

	SCRS				
	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>	<u>June 30, 2014</u>
The District's percentage of the net pension liability	0.074054%	0.077541%	0.077645%	0.081644%	0.081644%
The District's proportionate share of the net pension liability	\$16,670,746	\$16,562,643	\$14,725,749	\$14,056,390	\$14,644,021
The District's covered employee payroll	\$7,472,187	\$7,531,485	\$7,321,588	\$7,467,882	\$7,670,416
The District's proportionate share of the net pension liability as a percentage of its covered payroll	223.10%	219.91%	201.13%	188.22%	190.92%
The Plan's fiduciary net position as a percentage of the total pension liability	53.30%	52.90%	57.00%	59.90%	59.90%

The District implemented GASB 68 during fiscal year 2015, as such only the last five years of data are available.

Florence County School District No. 5
SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS
Year ended June 30, 2018

	SCRS				
	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Contractually required contribution	\$1,010,443	\$863,785	\$832,982	\$798,053	\$791,595
Contributions made to pension plan	<u>1,010,443</u>	<u>863,785</u>	<u>832,982</u>	<u>798,053</u>	<u>791,595</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
District's covered payroll during the measurement period	\$7,451,646	\$7,472,187	\$7,531,485	\$7,321,588	\$7,467,882
Contributions as a percentage of covered employee payroll	13.56%	11.56%	11.06%	10.90%	10.60%

The District implemented GASB 68 during fiscal year 2015, as such only the last five years of data are available.

Florence County School District No. 5
SCHEDULE OF CHANGES IN THE DISTRICT'S NET OPEB LIABILITY AND RELATED RATIOS
Year Ended June 30, 2018

	<u>June 30, 2018</u>
Total OPEB Liability	
Service Cost at the end of the year	\$541,256
Interest on the total OPEB liability	403,428
Changes of benefit terms	0
Difference between expected and actual experience	(6,043)
Changes of assumptions or other inputs	(1,310,120)
Benefit payments	<u>(368,689)</u>
Net change in total OPEB liability	(740,168)
Total OPEB liability - beginning	<u>13,729,756</u>
Total OPEB liability - ending	<u><u>\$12,989,588</u></u>
 Plan Fiduciary Net Position	
Contributions - employer *	\$364,887
Contributions - non-employer	70,272
Net investment income	11,927
Benefit payments	(368,689)
Administrative expenses	(9)
Other	<u>0</u>
Net change in plan fiduciary net position	78,388
Plan Fiduciary Net Position - beginning	<u>909,392</u>
Plan Fiduciary Net Position - ending	<u><u>\$987,780</u></u>
Net OPEB liability - ending	<u><u>\$12,001,808</u></u>
 Plan fiduciary net position as a percentage of the total OPEB liability	 7.60%
Covered Payroll	\$7,472,187
Net OPEB liability as a percentage of covered payroll	160.62%

* Employer contribution are net of implicit subsidy of \$33,381.

The District implemented GASB 75 during fiscal year 2018, as such only one year of data is available.

Florence County School District No. 5
SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS
Year Ended June 30, 2018

	<u>June 30, 2018</u>
Actuarially determine employer contribution (ADEC)	\$398,268
Contributions in relation to the ADEC	<u>398,268</u>
Annual contribution deficiency (excess)	<u><u>\$0</u></u>
District's covered payroll	\$7,472,187
Contributions as a percentage of covered employee payroll	5.33%

NOTES TO SCHEDULE

Valuation date: June 30, 2016

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Inflation	2.25 percent
Investment rate of return	4.00%, net of OPEB plan investment expense, including inflation
Single Discount Rate	3.56% as of June 30, 2017
Demographic Assumptions	Based on the experience study performed for the SCRS for the 5 year period ending June 30, 2015.
Mortality Assumptions	For healthy retirees, the 2016 Public Retirees of SC Mortality Table for males and the 2016 Public Retirees of SC Mortality Table for females are used with fully generational mortality projections based on Scale AA from the year 2016. Multipliers are applied to the base tables based on gender and employment type.
Healthcare cost trend rates	Initial trend starting at 7.00% and gradually decreasing to 4.15% over a period of 15 years
Participation Assumptions	79% participation 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
Roll-forward Disclosure	The actuarial valuation was performed as of June 30, 2016. Update procedures were used to roll forward the total OPEB liability to June 30, 2017.

The District implemented GASB 75 during fiscal year 2018, as such only one year of data is available.

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

To the Board of Trustees
Florence County School District No. 5
Johnsonville, 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, the business-type activity, each major fund, and the aggregate remaining fund information of Florence County School District No. 5 as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Florence County School District No. 5's basic financial statements and have issued our report thereon dated November 9, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Florence County School District No. 5's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Florence County School District No. 5's internal control. Accordingly, we do not express an opinion on the effectiveness of Florence County School District No. 5'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 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 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 significant deficiencies or material weaknesses and therefore, significant deficiencies or material weaknesses may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency (reported as finding #2018-001).

We noted certain immaterial matters that we reported to the management of the District in a separate letter dated November 9, 2018.

Compliance and Other Matters

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

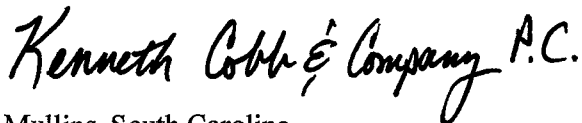
We noted certain immaterial matters that we reported to the management of the District in a separate letter dated November 9, 2018.

Florence County School District No. 5's Responses to Findings

Florence County School District No. 5's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Florence County School District No. 5's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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



Mullins, South Carolina
November 9, 2018

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Trustees
Florence County School District No. 5
Johnsonville, South Carolina

Report on Compliance for Each Major Federal Program

We have audited Florence County School District No. 5's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the audit requirements of Title 2 U.S. *Code of Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Florence County School District No. 5's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on Florence County School District No. 5's compliance.

Opinion on Each Major Federal Program

In our opinion, Florence County School District No. 5, complied, in all material respects, with the types of compliance requirements referred to on the previous page that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Report on Internal Control Over Compliance

Management of Florence County School District No. 5 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Florence County School District No. 5's internal control over compliance.

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or 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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item #2018-001 to be a significant deficiency.

Florence County School District No. 5's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Florence County School District No. 5's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

Kenneth Cobb & Company P.C.

Mullins, South Carolina

November 9, 2018

Florence County School District No. 5
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2018

LEA Subfund Code	Federal Grantor/ Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Total Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Passed through SDE:				
Child Nutrition Cluster				
600	Non-Cash Assistance (Commodities)	10.555	N/A	\$50,230
	National School Lunch Program			
	Cash Assistance			
600	School Breakfast Program	10.553	H63010103217	174,046
600	National School Lunch Program	10.555	H63010103217	506,377
	Cash Assistance- Subtotal			680,423
	Total U.S. Department of Agriculture			\$730,653
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Passed through SDE:				
201	Title I	84.010	H63010100118	351,551
201	Title I	84.010	H63010100117	45,887
201	Title I	84.010	H63010100117	62,937
202	Title I	84.010	H63010100117	27,735
210	Title IV	84.010	H63010100318	11,571
				499,681
203	IDEA	84.027	H63010100918	444,144
203	IDEA	84.027	H63010100917	12,306
203	IDEA	84.027	H63010100917	77
203	IDEA	84.027	H63010100916	4,882
204	IDEA	84.027	H63010100917	21,570
205	IDEA Preschool	84.173	H63010100818	19,149
212	Extended School Year	84.027	N/A	10,523
				512,651
207	CATE - Subprogram-04	84.048	H63010107118	2,103
207	CATE - Subprogram-06	84.048	H63010107118	7,560
207	CATE - Subprogram-09	84.048	H63010107118	7,307
				16,970
251	Rural and Low Income Schools	84.358	H63010007018	27,057
264	Language Instruction for Limited English Proficient and Immigrant Students	84.365	H63010006718	1,455
267	Improving Teacher Quality	84.367	H63010006818	49,038
	Total U.S. Department of Education			1,106,852
	TOTAL EXPENDITURES OF FEDERAL AWARDS			\$1,837,505

- (1) The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Florence County School District No. 5 under programs of the federal government for the year ended June 30, 2018. The information in this Schedule is presented in accordance with the requirements of Title 2 U. S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 position, or cash flows of the District.
- (2) Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (3) The District has not elected to use the 10% de minimis cost rate.

I. SUMMARY OF AUDITOR'S RESULTS

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Florence County School District No.5
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2018

II. FINDINGS AND QUESTIONED COSTS - FINANCIAL STATEMENTS AUDIT

DEPARTMENT OF EDUCATION

#2018-001 Segregation of Duties

Significant Deficiency. The District does not possess sufficient personnel to properly segregate all financial functions to reduce risks of financial reporting objectives and provide safeguards for the organization's assets.

Condition: The District's management and current organizational structure cannot separate duties sufficiently to reduce risks of financial reporting objectives and provide safeguards for the organization's assets.

Criteria: Effective internal control over financial reporting should include control activities developed and maintained at various levels of the organization to reduce the risk to achieve financial reporting objectives and provide safeguards over the organization's assets.

Cause: There are insufficient personnel to properly segregate all financial functions of the District.

Effect: Increased risk to the organization of financial reporting objectives as well as safeguards over organizational assets.

Recommendation: Management should continue to evaluate the current organizational structure and determine the cost/benefit to the organization to implement additional safeguards.

Views of Responsible Officials and Planned Corrective Actions: The District agrees with the finding and the recommended procedures are being monitored on an ongoing basis to evaluate and determine the most cost effective way to provide safeguards to the organization's assets and the related financial reporting objectives.

Florence County School District No.5
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2018

III. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

See condition #2018-001

All federal programs

See Schedule of Expenditures of Federal Awards for CFDA numbers.

Florence County School District No.5
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2018

UNITED STATES DEPARTMENT OF EDUCATION

All federal programs

See Schedule of Expenditures of Federal Awards for CFDA numbers.

FINDING:

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

#2017-001 Segregation of Duties

Condition: The District's management and current organizational structure cannot separate duties sufficiently to reduce risks of financial reporting objectives and provide safeguards for the organization's assets.

Criteria: Effective internal control over financial reporting should include control activities developed and maintained at various levels of the organization to reduce the risk to achieve financial reporting objectives and provide safeguards over the organization's assets.

Effect: Increased risk to the organization of financial reporting objectives as well as safeguards over organizational assets.

Recommendation: Management should continue to evaluate the current organizational structure and determine the cost/benefit to the organization to implement additional safeguards.

Managements Response: We will continue to evaluate and determine the most cost effective way to provide safeguard to the organization's assets and the related financial reporting objectives.

Resolution of Issue:

No changes but management continues to monitor as stated above.

Florence County School District No. 5
 DETAILED SCHEDULE OF DUE TO STATE DEPARTMENT OF EDUCATION/
 FEDERAL GOVERNMENT
 June 30, 2018

<u>Program</u>	<u>Project/Grant Number</u>	<u>Revenue & Subfund Code</u>	<u>Description</u>	<u>Amount Due To</u>
National Board Certified	N/A	3532/332	Unexpended Funds	<u>\$1,688.08</u>
			Total	<u><u>\$1,688.08</u></u>

Florence County School District No. 5
General Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget (GAAP Basis) and Actual
Year Ended June 30, 2018

	Budget	Actual	Variance With Final Budget
REVENUES:			
1000 Revenue from local sources			
1200 Revenue from local governmental units other than LEA's			
1210 Ad valorem taxes - including delinquent taxes	\$1,921,937	\$1,943,589	\$21,652
1240 Penalties & interest on taxes	8,000	3,356	(4,644)
1280 Revenue in lieu of taxes	42,000	108,818	66,818
1300 Tuition			
1310 Tuition from patrons for regular day school	50,000	53,998	3,998
1500 Earnings on investments			
1510 Interest on investments	10,000	37,433	27,433
1900 Other revenue from local sources			
1910 Rentals	14,900	14,750	(150)
1990 Miscellaneous local revenue			
1999 Revenue from other local sources	10,000	16,231	6,231
TOTAL LOCAL SOURCES	<u>2,056,837</u>	<u>2,178,175</u>	<u>121,338</u>
3000 Revenue from state sources			
3100 Restricted state funding			
3130 Special programs			
3131 Handicapped transportation	0	709	709
3160 School bus driver's salary	67,828	74,995	7,167
3162 Transportation Workers' Compensation	5,053	6,053	1,000
3180 Fringe benefits employer contributions	1,680,645	1,584,792	(95,853)
3181 Retiree insurance	305,665	315,356	9,691
3300 Education finance act (EFA)			
3310 Full-time programs			
3311 Kindergarten	159,394	135,917	(23,477)
3312 Primary	429,256	393,403	(35,853)
3313 Elementary	876,057	830,498	(45,559)
3314 High School	448,277	421,299	(26,978)
3315 Trainable mentally handicapped	23,242	22,343	(899)
3316 Speech handicapped	476,436	458,012	(18,424)
3317 Homebound	2,487	1,232	(1,255)
3320 Part-time programs			
3321 Emotionally handicapped	1,314	0	(1,314)
3322 Educable mentally handicapped	11,890	11,431	(459)
3323 Learning disabilities	432,567	415,811	(16,756)
3326 Orthopedically handicapped	8,495	4,408	(4,087)
3327 Vocational	370,938	349,840	(21,098)
3330 Other EFA programs			
3331 Autism	36,662	33,320	(3,342)
3332 High achieving students	51,479	49,980	(1,499)
3334 Limited English proficiency	9,390	9,054	(336)
3351 Academic assistance	146,648	142,378	(4,270)
3352 Pupils in poverty	401,509	389,816	(11,693)
3353 Dual Credit enrollment	14,800	14,370	(430)
3375 Education Foundation Supplement	8,409	8,409	0
3392 NBA Excess EFA Formula	14,264	14,264	0

Florence County School District No. 5
General Fund

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget (GAAP Basis) and Actual
Year Ended June 30, 2018

	Budget	Actual	Variance With Final Budget
3800 State revenue in lieu of taxes			
3810 Reimbursement for local residential property tax relief	\$276,138	\$276,138	\$0
3820 Homestead exemption	138,000	138,608	608
3825 Reimbursement for property tax relief	824,803	818,623	(6,180)
3830 Merchant's inventory tax	7,900	7,905	5
3840 Manufacturers depreciation reimbursement	2,000	7,821	5,821
3890 Other state property tax revenues	2,000	13,140	11,140
3900 Other state revenue			
3993 PEBA on-Behalf	50,816	76,824	26,008
TOTAL STATE SOURCES	<u>7,284,362</u>	<u>7,026,749</u>	<u>(257,613)</u>
 TOTAL REVENUE ALL SOURCES	 <u>9,341,199</u>	 <u>9,204,924</u>	 <u>(136,275)</u>
 EXPENDITURES			
100 Instruction			
110 General instruction			
111 Kindergarten programs			
100 Salaries	203,953	235,249	(31,296)
200 Employee benefits	110,001	101,028	8,973
400 Supplies and materials	2,625	1,045	1,580
	<u>316,579</u>	<u>337,322</u>	<u>(20,743)</u>
112 Primary programs			
100 Salaries	776,517	781,851	(5,334)
200 Employee benefits	341,196	318,317	22,879
300 Purchased services	6,100	0	6,100
400 Supplies and materials	9,925	9,101	824
	<u>1,133,738</u>	<u>1,109,269</u>	<u>24,469</u>
113 Elementary programs			
100 Salaries	1,195,722	1,215,731	(20,009)
200 Employee benefits	510,060	490,004	20,056
300 Purchased services	6,100	0	6,100
400 Supplies and materials	11,500	9,116	2,384
600 Other objects	1,075	1,800	(725)
	<u>1,724,457</u>	<u>1,716,651</u>	<u>7,806</u>
114 High school programs			
100 Salaries	932,441	935,588	(3,147)
200 Employee benefits	403,998	381,879	22,119
300 Purchased services	3,000	0	3,000
400 Supplies and materials	16,500	23,923	(7,423)
600 Other objects	800	900	(100)
	<u>1,356,739</u>	<u>1,342,290</u>	<u>14,449</u>
115 Career and technology education programs			
100 Salaries	154,847	153,531	1,316
200 Employee benefits	64,376	59,028	5,348
400 Supplies and materials	4,000	11,258	(7,258)
500 Capital Outlay	0	497	(497)
	<u>223,223</u>	<u>224,314</u>	<u>(1,091)</u>

Florence County School District No. 5
General Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget (GAAP Basis) and Actual
Year Ended June 30, 2018

	Budget	Actual	Variance With Final Budget
120 Exceptional programs			
121 Educable mentally handicapped			
100 Salaries	\$150,280	\$146,027	\$4,253
200 Employee benefits	63,151	59,440	3,711
400 Supplies and materials	0	1,834	(1,834)
	<u>213,431</u>	<u>207,301</u>	<u>6,130</u>
122 Trainable mentally handicapped			
100 Salaries	108,889	90,813	18,076
200 Employee benefits	67,699	28,488	39,211
400 Supplies and materials	0	354	(354)
	<u>176,588</u>	<u>119,655</u>	<u>56,933</u>
123 Orthopedically handicapped			
100 Salaries	14,973	14,973	0
200 Employee benefits	6,147	4,974	1,173
	<u>21,120</u>	<u>19,947</u>	<u>1,173</u>
126 Speech handicapped			
100 Salaries	49,047	159,581	(110,534)
200 Employee benefits	19,225	20,934	(1,709)
	<u>68,272</u>	<u>180,515</u>	<u>(112,243)</u>
127 Learning disabilities			
100 Salaries	244,549	246,195	(1,646)
200 Employee benefits	101,371	102,424	(1,053)
	<u>345,920</u>	<u>348,619</u>	<u>(2,699)</u>
140 Special programs			
141 Gifted and Talented-Academic			
100 Salaries	26,630	19,700	6,930
200 Employee benefits	10,005	7,497	2,508
400 Supplies and materials	1,600	1,378	222
	<u>38,235</u>	<u>28,575</u>	<u>9,660</u>
145 Homebound			
100 Salaries	28,000	21,969	6,031
200 Employee benefits	7,431	5,777	1,654
	<u>35,431</u>	<u>27,746</u>	<u>7,685</u>
148 Gifted and talented-artistic			
100 Salaries	2,805	2,805	0
200 Employee benefits	1,132	1,289	(157)
400 Supplies and materials	800	795	5
	<u>4,737</u>	<u>4,889</u>	<u>(152)</u>
160 Other exceptional programs			
161 Autism			
100 Salaries	10,581	16,581	(6,000)
200 Employee benefits	4,360	6,589	(2,229)
	<u>14,941</u>	<u>23,170</u>	<u>(8,229)</u>

Florence County School District No. 5
General Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget (GAAP Basis) and Actual
Year Ended June 30, 2018

	Budget	Actual	Variance With Final Budget
180 Adult/Continuing Education Programs			
183 Adult English Literacy (ESL)			
100 Salaries	\$0	\$800	(\$800)
200 Employee benefits	0	269	(269)
400 Supplies and materials	0	300	(300)
	<u>0</u>	<u>1,369</u>	<u>(1,369)</u>
 TOTAL INSTRUCTION	 <u>5,673,411</u>	 <u>5,691,632</u>	 <u>(18,221)</u>
 200 Support services			
210 Pupil services			
212 Guidance services			
100 Salaries	164,474	157,112	7,362
200 Employee benefits	66,215	63,635	2,580
300 Purchased services	500	0	500
400 Supplies and materials	1,248	745	503
	<u>232,437</u>	<u>221,492</u>	<u>10,945</u>
 213 Health services			
100 Salaries	45,612	43,827	1,785
200 Employee benefits	14,900	14,640	260
400 Supplies and materials	1,500	1,866	(366)
	<u>62,012</u>	<u>60,333</u>	<u>1,679</u>
 220 Instructional staff services			
221 Improvement of instruction-curriculum development			
100 Salaries	61,491	86,748	(25,257)
200 Employee benefits	24,079	35,782	(11,703)
300 Purchased services	50,877	60,826	(9,949)
400 Supplies and materials	9,050	10,785	(1,735)
600 Other objects	375	895	(520)
	<u>145,872</u>	<u>195,036</u>	<u>(49,164)</u>
 222 Library and media services			
100 Salaries	153,950	154,426	(476)
200 Employee benefits	64,223	52,706	11,517
300 Purchased services	2,400	1,439	961
400 Supplies and materials	10,995	11,159	(164)
	<u>231,568</u>	<u>219,730</u>	<u>11,838</u>
 223 Supervision of special programs			
200 Employee benefits	0	(1,469)	1,469
	<u>0</u>	<u>(1,469)</u>	<u>1,469</u>
 224 Improvement of instruction-in-service & staff training			
300 Purchased services	1,200	0	1,200
	<u>1,200</u>	<u>0</u>	<u>1,200</u>

Florence County School District No. 5
General Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget (GAAP Basis) and Actual
Year Ended June 30, 2018

	Budget	Actual	Variance With Final Budget
230 General administration services			
231 Board of education			
100 Salaries	\$3,000	\$1,211	\$1,789
200 Employee benefits	796	323	473
300 Purchased services	9,625	6,868	2,757
318 Audit services	24,225	25,375	(1,150)
400 Supplies and materials	1,083	1,019	64
600 Other objects	19,150	42,204	(23,054)
	<u>57,879</u>	<u>77,000</u>	<u>(19,121)</u>
232 Office of the superintendent			
100 Salaries	163,625	163,625	0
200 Employee benefits	58,946	52,438	6,508
300 Purchased services	3,000	755	2,245
400 Supplies and materials	3,333	11,220	(7,887)
600 Other objects	2,250	1,339	911
	<u>231,154</u>	<u>229,377</u>	<u>1,777</u>
233 School administration			
100 Salaries	645,893	644,620	1,273
200 Employee benefits	264,540	264,666	(126)
300 Purchased services	6,000	2,310	3,690
400 Supplies and materials	5,832	8,477	(2,645)
600 Other objects	1,500	1,580	(80)
	<u>923,765</u>	<u>921,653</u>	<u>2,112</u>
250 Finance and operations services			
252 Fiscal services			
100 Salaries	50,594	50,930	(336)
200 Employee benefits	177,206	110,634	66,572
300 Purchased services	1,789	2,405	(616)
400 Supplies and materials	2,916	1,888	1,028
500 Capital outlay	0	1,672	(1,672)
600 Other objects	12,180	0	12,180
	<u>244,685</u>	<u>167,529</u>	<u>77,156</u>
254 Operations and maintenance of plant			
100 Salaries	321,767	357,274	(35,507)
200 Employee benefits	189,381	163,177	26,204
300 Purchased services	281,126	372,851	(91,725)
321 Public utilities	19,800	26,640	(6,840)
400 Supplies and materials	70,198	64,071	6,127
470 Energy	308,500	314,485	(5,985)
	<u>1,190,772</u>	<u>1,298,498</u>	<u>(107,726)</u>
255 Student transportation (state mandated)			
100 Salaries	163,634	165,644	(2,010)
200 Employee benefits	107,061	76,914	30,147
300 Purchased services	7,480	17,664	(10,184)
400 Supplies and materials	16,461	3,257	13,204
	<u>294,636</u>	<u>263,479</u>	<u>31,157</u>
256 Food service			
200 Employee benefits	36,472	64,539	(28,067)
	<u>36,472</u>	<u>64,539</u>	<u>(28,067)</u>

Florence County School District No. 5
General Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget (GAAP Basis) and Actual
Year Ended June 30, 2018

	Budget	Actual	Variance With Final Budget
258 Security			
100 Salaries	\$13,000	\$15,136	(\$2,136)
200 Employee benefits	3,450	4,047	(597)
300 Purchased services	82,152	70,295	11,857
400 Supplies and materials	400	0	400
	<u>99,002</u>	<u>89,478</u>	<u>9,524</u>
260 Central support services			
266 Technology and data processing services			
300 Purchased services	16,217	0	16,217
400 Supplies and materials	0	15,581	(15,581)
	<u>16,217</u>	<u>15,581</u>	<u>636</u>
270 Support services pupil activity			
271 Pupil services activities			
100 Salaries	147,539	132,932	14,607
200 Employee benefits	39,157	34,788	4,369
300 Purchased services	0	200	(200)
	<u>186,696</u>	<u>167,920</u>	<u>18,776</u>
TOTAL SUPPORT SERVICES	<u>3,954,367</u>	<u>3,990,176</u>	<u>(35,809)</u>
TOTAL EXPENDITURES	<u>9,627,778</u>	<u>9,681,808</u>	<u>(54,030)</u>
Excess/(Deficiency) of revenues over expenditures	<u>(286,579)</u>	<u>(476,884)</u>	<u>(190,305)</u>
OTHER FINANCING SOURCES (USES)			
5300 Sale of fixed assets	300	1,428	1,128
Interfund Transfers, From (To) Other Funds			
423-710 Transfer to debt service fund	0	(3,902)	(3,902)
426-710 Transfer to pupil activity fund	(12,405)	0	12,405
5230 Transfer from special revenue EIA fund	298,684	312,621	13,937
5280 Transfer from other funds indirect costs	0	42,394	42,394
TOTAL OTHER FINANCING SOURCES (USES)	<u>286,579</u>	<u>352,541</u>	<u>65,962</u>
Excess/(deficiency) of revenues over expenditures and other financing sources (uses)	0	(124,343)	(124,343)
FUND BALANCE - July 1, 2017	<u>1,746,893</u>	<u>1,746,893</u>	<u>0</u>
FUND BALANCE - June 30, 2018	<u>\$1,746,893</u>	<u>\$1,622,550</u>	<u>(\$124,343)</u>

Florence County School District No. 5
 All Special Revenue Funds
 COMBINING BALANCE SHEET
 June 30, 2018

	State and Federal Grants	Special Revenue Education Improvement Act	Total
ASSETS			
Due from other Agencies	\$4,408	\$0	\$4,408
Due from General Fund	296,153	816,241	1,112,394
Due from State/Federal Government	469,204	62,866	532,070
TOTAL ASSETS	<u>\$769,765</u>	<u>\$879,107</u>	<u>\$1,648,872</u>
LIABILITIES			
Due to State/Federal Government	\$0	\$1,688	\$1,688
TOTAL LIABILITIES	<u>0</u>	<u>1,688</u>	<u>1,688</u>
FUND BALANCES			
Assigned	769,765	877,419	1,647,184
TOTAL FUND BALANCES	<u>769,765</u>	<u>877,419</u>	<u>1,647,184</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$769,765</u>	<u>\$879,107</u>	<u>\$1,648,872</u>

Florence County School District No. 5
All Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	State and Federal Grants	Special Revenue Education Improvement Act	Total
REVENUES			
Local	\$340,601	\$0	\$340,601
State	709,943	1,884,637	2,594,580
Federal	1,106,852	0	1,106,852
TOTAL REVENUES	<u>2,157,396</u>	<u>1,884,637</u>	<u>4,042,033</u>
EXPENDITURES			
Current			
Instruction	1,043,071	660,466	1,703,537
Support services	650,726	26,513	677,239
Community services	8,466	0	8,466
Capital Outlay			
Instruction	75,549	24,848	100,397
Support services	258,350	104,359	362,709
Intergovernmental	165,992	0	165,992
TOTAL EXPENDITURES	<u>2,202,154</u>	<u>816,186</u>	<u>3,018,340</u>
Excess/(Deficiency) of revenue over expenditures	<u>(44,758)</u>	<u>1,068,451</u>	<u>1,023,693</u>
OTHER FINANCING SOURCES (USES)			
Transfer to general fund	0	(312,621)	(312,621)
TOTAL OTHER FINANCING SOURCES (USES)	<u>0</u>	<u>(312,621)</u>	<u>(312,621)</u>
Excess/(Deficiency) of revenue over expenditures and other financing sources (uses)	<u>(44,758)</u>	<u>755,830</u>	<u>711,072</u>
FUND BALANCE - July 1, 2017	<u>814,523</u>	<u>121,589</u>	<u>936,112</u>
FUND BALANCE - June 30, 2018	<u>\$769,765</u>	<u>\$877,419</u>	<u>\$1,647,184</u>

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	201/202 Title I	203/204 IDEA	205 Preschool Handicapped	207 CATE
REVENUES				
1000 Revenue from local sources				
1900 Other revenue from local sources				
1930 Medicaid	\$0	\$0	\$0	\$0
1990 Miscellaneous local revenue				
1999 Revenue from other local sources	0	0	0	0
Total local sources	0	0	0	0
3000 Revenue from state sources				
3110 Occupational education				
3118 EEDA career specialist	0	0	0	0
3120 General education				
3127 Student health and fitness - PE teachers	0	0	0	0
3130 Special programs				
3134 CDEP	0	0	0	0
3135 Reading coaches	0	0	0	0
3136 Student health and fitness - Nurses	0	0	0	0
3190 Miscellaneous restricted state grants				
3193 Education license plates	0	0	0	0
3199 Other restricted state grants	0	0	0	0
3393 Capital Improvement	0	0	0	0
3600 Education lottery act revenue				
3655 Classroom Libraries	0	0	0	0
3900 Other state revenue				
3994 Nonemployer contribution revenues	0	0	0	0
Total state sources	0	0	0	0
4000 Revenue from federal sources				
4200 Occupational education				
4210 Perkins Aid, Title I career & technical education	0	0	0	16,970
4300 Elementary and secondary education act of 1965 (ESEA)				
4310 Title I, Basic state grant programs	488,110	0	0	0
4312 Rural and low-income school program, Title VI	0	0	0	0
4341 ESL				0
4351 Improving teacher quality	0	0	0	0
4500 Programs for children with disabilities				
4510 Individuals with disabilities education act (IDEA)	0	482,979	0	0
4520 Preschool grants for children with disabilities (IDEA)	0	0	19,149	0
Total federal sources	488,110	482,979	19,149	16,970

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	201/202 Title I	203/204 IDEA	205 Preschool Handicapped	207 CATE
TOTAL REVENUE ALL SOURCES	\$488,110	\$482,979	\$19,149	\$16,970
EXPENDITURES				
100 Instruction				
110 General instruction				
111 Kindergarten programs				
100 Salaries	42,323	0	0	0
200 Employee benefits	17,841	0	0	0
400 Supplies and materials	1,500	0	0	0
	<u>61,664</u>	<u>0</u>	<u>0</u>	<u>0</u>
112 Primary programs				
100 Salaries	125,288	0	0	0
200 Employee benefits	56,591	0	0	0
300 Purchased services	10,957	0	0	0
400 Supplies and materials	60,153	0	0	0
500 Capital Outlay	67,737	0	0	0
	<u>320,726</u>	<u>0</u>	<u>0</u>	<u>0</u>
113 Elementary programs				
100 Salaries	0	0	0	0
200 Employee benefits	0	0	0	0
400 Supplies and materials	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
114 High school programs				
300 Purchased services	0	0	0	0
500 Capital outlay	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
115 Career and technology education programs				
500 Capital outlay	0	0	0	7,560
	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,560</u>
120 Exceptional programs				
121 Educable mentally handicapped				
100 Salaries	0	13,731	0	0
200 Employee benefits	0	29,583	0	0
400 Supplies and materials	0	6,815	0	0
	<u>0</u>	<u>50,129</u>	<u>0</u>	<u>0</u>

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	201/202 Title I	203/204 IDEA	205 Preschool Handicapped	207 CATE
122 Trainable mentally handicapped				
100 Salaries	\$0	\$45,004	\$0	\$0
200 Employee benefits	0	36,225	0	0
300 Purchased services	0	0	0	0
400 Supplies and materials	0	1,797	0	0
	<u>0</u>	<u>83,026</u>	<u>0</u>	<u>0</u>
123 Orthopedically handicapped				
100 Salaries	0	22,220	0	0
200 Employee benefits	0	9,156	0	0
	<u>0</u>	<u>31,376</u>	<u>0</u>	<u>0</u>
126 Speech handicapped				
100 Salaries	0	0	0	0
200 Employee benefits	0	0	0	0
300 Purchased services	0	1,571	0	0
400 Supplies and materials	0	188	0	0
	<u>0</u>	<u>1,759</u>	<u>0</u>	<u>0</u>
127 Learning disabilities				
100 Salaries	0	76,534	0	0
200 Employee benefits	0	32,369	0	0
300 Purchased services	0	2,631	0	0
400 Supplies and materials	0	12,688	0	0
	<u>0</u>	<u>124,222</u>	<u>0</u>	<u>0</u>
130 Preschool programs				
139 Early childhood programs				
100 Salaries	0	0	0	0
200 Employee benefits	0	0	0	0
300 Purchased services	0	0	0	0
400 Supplies and materials	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
140 Special programs				
147 CDEP				
300 Purchased services	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
170 Summer school program				
175 Instructional programs beyond regular school day				
100 Salaries	0	0	0	0
200 Employee benefits	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	201/202 Title I	203/204 IDEA	205 Preschool Handicapped	207 CATE
180 Adult/Continuing Education Programs				
183 Adult English Literacy (ESL)				
100 Salaries	\$0	\$0	\$0	\$0
200 Employee benefits	0	0	0	0
400 Supplies and materials	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
188 Parenting/family literacy				
100 Salaries	17,173	0	0	0
200 Employee benefits	7,662	0	0	0
	<u>24,835</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL INSTRUCTION	<u>407,225</u>	<u>290,512</u>	<u>0</u>	<u>7,560</u>
200 Support services				
210 Pupil services				
212 Guidance services				
100 Salaries	0	0	0	5,284
200 Employee benefits	0	0	0	2,023
	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,307</u>
213 Health services				
100 Salaries	0	0	0	0
200 Employee benefits	0	0	0	0
400 Supplies and materials	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
214 Psychological services				
100 Salaries	0	92,347	13,416	0
200 Employee benefits	0	37,856	5,733	0
300 Purchased services	0	534	0	0
400 Supplies and materials	0	6,682	0	0
	<u>0</u>	<u>137,419</u>	<u>19,149</u>	<u>0</u>
217 Career specialist services				
100 Salaries	0	0	0	0
200 Employee benefits	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	201/202 Title I	203/204 IDEA	205 Preschool Handicapped	207 CATE
220 Instructional staff services				
221 Improvement of instruction-curriculum development				
100 Salaries	\$0	\$0	\$0	\$0
200 Employee benefits	0	0	0	0
300 Purchased services	11,000	0	0	0
400 Supplies and materials	0	0	0	0
500 Capital outlay	0	0	0	0
	<u>11,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
223 Supervision of special programs				
100 Salaries	49,708	40,437	0	0
200 Employee benefits	20,177	14,611	0	0
400 Supplies and materials	0	0	0	0
	<u>69,885</u>	<u>55,048</u>	<u>0</u>	<u>0</u>
224 Improvement of instruction-in-service and staff training				
300 Purchased services	0	0	0	2,103
	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,103</u>
250 Finance & operations services				
255 Student transportation (state mandated)				
300 Purchased services	0	0	0	0
400 Supplies and materials	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
258 Security				
500 Capital Outlay	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL SUPPORT SERVICES	<u>80,885</u>	<u>192,467</u>	<u>19,149</u>	<u>9,410</u>
300 Community services				
390 Other community services				
100 Salaries	0	0	0	0
200 Employee benefits	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMMUNITY SERVICES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
410 Intergovernmental expenditures				
414-720 Payments to State Department of Education	0	0	0	0
419-720 Payments to State Department of Education	0	0	0	0
Total Intergovernmental Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Florence County School District No. 5
 Special Revenue Funds
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 Year Ended June 30, 2018

	201/202 Title I	203/204 IDEA	205 Preschool Handicapped	207 CATE
TOTAL EXPENDITURES	\$488,110	\$482,979	\$19,149	\$16,970
Excess/(Deficiency) of revenues over expenditures	0	0	0	0
FUND BALANCE - July 1, 2017	0	0	0	0
FUND BALANCE - June 30, 2018	\$0	\$0	\$0	\$0

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	Designated Restricted State Grants	Other Special Revenue Programs	Total
REVENUES			
1000 Revenue from local sources			
1900 Other revenue from local sources			
1930 Medicaid	\$0	\$306,567	\$306,567
1990 Miscellaneous local revenue			
1999 Revenue from other local sources	0	34,034	34,034
Total local sources	<u>0</u>	<u>340,601</u>	<u>340,601</u>
3000 Revenue from state sources			
3110 Occupational education			
3118 EEDA career specialist	188,612	0	188,612
3120 General education			
3127 Student health and fitness - PE teachers	11,927	0	11,927
3130 Special programs			
3134 CDEP	1,479	0	1,479
3135 Reading coaches	125,460	0	125,460
3136 Student health and fitness - Nurses	27,192	0	27,192
3190 Miscellaneous restricted state grants			
3193 Education license plates	252	0	252
3199 Other restricted state grants	0	275	275
3393 Capital Improvement	247,181	0	247,181
3600 Education lottery act revenue			
3655 Classroom Libraries	12,800	0	12,800
3900 Other state revenue			
3994 Nonemployer contribution revenues	0	94,765	94,765
Total state sources	<u>614,903</u>	<u>95,040</u>	<u>709,943</u>
4000 Revenue from federal sources			
4200 Occupational education			
4210 Perkins Aid, Title I career & technical education	0	0	16,970
4300 Elementary and secondary education act of 1965 (ESEA)			
4310 Title I, Basic state grant programs	0	11,571	499,681
4312 Rural and low-income school program, Title VI	0	27,057	27,057
4341 ESL	0	1,455	1,455
4351 Improving teacher quality	0	49,038	49,038
4500 Programs for children with disabilities			
4510 Individuals with disabilities education act (IDEA)	0	10,523	493,502
4520 Preschool grants for children with disabilities (IDEA)	0	0	19,149
Total federal sources	<u>0</u>	<u>99,644</u>	<u>1,106,852</u>

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	Designated Restricted State Grants	Other Special Revenue Programs	Total
TOTAL REVENUE ALL SOURCES	\$614,903	\$535,285	\$2,157,396
EXPENDITURES			
100 Instruction			
110 General instruction			
111 Kindergarten programs			
100 Salaries	0	0	42,323
200 Employee benefits	0	0	17,841
400 Supplies and materials	0	0	1,500
	0	0	61,664
112 Primary programs			
100 Salaries	33,371	0	158,659
200 Employee benefits	19,149	0	75,740
300 Purchased services	0	0	10,957
400 Supplies and materials	7,885	11,571	79,609
500 Capital Outlay	0	0	67,737
	60,405	11,571	392,702
113 Elementary programs			
100 Salaries	58,350	29,912	88,262
200 Employee benefits	26,517	9,218	35,735
400 Supplies and materials	0	6,857	6,857
	84,867	45,987	130,854
114 High school programs			
300 Purchased services	0	20,200	20,200
500 Capital outlay	252	0	252
	252	20,200	20,452
115 Career and technology education programs			
500 Capital outlay	0	0	7,560
	0	0	7,560
120 Exceptional programs			
121 Educable mentally handicapped			
100 Salaries	0	0	13,731
200 Employee benefits	0	0	29,583
400 Supplies and materials	0	0	6,815
	0	0	50,129

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	Designated Restricted State Grants	Other Special Revenue Programs	Total
122 Trainable mentally handicapped			
100 Salaries	\$0	\$29,412	\$74,416
200 Employee benefits	0	7,852	44,077
300 Purchased services	0	61,035	61,035
400 Supplies and materials	0	0	1,797
	<u>0</u>	<u>98,299</u>	<u>181,325</u>
123 Orthopedically handicapped			
100 Salaries	0	0	22,220
200 Employee benefits	0	0	9,156
	<u>0</u>	<u>0</u>	<u>31,376</u>
126 Speech handicapped			
100 Salaries	0	16,763	16,763
200 Employee benefits	0	45,902	45,902
300 Purchased services	0	0	1,571
400 Supplies and materials	0	0	188
	<u>0</u>	<u>62,665</u>	<u>64,424</u>
127 Learning disabilities			
100 Salaries	0	0	76,534
200 Employee benefits	0	0	32,369
300 Purchased services	0	0	2,631
400 Supplies and materials	0	0	12,688
	<u>0</u>	<u>0</u>	<u>124,222</u>
130 Preschool programs			
139 Early childhood programs			
100 Salaries	0	13,350	13,350
200 Employee benefits	0	2,700	2,700
300 Purchased services	0	1,574	1,574
400 Supplies and materials	0	1,750	1,750
	<u>0</u>	<u>19,374</u>	<u>19,374</u>
140 Special programs			
147 CDEP			
300 Purchased services	1,479	0	1,479
	<u>1,479</u>	<u>0</u>	<u>1,479</u>
170 Summer school program			
175 Instructional programs beyond regular school day			
100 Salaries	2,356	3,483	5,839
200 Employee benefits	0	930	930
	<u>2,356</u>	<u>4,413</u>	<u>6,769</u>

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	Designated Restricted State Grants	Other Special Revenue Programs	Total
180 Adult/Continuing Education Programs			
183 Adult English Literacy (ESL)			
100 Salaries	\$0	\$900	\$900
200 Employee benefits	0	196	196
400 Supplies and materials	0	359	359
	<u>0</u>	<u>1,455</u>	<u>1,455</u>
188 Parenting/family literacy			
100 Salaries	0	0	17,173
200 Employee benefits	0	0	7,662
	<u>0</u>	<u>0</u>	<u>24,835</u>
 TOTAL INSTRUCTION	 <u>149,359</u>	 <u>263,964</u>	 <u>1,118,620</u>
 200 Support services			
210 Pupil services			
212 Guidance services			
100 Salaries	0	2,667	7,951
200 Employee benefits	0	0	2,023
	<u>0</u>	<u>2,667</u>	<u>9,974</u>
213 Health services			
100 Salaries	19,012	33,664	52,676
200 Employee benefits	8,180	9,074	17,254
400 Supplies and materials	0	2,461	2,461
	<u>27,192</u>	<u>45,199</u>	<u>72,391</u>
214 Psychological services			
100 Salaries	0	13,175	118,938
200 Employee benefits	0	3,507	47,096
300 Purchased services	0	0	534
400 Supplies and materials	0	94	6,776
	<u>0</u>	<u>16,776</u>	<u>173,344</u>
217 Career specialist services			
100 Salaries	142,527	0	142,527
200 Employee benefits	62,480	0	62,480
	<u>205,007</u>	<u>0</u>	<u>205,007</u>

Florence County School District No. 5
Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	Designated Restricted State Grants	Other Special Revenue Programs	Total
220 Instructional staff services			
221 Improvement of instruction-curriculum development			
100 Salaries	\$5,200	\$3,893	\$9,093
200 Employee benefits	1,370	1,309	2,679
300 Purchased services	0	0	11,000
400 Supplies and materials	15,599	0	15,599
500 Capital outlay	11,169	0	11,169
	<u>33,338</u>	<u>5,202</u>	<u>49,540</u>
223 Supervision of special programs			
100 Salaries	0	0	90,145
200 Employee benefits	0	0	34,788
400 Supplies and materials	0	4,106	4,106
	<u>0</u>	<u>4,106</u>	<u>129,039</u>
224 Improvement of instruction-in-service and staff training			
300 Purchased services	0	5,802	7,905
	<u>0</u>	<u>5,802</u>	<u>7,905</u>
250 Finance & operations services			
255 Student transportation (state mandated)			
300 Purchased services	0	2,141	2,141
400 Supplies and materials	0	12,554	12,554
	<u>0</u>	<u>14,695</u>	<u>14,695</u>
258 Security			
500 Capital Outlay	247,181	0	247,181
	<u>247,181</u>	<u>0</u>	<u>247,181</u>
TOTAL SUPPORT SERVICES	<u>512,718</u>	<u>94,447</u>	<u>909,076</u>
300 Community services			
390 Other community services			
100 Salaries	0	6,739	6,739
200 Employee benefits	0	1,727	1,727
	<u>0</u>	<u>8,466</u>	<u>8,466</u>
TOTAL COMMUNITY SERVICES	<u>0</u>	<u>8,466</u>	<u>8,466</u>
410 Intergovernmental expenditures			
414-720 Payments to State Department of Education	0	71,227	71,227
419-720 Payments to State Department of Education	0	94,765	94,765
Total Intergovernmental Expenditures	<u>0</u>	<u>165,992</u>	<u>165,992</u>

Florence County School District No. 5
 Special Revenue Funds
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 Year Ended June 30, 2018

	Designated Restricted State Grants	Other Special Revenue Programs	Total
TOTAL EXPENDITURES	\$662,077	\$532,869	\$2,202,154
Excess/(Deficiency) of revenues over expenditures	(47,174)	2,416	(44,758)
FUND BALANCE - July 1, 2017	98,767	715,756	814,523
FUND BALANCE - June 30, 2018	\$51,593	\$718,172	\$769,765

Florence County School District No. 5
Designated State Restricted Grants
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#903 TEACHER RECRUITMENT	#919 EDUCATION TAGS	#924 CDEP	#926 SUMMER READING
REVENUES				
3000 REVENUE FROM STATE SOURCES				
3100 RESTRICTED STATE FUNDING				
3110 OCCUPATIONAL EDUCATION				
3118 EEDA CAREER SPECIALISTS	\$0	\$0	\$0	\$0
3120 GENERAL EDUCATION				
3127 STUDENT HEALTH AND FITNESS - PE TEACHERS	0	0	0	0
3130 SPECIAL PROGRAMS				
3134 CDEP	0	0	1,479	0
3135 READING COACHES	0	0	0	0
3136 STUDENT HEALTH AND FITNESS - NURSES	0	0	0	0
3190 MISCELLANEOUS RESTRICTED STATE GRANTS				
3193 EDUCATION LICENSE PLATES	0	252	0	0
3393 CAPITAL IMPROVEMENT	0	0	0	0
3600 EDUCATION LOTTERY ACT REVENUE				
3655 CLASSROOM LIBRARIES	0	0	0	0
TOTAL STATE SOURCES	0	252	1,479	0
TOTAL REVENUE ALL SOURCES	0	252	1,479	0
EXPENDITURES				
100 INSTRUCTION				
110 GENERAL INSTRUCTION				
112 PRIMARY PROGRAMS				
100 SALARIES	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0
400 SUPPLIES AND MATERIALS	0	0	0	0

Florence County School District No. 5
Designated State Restricted Grants
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#903 TEACHER RECRUITMENT	#919 EDUCATION TAGS	#924 CDEP	#926 SUMMER READING
113 ELEMENTARY PROGRAMS				
100 SALARIES	\$0	\$0	\$0	\$0
200 EMPLOYEE BENEFITS	0	0	0	0
114 HIGH SCHOOL PROGRAMS				
500 CAPITAL OUTLAY	0	252	0	0
140 SPECIAL PROGRAMS				
147 CDEP				
300 PURCHASED SERVICES	0	0	1,479	0
170 SUMMER SCHOOL PROGRAMS				
175 INSTRUCTIONAL PROGRAMS BEYOND REGULAR DAY				
100 SALARIES	0	0	0	2,356
TOTAL INSTRUCTION	0	252	1,479	2,356
200 SUPPORT SERVICES				
210 PUPIL SERVICES				
213 HEALTH SERVICES				
100 SALARIES	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0
217 CAREER SPECIALIST SERVICES				
100 SALARIES	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0
220 INSTRUCTIONAL STAFF SERVICES				
221 IMPROVEMENT OF INSTRUCTION - CURRICULUM DEVELOPMENT				
100 SALARIES	5,200	0	0	0
200 EMPLOYEE BENEFITS	1,370	0	0	0
400 SUPPLIES AND MATERIALS	15,599	0	0	0
500 CAPITAL OUTLAY	0	0	0	0

Florence County School District No. 5
 Designated State Restricted Grants
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 Year Ended June 30, 2018

	#903 TEACHER RECRUITMENT	#919 EDUCATION TAGS	#924 CDEP	#926 SUMMER READING
250 FINANCE AND OPERATIONS SERVICES				
258 SECURITY				
500 CAPITAL OUTLAY	\$0	\$0	\$0	\$0
TOTAL SUPPORT SERVICES	22,169	0	0	0
TOTAL EXPENDITURES	22,169	252	1,479	2,356
Excess (deficiency) of revenues over expenditures	(22,169)	0	0	(2,356)
Fund Balances - July 1, 2017	37,950	0	0	22,325
Fund Balances - June 30, 2018	\$15,781	\$0	\$0	\$19,969

Florence County School District No. 5
Designated State Restricted Grants
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#928 CAREER DEVELOPMENT	#935 READING COACH	#936 STUDENT HEALTH AND FITNESS NURSE	#937 STUDENT HEALTH AND FITNESS
REVENUES				
3000 REVENUE FROM STATE SOURCES				
3100 RESTRICTED STATE FUNDING				
3110 OCCUPATIONAL EDUCATION				
3118 EEDA CAREER SPECIALISTS	\$188,612	\$0	\$0	\$0
3120 GENERAL EDUCATION				
3127 STUDENT HEALTH AND FITNESS - PE TEACHERS	0	0	0	11,927
3130 SPECIAL PROGRAMS				
3134 CDEP	0	0	0	0
3135 READING COACHES	0	125,460	0	0
3136 STUDENT HEALTH AND FITNESS - NURSES	0	0	27,192	0
3190 MISCELLANEOUS RESTRICTED STATE GRANTS				
3193 EDUCATION LICENSE PLATES	0	0	0	0
3393 CAPITAL IMPROVEMENT	0	0	0	0
3600 EDUCATION LOTTERY ACT REVENUE				
3655 CLASSROOM LIBRARIES	0	0	0	0
TOTAL STATE SOURCES	<u>188,612</u>	<u>125,460</u>	<u>27,192</u>	<u>11,927</u>
TOTAL REVENUE ALL SOURCES	<u>188,612</u>	<u>125,460</u>	<u>27,192</u>	<u>11,927</u>
EXPENDITURES				
100 INSTRUCTION				
110 GENERAL INSTRUCTION				
112 PRIMARY PROGRAMS				
100 SALARIES	0	23,433	0	9,938
200 EMPLOYEE BENEFITS	0	17,160	0	1,989
400 SUPPLIES AND MATERIALS	0	0	0	0

Florence County School District No. 5
Designated State Restricted Grants
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#928 CAREER DEVELOPMENT	#935 READING COACH	#936 STUDENT HEALTH AND FITNESS NURSE	#937 STUDENT HEALTH AND FITNESS
113 ELEMENTARY PROGRAMS				
100 SALARIES	\$0	\$58,350	\$0	\$0
200 EMPLOYEE BENEFITS	0	26,517	0	0
114 HIGH SCHOOL PROGRAMS				
500 CAPITAL OUTLAY	0	0	0	0
140 SPECIAL PROGRAMS				
147 CDEP				
300 PURCHASED SERVICES	0	0	0	0
170 SUMMER SCHOOL PROGRAMS				
175 INSTRUCTIONAL PROGRAMS BEYOND REGULAR DAY				
100 SALARIES	0	0	0	0
TOTAL INSTRUCTION	0	125,460	0	11,927
200 SUPPORT SERVICES				
210 PUPIL SERVICES				
213 HEALTH SERVICES				
100 SALARIES	0	0	19,012	0
200 EMPLOYEE BENEFITS	0	0	8,180	0
217 CAREER SPECIALIST SERVICES				
100 SALARIES	142,527	0	0	0
200 EMPLOYEE BENEFITS	62,480	0	0	0
220 INSTRUCTIONAL STAFF SERVICES				
221 IMPROVEMENT OF INSTRUCTION - CURRICULUM DEVELOPMENT				
100 SALARIES	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0
400 SUPPLIES AND MATERIALS	0	0	0	0
500 CAPITAL OUTLAY	0	0	0	0

Florence County School District No. 5
Designated State Restricted Grants
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#928 CAREER DEVELOPMENT	#935 READING COACH	#936 STUDENT HEALTH AND FITNESS NURSE	#937 STUDENT HEALTH AND FITNESS
250 FINANCE AND OPERATIONS SERVICES				
258 SECURITY				
500 CAPITAL OUTLAY	\$0	\$0	\$0	\$0
TOTAL SUPPORT SERVICES	205,007	0	27,192	0
TOTAL EXPENDITURES	205,007	125,460	27,192	11,927
Excess (deficiency) of revenues over expenditures	(16,395)	0	0	0
Fund Balances - July 1, 2017	27,323	0	0	0
Fund Balances - June 30, 2018	\$10,928	\$0	\$0	\$0

Florence County School District No. 5
Designated State Restricted Grants
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#939 CAPITAL IMPROVEMENT	#963 TECHNOLOGY INITIATIVE	#968 CLASSROOM LIBRARIES	TOTALS (MEMORANDUM ONLY)
REVENUES				
3000 REVENUE FROM STATE SOURCES				
3100 RESTRICTED STATE FUNDING				
3110 OCCUPATIONAL EDUCATION				
3118 EEDA CAREER SPECIALISTS	\$0	\$0	\$0	\$188,612
3120 GENERAL EDUCATION				
3127 STUDENT HEALTH AND FITNESS - PE TEACHERS	0	0	0	11,927
3130 SPECIAL PROGRAMS				
3134 CDEP	0	0	0	1,479
3135 READING COACHES	0	0	0	125,460
3136 STUDENT HEALTH AND FITNESS - NURSES	0	0	0	27,192
3190 MISCELLANEOUS RESTRICTED STATE GRANTS				
3193 EDUCATION LICENSE PLATES	0	0	0	252
3393 CAPITAL IMPROVEMENT	247,181	0	0	247,181
3600 EDUCATION LOTTERY ACT REVENUE				
3655 CLASSROOM LIBRARIES	0	0	12,800	12,800
TOTAL STATE SOURCES	247,181	0	12,800	614,903
TOTAL REVENUE ALL SOURCES	247,181	0	12,800	614,903
EXPENDITURES				
100 INSTRUCTION				
110 GENERAL INSTRUCTION				
112 PRIMARY PROGRAMS				
100 SALARIES	0	0	0	33,371
200 EMPLOYEE BENEFITS	0	0	0	19,149
400 SUPPLIES AND MATERIALS	0	0	7,885	7,885

Florence County School District No. 5
Designated State Restricted Grants
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#939 CAPITAL IMPROVEMENT	#963 TECHNOLOGY INITIATIVE	#968 CLASSROOM LIBRARIES	TOTALS (MEMORANDUM ONLY)
113 ELEMENTARY PROGRAMS				
100 SALARIES	\$0	\$0	\$0	\$58,350
200 EMPLOYEE BENEFITS	0	0	0	26,517
114 HIGH SCHOOL PROGRAMS				
500 CAPITAL OUTLAY	0	0	0	252
140 SPECIAL PROGRAMS				
147 CDEP				
300 PURCHASED SERVICES	0	0	0	1,479
170 SUMMER SCHOOL PROGRAMS				
175 INSTRUCTIONAL PROGRAMS BEYOND REGULAR DAY				
100 SALARIES	0	0	0	2,356
TOTAL INSTRUCTION	0	0	7,885	149,359
200 SUPPORT SERVICES				
210 PUPIL SERVICES				
213 HEALTH SERVICES				
100 SALARIES	0	0	0	19,012
200 EMPLOYEE BENEFITS	0	0	0	8,180
217 CAREER SPECIALIST SERVICES				
100 SALARIES	0	0	0	142,527
200 EMPLOYEE BENEFITS	0	0	0	62,480
220 INSTRUCTIONAL STAFF SERVICES				
221 IMPROVEMENT OF INSTRUCTION - CURRICULUM DEVELOPMENT				
100 SALARIES	0	0	0	5,200
200 EMPLOYEE BENEFITS	0	0	0	1,370
400 SUPPLIES AND MATERIALS	0	0	0	15,599
500 CAPITAL OUTLAY	0	11,169	0	11,169

Florence County School District No. 5
 Designated State Restricted Grants
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 Year Ended June 30, 2018

	#939 CAPITAL IMPROVEMENT	#963 TECHNOLOGY INITIATIVE	#968 CLASSROOM LIBRARIES	TOTALS (MEMORANDUM ONLY)
250 FINANCE AND OPERATIONS SERVICES				
258 SECURITY				
500 CAPITAL OUTLAY	\$247,181	\$0	\$0	\$247,181
TOTAL SUPPORT SERVICES	247,181	11,169	0	512,718
TOTAL EXPENDITURES	247,181	11,169	7,885	662,077
Excess (deficiency) of revenues over expenditures	0	(11,169)	4,915	(47,174)
Fund Balances - July 1, 2017	0	11,169	0	98,767
Fund Balances - June 30, 2018	\$0	\$0	\$4,915	\$51,593

Florence County School District No. 5
Other Special Revenue Programs
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#210 TITLE IV	#212 EXTENDED SCHOOL YEAR	#251 REAP	#264 ADULT ENGLISH LITERACY	#267 IMPROVING TEACHER QUALITY
REVENUES					
1000 REVENUE FROM LOCAL SOURCES					
1900 OTHER REVENUE FROM LOCAL SOURCES					
1930 MEDICAID	\$0	\$0	\$0	\$0	\$0
1990 MISCELLANEOUS LOCAL REVENUE					
1999 REVENUE FROM OTHER LOCAL SOURCES	0	0	0	0	0
TOTAL LOCAL SOURCES	0	0	0	0	0
3000 REVENUE FROM STATE SOURCES					
3100 RESTRICTED STATE FUNDING					
3190 MISCELLANEOUS RESTRICTED STATE GRANTS					
3199 OTHER RESTRICTED STATE GRANTS	0	0	0	0	0
3900 OTHER STATE REVENUE					
3994 NONEMPLOYER CONTRIBUTION REVENUES	0	0	0	0	0
TOTAL STATE SOURCES	0	0	0	0	0
4000 REVENUE FROM FEDERAL SOURCES					
4300 ELEMENTARY AND SECONDARY EDUCATION ACT OF 1965 (ESEA)					
4310 TITLE ONE, BASIC STATE GRANTS	11,571	0	0	0	0
4312 RURAL AND LOW-INCOME SCHOOL PROGRAM, TITLE VI	0	0	27,057	0	0
4341 LANGUAGE INSTRUCTION FOR LIMITED ENGLISH PROFICIENT	0	0	0	1,455	0
4351 IMPROVING TEACHER QUALITY	0	0	0	0	49,038
4500 PROGRAMS FOR CHILDREN WITH DISABILITIES					
4510 INDIVIDUALS WITH DISABILITIES EDUCATION ACT (IDEA)	0	10,523	0	0	0
TOTAL FEDERAL SOURCES	11,571	10,523	27,057	1,455	49,038
TOTAL REVENUE ALL SOURCES	11,571	10,523	27,057	1,455	49,038
EXPENDITURES					
100 INSTRUCTION					
110 GENERAL INSTRUCTION					
112 PRIMARY PROGRAMS					
400 SUPPLIES AND MATERIALS	11,571	0	0	0	0
113 ELEMENTARY PROGRAMS					
100 SALARIES	0	0	0	0	29,912
200 EMPLOYEE BENEFITS	0	0	0	0	9,218
400 SUPPLIES AND MATERIALS	0	0	6,857	0	0
114 HIGH SCHOOL PROGRAMS					
300 PURCHASED SERVICES	0	0	20,200	0	0

Florence County School District No. 5
Other Special Revenue Programs
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#210 TITLE IV	#212 EXTENDED SCHOOL YEAR	#251 REAP	#264 ADULT ENGLISH LITERACY	#267 IMPROVING TEACHER QUALITY
120 EXCEPTIONAL PROGRAMS					
122 TRAINABLE MENTALLY HANDICAPPED					
100 SALARIES	\$0	\$0	\$0	\$0	\$0
200 EMPLOYEE BENEFITS	0	0	0	0	0
300 PURCHASED SERVICES	0	0	0	0	0
126 SPEECH HANDICAPPED					
100 SALARIES	0	1,000	0	0	0
200 EMPLOYEE BENEFITS	0	267	0	0	0
130 PRE-SCHOOL PROGRAMS					
139 EARLY CHILDHOOD PROGRAMS					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
300 PURCHASED SERVICES	0	0	0	0	0
400 SUPPLIES AND MATERIALS	0	0	0	0	0
170 SUMMER SCHOOL PROGRAMS					
175 INST'L PROGRAMS BEYOND REGULAR SCHOOL DAY					
100 SALARIES	0	3,483	0	0	0
200 EMPLOYEE BENEFITS	0	930	0	0	0
180 ADULT/CONTINUING EDUCATION PROGRAMS					
183 ADULT ENGLISH LITERACY (ESL)					
100 SALARIES	0	0	0	900	0
200 EMPLOYEE BENEFITS	0	0	0	196	0
400 SUPPLIES AND MATERIALS	0	0	0	359	0
TOTAL INSTRUCTION	11,571	5,680	27,057	1,455	39,130
200 SUPPORT SERVICES					
210 PUPIL SERVICES					
212 GUIDANCE SERVICES					
100 SALARIES	0	0	0	0	0
213 HEALTH SERVICES					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
400 SUPPLIES AND MATERIALS	0	0	0	0	0
214 PSYCHOLOGICAL SERVICES					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
300 PURCHASED SERVICES					

Florence County School District No. 5
Other Special Revenue Programs
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#210 TITLE IV	#212 EXTENDED SCHOOL YEAR	#251 REAP	#264 ADULT ENGLISH LITERACY	#267 IMPROVING TEACHER QUALITY
220 INSTRUCTIONAL STAFF SERVICES					
221 IMPROVEMENT OF INSTRUCTION CURRICULUM DEVELOPMENT					
100 SALARIES	\$0	\$0	\$0	\$0	\$0
200 EMPLOYEE BENEFITS	0	0	0	0	0
223 SUPERVISION OF SPECIAL PROGRAMS					
400 SUPPLIES AND MATERIALS	0	0	0	0	4,106
224 IMPROVEMENT OF INSTRUCTION-INSERVICE AND STAFF TRAINING					
300 PURCHASED SERVICES	0	0	0	0	5,802
250 FINANCE AND OPERATIONS SERVICES					
255 STUDENT TRANSPORTATION (STATE MANDATED)					
300 PURCHASED SERVICES	0	0	0	0	0
400 SUPPLIES AND MATERIALS	0	0	0	0	0
TOTAL SUPPORT SERVICES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>9,908</u>
300 COMMUNITY SERVICES					
390 OTHER COMMUNITY SERVICES					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
TOTAL COMMUNITY SERVICES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
410 INTERGOVERNMENTAL EXPENDITURES					
414 MEDICAID PAYMENTS TO SCDE					
720 TRANSITS	0	0	0	0	0
419 PAYMENTS FROM NONEMPLOYER CONTRIBUTIONS					
720 TRANSITS	0	0	0	0	0
TOTAL INTERGOVERNMENTAL EXPENDITURES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL EXPENDITURES	<u>11,571</u>	<u>5,680</u>	<u>27,057</u>	<u>1,455</u>	<u>49,038</u>
Excess (deficiency) of revenues over expenditures	0	4,843	0	0	0
Fund Balances - July 1, 2017	<u>0</u>	<u>1,246</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - June 30, 2018	<u>\$0</u>	<u>\$6,089</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Florence County School District No. 5
Other Special Revenue Programs
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#802 SPECIAL NEEDS TRANSPORTATION	#806 CIRCLE PARK TEEN INSTITUTE	#834 LOCAL TRANSPORTATION	#883 MEDICAID NURSING	#886 MEDICAID TRANSPORTATION
REVENUES					
1000 REVENUE FROM LOCAL SOURCES					
1900 OTHER REVENUE FROM LOCAL SOURCES					
1930 MEDICAID	\$0	\$0	\$0	\$30,565	\$0
1990 MISCELLANEOUS LOCAL REVENUE					
1999 REVENUE FROM OTHER LOCAL SOURCES	0	0	14,660	0	0
TOTAL LOCAL SOURCES	0	0	14,660	30,565	0
3000 REVENUE FROM STATE SOURCES					
3100 RESTRICTED STATE FUNDING					
3190 MISCELLANEOUS RESTRICTED STATE GRANTS					
3199 OTHER RESTRICTED STATE GRANTS	275	0	0	0	0
3900 OTHER STATE REVENUE					
3994 NONEMPLOYER CONTRIBUTION REVENUES	0	0	0	0	0
TOTAL STATE SOURCES	275	0	0	0	0
4000 REVENUE FROM FEDERAL SOURCES					
4300 ELEMENTARY AND SECONDARY EDUCATION ACT OF 1965 (ESEA)					
4310 TITLE ONE, BASIC STATE GRANTS	0	0	0	0	0
4312 RURAL AND LOW-INCOME SCHOOL PROGRAM, TITLE VI	0	0	0	0	0
4341 LANGUAGE INSTRUCTION FOR LIMITED ENGLISH PROFICIENT	0	0	0	0	0
4351 IMPROVING TEACHER QUALITY	0	0	0	0	0
4500 PROGRAMS FOR CHILDREN WITH DISABILITIES					
4510 INDIVIDUALS WITH DISABILITIES EDUCATION ACT (IDEA)	0	0	0	0	0
TOTAL FEDERAL SOURCES	0	0	0	0	0
TOTAL REVENUE ALL SOURCES	275	0	14,660	30,565	0
EXPENDITURES					
100 INSTRUCTION					
110 GENERAL INSTRUCTION					
112 PRIMARY PROGRAMS					
400 SUPPLIES AND MATERIALS	0	0	0	0	0
113 ELEMENTARY PROGRAMS					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
400 SUPPLIES AND MATERIALS	0	0	0	0	0
114 HIGH SCHOOL PROGRAMS					
300 PURCHASED SERVICES	0	0	0	0	0

Florence County School District No. 5
Other Special Revenue Programs
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#802 SPECIAL NEEDS <u>TRANSPORTATION</u>	#806 CIRCLE PARK TEEN INSTITUTE <u>INSTITUTE</u>	#834 LOCAL TRANSPORTATION <u>TRANSPORTATION</u>	#883 MEDICAID NURSING <u>NURSING</u>	#886 MEDICAID TRANSPORTATION <u>TRANSPORTATION</u>
120 EXCEPTIONAL PROGRAMS					
122 TRAINABLE MENTALLY HANDICAPPED					
100 SALARIES	\$0	\$0	\$0	\$0	\$0
200 EMPLOYEE BENEFITS	0	0	0	0	0
300 PURCHASED SERVICES	0	0	0	0	0
126 SPEECH HANDICAPPED					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
130 PRE-SCHOOL PROGRAMS					
139 EARLY CHILDHOOD PROGRAMS					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
300 PURCHASED SERVICES	0	0	0	0	0
400 SUPPLIES AND MATERIALS	0	0	0	0	0
170 SUMMER SCHOOL PROGRAMS					
175 INST'L PROGRAMS BEYOND REGULAR SCHOOL DAY					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
180 ADULT/CONTINUING EDUCATION PROGRAMS					
183 ADULT ENGLISH LITERACY (ESL)					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
400 SUPPLIES AND MATERIALS	0	0	0	0	0
TOTAL INSTRUCTION	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
200 SUPPORT SERVICES					
210 PUPIL SERVICES					
212 GUIDANCE SERVICES					
100 SALARIES	0	2,667	0	0	0
213 HEALTH SERVICES					
100 SALARIES	0	0	0	16,053	0
200 EMPLOYEE BENEFITS	0	0	0	6,315	0
400 SUPPLIES AND MATERIALS	0	0	0	0	0
214 PSYCHOLOGICAL SERVICES					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
300 PURCHASED SERVICES	0	0	0	0	0

Florence County School District No. 5
Other Special Revenue Programs
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#802 SPECIAL NEEDS TRANSPORTATION	#806 CIRCLE PARK TEEN INSTITUTE	#834 LOCAL TRANSPORTATION	#883 MEDICAID NURSING	#886 MEDICAID TRANSPORTATION
220 INSTRUCTIONAL STAFF SERVICES					
221 IMPROVEMENT OF INSTRUCTION CURRICULUM DEVELOPMENT					
100 SALARIES	\$0	\$0	\$0	\$0	\$0
200 EMPLOYEE BENEFITS	0	0	0	0	0
223 SUPERVISION OF SPECIAL PROGRAMS					
400 SUPPLIES AND MATERIALS	0	0	0	0	0
224 IMPROVEMENT OF INSTRUCTION-INSERVICE AND STAFF TRAINING					
300 PURCHASED SERVICES	0	0	0	0	0
250 FINANCE AND OPERATIONS SERVICES					
255 STUDENT TRANSPORTATION (STATE MANDATED)					
300 PURCHASED SERVICES	0	0	2,141	0	0
400 SUPPLIES AND MATERIALS	0	0	12,554	0	0
TOTAL SUPPORT SERVICES	<u>0</u>	<u>2,667</u>	<u>14,695</u>	<u>22,368</u>	<u>0</u>
300 COMMUNITY SERVICES					
390 OTHER COMMUNITY SERVICES					
100 SALARIES	0	0	0	0	0
200 EMPLOYEE BENEFITS	0	0	0	0	0
TOTAL COMMUNITY SERVICES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
410 INTERGOVERNMENTAL EXPENDITURES					
414 MEDICAID PAYMENTS TO SCDE					
720 TRANSITS	0	0	0	8,197	0
419 PAYMENTS FROM NONEMPLOYER CONTRIBUTIONS					
720 TRANSITS	0	0	0	0	0
TOTAL INTERGOVERNMENTAL EXPENDITURES	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,197</u>	<u>0</u>
TOTAL EXPENDITURES	<u>0</u>	<u>2,667</u>	<u>14,695</u>	<u>30,565</u>	<u>0</u>
Excess (deficiency) of revenues over expenditures	275	(2,667)	(35)	0	0
Fund Balances - July 1, 2017	<u>0</u>	<u>2,667</u>	<u>5,960</u>	<u>0</u>	<u>27,436</u>
Fund Balances - June 30, 2018	<u>\$275</u>	<u>\$0</u>	<u>\$5,925</u>	<u>\$0</u>	<u>\$27,436</u>

Florence County School District No. 5
Other Special Revenue Programs
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#888 MEDICAID ADMINISTRATION	#889 MEDICAID PROFESSIONAL	#889 ECD CAPITAL PROJECTS	#990 FIRST STEPS	#994 PEBA NONEMPLOYER	TOTALS (MEMORANDUM ONLY)
REVENUES						
1000 REVENUE FROM LOCAL SOURCES						
1900 OTHER REVENUE FROM LOCAL SOURCES						
1930 MEDICAID	\$31,297	\$244,705	\$0	\$0	\$0	\$306,567
1990 MISCELLANEOUS LOCAL REVENUE						
1999 REVENUE FROM OTHER LOCAL SOURCES	0	0	0	19,374	0	34,034
TOTAL LOCAL SOURCES	31,297	244,705	0	19,374	0	340,601
3000 REVENUE FROM STATE SOURCES						
3100 RESTRICTED STATE FUNDING						
3190 MISCELLANEOUS RESTRICTED STATE GRANTS						
3199 OTHER RESTRICTED STATE GRANTS	0	0	0	0	0	275
3900 OTHER STATE REVENUE						
3994 NONEMPLOYER CONTRIBUTION REVENUES	0	0	0	0	94,765	94,765
TOTAL STATE SOURCES	0	0	0	0	94,765	95,040
4000 REVENUE FROM FEDERAL SOURCES						
4300 ELEMENTARY AND SECONDARY EDUCATION ACT OF 1965 (ESEA)						
4310 TITLE ONE, BASIC STATE GRANTS	0	0	0	0	0	11,571
4312 RURAL AND LOW-INCOME SCHOOL PROGRAM, TITLE VI	0	0	0	0	0	27,057
4341 LANGUAGE INSTRUCTION FOR LIMITED ENGLISH PROFICIENT	0	0	0	0	0	1,455
4351 IMPROVING TEACHER QUALITY	0	0	0	0	0	49,038
4500 PROGRAMS FOR CHILDREN WITH DISABILITIES						
4510 INDIVIDUALS WITH DISABILITIES EDUCATION ACT (IDEA)	0	0	0	0	0	10,523
TOTAL FEDERAL SOURCES	0	0	0	0	0	99,644
TOTAL REVENUE ALL SOURCES	31,297	244,705	0	19,374	94,765	535,285
EXPENDITURES						
100 INSTRUCTION						
110 GENERAL INSTRUCTION						
112 PRIMARY PROGRAMS						
400 SUPPLIES AND MATERIALS	0	0	0	0	0	11,571
113 ELEMENTARY PROGRAMS						
100 SALARIES	0	0	0	0	0	29,912
200 EMPLOYEE BENEFITS	0	0	0	0	0	9,218
400 SUPPLIES AND MATERIALS	0	0	0	0	0	6,857
114 HIGH SCHOOL PROGRAMS						
300 PURCHASED SERVICES	0	0	0	0	0	20,200

Florence County School District No. 5
Other Special Revenue Programs
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#888 MEDICAID ADMINISTRATION	#889 MEDICAID PROFESSIONAL	#889 ECD CAPITAL PROJECTS	#990 FIRST STEPS	#994 PEBA NONEMPLOYER	TOTALS (MEMORANDUM ONLY)
120 EXCEPTIONAL PROGRAMS						
122 TRAINABLE MENTALLY HANDICAPPED						
100 SALARIES	\$0	\$29,412	\$0	\$0	\$0	\$29,412
200 EMPLOYEE BENEFITS	0	7,852	0	0	0	7,852
300 PURCHASED SERVICES	0	61,035	0	0	0	61,035
126 SPEECH HANDICAPPED						
100 SALARIES	0	15,763	0	0	0	16,763
200 EMPLOYEE BENEFITS	0	45,635	0	0	0	45,902
130 PRE-SCHOOL PROGRAMS						
139 EARLY CHILDHOOD PROGRAMS						
100 SALARIES	0	0	0	13,350	0	13,350
200 EMPLOYEE BENEFITS	0	0	0	2,700	0	2,700
300 PURCHASED SERVICES	0	0	0	1,574	0	1,574
400 SUPPLIES AND MATERIALS	0	0	0	1,750	0	1,750
170 SUMMER SCHOOL PROGRAMS						
175 INST'L PROGRAMS BEYOND REGULAR SCHOOL DAY						
100 SALARIES	0	0	0	0	0	3,483
200 EMPLOYEE BENEFITS	0	0	0	0	0	930
180 ADULT/CONTINUING EDUCATION PROGRAMS						
183 ADULT ENGLISH LITERACY (ESL)						
100 SALARIES	0	0	0	0	0	900
200 EMPLOYEE BENEFITS	0	0	0	0	0	196
400 SUPPLIES AND MATERIALS	0	0	0	0	0	359
TOTAL INSTRUCTION	0	159,697	0	19,374	0	263,964
200 SUPPORT SERVICES						
210 PUPIL SERVICES						
212 GUIDANCE SERVICES						
100 SALARIES	0	0	0	0	0	2,667
213 HEALTH SERVICES						
100 SALARIES	17,611	0	0	0	0	33,664
200 EMPLOYEE BENEFITS	2,759	0	0	0	0	9,074
400 SUPPLIES AND MATERIALS	2,461	0	0	0	0	2,461
214 PSYCHOLOGICAL SERVICES						
100 SALARIES	0	13,175	0	0	0	13,175
200 EMPLOYEE BENEFITS	0	3,507	0	0	0	3,507
400 SUPPLIES AND MATERIALS	0	94	0	0	0	94

Florence County School District No. 5
Other Special Revenue Programs
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

	#888 MEDICAID ADMINISTRATION	#889 MEDICAID PROFESSIONAL	#889 ECD CAPITAL PROJECTS	#990 FIRST STEPS	#994 PEBA NONEMPLOYER	TOTALS (MEMORANDUM ONLY)
220 INSTRUCTIONAL STAFF SERVICES						
221 IMPROVEMENT OF INSTRUCTION CURRICULUM DEVELOPMENT						
100 SALARIES	\$0	\$3,893	\$0	\$0	\$0	\$3,893
200 EMPLOYEE BENEFITS	0	1,309	0	0	0	1,309
223 SUPERVISION OF SPECIAL PROGRAMS						
400 SUPPLIES AND MATERIALS	0	0	0	0	0	4,106
224 IMPROVEMENT OF INSTRUCTION-INSERVICE AND STAFF TRAINING						
300 PURCHASED SERVICES	0	0	0	0	0	5,802
250 FINANCE AND OPERATIONS SERVICES						
255 STUDENT TRANSPORTATION (STATE MANDATED)						
300 PURCHASED SERVICES	0	0	0	0	0	2,141
400 SUPPLIES AND MATERIALS	0	0	0	0	0	12,554
TOTAL SUPPORT SERVICES	<u>22,831</u>	<u>21,978</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>94,447</u>
300 COMMUNITY SERVICES						
390 OTHER COMMUNITY SERVICES						
100 SALARIES	6,739	0	0	0	0	6,739
200 EMPLOYEE BENEFITS	<u>1,727</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,727</u>
TOTAL COMMUNITY SERVICES	<u>8,466</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,466</u>
410 INTERGOVERNMENTAL EXPENDITURES						
414 MEDICAID PAYMENTS TO SCDE						
720 TRANSITS	0	63,030	0	0	0	71,227
419 PAYMENTS FROM NONEMPLOYER CONTRIBUTIONS						
720 TRANSITS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>94,765</u>	<u>94,765</u>
TOTAL INTERGOVERNMENTAL EXPENDITURES	<u>0</u>	<u>63,030</u>	<u>0</u>	<u>0</u>	<u>94,765</u>	<u>165,992</u>
TOTAL EXPENDITURES	<u>31,297</u>	<u>244,705</u>	<u>0</u>	<u>19,374</u>	<u>94,765</u>	<u>532,869</u>
Excess (deficiency) of revenues over expenditures	0	0	0	0	0	2,416
Fund Balances - July 1, 2017	<u>0</u>	<u>0</u>	<u>678,447</u>	<u>0</u>	<u>0</u>	<u>715,756</u>
Fund Balances - June 30, 2018	<u>\$0</u>	<u>\$0</u>	<u>\$678,447</u>	<u>\$0</u>	<u>\$0</u>	<u>\$718,172</u>

Florence County School District No. 5
Special Revenue Fund
SUMMARY SCHEDULE FOR DESIGNATED STATE RESTRICTED GRANTS
Year Ended June 30, 2018

Subfund	Revenue	Programs	Revenues	Expenditures	Special Revenue Interfund Transfers In/(Out)	Other Fund Transfers In/(Out)	Special Revenue Fund Carryover
903	3183	Teacher Recruitment & Retention	\$0	\$22,169	\$0	\$0	\$15,781
919	3193	Education License Plates	252	252	0	0	0
924	3134	Child Development Education Program (CDEP)	1,479	1,479	0	0	0
926	3177	Summer Reading Camps	0	2,356	0	0	19,969
928	3118	EEDA Career Specialists	188,612	205,007	0	0	10,928
935	3135	Reading Coaches	125,460	125,460	0	0	0
936	3136	Student Health and Fitness - Nurses	27,192	27,192	0	0	0
937	3127	Student Health and Fitness - PE Teachers	11,927	11,927	0	0	0
939	3393	Capital Improvement	247,181	247,181	0	0	0
963	3630	K-12 Technology Initiative	0	11,169	0	0	0
968	3655	Classroom Libraries	12,800	7,885	0	0	4,915
			<u>\$614,903</u>	<u>\$662,077</u>	<u>\$0</u>	<u>\$0</u>	<u>\$51,593</u>

Florence County School District No. 5
Education Improvement Act
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL PROGRAMS
Year Ended June 30, 2018

REVENUES

3000 Revenue from state sources	
3500 Education improvement act	
3502 ADEPT	\$1,280
3507 Aid to districts - technology	24,016
3511 Professional development	12,967
3518 Adoption list of formative assessment	6,224
3519 Grade 10 assessments	5,508
3526 Refurbishment of K-8 science kits	13,724
3528 Industry certifications/credentials	22,997
3529 Career and technology education	50,000
3532 National board salary supplement	125,022
3533 Teacher of the year awards	1,077
3538 Students at risk of school failure	149,338
3541 Child Development Education Programs (CDEP)-Full Day 4K	172,458
3550 Teacher salary increase	269,050
3555 Teacher salary fringe	43,571
3557 Summer Reading	12,021
3558 Reading	6,289
3577 Teacher supplies	27,775
3593 Capital improvement plan	915,920
3595 EEDA supplies and materials	2,634
3597 Aid to Districts	22,766
	<hr/>
TOTAL REVENUES	1,884,637
	<hr/>

EXPENDITURES

100 Instruction	
110 General instruction	
111 Kindergarten programs	
100 Salaries	7,500
200 Employee benefits	1,947
	<hr/>
	9,447
	<hr/>
112 Primary programs	
100 Salaries	34,707
200 Employee benefits	8,887
400 Supplies and materials	22,685
	<hr/>
	66,279
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Florence County School District No. 5
 Education Improvement Act
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - ALL PROGRAMS
 Year Ended June 30, 2018

113 Elementary programs	
100 Salaries	\$62,733
200 Employee benefits	22,297
300 Purchased services	6,224
400 Supplies and materials	14,262
	<u>105,516</u>
114 High school programs	
100 Salaries	85,661
200 Employee benefits	38,231
300 Purchased services	5,508
400 Supplies and materials	8,250
	<u>137,650</u>
115 Career and technology education programs	
400 Supplies and materials	18,660
500 Capital outlay	24,848
	<u>43,508</u>
120 Exceptional programs	
122 Trainable mentally handicapped	
100 Salaries	63,789
200 Employee benefits	25,115
400 Supplies and materials	29,920
	<u>118,824</u>
140 Special programs	
147 CDEP	
100 Salaries	109,008
200 Employee benefits	61,256
300 Purchased services	618
400 Supplies and materials	1,577
	<u>172,459</u>
170 Summer School program	
175 Instructional programs beyond regular school days	
100 Salaries	7,643
200 Employee Benefits	2,662
300 Purchased services	145
400 Supplies and materials	1,571
	<u>12,021</u>
180 Adult/continuing education programs	
188 Parenting Family literacy	
100 Salaries	12,409
200 Employee benefits	6,715
400 Supplies and materials	486
	<u>19,610</u>
TOTAL INSTRUCTION	<u>685,314</u>

Florence County School District No. 5
Education Improvement Act
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL PROGRAMS
Year Ended June 30, 2018

200 Support services	
210 Pupil services	
212 Guidance services	
400 Supplies and materials	\$1,600
	<u>1,600</u>
220 Instructional staff services	
221 Improvement of instruction-curriculum development	
100 Salaries	1,280
500 Capital Outlay	24,016
	<u>25,296</u>
223 Supervision of special programs	
100 Salaries	4,695
200 Employee benefits	1,797
	<u>6,492</u>
224 Improvement of instruction - in-service and staff training	
300 Purchased services	16,650
	<u>16,650</u>
250 Finance and Operations	
254 Operation and maintenance	
500 Capital Outlay	80,343
	<u>80,343</u>
270 Pupil activity support services	
271 Pupil service activities	
400 Supplies and materials	491
	<u>491</u>
TOTAL SUPPORT SERVICES	<u>130,872</u>
TOTAL EXPENDITURES	<u>816,186</u>
Excess/(Deficiency) of revenues over expenditures	<u>1,068,451</u>
OTHER FINANCING SOURCES (USES)	
Interfund Transfers, From (To) Other Funds	
420-710 Transfer to general fund	(312,621)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(312,621)</u>
Excess/(Deficiency) of revenues over expenditures and other sources (uses)	755,830
FUND BALANCE - July 1, 2017	<u>121,589</u>
FUND BALANCE - June 30, 2018	<u><u>\$877,419</u></u>

Florence County School District No. 5
Education Improvement Act
SUMMARY SCHEDULE BY PROGRAM
Year Ended June 30, 2018

	Revenues	Expenditures	EIA Fund Transfers In (Out)	Other Fund Transfers In (Out)	EIA Fund Balances- (Carryover)
3502 ADEPT	\$1,280	\$1,280	\$0	\$0	\$0
3507 Aid to districts - technology	24,016	24,016	0	0	0
3511 Professional development	12,967	13,840	0	0	0
3512 Technology professional development	0	128	0	0	0
3518 Adoption list of formative assessment	6,224	6,224	0	0	0
3519 Grade 10 assessments	5,508	5,508	0	0	0
3526 Refurbishment of K-8 science kits	13,724	17,269	0	0	10,271
3528 Industry certifications/credentials	22,997	0	0	0	22,997
3529 Career and technology education	50,000	50,000	0	0	0
3532 National board salary supplement	125,022	125,022	0	0	0
3533 Teacher of the year awards	1,077	1,077	0	0	0
3535 Reading coaches	0	2,682	0	0	2,013
3538 Students at risk of school failure	149,338	149,338	0	0	0
3541 Child Development Education Programs (CDEP)	172,458	172,458	0	0	0
3550 Teacher salary increase	269,050	0	0	(269,050)	0
3555 Teacher salary fringe	43,571	0	0	(43,571)	0
3557 Summer Reading	12,021	12,021	0	0	0
3558 Reading	6,289	6,289	0	0	0
3577 Teacher supplies	27,775	27,775	0	0	0
3587 IDEA Tier I	0	96,550	0	0	0
3593 Capital improvement plan	915,920	80,343	0	0	835,577
3595 EEDA supplies and materials	2,634	1,600	0	0	6,561
3597 Aid to Districts	22,766	22,766	0	0	0
TOTAL	<u>\$1,884,637</u>	<u>\$816,186</u>	<u>\$0</u>	<u>(\$312,621)</u>	<u>\$877,419</u>

Florence County School District No. 5
Debt Service Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

REVENUES

1000 Revenue from local sources	
1200 Revenues from local governmental units other than LEAs	
1210 Ad valorem taxes including delinquent (dependent)	\$286,006
1240 Penalties & Interest on Taxes (dependent)	937
1280 Revenue in lieu of taxes (dependent & independent)	21,707
1500 Earnings on investments	
1510 Interest on investments	2,164
TOTAL LOCAL SOURCES	<u>310,814</u>

3000 Revenue from state sources	
3800 State revenue in lieu of taxes	
3820 Homestead exemption (Tier 2)	17,574
3830 Merchant's inventory tax	3,434
3840 Manufacturers Depreciation Reimbursement	813
3890 Other State property tax revenue	1,510
TOTAL STATE SOURCES	<u>23,331</u>

TOTAL REVENUE ALL SOURCES	<u>334,145</u>
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EXPENDITURES

500 Debt service	
610 Redemption of principal	488,550
620 Interest	19,348
TOTAL EXPENDITURES	<u>507,898</u>

Excess/(Deficiency) of revenues over expenditures	<u>(173,753)</u>
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OTHER FINANCING SOURCES (USES)

Interfund Transfers, From (To) Other Funds	
5210 Transfer from general fund	3,902
TOTAL OTHER FINANCING SOURCES (USES)	<u>3,902</u>

Excess/(Deficiency) of revenue over expenditures and other financing sources (uses)	(169,851)
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FUND BALANCE - July 1, 2017	<u>288,344</u>
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FUND BALANCE - June 30, 2018	<u><u>\$118,493</u></u>
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Florence County School District No. 5
Capital Projects Fund
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2018

REVENUES

1000 Revenue from local sources	
1900 Other revenue from local sources	
1990 Miscellaneous local revenue	
1993 Receipt of insurance proceeds	\$55,408
TOTAL LOCAL SOURCES	<u>55,408</u>

TOTAL REVENUE ALL SOURCES	<u>55,408</u>
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EXPENDITURES

200 Support services	
220 Instruction staff services	
221 Improvement of Instruction Curriculum Development:	
500 Capital outlay	261,055
250 Finance and operations services	
253 Facilities acquisition and construction	
300 Purchased services	581,574
530 Improvements other than buildings	53,876
254 Operation and maintenance of plant	
300 Purchased services	<u>56,989</u>
TOTAL EXPENDITURES	<u>953,494</u>

Excess/(Deficiency) of revenues over expenditures	(898,086)
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FUND BALANCE - July 1, 2017	<u>996,455</u>
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FUND BALANCE - June 30, 2018	<u><u>\$98,369</u></u>
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Florence County School District No. 5
Food Service Fund
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year Ended June 30, 2018

REVENUES

1000 Revenue from local sources	
1600 Food service	
1610 Lunch sales to pupils	\$18,326
1620 Breakfast sales to pupils	1,346
1630 Special sales to pupils	27,246
1640 Lunch sales to adults	10,042
1650 Breakfast sales to adults	116
1660 Special sales to adults	3,602
TOTAL REVENUE FROM LOCAL SOURCES	<u>60,678</u>

3000 Revenue from state sources	
3100 Restricted state funding	
3140 School lunch	
3142 Program aid	68
3900 Other state revenue	
3999 Revenue from other state sources	116
TOTAL STATE SOURCES	<u>184</u>

4000 Revenue from federal sources	
4800 USDA reimbursement	
4810 School lunch and after school snacks program	435,816
4830 School breakfast program	149,794
4900 Other federal sources	
4991 USDA commodities (food distribution program)	51,048
TOTAL FEDERAL SOURCES	<u>636,658</u>

TOTAL REVENUE ALL SOURCES	<u>697,520</u>
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EXPENSES

250 Finance and operations	
256 Food Service	
100 Salaries	255,328
200 Employee benefits	48,039
300 Purchased services	10,996
400 Supplies and materials	351,754
500 Capital outlay	14,121
600 Other objects	8,021
TOTAL FOOD SERVICE EXPENSES	<u>688,259</u>

Excess/(Deficiency) of revenues over expenses	<u>9,261</u>
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Florence County School District No. 5
Food Service Fund
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
Year Ended June 30, 2018

OTHER FINANCING SOURCES (USES)	
Interfund Transfers, From (To) Other Funds	
432-791 Food service fund indirect costs	<u>(\$42,394)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(42,394)</u>
Excess/(Deficiency) of revenues over expenses and other financing sources (uses)	(33,133)
RETAINED EARNINGS - July 1, 2017	<u>94,890</u>
RETAINED EARNINGS - June 30, 2018	<u><u>\$61,757</u></u>

Florence County School District No. 5
Pupil Activity Funds
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN
DUE TO STUDENT GROUPS
Year Ended June 30, 2018

	701 Elementary	702 Middle	703 High	Total
RECEIPTS				
1000 Receipts from local sources				
1500 Earnings on investments				
1510 Interest on investments	\$19	\$28	\$43	\$90
1700 Pupil activities				
1710 Admissions	0	2,096	111,961	114,057
1720 Bookstore sales	113,081	93,150	103,999	310,230
1730 Pupil organization membership dues and fees	0	135,197	6,188	141,385
TOTAL RECEIPTS FROM LOCAL SOURCES	<u>113,100</u>	<u>230,471</u>	<u>222,191</u>	<u>565,762</u>
DISBURSEMENTS				
100 Instruction				
190 Instructional pupil activity				
660 Pupil activity	26,937	49,394	58,263	134,594
200 Support services				
270 Support services pupil activity				
271 Pupil service activities				
660 Pupil activity	13,186	29,936	168,410	211,532
272 Enterprise activities				
660 Pupil activity	44,929	0	0	44,929
273 Trust and agency activities				
660 Pupil activity	42,603	149,963	11,998	204,564
TOTAL PUPIL ACTIVITY EXPENDITURES	<u>127,655</u>	<u>229,293</u>	<u>238,671</u>	<u>595,619</u>
Excess/(Deficiency) of receipts over disbursements	(14,555)	1,178	(16,480)	(29,857)
DUE TO STUDENT GROUPS - July 1, 2017	<u>36,905</u>	<u>43,286</u>	<u>65,541</u>	<u>145,732</u>
DUE TO STUDENT GROUPS - June 30, 2018	<u><u>\$22,350</u></u>	<u><u>\$44,464</u></u>	<u><u>\$49,061</u></u>	<u><u>\$115,875</u></u>

Florence County School District No. 5
LOCATION RECONCILIATION SCHEDULE
Year Ended June 30, 2018

LOCATION ID	LOCATION DESCRIPTION	EDUCATION LEVEL	COST TYPE	TOTAL EXPENDITURES
00	District Office	Non-Schools	Central	\$2,899,440
45	Johnsonville High	High School	School	3,646,790
47	Johnsonville Elementary	Elementary School	School	5,103,832
49	Johnsonville Middle	Middle School	School	3,795,356
TOTAL EXPENDITURES/DISBURSEMENTS FOR ALL FUNDS				<u>\$15,445,418</u>

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

General Fund	\$9,681,808
Special Revenue Fund	2,202,154
Special Revenue EIA Fund	816,186
Debt Service Fund	507,898
Capital Projects Fund	953,494
Food Service Fund	688,259
Trust and Agency Funds	<u>595,619</u>

TOTAL EXPENDITURES/DISBURSEMENTS FOR ALL FUNDS	<u>\$15,445,418</u>
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