

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
DUNCAN, SOUTH CAROLINA**

**FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
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To the Board of Trustees of
Spartanburg County School District Five
Duncan, South Carolina

Independent Auditor's Report

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Spartanburg County School District Five, as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and GAS, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund schedules, other schedules required by the South Carolina Department of Education, and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund schedules, other schedules required by the South Carolina Department of Education, 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund schedules, other schedules required by the South Carolina Department of Education, and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

To the Board of Trustees of
Spartanburg County School District Five
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Other Reporting Required by *Governmental Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2024, on our consideration of Spartanburg County School District Five's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Halliday, Schwartz & Co.

Spartanburg, South Carolina
November 15, 2024

**Spartanburg County School District Five
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2024**

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

Financial Highlights

- The general operating fund balance increased \$708,023 over last year.
- Due to conservative budgeting and a significant increase in the number of students, the General Fund state revenue received was \$5,883,635 more than budgeted.
- The revenue from local sources had a favorable variance of \$10,812,137. This favorable variance was mainly due to fee-in-lieu of taxes collections being \$8,719,202 more than budgeted.
- The District had a favorable expenditure variance of \$2,536,931. This favorable variance was mainly due to an over-estimate of employee salaries, fringe benefits and budgeted capital outlay.
- A total of \$22,349,100 more than budgeted was transferred to the Capital Projects Fund.
- At June 30, 2024, the available, unassigned fund balance for the General Fund was \$27,809,674 which is 19% of the total budgeted General Fund expenditures, including transfers, for fiscal year 2024-25.
- The District's net position increased by \$32,076,579. Program revenues accounted for \$75,946,123 or 39.2% of total revenues, and general revenues accounted for \$117,629,365 or 60.8%.
- Most of the construction projects approved with the November 2, 2021, referendum are nearing completion, while the renovations to James F. Byrnes High School continues.

Using the Basic Financial Statements

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

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

Reporting the District as a Whole

The Statement of Net Position and Statement of Activities

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

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

Reporting the District's Most Significant Funds

Fund Financial Statements

Our analysis of the District's major funds begins on page 8. The fund financial statements begin on page 14 and provide detailed information about the most significant funds—not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's two types of funds, governmental and fiduciary, use different accounting approaches as further described in the notes to the financial statements.

Governmental Funds

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

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Management of fiduciary funds is an auxiliary function of the District and is not necessarily related to the instructional and/or operational function of the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The District is the trustee, or fiduciary, for the Middle Tyger Community Center and First Steps of Spartanburg County and accounts for these activities in an agency fund. The District's fiduciary activities are reported in separate Statement of Fiduciary Net Position and Statement of Changes In Fiduciary Net Position on pages 18 and 19. The District ended its relationship with First Steps of Spartanburg County in March 2024.

Government-wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets/deferred outflows of resources exceeded liabilities/deferred inflows of resources by \$91,510,672 at the close of the most recent fiscal year.

Table 1 provides a summary of the School District's net position for FYE 2024 and 2023:

	Governmental Activities	
	2024	2023
Assets		
Current and Other Assets	\$ 220,985,621	\$ 198,372,229
Capital Assets	420,660,842	323,009,055
Total Assets	<u>641,646,463</u>	<u>521,381,284</u>
Deferred Outflows of Resources		
Deferred Outflows Related to Pensions	21,772,983	23,060,899
Deferred Outflows Related to OPEB	32,019,068	37,828,455
Total Deferred Outflows of Resources	<u>53,792,051</u>	<u>60,889,354</u>
Liabilities		
Current and Other Liabilities	31,370,846	33,047,376
Long-Term Liabilities	524,573,315	448,646,797
Total Liabilities	<u>555,944,161</u>	<u>481,694,173</u>
Deferred Inflows of Resources		
Deferred Inflows Related to Pensions	606,421	549,742
Deferred Inflows Related to OPEB	47,377,260	40,592,630
Total Deferred Inflows of Resources	<u>47,983,681</u>	<u>41,142,372</u>
Net Position		
Net Investment in Capital Assets	195,314,942	193,880,435
Restricted for:		
Pupil Activities	1,296,585	1,324,518
Debt Service	1,293,986	975,705
Food Service	16,120,759	17,235,904
Unrestricted (deficit)	(122,515,600)	(153,982,469)
Total Net Position	<u>\$ 91,510,672</u>	<u>\$ 59,434,093</u>

Table 2 shows the changes in net position for fiscal year 2024 and 2023:

	Governmental Activities	
	2024	2023
Revenues:		
Program Revenues:		
Charges for Services	\$ 3,581,806	\$ 3,844,165
Operating Grants	72,364,317	66,734,629
General Revenues:		
Property Taxes	88,913,852	79,439,682
Grants and Entitlements	21,372,765	19,954,687
Other	7,342,748	5,068,746
Total Revenues	<u>193,575,488</u>	<u>175,041,909</u>
Program Expenses:		
Instruction	90,084,605	84,760,942
Support Services	61,908,702	52,433,740
Community Services	377,039	378,634
Interest and Fiscal Charges	9,128,563	5,934,052
Total Expenses	<u>161,498,909</u>	<u>143,507,368</u>
Change in Net Position	32,076,579	31,534,541
Net Position- Beginning of Year	<u>59,434,093</u>	<u>27,899,552</u>
Net Position - End of Year	<u><u>\$ 91,510,672</u></u>	<u><u>\$ 59,434,093</u></u>

The District's Funds

The District's governmental funds (as presented on the balance sheet on page 14) reported a combined fund balance of \$192,628,022, which is more than last year's total of \$167,083,849.

Table 3 below indicates the fund balance and the total change in fund balances as of June 30, 2024, and 2023.

	Fund Balance Comparison		
	Fund Balance June 30, 2024	Fund Balance June 30, 2023	Increase (Decrease)
General	\$ 27,821,917	\$ 27,113,894	\$ 708,023
Special Revenue - Special Projects	1,296,585	1,324,518	(27,933)
Special Revenue - Food Service	1,293,986	975,705	318,281
Debt Service	15,959,459	17,061,500	(1,102,041)
Capital Projects	146,256,075	120,608,232	25,647,843
Total	\$ 192,628,022	\$ 167,083,849	\$ 25,544,173

As Table 4 below illustrates, the largest portions of General Fund expenditures are for salaries and fringe benefits.

	General Fund Expenditures By Objects			
	Fiscal Year 2024		Fiscal Year 2023	
	Expenditures	Percent	Expenditures	Percent
Salary and Wages	\$ 70,818,839	58.0%	\$ 62,048,650	58.9%
Fringe Benefits	32,765,871	26.8%	27,334,549	25.9%
Purchased Services	9,746,071	8.0%	8,573,825	8.1%
Supplies and Materials	6,595,760	5.4%	4,895,781	4.6%
Capital Outlay	1,608,382	1.3%	1,787,712	1.7%
Miscellaneous	619,996	0.5%	772,249	0.8%
Total	\$ 122,154,919	100.0%	\$ 105,412,766	100.0%

The special revenue funds and Education Improvement Act funds are used to account for the proceeds and expenditures that are legally restricted for specified purposes.

General Fund Budget Information

The General Fund schedule of revenues, expenditures and changes in fund balance is presented in Schedule 4 on page 55 of the financial statements. This schedule compares budget to actual and indicates the favorable and unfavorable variances.

The general operating fund balance increased \$708,023 over last year.

The revenue from local sources had a favorable variance of \$10,812,137. This favorable variance was mainly due to fee-in-lieu of taxes collections being \$8,719,202 more than budgeted.

The revenue from state sources had a favorable variance of \$5,883,635. This favorable variance was largely a result of an increase state revenue in lieu of taxes.

The District had a favorable variance in expenditures in the amount of \$2,536,931. This favorable variance was mainly due to an over-estimate of employee salary, fringe benefits and equipment expenditures.

The District was also able to transfer \$24,840,400 from the General Fund to the Capital Projects Fund to help fund school construction projects.

Capital Assets

Work on the construction projects approved in the November 2, 2021 referendum continues.

Debt

On July 15, 2015, the district issued \$18,200,000 in General Obligation Bonds to help fund the Byrnes High and Lyman Elementary expansions. At fiscal year-end, \$3,965,000 of the General Obligation Bonds were outstanding. On March 29, 2018, the district issued \$5,110,000 of Special Obligation Bonds to help fund the new Reidville Elementary construction. At fiscal year-end, \$2,580,000 of the Special Obligation Bonds were still outstanding. On January 25, 2022, the district issued \$100,000,000 in General Obligation Bonds to fund various construction projects approved by the 2021 bond referendum. At fiscal year-end, \$92,755,000 were still outstanding. On January 26, 2023, the district issued \$100,000,000 in General Obligation Bonds to additionally fund various construction projects approved by the 2021 bond referendum. At fiscal year-end, \$94,300,000 were still outstanding. On January 30, 2024, the district issued \$95,000,000 in General Obligation Bonds to additionally fund various construction projects approved by the 2021 bond referendum. At fiscal year-end, \$95,000,000 were still outstanding.

The net pension liability of the District at fiscal year-end, as required by GASB 68, was \$124,145,082. The net Other Post-employment Benefits Plan (OPEB) liability at fiscal year-end, as required by GASB 75, was \$86,121,164.

Factors Expected to have an Effect on Future Operations

The number of students the District serves has been increasing annually for over twenty five years, with the exception of FYE 2011. While the rate of student growth slowed for fiscal years 2010 through 2017 and again in 2021, the district experienced significant growth in fiscal years 2018, 2019, 2020, 2022 and 2023. The district will continue to closely monitor the number of students served.

Table 5 shows the students served, kindergarten through grade 12, for the past twenty-nine years:

Number of Students Served K-12

School Year	Number of Students	Number Increased	Percentage Increased
95-96	4,615		
96-97	4,801	186	4.0%
97-98	5,005	204	4.2%
98-99	5,195	190	3.8%
99-00	5,351	156	3.0%
00-01	5,487	136	2.5%
01-02	5,755	268	4.9%
02-03	5,858	103	1.8%
03-04	6,060	202	3.4%
04-05	6,291	231	3.8%
05-06	6,540	249	4.0%
06-07	6,806	266	4.1%
07-08	6,975	169	2.5%
08-09	7,336	361	5.2%
09-10	7,428	92	1.3%
10-11	7,321	(107)	-1.4%
11-12	7,397	76	1.0%
12-13	7,538	141	1.9%
13-14	7,692	154	2.0%
14-15	7,819	127	1.7%
15-16	7,838	19	0.2%
16-17	7,879	41	0.5%
17-18	8,241	362	4.6%
18-19	8,533	292	3.5%
19-20	8,816	283	3.3%
20-21	8,837	21	0.2%
21-22	9,511	674	7.6%
22-23	10,066	555	5.8%
23-24	10,333	267	2.7%
28 year increase		5,718	123.9%

* Based on 135-day Average Daily Membership K-12

In fiscal year 2015-16, the district had an outside firm assist in conducting a facilities and demographics study of the district. In fiscal year 2016-17, the District completed expansion projects at Byrnes High School and Lyman Elementary. The district completed construction on a new Reidville Elementary School to replace the existing school in August 2019. A ten-classroom expansion at Abner Creek Academy was completed in June 2020. An expansion of the parking lot and new baseball field at Byrnes High School was completed in the fall of 2020. Construction of a new softball field was completed in February 2021. In fiscal year 2019-20 the district had the outside firm update the facilities and demographic study. As a result, the District ordered a referendum be held on November 2, 2021 to ask voters permission to issue up to \$295,000,000 in general obligation bonds to be used for constructing a new elementary school, a new middle school, a new elementary school to replace Wellford Academy, renovate and expand Byrnes High School, expand Reidville Elementary, convert Berry Shoals Intermediate to an elementary school, to convert Beech Springs Intermediate to a middle school, and possibly purchase land for future school sites. The voters approved the referendum 84% to 16%. Construction is wrapping up on the referendum projects with the exception of the Byrnes High School renovation which continue for the next two years.

The financial report is designed to provide the School District's citizens, taxpayers, customers, and investors and creditors with a general overview of the School District's finances and to demonstrate the School District's accountability for the money it receives. If you have any questions about this report or need additional information, contact the Chief Financial Officer, PO Box 307, Duncan, South Carolina 29334.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
STATEMENT OF NET POSITION
JUNE 30, 2024**

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 5,482,245
Investments	75,113,941
Cash Held by County Treasurer	128,222,489
Taxes Receivable	8,351,612
Less Allowance for Uncollectibles	(2,630,734)
Accounts Receivable	2,094,633
Due from Custodial Funds	148,221
Due from State Department of Education	305,914
Due from Federal Government	3,870,762
Prepays	12,243
Inventory - Commodities	14,295
Capital Assets	
Non-Depreciable	266,421,976
Depreciable, net	154,238,866
Total Assets	641,646,463
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows Related to Pensions	21,772,983
Deferred Outflows Related to OPEB	32,019,068
Total Deferred Outflows of Resources	53,792,051
LIABILITIES	
Accounts Payable	16,783,590
Retainage Payable	4,783,812
Due to State Department of Education	16,584
Accrued Salaries, Health & Fringe	4,459,693
Unearned Revenue	1,186,461
Accrued Interest Payable	4,140,706
Noncurrent Liabilities	
Due Within One Year	11,560,000
Due in More Than One Year	302,747,069
Net Pension Liability - Due in More Than One Year	124,145,082
Net OPEB Liability - Due in More Than One Year	86,121,164
Total Liabilities	555,944,161
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows Related to Pensions	606,421
Deferred Inflows Related to OPEB	47,377,260
Total Deferred Inflows of Resources	47,983,681
NET POSITION	
Net Investment in Capital Assets	195,314,942
Restricted for:	
Pupil Activities	1,296,585
Food Service	1,293,986
Debt Service	16,120,759
Unrestricted	(122,515,600)
Total Net Position	\$ 91,510,672

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

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
PRIMARY GOVERNMENT:	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government Governmental Activities
Governmental Activities:				
Instruction	\$ 90,084,605	\$ 40,775	\$ 59,336,553	\$ (30,707,277)
Support Services	61,908,702	3,541,031	12,812,458	(45,555,213)
Community Services	377,039	-	215,306	(161,733)
Interest and Other Charges	9,128,563	-	-	(9,128,563)
TOTAL PRIMARY GOVERNMENT	161,498,909	3,581,806	72,364,317	(85,552,786)
GENERAL REVENUES:				
Property Taxes Levied for:				
General Purpose				69,565,506
Debt Service				19,348,346
Unrestricted State Grants				21,372,765
Unrestricted Investment Earnings				5,638,140
Contributions				12,072
Miscellaneous				1,617,582
Gain on Sale of Fixed Assets				74,954
Total General Revenues				117,629,365
CHANGE IN NET POSITION				32,076,579
NET POSITION - JULY 1, 2023				59,434,093
NET POSITION - JUNE 30, 2024				\$ 91,510,672

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

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024**

	Special Revenue Fund -						Total Governmental Funds
	General Fund	Special Projects	Educational Improvement Act	Food Service	Debt Service Fund	Capital Projects Fund	
ASSETS							
Cash and Cash Equivalents	\$ 4,313,850	\$ 1,165,496	\$ -	\$ 102	\$ -	\$ 2,797	\$ 5,482,245
Investments	-	-	-	-	-	75,113,941	75,113,941
Cash Held by County Treasurer	95,486,653	-	-	-	14,747,902	17,987,934	128,222,489
Taxes Receivable	7,669,310	-	-	-	682,302	-	8,351,612
Less Allowance for Uncollectibles	(2,254,368)	-	-	-	(376,366)	-	(2,630,734)
Accounts Receivable	1,999,804	25	-	94,804	-	-	2,094,633
Due from State Department of Education	-	305,914	-	-	-	-	305,914
Due from Federal Government	-	3,870,762	-	-	-	-	3,870,762
Due from Other Funds	4,155,978	131,089	315,709	1,199,080	1,066,921	67,555,442	74,424,219
Prepays	12,243	-	-	-	-	-	12,243
Inventory - Commodities	-	-	-	14,295	-	-	14,295
Total Assets	\$ 111,383,470	\$ 5,473,286	\$ 315,709	\$ 1,308,281	\$ 16,120,759	\$ 160,660,114	\$ 295,261,619

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES

Liabilities:							
Accounts Payable	\$ 16,783,590	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,783,590
Retainage Payable	-	-	-	-	-	4,783,812	4,783,812
Due to Other Funds	61,352,111	3,303,660	-	-	-	9,620,227	74,275,998
Due to State Department of Education	-	-	16,584	-	-	-	16,584
Accrued Salaries, Health & Fringe	4,459,693	-	-	-	-	-	4,459,693
Unearned Revenue	-	873,041	299,125	14,295	-	-	1,186,461
Total Liabilities	82,595,394	4,176,701	315,709	14,295	-	14,404,039	101,506,138
Deferred Inflows of Resources:							
Unavailable Revenues - Property Taxes	966,159	-	-	-	161,300	-	1,127,459

Fund Balances:

Nonspendable							
Prepays	12,243	-	-	-	-	-	12,243
Restricted							
Pupil Activities	-	1,296,585	-	-	-	-	1,296,585
Food Service	-	-	-	1,293,986	-	-	1,293,986
Debt Service	-	-	-	-	15,959,459	-	15,959,459
Capital Projects	-	-	-	-	-	93,101,875	93,101,875
Assigned	-	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	53,154,200	53,154,200
Unassigned	27,809,674	-	-	-	-	-	27,809,674
Total Fund Balances	27,821,917	1,296,585	-	1,293,986	15,959,459	146,256,075	192,628,022
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 111,383,470	\$ 5,473,286	\$ 315,709	\$ 1,308,281	\$ 16,120,759	\$ 160,660,114	\$ 295,261,619

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

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2024**

Total Governmental Fund Balances		\$ 192,628,022
Amounts reported for governmental activities on the statement of net position are different because of the following:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.		420,660,842
Taxes Receivable are not available to pay for current period expenditures and, therefore, are deferred in the funds.		1,127,459
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
Accrued interest payable	(4,140,706)	
Bond premium, net of amortization	(25,707,069)	
Bonds payable	(288,600,000)	
Net pension liability	(124,145,082)	
Net OPEB liability	<u>(86,121,164)</u>	(528,714,021)
Certain deferred outflows and inflows of resources are not available to use in the current period and, therefore, are not reported in the funds:		
Deferred outflows related to pensions	21,772,983	
Deferred outflows related to OPEB	32,019,068	
Deferred inflows related to pensions	(606,421)	
Deferred inflows related to OPEB	<u>(47,377,260)</u>	<u>5,808,370</u>
Net Position of Governmental Activities		<u><u>\$ 91,510,672</u></u>

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

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Special Revenue Fund -							Total Governmental Funds
	General Fund	Special Projects	Educational Improvement Act	Food Service	Debt Service Fund	Capital Projects Fund		
REVENUES								
Local Property Taxes	\$ 69,869,406	\$ -	\$ -	\$ -	\$ 19,187,046	\$ -	\$ -	\$ 89,056,452
Other Local	2,036,018	4,568,541	-	396,100	356,888	3,492,055	3,492,055	10,849,602
Total Local	71,905,424	4,568,541	-	396,100	19,543,934	3,492,055	3,492,055	99,906,054
Intergovernmental	428,914	-	-	-	-	-	-	428,914
State Sources	66,183,317	656,149	10,568,526	-	1,199,503	-	-	78,607,495
Federal Sources	-	9,012,082	-	5,688,590	-	-	-	14,700,672
Total Revenues	138,517,655	14,236,772	10,568,526	6,084,690	20,743,437	3,492,055	3,492,055	193,643,135
EXPENDITURES								
Current								
Instruction	75,725,693	6,477,244	1,713,398	-	-	-	-	83,916,335
Support Services	44,348,124	5,505,081	128,194	5,736,317	-	6,404,008	-	62,121,724
Community Services	55,039	306,034	-	-	-	-	-	361,073
Intergovernmental	417,681	90,949	-	-	-	-	-	508,630
Debt Service	-	-	-	-	-	-	-	-
Principal	-	-	-	-	13,140,000	-	-	13,140,000
Interest	-	-	-	-	8,697,965	-	-	8,697,965
Other Objects	-	-	-	-	7,513	646,113	-	653,626
Capital Outlay	1,608,382	1,362,963	138,314	30,413	-	98,025,275	-	101,165,347
Total Expenditures	122,154,919	13,742,271	1,979,906	5,766,730	21,845,478	105,075,396	105,075,396	270,564,700
Excess (Deficiency) of Revenues Over Expenditures	16,362,736	494,501	8,588,620	317,960	(1,102,041)	(101,583,341)	(101,583,341)	(76,921,565)
OTHER FINANCING SOURCES (USES)								
Premium on Bonds Sold	-	-	-	-	-	7,390,784	-	7,390,784
Proceeds of Debt Obligations	-	-	-	-	-	95,000,000	-	95,000,000
Sale of Capital Assets	74,633	-	-	321	-	-	-	74,954
Transfers In	9,111,054	298,537	-	-	-	24,840,400	-	34,249,991
Transfers Out	(24,840,400)	(820,971)	(8,588,620)	-	-	-	-	(34,249,991)
Total Other Financing Sources (Uses)	(15,654,713)	(522,434)	(8,588,620)	321	-	127,231,184	-	102,465,738
Net Change in Fund Balances	708,023	(27,933)	-	318,281	(1,102,041)	25,647,843	25,647,843	25,544,173
FUND BALANCE - JULY 1, 2023	27,113,894	1,324,518	-	975,705	17,061,500	120,608,232	120,608,232	167,083,849
FUND BALANCE - JUNE 30, 2024	\$ 27,821,917	\$ 1,296,585	\$ -	\$ 1,293,986	\$ 15,959,459	\$ 146,256,075	\$ 146,256,075	\$ 192,628,022

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

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

TOTAL NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 25,544,173

Amounts reported for governmental activities in the statements of activities are different because of the following:

Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding debt on the statement of activities. (1,111,651)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. The issuance of long-term debt increases long-term liabilities on the statement of net position and the repayment of principal on long-term debt reduces long-term debt on the statement of net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized over the term of the long-term debt in the statement of activities.

Principal payments on long-term debt	13,140,000	
Bond premium	(7,390,784)	
Amortization of bond premium	1,334,679	7,083,895

Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. (95,000,000)

Governmental funds report capital outlay as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital outlay	104,125,563	
Depreciation expense	(6,473,776)	97,651,787

The cost of pension benefits earned, net of employee contributions, is reported in the Statement of Activities as an element of pension expense. The governmental funds report pension contributions as expenditures. (2,853,115)

The cost of OPEB benefits, earned net of employee contributions, is reported in the statement of activities as an element of OPEB expense. The governmental funds report OPEB contributions as expenditures. 426,515

Revenues reported on the statement of activities do not provide current financial resources and, therefore, are not reported as revenues in governmental funds.

Taxes receivable	(142,600)	
Non-employer contributions related to Pensions	461,949	
Non-employer contributions related to OPEB	15,626	334,975

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 32,076,579**

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

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2024

	<u>CUSTODIAL FUNDS</u>
ASSETS	
Accounts Receivable	\$ 149,474
Total Assets	<u>149,474</u>
LIABILITIES	
Due to General Fund	<u>148,221</u>
Total Liabilities	<u>148,221</u>
NET POSITION	
Unrestricted	<u>1,253</u>
Total Net Position	<u>\$ 1,253</u>

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

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	CUSTODIAL FUNDS
ADDITIONS	
Payments from Nonprofit Entities	\$ 4,005,579
Total Additions	4,005,579
 DEDUCTIONS	
Salaries	2,134,890
Employee Benefits	948,637
Purchased Services	4,874
Supplies and Materials	1,857
Total Deductions	3,090,258
Net increase (decrease) in fiduciary net position	915,321
NET POSITION - JULY 1, 2023	(914,068)
NET POSITION - JUNE 30, 2024	\$ 1,253

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

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Spartanburg County School District Five (“the District”) is located between Greenville and Spartanburg in the western area of Spartanburg County. The District is one of seven (7) school districts in Spartanburg County. The District encompasses a land area of approximately 113 square miles and is bound by Spartanburg County School District One to the northwest, Spartanburg County School District Four to the south, Spartanburg County School District Six to the east, and Greenville County to the west. The District includes four incorporated small towns: Duncan, Lyman, Wellford, and Reidville, as well as the unincorporated town of Startex.

For financial reporting purposes, the District includes all funds and account groups that are controlled by or financially dependent upon the District. Control or financial dependence was determined on the basis of obligation of the District to finance deficits, guarantee of debt, selection of governing authority, approval of budget, authority to make a public levy, ownership of assets, and scope of public service and special financing relationships where there was only partial or no oversight responsibility.

The District’s financial statements are prepared in accordance with U.S. generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP and used by the District are discussed below.

B. Basic Financial Statements - Government-Wide Statements

Government-wide Financial Statements - The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The government-wide financial statements are prepared using the economic resources measurement focus. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide financial statements and the governmental funds financial statements.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the governmental activities of the District. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. Program revenues include amounts paid by the recipient of goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. All taxes and revenues not classified as program revenues are presented as general revenues of the District.

C. Basic Financial Statements - Fund Financial Statements

Fund financial statements report detailed information about the District. Their focus is on major funds rather than reporting funds by type. Each major governmental fund is presented in a separate column, and all nonmajor funds are aggregated into one column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. Fiduciary funds are accounted for using the economic resources measurement focus.

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

C. Basic Financial Statements - Fund Financial Statements - Continued

The District's accounts are maintained on the basis of funds, each of which is considered a separate accounting entity. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to specific District functions or activities. The operation of each fund is accounted for within a separate set of self-balancing accounts.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The following are the District's major governmental funds:

General Fund (Major Fund) - The General Fund is the District's primary operating fund. It accounts for all activities except those required to be accounted for in other funds.

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

- 1) Special Projects - is used to account for financial resources provided by federal and state grants; and is used to account for student admissions, organization memberships, bookstore sales, and other related receipts and disbursements.
- 2) Education Improvement Act (EIA) - is used to account for the proceeds of the additional one percent sales and use tax revenues that are legally restricted to expenditures for the South Carolina Education Improvement Act of 1984 standards.
- 3) Food Service - is used to account for cafeteria operations at school locations. The fund is financed by user charges and subsidized by USDA school lunch and breakfast programs.

Debt Service Fund (Major Fund) - The 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.

Capital Projects Fund (Major Fund) - The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Additionally, the District reports the following fund type:

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and custodial funds. The District's only fiduciary funds are custodial funds:

- 1) Middle Tyger Community Center Funds - is used to account for the expenditures related to Middle Tyger Community Center (MTCC) and the reimbursement of those funds from MTCC to the District.
- 2) First Steps Fund - is used to account for the expenditures related to First Steps and the reimbursement of those funds from First Steps to the District.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

C. Measurement Focus and Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. The government-wide financial statements are reported using the accrual basis of accounting and the fund financial statements are prepared using either the modified accrual basis of accounting for the governmental funds or the accrual basis of accounting for fiduciary funds.

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recognized in the accounting period when they become both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period of the District is sixty days after year-end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been met. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

In applying the “susceptible to accrual concept” under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, investment earnings, tuition, grants, and student fees.

Unearned Revenue

The District reports unearned revenue on its statement of net position and governmental funds balance sheet. In both the government-wide and governmental fund statements, taxes received that are “intended to finance” a future period are reported as unearned revenue. In subsequent periods, the liability for deferred revenue is removed from the statement of net position and governmental funds balance sheet and revenue is recognized.

Expenditures/Expenses

On the accrual basis of accounting, expenses are recorded at the time they are incurred. The measurement focus of governmental fund accounting is on the flow of current financial resources. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred except for (1) principal and interest on general long-term debt, which are recorded when due, and (2) the costs of accumulated unpaid vacation and sick leave, which are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees.

D. Budget

The District adopts an annual budget for the General Fund at the beginning of each fiscal year. The District's Superintendent submits to the Board of Trustees an operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them. Any revisions to transfer budgeted amounts between functions or that alter the total expenditures of the General Fund must be approved by the Board of Trustees. Formal budgetary integration is employed as a management control device during the year for the General Fund. Budgeted amounts are as amended. The District reports the annual budget of all funds on the modified accrual basis of accounting. Budgeted General Fund appropriations lapse at fiscal year-end.

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

E. Deposits

State statutes authorize the District to invest in (1) obligations of the United States and its agencies, (2) general obligations of the State of South Carolina and its subdivisions, (3) savings and loan associations to the extent of federal insurance, (4) certificates of deposit collaterally secured, and (5) the State Treasurer's Investment Pool.

F. Cash Held by County Treasurer

The Spartanburg County Treasurer, fiscal agent for the District, receives local, state, and federal monies from residents within the District and from the South Carolina Department of Education. The monies held by the County Treasurer are uninsured but collateralized with government investments held by the pledging institution's agent in the name of Spartanburg County. Market value approximates the cost of the investments. These monies are remitted to the District once a claim has been presented to the Spartanburg County Treasurer.

G. Taxes Receivable

Taxes receivable represents delinquent taxes being processed for collection by the Spartanburg County Delinquent Tax Office, originally assessed for the District. Thirty percent of the delinquent taxes delivered each year to the Delinquent Tax Office are estimated to be collectible; the remainder is considered to be uncollectible and, accordingly, an allowance for the uncollectible amounts has been recorded. Taxes receivable on the Statement of Financial Position represents \$5,008,989 of current taxes receivable and \$3,342,623 of delinquent taxes receivable.

H. Ad Valorem Taxes

The District's property taxes (except vehicles) are levied by the Spartanburg County Auditor each fall on the assessed valuation of the property located in the District as of the preceding January 1. The tax books are open for collection on September 1, with the first penalty of 3% applied to payments made after January 15, the due date. An additional penalty of 7% is charged for payments made after January 31. Uncollected property taxes attach as an enforceable lien on January 1. Uncollected property taxes as of March 15 are transferred to the Spartanburg County Delinquent Tax Collector at which time an additional 5% penalty is assessed. Spartanburg County bills and collects the District's property taxes.

The assessed valuation of property in Spartanburg County for District Five for 2023 was \$396,390,595. In addition, the District billed fees in lieu of taxes on assessed values of \$171,396,048. The District's operating tax rate is currently 164.3 mils with an additional 32.6 mils for debt retirement.

I. Inventory and Prepays

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund inventories are recorded as expenditures when consumed rather than when purchased.

The cost of prepaids is recorded as expenditures/expenses when consumed rather than when purchased.

J. Capital Assets and Depreciation

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their estimated acquisition cost as of the date received. The District follows the policy of not capitalizing assets with a cost of less than \$5,000, or bulk purchases less than \$500,000. The District does not possess any infrastructure.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

J. Capital Assets and Depreciation - Continued

All reported capital assets, except land and construction in progress, are depreciated. Construction projects are depreciated once they are complete, at which time the complete costs of the project are transferred to the appropriate capital asset category. Depreciation is computed using the straight-line method over the following useful lives:

Description	Useful Life
Land	Not depreciated
Construction in progress	Not depreciated
Buildings & improvements	10 - 50 years
Furniture & equipment	3 - 10 years

K. Interfund Transactions

Interfund transactions are reported either as loans, services provided, reimbursements, or transfers. Loans are reported as due to/from other funds, as appropriate, and are subject to elimination in the government-wide financial statements. Services provided are treated as revenues and expenditures. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers among governmental funds are eliminated in the government-wide financial statements.

L. Vacation and Sick Pay

The District allows teachers to accumulate a maximum of ninety days of sick leave. Accumulated sick leave is transferable to other school districts. During an illness, a teacher continues to receive full pay for each day of accumulated sick leave. If a teacher leaves the employment of the District, any unused sick leave is not paid. Because of the nonvesting of sick leave and other uncertainties, no estimate of any potential liability has been made.

Two weeks of vacation is given to all 12-month employees. Vacation is noncumulative and employees are not paid for unused vacation days. Therefore, no provision for liability has been made.

M. Accrued Liabilities and Long-term Debt

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

In general, accounts payable and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, payments made within sixty days after year-end are considered to have been made with currently available resources. Long-term debts paid from governmental funds are not recognized as a liability in the fund financial statements until due.

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

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

M. Accrued Liabilities and Long-term Debt - Continued

In the fund financial statements, governmental funds recognize bond premiums and discounts during the current period.

N. Deferred Outflows and Inflows of Resources

In the government-wide financial statements, in addition to assets and liabilities, separate sections for deferred outflows and deferred inflows of resources are reported. Deferred outflows of resources represent a consumption of net position that applies to future periods and will not be recognized as an expenditure until then. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized as revenue until that time. The District's deferred outflows and inflows of resources are related to pensions and OPEB, and deferred loss on refunding from prior years.

O. Retirement Plans

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions and pension expense, information about the fiduciary net position of the South Carolina Retirement Systems, and additions to/deductions from the SCRS' fiduciary net position have been determined on the accrual basis of accounting as they are reported by the SCRS 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.

P. Other Postemployment Benefit (OPEB) Plan

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

Q. Governmental Fund Balance Classifications

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District has classified inventories and prepaids as being nonspendable as these items are not expected to be converted to cash or are not expected to be converted to cash within the next current year.

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources through either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Q. Governmental Fund Balance Classifications - Continued

Committed: This classification includes amounts that can only be used for specific purposes pursuant to constraints determined by formal action of the government's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the government and the formal action they take that can commit fund balance is a majority vote (highest level of decision-making authority). These amounts cannot be used for any other purpose unless the Board of Trustees removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned: This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Trustees or an official to which the Board delegates authority. By a majority vote, the Board of Trustees has delegated this authority to the Superintendent. The authorization to assign fund balance can be found in the District's fund balance policy. This classification also includes the remaining positive fund balance for all governmental funds, except for the General Fund, as governed by the State Department of Education.

Unassigned: This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balances of any other governmental fund that cannot be eliminated by the offsetting of assigned fund balance amounts.

Spending Policy

The District would typically use restricted fund balances first, followed by committed resources and assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first and to defer the use of these other classified funds. Where applicable, these classifications are presented on the face of the governmental fund balance sheet.

Minimum Unassigned Fund Balance

The primary purpose of this reserve is to provide sufficient cash flow for daily needs, secure and maintain investment grade bond rating, offset revenue shortfalls, and provide for unforeseen expenditures related to emergencies. The Board of Trustees intends to maintain a fund balance ranging from 15 to 20% of the budgeted expenditures and outgoing transfers. Any excess over the minimum reserve may be transferred to the District building fund for facility needs or the debt service fund for repayment of debt. However, when unexpected obligations occur and the reserve falls below the desired minimum, the District will implement budget strategies to replenish the fund through the reduction of recurring expenditures or pursue increases in revenue or funding sources.

R. Net Position

Net position represents the difference between assets/deferred outflows of resources and liabilities/deferred inflows of resources. The 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 the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

S. Restricted Sources

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.

T. Estimates

The preparation of the financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

U. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the District carries commercial insurance. The District obtains its employee health and accident insurance through the South Carolina Office of Insurance Services, South Carolina Reserve Fund (the "Fund"), which is a public entity risk pool. The District pays premiums to the Fund for its employee health and accident insurance. The agreement for the formation of the Fund provides that the Fund will be self-sustaining through member premiums and will reinsure through commercial companies for each insured event.

The District obtains its general liability, property, and workmen's compensation insurance through the South Carolina School Boards Insurance Trust (the "Trust"), which is a public entity risk pool. The District pays premiums to the Trust for its workmen's compensation. The agreement for the formation of the Trust provides that the Trust will be self-sustaining through member premiums and will reinsure through commercial companies for each insured event.

The District continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

NOTE 2 - CASH AND INVESTMENTS

Cash

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District has no formal policy regarding custodial credit risk for deposits.

As of June 30, 2024, the District's cash deposits were as follows:

	Carrying Amount	Bank Balance
Demand Deposits	\$ 5,482,245	\$ 8,786,591

Of the District's bank balance, \$752,797 was covered by FDIC insurance; \$8,033,794 was collateralized by securities held by the pledging bank's trust department or agent, or held in the District's name.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 2 - CASH AND INVESTMENTS - CONTINUED

Investments

Investments measured and reported at fair value are classified within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs.

As of June 30, 2024, the District had the following Level 1 investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity</u>	<u>Rating</u>
State Treasurer's Investment Pool	\$ 75,113,941	<60 days	Not Rated

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 SC 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 SC Pool is a 2a7-like pool, which is not registered with the Securities and Exchange Commission (“SEC”) as an investment company but has a policy that it will operate in a manner consistent with the SEC’s Rule 2a7 of the Investment Company Act of 1940. Investments are carried at fair value and determined annually based upon quoted market prices in active markets for identical assets. The total fair value of the Pool is apportioned to the entities with funds invested on an equal basis for each share owned, which is acquired at a cost of \$1. Funds may be deposited by Pool participants at any time and may be withdrawn upon 24 hours’ notice.

Interest rate risk is the risk that the market value of securities in the portfolio will fall due to changes in the market interest rates. The District’s policy is to minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market, and investing operating funds primarily in shorter-term securities, liquid asset funds, money market funds, or similar investment pools and limiting the average maturity in accordance with the District’s cash requirements.

Custodial credit risk is the risk that, in the event of a failure of the counterparty, the District may not be able to recover the value of investments, or collateral securities that are in the possession of an outside party. The District’s policy is to minimize custodial credit risk by limiting investments to the types of securities allowed by law; and pre-qualifying the financial institutions, broker/dealer, intermediaries, and advisors with which the District will do business.

Concentration of credit risk is the risk of loss attributable to the magnitude of the District’s investment single issuer. This risk is mitigated by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized. The District’s policy is to minimize the concentration of credit risk by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 3 - CAPITAL ASSETS

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

	Balance at June 30, 2023	Additions	Deductions	Transfers	Balance at June 30, 2024
Governmental Activities					
Capital Assets, not Being Depreciated					
Land	\$ 24,142,533	\$ 259,977	\$ -	\$ -	\$ 24,402,510
Construction in progress	153,639,307	99,042,648	-	(10,662,489)	242,019,466
Total Capital Assets, not Being Depreciated	177,781,840	99,302,625	-	(10,662,489)	266,421,976
Capital Assets, Being Depreciated					
Buildings and improvements	233,256,020	310,499	-	10,662,489	244,229,008
Furniture and equipment	9,081,966	4,512,439	16,558	-	13,577,847
Total Capital Assets, Being Depreciated	242,337,986	4,822,938	16,558	10,662,489	257,806,855
Less Accumulated Depreciation					
Buildings and improvements	90,869,892	5,689,276	-	-	96,559,168
Furniture and equipment	6,240,879	784,500	16,558	-	7,008,821
Total Accumulated Depreciation	97,110,771	6,473,776	16,558	-	103,567,989
Capital Assets, Being Depreciated, Net	145,227,215	(1,650,838)	-	10,662,489	154,238,866
Governmental Activities Capital Assets, Net	\$323,009,055	\$97,651,787	\$ -	\$ -	\$420,660,842

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

Instruction	\$ 3,710,784
Support services	2,747,025
Community services	15,967
Total Depreciation Expense	\$ 6,473,776

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 4 - LONG-TERM OBLIGATIONS

The following is a summary of long-term obligations of the District for the fiscal year ended June 30, 2024:

	Amount Outstanding June 30, 2023	Additions	Deductions	Amount Outstanding June 30, 2024	Amounts Due in One Year
General Obligation Bonds	\$203,410,000	\$ 95,000,000	\$ 12,390,000	\$286,020,000	\$10,775,000
Special Obligation Bonds	3,330,000	-	750,000	2,580,000	785,000
	<u>206,740,000</u>	<u>95,000,000</u>	<u>13,140,000</u>	<u>288,600,000</u>	<u>11,560,000</u>
Plus: unamortized bond premium	19,650,964	7,390,784	1,334,679	25,707,069	-
	<u>\$226,390,964</u>	<u>\$102,390,784</u>	<u>\$ 14,474,679</u>	<u>\$ 314,307,069</u>	<u>\$ 11,560,000</u>

Long-term obligations at June 30, 2024, are comprised of the following individual issues:

	General Obligation Bonds	Special Obligation Bonds	Total
\$18,200,000 2015 General Obligation Bond due in annual installments of \$25,000 to \$3,965,000 through March 2025; interest rates from 2.00% to 5.00%.	\$ 3,965,000	\$ -	\$ 3,965,000
\$5,110,000 2018 Special Obligation Bond due in annual installments of \$245,000 to \$785,000 through June 2028; interest rates from 4.00% to 5.00%	-	2,580,000	2,580,000
\$100,000,000 2022 General Obligation Bond due in annual installments of \$625,000 to \$5,805,000 through March 2046; interest rates from 2.50% to 5.00%	92,755,000	-	92,755,000
\$100,000,000 2023 General Obligation Bond due in annual installments of \$1,660,000 to \$6,600,000 through March 2046; interest rates from 3.75% to	94,300,000	-	94,300,000
\$95,000,000 2024 General Obligation Bond due in annual installments of \$2,605,000 to \$6,400,000 through March 2046; interest rates from 4.00% to 5.00%	95,000,000	-	95,000,000
	<u>\$ 286,020,000</u>	<u>\$ 2,580,000</u>	<u>\$ 288,600,000</u>

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 4 - LONG-TERM OBLIGATIONS – CONTINUED

The annual requirements to amortize all long-term obligations outstanding as of June 30, 2024, including interest payments are as follows:

Fiscal Year Ending June 30	General Obligation Bonds		Special Obligation Bonds		Total
	Principal	Interest	Principal	Interest	
2025	\$ 10,775,000	\$ 12,128,330	\$ 785,000	\$ 103,200	\$ 23,791,530
2026	8,085,000	11,399,531	575,000	71,800	20,131,331
2027	8,460,000	11,021,331	600,000	48,800	20,130,131
2028	8,885,000	10,598,331	620,000	24,800	20,128,131
2029	9,330,000	10,154,081	-	-	19,484,081
2030-2034	54,085,000	43,329,356	-	-	97,414,356
2035-2039	67,630,000	29,777,519	-	-	97,407,519
2040-2044	81,820,000	15,586,950	-	-	97,406,950
2045-2046	36,950,000	2,014,513	-	-	38,964,513
	<u>\$286,020,000</u>	<u>\$146,009,942</u>	<u>\$2,580,000</u>	<u>\$ 248,600</u>	<u>\$434,858,542</u>

There are a number of limitations and restrictions contained in the various debt instruments. The District is in compliance with all the significant limitations and restrictions including the legal debt limit imposed by Article X, Section 15 of the Constitution of the State of South Carolina, 1985, as amended.

Bonds in the governmental funds will be retired by future property tax levies accumulated by the Debt Service Fund. As of June 30, 2024, \$15,959,459 was available in the Debt Service Fund to service these long-term obligations.

NOTE 5 - RETIREMENT PLANS

A. South Carolina Retirement System

Plan Description - The District, as the employer, participates in the South Carolina Retirement System (SCRS) Plan - a cost-sharing multiple-employer defined benefit pension plan administered and managed by the South Carolina Public Employee Benefit Authority (PEBA), a state agency. PEBA issues an Annual Comprehensive Financial Report (ACFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The ACFR is publicly available through PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Drive, Columbia, SC 29223.

Benefits Provided/Membership - SCRS provides retirement and other benefits for employees of the state, its public-school districts, and political subdivisions. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Membership and benefit terms are prescribed in Title 9 of the South Carolina Code of Laws, and PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws. Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation/current year salary.

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024

NOTE 5 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System - Continued

This plan covers general employees, teachers, and first-term individuals 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. 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. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member. 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.

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.

As an alternative to membership in SCRS, newly hired state, public school, and higher education employees and individuals newly elected to the S.C. General Assembly beginning with the November 2012 general election have the option to participate in the State Optional Retirement Program (State ORP), which is a defined contribution plan. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers. PEBA assumes no liability for State ORP benefits. Rather, the benefits are the liability of the investment providers. For this reason, State ORP programs are not part of the retirement systems' trust funds for financial statement purposes.

Contributions - Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00% for SCRS. The legislation also increased employer contribution rates by a minimum of one percentage point each year, until reaching 18.56% for SCRS. The legislation included further provision that if the scheduled contributions are not sufficient to meet the funding periods set in state statute, PEBA shall increase the employer contribution rates as necessary to meet the amortization period set for the applicable year.

Pension reform legislation modified state statute such that the employer contribution rates for SCRS to be further increased, not to exceed one-half of a percent in any one year if necessary, in order to improve the funding of the plans. The statute sets rates intended to reduce the unfunded liability of SCRS to the maximum amortization period of 20 years from 30 years over a 10-year schedule, as determined by the annual actuarial valuations of the plan. Finally, under the revised statute, the contribution rates for SCRS may not be decreased until the plan is at least 85% funded.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 5 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System – Continued

Required employee (both Class II and III) contribution rates for the year ended June 30, 2024, were 9.00%. Required employer contribution rates for the year ended June 30, 2024, were 18.41%. Both required employee and employer contribution rates are calculated on earnable compensation, as defined in Title 9 of the South Carolina Code of Laws. Employers also contribute an additional 0.15% of earnable compensation, if participating in the death benefit program.

Contributions to the Plan from the District were \$11,369,009, for the year ended June 30, 2023. For the State's year-end June 30, 2023, the State General Assembly appropriated funds to cover 1% of the 2% contribution rate increase for all employers participating in the State retirement plans. For the year ended June 30, 2023, \$460,111 of contributions paid on behalf of the District by the General Assembly for SCRS was recognized as other operating revenues.

Employee and employer contributions to the State ORP are at the same rates as SCRS. A direct remittance is required from the employers to the member's account with investment providers for the employee contribution (9.0%) and a portion of the employer contribution (5%). A direct remittance is also required to SCRS for the remaining portion of the employer contribution (13.41%) and an incidental death benefit contribution (0.15%), if applicable, which is retained by SCRS.

Pension Liabilities, Pension Expense, and Deferred Outflows (Inflows) of Resources Related to Pensions - At June 30, 2024, the District reported a net pension liability of \$123,807,820 for its proportionate share of the collective net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability, net pension liability, and sensitivity information are based on an actuarial valuation performed as of July 1, 2022. The total pension liability was rolled forward from the valuation date to the plan's fiscal year-end June 30, 2023, using generally accepted actuarial principles. The allocation of the District's proportionate share of the collective net pension liability and pension expense was calculated on the basis of the District's contributions actually remitted to the plan relative to the total contributions remitted to the plan for all participating employers, less employer contributions that are not representative of future contribution efforts, as of June 30, 2023. Based upon this information, the District's proportion of the collective net pension liability at June 30, 2024, is 0.512080%, an increase of 0.006164% since the prior measurement date.

For the year ended June 30, 2024, the District recognized pension expense of \$15,888,515. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to the pension from the following sources:

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 5 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System - Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,149,518	\$ 343,337
Changes in assumptions	1,896,914	-
Net difference between projected and actual earnings on pension plan investments	-	169,466
Changes in proportion and differences between District contributions and proportionate share of contributions	4,644,086	-
District contributions subsequent to the measurement date	12,985,859	-
Total	\$ 21,676,377	\$ 512,803

Deferred outflows of resources of \$12,985,859 related to pensions in 2024, resulted from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2025	\$ 4,997,622
2026	(649,130)
2027	3,901,842
2028	(72,619)
	\$ 8,177,715

Actuarial Assumptions - Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision, as actual results are compared to 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 System was most recently issued for the period ending July 1, 2019.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 5 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System - Continued

The June 30, 2023, total pension liability, net pension liability, and sensitivity information is determined by and based on an actuarial valuation performed as of July 1, 2022, using the following actuarial assumptions and methods:

Actuarial cost method	Entry age normal
Inflation	2.25%
Salary increases	3.0% to 11.0% (varies by service and includes 2.25% inflation)
Benefit adjustments	lesser of 1% or \$500 annually
Investment rate of return	7.00% (includes 2.25% inflation)

There was no legislation enacted during the 2023 legislative session that had a material change in the benefit provisions.

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

The long-term expected rate of return on pension plan investments is based upon the 20-year capital market assumptions. The long-term expected rates of return represent assumptions developed using an arithmetic building-block approach primarily based on consensus expectations and market-based inputs. Expected returns are net of investment fees. The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2022 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation and is summarized in the following table. For actuarial purposes, the 7.00% assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75% real rate of return and a 2.25% inflation component.

<u>Allocation/Exposure</u>	<u>Policy Target</u>	<u>Expected Arithmetic Real Rate of Return</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>
Public Equity	46%	6.62%	3.04%
Bonds	26%	0.31%	0.08%
Private Equity	9%	10.91%	0.98%
Private Debt	7%	6.16%	0.43%
Real Assets			
Real Estate	9%	6.41%	0.58%
Infrastructure	3%	6.62%	0.20%
Total Expected Return	100%		5.31%
Inflation for Actuarial Purposes			2.25%
			<u>7.56%</u>

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 5 - RETIREMENT PLANS - CONTINUED

A. South Carolina Retirement System - Continued

Discount Rate - The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS will be made based on actuarially determined rates based on the provisions of the South Carolina State Code of Laws. Based on those assumptions, the System’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following table presents the District’s proportionate share of the collective net pension liability calculated using the discount rate of 7.00%, as well as what the District’s net pension liability would be if it were calculated using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate:

	1% Decrease 6.00%	Discount Rate 7.00%	1% Increase 8.00%
District's proportionate share of the collective net pension liability	\$ 159,971,510	\$ 123,807,820	\$ 93,749,810

Pension Plan Fiduciary Net Position - Detailed information regarding the fiduciary net position of the plan, administered by PEBA, is available in the Systems’ audited financial statements for the fiscal year ended June 30, 2023 (including the unmodified opinion on the financial statements). Information about the fiduciary net position of the System and additions to/deductions from the System’s fiduciary net position has been determined on the accrual basis of accounting. Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of June 30, 2023. The additional information is publicly available on PEBA’s website at www.peba.sc.gov.

B. South Carolina Police Officers Retirement System

Plan Description - The District, as the employer, participates in the South Carolina Police Officers Retirement System (PORS) Plan - a cost-sharing multiple-employer defined benefit pension plan administered and managed by the South Carolina Public Employee Benefit Authority (PEBA), a state agency. PEBA issues an Annual Comprehensive Financial Report (ACFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The ACFR is publicly available through PEBA’s website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Drive, Columbia, SC 29223.

Benefits Provided/Membership - PORS provides retirement and other benefits for police officers and firemen of the state and its political subdivisions. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty. Membership and benefit terms are prescribed in Title 9 of the South Carolina Code of Laws, and PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws. Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation/current year salary.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 5 - RETIREMENT PLANS - CONTINUED

B. South Carolina Police Officers Retirement System - Continued

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

An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 55 or with 25 years of service regardless of age. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension at age 55 or with 27 years of service regardless of age. Both Class Two and Class Three members are eligible to receive a deferred annuity at age 55 with five or eight years of earned service, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty.

The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of 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.

Contributions - Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Effective July 1, 2017, employee rates were increased to a capped rate of 9.75% for PORS. The legislation also increased employer contribution rates by a minimum of one percentage point each year, until reaching 21.24% for PORS. The legislation included further provision that if the scheduled contributions are not sufficient to meet the funding periods set in state statute, PEBA shall increase the employer contribution rates as necessary to meet the amortization period set for the applicable year.

Pension reform legislation modified state statute such that the employer contribution rates for PORS to be further increased, not to exceed one-half of a percent in any one year if necessary, in order to improve the funding of the plans. The statute sets rates intended to reduce the unfunded liability of PORS to the maximum amortization period of 20 years from 30 years over a 10-year schedule, as determined by the annual actuarial valuations of the plan. Finally, under the revised statute, the contribution rates for PORS may not be decreased until the plan is at least 85% funded.

Required employee (both Class II and III) contribution rates for the year ended June 30, 2024, were 9.75%. Required employer contribution rates for the year ended June 30, 2024, were 20.84%. Both required employee and employer contribution rates are calculated on earnable compensation, as defined in Title 9 of the South Carolina Code of Laws. Employers also contribute an additional 0.20% of earnable compensation, if participating in the incidental and/or accidental death benefit program, respectively.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 5 - RETIREMENT PLANS - CONTINUED

B. South Carolina Police Officers Retirement System - Continued

Contributions to the Plan from the District were \$38,211, for the year ended June 30, 2023. For the State's year-end June 30, 2023, the State General Assembly appropriated funds to cover 1% of the 2% contribution rate increase for all employers participating in the State retirement plans. For the year ended June 30, 2023, \$1,838 of contributions paid on behalf of the District by the General Assembly for PORS was recognized as other operating revenues.

Pension Liabilities, Pension Expense, and Deferred Outflows (Inflows) of Resources Related to Pensions - At June 30, 2024, the District reported a net pension liability of \$337,262 for its proportionate share of the collective net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability, net pension liability and sensitivity information are based on an actuarial valuation performed as of July 1, 2022. The total pension liability was rolled forward from the valuation date to the plan's fiscal year-end June 30, 2023, using generally accepted actuarial principles. The allocation of the District's proportional share of the collective net pension liability and pension expense was calculated on the basis of the District's contributions actually remitted to the plan relative to the total contributions remitted to the plan for all participating employers, less employer contributions that are not representative of future contribution efforts, as of June 30, 2023. Based upon this information, the District's proportion of the collective net pension liability at June 30, 2024, is 0.512080%, a decrease of 0.006164% since the prior measurement date.

For the year ended June 30, 2024, the District recognized pension expense of \$12,215. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to the pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 15,872	\$ 4,158
Changes in assumptions	7,340	-
Net difference between projected and actual earnings on pension plan investments	-	579
Changes in proportion and differences between District contributions and proportionate share of contributions	11,638	88,881
District contributions subsequent to the measurement date	<u>61,756</u>	<u>-</u>
Total	<u>\$ 96,606</u>	<u>\$ 93,618</u>

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 5 - RETIREMENT PLANS - CONTINUED

B. South Carolina Police Officers Retirement System - Continued

Deferred outflows of resources of \$61,756 related to pensions in 2024, resulted from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,</u>		
2025	\$	(17,838)
2026		(32,946)
2027		(7,630)
2028		(354)
	<u>\$</u>	<u>(58,768)</u>

Actuarial Assumptions - Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision, as actual results are compared to 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 System was most recently issued for the period ending July 1, 2019.

The June 30, 2023, total pension liability, net pension liability, and sensitivity information is determined by and based on an actuarial valuation performed as of July 1, 2022, using the following actuarial assumptions and methods:

Actuarial cost method	Entry age normal
Inflation	2.25%
Salary increases	3.5% to 10.5% (varies by service and includes 2.25% inflation)
Benefit adjustments	lesser of 1% or \$500 annually
Investment rate of return	7.00% (includes 2.25% inflation)

There was no legislation enacted during the 2023 legislative session that had a material change in the benefit provisions.

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

The long-term expected rate of return on pension plan investments is based upon the 20-year capital market assumptions. The long-term expected rates of return represent assumptions developed using an arithmetic building-block approach primarily based on consensus expectation and market-based inputs. Expected returns are net of investment fees. The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2022 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation and is summarized in the following table. For actuarial purposes, the 7.00% assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75% real rate of return and a 2.25% inflation component.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 5 - RETIREMENT PLANS - CONTINUED

B. South Carolina Police Officers Retirement System - Continued

Allocation/Exposure	Policy Target	Expected Arithmetic Real Rate of Return	Long-Term Expected Portfolio Real Rate of Return
Public Equity	46%	6.62%	3.04%
Bonds	26%	0.31%	0.08%
Private Equity	9%	10.91%	0.98%
Private Debt	7%	6.16%	0.43%
Real Assets			
Real Estate	9%	6.41%	0.58%
Infrastructure	3%	6.62%	0.20%
Total Expected Return	100%		5.31%
Inflation for Actuarial Purposes			2.25%
			<u>7.56%</u>

Discount Rate - The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in PORS will be made based on actuarially determined rates based on the provisions of the South Carolina State Code of Laws. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following table presents the District's proportionate share of the collective net pension liability calculated using the discount rate of 7.00%, as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate:

	1% Decrease 6.00%	Discount Rate 7.00%	1% Increase 8.00%
District's proportionate share of the collective net pension liability	\$ 475,759	\$ 337,262	\$ 223,816

Pension Plan Fiduciary Net Position - Detailed information regarding the fiduciary net position of the plan, administered by PEBA, is available in the Systems' audited financial statements for the fiscal year ended June 30, 2023 (including the unmodified opinion on the financial statements). Information about the fiduciary net position of the System and additions to/deductions from the System's fiduciary net position have been determined on the accrual basis of accounting. Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of July 1, 2023. The additional information is publicly available through PEBA's website at www.peba.sc.gov.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 5 - RETIREMENT PLANS - CONTINUED

C. Reconciliation to Government-Wide Financial Statements

Deferred Inflows/Outflows of Resources and the Net Pension Liability, as reported on the government-wide financial statements, are reported after aggregating the total balances of the South Carolina Retirement System and the Police Officers' Retirement System. The following is a reconciliation of the aggregated amounts to the individual reporting plans:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Pension Liability
South Carolina Retirement System	\$ 21,676,377	\$ 512,803	\$ 123,807,820
Police Officers Retirement System	96,606	93,618	337,262
Totals as Reported on Statement of Net Position	<u>\$ 21,772,983</u>	<u>\$ 606,421</u>	<u>\$ 124,145,082</u>

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN

OPEB Plan Description - The District, as the employer, participates in the South Carolina Retiree Health Insurance Trust Fund (SCRHITF) - a cost-sharing multiple-employer defined benefit plan, for the purpose of providing postemployment health and dental benefits to retired State and school district employees and their covered dependents. The plan is administered and managed by the South Carolina Public Employee Benefit Authority (PEBA), a state agency. PEBA – Insurance benefits issues audited financial statements and required supplementary information for the OPEB Trust Funds. This information is publicly available through PEBA – Insurance Benefits' link on PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA – Insurance Benefits, 202 Arbor Lake Drive, Columbia, SC 29223.

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 insurance benefits to eligible retirees. Generally, retirees are eligible for the health and dental benefits if they have established at least ten years of retirement service credit. For new hires beginning employment on May 2, 2008, and after, retirees are eligible for benefits if they have established 25 years of service for 100% employer funding and 15-24 years of service for 50% employer funding.

Contributions - Section 1-11-710 of the South Carolina Code of Laws of 1976, as amended, requires the postemployment benefits to be funded through non-employer and employer contributions for active employees and retirees to the PEBA-Insurance Benefits. The SCRHITF is funded through participating employers that are mandated by State statute to contribute at a rate assessed each year by the Department of Administration Executive Budget Office on active employee covered payroll. The covered payroll surcharge for the year ended June 30, 2024, was 6.35%. The South Carolina Retirement System collects the monthly covered payroll surcharge for all participating employers and remits it directly to the SCRHITF. Other sources of funding for the SCRHITF also include the implicit subsidy, or age-related subsidy inherent in the healthcare premiums structure. The implicit subsidy represents a portion of the health care expenditures paid on behalf of the employer's active employees.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN - CONTINUED

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

In accordance with part (b) of paragraph 69 of GASB Statement No. 75, participating employers should recognize revenue in an amount equal to the District’s proportionate share of the change in the collective net OPEB liability arising from contributions to the OPEB plan during the measurement period from non-employer contributing entities for purposes other than the separate financing of specific liabilities to the OPEB plan. The amount of revenue recognized in the current fiscal year was \$15,626.

Contributions to the OPEB plan from the District during June 30, 2023, were \$4,310,128, with an implicit subsidy of \$359,407.

OPEB Liabilities, OPEB Expense, and Deferred Outflows (Inflows) of Resources Related to OPEB - At June 30, 2024, the District reported a net OPEB liability of \$86,121,164 for its proportionate share of the collective net OPEB liability. The net OPEB liability was measured as of June 30, 2023. The total OPEB liability, net OPEB liability, and sensitivity information are based on an actuarial valuation performed as of June 30, 2022. The total OPEB liability was rolled forward from the valuation date to the plan’s fiscal year-end June 30, 2023, using generally accepted actuarial principles. The allocation of the District’s proportionate share of the collective net OPEB liability and collective OPEB expense were determined using the employer’s payroll-related contributions over the measurement period, which is expected to be reflective of the employer’s long-term contribution effort. Based upon this information, the District’s proportion of the collective net OPEB liability at June 30, 2024, is 0.657841%, an increase of 0.005998% since the prior measurement date.

For the year ended June 30, 2024, the District recognized OPEB expense of \$4,095,721. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,523,636	\$ 19,625,053
Changes in assumptions	17,276,908	27,669,681
Net difference between projected and actual earnings on OPEB plan investments	947,394	82,487
Changes in proportion and differences between District contributions and proportionate share of contributions	7,365,154	39
District contributions subsequent to the measurement date	4,905,976	-
Total	\$ 32,019,068	\$ 47,377,260

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN - CONTINUED

Deferred outflows of resources of \$4,905,976 related to OPEB in 2024, resulted 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, 2025. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended June 30,</u>		
2025	\$	(1,760,488)
2026		(1,539,907)
2027		(2,254,461)
2028		(5,167,784)
2029		(7,556,546)
Thereafter		(1,984,982)
	<u>\$</u>	<u>(20,264,168)</u>

Actuarial Assumptions - Actuarial valuations of the plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. 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 System was most recently issued for the period ending June 30, 2019. Demographic and salary increase assumptions were updated to reflect the most recent experience study and the healthcare trend rates were reset to better reflect the plan’s anticipated experience.

The June 30, 2023, total OPEB liability, net OPEB liability, and sensitivity information are determined by and based on an actuarial valuation performed as of June 30, 2022, using the following actuarial assumptions and methods:

Actuarial Cost Method:	Individual Entry Age Normal
Inflation:	2.25%
Retiree Participation:	79% for retirees eligible for funded premiums; 59% for partial-funded premiums; 20% for non-funded premiums
Investment Rate of Return:	2.75%, net of OPEB Plan investment expense; includes inflation
Healthcare Cost Trend Rates:	Initial trend starting at 6.00% and gradually decreasing to an ultimate trend rate of 4.00% over a period of 13 years

For healthy retirees, the gender-distinct South Carolina Retirees 2020 Mortality Tables were used with fully generational mortality projections based on a fully generational basis by the 80% of Scale UMP to account for future mortality improvements and adjusted with multipliers based on plan experience.

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

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN - CONTINUED

Asset Class	Target Asset Allocation	Expected Arithmetic Real Rate of Return	Allocation-Weighted Long-Term Expected Real Rate of Return
U.S. Domestic Fixed Income	80%	0.95%	0.76%
Cash equivalents	20%	0.35%	0.07%
Total	100%		0.83%
Expected Inflation			2.25%
Total Return			3.08%
Investment Return Assumption			2.75%

Discount Rate - The single discount rate of 3.86% was used to measure the total OPEB liability, which is an increase from the previous year by 0.17%. 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).

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate - The following table presents the District's proportionate share of the collective net OPEB liability calculated using the discount rate of 3.86%, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1% lower (2.86%) or 1% higher (4.86%) than the current rate:

	1% Decrease 2.86%	Current Discount Rate 3.86%	1% Increase 4.86%
District's proportionate share of the collective net OPEB liability	\$ 101,662,545	\$ 86,121,164	\$ 73,586,914

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate - The following table presents the District's proportionate share of the collective net OPEB liability calculated using the healthcare cost trend rate of 6.0%, gradually decreasing to 4.0% over a 15-year period, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1% lower (5.0% decreasing to 3.00%) or 1% higher (7.0% decreasing to 5.00%) than the current rate:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of the collective net OPEB liability	\$ 71,509,897	\$ 86,121,164	\$ 104,893,481

OPEB Plan Fiduciary Net Position - Detailed information regarding the fiduciary net position of the plan, administered by PEBA, is available in the OPEB Trusts Fund audited financial statements for the fiscal year ended June 30, 2023 (including the unmodified opinion on the financial statements). Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of June 30, 2022. The additional information is publicly available through PEBA's website at www.peba.sc.gov.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 7 - DEFERRED COMPENSATION PLANS

Several optional deferred compensation plans are available to the District's employees. The multiple-employer plans created under Internal Revenue Code Sections 457 and 401(k) are accounted for by the State of South Carolina. Employees may withdraw the current value of their contributions when they terminate employment. With approval of the State's Deferred Compensation Commission, employees may also withdraw the current value of their contributions prior to termination of employment if they meet certain requirements. These requirements differ among the three plans. Compensation deferred under the Section 457 and 401(k) plans is placed in trust for the contributing employees. Neither the State nor the District has any liability for losses under the plans.

NOTE 8 - INTERFUND TRANSACTIONS

Interfund Receivables and Payables

Interfund balances for the year ended June 30, 2024, consisted of the following:

	Interfund Receivables	Interfund Payables
General Fund	\$ 4,155,978	\$ 61,352,111
Special Revenue Fund - Special Projects	131,089	3,303,660
Special Revenue Fund - EIA	315,709	-
Special Revenue Fund - Food Service	1,199,080	-
Debt Service Fund	1,066,921	-
Capital Projects Fund	67,555,442	9,620,227
Custodial Funds	-	148,221
	\$ 74,424,219	\$ 74,424,219

The interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. All remaining balances resulted from the consolidation of available cash to optimize return.

Interfund Transfers

Interfund transfers for the year ended June 30, 2024, consisted of the following:

Transfer from	Transfer to	Amount
General Fund	Capital Projects Fund	\$ 24,840,400
Special Revenue Fund - Special Projects	General Fund	522,434
Special Revenue Fund - Special Projects	Special Revenue Funds - Special Projects	298,537
Special Revenue Fund - EIA	General Fund	8,588,620
		\$ 34,249,991

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024

NOTE 9 - TAX ABATEMENTS

Spartanburg County

Beginning July 1, 2016, Spartanburg County changed the allocation of FILOT revenues amongst the seven school districts within the County. Under these agreements, there is a countywide calculation of all Fee in Lieu of Ad Valorem Tax (FILOT) payments allocating revenue to all 7 districts based on a formula. Under these agreements, the District received \$3,463,341 of FILOT revenue. Because these agreements are written across seven taxing districts, the District is unable to determine the amount by which the general fund property tax revenues were reduced as a result of these agreements or the benefit recognized by taxpayers under either Special Source Revenue Credits (SSRC) or FILOT agreements.

Under agreements written prior to June 30, 2016, the District's general fund property tax revenues were reduced by \$35,085,011 under Fee in Lieu of Ad Valorem Tax (FILOT) agreements and Special Source Revenue Credits (SSRC) entered into by the County. The District received a total of \$21,642,558 under both FILOT and SSRC tax agreements for the fiscal year. Under the FILOT agreements, taxpayers receive a reduction in ad valorem property taxes through reduced assessed values and locked millage rates. Due to these agreements, the taxpayers realized a benefit of \$21,798,375. Under the SSRC program, taxpayers receive a percentage reduction off their total property tax bill if their property qualified for the program. Due to this program, the taxpayers realized a benefit of \$13,286,635.

Under agreements written prior to June 30, 2016, the District's debt service fund property tax revenues were reduced by \$5,201,747 under Fee in Lieu of Ad Valorem Tax (FILOT) agreements and Special Source Revenue Credits (SSRC) entered into by the County. The District received a total of \$5,852,161 under both FILOT and SSRC tax agreements for the fiscal year. Under the FILOT agreements, taxpayers receive a reduction in ad valorem property taxes through reduced assessed values and locked millage rates. Due to these agreements, the taxpayers realized a benefit of \$2,612,719. Under the SSRC program, taxpayers receive a percentage reduction off their total property tax bill if their property qualified for the program. Due to this program, the taxpayers realized a benefit of \$2,589,028.

Cherokee County

Cherokee County collects and remits FILOT revenue due to Spartanburg County related to a Multi-County Industrial Park located within Cherokee County. Due to this agreement and the agreement to allocate all FILOT related to school districts under these agreements equitably across all 7 districts, the District received \$43,845 in FILOT revenue from Cherokee County.

NOTE 10 - SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES AND COMMITMENTS

The District is required to pay unemployment compensation on covered employees. It has chosen the alternative of paying claims as billed by the South Carolina Employment Security Commission. However, under this method of funding, no accurate estimate of any potential liability has been made.

The District has received proceeds from Federal and State grants, and/or entitlements. Periodic audits of these grants are required, and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds will be immaterial. No provision has been made in the accompanying financial statements for the refund of grant monies.

The District has contracted with Honeywell, Inc. to implement and maintain an energy conservation program. Under the program, Honeywell, Inc. provides an Energy and Operational Savings guarantee, maintenance and operation services, preferred maintenance services, building management support services, and retrofit services. The contract is for an initial term of five years and will renew from year to year up to an additional five years. Either party may terminate the agreement by giving thirty days' notice prior to the end of the year.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE BASIC FINANCIAL STATEMENTS – CONTINUED
JUNE 30, 2024**

NOTE 10 - SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES AND COMMITMENTS - CONTINUED

Total contractual commitments of the Capital Projects Fund at June 30, 2024, are as follows:

Projects	Contract Amount	Job to Date Expenditures	Outstanding Commitments
Byrnes High School Additions	\$ 49,277,223	\$ 44,916,501	\$ 4,360,722
Berry Shoals Intermediate Addition	11,866,632	11,816,012	50,620
Beech Springs Intermediate Addition	29,763,652	27,762,152	2,001,500
Beech Springs Athletic Field	1,798,892	816,848	982,044
Abner Creek Middle School	57,094,621	56,634,082	460,539
Tyger River Elementary School	48,374,122	47,690,438	683,684
Wellford Elementary School	51,036,104	42,885,040	8,151,064
Football Stadium	30,468,930	2,307,609	28,161,321
	<u>\$ 279,680,176</u>	<u>\$ 234,828,682</u>	<u>\$ 44,851,494</u>

NOTE 11 - RELATED ORGANIZATION

These financial statements exclude R.D. Anderson Applied Technology District, Moore, South Carolina. The District serves the high schools in Spartanburg County School Districts Four, Five, and Six. Two members of District Five's Board of Trustees serve as board members of the District. Also, the superintendent of District Five is an ex-officio non-voting member of the R.D. Anderson Applied Technology District Board of Trustees. District Five remits a portion of their Education Finance Act monies to the District to cover the educational costs of the District's students attending the District and a portion of the Property Tax Relief Act Tier 3. For the year ended June 30, 2024, these amounts were \$499,816 and \$302,723, respectively, and were recorded as General Fund expenditures.

NOTE 12 – CHANGE IN ACCOUNTING PRINCIPLE

For the year ended June 30, 2024, the District changed its capitalization policy to include bulk purchases of assets less than the individual capitalization threshold to be capitalized, if the total amount is over \$500,000. This change is a result of clarification in the Governmental Accounting Standards Board (GASB) Implementation Guide 2021-01 for capital assets. This change to the District's capitalization policy had no impact on beginning net position.

NOTE 13 - SUBSEQUENT EVENT

On July 29, 2024, the Board of Trustees approved the Guaranteed Maximum Price (GMP) for Byrnes High School Phase 3 Building not to exceed \$47,710,201.

Management has evaluated subsequent events through November 15, 2024, the date on which the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION
 SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
 COLLECTIVE NET PENSION LIABILITY
 SOUTH CAROLINA RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS*

	2024	2023	2022	2021	2020
District's Proportion of the Collective Net Pension Liability	0.512080%	0.505916%	0.479042%	0.466601%	0.450855%
District's Proportionate Share of the Collective Net Pension Liability	\$ 123,807,820	\$ 122,644,900	\$ 103,670,737	\$ 119,224,828	\$ 102,948,843
District's Covered-Employee Payroll	\$ 68,774,535	\$ 63,832,503	\$ 58,848,827	\$ 55,743,907	\$ 51,086,033
District's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	180.02%	192.14%	176.16%	213.88%	201.52%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.60%	57.10%	60.70%	50.70%	54.40%
	2019	2018	2017	2016	2015
District's Proportion of the Collective Net Pension Liability	0.445212%	0.438291%	0.430060%	0.430512%	0.431989%
District's Proportionate Share of the Collective Net Pension Liability	\$ 99,757,769	\$ 98,666,353	\$ 91,860,181	\$ 81,648,676	\$ 74,374,184
District's Covered-Employee Payroll	\$ 49,761,349	\$ 48,238,262	\$ 46,032,903	\$ 43,955,092	\$ 42,750,998
District's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	200.47%	204.54%	199.55%	185.75%	173.97%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	54.10%	53.30%	52.91%	56.99%	59.92%

*The amounts presented were determined as of the prior fiscal year ending June 30.

REQUIRED SUPPLEMENTARY INFORMATION
 SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
 SOUTH CAROLINA RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020
Statutorily Required Contributions	\$ 12,985,859	\$ 10,908,976	\$ 9,427,336	\$ 8,053,690	\$ 7,638,724
Contributions in Relation to the Statutorily Required Contributions	12,985,859	10,908,976	9,427,336	8,053,690	7,638,724
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered-Employee Payroll	\$ 76,624,298	\$ 68,774,535	\$ 63,832,503	\$ 58,848,827	\$ 55,743,907
Contributions as a Percentage of Covered-Employee Payroll	16.95%	15.86%	14.77%	13.69%	13.70%
Statutorily Required Contributions	\$ 6,472,281	\$ 5,795,988	\$ 5,112,079	\$ 4,663,080	\$ 4,399,863
Contributions in Relation to the Statutorily Required Contributions	6,472,281	5,795,988	5,112,079	4,663,080	4,399,863
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered-Employee Payroll	\$ 51,086,033	\$ 49,761,349	\$ 48,238,262	\$ 46,032,903	\$ 43,955,092
Contributions as a Percentage of Covered-Employee Payroll	12.67%	11.65%	10.60%	10.13%	10.01%

REQUIRED SUPPLEMENTARY INFORMATION
 SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
 COLLECTIVE NET PENSION LIABILITY
 POLICE OFFICERS RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS*

	2024	2023	2022	2021	2020
District's Proportion of the Collective Net Pension Liability	0.011079%	0.015126%	0.014287%	0.014707%	0.014663%
District's Proportionate Share of the Collective Net Pension Liability	\$ 337,262	\$ 453,611	\$ 367,602	\$ 487,722	\$ 420,224
District's Covered-Employee Payroll	\$ 188,790	\$ 237,028	\$ 217,314	\$ 222,888	\$ 212,676
District's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	178.64%	191.37%	169.16%	218.82%	197.59%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	67.80%	66.40%	70.40%	58.80%	62.70%
	2019	2018	2017	2016	2015
District's Proportion of the Collective Net Pension Liability	0.014058%	0.013140%	0.014020%	0.012840%	0.006830%
District's Proportionate Share of the Collective Net Pension Liability	\$ 398,338	\$ 360,088	\$ 355,639	\$ 279,869	\$ 130,736
District's Covered-Employee Payroll	\$ 194,583	\$ 177,005	\$ 178,753	\$ 159,084	\$ 82,140
District's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered-Employee Payroll	204.71%	203.43%	198.96%	175.93%	159.16%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.70%	60.90%	60.40%	64.60%	67.50%

*The amounts presented were determined as of the prior fiscal year ending June 30.

**REQUIRED SUPPLEMENTARY INFORMATION
SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
POLICE OFFICERS RETIREMENT SYSTEM
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020
Statutorily Required Contributions	\$ 61,756	\$ 36,373	\$ 43,766	\$ 37,800	\$ 38,817
Contributions in Relation to the Statutorily Required Contributions	61,756	36,373	43,766	37,800	38,817
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered-Employee Payroll	\$ 299,407	\$ 188,790	\$ 237,028	\$ 217,314	\$ 222,888
Contributions as a Percentage of Covered-Employee Payroll	20.63%	19.27%	18.46%	17.39%	17.42%
	2019	2018	2017	2016	2015
Statutorily Required Contributions	\$ 34,827	\$ 29,762	\$ 25,205	\$ 24,561	\$ 21,333
Contributions in Relation to the Statutorily Required Contributions	34,827	29,762	25,205	24,561	21,333
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered-Employee Payroll	\$ 212,676	\$ 194,583	\$ 177,005	\$ 178,753	\$ 159,084
Contributions as a Percentage of Covered-Employee Payroll	16.38%	15.30%	14.24%	13.74%	13.41%

REQUIRED SUPPLEMENTARY INFORMATION
 SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
 COLLECTIVE NET OPEB LIABILITY
 SOUTH CAROLINA RETIREE HEALTH INSURANCE TRUST FUND
 LAST TEN FISCAL YEARS*

	2024	2023	2022	2021
District's Proportion of the Collective Net OPEB Liability	0.657841%	0.651843%	0.633363%	0.607158%
District's Proportionate Share of the Collective Net OPEB Liability	\$ 86,121,164	\$ 99,157,322	\$ 131,886,324	\$ 109,600,801
District's Covered-Employee Payroll	\$ 68,963,326	\$ 64,069,531	\$ 59,066,140	\$ 55,966,796
District's Proportionate Share of the Collective Net OPEB Liability as a Percentage of its Covered-Employee Payroll	124.88%	154.77%	223.29%	195.83%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	11.24%	9.64%	7.48%	8.39%
	2020	2019	2018	
District's Proportion of the Collective Net OPEB Liability	0.586550%	0.579285%	0.574128%	
District's Proportionate Share of the Collective Net OPEB Liability	\$ 88,695,302	\$ 82,088,073	\$ 77,764,697	
District's Covered-Employee Payroll	\$ 51,298,709	\$ 49,955,932	\$ 48,415,267	
District's Proportionate Share of the Collective Net OPEB Liability as a Percentage of its Covered-Employee Payroll	172.90%	164.32%	160.62%	
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	8.44%	7.91%	7.60%	

*The amounts presented were determined as of the prior fiscal year ending June 30.

Notes to Schedule:
 June 30, 2018 was the first year of GASB 75 implementation, therefore, 10-year data is not yet available.

REQUIRED SUPPLEMENTARY INFORMATION
 SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
 SOUTH CAROLINA RETIREE HEALTH INSURANCE TRUST FUND
 LAST TEN FISCAL YEARS

	2024	2023	2022	2021
Statutorily Required Contributions	\$ 4,905,976	\$ 4,334,842	\$ 4,024,873	\$ 3,630,601
Contributions in Relation to the Statutorily Required Contributions	4,905,976	4,334,842	4,024,873	3,630,601
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
District's Covered-Employee Payroll	\$ 76,923,705	\$ 68,963,326	\$ 64,069,531	\$ 59,066,140
Contributions as a Percentage of Covered-Employee Payroll	6.378%	6.286%	6.282%	6.147%
	2020	2019	2018	
Statutorily Required Contributions	\$ 3,266,718	\$ 3,094,481	\$ 2,685,758	
Contributions in Relation to the Statutorily Required Contributions	3,266,718	3,094,481	2,685,758	
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	
District's Covered-Employee Payroll	\$ 55,966,796	\$ 51,298,709	\$ 49,955,932	
Contributions as a Percentage of Covered-Employee Payroll	5.837%	6.032%	5.376%	

Note to Schedule:
 June 30, 2018 was the first year of GASB 75 implementation, therefore, 10-year data is not yet available.

**REQUIRED SUPPLEMENTARY INFORMATION
SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Budgeted Amounts</u>		<u>Actual (Budgetary Basis)</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUE				
Local	\$ 61,093,287	\$ 61,093,287	\$ 71,905,424	\$ 10,812,137
Intergovernmental	261,585	261,585	428,914	167,329
State	60,299,682	60,299,682	66,183,317	5,883,635
Total Revenue	<u>121,654,554</u>	<u>121,654,554</u>	<u>138,517,655</u>	<u>16,863,101</u>
EXPENDITURES				
Current:				
Instruction	78,986,753	77,622,163	76,187,228	1,434,935
Support Services	45,222,558	46,587,148	45,494,971	1,092,177
Community Services	57,539	57,539	55,039	2,500
Intergovernmental	425,000	425,000	417,681	7,319
Total Expenditures	<u>124,691,850</u>	<u>124,691,850</u>	<u>122,154,919</u>	<u>2,536,931</u>
Excess / (Deficiency) of Revenues Over Expenditures	<u>(3,037,296)</u>	<u>(3,037,296)</u>	<u>16,362,736</u>	<u>19,400,032</u>
OTHER FINANCING SOURCES (USES)				
Sale of Fixed Assets	-	-	74,633	74,633
Operating Transfers In	8,528,596	8,528,596	9,111,054	582,458
Operating Transfers Out	(5,491,300)	(5,491,300)	(24,840,400)	(19,349,100)
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>708,023</u>	<u>\$ 708,023</u>
FUND BALANCE - JULY 1, 2023			<u>27,113,894</u>	
FUND BALANCE - JUNE 30, 2024			<u>\$ 27,821,917</u>	

Note: The budget is prepared and monitored on a generally accepted accounting principles (GAAP) basis of accounting.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FINAL BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
1000 Revenue From Local Sources			
1100 Taxes Levied/Assessed by the LEA			
1110 Ad Valorem Taxes - Including Delinquent (Independent)	\$ 42,461,921	\$ 41,098,794	\$ (1,363,127)
1190 Other Taxes (Independent)	2,175,824	3,620,868	1,445,044
1200 Revenue from Local Government Units Other than LEAs			
1280 Revenue In Lieu of Taxes (Independent and Dependent)	16,430,542	25,149,744	8,719,202
1300 Tuition			
1310 Tuition from Patrons for Regular Day School	-	40,775	40,775
1500 Earnings on Investments			
1510 Interest on Investments	25,000	1,789,197	1,764,197
1900 Other Revenue from Local Sources			
1910 Rentals	-	4,945	4,945
1920 Contributions and Donations Private Sources	-	50	50
1950 Refund of Prior Year's Expenditures	-	152,117	152,117
1990 Miscellaneous Local Revenue			
1993 Receipt of Insurance Proceeds	-	14,507	14,507
1999 Revenue from Other Local Sources	-	34,427	34,427
Total Local Sources	<u>61,093,287</u>	<u>71,905,424</u>	<u>10,812,137</u>
2000 Intergovernmental Revenue			
2100 Payments for Other Governmental Units	261,585	428,914	167,329
Total Intergovernmental Revenue	<u>261,585</u>	<u>428,914</u>	<u>167,329</u>
3000 Revenue from State Sources			
3100 Restricted State Funding			
3103 State Aid to Classrooms	40,864,018	41,887,253	1,023,235
3130 Special Programs			
3131 Handicapped Transportation	-	1,640	1,640
3160 School Bus Driver Salary (Includes Hazardous Condition Transportation)	512,572	816,624	304,052
3161 EAA Bus Driver Salary and Fringe	-	24,675	24,675
3162 Transportation Worker's Compensation	23,394	26,396	3,002
3181 Retiree Insurance (No Carryover Provision)	2,993,732	3,107,613	113,881
3300 State Aid to Classrooms - Education Finance Act (EFA)			
3330 Miscellaneous EFA Programs			
3392 NBC Excess EFA Formula	-	145,854	145,854
3800 State Revenue in Lieu of Taxes			
3810 Reimbursement for Local Residential Property Tax Relief (Tier 1)	1,681,807	1,681,807	-
3820 Homestead Exemption (Tier 2)	968,250	968,250	-
3825 Reimbursement for Property Tax Relief (Tier 3)	11,162,292	13,111,508	1,949,216
3830 Merchant's Inventory Tax	78,607	78,608	1
3840 Manufacturers Depreciation Reimbursement	1,353,061	3,392,063	2,039,002
3890 Other State Property Tax Revenues (Includes Motor Carrier Vehicle Tax)	200,000	479,077	279,077

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FINAL BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
3990 Other State Revenue			
3993 PEBA On-Behalf	461,949	461,949	-
Total State Sources	60,299,682	66,183,317	5,883,635
TOTAL REVENUE ALL SOURCES	121,654,554	138,517,655	16,863,101
EXPENDITURES			
100 INSTRUCTION			
110 General Instruction			
111 Kindergarten Programs			
100 Salaries	3,674,042	3,664,006	10,036
200 Employee Benefits	1,940,100	1,916,391	23,709
300 Purchased Services	4,899	4,774	125
400 Supplies and Materials	45,040	44,218	822
112 Primary Programs			
100 Salaries	11,126,742	11,120,296	6,446
200 Employee Benefits	5,204,099	5,202,738	1,361
300 Purchased Services	120,526	118,795	1,731
400 Supplies and Materials	206,064	195,376	10,688
600 Other Objects	8,200	7,200	1,000
113 Elementary Programs			
100 Salaries	15,260,415	15,199,468	60,947
200 Employee Benefits	7,588,018	7,551,970	36,048
300 Purchased Services	303,766	302,692	1,074
400 Supplies and Materials	1,738,352	1,608,997	129,355
500 Capital Outlay	525,204	195,883	329,321
600 Other Objects	2,600	2,400	200
114 High School Programs			
100 Salaries	8,614,780	8,614,709	71
200 Employee Benefits	3,893,046	3,845,323	47,723
300 Purchased Services	856,331	856,280	51
400 Supplies and Materials	358,730	244,521	114,209
500 Capital Outlay	282,753	252,711	30,042
600 Other Objects	11,800	6,000	5,800
115 Career and Technical Education Programs			
100 Salaries	937,667	937,667	-
200 Employee Benefits	424,620	424,620	-
300 Purchased Services (Other than Tuition)	28,917	27,614	1,303
370 Tuition (Purchased Services)	817,349	802,539	14,810
400 Supplies and Materials	34,857	16,653	18,204
500 Capital Outlay	7,442	7,394	48
116 Career and Technology Education (Vocational) Programs - Middle School			
100 Salaries	61,224	61,148	76
200 Employee Benefits	27,583	25,931	1,652
120 Exceptional Programs			
121 Educable Mentally Handicapped			
100 Salaries	248,881	248,783	98
200 Employee Benefits	140,620	121,681	18,939
300 Purchased Services	108,610	108,038	572
400 Supplies and Materials	598	467	131

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FINAL BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
122 Trainable Mentally Handicapped			
100 Salaries	305,484	270,592	34,892
200 Employee Benefits	165,412	145,888	19,524
300 Purchased Services	60,043	59,956	87
400 Supplies and Materials	626	489	137
123 Orthopedically Handicapped			
100 Salaries	42,013	42,014	(1)
200 Employee Benefits	19,252	19,212	40
300 Purchased Services	5,174	5,151	23
400 Supplies and Materials	478	331	147
124 Visually Handicapped			
300 Purchased Services	33,422	33,378	44
400 Supplies and Materials	429	232	197
500 Capital Outlay	5,000	-	5,000
125 Hearing Handicapped			
300 Purchased Services	103,987	103,946	41
400 Supplies and Materials	792	604	188
500 Capital Outlay	5,600	5,546	54
126 Speech Handicapped			
100 Salaries	286,650	193,645	93,005
200 Employee Benefits	142,290	117,231	25,059
300 Purchased Services	319,987	319,913	74
400 Supplies and Materials	15,443	11,279	4,164
127 Learning Disabilities			
100 Salaries	3,468,086	3,453,964	14,122
200 Employee Benefits	1,664,784	1,653,314	11,470
300 Purchased Services	128,210	128,119	91
400 Supplies and Materials	20,767	19,099	1,668
128 Emotionally Handicapped			
100 Salaries	621,720	606,085	15,635
200 Employee Benefits	316,003	279,923	36,080
300 Purchased Services	38,291	38,279	12
400 Supplies and Materials	964	822	142
130 Preschool Programs			
137 Preschool Handicapped Self-Contained (3- and 4- Yr. -Olds)			
100 Salaries	757,946	742,733	15,213
200 Employee Benefits	435,747	380,345	55,402
400 Supplies and Materials	2,953	2,799	154
139 Early Childhood Programs			
100 Salaries	412,137	400,602	11,535
200 Employee Benefits	243,454	207,134	36,320
400 Supplies and Materials	12,272	12,061	211
140 Special Programs			
141 Gifted and Talented Academic			
100 Salaries	323,440	323,418	22
200 Employee Benefits	159,747	158,045	1,702
300 Purchased Services	6,200	-	6,200
400 Supplies and Materials	7,795	(253)	8,048
142 Disadvantaged			
300 Purchased Services	628	-	628
143 Advanced Placement			
300 Purchased Services	1,500	656	844
400 Supplies and Materials	5,325	5,318	7

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FINAL BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
145 Homebound			
100 Salaries	194,100	194,062	38
200 Employee Benefits	59,284	59,270	14
300 Purchased Services	5,000	4,743	257
147 CERDEP			
100 Salaries	82,100	79,952	2,148
200 Employee Benefits	22,100	26,472	(4,372)
400 Supplies and Materials	5,723	-	5,723
148 Gifted and Talented Artistic			
100 Salaries	7,000	4,725	2,275
200 Employee Benefits	2,324	1,515	809
300 Purchased Services	-	600	(600)
400 Supplies and Materials	4,024	3,706	318
160 Other Exceptional Programs			
161 Autism			
100 Salaries	321,970	263,985	57,985
200 Employee Benefits	177,097	138,895	38,202
300 Purchased Services	163,126	163,121	5
400 Supplies and Materials	5,909	5,521	388
162 Limited English Proficiency			
100 Salaries	1,143,604	1,113,348	30,256
200 Employee Benefits	519,547	505,556	13,991
300 Purchased Services	1,731	-	1,731
400 Supplies and Materials	500	501	(1)
170 Summer School Programs			
172 Elementary Summer School			
100 Salaries	14,000	-	14,000
200 Employee Benefits	4,648	-	4,648
180 Adult/Continuing Education Programs			
188 Parenting/Family Literacy			
100 Salaries	96,084	96,766	(682)
200 Employee Benefits	46,566	45,337	1,229
300 Purchased Services	1,800	-	1,800
Total Instruction	<u>77,622,163</u>	<u>76,187,228</u>	<u>1,434,935</u>
200 SUPPORT SERVICES			
210 Pupil Service			
211 Attendance and Social Work Services			
100 Salaries	105,009	105,009	-
200 Employee Benefits	39,959	39,192	767
300 Purchased Services	6,708	6,339	369
400 Supplies and Materials	900	847	53
212 Guidance Services			
100 Salaries	1,828,285	1,828,195	90
200 Employee Benefits	847,989	826,336	21,653
300 Purchased Services	29,400	29,259	141
400 Supplies and Materials	54,285	57,643	(3,358)

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FINAL BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
213 Health Service			
100 Salaries	1,022,437	996,421	26,016
200 Employee Benefits	484,984	399,632	85,352
300 Purchased Services	80,870	65,007	15,863
400 Supplies and Materials	23,884	23,788	96
214 Psychological Services			
100 Salaries	602,898	540,692	62,206
200 Employee Benefits	305,883	261,927	43,956
300 Purchased Services	2,200	179	2,021
400 Supplies and Materials	850	-	850
217 Career Specialist Services			
100 Salaries	286,144	170,249	115,895
200 Employee Benefits	217,009	84,588	132,421
220 Instructional Staff Services			
221 Improvement of Instruction Curriculum Development			
100 Salaries	1,253,208	1,128,108	125,100
200 Employee Benefits	509,866	443,376	66,490
300 Purchased Services	116,383	114,896	1,487
400 Supplies and Materials	43,250	21,184	22,066
600 Other Objects	500	256	244
222 Library and Media Services			
100 Salaries	1,126,533	1,113,838	12,695
200 Employee Benefits	552,677	536,242	16,435
300 Purchased Services	252	252	-
400 Supplies and Materials	199,342	195,814	3,528
500 Capital Outlay	-	8,979	(8,979)
223 Supervision of Special Programs			
100 Salaries	279,810	279,796	14
200 Employee Benefits	118,440	117,460	980
300 Purchased Services	6,200	6,145	55
224 Improvement of Instruction Inservice and Staff Training			
100 Salaries	934,294	834,275	100,019
200 Employee Benefits	426,194	380,395	45,799
300 Purchased Services	174,378	141,866	32,512
400 Supplies and Materials	23,495	7,933	15,562
230 General Administrative Service			
231 Board of Education			
300 Purchased Services	71,600	79,024	(7,424)
318 Audit Services	40,225	32,750	7,475
400 Supplies and Materials	2,550	168	2,382
500 Capital Outlay	1,700	-	1,700
600 Other Objects	101,053	48,198	52,855
232 Office of the Superintendent			
100 Salaries	397,565	397,227	338
200 Employee Benefits	131,297	128,252	3,045
300 Purchased Services	6,265	6,221	44
400 Supplies and Materials	4,425	674	3,751
600 Other Objects	4,000	2,163	1,837

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FINAL BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
233 School Administration			
100 Salaries	6,077,711	6,026,754	50,957
200 Employee Benefits	2,760,480	2,730,153	30,327
300 Purchased Services	61,594	61,476	118
400 Supplies and Materials	83,390	83,380	10
500 Capital Outlay	205	205	-
600 Other Objects	4,500	4,154	346
250 Finance and Operations Services			
251 Student Transportation (Federal/District Mandated)			
100 Salaries	200	188	12
200 Employee Benefits	65	60	5
300 Purchased Services	27,000	26,941	59
252 Fiscal Services			
100 Salaries	441,785	441,693	92
180 Head of Organizational Unit Salaries	142,291	142,291	-
200 Employee Benefits	250,213	195,704	54,509
280 Head of Organizational Unit Employee Benefits	-	50,779	(50,779)
300 Purchased Services	78,400	78,145	255
380 Head of Organizational Unit Purchased Services	3,700	3,690	10
400 Supplies and Materials	32,100	32,092	8
600 Other Objects	600	597	3
253 Facilities Acquisition and Construction			
500 Capital Outlay			
520 Construction Services	24,000	-	24,000
254 Operations and Maintenance of Plant			
100 Salaries	3,639,411	3,594,732	44,679
200 Employee Benefits	1,654,125	1,602,412	51,713
300 Purchased Services (Excludes Energy Costs)	2,090,901	2,054,202	36,699
321 Public Utility Services (Exclude Gas, Oil, Electric & Other Heating Fuels)	399,201	367,150	32,051
400 Supplies and Materials (Included Energy Costs)	1,440,700	1,440,638	62
470 Energy (Includes Gas, Oil, Electric & Other Heating Fuels)	1,914,785	2,139,359	(224,574)
500 Capital Outlay	703,806	670,387	33,419
600 Other Objects	-	19,475	(19,475)
255 Student Transportation (State Mandated)			
100 Salaries	2,313,403	2,313,033	370
200 Employee Benefits	772,270	772,241	29
300 Purchased Services	187,970	187,813	157
400 Supplies and Materials	119,000	119,169	(169)
500 Capital Outlay	309,500	304,828	4,672
258 Security			
100 Salaries	463,146	462,745	401
200 Employee Benefits	181,850	181,167	683
300 Purchased Services	2,251,610	2,251,289	321
400 Supplies and Materials	192,800	178,496	14,304
500 Capital Outlay	165,040	71,385	93,655
260 Central Support Services			
262 Planning			
400 Supplies and Materials	-	4,333	(4,333)

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FINAL BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
263 Information Services			
100 Salaries	47,786	47,455	331
180 Head of Organizational Unit Salaries	90,908	90,868	40
200 Employee Benefits	60,561	20,986	39,575
280 Head of Organizational Unit Employee Benefits	-	38,333	(38,333)
300 Purchased Services	134,250	138,863	(4,613)
380 Head of Organizational Unit Purchased Services	5,000	4,805	195
400 Supplies and Materials	48,600	39,394	9,206
500 Capital Outlay	-	55	(55)
264 Staff Services			
100 Salaries	357,288	354,858	2,430
200 Employee Benefits	207,330	204,514	2,816
300 Purchased Services	88,200	78,053	10,147
400 Supplies and Materials	10,000	12,558	(2,558)
480 Head of Organizational Unit Supplies and Materials	6,200	-	6,200
266 Technology and Data Processing Services			
100 Salaries	977,677	966,218	11,459
180 Head of Organizational Unit Salaries	132,709	133,639	(930)
200 Employee Benefits	504,061	431,093	72,968
280 Head of Organizational Unit Employee Benefits	-	48,258	(48,258)
300 Purchased Services	888,250	770,911	117,339
380 Head of Organizational Unit Purchased Services	2,500	-	2,500
400 Supplies and Materials	11,000	5,393	5,607
270 Support Services - Pupil Activity			
271 Pupil Service Activities			
100 Salaries (Optional)	1,026,284	1,220,686	(194,402)
200 Employee Benefits (Optional)	399,607	445,981	(46,374)
300 Purchased Services (Optional)	102,185	105,717	(3,532)
400 Supplies and Materials (Optional)	153,804	135,837	17,967
500 Capital Outlay (Optional)	4,000	14,673	(10,673)
600 Other Objects (Optional)	76,000	111,872	(35,872)
Total Support Services	46,587,148	45,494,971	1,092,177
300 COMMUNITY SERVICES			
390 Other Community Services			
300 Purchased Services	57,539	55,039	2,500
Total Community Services	57,539	55,039	2,500
400 OTHER CHARGES			
410 Intergovernmental Expenditures			
412 Payments to other governmental units			
720 Transits	425,000	417,681	7,319
Total Intergovernmental Expenditures	425,000	417,681	7,319
TOTAL EXPENDITURES	124,691,850	122,154,919	2,536,931
OTHER FINANCING SOURCES (USES)			
5300 Sales of Fixed Assets	-	74,633	74,633

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FINAL BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Interfund Transfers, from (to) Other Funds			
5230 Transfer from Special Revenue EIA Fund	8,178,596	8,588,620	410,024
5280 Transfer from Other Funds Indirect Cost	350,000	522,434	172,434
423-710 Transfer to Debt Service Fund	(3,000,000)	-	3,000,000
424-710 Transfer to Capital Projects Fund	(2,491,300)	(24,840,400)	(22,349,100)
TOTAL OTHER FINANCING SOURCES (USES)	<u>3,037,296</u>	<u>(15,654,713)</u>	<u>(18,692,009)</u>
Excess/(Deficiency) of Revenues over Expenditures	<u>\$ -</u>	<u>708,023</u>	<u>\$ 708,023</u>
FUND BALANCE - JULY 1, 2023		<u>27,113,894</u>	
FUND BALANCE - JUNE 30, 2024		<u>\$ 27,821,917</u>	

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 SPECIAL REVENUE FUND - SPECIAL PROJECTS
 COMBINING BALANCE SHEET
 JUNE 30, 2024

TITLE I	IDEA	PRESCHOOL HANDICAPPED	CATE	OTHER DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	STUDENT ACTIVITY FUNDS	TOTAL
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	1,165,496	\$ 1,165,496
Accounts Receivable	-	-	-	-	25	-	25
Due from State Department of Education	-	-	-	295,756	10,158	-	305,914
Due from Federal Government	486,527	1,188,316	33,081	-	2,162,838	-	3,870,762
Due from Other Funds	-	-	-	-	-	131,089	131,089
Total Assets	\$ 486,527	\$ 1,188,316	\$ 33,081	\$ 295,756	\$ 2,173,021	\$ 1,296,585	\$ 5,473,286
LIABILITIES AND FUND BALANCE							
Liabilities							
Due to Other Funds	\$ 486,527	\$ -	\$ 33,081	295,756	1,299,980	-	\$ 3,303,660
Unearned Revenues	-	-	-	-	873,041	-	873,041
Total Liabilities	\$ 486,527	\$ -	\$ 33,081	\$ 295,756	\$ 2,173,021	\$ -	\$ 4,176,701
Fund Balance							
Restricted	-	-	-	-	-	1,296,585	1,296,585
Pupil Activities	-	-	-	-	-	1,296,585	1,296,585
Total Fund Balance	\$ 486,527	\$ 1,188,316	\$ 33,081	\$ 295,756	\$ 2,173,021	\$ 1,296,585	\$ 5,473,286

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SPECIAL REVENUE FUND - SPECIAL PROJECTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

REVENUES	TITLE I	IDEA	PRESCHOOL HANDICAPPED	CATE	OTHER DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	STUDENT ACTIVITY FUNDS	TOTAL
1000 Revenue From Local Sources								
1700 Pupil Activities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 331,369	\$ 331,369
1710 Admissions	-	-	-	-	-	-	42,918	42,918
1720 Bookstore Sales	-	-	-	-	-	-	44,289	44,289
1730 Pupil Organization Membership Dues and Fees	-	-	-	-	-	-	473,340	473,340
1740 Student Fees	-	-	-	-	-	-	1,888,664	1,888,664
1790 Other Pupil Activity Income	-	-	-	-	-	-	-	-
1900 Other Revenue from Local Sources								
1910 Rentals	-	-	-	-	-	8,670	-	8,670
1920 Contributions and Donations From Private Sources	-	-	-	-	-	13,496	81,980	95,476
1930 Special Needs Transportation - Medicaid	-	-	-	-	-	282,370	-	282,370
1999 Revenue from Other Local Sources	-	-	-	-	1,401,445	-	-	1,401,445
Total Local Revenue	-	-	-	-	1,705,981	2,862,560	-	4,568,541
3000 Revenue from State Sources								
3100 Restricted State Funding								
3110 Occupational Education	-	-	-	-	54,822	-	-	54,822
3118 EEDA Career Specialists	-	-	-	-	-	-	-	-
3120 General Education	-	-	-	-	-	-	-	-
3130 Special Programs	-	-	-	-	-	-	-	-
3134 Child Early Reading Development & Education Program	-	-	-	-	10,871	-	-	10,871
3135 Reading Coaches	-	-	-	-	467,526	-	-	467,526
3190 Miscellaneous Restricted State Grants	-	-	-	-	-	-	-	-
3193 Education License Plates	-	-	-	-	702	-	-	702
3900 Other State Revenue								
3994 PEBA Nonemployer Contributions	-	-	-	-	15,626	-	-	15,626
3999 Revenue from Other State Sources	-	-	-	-	2,500	104,102	-	106,602
Total State Sources	-	-	-	-	552,047	104,102	-	656,149
4000 Revenue from Federal Sources								
4200 Occupational Education								
4210 Perkins Aid, Title I - Career and Technology Education - Basic Grants to States	-	-	-	106,314	-	-	-	106,314
4300 Elementary and Secondary Education Act of 1965 (ESEA)								
4310 Title I, Basic State Grant Programs (Carryover Provision)	1,610,283	-	-	-	-	230,943	-	1,841,226
4341 Language Instruction for Limited English Proficient and Immigrant Students, Title III	-	-	-	-	-	59,249	-	59,249
4351 Supporting Effective Instruction	-	-	-	-	-	270,516	-	270,516
4500 Programs for Children with Disabilities								
4510 Individuals with Disabilities Education Act (IDEA)	-	2,368,801	-	-	-	3,120	-	2,371,921
4520 Preschool Grants for Children with Disabilities (IDEA)	-	-	68,910	-	-	-	-	68,910

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SPECIAL REVENUE FUND - SPECIAL PROJECTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

TITLE I	IDEA	PRESCHOOL HANDICAPPED	CATE	OTHER DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	STUDENT ACTIVITY FUNDS	TOTAL
4900 Other Federal Sources	-	-	-	-	36,672	-	36,672
4931 ARP IDEA	-	-	-	-	8,151	-	8,151
4937 ARP Homeless Children and Youth	-	-	-	-	3,982,925	-	3,982,925
4974 ESSER III	-	-	-	-	3,107	-	3,107
4977 ESSER II	-	-	-	-	122,223	-	122,223
4990 Other Federal Revenue	-	-	-	-	140,868	-	140,868
4997 Title IV - SSAE	-	-	-	-	-	-	-
4999 Revenue from Other Federal Sources	-	-	-	-	-	-	-
Total Federal Sources	2,368,801	68,910	106,314	-	4,857,774	-	9,012,082
TOTAL REVENUE ALL SOURCES	2,368,801	68,910	106,314	552,047	6,667,857	2,862,560	14,236,772

EXPENDITURES

100 INSTRUCTION

110 General Instruction	72,447	-	-	-	45,574	-	118,021
111 Kindergarten Programs	44,047	-	-	-	19,388	-	63,435
112 Primary Programs	459,640	-	-	-	560,651	-	1,020,291
100 Salaries	215,136	-	-	12	252,861	-	468,009
200 Employee Benefits	10,348	-	-	-	31,845	-	42,193
300 Purchased Services	70,646	-	-	3,202	211,817	-	285,665
400 Supplies and Materials	359,778	-	-	-	225,142	-	584,920
113 Elementary Programs	150,813	-	-	-	89,066	-	239,879
100 Salaries	8,449	-	-	-	71,385	-	79,834
200 Employee Benefits	-	-	-	-	49,697	-	49,697
300 Purchased Services	-	-	-	-	171,347	-	171,347
400 Supplies and Materials	-	-	-	-	54,707	-	54,707
114 High School Programs	-	-	-	-	6,222	-	6,222
100 Salaries	-	-	-	-	13,147	-	13,147
200 Employee Benefits	-	-	-	-	-	-	-
300 Purchased Services	-	-	20,635	-	-	-	20,635
400 Supplies and Materials	-	-	4,278	-	-	-	4,278
115 Career and Technical Education Programs	-	-	22,024	-	-	-	22,024
400 Supplies and Materials	-	-	-	-	-	-	-
500 Capital Outlay	-	-	-	-	-	-	-
116 Career and Technical Education Programs - Middle School	-	-	-	-	-	-	-
400 Supplies and Materials	-	-	-	-	-	-	-
120 Exceptional Programs	-	-	-	-	-	-	-
121 Educable Mentally Handicapped	-	-	-	-	-	-	-
100 Salaries	20,329	-	-	-	-	-	20,329
200 Employee Benefits	6,507	-	-	-	-	-	6,507
123 Orthopedically Handicapped	-	-	-	-	-	-	-
300 Purchased Services	77,469	-	-	-	-	-	77,469

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 SPECIAL REVENUE FUND - SPECIAL PROJECTS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

TITLE I	IDEA	PRESCHOOL HANDICAPPED	CATE	OTHER DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	STUDENT ACTIVITY FUNDS	TOTAL
124 Visually Handicapped	-	-	-	-	-	-	25,927
300 Purchased Services	25,927	-	-	-	-	-	-
126 Speech Handicapped	-	-	-	-	-	-	517,347
100 Salaries	509,229	-	-	-	8,118	-	-
200 Employee Benefits	219,089	-	-	-	2,835	-	221,924
300 Purchased Services	445,595	-	-	-	5,475	-	451,070
600 Other Objects	-	-	-	-	4,454	-	4,454
127 Learning Disabilities	-	-	-	-	-	-	331,066
100 Salaries	330,121	-	-	-	945	-	-
200 Employee Benefits	175,206	-	-	-	302	-	175,508
300 Purchased Services	-	-	-	-	796	-	796
400 Supplies and Materials	8,415	-	-	-	2,635	-	11,050
128 Emotionally Handicapped	-	-	-	-	-	-	93,822
100 Salaries	93,822	-	-	-	-	-	-
200 Employee Benefits	39,132	-	-	-	-	-	39,132
130 Pre-School Programs	-	-	-	-	-	-	-
137 Preschool Handicapped Self-Contained (3- and 4- Yr. -Olds)	-	-	-	-	-	-	165,773
100 Salaries	111,764	46,959	-	-	7,050	-	-
200 Employee Benefits	54,078	20,811	-	-	7,460	-	82,349
400 Supplies and Materials	170	-	-	-	9,839	-	10,009
140 Special Programs	-	-	-	-	-	-	-
141 Gifted and Talented Academic	-	-	-	-	-	-	19,849
100 Salaries	-	-	-	-	19,849	-	-
200 Employee Benefits	-	-	-	-	6,356	-	6,356
400 Supplies and Materials	-	-	-	-	4,685	-	4,685
147 CERDEP	-	-	-	-	-	-	8,030
100 Salaries	-	-	-	8,030	-	-	-
400 Supplies and Materials	-	-	-	2,842	-	-	2,842
149 Other Special Programs	-	-	-	-	-	-	10,209
100 Salaries	10,209	-	-	-	-	-	-
200 Employee Benefits	3,380	-	-	-	-	-	3,380
300 Purchased Services	5,358	1,140	-	-	-	-	6,498
170 Summer School Programs	-	-	-	-	-	-	-
171 Primary Summer School	-	-	-	-	-	-	191,937
100 Salaries	-	-	-	-	191,937	-	-
200 Employee Benefits	-	-	-	-	61,091	-	61,091
400 Supplies and Materials	-	-	-	-	7,013	-	7,013
172 Elementary Summer School	-	-	-	-	-	-	48,790
100 Salaries	-	-	-	-	48,790	-	-
200 Employee Benefits	-	-	-	-	15,091	-	15,091
173 High School Summer School	-	-	-	-	-	-	49,131
100 Salaries	-	-	-	-	49,131	-	-
200 Employee Benefits	-	-	-	-	14,995	-	14,995

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 SPECIAL REVENUE FUND - SPECIAL PROJECTS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	TITLE I	IDEA	PRESCHOOL HANDICAPPED	CATE	OTHER DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	STUDENT ACTIVITY FUNDS	TOTAL
175 Instructional Programs Beyond Regular School Day								
100 Salaries	-	-	-	-	-	114,546	-	114,546
200 Employee Benefits	-	-	-	-	-	35,966	-	35,966
180 Adult/Continuing Education Programs								
188 Parenting/Family Literacy								
100 Salaries	47,069	-	-	-	-	3,168	-	50,237
200 Employee Benefits	17,915	-	-	-	-	993	-	18,908
300 Purchased Services	-	-	-	-	-	2,658	-	2,658
400 Supplies and Materials	11,370	-	-	-	-	472	-	11,842
190 Instructional Pupil Activity								
660 Pupil Activity	-	-	-	-	-	-	318,632	318,632
Total Instruction	1,467,658	2,135,800	68,910	46,937	14,086	2,429,499	318,632	6,481,522
200 SUPPORT SERVICES								
210 Pupil Service								
211 Attendance and Social Work Services								
100 Salaries	12,860	-	-	-	-	44,320	-	57,180
200 Employee Benefits	6,009	-	-	-	-	20,709	-	26,718
212 Guidance Services								
100 Salaries	-	-	-	-	-	230,791	-	230,791
200 Employee Benefits	-	-	-	-	-	117,032	-	117,032
300 Purchased Services	-	-	-	-	-	23,250	-	23,250
213 Health Service								
100 Salaries	-	-	-	-	-	130,686	-	130,686
200 Employee Benefits	-	-	-	-	-	52,415	-	52,415
500 Capital Outlay	-	-	-	-	-	33,645	-	33,645
214 Psychological Services								
300 Purchased Services	-	81,681	-	-	-	88,125	-	169,806
215 Exceptional Program Services								
400 Supplies and Materials	-	53,382	-	-	-	-	-	53,382
217 Career Specialist Services								
100 Salaries	-	-	-	-	41,185	-	-	41,185
200 Employee Benefits	-	-	-	-	13,637	-	-	13,637
220 Instructional Staff Services								
221 Improvement of Instruction Curriculum Development								
100 Salaries	-	-	-	-	295,119	143,519	-	438,638
200 Employee Benefits	-	-	-	-	134,931	67,965	-	202,896
300 Purchased Services	-	-	-	-	-	12,318	-	12,318
400 Supplies and Materials	-	-	-	-	-	36,951	-	36,951
222 Library and Media Services								
400 Supplies and Materials	-	-	-	-	-	284,878	-	284,878

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 SPECIAL REVENUE FUND - SPECIAL PROJECTS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

TITLE I	IDEA	PRESCHOOL HANDICAPPED	CATE	OTHER DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	STUDENT ACTIVITY FUNDS	TOTAL
223 Supervision of Special Programs							
100 Salaries	56,111	-	-	-	246,069	-	302,180
200 Employee Benefits	29,688	-	-	-	108,566	-	138,254
300 Purchased Services	1,751	-	-	-	1,964	-	13,655
400 Supplies and Materials	883	-	-	-	-	-	1,900
224 Improvement of Instruction Inservice and Staff Training							
100 Salaries	65,473	-	-	25,236	2,100	-	92,809
200 Employee Benefits	24,276	-	-	12,227	571	-	37,074
300 Purchased Services	-	-	17,620	-	202,427	-	221,229
400 Supplies and Materials	1,182	-	-	-	19,101	-	19,101
250 Finance and Operations Services							
251 Student Transportation (Federal/District Mandated)							
300 Purchased Services	9,813	-	-	-	2,051	-	11,864
254 Operations and Maintenance of Plant							
300 Purchased Services	-	-	-	-	17,878	-	17,878
400 Supplies and Materials	-	-	-	-	25,458	-	25,458
500 Capital Outlay	-	-	-	-	124,363	-	124,363
255 Student Transportation (State Mandated)							
100 Salaries	-	-	-	-	89,609	-	89,609
200 Employee Benefits	-	-	-	-	26,635	-	26,635
300 Purchased Services	-	-	-	-	25,338	-	25,338
260 Central Support Services							
266 Technology and Data Processing Services							
100 Salaries	-	-	-	-	38,819	-	38,819
200 Employee Benefits	-	-	-	-	12,098	-	12,098
300 Purchased Services	-	-	-	-	73,564	-	73,564
400 Supplies and Materials	-	-	-	-	160,167	-	160,167
500 Capital Outlay	-	-	-	-	1,191,282	-	1,191,282
270 Support Services - Pupil Activity							
271 Pupil Service Activities							
100 Salaries (Optional)	-	-	-	-	-	50,636	50,636
200 Employee Benefits (Optional)	-	-	-	-	-	16,084	16,084
300 Purchased Services (Optional)	-	-	31,240	-	-	-	31,240
400 Supplies and Materials (Optional)	-	-	4,416	-	-	-	4,416
500 Capital Outlay (Optional)	-	-	6,101	-	-	-	6,101
660 Pupil Activity	-	-	-	-	-	2,206,604	2,206,604
Total Support Services	121,065	233,001	59,377	522,355	3,654,664	2,273,324	6,863,766

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SPECIAL REVENUE FUND - SPECIAL PROJECTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

TITLE I	IDEA	PRESCHOOL HANDICAPPED	CATE	OTHER DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	STUDENT ACTIVITY FUNDS	TOTAL
300 COMMUNITY SERVICES							
350 Custody and Care of Children	-	-	-	-	244,017	-	244,017
100 Salaries	-	-	-	-	54,521	-	54,521
200 Employee Benefits	-	-	-	-	504	-	504
300 Purchased Services	-	-	-	-	600	-	600
400 Supplies and Materials	-	-	-	-	2,365	-	2,365
360 Welfare Services	-	-	-	-	3,734	-	4,027
300 Purchased Services	293	-	-	-	-	-	-
400 Supplies and Materials	-	-	-	-	-	-	-
Total Community Services	293	-	-	-	305,741	-	306,034
410 INTERGOVERNMENTAL EXPENDITURES							
414 Medicaid Payments to SCDE	-	-	-	-	75,323	-	75,323
720 Transits	-	-	-	-	-	-	-
419 Payments to PEBA Non-employer Contributions	-	-	-	15,626	-	-	15,626
720 Transits	-	-	-	-	-	-	-
Total Intergovernmental Expenditures	-	-	-	15,626	75,323	-	90,949
TOTAL EXPENDITURES	1,589,016	2,368,801	106,314	552,047	6,465,227	2,591,956	13,742,271
Interfund Transfers, from (to) Other Funds							
5220 Transfer from Special Revenue Fund (Exclude Indirect Costs)	-	-	-	-	298,537	-	298,537
421-710 Transfer to Special Revenue Fund	-	-	-	-	-	(298,537)	(298,537)
431-791 Special Revenue Fund Indirect Costs	(21,267)	-	-	-	(501,167)	-	(522,434)
TOTAL OTHER FINANCING SOURCES (USES)	(21,267)	-	-	-	(202,630)	(298,537)	(522,434)
Excess/(Deficiency) of Revenues over Expenditures	-	-	-	-	-	(27,933)	(27,933)
FUND BALANCE - JULY 1, 2023	-	-	-	-	-	1,324,518	1,324,518
FUND BALANCE - JUNE 30, 2024	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,296,585	\$ 1,296,585

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTE TO SPECIAL REVENUE FUND - SPECIAL PROJECTS
SUPPLEMENTAL LISTING OF LEA SUBFUND CODES AND TITLES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

District Subfund Code	Other Designated Restricted State Grants	District Subfund Code	Special Revenue Programs
818	Arts Commission	210	Student Support and Academic Enrichment, Title IV
919	Education License Plates	218	ESSER III
924	Child Early Reading Development and Education Program (CERDEP)	221	Title I, Neglected & Delinquent
928	EEDA Career Specialists	225	ESSER II
935	Reaching Coaches	230	ARP IDEA
994	PEBA Nonemployer Contributions	237	Title I, Focus
		263	Title II, Supporting Effective Instruction
		264	Language Instruction for Limited English Proficient and Immigrant Students, Title III
		267	Title II, Supporting Effective Instruction
		274	Federal Aviation Administration Grant
		277	Air Force JROTC
		291	DHEC Nurse Retention Bonus
		293	Medicaid
		803	Risk Control Grant
		806	Donations
		807	Extended School Year
		810	SAM Contribution
		812	Donations
		813	Clemson Heroes
		815	Lenovo / Erate
		817	Teen Pregnancy - Mary Black OAH
		819	Bosch Grant
		840	Teacher forum
		870	Fine Arts Center
		875	Student Technology Fees

SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 NOTE TO SPECIAL REVENUE FUND - SPECIAL PROJECTS
 SUMMARY SCHEDULE FOR DESIGNATED STATE RESTRICTED GRANTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Sub Fund	Revenue	Description	Revenues	Expenditures	Special Revenue		Unearned Revenue
					Interfund Transfers In(Out)	Other fund Transfers In(Out)	
919	3193	Education License Plates	\$ 702	\$ 702	\$ -	\$ -	-
924	3134	CERDEP	10,871	10,871	-	-	-
928	3118	EEDA Career Specialists	54,822	54,822	-	-	-
935	3135	Reaching Coaches	467,526	467,526	-	-	-
818	3999	Arts Commission	2,500	2,500	-	-	-
994	3994	PEBA Nonemployer Contributions	15,626	15,626	-	-	-
			<u>\$ 552,047</u>	<u>\$ 552,047</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SPECIAL REVENUE FUND - EDUCATION IMPROVEMENT ACT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - ALL PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

REVENUES**3000 Revenue from State Sources**

3500 Education Improvement Act		
3502 ADEPT	\$	17,288
3503 State Aid to Classrooms		8,588,620
3518 Adoption List of Formative Assessment		72,659
3519 Grade 10 Assessments		4,113
3526 Refurbishment of Science Kits		257,939
3528 Industry Certifications/Credentials		10,209
3529 Career and Technical Education		233,034
3532 National Board Salary Supplement (No Carryover Provision)		602,127
3533 Teacher of the Year Award (No Carryover Provision)		10,765
3541 Child Early Reading Development and Education Program (CERDEP) - Full Day 4K		408,680
3557 Summer Reading Program		56,925
3577 Teacher Supplies (No Carryover Provision)		272,650
3595 EEDA - Supplies and Materials		32,017
3599 Other EIA		1,500
		<hr/>

Total State Sources

10,568,526
TOTAL REVENUE ALL SOURCES

10,568,526
EXPENDITURES**100 INSTRUCTION**

110 General Instruction		
111 Kindergarten Programs		
100 Salaries		15,000
200 Employee Benefits		4,761
112 Primary Programs		
100 Salaries		192,500
200 Employee Benefits		58,310
300 Purchased Services		16,795
400 Supplies and Materials		233,599
113 Elementary Programs		
100 Salaries		120,000
200 Employee Benefits		37,946
300 Purchased Services		27,991
400 Supplies and Materials		219,477
114 High School Programs		
100 Salaries		95,000
200 Employee Benefits		30,005
300 Purchased Services		27,873
400 Supplies and Materials		77,513

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SPECIAL REVENUE FUND - EDUCATION IMPROVEMENT ACT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - ALL PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

115	Career and Technical Education Programs	
	100 Salaries	7,500
	200 Employee Benefits	2,390
	300 Purchased Services (Other than Tuition)	10,209
	400 Supplies and Materials	31,909
	500 Capital Outlay	138,314
116	Career and Technical Education (Vocational) Programs - Middle School	
	400 Supplies and Materials	15,833
127	Learning Disabilities	
	100 Salaries	15,000
	200 Employee Benefits	4,743
140	Special Programs	
	141 Gifted and Talented Academic	
	300 Purchased Services	3,159
	143 Advanced Placement	
	300 Purchased Services	280
	147 CERDEP	
	100 Salaries	268,569
	200 Employee Benefits	140,111
170	Summer School Programs	
	171 Primary Summer School	
	100 Salaries	30,968
	200 Employee Benefits	10,254
	400 Supplies and Materials	15,703
		1,851,712
	Total Instruction	1,851,712
200	SUPPORT SERVICES	
	210 Pupil Service	
	212 Guidance Services	
	100 Salaries	39,987
	200 Employee Benefits	12,541
	300 Purchased Services	23,424
	400 Supplies and Materials	9,267
	224 Improvement of Instruction Inservice and Staff Training	
	100 Salaries	19,980
	200 Employee Benefits	6,444
	300 Purchased Services	15,234
	400 Supplies and Materials	1,317
		128,194
	Total Support Services	128,194
	TOTAL EXPENDITURES	1,979,906

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SPECIAL REVENUE FUND - EDUCATION IMPROVEMENT ACT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - ALL PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

OTHER FINANCING SOURCES (USES)

Interfund Transfers, from (to) Other Funds

420-710 Transfer to General Fund (Excludes Indirect Costs)

(8,588,620)

TOTAL OTHER FINANCING SOURCES (USES)

(8,588,620)

Excess/(Deficiency) of Revenues over Expenditures

-

FUND BALANCE - JULY 1, 2023

-

FUND BALANCE - JUNE 30, 2024

\$ -

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SPECIAL REVENUE FUND - EDUCATION IMPROVEMENT ACT
SUMMARY SCHEDULE BY PROGRAM
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Program	Revenues	Expenditures	Other Fund Transfers In/(Out)	Unearned Revenue
3500 Education Improvement Act				
3502 ADEPT	\$ 17,288	\$ 17,288	\$ -	\$ -
3503 State Aid to Classrooms	8,588,620	-	(8,588,620)	-
3518 Adoption List of Formative Assessment	72,659	72,659	-	33,958
3519 Grade 10 Assessments	4,113	4,113	-	-
3526 Refurbishment of Science Kits	257,939	257,939	-	39,972
3528 Industry Certifications/Credentials	10,209	10,209	-	9,912
3529 Career and Technology Education	233,034	233,034	-	68,675
3532 National Board Salary Supplement	602,127	602,127	-	-
3533 Teacher of the Year Award	10,765	10,765	-	-
3541 CERDEP	408,680	408,680	-	-
3557 Summer Reading Program	56,925	56,925	-	131,868
3577 Teacher Supplies	272,650	272,650	-	-
3595 EEDA - Supplies and Materials	32,017	32,017	-	14,740
3599 Other EIA	1,500	1,500	-	-
Totals	<u>\$ 10,568,526</u>	<u>\$ 1,979,906</u>	<u>\$ (8,588,620)</u>	<u>\$ 299,125</u>

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SPECIAL REVENUE FUND - FOOD SERVICE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

REVENUES**1000 Revenue From Local Sources**

1600 Food Service		
1610 Lunch Sales to Pupils	\$	235,608
1620 Breakfast Sales to Pupils		44,784
1630 Special Sales to Pupils		73,979
1640 Lunch Sales to Adults		25,776
1650 Breakfast Sales to Adults		254
1660 Special Sales to Adults		15,699
		<hr/>
Total Local Revenue		396,100

4000 Revenue from Federal Sources

4800 USDA Reimbursement		
4810 School Lunch and After School Snack Program, and Special Milk Program		3,874,872
4820 Supply Chain Assistance Funding		252,706
4830 School Breakfast Program (Carryover Provision)		1,133,444
4899 Miscellaneous Food Service		18,175
4900 Other Federal Sources		
4991 USDA Commodities (Food Distribution Program) (Carryover Provision)		340,773
4999 Revenue from Other Federal Sources		68,620
		<hr/>
Total Federal Sources		5,688,590

TOTAL REVENUE ALL SOURCES

6,084,690

EXPENDITURES**200 SUPPORT SERVICES**

250 Finance and Operations Services		
256 Food Services		
300 Purchased Services (Excludes Energy Costs)		5,150,140
400 Supplies and Materials (Included Energy Costs)		584,433
500 Capital Outlay		30,413
600 Other Objects		1,744
		<hr/>
Total Support Services		5,766,730

TOTAL EXPENDITURES

5,766,730

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SPECIAL REVENUE FUND - FOOD SERVICE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

OTHER FINANCING SOURCES (USES)

5300 Sales of Fixed Assets 321

TOTAL OTHER FINANCING SOURCES (USES) 321

Excess/(Deficiency) of Revenues over Expenditures 318,281

FUND BALANCE - JULY 1, 2023 975,705

FUND BALANCE - JUNE 30, 2024 \$ 1,293,986

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

REVENUES**1000 Revenue From Local Sources**

1100 Taxes Levied/Assessed by the LEA	
1110 Ad Valorem Taxes - Including Delinquent (Independent)	\$ 13,334,885
1200 Revenue from Local Government Units Other than LEAs	
1280 Revenue In Lieu of Taxes (Independent and Dependent)	5,852,161
1500 Earnings on Investments	
1510 Interest on Investments	<u>356,888</u>
Total Local Revenue	<u>19,543,934</u>

3000 Revenue from State Sources

3800 State Revenue in Lieu of Taxes	
3820 Homestead Exemption (Tier 2)	289,833
3830 Merchant's Inventory Tax	10,569
3840 Manufacturers Depreciation Reimbursement	773,624
3890 Other State Property Tax Revenues (includes Motor Carrier Vehicle Tax)	<u>125,477</u>
Total State Sources	<u>1,199,503</u>

TOTAL REVENUE ALL SOURCES

20,743,437

EXPENDITURES**500 DEBT SERVICE**

610 Redemption of Principal	13,140,000
620 Interest	8,697,965
690 Other Objects (Includes Fees for Servicing Bonds)	<u>7,513</u>

Total Debt Service Expenditures

21,845,478

TOTAL EXPENDITURES

21,845,478

Excess/(Deficiency) of Revenues over Expenditures

(1,102,041)

FUND BALANCE - JULY 1, 2023

17,061,500

FUND BALANCE - JUNE 30, 2024

\$ 15,959,459

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

REVENUES**1000 Revenue From Local Sources**

1500 Earnings on Investments	
1510 Interest on Investments	\$ 3,492,055

Total Local Revenue	<u>3,492,055</u>
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TOTAL REVENUE ALL SOURCES	<u>3,492,055</u>
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EXPENDITURES**200 SUPPORT SERVICES**

250 Finance and Operations Services	
253 Facilities Acquisition and Construction	
300 Purchased Services	4,880,357
400 Supplies and Materials	1,305,196
500 Capital Outlay	
510 Land	259,977
520 Construction Services	92,767,046
530 Improvements Other Than Buildings	948,660
540 Equipment	2,712,101
560 Library Books and Materials	330,974
254 Operations and Maintenance of Plant	
300 Purchased Services	133,579
321 Public Utility Services (Exclude Gas, Oil, Electric & Other Heating Fuels)	1,662
400 Supplies and Materials	395
258 Security	
500 Capital Outlay	276,261
260 Central Support Services	
266 Technology and Data Processing Services	
400 Supplies and Materials	82,821
500 Capital Outlay	730,254

Total Support Services	<u>104,429,283</u>
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500 DEBT SERVICE

690 Other Objects (Includes Fees for Servicing Bonds)	646,113
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Total Debt Service Expenditures	<u>646,113</u>
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TOTAL EXPENDITURES	<u>105,075,396</u>
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**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

OTHER FINANCING SOURCES (USES)

5100 Sale of Bonds	
5110 Premium on Bonds Sold	7,390,784
5120 Proceeds of General Obligation Bonds	95,000,000
Interfund Transfers, from (to) Other Funds	
5210 Transfer from General Fund (Excludes Indirect Costs)	<u>24,840,400</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>127,231,184</u>
Excess/(Deficiency) of Revenues over Expenditures	25,647,843
FUND BALANCE - JULY 1, 2023	<u>120,608,232</u>
FUND BALANCE - JUNE 30, 2024	<u><u>\$ 146,256,075</u></u>

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
 DETAILED SCHEDULE OF DUE TO S.C. DEPARTMENT OF EDUCATION/FEDERAL GOVERNMENT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

<u>Program</u>	<u>Project Grant Number</u>	<u>Revenue & Subfund Codes</u>	<u>Description</u>	<u>Amount Due to SCDE/ Federal</u>	<u>Status of Amounts Due To Grantors</u>
<u>Due to State Department of Education</u>					
Grade 10 Assessments	EIA	3519/319	Unspent funds	\$ 12,249.30	Unpaid
National Board Salary Supplement	EIA	3532/332	Unspent funds	4,335.15	Unpaid
				<u>16,584.45</u>	
<u>Due to Federal Government</u>					
None				<u>-</u>	
Total Due to State Department of Education or Federal Government				<u>\$ 16,584.45</u>	

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
LOCATION RECONCILIATION SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

<u>Location ID</u>	<u>Location Description</u>	<u>Education Level</u>	<u>Cost Type</u>	<u>Total Expenditures</u>
000	Districtwide	Non-School	Central	\$ 83,323,957
043	J.F. Byrnes High School	High School	School	49,519,665
045	D.R. Hill Middle School	Middle School	School	8,613,474
046	Duncan Elementary	Elementary School	School	10,797,349
049	Reidville Elementary	Elementary School	School	9,333,934
052	Wellford Academy	Elementary School	School	33,805,953
089	Beech Springs Intermediate	Elementary School	School	20,561,581
090	River Ridge Elementary	Elementary School	School	9,060,139
091	Berry Shoals Intermediate School	Elementary School	School	12,072,137
092	Florence Chapel Middle School	Middle School	School	9,272,930
093	Freshman Academy	High School	School	7,049,494
094	Abner Creek Academy	Elementary School	School	8,521,399
095	Lyman Elementary	Elementary School	School	8,632,688
Total Expenditures/Disbursements for All Funds				<u><u>\$ 270,564,700</u></u>

The Above Expenditures are Reconciled to the District's Expenditures as Follows:

<u>Fund</u>	<u>Amount</u>
General Fund	\$ 122,154,919
Special Revenue Fund - Special Projects	13,742,271
Special Revenue Fund - Education Improvement Act	1,979,906
Special Revenue Fund - Food Service	5,766,730
Debt Service Fund	21,845,478
Capital Projects Fund	105,075,396
Total Expenditures/Disbursements for All Funds	<u><u>\$ 270,564,700</u></u>

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 of
Spartanburg County School District Five
Duncan, South Carolina

Independent Auditor's Report

We have audited, 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 (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Spartanburg County School District Five ("the District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 15, 2024.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

To the Board of Trustees of
Spartanburg County School District Five
Page Two

Purpose of this Report

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

Halliday, Schwartz & Co.

Spartanburg, South Carolina
November 15, 2024

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE

To the Board of Trustees of
Spartanburg County School District Five
Duncan, South Carolina

Independent Auditor's Report

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

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

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

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

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

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

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

Halliday, Schwartz & Co.

Spartanburg, South Carolina
November 15, 2024

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

LEA Subfund Code	Federal Grantor/Pass Through Grantor/Program Title	Federal ALN	Pass-through Grantor's Number	Expenditures
U.S. Department of Agriculture				
	Pass-through S.C. Department of Education			
	State Administrative Expenses for Child Nutrition	10.560	N/A	\$ 18,175
	Child Nutrition Cluster			
	Non-Cash Assistance:			
600	Pass-through S.C. Department of Agriculture			
	National School Lunch Program	10.555	Local Food for Schools	\$ 5,695
600	Pass-through S.C. Department of Education			
	National School Lunch Program	10.555	N/A	329,505
	Total Non-Cash Assistance:			\$ 335,200
	Cash Assistance:			
600	School Breakfast Program	10.553	N/A	1,133,444
600	COVID 19: National School Lunch Program	10.555	N/A	252,706
600	National School Lunch Program	10.555	N/A	3,874,872
	Total Cash Assistance:			5,261,022
	Total Child Nutrition Cluster			5,596,222
	Non-Cash Assistance:			
600	Child and Adult Care Food Program	10.558	N/A	5,573
	Pass-through S.C. Department of Social Services			
	Cash Assistance:			
600	Child and Adult Care Food Program	10.558	205SC329N2020	68,620
				74,193
	Total U.S. Department of Agriculture			5,688,590
U.S. Department of Education				
	Pass-through S.C. Department of Education			
201	Title I , Regular	84.010	24 Title I, Regular	1,393,301
201	Title I , Regular	84.010	23 Title I, Regular	216,697
201	Title I , Regular	84.010	22 Title I, Regular	285
237	Title I, Targeted School Improvement	84.010	24 Targ. School Impr.	57,744
237	Title I, Targeted School Improvement	84.010	23 Targ. School Impr.	136,231
237	Title I, Targeted School Improvement	84.010	22 Targ. School Impr.	36,968
	Special Education Cluster			
203	Individuals With Disabilities Education Act (IDEA)	84.027	24 IDEA	1,593,351
203	Individuals With Disabilities Education Act (IDEA)	84.027	23 IDEA	773,433
203	Individuals With Disabilities Education Act (IDEA)	84.027	22 IDEA	2,017
230	COVID 19: IDEA	84.027X	22 ARP - IDEA	36,672
807	Extended School Year	84.027	ESY	3,120
205	IDEA Preschool Grants	84.173	24 IDEA Preschool	67,770
205	IDEA Preschool Grants	84.173	23 IDEA Preschool	1,140
	Total Special Education Cluster			2,477,503
207	CATE (Subprogram 1)	84.048	24 CTE Federal	41,757
207	CATE (Subprogram 4)	84.048	24 CTE Federal	17,620
207	CATE (Subprogram 6)	84.048	24 CTE Federal	36,776
207	CATE (Subprogram 11)	84.048	24 CTE Federal	4,278
208	CATE (Subprogram 6)	84.048	23 CTE Federal	5,883
				106,314
210	Student Support and Academic Enrichment, Title IV	84.424	24 Title IV	102,184
210	Student Support and Academic Enrichment, Title IV	84.424	23 Title IV	7,409
210	Student Support and Academic Enrichment, Title IV	84.424	22 Title IV	12,630
				122,223

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

LEA Subfund Code	Federal Grantor/Pass Through Grantor/Program Title	Federal ALN	Pass-through Grantor's Number	<u>Expenditures</u>	
U.S. Department of Education - Continued					
Pass-through S.C. Department of Education - Continued					
264	Language Instruction for Limited English Proficient and Immigrant Students, Title III	84.365	24 Title III	45,766	
264	Language Instruction for Limited English Proficient and Immigrant Students, Title III	84.365	23 Title III	3,227	
264	Language Instruction for Limited English Proficient and Immigrant Students, Title III	84.365	23 Title III-Immigrant	4,830	
264	Language Instruction for Limited English Proficient and Immigrant Students, Title III	84.365	22 Title III	2,965	
264	Language Instruction for Limited English Proficient and Immigrant Students, Title III	84.365	22 Title III-Immigrant	<u>2,461</u>	59,249
267	Supporting Effective Instruction, Title II	84.367	24 Title II	231,929	
267	Supporting Effective Instruction, Title II	84.367	23 Title II	19,125	
267	Supporting Effective Instruction, Title II	84.367	22 Title II	<u>19,462</u>	270,516
225	COVID 19: Elementary and Secondary School Emergency Relief Fund (ESSER)	84.425D	21 ESSER II	3,107	
218	COVID 19: Elementary and Secondary School Emergency Relief Fund (ESSER)	84.425U	21 ESSER III - ARP	3,982,925	
263	COVID 19: Elementary and Secondary School Emergency Relief Fund (ESSER)	84.425U	22 ARP - Homeless II	<u>8,151</u>	<u>3,994,183</u>
Total U.S. Department of Education					<u>8,871,214</u>
U.S. Department of Defense					
Direct Program					
277	ROTC	12.000	N/A		<u>101,001</u>
Total U.S. Department of Defense					<u>101,001</u>
U.S. Department of Health and Human Services					
Pass-through S.C. Department of Health & Environmental Control					
291	COVID-19: Public Health Emergency Responses: Cooperative Agreement for Emergency Response	93.354	ER-3-414		<u>33,645</u>
Total U.S. Department of Health and Human Services					<u>33,645</u>
Federal Aviation Administration					
Direct Program					
274	Aviation Workforce Development Grant (Aircraft Pilots)	20.111	N/A		<u>6,222</u>
Total U.S. Department of Defense					<u>6,222</u>
Total Federal Financial Assistance Expended					<u>\$ 14,700,672</u>

See Notes to the Schedule of Expenditures of Federal Awards

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity for the District under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A. The accompanying schedule of expenditures of federal awards includes the federal grant activity of Spartanburg County School District Five and is presented on the modified accrual basis of accounting.
- B. The District has elected to not use the de minimis 10% indirect cost rate as allowed under the Uniform Guidance.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Fiscal Year Ended June 30, 2023:

Financial Statement Findings:

None.

Federal Award Findings and Questioned Costs:

None.

**SPARTANBURG COUNTY SCHOOL DISTRICT FIVE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Fiscal Year Ended June 30, 2024:

Financial Statements

Type of Auditor's Report Issued: Unmodified

Internal Control Over Financial Reporting:

Material Weakness(es) Identified? Yes X No

Significant Deficiencies Identified That Are Not Considered to be Material Weaknesses? Yes X None Reported

Noncompliance Material to Financial Statements Noted Yes X No

Federal Awards

Internal Control Over Major Programs:

Material Weakness(es) Identified? Yes X No

Significant Deficiencies Identified That Are Not Considered to be Material Weaknesses? Yes X None Reported

Type of Auditor's Report Issued on Compliance For Major Federal Programs Unmodified

Any Audit Findings Disclosed That Are Required to be Reported in Accordance with 2 CFR Part 200? Yes X No

Identification of Major Federal Programs:

<u>Federal Program(s) or Cluster(s)</u>	<u>CFDA Number(s)</u>
Special Education Cluster (IDEA) Elementary & Secondary School Emergency Relief Fund (ESSER)	84.027, 84.173 84.425

Dollar Threshold Used to Distinguish Between Type A and Type B Programs: \$750,000

Auditee Qualified as Low-Risk Auditee? X Yes No

Section II - Financial Statement Findings

None

Section III - Federal Award Findings and Questioned Costs

None