

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA**

FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA**

FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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KINGSTREE, SOUTH CAROLINA**

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KINGSTREE, SOUTH CAROLINA**

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FINANCIAL SECTION

BASIC FINANCIAL STATEMENTS

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INDEPENDENT AUDITOR’S REPORT

The Board of Education
School District of Williamsburg County
Kingstree, South Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the School District of Williamsburg County, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School District’s basic financial statements as listed in the table of contents.

Management’s Responsibility for the Financial Statements

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

Auditor’s Responsibility

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

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

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INDEPENDENT AUDITOR'S REPORT
(continued)

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the School District of Williamsburg County, Kingstree, South Carolina as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4-12 and 45 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

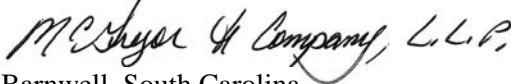
The combining and individual nonmajor fund financial schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 23, 2015, on our consideration of School District of Williamsburg County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of

INDEPENDENT AUDITOR'S REPORT
(continued)

internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering School District of Williamsburg County's internal control over financial reporting and compliance.


Barnwell, South Carolina
February 23, 2015

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

INTRODUCTION

The discussion and analysis of Williamsburg County School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2014. We encourage readers to consider this information in conjunction with the additional information in the District's financial statements and the accompanying notes to those financial statements.

FINANCIAL HIGHLIGHTS

There was a decrease in student enrollment of 141 students this school year. We based our budget on \$2,101 base student cost. We had some cuts in Federal and State Restricted Funds. The Williamsburg County School District's Board of Trustees did not have to approve any unpopular measures such as furloughs or rifs. Purchase orders were monitored very closely to reduce spending for supplies, equipment, travel, conferences and telephones. Additionally, the number of substitutes that were utilized was significantly reduced. These measures resulted in a deficit of revenues and other financing sources over expenditures and other financing uses of \$30,613. The District had budgeted for a deficit of \$408,790.

Other key financial aspects were as follows:

Net Position: The District's Total Net Position as of June 30, 2014, was \$35,181,292.

Revenues and Expenditures: Revenues and other financing sources totaled \$54,861,756 and expenditures and other financing uses totaled \$56,367,637 for all Governmental Funds at the fund level. Accordingly, revenues and other financing sources exceeded expenditures and other financing uses by \$1,505,881.

General Fund/Fund Balance: Our principal operating fund, the General Fund, had a fund balance of \$3,969,326 on June 30, 2013. The current year expenditures and other financing uses exceeded revenues and other financing sources creating a loss for the year of \$30,613. This resulted in the General Fund fund balance decreasing to \$3,938,713 of June 30, 2014.

Debt Service: In 2006 the District issued \$22,500,000 in SCAGO General Obligation School (Installment Purchase) Bonds to build Hemingway Elementary School. In 2008, the District issued \$6,926,639 in QZAB Bonds to repair, renovate and upgrade facilities in the district. The millage assessed to repay the debt service is 34.5. The District issued short-term debt during the year of \$2,492,000 in the form of General Obligation Bonds. As of June 30, 2014, the District had paid off \$2,513,000 in short-term debts and paid approximately \$3,025,497 against its long-term debt obligations.

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements (General, Special Revenue, Special Revenue EIA, Debt Service, School Building, Fiduciary (Pupil Activity), Proprietary) and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. A description of these statements and some related definitions follow:

Government-wide Financial Statements: The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private sector business. These statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (governmental activities) and functions principally supported by user charges (business-type activities). The governmental activities of the District include instruction, support services, intergovernmental, debt service, and capital outlay expenditures. The government-wide financial statements can be found on pages 14 through 15 of this report.

Statement of Net Position: The statement of net position presents information on all of the District's assets and liabilities except for those related to fiduciary funds, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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

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

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

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

OVERVIEW OF FINANCIAL STATEMENTS (continued)

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations are on pages 17 and 19.

The District maintains its accounting records in conformity with the South Carolina Department of Education's Financial Accounting Handbook. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General, Special Revenue, and EIA Funds which are required to be presented as major funds. The basic governmental funds financial statements can be found on pages 16 and 18 of this report.

Proprietary Funds: Proprietary (Enterprise) funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the stated intent is that of monitoring the cost of such programs for public policy.

Fiduciary Funds: Fiduciary (Pupil Activity) funds are used to account for resources held for the benefit of students and 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 accrual basis of accounting is used for fiduciary funds. The basic fiduciary fund financial statement can be found on page 23 of this report.

Notes to the Basic Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 24 through 44 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for the General Fund. A budgetary comparison statement has been provided for the General Fund as required supplementary information. The required supplementary information can be found on page 45 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$35,181,292 as of June 30, 2014.

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

By far, the largest portion of the District's net position (63%) reflects its investment in capital assets (e.g., land, buildings and improvements, vehicles, furniture and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

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

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2014 and June 30, 2013.

	Net Position					
	(Amounts expressed in thousands)					
	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2013	2013
Current assets	\$18,261	\$ 19,454	\$ 1,939	\$ 1,751	\$ 20,200	\$ 21,205
Capital assets, net	<u>50,450</u>	<u>52,518</u>	<u>233</u>	<u>285</u>	<u>50,683</u>	<u>52,803</u>
Total assets	<u>68,711</u>	<u>71,972</u>	<u>2,172</u>	<u>2,036</u>	<u>70,883</u>	<u>74,008</u>
Deferred outflows	<u>82</u>	<u>87</u>	<u>-</u>	<u>-</u>	<u>82</u>	<u>87</u>
Current liabilities	7,888	7,600	-	-	7,888	7,600
Long-term debt outstanding	<u>27,896</u>	<u>30,985</u>	<u>-</u>	<u>-</u>	<u>27,896</u>	<u>30,898</u>
Total liabilities	<u>35,784</u>	<u>38,585</u>	<u>-</u>	<u>-</u>	<u>35,784</u>	<u>38,498</u>
Net position:						
Net investment in capital assets,	21,747	20,344	233	285	21,980	20,629
Restricted	8,234	9,719	-	-	8,234	9,719
Unrestricted	<u>3,028</u>	<u>3,411</u>	<u>1,939</u>	<u>1,751</u>	<u>4,967</u>	<u>5,162</u>
Total net position	<u>\$ 33,009</u>	<u>\$ 33,474</u>	<u>\$ 2,172</u>	<u>\$ 2,036</u>	<u>\$ 35,181</u>	<u>\$ 35,510</u>

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

The following are significant current-year transactions that have had an impact on the Statement of Net Position:

- Principal payments of \$3,015,000 on general obligation bonds.
- \$1,712,523 in depreciation expense.

Changes in net position: The District's total revenues for the fiscal year ended June 30, 2014, were \$50,379,527. The total cost of all programs and services was \$49,984,172. The following table presents a summary of the activity that resulted in changes in net assets for the fiscal years ended June 30, 2014 and June 30, 2013.

**Changes In Net Position
(Amounts expressed in thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues						
Program Revenues						
Charges for Services	\$ 2,129	\$ 2,188	\$ 243	\$ 282	\$ 2,372	\$ 2,470
Operating grants and contributions	28,045	28,930	2,856	2,977	30,901	31,907
Capital grants and contributions	-	-	-	-	-	-
General Revenue						
Property taxes	11,302	11,111	-	-	11,302	11,111
Investment income	138	121	-	-	138	121
Unrestricted grants and contributions	5,416	5,540	-	-	5,416	5,540
Miscellaneous	<u>250</u>	<u>4</u>	<u>-</u>	<u>-</u>	<u>250</u>	<u>4</u>
Total Revenues	<u>47,280</u>	<u>47,894</u>	<u>3,099</u>	<u>3,259</u>	<u>50,379</u>	<u>51,153</u>
Expenses						
Instruction	23,704	24,453	-	-	23,704	24,453
Support services	19,915	19,678	-	-	19,914	19,678
Community Services	141	188	-	-	141	188
Intergovernmental	625	622	-	-	625	622
Depreciation	1,661	1,693	-	-	1,661	1,693
Interest on long-term debt	1,360	1,255	-	-	1,360	1,255
Food services	<u>-</u>	<u>-</u>	<u>2,577</u>	<u>2,847</u>	<u>2,577</u>	<u>2,847</u>
Total Expenses	<u>47,406</u>	<u>47,889</u>	<u>2,577</u>	<u>2,847</u>	<u>49,983</u>	<u>50,736</u>

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

**Changes In Net Position
(Amounts expressed in thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2013	2013
Excess Expenses over Revenues	\$ (127)	\$ 5	\$ 522	\$ 412	\$ 395	\$ 417
Transfers	<u>386</u>	<u>183</u>	<u>(386)</u>	<u>(183)</u>	<u>-</u>	<u>-</u>
Change in Net Position	259	188	136	229	395	417
Beginning Net Position	<u>32,750</u>	<u>33,286</u>	<u>2,306</u>	<u>1,807</u>	<u>34,786</u>	<u>35,093</u>
Ending Net Position	<u>\$ 33,009</u>	<u>\$ 33,474</u>	<u>\$ 2,172</u>	<u>\$ 2,036</u>	<u>\$ 35,181</u>	<u>\$ 35,510</u>

Governmental activities: The following table presents the cost of the five major functional activities: instruction, support services, capital outlay, intergovernmental, and debt service. The table also shows each function's net cost (total cost, less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and District's taxpayers by each of these functions.

**Governmental Activities
(Amounts expressed in thousands)**

	2014		2013	
	Total Expenses	Net (Expense) Revenue	Total Expenses	Net (Expense) Revenue
Instruction	\$ 23,704	\$ (869)	\$ 24,453	\$ (828)
Support services	19,915	(12,961)	19,678	(12,576)
Community Services	141	(141)	188	(188)
Intergovernmental	625	(241)	622	(230)
Interest and other charges	1,360	(1,360)	1,255	(1,255)
Depreciation	<u>1,661</u>	<u>(1,661)</u>	<u>1,693</u>	<u>(1,693)</u>
Total expenses	<u>\$ 47,406</u>	<u>\$(17,233)</u>	<u>\$ 47,889</u>	<u>\$(16,770)</u>

- The cost of all governmental activities this year was \$47,407,401.
- Net cost of governmental activities \$(17,232,281) was financed by general revenues which are made up primarily of property taxes \$(11,301,783) and unrestricted federal and state aid \$(5,415,537).

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

FINANCIAL ANALYSIS OF THE DISTRICT FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds: The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$12,181,973, and decrease of \$1,505,881. Approximately \$2,955,943 (or 25%) of the fund balance constitutes unassigned fund balance which is available for spending at the District's discretion.

The General Fund is the principal operating fund of the District. The decrease in the fund balance in the General Fund for the fiscal year was \$30,163.

Proprietary Fund: Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The Food Service Fund is the only Proprietary Fund. The Fund had a net income of \$136,510. Food Service operated a summer feeding program during 2014, which was profitable for the District. A transfer to the General Fund of this amount was made as repayment for transfers from the General Fund in prior years to fund deficits in Proprietary Fund net position. See Note 6 for additional information.

GENERAL FUND BUDGETARY HIGHLIGHTS

This year Act 388 Property Tax Relief Bill stayed in effect, and we were one of the Districts receiving 2.5 million dollars. The District did not furlough teachers, administrators and other employees in this fiscal year. The District did not use substitutes as much as in prior years, instead having teachers cover for one another. We did not fill any position unless it was a must. The District attempted to reduce spending for supplies and equipment from the General Fund Budget and reduced travel and attendance at conferences. We were very fortunate this year because our employees were so willing to help the District in any way that they could so we could continue to try to cut spending and save jobs.

A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report as required supplementary information. The General Fund budget was not amended this year.

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets: As of June 30, 2014, the District had invested \$21,980,087 (net of the related debt and depreciation) in capital assets, including land, school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. Total depreciation expense for the year was \$1,712,523.

The following schedule presents capital asset balances, net of depreciation, for the fiscal years ended June 30, 2014 and June 30, 2013.

	Capital Asset Balances Net of Depreciation					
	(Amounts expressed in thousands)					
	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 688	\$ 688	\$ -	\$ -	\$ 688	\$ 688
Buildings and improvements	81,843	81,833	-	-	81,843	81,833
Construction in progress	92	-	-	-	92	-
Machinery and equipment	6,484	6,294	1,526	1,526	8,010	7,820
Less accumulated depreciation	<u>(38,657)</u>	<u>(37,021)</u>	<u>(1,293)</u>	<u>(1,242)</u>	<u>(39,950)</u>	<u>(38,263)</u>
Total	<u>\$50,450</u>	<u>\$51,749</u>	<u>\$ 233</u>	<u>\$ 284</u>	<u>\$50,683</u>	<u>\$50,078</u>

Additional information on the District's capital assets can be found in Note 3 of this report.

Debt Administration: At year's end, the District had \$29,121,362 in general obligation bonds and other long-term debt outstanding, of which \$806,497 is due within one year. The following table presents a summary of the District's outstanding long-term debt for the fiscal year ended June 30, 2014 and June 30, 2013.

	Outstanding Debt	
	2014	2013
General Obligation Bonds	\$ 28,023,645	\$ 31,038,645
SC Energy Loan	10,497	20,994
Compensated Absences	418,482	419,272
Unamortized Bond Premiums	<u>668,738</u>	<u>700,501</u>
Total Debt	<u>\$ 29,121,362</u>	<u>\$ 32,179,412</u>

State statutes currently limit the amount of general obligation debt a District may issue to 8 percent of its total assessed valuation, unless approved by voter referendum.

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Williamsburg County School District is a rural district located in the Lower Pee Dee Area of South Carolina. According to the 2010 Census Report, Williamsburg County has a population of 34,423, a decrease of 2,794 from the 2000 Census Report. Student enrollment has declined from 6,405 in 2000 to 4,276 students in 2014. There are very few industries in the county. All of the above has led to a significant decline in local revenues and the value of a tax mill.

Many factors were considered by the District's administration during the process of developing the 2014-2015 budget. The base student cost for 2014-2015 is \$2,120. The District's top priority is to ensure a high quality education for all students.

Williamsburg County School District's budgeted expenditures in the General Fund were increased by \$2,254,629 for 2014-2015. Some factors included in building the 2014-2015 budget were planned salary and fringe increases for staff, payments to D.P. Cooper Charter School, reductions in supplies, equipment, travel, and telephone accounts. To fund the budgeted expenditures the District was forced use flex funding of State funds where available and approximately \$693,752 of fund balance. The District also applied and was approved to use a Tax Anticipation Note of \$500,000 to aid with District cash flow.

As discussed in Note 11 on page 41, the District has had significant subsequent events take place prior to the issuance of this financial report.

D.P. Cooper Elementary School began operations as a Charter School July 1, 2014. The District is required to fund the Charter School based on student enrollment. The actual enrollment of the Charter School has far exceeded the budgeted projections. The District is currently in the process of amending the 2014-2015 budget to increase the budgeted payments to the Charter School for the fiscal year by \$847,268.

The District entered into multiple contracts between June 2014 and October 2015 to upgrade the District's technology infrastructure at a total cost of \$2,990,637. This District plans to fund these cost by using E-Rate funds, capital projects funds and by issuance of a \$1,500,000 equipment acquisition lease.

OTHER MATTERS – NEW PRONOUNCEMENTS

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68, *Accounting and Financial Reporting for Pensions (Employers)*, which is intended to improve guidance for accounting and reporting on pensions that governments provide to their employees. GASB Statement No. 68, which is effective for fiscal years beginning after June 15, 2014, will require the District to recognize a net pension liability on its statement of net position and an additional pension expense on its statement of activities for the year ending June 30, 2015.

Once adopted, the District's financial statements for the year ending June 30, 2015, will be significantly impacted as follows:

- The beginning balance of the District's net position will be restated in an amount equal to the District's proportionate share of the retirement plan's collective net position liability to reflect this liability as of the beginning of the fiscal year (July 1, 2014). Based on preliminary estimates received from the SC Public Employee Benefit Authority (PEBA), the organization that administers the State's retirement plans, including the SC Retirement System of which the District is an active member, the District's portion of collective net pension liability as of June 30,

**WILLIAMSBURG COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2014**

OTHER MATTERS – NEW PRONOUNCEMENTS (continued)

2014, that will be recognized and used to restate the beginning net position balance of the District as of July 1, 2014, is estimated to be \$47,742,556.

- The District will be required to recognize a pension expense based on actuarial calculations of future retirement benefits (deferred outflows of resources) as of June 30, 2014, in addition to the recognition of the annual required contribution (ARC) obligations to the cost-sharing multiple-employer SC retirement system (SCRS) plan. Based on preliminary estimates received from SC PEBA, the District's balance of deferred outflows of resources (future benefit provision) as of June 30, 2014, totals \$2,672,221, which is expected to be recognized as pension expense over the next 4 fiscal years as follows: \$587,819 each year for years ending June 30, 2015, 2016, 2017 and \$908,764 for year ending June 30, 2018.

Actual amounts that will be used by the District to adjust net position beginning balance for its proportionate share of the plan's collective net position pension liability and to recognize the additional pension expense related to the balance of deferred outflows of resources over the next 4 fiscal years will not be available until the retirement plan's stand-alone audited financial statements are complete. The stand-alone June 30, 2014 audited financial statements of the plans administered by PEBA, including the SCRS plan, is expected to be available by the end of October 2014.

Funding requirements of the pension plan obligations will be governed by the District's funding policy. GASB Statement No. 68 reporting requirements do not impact the funding of the pension plans, only the financial accounting and reporting for the plans.

CONTACT THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Finance Office at 423 School Street, Kingstree, South Carolina 29556 (telephone 843-355-5571).

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
STATEMENT OF NET POSITION
JUNE 30, 2014**

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	\$ 10,239,618	\$ -	\$ 10,239,618
Cash and Cash Equivalents, Restricted	3,184,594	-	3,184,594
Cash with County Treasurer/Fiscal Agent	2,044,724	-	2,044,724
Property Tax Receivable (Net)	947,258	-	947,258
Due from Other Governmental Units	3,366,820	32,373	3,399,193
Prepaid Expense	101,653	-	101,653
Accounts Receivable	77,875	-	77,875
Internal Balances	(1,888,324)	1,888,324	-
Inventories - Supplies and Materials	186,514	18,568	205,082
TOTAL CURRENT ASSETS	18,260,732	1,939,265	20,199,997
NONCURRENT ASSETS			
Capital Assets (Net of Accumulated Depreciation)			
Non-Depreciable	688,198	-	688,198
Depreciable	49,762,033	232,736	49,994,769
TOTAL NONCURRENT ASSETS	50,450,231	232,736	50,682,967
TOTAL ASSETS	68,710,963	2,172,001	70,882,964
DEFERRED OUTFLOWS OF RESOURCES			
Advance Refunding (Net)	82,517	-	82,517
LIABILITIES			
CURRENT LIABILITIES			
Current portion of long-term debt	806,497	-	806,497
Short-term bonds payable	480,000	-	480,000
Accounts Payable and Accrued Expenses	256,544	-	256,544
Due to State Department of Education	1,348	-	1,348
Due to Federal Government - JROTC	10,674	-	10,674
Accrued Personnel Costs	4,004,783	-	4,004,783
Accrued Interest Payable	104,068	-	104,068
Accrued Compensated Absences	418,482	-	418,482
Revenue Received in Advance	1,805,410	-	1,805,410
TOTAL CURRENT LIABILITIES	7,887,806	-	7,887,806
NONCURRENT LIABILITIES			
Long-Term Debt	27,896,383	-	27,896,383
TOTAL LIABILITIES	35,784,189	-	35,784,189
NET POSITION			
Net Investment in Capital Assets	21,747,351	232,736	21,980,087
Restricted for:			
Debt Service	3,925,474	-	3,925,474
Capital Projects	4,308,467	-	4,308,467
Unrestricted	3,027,999	1,939,265	4,967,264
TOTAL NET POSITION	\$ 33,009,291	\$ 2,172,001	\$ 35,181,292

See notes to the basic financial statements.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE)REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES AND SALES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	PRIMARY GOVERNMENT TOTAL
PRIMARY GOVERNMENT:						
Governmental Activities:						
Instruction	\$ 23,704,362	\$ 61,306	\$ 22,773,597	\$ (869,459)	\$ -	\$ (869,459)
Support Services	19,915,342	1,682,743	5,271,625	(12,960,974)	-	(12,960,974)
Community Services	141,380	-	-	(141,380)	-	(141,380)
Intergovernmental	625,346	384,849	-	(240,497)	-	(240,497)
Interest and Other Fiscal Changes	1,360,232	-	-	(1,360,232)	-	(1,360,232)
Depreciation (Note - 3)	1,660,739	-	-	(1,660,739)	-	(1,660,739)
Total Governmental Activities	47,407,401	2,128,898	28,045,222	(17,233,281)	-	(17,233,281)
Business-Type Activities:						
Food Service	2,576,771	243,256	2,856,207	-	522,692	522,692
TOTAL PRIMARY GOVERNMENT	\$ 49,984,172	\$ 2,372,154	\$ 30,901,429	\$ (17,233,281)	\$ 522,692	\$ (16,710,589)
General Revenues:						
Property Taxes Levied for:						
General Purposes				\$ 8,633,843	\$ -	\$ 8,633,843
Debt Service				2,667,940	-	2,667,940
Investment Earnings				138,156	-	138,156
State Aid Not Restricted for Specific Purposes				5,415,537	-	5,415,537
Other Local Sources				254,808	-	254,808
Loss on Disposal of Capital Assets				(4,340)	-	(4,340)
Transfers				386,182	(386,182)	-
Total General Revenues				17,492,126	(386,182)	17,105,944
Changes in Net Position				258,845	136,510	395,355
Net Position - Beginning of Year - Restated (Note 16)				32,750,446	2,035,491	34,785,937
Net Position - End of Year				\$ 33,009,291	\$ 2,172,001	\$ 35,181,292

See notes to the basic financial statements.

FUND FINANCIAL STATEMENTS

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2014**

	<u>GENERAL</u>	<u>SPECIAL REVENUE</u>	<u>EIA</u>	<u>CAPITAL PROJECTS DISTRICT</u>	<u>CAPITAL PROJECTS EFC</u>	<u>DEBT SERVICE DISTRICT</u>	<u>DEBT SERVICE EFC</u>	<u>TOTAL GOVERN- MENTAL FUNDS</u>
ASSETS								
Cash and Cash Equivalents	\$ 10,238,133	\$ 1,485	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,239,618
Cash and Cash Equivalents, Restricted	-	-	-	791,495	443,819	-	1,949,280	3,184,594
Cash with County Treasurer/Fiscal Agent	281,195	-	-	-	-	1,763,529	-	2,044,724
Property Taxes Receivable (Net)	734,593	-	-	-	-	212,665	-	947,258
Due From Other Funds	1,707,189	-	584,523	3,181,635	125,222	-	-	5,598,569
Due From Federal Government	-	2,569,775	-	-	-	-	-	2,569,775
Due from State Government	650,843	146,202	-	-	-	-	-	797,045
Prepaid Expense	101,653	-	-	-	-	-	-	101,653
Accounts Receivable	77,875	-	-	-	-	-	-	77,875
Inventories - Supplies and Materials	186,514	-	-	-	-	-	-	186,514
TOTAL ASSETS	<u>\$ 13,977,995</u>	<u>\$ 2,717,462</u>	<u>\$ 584,523</u>	<u>\$ 3,973,130</u>	<u>\$ 569,041</u>	<u>\$ 1,976,194</u>	<u>\$ 1,949,280</u>	<u>\$ 25,747,625</u>
LIABILITIES AND FUND BALANCES								
LIABILITIES:								
Accounts Payable and Accrued Expenses	\$ 254,795	\$ 1,281	\$ 468	\$ -	\$ -	\$ -	\$ -	\$ 256,544
Accrued Personnel Costs	4,004,783	-	-	-	-	-	-	4,004,783
Due to State Department of Education	-	1,348	-	-	-	-	-	1,348
Due to Federal Government - JROTC	-	10,674	-	-	-	-	-	10,674
Due to Other Funds	5,779,704	1,707,189	-	-	-	-	-	7,486,893
Revenue Received in Advance	-	987,651	584,055	233,704	-	-	-	1,805,410
TOTAL LIABILITIES	<u>10,039,282</u>	<u>2,708,143</u>	<u>584,523</u>	<u>233,704</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,565,652</u>
FUND BALANCES:								
Nonspendable:								
Inventory	186,514	-	-	-	-	-	-	186,514
Prepaid Expenses	101,653	-	-	-	-	-	-	101,653
Restricted	-	-	-	3,739,426	569,041	1,976,194	1,949,280	8,233,941
Assigned	693,752	10,170	-	-	-	-	-	703,922
Unassigned	2,956,794	(851)	-	-	-	-	-	2,955,943
TOTAL FUND BALANCES	<u>3,938,713</u>	<u>9,319</u>	<u>-</u>	<u>3,739,426</u>	<u>569,041</u>	<u>1,976,194</u>	<u>1,949,280</u>	<u>12,181,973</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 13,977,995</u>	<u>\$ 2,717,462</u>	<u>\$ 584,523</u>	<u>\$ 3,973,130</u>	<u>\$ 569,041</u>	<u>\$ 1,976,194</u>	<u>\$ 1,949,280</u>	<u>\$ 25,747,625</u>

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
RECONCILIATION OF BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2014**

Total Fund Balances - Governmental Funds \$ 12,181,973

Amounts reported for governmental activities in the statement of net position are different because of the following:

Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. The cost of assets is \$89,107,419 and the accumulated depreciation is \$38,657,188. 50,450,231

Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. Deferred outflows of resources and deferred inflows of resources are also not available for current period use.

Those items consist of:

General Obligation Bonds	(28,503,645)
Advance Refunding	82,517
Premium on Bonds Sold	(555,849)
Compensated Absences	(418,482)
Arbitrage Rebate	(112,889)
US Department of Energy Loan	(10,497)

Interest on long-term debt is not accrued in governmental funds, but rather is recognizable as an expenditure when due. (104,068)

Net Position of Governmental Activities \$ 33,009,291

See notes to the basic financial statements.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>GENERAL</u>	<u>SPECIAL PROJECTS</u>	<u>EDUCATION IMPROVE- MENT ACT</u>	<u>CAPITAL PROJECTS DISTRICT</u>	<u>CAPITAL PROJECTS EFC</u>	<u>DEBT SERVICE DISTRICT</u>	<u>DEBT SERVICE EFC</u>	<u>TOTAL GOVERN- MENTAL FUNDS</u>
REVENUES								
Local Property Taxes	\$ 8,633,843	\$ -	\$ -	\$ -	\$ -	\$ 2,667,940	\$ -	\$ 11,301,783
Earnings on Investments	9,256	-	-	28	43	3,135	125,694	138,156
Charges for Services	61,306	2,067,592	-	-	-	-	-	2,128,898
Other Local	138,465	116,343	-	-	-	-	-	254,808
Total Local	8,842,870	2,183,935	-	28	43	2,671,075	125,694	13,823,645
State	20,274,534	1,568,655	3,543,652	-	-	376,142	-	25,762,983
Federal	-	7,697,776	-	-	-	-	-	7,697,776
TOTAL REVENUES	<u>29,117,404</u>	<u>11,450,366</u>	<u>3,543,652</u>	<u>28</u>	<u>43</u>	<u>3,047,217</u>	<u>125,694</u>	<u>47,284,404</u>
EXPENDITURES								
Current:								
Instruction	15,815,084	5,680,779	2,530,735	-	-	-	-	24,026,598
Support Services	15,085,306	4,426,494	397,405	-	6,137	-	-	19,915,342
Community Services	118,509	22,871	-	-	-	-	-	141,380
Intergovernmental	239,997	385,349	-	-	-	-	-	625,346
Debt Service:								
Principal	-	-	-	-	-	2,933,497	2,605,000	5,538,497
Interest and Fiscal Charges	-	-	-	83,770	-	51,033	1,104,950	1,239,753
Other Objects	-	-	-	180,682	-	10,053	-	190,735
TOTAL EXPENDITURES	<u>31,258,896</u>	<u>10,515,493</u>	<u>2,928,140</u>	<u>264,452</u>	<u>6,137</u>	<u>2,994,583</u>	<u>3,709,950</u>	<u>51,677,651</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (2,141,492)</u>	<u>\$ 934,873</u>	<u>\$ 615,512</u>	<u>\$ (264,424)</u>	<u>\$ (6,094)</u>	<u>\$ 52,634</u>	<u>\$ (3,584,256)</u>	<u>\$ (4,393,247)</u>
OTHER FINANCING SOURCES (USES)								
Proceeds from Short-Term Debt	-	-	-	-	-	2,492,000	-	2,492,000
Premium on Bonds Sold	-	-	-	-	-	9,184	-	9,184
Operating Transfers In	2,141,925	20,549	220,017	1,019,461	200,000	10,497	1,463,719	5,076,168
Operating Transfers Out	(31,046)	(945,252)	(835,529)	-	(194,979)	(2,483,180)	(200,000)	(4,689,986)
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,110,879</u>	<u>(924,703)</u>	<u>(615,512)</u>	<u>1,019,461</u>	<u>5,021</u>	<u>28,501</u>	<u>1,263,719</u>	<u>2,887,366</u>
NET CHANGE IN FUND BALANCES	(30,613)	10,170	-	755,037	(1,073)	81,135	(2,320,537)	(1,505,881)
FUND BALANCES, JULY 1, 2013	<u>3,969,326</u>	<u>(851)</u>	<u>-</u>	<u>2,984,389</u>	<u>570,114</u>	<u>1,895,059</u>	<u>4,269,817</u>	<u>13,687,854</u>
FUND BALANCES, JUNE 30, 2014	<u>\$ 3,938,713</u>	<u>\$ 9,319</u>	<u>\$ -</u>	<u>\$ 3,739,426</u>	<u>\$ 569,041</u>	<u>\$ 1,976,194</u>	<u>\$ 1,949,280</u>	<u>\$ 12,181,973</u>

See notes to the basic financial statements.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
RECONCILIATION OF STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2014**

Total Net Change In Fund Balances - Governmental Funds	\$ (1,505,881)
Amounts reported for governmental activities in the statement of activities are different because of the following:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense (\$1,660,739) exceeds capital outlay (\$321,446) in the period.	(1,339,293)
Governmental funds only report the disposal of assets to the extent proceeds are received from the disposal. In the statement of activities, a gain or loss is reported for each disposal.	(4,340)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	5,528,000
Bond proceeds are reported as financing sources in the governmental funds and thus contribute to the change in fund balance. In the government-wide statements, however, issuing debt increases long-term liabilities in the statement of net position and does not affect the statement of activities	(2,492,000)
Bond premiums are recorded in the year the debt is issued in the governmental funds, but are amortized over the lives of the associated debt in the statement of activities.	31,763
Deferred advance refunding charges are recorded in the year the debt is refunded in the governmental funds, but are amortized over the life of the refunding debt in the statement of activities	(4,715)
In the statement of activities, compensated absences (sick) are measured by the amounts earned during the year. In the governmental funds, however, expenditures are measured by the amount of financial resources used. This year sick leave earned exceeded the amount used by.	790
Repayment of note principal on the SC Energy Grant is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	10,497
Interest on long-term debt in the statement of activities, differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. Accrued interest payable decreased from \$138,092 to \$104,068 during the year.	34,024
Change In Net Position of Governmental Activities	\$ 258,845

See notes to the basic financial statements.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
STATEMENT OF NET POSITION - PROPRIETARY FUND
JUNE 30, 2014**

	ENTERPRISE FUND FOOD SERVICE
ASSETS	
Current Assets:	
Due from General Fund	\$ 1,888,324
Due from State Government	32,373
Inventories:	
Purchased Food and Supplies	17,623
USDA Inventory	945
Total Current Assets	1,939,265
Noncurrent Assets:	
Equipment	1,526,082
Less: Accumulated Depreciation	(1,293,346)
Total Noncurrent Assets:	232,736
TOTAL ASSETS	2,172,001
LIABILITIES	-
NET POSITION	
Net Investment in Capital Assets	232,736
Unrestricted	1,939,265
TOTAL NET POSITION	\$ 2,172,001

See notes to the basic financial statements.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ENTERPRISE FUND FOOD SERVICE
OPERATING REVENUES	
Proceeds from Sale of Meals	\$ 243,256
OPERATING EXPENSES	
Food Costs	1,247,742
Personnel Costs	1,056,338
Utilities	17,504
Purchased Services	56,716
Supplies and Materials	141,885
Depreciation	51,784
Other Operating Costs	4,802
TOTAL OPERATING EXPENSES	2,576,771
OPERATING INCOME (LOSS)	(2,333,515)
NON-OPERATING REVENUES (EXPENSES)	
USDA Reimbursements	2,688,320
Commodities Received from USDA	167,887
TOTAL NON-OPERATING REVENUES (EXPENSES)	2,856,207
INCOME (LOSS) BEFORE OPERATING TRANSFERS	522,692
TRANSFERS IN (OUT)	
Indirect Cost	(190,498)
Fringe Benefits	(195,684)
TOTAL TRANSFERS IN (OUT)	(386,182)
CHANGE IN NET POSITION	136,510
NET POSITION, JULY 1, 2013	2,035,491
NET POSITION, JUNE 30, 2014	\$ 2,172,001

See notes to the basic financial statements.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ENTERPRISE FUND FOOD SERVICE
CASH FLOWS FROM OPERATING ACTIVITIES:	
Received from Patrons	\$ 243,256
Payments to Employees for Services	(1,056,338)
Payments to Suppliers for Goods and Services	(1,301,867)
Net Cash Received From (Used By) Operating Activities	(2,114,949)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:	
Received from USDA Reimbursements	2,655,948
Transfers From (To) Other Funds	(540,999)
Net Cash Received From (Used By) Non-Capital Financing Activities	2,114,949
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Acquisition of Capital Assets	-
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest on Investments	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	-
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ -
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH RECEIVED FROM (USED BY) OPERATING ACTIVITIES	
Operating Income (Loss)	\$ (2,333,515)
Adjustments to reconcile operating income (loss) to net cash received from (used by) operating activities:	
Depreciation	51,784
Change in Assets and Liabilities:	
Inventory	(1,105)
Net Cash Received From (Used By) Operating Activities	\$ (2,114,949)

See notes to the basic financial statements.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2014**

	AGENCY FUND
ASSETS	
Cash and Cash Equivalents	<u>\$ 228,875</u>
TOTAL ASSETS	<u><u>\$ 228,875</u></u>
LIABILITIES	
Due to Student Organizations	<u>\$ 228,875</u>
TOTAL LIABILITIES	<u><u>\$ 228,875</u></u>

See notes to the basic financial statements.

NOTES TO THE BASIC FINANCIAL STATEMENTS

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1-A Reporting Entity

The School District of Williamsburg County, Kingtree, South Carolina, (the “School District”) operates under the Board of Trustees form of government provided by the laws of the State of South Carolina. The current form of government was created by the General Assembly of South Carolina in 1980 by the Act No. 632 and subsequently amended. The School District receives funding from local, state and federal governmental sources and must comply with the related requirements of these funding source entities. The School District is governed by a seven member Board of Trustees (the “Board”).

As required by accounting principles generally accepted in the United States of America (“GAAP”), these basic financial statements represent the School District and its component units. The primary criterion for determining inclusion or exclusion of a legally separate entity as a component unit is financial accountability, which is presumed to exist if the School District both appoints a voting majority of the entity’s governing body, and either, 1) the School District is able to impose its will on the entity or, 2) there is potential for the entity to provide specific financial benefits to, or impose specific financial burdens on, the School District. If either or both of the foregoing conditions are not met, the entity could still be considered a component unit if it is fiscally dependent of the School District. In order to be considered fiscally independent, an entity must have the authority to do all three of the following:

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

Finally, an entity could be a component unit even if it met all the conditions described above if excluding it would cause the School District’s financial statements to be misleading or incomplete. Blended component units, although legally separate entities, are in substance, part of the government’s operations and data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the basic financial statements to emphasize they are legally separate from the School District. Based upon the criteria above, the School District has two blended component units.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Blended Component Units:

SCAGO Educational Facilities Corporation (EFC)

SCAGO Educational Facilities Corporation (the "Corporation") for Williamsburg County School District was incorporated as a nonprofit 501(c)(3) organization for the specific charitable purpose of serving as a support organization for capital projects of the School District. Corporation board members are appointed by the SCAGO board. Because the Corporation exclusively benefits the School District, the Corporation financial information is blended with that of the School District in these basic financial statements. Separate Corporation's financial information is included in individual columns throughout the basic financial statements. Separate financial statements for the Corporation are not issued.

The Youth Academy Charter School

The Youth Academy Charter School, a division of The Youth Academy Group Home, Inc., is a nonprofit 501(c)(3) organization incorporated for the purpose of creating an environment better suited for instruction of the severely disturbed and challenged children of high school age. The State Department of Education has mandated that The Youth Academy Charter School is a component unit of the School District. The component unit provides services that exclusively benefit the primary government; therefore, its financial information is blended and reported as if it were part of the School District. Separate financial statements can be obtained from the Youth Academy Charter School, 711 Tomlinson Street, Kingstree, SC 29556.

1-B Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-wide Statements: The statement of net position and the statement of activities display information about the School District as a whole. These statements distinguish between activities that are governmental and those that are considered business-type. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the School District and for each function of the School District's governmental activities. Direct expenses are those that are specially associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement activities. Program revenues include charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment. In addition, program revenues include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Revenues that are not classified as program revenues, including all property taxes, intergovernmental revenues, interest income, etc., are presented as general revenues.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Financial Statements: The fund financial statements provide information about the School District's funds, including its fiduciary fund. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise (food service) funds, each displayed in a separate column.

The State Department of Education has mandated that all of the special revenues of the School District be aggregated into one fund and treated as a major fund. In addition, all of those activities funded by the Education Improvement Act have been designated by the State Department of Education as major funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from nonexchange activities or ancillary activities.

The School District reports the following major governmental funds:

General Fund. This is the School District's primary operating fund. It should be used to account for and report all financial resources not accounted for and reported in another fund. Primary sources of revenues are property taxes and state revenues received under the Education Finance Act.

Special Revenue Fund. This fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. Primary sources of revenues are state and federal grants.

Education Improvement Act (EIA) Fund. This fund is a Special Revenue fund which accounts for all resources received under the Education Improvement Act as mandated by the South Carolina Department of Education.

Debt Service Fund – District. This fund accounts for and reports resources that are restricted, committed or assigned to expenditure for principal and interest on general long-term debt. These funds are administered by the Williamsburg County Treasurer.

Debt Service Fund – EFC. This fund accounts for and reports resources that restricted, committed, or assigned to principal, interest, and related costs for the long-term debt of the SCAGO Education Facilities Corporation (EFC) for Williamsburg County School District.

Capital Projects Fund (School Building Fund). This fund accounts for and report financial resources that are restricted, committed or assigned to expenditure for the expansion or improvement of the facilities of the School District. Primary sources of revenues are state aid based upon a per pupil allocation and general obligation bond sales.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital Projects Fund (School Building Fund) – EFC. This fund accounts for resources used for the expansion or improvement of the facilities of the SCAGO Education Facilities Corporation (EFC) for Williamsburg County School District.

The School District reports the following major enterprise fund:

Food Service Fund. This fund accounts for operations (a) which are intended to be self-supporting through user charges or (b) where the State Department of Education has determined that periodic determination of net income is appropriate for management control. The food service fund which is used to record transactions of the operation of the school lunch program has been determined to be in this category.

Additionally, the School District reports the following fund type:

Agency Fund (Pupil Activity Fund). This fund is used to account for all revenues and expenditures of student groups and the operation of school functions directly supported by students.

Measurement Focus, Basis of Accounting

Government-wide, Proprietary, and Fiduciary fund financial statements. The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the School District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., when both measurable and available. “Available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The School District considers all revenue available within sixty days of the close of the fiscal year to be available. Most expenditures are measurable and are recorded when the related fund liability is incurred. However, principal and interest on general long-term debt, which has not matured, are not recognized until paid. Allocations of costs, such as depreciation and amortization, are not recognized in the governmental funds. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Under the terms of grant agreements, the School District funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted components of net position available to finance the program. It is the School District's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues (unless federal award requirements would be violated).

Proprietary and Fiduciary fund financial statements. Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

The proprietary fund distinguishes operating revenues and expenses from non-operating items. Operating revenues and expenses of the School District's food service enterprise fund result from providing food services. The principal operating revenue is charges for meals and other items paid by customers. Following State Department of Education guidance, the School District considers all USDA reimbursements and USDA food commodity provisions to be non-operating revenue. Since these revenues are based on reimbursement rates established by other entities, they are considered "exchange-like" transactions rather than pure exchange transactions by GASB No. 33.

The fiduciary fund is used to report the assets held in a trustee or agent capacity for student groups which are not available to support School District programs. Consequently, this fund is not incorporated into the government-wide financial statements. The reporting focus is on net assets and changes in net assets. Since agency funds are custodial in nature (assets equal liabilities), the measurement of the results of operations is not reported in the basic financial statements.

1-C Assets, Liabilities, and Equity

Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with an initial maturity of three months or less and investments in the South Carolina Local Government Investment Pool (the "Pool"). Investments, which consist of certificates of deposit, are stated at cost, which approximates market. The individual fund's portion of the Pool's fair value is presented as "Interfund receivables." Earnings on the pooled funds are apportioned and paid or credited to the funds annually based on the average monthly balance of each particular fund.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The School District has certain funds invested with the South Carolina State Treasurer's Office, which established the South Carolina Local Government Investment Pool Fund pursuant to Section 6-6-10 of the South Carolina Code. The Pool is an investment trust fund, in which public monies in excess of current needs, which is under the custody of any school district, city treasurer or any governing body of a political subdivision of the State may be deposited. The Pool is a 2a-7 like pool which is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but has a policy that it will operate in a manner consistent with the SEC's Rule 2a-7 of the Investment Company Act of 1940. In accordance with GASB Statement No. 31, "*Accounting and Financial Reporting for Certain Investments and for External Investment Pools*," investments are carried at fair value determined annually based upon quoted market prices. The total fair value of the Pool is apportioned to the entities with funds invested on an equal basis for each share owned, which are acquired at a cost of \$1.00. The School District's cash investment objectives are preservation of capital, liquidity and yield.

Receivables and Payables

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

Inventories and Prepaid Items

Inventories in the general fund consist of expendable supplies held for the School District's use and are carried at cost using the average cost method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Statement of Cash Flows

For the purpose of the statement of cash flows, the School District considers all highly liquid debt instruments with original maturities of three months or less to be cash equivalents. Securities with an initial maturity of more than three months (from when initially purchased) that are not purchased from the South Carolina Local Government Investment Pool are reported as investments.

Capital Assets and Depreciation

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. The costs incurred for repairs and maintenance are expensed as incurred.

All capital assets are valued at historical cost, except for items purchased before March 15, 1989, which are based upon estimated historical cost. Donated capital assets are valued at their estimated fair market value on the date donated.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. General capital assets are long-lived assets of the School District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized in the government-wide financial statement, statement of net position. Proprietary fund equipment purchases are capitalized in the proprietary fund at cost and depreciated on a straight-line basis over 12 years.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows:

Building and Other Improvements	20 to 60 years
Equipment	5 to 25 years

Compensated Absences

Accumulated unpaid sick leave is not accrued in governmental funds (using the modified accrual basis of accounting). The School District allows employees to accumulate 240 unused sick leave days. Earned vacation time is generally required to be used within one year of accrual. Upon retirement, the School District pays up to 90 days of accumulated sick leave at the substitute pay rate. Sick leave in excess of 90 days of accumulated sick leave or for termination other than retirement is not paid, but will be paid only upon illness while in the employment of the School District.

Accrued Liabilities and Long-Term Obligations

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

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

Fund Balances

In the fund financial statements, the School District restricts those portions of fund balances which are legally segregated for a specific future use or which do not represent available expendable resources and are not available for appropriation or expenditure. Unassigned fund balance indicates that portion of fund balance which is available for appropriation in future periods. Nonspendable fund balance reserves have been established for inventories of supplies and materials. Assignments of fund balance represent management's tentative plans that are subject to change.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Components of net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Use of Estimates

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

1-D Stewardship, Compliance and Accountability

Budgetary Information and Budgetary Accounting

The budget is presented on the modified accrual basis of accounting which is consistent with accounting principles generally accepted in the United States of America.

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

Current year General Fund expenditures exceeded appropriations by \$16,550.

Budgetary Practices

In accordance with the schedule of budget formulation and adoption, the staff and board committees meet to discuss the budget process and solicit public input. During the budget formulation process, the various staff budgets are submitted according to schedule. Committee meetings are held with principals and supervisors to finalize the staff budgets. At that time, the Board may recommend any modifications. Upon completion of any recommended modifications, the budget is adopted by the Board. The budget for the General Fund is the only formally adopted budget.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 2 - DEPOSITS AND INVESTMENTS

Deposits:

Custodial Credit Risk for Deposits: Custodial credit risk for deposits is the risk that, in the event of a bank failure, the School District's deposits might not be recovered. The School District does not have a deposit policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina. As of June 30, 2014, none of the School District's bank balances of \$1,753,575 (book balance of \$954,910) were exposed to custodial credit risk.

Investments:

Investment Type	Credit Rating	Cost Basis	Fair Value	Maturity (In Years)
SC Local Government Investment Pool	NA	\$ 9,537,500	\$ 9,537,500	^
Wells Fargo Advantage Government Money Market Fund	AAAm	\$ 1,949,280	\$ 1,949,280	<1 Year
Wells Fargo Advantage Heritage Money Market Service	AAAm	\$ 418,416	\$ 418,416	<1 Year
Fidelity Governmental Class III	AAAm	\$ 791,496	\$ 791,496	<1 Year
		\$ 12,696,692	\$ 12,696,692	

^ Investments in a 2a-7 like fund are not required to disclose interest rate risk.

Interest Rate Risk: The School District does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates. However, the School District primarily uses the bank money market account and the South Carolina Local Government Investment Pool for investing purposes. The balances invested are subject to withdrawals on a daily basis.

Custodial Credit Risk: Custodial credit risk for investments is the risk that, in the event of a bank failure, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The School District does not have an investment policy for custodial credit risk but follows the investment policy of the State of South Carolina. The State Treasurer's Local Government Investment Pool (LGIP) is not rated for credit quality. The Pool is included as an investment trust fund in the State of South Carolina's Comprehensive Annual Financial Report. The LGIP's complete financial statements may be obtained by writing the following address: Office of the State Treasurer, Local Government Investment Pool, Post Office Box 11778. Columbia, South Carolina 29211.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

The following table reconciles deposits and investments within the footnotes to the amounts in the statements of net position for the Primary Government:

	Statement of Net Position
Unrestricted Current Assets:	
Cash and cash equivalents on deposit with financial institutions for governmental activities	\$ 10,239,618
Cash and cash equivalents on deposit with financial institutions for fiduciary fund	228,875
Restricted Current Assets:	
Cash and cash equivalents on deposit with financial institutions for governmental activities	<u>3,184,594</u>
	<u>\$13,653,087</u>
Footnotes	
Deposits	\$ 956,395
Investments (at cost)	<u>\$12,696,692</u>
	<u>\$13,653,087</u>

Due to higher cash flows at certain times during the year, the School District's investments were often higher than at year end.

NOTE 3 - CAPITAL ASSETS AND DEPRECIATION

The following is a summary of the changes in the capital assets for the fiscal year:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 688,198	\$ -	\$ -	\$ 688,198
Total	<u>688,198</u>	<u>-</u>	<u>-</u>	<u>688,198</u>
Other Capital assets:				
Buildings and Improvements	81,833,087	9,650	-	81,842,737
Construction in Progress	-	92,157	-	92,157
Vehicles and equipment	6,293,693	219,639	(29,005)	6,484,327
Total cost	<u>88,126,780</u>	<u>321,446</u>	<u>(29,005)</u>	<u>88,419,221</u>
Less, accumulated depreciation	<u>(37,021,114)</u>	<u>(1,660,739)</u>	<u>24,665</u>	<u>(38,657,188)</u>
Net other capital assets	<u>51,105,666</u>	<u>(1,339,293)</u>	<u>(4,340)</u>	<u>49,762,033</u>
Net Capital assets	<u>\$ 51,793,864</u>	<u>\$ (1,339,293)</u>	<u>\$ (4,340)</u>	<u>\$ 50,450,231</u>

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 3 - CAPITAL ASSETS AND DEPRECIATION (continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Equipment	\$ 1,526,082	\$ -	\$ -	\$ 1,526,082
Less, accumulated depreciation	<u>(1,241,562)</u>	<u>(51,784)</u>	<u>-</u>	<u>(1,293,346)</u>
Net capital assets	<u>\$ 284,520</u>	<u>\$ (51,784)</u>	<u>\$ -</u>	<u>\$ 232,736</u>

Depreciation was charged to functions as follows:

Governmental activities:

Total governmental activities depreciation	<u>\$ 1,660,739</u>
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Business-type activities:

Food Service	<u>\$ 51,784</u>
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NOTE 4 - PROPERTY TAXES AND OTHER RECEIVABLES

Real property taxes are levied on October 1 for the assessed valuations of property located in Williamsburg County as of the preceding January 1, and are due and payable at that time. All unpaid taxes levied October 1 become delinquent January 15 of the following year, and property taxes attach as enforceable liens if not paid by March 16 of the following year. Owner occupied residential property assessed at an amount determined by the South Carolina Department of Revenue (currently, the first \$100,000) is exempted by South Carolina law from property tax levies for school operations. The state reimburses these taxes to the school districts from state revenue sources. Penalties are added to taxes depending on the date paid as follows:

January 10 – February 1	3% of Tax
February 2 – March 16	10% of Tax
March 17 and Thereafter	15% of Tax Plus Collection Costs

Property taxes on licensed motor vehicles are collected on a monthly basis in the month in which individual motor vehicles licenses are renewed and revenue is recognized as collected. Property taxes are billed by Williamsburg County and are recognized when collected and remitted to the School District by the County Treasurer. Real property taxes collected within 60 days after the fiscal year end are also recognized as revenue for the year.

For the year ended June 30, 2014, the assessed value of taxable property within the School District was \$91,428,619 with the millage levied on the tax base at 132 mills to cover general School District services and 34.5 mills to cover the School District’s scheduled debt service requirements.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 4 - PROPERTY TAXES AND OTHER RECEIVABLES (continued)

Local legislation provides that the Board of Trustees may increase millage in any year to an amount equal to the minimum required local funding obligations under the Education Finance Act of 1977 (EFA) or the Education Improvement Act of 1984 (EIA) plus three mills. The EFA mandates an increase in millage based on an inflation factor and the EIA requires that local revenues meet a minimum per pupil maintenance effort from year to year.

Act 388, as adopted by the South Carolina General Assembly in June 2006, restricts the ability of school districts to increase the millage rates imposed for general operating purposes for a fiscal year to the rate imposed for such purposes for the preceding tax year plus the following additions. Millage may be increased to the extent of the increase in the average of the twelve monthly consumer price indexes and also by the percentage increase in the previous year in the population of the school district. Poverty weighting is applied only to growth dollars in calculating millage increase limitation, not to the base student cost used in the EFA calculations.

Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Service and fee revenue is recognized as it is earned. In the government-wide and proprietary funds, revenue is recognized when earned.

NOTE 5 - PENSION PLAN

Plan Description. The School District of Williamsburg County contributes to the South Carolina Retirement System (SCRS), a cost-sharing multi-employer defined benefit pension plan administered by the South Carolina Retirement System; a division of the State Carolina Public Employee Benefit Authority (SC PEBA). The SCRS offers retirement and disability benefits, cost of living adjustments on an ad-hoc basis, life insurance benefits and survivor benefits. The Plan's provisions are established under Title 9 of the South Carolina Code of Laws. A Comprehensive Annual Financial Report containing financial statements and required supplementary information for the South Carolina Retirement System is issued and publicly available at www.retirement.sc.gov or by writing the South Carolina Retirement System, P. O. Box 11960, Columbia, SC 29211-1960.

Funding Policy. Both employees and employers are required to contribute to the Plan under authority of Title 9 of the S.C. Code of Laws. Employees are required to contribute 7.5% of their annual covered salary and the School District of Williamsburg County is required to contribute at an actuarially determined rate. The current rate is 10.45% of annual covered payroll. In addition to the above rates, participating employers of the SCRS contribute 4.92% of payroll to provide retiree health and dental insurance and .15% for a group life insurance benefit for their participants. The School District's contributions to the SCRS, including retiree health coverage and group life insurance, for the years ended June 30, 2014, 2013 and 2012 were \$4,047,780, \$3,923,097, and \$3,742,470, respectively, which are equal to the required contributions.

Other Retirement Plan. The State of South Carolina also provides an optional retirement plan ("State ORP"). It is a governmental plan administered as a qualified plan pursuant to Section 401(a) of the IRC. The State ORP is a defined contribution plan that provides retirement and survivor benefits as an alternative to the SCRS. Employees may choose between the State ORP plan and the SCRS plan. Under State law, employer contributions to the ORP are required at 5.45% and employer group life contributions are paid at a rate of .15%.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 5 - PENSION PLAN (continued)

Post-Employment Benefits. In addition to providing retirement plan benefits, the state currently provides its retired employees with health care benefits. All post-retirement benefits paid to the School District's retired members are made from the SCRS and from South Carolina's General Fund (Health Care). The School District has no liability beyond the payment of monthly covered payroll. The SCRS provides death benefits to retirees through the group life insurance program for members of the SCRS.

NOTE 6 - INTERFUND BALANCES AND ACTIVITY

6-A Interfund Balances

Interfund balances at June 30, 2014 consisted of the following:

	Receivable	Payable
General Fund:		
Special Revenue Fund	\$ 1,707,189	\$ -
Education Improvement Act	-	584,523
Capital Projects	-	3,181,635
Capital Projects- EFC	-	125,222
Food Service	-	1,888,324
Special Revenue Fund	-	1,707,189
Education Improvement Act	584,523	-
Capital Projects	3,181,635	-
Capital Projects- EFC	125,222	-
Food Service	1,888,324	-
	<hr/>	<hr/>
Total	<u>\$ 7,486,893</u>	<u>\$ 7,486,893</u>

The balance of \$1,707,189 due to the general fund from the special revenue fund resulted from the time lag between the dates that (1) interfund goods and services were provided or reimbursable expenditures occurred, (2) transactions were recorded in the accounting system, and (3) payments between funds are made. The remaining balances are due to cash being invested by the general fund on a daily basis for the purpose of increasing earnings through investment activities.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 6 - INTERFUND BALANCES AND ACTIVITY (continued)

6-B Interfund Transfers

Interfund transfers for the year ended June 30, 2014 consisted of the following:

Transfers from other funds:

From the EIA fund to the general fund to pay for salaries and fringe benefits	\$ 741,111
From the special revenue fund to the general fund	662,208
From the special revenue fund to the general fund for indirect cost reimbursement	157,445
From the school building fund to the general fund	194,979
From the food service fund to the general fund for indirect cost reimbursement	190,498
From the food service fund to the general fund for fringe benefits	<u>195,684</u>
Total transfers to the General Fund	<u>\$ 2,141,925</u>

From general fund to special revenue fund	20,549
From general fund to debt service fund – district	10,497
From special revenue fund to EIA fund	220,017
From debt service fund – district to capital projects funds	1,019,461
From debt service fund – district to capital projects – EFC	200,000
From the debt service fund – district to debt service fund – EFC	<u>1,463,719</u>

Total transfers from other funds \$ 5,076,168

Transfers to other funds:

To the special revenue fund from the general fund	\$ 20,549
To the debt service – district from the general fund	<u>10,497</u>
Total transfers from the general fund	31,046

To the general fund from the special revenue fund	662,208
To the general fund from the special revenue fund for indirect cost reimbursement	157,445
To the EIA fund from the special revenue fund	<u>125,599</u>
Total transfers from special revenue funds	<u>945,252</u>

To the general fund from the EIA fund to pay for salaries and fringe benefits	741,111
To the general fund from the EIA fund – Flex funding	<u>94,418</u>
Total transfers from EIA Funds	<u>835,529</u>

To the debt service fund – EFC from the debt service fund – district	2,080,667
To the capital projects fund – district from the debt service fund – district	<u>402,513</u>
Total transfers from debt service fund – EFC	<u>2,483,180</u>

To the capital projects fund – district from the debt service fund – EFC 200,000

To the general fund from capital projects – EFC 194,979

To the general fund from the food service fund for fringe benefits	195,684
To the general fund from the food service fund for indirect cost reimbursement	<u>190,498</u>
Total transfers from food service fund	<u>386,182</u>

Total transfers to other funds \$ 5,076,168

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 7 - ACCRUED PERSONNEL COSTS

Accrued personnel costs are salaries and employee benefit (retirement, health and dental insurance, social security) cost due June 30, 2014 but not yet paid. Employee benefits are also accrued and included in the computation of accrued compensated absences.

Accrued Salaries	\$ 2,305,649
Accrued Fringe Benefits	<u>1,699,134</u>
Total	<u>\$ 4,004,783</u>

NOTE 8 - REVENUE RECEIVED IN ADVANCE

Revenues received by the School District, but not yet expended are as follows:

Governmental activities:

Special Revenue Fund	
Restricted federal state grants	\$ 665,032
Local grants and contracts	322,619
Education Improvement Act	584,055
Capital Projects - District:	
Restricted state grants	192,766
Insurance Proceeds	<u>40,938</u>
Total- Governmental Activities	<u>\$ 1,805,410</u>

NOTE 9 - SHORT-TERM OBLIGATIONS

The School District issued general obligation bonds for the purpose of providing funds to acquire school facilities and to pay the costs of issuance of the bonds.

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Series 2013A	\$ 501,000	\$ -	\$ 501,000	\$ -
Series 2013B	-	623,000	623,000	-
Series 2013C	-	1,389,000	1,389,000	-
Series 2014A		480,000	-	480,000
Total	<u>\$ 501,000</u>	<u>\$ 2,492,000</u>	<u>\$ 2,513,000</u>	<u>\$ 480,000</u>

The School District issued \$2,492,000 of general obligation bonds during the fiscal year for the primary purpose of making debt service payments for the EFC with excess funds being used for capital projects. These bonds were retired utilizing debt service fund property tax revenues. The School District has continuous authority to issue general obligation bonds each calendar year, subject to a constitutional debt limit equal to 8% of the assessed valuation of property subject to levy by the School District, applicable to debt issued subsequent to November 30, 1982.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 10 - LONG-TERM OBLIGATIONS

General obligation bonds are direct obligations and pledge the full faith and credit of the School District. These bonds are issued as serial bonds with varying amounts of principal maturing each year. As part of the Education Improvement Act approved by the State Legislature, school building aid programs are part of an entire package to provide for capital improvements or reduction of millage required to pay debt service and bonds issued for such purposes. Specifically, unless exempted, if the School District has issued bonds during the most recent five fiscal years, at least 50% of the school building aid funds must be used to reduce millage required to pay debt service on such outstanding bonds. The School District has been exempted from this provision.

10-A Long-term Obligation Activity

Changes in long-term obligations for the year ended June 30, 2014 are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
General Obligation Bonds:					
Series 2004	\$ 2,605,000	\$ -	\$ 2,605,000	\$ -	\$ -
Series 2012B	2,354,000	-	35,000	2,319,000	401,000
Installment Purchase					
Revenue Bonds:					
Series 2006 (EFC)	20,495,000	-	375,000	20,120,000	395,000
Qualified Zone Academy					
Bond Program:					
Series 2008A	5,584,645	-	-	5,584,645	-
Series 2008B	-	-	-	-	-
SC Energy Loan	20,994	-	10,497	10,497	10,497
Arbitrage Payable	112,889	-	-	112,889	-
Compensated Absences	419,272	-	790	418,482	-
Plus Unavailable Amounts:					
For Issuance Premiums	555,849	-	-	555,849	-
Total	\$ 32,147,649	\$ -	\$ 3,026,287	\$ 29,121,362	\$ 806,497

The installment purchase revenue bonds were issued by the SCAGO Educational Facilities Corporation (EFC) for Williamsburg County School District bonds pursuant to a Purchase and Use Agreement. Upon each payment or prepayment of base payments, title to an undivided interest in the 2006 facilities equal to that percentage of the purchase price represented by such payment or prepayment will transfer to the School District. Under the terms of the agreement, each payment by the School District entitles it to the use and occupancy of all of the 2006 facilities during the applicable fiscal year. The School District expects to make the base payments from proceeds of general obligation bonds the School District would issue either annually or semi-annually for the purpose of making the payments.

Interest paid on the debt issued by the School District is exempt from federal income tax. The School District sometimes temporarily reinvests the proceeds of such tax-exempt debt in materially higher-yielding taxable securities, primarily during construction projects. The federal tax code refers to this practice as arbitrage. Excess earnings resulting from arbitrage must be rebated to the federal government on the fifth anniversary of the issuance of the tax-exempt debt and every five years thereafter until the debt has been

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 10 - LONG-TERM OBLIGATIONS (continued)

repaid, in accordance with the arbitrage regulations. The School District has recorded an arbitrage rebate of \$112,889 at June 30, 2014, which represents the positive arbitrage on the EFC indebtedness as of this date.

10-B Debt Service Requirements

Debt service requirements on long-term debt at June 30, 2014 are as follows:
Governmental Activities:

Year Ending June 30,	Principal	Interest
2015	\$ 796,000	\$ 1,099,794
2016	819,000	1,073,494
2017	832,000	1,046,321
2018	1,095,000	1,018,178
2019	1,362,000	974,370
2020-2024	11,059,645	3,904,172
2025-2030	6,965,000	2,163,144
2031-3035	5,095,000	390,875
Total	<u>\$ 28,023,645</u>	<u>\$ 11,670,348</u>

The governmental activities debt at June 30, 2014 is comprised of the following individual issues:

General Obligation Bonds

\$2,397,000 General Obligation Refunding Bonds,
Series 2012B, interest rate fixed 1.54% \$ 2,319,000

Qualified Academy Zone Program

\$5,584,645 Qualified Azademy Zone Bonds,
Series 2008A, interest rate fixed 1.50% 5,584,645

Installment Purchase Revenue Bonds

\$22,500,000 SCAGO Educational Facilities
Corporation (EFC), interest rate varies from
4.00% to 5.00% 20,120,000

Total \$ 28,023,645

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 11 - COMMITMENTS, CONTINGENCIES, AND SUBSEQUENT EVENTS

Starting in June of 2014 the District entered into numerous contracts with Encore Technology Group to upgrade the District’s information technology infrastructure in preparation for the Race to the Top Grant. The total expected cost of the project is \$2,990,637. As of the report date the District had been invoiced for \$2,492,103. The District plans to fund this project in the following manner:

\$1,500,000	Equipment Acquisition Lease, Series 2015
850,000	Capital Projects Fund Balance
153,762	Revenue Received in Advance – Special Revenue Fund - E-Rate
<u>486,875</u>	E-Rate Program; Direct payment to vendor
<u>\$2,990,637</u>	

The District issued a \$1,500,000 Equipment Acquisition Lease, Series 2015 on February 17, 2015. The following is the terms and repayment schedule:

Date	Principal	Coupon	Interest	Total Principal and Interest
12/31/2015	\$ 295,000	2.75%	\$ 27,500	\$ 322,500
12/31/2016	290,000	2.75%	33,138	323,138
12/31/2017	295,000	2.75%	25,163	320,163
12/31/2018	305,000	2.75%	17,050	322,050
12/31/2019	<u>315,000</u>	2.75%	<u>8,662</u>	<u>323,662</u>
Total	<u>\$1,500,000</u>		<u>\$111,513</u>	<u>\$1,611,513</u>

D.P Cooper Elementary School began operations as a Charter School July 1, 2014. The District calculates the monthly payment to fund the charter school based on student enrollment. The District budgeted 2014-2015 payments based on the projected enrollment. As of the report date, the actual enrollment at the charter school had far exceeded the budgeted projections. The most recent payment calculations indicate the District’s actual payments for fiscal year 2014-2015 will exceed budgeted amounts by \$847,268. The District anticipates amending their 2014-2015 budget to account for this change.

November 12, 2014 the District drew \$500,000 against its Tax Anticipation Note. This was the maximum amount available.

On December 12, 2014, the District’s former Superintendent filed a law suit for breach of contract and damages equal to her salary and benefits for the remainder of her term. The Superintendent resigned her position in lieu of her pending termination November 17, 2014. The case has been referred to the District’s insurance carrier.

The District is a member of the Carolina Consortium for Enterprise Learning which was awarded the Race to the Top Grant. Under the terms of the grant the District should receive approximately \$3,400,000 over a four year period beginning with fiscal year 2014-2015.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 12 - RISK MANAGEMENT

The School 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. The School District maintains commercial insurance coverage covering each of these risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the School District. Settlement claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 13 - GRANTS AND SIMILAR PROGRAMS

The School District participates in a number of federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors and their representatives. The amount of program expenditures which may be disallowed by the granting agencies cannot be determined at this time although the School District expects such an amount, if any, to be immaterial.

The School District also receives a substantial amount of other support from federal and state governments. A major reduction in the level of this support, if this were to occur, would have a major effect on the School District's financial condition.

NOTE 14 - POST EMPLOYMENT BENEFITS

Plan Description

The South Carolina Health Insurance Trust Fund and the South Carolina Long-Term Disability Insurance Trust Fund were established by the State of South Carolina as Act 195, which became effective on May 1, 2008. These trusts were established to fund and account for the employer costs of the State's retiree health and dental plans and the State's basic long-term disability plan in compliance with Governmental Accounting Standards Board Statements No. 43, Financial Reporting for Post Employment Benefit Plans Other Than Pension Plans, and No. 45, Accounting and Financial Reporting by Employers for Post Employment Benefits Other Than Pensions.

The Employee Insurance Program administers both trusts and the State Budget and Control Board acts as Trustee. The State Treasurer is custodian of the funds and invests the funds in accordance with State statutes. The Trustee for these trusts has determined them to be cost-sharing multiple-employer defined benefit plans that cover employees of the State, including all agencies and public school districts. The South Carolina Health Insurance Trust Fund provides health and dental insurance benefits to eligible retirees and the South Carolina Long-Term Disability Insurance Trust Fund provides disability payments to eligible employees as defined in Article 5 of the State Code of Laws (the Code). Article 5 of the Code authorizes the Trustee of both Plans to at any time adjust the Plan, including the benefits and contributions, as necessary to insure the fiscal stability of the Plans.

Both Plans issue a publicly available financial report that includes financial statements and required information for the Plans. These reports may be obtained by writing to Phyllis Buie, Finance Officer, Employee Insurance Program, 1201 Main Street, Suite 360, Columbia, SC 29201.

Funding Policy

Article 5 of the Code provides that contribution requirements of the Plan members and the participating employers are established and may be amended by the Trustee. Participating employers are contractually required to contribute at rates assessed each year by the State Budget and Control Board, currently 4.92% of annual covered payroll for health insurance. The State Budget and Control Board sets the employer

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 14 - POST EMPLOYMENT BENEFITS (continued)

contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents the level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan for a period not to exceed thirty years. The District's contributions to the SC Retiree Health Insurance Trust Fund for the year ended June 30, 2014 were \$1,288,906 which equaled the required contributions for that year.

NOTE 15 - NEW PRONOUNCEMENTS

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68 Accounting and Financial Reporting for Pensions (Employers) – an amendment of GASB Statements No. 27, to improve guidance for accounting and reporting on pensions that governments provide to their employees. GASB believes it is important to give users of the financial statements of cost-sharing employers access to better, more transparent financial information. Consequently, under the new standard, the GASB is requiring that cost-sharing governments report a net pension liability, pension expense, and pension-related deferred inflows and outflows of resources based on the government's proportionate share of the collective amounts for all the governments participating in the plan. Issued June 2012, this statement replaces the requirements of GASB Statement No. 27, Accounting for Pensions by State and Local Governmental Employers, as well as the requirements of GASB Statement No. 50, Pension Disclosures, as they relate to pensions that are provided through pension plans administered as trust or equivalent arrangements that meet certain criteria. GASB Statement No. 68 will be effective for the District, fiscal year ending June 30, 2015. This statement relates to accounting and financial reporting and does not apply to how governments approach the funding of their pension plans. At present, there is close connection between the ways many governments fund pensions and how they account for and report information about them in financial reports. This statement separates how the accounting and financial reporting is determined from how pensions are funded.

Key changes when GASB Statement No. 68 is adopted by participating governments will include:

- Separating how the accounting and financial reporting is determined from how pensions are funded.
- Employers with defined benefit pension plans will recognize a net pension liability, as defined by the standard, in their government-wide, proprietary and fiduciary fund financial statements.
- Incorporating ad hoc cost-of-living adjustments and other ad hoc postemployment benefit changes into projections of benefit payments, if an employer's past practice and future expectations of granting them indicate they are essentially automatic.
- Using a discount rate that applies (a) the expected long-term rate of return on pension plan investments for which plan assets are expected to be available to make projected benefit payments, and (b) the interest rate on a tax-exempt 20 year AA/Aa or higher rate municipal bond index to projected benefit payments for which plan assets are not expected to be available for long-term investment in a qualified trust.
- Adopting a single actuarial cost allocation method – entry age normal – rather than the current choice among six actuarial cost methods.
- Requiring more extensive note disclosures and required supplementary information.
- Requires a restatement of beginning net position balance equal to the government's proportionate share of the plan's collective net pension liability to reflect this liability as of the beginning of the year.
- The recognition of pension expense based on actuarial calculations in addition to the recognition of the annual required contribution (ARC) obligations to the State's cost-sharing multiple-employer retirement plan.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO THE BASIC FINANCIAL STATEMENTS**

NOTE 15 - NEW PRONOUNCEMENTS (continued)

Once GASB Statement No. 68 is adopted during the year ending June 30, 2015, management expects the financial impact of recognizing the net pension liability on the government's statement of net position will be significant. The government's actual proportionate share of the collective net pension liability that will be used to adjust beginning net position by the recognition of this liability will not be available until the plan's stand-alone audited financial statements are complete.

NOTE 16 - RESTATEMENT OF PRIOR YEAR BALANCES

For fiscal year 2014, the School District made a prior period adjustment due to the adoption of GASB Statement No. 65, which requires the restatement of the June 30, 2013 net position in Governmental Activities. The result is a decrease in Net Position at July 1, 2013 of \$723,828.

	Governmental Activities Net Position
Balance June 30, 2013	\$ 33,474,275
To expense debt issue costs per GASB Statement No. 65	<u>(723,829)</u>
Balance June 30, 2013, restated	<u>\$ 32,750,446</u>

REQUIRED SUPPLEMENTARY INFORMATION

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Budgeted Amounts Original/Final	Actual Amounts	Variance With Final Budget Favorable (Unfavorable)
REVENUES			
Local Property Taxes	\$ 8,206,509	\$ 8,633,843	\$ 427,334
Earnings on Investments	25,000	9,256	(15,744)
Charges for Services	29,300	61,306	32,006
Other Local	231,380	138,465	(92,915)
Total Local	<u>8,492,189</u>	<u>8,842,870</u>	<u>350,681</u>
State	<u>20,233,661</u>	<u>20,274,534</u>	<u>40,873</u>
TOTAL REVENUES	<u>28,725,850</u>	<u>29,117,404</u>	<u>391,554</u>
EXPENDITURES			
Current:			
Instruction	15,693,208	15,815,084	(121,876)
Support Services	15,269,633	15,085,306	184,327
Community Services	54,505	118,509	(64,004)
Intergovernmental	<u>225,000</u>	<u>239,997</u>	<u>(14,997)</u>
TOTAL EXPENDITURES	<u>31,242,346</u>	<u>31,258,896</u>	<u>(16,550)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,516,496)</u>	<u>(2,141,492)</u>	<u>375,004</u>
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	1,000	-	(1,000)
Transfers In	2,117,706	2,141,925	24,219
Transfers Out	<u>(11,000)</u>	<u>(31,046)</u>	<u>(20,046)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,107,706</u>	<u>2,110,879</u>	<u>3,173</u>
NET CHANGE IN FUND BALANCE	<u>\$ (408,790)</u>	<u>(30,613)</u>	<u>\$ 378,177</u>
FUND BALANCE, JULY 1, 2013		<u>3,969,326</u>	
FUND BALANCE, JUNE 30, 2014		<u>\$ 3,938,713</u>	

SUPPLEMENTARY INFORMATION

GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
1000 Revenue from Local Sources			
1100 Taxes:			
1110 Ad Valorem Taxes - Including Delinquent	\$ 6,200,822	\$ 6,562,752	\$ 361,930
1140 Penalties & Interest on Taxes	-	60,921	60,921
1200 Revenue from Local Governmental Units Other than LEAs:			
1280 Revenue in Lieu of Taxes	2,005,687	2,010,170	4,483
1300 Tuition:			
1320 From Other LEAs for Regular Day School	29,300	61,306	32,006
1500 Earnings on Investments:			
1510 Interest on Investments	25,000	9,256	(15,744)
1900 Other Revenue from Local Sources:			
1930 Medicaid	-	75	75
1990 Miscellaneous Local Revenue			
1993 Receipt of Insurance Proceeds	-	15,722	15,722
1999 Revenue from Other Local Sources	231,380	122,668	(108,712)
Total Local Sources	<u>8,492,189</u>	<u>8,842,870</u>	<u>350,681</u>
3000 Revenue from State Sources			
3100 Restricted State Funding:			
3130 Special Programs:			
3131 Handicapped Transportation	-	22,603	22,603
3160 School Bus Driver's Salary	358,359	411,692	53,333
3161 EAA Bus Driver Salary and Fringe	-	3,928	3,928
3162 Transportation Workers' Compensation	36,642	36,034	(608)
3180 Fringe Benefits Employer Contributions	4,043,236	4,018,970	(24,266)
3181 Retiree Insurance	1,028,826	1,087,588	58,762
3199 Other Restricted State Grants	-	34,090	34,090
3300 Education Finance Act:			
3310 Full-Time Programs:			
3311 Kindergarten	761,006	681,253	(79,753)
3312 Primary	1,838,132	1,803,542	(34,590)

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES (cont'd)			
3300 Education Finance Act: (cont'd)			
3310 Full-Time Programs: (cont'd)			
3313 Elementary	\$ 2,214,454	\$ 2,236,871	\$ 22,417
3314 High School	406,039	387,734	(18,305)
3315 Trainable Mentally Handicapped	93,881	132,747	38,866
3316 Speech Handicapped	540,886	687,234	146,348
3317 Homebound	46,733	56,311	9,578
3320 Part-Time Programs:			
3321 Emotionally Handicapped	85,035	58,468	(26,567)
3322 Educable Mentally Handicapped	298,425	239,376	(59,049)
3323 Learning Disabilities	1,050,426	967,386	(83,040)
3324 Hearing Handicapped	16,631	21,231	4,600
3325 Visually Handicapped	10,065	8,646	(1,419)
3326 Orthopedically Handicapped	3,429	31,616	28,187
3327 Vocational	1,845,100	1,719,917	(125,183)
3330 Other EFA Programs:			
3331 Autism	138,445	153,752	15,307
3350 Residential Treatment Facilities (RTF)	58,227	58,008	(219)
3800 State Revenue in Lieu of Taxes:			
3810 Reimbursement for Local Residential Property Tax Relief	1,366,370	1,366,370	-
3820 Homestead Exemption	622,817	622,817	-
3827 \$2.5 Million Bonus	2,500,000	2,500,000	-
3830 Merchant's Inventory Tax	81,503	81,503	-
3840 Manufacturer's Depreciation Reimbursement	527,801	598,714	70,913
3890 Other State Property Tax Revenues	195,516	232,476	36,960
3900 Other State Revenue:			
3992 State Forest Commission Revenues	65,677	13,657	(52,020)
Total State Sources	<u>20,233,661</u>	<u>20,274,534</u>	<u>40,873</u>
TOTAL REVENUES ALL SOURCES	<u>28,725,850</u>	<u>29,117,404</u>	<u>391,554</u>

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES			
100 Instruction			
110 General Instruction			
111 Kindergarten Programs:			
100 Salaries	\$ 786,266	\$ 801,587	\$ (15,321)
200 Employee Benefits	304,246	339,960	(35,714)
300 Purchased Services	715	-	715
400 Supplies and Materials	5,018	4,527	491
112 Primary Programs:			
100 Salaries	1,838,715	1,857,704	(18,989)
200 Employee Benefits	644,856	677,012	(32,156)
300 Purchased Services	3,298	608	2,690
400 Supplies and Materials	8,554	7,886	668
113 Elementary Programs:			
100 Salaries	3,324,372	3,259,173	65,199
200 Employee Benefits	1,161,480	1,219,593	(58,113)
300 Purchased Services	3,744	2,711	1,033
400 Supplies and Materials	25,481	28,739	(3,258)
114 High School Programs:			
100 Salaries	1,818,592	1,833,533	(14,941)
200 Employee Benefits	628,658	706,115	(77,457)
300 Purchased Services	141,620	140,846	774
400 Supplies and Materials	37,574	37,101	473
500 Capital Outlay	8,250	8,129	121
115 Career and Technology Education Programs:			
100 Salaries	923,779	899,939	23,840
200 Employee Benefits	325,734	339,310	(13,576)
300 Purchased Services	62,367	60,852	1,515
400 Supplies and Materials	35,819	53,802	(17,983)
120 Exceptional Programs			
121 Educable Mentally Handicapped:			
100 Salaries	250,312	333,159	(82,847)

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES (cont'd)			
120 Exceptional Programs (cont'd)			
121 Educable Mentally Handicapped: (cont'd)			
200 Employee Benefits	\$ 110,406	\$ 131,298	\$ (20,892)
300 Purchased Services	44,125	44,000	125
400 Supplies and Materials	870	627	243
122 Trainable Mentally Handicapped:			
100 Salaries	511,590	488,595	22,995
200 Employee Benefits	200,084	162,771	37,313
400 Supplies and Materials	850	834	16
123 Orthopedically Handicapped:			
100 Salaries	68,017	61,517	6,500
200 Employee Benefits	31,592	23,810	7,782
400 Supplies and Materials	100	79	21
125 Hearing Handicapped:			
100 Salaries	30,728	-	30,728
200 Employee Benefits	9,219	-	9,219
126 Speech Handicapped:			
100 Salaries	190,852	190,997	(145)
200 Employee Benefits	81,434	71,922	9,512
400 Supplies and Materials	580	427	153
127 Learning Handicapped:			
100 Salaries	1,235,336	1,266,648	(31,312)
200 Employee Benefits	440,373	439,236	1,137
300 Purchased Services	44,000	44,000	-
400 Supplies and Materials	1,550	1,550	-
128 Emotionally Handicapped:			
400 Supplies and Materials	295	257	38
130 Preschool Programs			
139 Early Childhood Programs:			
100 Salaries	600	122	478
200 Employee Benefits	-	402	(402)

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES (cont'd)			
140 Special Programs			
141 Gifted and Talented - Academic:			
300 Purchased Services	\$ 850	\$ 350	\$ 500
145 Homebound:			
100 Salaries	73,000	62,970	10,030
200 Employee Benefits	16,560	15,428	1,132
300 Purchased Services	20,000	21,897	(1,897)
400 Supplies and Materials	130	37	93
147 CDEPP:			
100 Salaries	400	13,023	(12,623)
200 Employee Benefits	-	127	(127)
148 Gifted and Talented - Artistic:			
100 Salaries	48,181	48,060	121
200 Employee Benefits	16,011	16,390	(379)
300 Purchased Services	2,909	1,389	1,520
400 Supplies and Materials	1,511	1,370	141
500 Capital Outlay	10,000	-	10,000
600 Other	114	114	-
149 Other Special Programs:			
300 Purchased Services	60,000	14,264	45,736
180 Adult/Continuing Educational Programs			
181 Adult Basic Education Programs:			
300 Purchased Services	2,327	176	2,151
400 Supplies and Materials	424	-	424
188 Parenting/Family Literacy:			
100 Salaries	58,862	46,042	12,820
200 Employee Benefits	27,052	20,238	6,814
300 Purchased Services	1,000	1,000	-
400 Supplies and Materials	4,000	4,000	-

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES (cont'd)			
190 Instructional Pupil Activity:			
100 Salaries	\$ 4,600	\$ 5,500	\$ (900)
200 Employee Benefits	2,623	1,331	1,292
300 Purchased Services	507	-	507
400 Supplies and Materials	96	-	96
Total Instruction	<u>15,693,208</u>	<u>15,815,084</u>	<u>(121,876)</u>
200 Support Services			
210 Pupil Services			
211 Attendance and Social Work Services:			
300 Purchased Services	3,094	2,565	529
400 Supplies and Materials	57	57	-
212 Guidance Services:			
100 Salaries	794,251	772,505	21,746
200 Employee Benefits	273,072	275,708	(2,636)
300 Purchased Services	1,531	1,531	-
400 Supplies and Materials	5,780	5,020	760
213 Health Services:			
300 Purchased Services	53,025	-	53,025
214 Psychological Services:			
300 Purchased Services	2,618	-	2,618
216 Vocational Placement Services:			
400 Supplies and Materials	3,760	3,469	291
220 Instructional Staff Services			
221 Improvement of Instruction - Curriculum Development:			
100 Salaries	583,837	570,580	13,257
200 Employee Benefits	199,342	200,100	(758)
300 Purchased Services	36,502	32,421	4,081
400 Supplies and Materials	40,910	23,044	17,866
600 Other	4,274	3,808	466

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES (cont'd)			
222 Library and Media Services:			
100 Salaries	\$ 472,641	\$ 467,595	\$ 5,046
200 Employee Benefits	170,603	178,030	(7,427)
300 Purchased Services	7,409	7,178	231
400 Supplies and Materials	23,803	19,729	4,074
500 Capital Outlay	300	-	300
223 Supervision of Special Programs:			
100 Salaries	280,390	283,342	(2,952)
200 Employee Benefits	101,457	109,823	(8,366)
300 Purchased Services	13,042	10,461	2,581
400 Supplies and Materials	7,286	6,561	725
600 Other	538	538	-
224 Improvement of Instruction - Inservice and Staff Training:			
100 Salaries	304	-	304
300 Purchased Services	2,412	1,281	1,131
230 General Administration Services			
231 Board of Education:			
100 Salaries	35,920	48,780	(12,860)
200 Employee Benefits	63,374	31,396	31,978
300 Purchased Services	149,452	139,028	10,424
318 Audit Services	40,000	47,100	(7,100)
400 Supplies and Materials	14,846	14,688	158
500 Capital Outlay	5,000	-	5,000
600 Other	159,422	162,078	(2,656)
232 Office of the Superintendent:			
100 Salaries	204,189	198,909	5,280
200 Employee Benefits	72,970	67,512	5,458
300 Purchased Services	66,198	55,968	10,230
400 Supplies and Materials	19,873	15,635	4,238
500 Capital Outlay	1,000	-	1,000
600 Other	30,000	28,544	1,456

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES (cont'd)			
233 School Administrations:			
100 Salaries	\$ 2,098,579	\$ 2,164,569	\$ (65,990)
200 Employee Benefits	735,261	769,458	(34,197)
300 Purchased Services	58,648	48,087	10,561
400 Supplies and Materials	14,562	11,493	3,069
600 Other	3,412	2,050	1,362
250 Finance and Operations Services			
252 Fiscal Services:			
100 Salaries	411,092	280,482	130,610
200 Employee Benefits	88,541	102,247	(13,706)
300 Purchased Services	70,876	263,207	(192,331)
400 Supplies and Materials	36,734	23,160	13,574
500 Capital Outlay	19,025	-	19,025
600 Other	500	(422)	922
254 Operation and Maintenance of Plant:			
100 Salaries	1,208,516	1,198,217	10,299
200 Employee Benefits	508,017	545,278	(37,261)
300 Purchased Services	1,012,815	922,886	89,929
321 Public Utilities	137,878	131,774	6,104
400 Supplies and Materials	461,730	401,839	59,891
470 Energy	1,133,989	1,166,473	(32,484)
500 Capital Outlay	90,000	2,086	87,914
600 Other	-	39	(39)
255 Student Transportation (State Mandated):			
100 Salaries	910,127	888,409	21,718
200 Employee Benefits	291,685	287,739	3,946
300 Purchased Services	50,606	98,015	(47,409)
400 Supplies and Materials	2,292	2,184	108
500 Capital Outlay	9,820	9,725	95
256 Food Services:			
100 Salaries	-	150	(150)
200 Employee Benefits	532,851	499,787	33,064

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES (cont'd)			
257 Internal Services:			
100 Salaries	\$ 78,115	\$ 66,838	\$ 11,277
200 Employee Benefits	35,713	34,473	1,240
300 Purchased Services	3,095	1,578	1,517
400 Supplies and Materials	2,440	2,437	3
500 Capital Outlay	325	-	325
600 Other	384	120	264
258 Security:			
100 Salaries	500	-	500
300 Purchased Services	145,700	166,416	(20,716)
400 Supplies and Materials	500	-	500
260 Central Support Services			
264 Staff Services:			
100 Salaries	200,640	202,619	(1,979)
200 Employee Benefits	77,998	78,167	(169)
300 Purchased Services	8,581	8,539	42
400 Supplies and Materials	1,053	1,051	2
266 Technology and Data Processing Services:			
100 Salaries	299,945	285,728	14,217
200 Employee Benefits	108,067	102,773	5,294
300 Purchased Services	185,649	185,446	203
400 Supplies and Materials	8,165	8,165	-
500 Capital Outlay	19,320	19,320	-
270 Support Services - Pupil Activity			
271 Pupil Service Activities:			
100 Salaries	173,406	229,758	(56,352)
200 Employee Benefits	55,843	48,816	7,027
300 Purchased Services	24,681	31,744	(7,063)
400 Supplies and Materials	7,475	7,402	73
Total Support Services	<u>15,269,633</u>	<u>15,085,306</u>	<u>184,327</u>

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES (cont'd)			
300 Community Services			
390 Other Community Services:			
100 Salaries	\$ 6,055	\$ 60,804	\$ (54,749)
200 Employee Benefits	1,351	11,437	(10,086)
300 Purchased Services	43,490	43,848	(358)
400 Supplies and Materials	1,914	1,420	494
500 Capital Outlay	1,695	1,000	695
Total Community Services	<u>54,505</u>	<u>118,509</u>	<u>(64,004)</u>
400 Other Charges:			
410 Intergovernmental Expenditures			
411-720 Payments to State Department of Education	-	3,636	(3,636)
416-720 LEA Payments to Public Charter Schools	225,000	236,361	(11,361)
Total Intergovernmental Expenditures	<u>225,000</u>	<u>239,997</u>	<u>(14,997)</u>
TOTAL EXPENDITURES	<u>31,242,346</u>	<u>31,258,896</u>	<u>(16,550)</u>
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,516,496)</u>	<u>(2,141,492)</u>	<u>375,004</u>
OTHER FINANCING SOURCES (USES)			
5300 Sale of Fixed Assets	1,000	-	(1,000)
Interfund Transfers, From (To) Other Funds:			
5220 Transfer from Special Revenue Fund (Excludes Indirect Cost)	621,317	662,208	40,891
5230 Transfer from Special Revenue EIA Fund	801,461	741,111	(60,350)
5250 Transfer from School Building Fund	-	194,979	194,979
5260 Transfer from Food Service Fund - Fringe Benefits	215,246	195,684	(19,562)
5280 Transfer from Other Funds Indirect Costs	479,682	347,943	(131,739)
421-710 Transfer to Special Revenue Fund	-	(20,549)	(20,549)
423-710 Trasfer to Debt Service Fund	(11,000)	(10,497)	503
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,107,706</u>	<u>2,110,879</u>	<u>3,173</u>
NET CHANGE IN FUND BALANCE	<u>\$ (408,790)</u>	<u>(30,613)</u>	<u>\$ 378,177</u>
FUND BALANCE, JULY 1, 2013		<u>3,969,326</u>	
FUND BALANCE, JUNE 30, 2014		<u>\$ 3,938,713</u>	

SPECIAL REVENUE FUND

To account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. A separate fund is used to account for each restricted source. Examples of special revenue funds are:

Title I
IDEA< Program for the Handicapped
Occupational Education
Preschool Handicapped
CATE
Drug Free
Adult Education
Designated Restricted State Grants

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	TITLE I BA Projects (201)	IDEA CA Projects (203)	PRESCHOOL HANDICAPPED CG Projects (205)	CATE VA Projects (207)	ADULT EDUCATION EA Projects	DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
REVENUES								
Local Sources								
1300 Tuition								
1330 From Patrons for Adult/Continuing Education	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,113	\$ 15,113
1900 Other revenue from local sources								
1920 Contributions & Donations from Private Sources	-	-	-	-	-	-	53,026	53,026
1930 Medicaid	-	-	-	-	-	-	2,052,479	2,052,479
1999 Revenue from Other Local Sources	-	-	-	-	-	-	63,317	63,317
TOTAL LOCAL SOURCES	-	-	-	-	-	-	2,183,935	2,183,935
State Sources								
3100 Restricted state funding								
3110 Occupational education								
3118 EEDA career specialist	-	-	-	-	-	162,992	-	162,992
3120 General education								
3127 Student health and fitness - PE teachers	-	-	-	-	-	20,379	-	20,379
3130 Special programs								
3133 IDEA Contingency Fund	-	-	-	-	-	261,413	-	261,413
3155 DSS Snap & E&T Program	-	-	-	-	-	19,315	-	19,315
3177 Summer Reading Camp	-	-	-	-	-	12,103	-	12,103
3190 Miscellaneous restricted State grants								
3199 Other Restricted State Grants	-	-	-	-	-	60,649	246,001	306,650
3600 Education Lottery Act Revenue								
3610 K-5 Enhancement	-	-	-	-	-	665,888	-	665,888
3900 Other State Revenue								
3999 Revenue from Other State Sources	-	-	-	-	-	-	119,915	119,915
TOTAL STATE SOURCES	-	-	-	-	-	1,202,739	365,916	1,568,655
Federal Sources								
4200 Occupational education								
4210 Perkins aid, Title I	-	-	-	89,645	-	-	-	89,645
4300 Elementary and Secondary Education Act of 1965								
4310 Title I, basic state grant programs	3,669,677	-	-	-	-	-	242,450	3,912,127
4312 Rural and low-income school program, Title VI	-	-	-	-	-	-	97,388	97,388
4316 School Improvement Discretionary (ARRA)	-	-	-	-	-	-	77,125	77,125
4343 McKinney-Vento	-	-	-	-	-	-	9,529	9,529
4351 Improving teacher quality	-	-	-	-	-	-	854,329	854,329
4400 Adult Education								
4410 Basic Adult Education	-	-	-	-	112,251	-	-	112,251
4500 Programs for children with disabilities								
4510 Individuals with Disabilities Education Act (IDEA)	-	1,579,651	-	-	-	-	-	1,579,651
4520 Preschool grants (IDEA)	-	-	49,312	-	-	-	-	49,312
4900 Other Federal sources								
4924 21 st century community learning center program (Title IV)	-	-	-	-	-	-	658,742	658,742
4999 Revenue from other federal sources	-	-	-	-	-	-	257,677	257,677
TOTAL FEDERAL SOURCES	3,669,677	1,579,651	49,312	89,645	112,251	-	2,197,240	7,697,776
TOTAL REVENUES ALL SOURCES	3,669,677	1,579,651	49,312	89,645	112,251	1,202,739	4,747,091	11,450,366

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	TITLE I BA Projects (201)	IDEA CA Projects (203)	PRESCHOOL HANDICAPPED CG Projects (205)	CATE VA Projects (207)	ADULT EDUCATION EA Projects	DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
EXPENDITURES								
100 Instruction								
110 General instruction								
111 Kindergarten programs								
100 Salaries	\$ 34,557	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 80,104	\$ 114,661
200 Employee benefits	12,386	-	-	-	-	-	22,838	35,224
112 Primary programs								
100 Salaries	215,145	-	-	-	-	-	130,789	345,934
200 Employee benefits	76,281	-	-	-	-	-	47,762	124,043
300 Purchased services	75,956	-	-	-	-	-	7,280	83,236
400 Supplies and materials	83,060	-	-	-	-	-	7,167	90,227
500 Capital outlay	17,794	-	-	-	-	-	-	17,794
113 Elementary programs								
100 Salaries	527,528	-	-	-	-	-	275,077	802,605
200 Employee benefits	201,816	-	-	-	-	-	93,959	295,775
300 Purchased services	109,764	-	-	-	-	-	39,656	149,420
400 Supplies and materials	135,509	-	-	-	-	-	163,022	298,531
500 Capital outlay	15,309	-	-	-	-	-	8,346	23,655
600 Other objects	-	-	-	-	-	-	130	130
114 High School programs								
100 Salaries	364,144	-	-	-	-	-	310,911	675,055
200 Employee benefits	118,409	-	-	-	-	-	38,633	157,042
300 Purchased services	78,994	-	-	-	-	-	23,610	102,604
400 Supplies and materials	89,121	-	-	-	-	-	67,481	156,602
500 Capital outlay	7,032	-	-	-	-	-	20,879	27,911
115 Career and technology education programs								
300 Purchased services	-	-	-	4,816	-	-	-	4,816
400 Supplies and materials	-	-	-	35,579	-	-	-	35,579
120 Exceptional programs								
121 Educable mentally handicapped								
100 Salaries	-	93,743	-	-	-	-	-	93,743
200 Employee benefits	-	46,367	-	-	-	-	-	46,367
400 Supplies and materials	-	172	-	-	-	-	-	172
122 Trainable Mentally Handicapped								
100 Salaries	-	20,123	26,067	-	-	20,127	-	66,317
200 Employee benefits	-	8,428	8,248	-	-	12,805	-	29,481
300 Purchased services	-	-	-	-	-	68,821	-	68,821
400 Supplies and materials	-	2,172	1,281	-	-	-	-	3,453
123 Orthopedically Handicapped								
100 Salaries	-	20,123	-	-	-	-	-	20,123
200 Employee benefits	-	8,656	-	-	-	-	-	8,656
125 Hearing Handicapped								
100 Salaries	-	20,000	-	-	-	-	-	20,000
200 Employee benefits	-	1,770	-	-	-	-	-	1,770
300 Purchased services	-	8,381	-	-	-	-	-	8,381
400 Supplies and materials	-	38	-	-	-	-	-	38
126 Speech handicapped								
100 Salaries	-	142,888	-	-	-	-	74,218	217,106

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	TITLE I BA Projects (201)	IDEA CA Projects (203)	PRESCHOOL HANDICAPPED CG Projects (205)	CATE VA Projects (207)	ADULT EDUCATION EA Projects	DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
EXPENDITURES (cont'd)								
100 Instruction (cont'd)								
126 Speech handicapped (cont'd)								
200 Employee benefits	\$ -	\$ 39,755	\$ -	\$ -	\$ -	\$ -	\$ 22,835	\$ 62,590
300 Purchased services	-	2,715	-	-	-	-	-	2,715
400 Supplies and materials	-	390	-	-	-	-	-	390
600 Other objects	-	1,830	-	-	-	-	-	1,830
127 Learning disabilities								
100 Salaries	-	154,924	-	-	-	76,148	-	231,072
200 Employee benefits	-	49,991	-	-	-	17,513	-	67,504
300 Purchased services	-	-	-	-	-	66,000	-	66,000
128 Emotionally Handicapped								
400 Supplies and materials	-	500	-	-	-	-	-	500
129 Coordinated Early Intervening Services (CEIS)								
100 Salaries	-	60,237	-	-	-	-	-	60,237
200 Employee benefits	-	18,639	-	-	-	-	-	18,639
300 Purchased services	-	-	-	-	-	-	695	695
400 Supplies and materials	-	-	-	-	-	-	293	293
137 Preschool Handicapped Self-Contained (3&4 yr. olds)								
100 Salaries	-	48,230	7,643	-	-	-	-	55,873
200 Employee benefits	-	21,723	3,169	-	-	-	-	24,892
139 Early childhood programs								
100 Salaries	-	-	-	-	-	-	21,871	21,871
200 Employee benefits	-	-	-	-	-	-	11,112	11,112
140 Special programs								
145 Homebound								
100 Salaries	-	3,867	-	-	-	-	-	3,867
200 Employee benefits	-	408	-	-	-	-	-	408
300 Purchased services	-	240	-	-	-	-	-	240
148 Gifted and Talented - Artistic								
300 Purchased services	-	-	-	-	-	-	100	100
149 Other special programs								
200 Employee benefits	-	9	-	-	-	-	-	9
400 Supplies and materials	-	2,943	-	-	-	-	-	2,943
170 Summer school programs								
171 Primary Summer School								
400 Supplies and materials	-	-	-	-	-	12,103	-	12,103
172 Elementary summer school								
300 Purchased services	-	-	-	-	-	-	4,352	4,352
175 Instructional programs beyond regular school day								
100 Salaries	-	-	-	-	-	-	301,828	301,828
200 Employee benefits	-	-	-	-	-	-	67,829	67,829
300 Purchased services	-	-	-	-	-	-	39,834	39,834
400 Supplies and materials	-	-	-	-	-	-	105,349	105,349

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	TITLE I BA Projects (201)	IDEA CA Projects (203)	PRESCHOOL HANDICAPPED CG Projects (205)	CATE VA Projects (207)	ADULT EDUCATION EA Projects	DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
EXPENDITURES (cont'd)								
100 Instruction (cont'd)								
180 Adult/continuing educational programs								
181 Adult Basic Education Programs								
100 Salaries	\$ -	\$ -	\$ -	\$ -	\$ 57,317	\$ 3,500	\$ 7,856	\$ 68,673
200 Employee benefits	-	-	-	-	18,394	713	1,904	21,011
300 Purchased services	-	-	-	-	2,140	774	3,115	6,029
400 Supplies and materials	-	-	-	-	15,400	2,997	2,138	20,535
182 Adult Secondary Education Programs								
100 Salaries	-	-	-	-	11,579	6,198	-	17,777
200 Employee benefits	-	-	-	-	3,731	1,485	-	5,216
400 Supplies and materials	-	-	-	-	-	-	3,617	3,617
188 Parenting/Family literacy								
100 Salaries	102,657	-	-	-	-	-	75	102,732
200 Employee benefits	51,845	-	-	-	-	-	18	51,863
300 Purchased services	63,397	-	-	-	-	-	-	63,397
400 Supplies and materials	26,174	-	-	-	-	-	3,408	29,582
TOTAL INSTRUCTION	2,406,878	779,262	46,408	40,395	108,561	289,184	2,010,091	5,680,779
200 Supporting Services								
211 Attendance and Social Work Services								
100 Salaries	-	-	-	-	-	-	118,003	118,003
212 Guidance services								
100 Salaries	-	-	-	-	-	111,174	-	111,174
200 Employee benefits	-	-	-	-	-	51,818	-	51,818
400 Supplies and materials	-	-	-	-	-	-	96	96
213 Health services								
100 Salaries	-	-	-	-	-	-	451,895	451,895
200 Employee benefits	-	-	-	-	-	-	210,814	210,814
300 Purchased services	-	168,148	-	-	-	-	4,973	173,121
400 Supplies and materials	-	-	-	-	-	-	22,699	22,699
500 Capital outlay	-	-	-	-	-	-	9,999	9,999
600 Other objects	-	-	-	-	-	-	111	111
214 Psychological services								
100 Salaries	-	41,530	-	-	-	-	150,791	192,321
200 Employee benefits	-	13,875	-	-	-	-	57,034	70,909
300 Purchased services	-	3,075	-	-	-	-	-	3,075
400 Supplies and materials	-	3,839	-	-	-	-	-	3,839
220 Instructional staff services								
221 Improvement of instruction - curriculum development								
100 Salaries	120,069	162,813	-	-	-	-	-	282,882
200 Employee benefits	69,960	61,041	-	-	-	-	-	131,001
300 Purchased services	482,675	12,264	-	-	-	-	113,972	608,911
400 Supplies and materials	5,206	-	-	-	-	-	-	5,206
600 Other objects	2,500	-	-	-	-	-	-	2,500
223 Supervision of special programs								
100 Salaries	149,925	140,034	-	-	2,583	2,500	195,901	490,943
200 Employee benefits	62,891	48,372	-	-	1,107	614	71,075	184,059

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	TITLE I BA Projects (201)	IDEA CA Projects (203)	PRESCHOOL HANDICAPPED CG Projects (205)	CATE VA Projects (207)	ADULT EDUCATION EA Projects	DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
EXPENDITURES (cont'd)								
200 Supporting Services (cont'd)								
223 Supervision of special programs (cont'd)								
300 Purchased services	\$ 8,623	\$ 9,339	\$ -	\$ -	\$ -	\$ 150	\$ 4,400	\$ 22,512
400 Supplies and materials	23,769	6,056	1,660	-	-	-	29,020	60,505
600 Other objects	79	418	-	-	-	-	150	647
224 Improvement of instruction – in service and staff training								
100 Salaries	11,035	-	-	-	-	-	44,600	55,635
200 Employee benefits	3,327	-	-	-	-	-	10,791	14,118
300 Purchased services	84,244	-	-	16,304	-	-	224,651	325,199
400 Supplies and materials	28,908	-	-	-	-	-	36,176	65,084
250 Finance and operations services								
251 Student transportation (federal/district mandated)								
100 Salaries	-	64,261	-	-	-	-	-	64,261
200 Employee benefits	-	26,063	-	-	-	-	-	26,063
300 Purchased services	-	256	-	-	-	-	116,353	116,609
254 Operation and maintenance of plant								
300 Purchased services	-	-	-	-	-	383	-	383
400 Supplies and materials	2,000	-	-	-	-	-	-	2,000
255 Student transportation								
300 Purchased services	-	-	-	-	-	-	12,205	12,205
500 Capital outlay	-	-	-	-	-	-	2,250	2,250
256 Food Services								
100 Salaries	-	-	-	-	-	-	6,512	6,512
200 Employee benefits	-	-	-	-	-	-	1,204	1,204
400 Supplies and materials	-	-	-	-	-	-	30,097	30,097
260 Central support services								
266 Technology and data processing services								
100 Salaries	79,282	-	-	-	-	-	-	79,282
200 Employee benefits	30,134	-	-	-	-	-	-	30,134
270 Support services - pupil activity								
271 Pupil service activities								
100 Salaries	-	-	-	-	-	-	242,396	242,396
200 Employee benefits	-	-	-	-	-	-	104,202	104,202
300 Purchased services	-	-	-	32,109	-	-	4,717	36,826
400 Supplies and materials	-	-	-	837	-	-	2,157	2,994
TOTAL SUPPORTING SERVICES	1,164,627	761,384	1,660	49,250	3,690	166,639	2,279,244	4,426,494
300 Community Services								
350 Custody and care of children								
100 Salaries	-	-	-	-	-	-	9,582	9,582
200 Employee benefits	-	-	-	-	-	-	2,345	2,345
400 Supplies and materials	-	-	-	-	-	-	88	88
360 Welfare services								
100 Salaries	-	-	-	-	-	-	8,154	8,154
200 Employee benefits	-	-	-	-	-	-	711	711
300 Purchased services	-	-	-	-	-	-	1,952	1,952
400 Supplies and materials	-	-	-	-	-	-	39	39
TOTAL COMMUNITY SERVICES	-	-	-	-	-	-	22,871	22,871

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	TITLE I BA Projects (201)	IDEA CA Projects (203)	PRESCHOOL HANDICAPPED CG Projects (205)	CATE VA Projects (207)	ADULT EDUCATION EA Projects	DESIGNATED RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
410 Intergovernmental Expenditures								
414 Medicaid Payments to SCDE								
720 Transits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 384,849	\$ 384,849
416 Payments to Public Charter Schools								
720 Transits	-	500	-	-	-	-	-	500
TOTAL INTERGOVERNMENTAL EXPENDITURES	-	500	-	-	-	-	384,849	385,349
TOTAL EXPENDITURES	3,571,505	1,541,146	48,068	89,645	112,251	455,823	4,697,055	10,515,493
EXCESS REVENUES OVER EXPENDITURES	98,172	38,505	1,244	-	-	746,916	50,036	934,873
OTHER FINANCING SOURCES (USES)								
Interfund transfers from (to) other funds								
5210 Transfers from General Fund	-	-	-	-	-	-	20,549	20,549
420-710 Transfer to General Fund	-	-	-	-	-	(621,317)	(40,891)	(662,208)
422-710 Transfer to Special Revenue EIA Fund	-	-	-	-	-	(125,599)	-	(125,599)
431-791 Special Revenue Fund indirect costs	(98,172)	(38,505)	(1,244)	-	-	-	(19,524)	(157,445)
TOTAL OTHER FINANCING SOURCES (USES)	(98,172)	(38,505)	(1,244)	-	-	(746,916)	(39,866)	(924,703)
EXCESS REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-	-	-	-	10,170	10,170
BEGINNING FUND BALANCE	-	-	-	-	-	-	(851)	(851)
ENDING FUND BALANCE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,319	\$ 9,319

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SUPPLEMENTAL LISTING OF LEA SUBFUND CODES AND TITLES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

Adult Education

243 Adult Education - Federal

Designated Restricted State Grants

919 Education License Plates
 926 EEDA - Miscellaneous
 928 EEDA Career Specialist
 930 IDEA Contingency Fund
 933 Formative Assessment
 937 Student Health & Fitness - PE Teachers
 955 DSS Snap & E&T Program
 960 K-5 Enhancement
 965 Digital Instructional Materials
 967 6-8 Enhancement

Other Special Revenue Programs

224 21st Century Grant - After School Learning Center
 237 Title I - School Improvement Grant
 239 Title I - Priority Schools
 251 Rural & Low-Income School Program, Title VI
 267 Improving Teacher Quality
 270 Junior ROTC
 601 Catering Services
 800 SIG Activities
 802 Computer Based Testing
 803 DASH Mini Grant
 805 Clemson Duke Energy Grant
 809 Health Fair
 811 HEAP
 812 Mentoring - Petty Cash
 818 Save the Children
 827 E-Rate
 829 SC Teen Lead
 831 Private Placement
 833 Target Grant
 835 BC/BS Mental Health
 842 Staff Development
 845 Rehabilitative Health
 848 Strings - Petty Cash
 849 Adult Education

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SUPPLEMENTAL LISTING OF LEA SUBFUND CODES AND TITLES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

Other Special Revenue Programs (Continued)

850	Adult Education Local
851	Teen Life - Capps
853	Parenting Grant
854	Clemson University (Reading Recovery)
859	Supplemental Education Service
860	SC Gear Up
861	Telamon Corp Youth
862	Special Needs Transportation
863	Bright Ideas Grant
865	Project Hope
866	Risk Control Grant
868	Before/After School Day Care
869	Humanities Council Grant
870	Medicaid
872	Medicaid
873	Teen Companion (Medicaid)
874	Medicaid (Nurses)
878	Fine Arts Grant
879	MUSC Fitness Grant
880	Teaching American History Grant
890	First Steps
891	First Steps

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SPECIAL REVENUE FUND
SUMMARY SCHEDULE FOR DESIGNATED STATE RESTRICTED GRANTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

Subfund	Revenue	Programs	Revenues	Expenditures	Special Revenue		Revenue Received in Advance
					Interfund Transfers In(Out)	Other Fund Transfers In(Out)	
919	3193	Education License Plates	\$ -	\$ -	\$ -	\$ -	\$ 1,669
926	3116	EEDA - Miscellaneous	12,103	12,103	-	-	-
928	3118	EEDA Career Specialist	261,413	261,413	-	-	-
930	3133	IDEA Contingency Fund	162,992	162,992	-	-	-
933	3199	Formative Assessment	60,649	-	-	(60,649)	-
937	3127	Student Health and Fitness - PE Teachers	20,379	-	-	(20,379)	48,739
955	3155	DSS Snap & E&T Program	19,315	19,315	-	-	21,723
960	3610	K-5 Enhancement	665,888	-	-	(665,888)	229,816
965	3620	Digital Instructional Materials	-	-	-	-	24,884
967	3607	6-8 Enhancement	-	-	-	-	22,259
Totals			\$ 1,202,739	\$ 455,823	\$ -	\$ (746,916)	\$ 349,090

**SPECIAL REVENUE FUND
EDUCATION IMPROVEMENT ACT**

Education Improvement Act (EIA) Fund. This fund is a Special Revenue fund which accounts for all resources received under the Education Improvement Act as mandated by the South Carolina Department of Education.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
EDUCATION IMPROVEMENT ACT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

REVENUES

State Sources

3500 Education Improvement Act:

3509 Arts in Education	\$ 51,186
3525 Career and Technology Education Equipment	50,885
3533 Teacher of the Year	1,077
3538 Students at Risk of School Failure	1,101,943
3541 Child Development Education Pilot Program	757,241
3544 High Achieving Students	56,794
3550 Teacher Salary Increase	654,136
3555 School Employer Contributions	86,975
3556 Adult Education	195,676
3571 Palmetto Priority Schools	33,212
3577 Teacher Supplies	82,500
3578 High Schools That Work/Making Middle Grades Work	30,250
3581 Student Health and Fitness - Nurses	185,560
3585 Aid to Districts - Special Education	21,139
3592 Work Based Learning	17,588
3594 EEDA At Risk Supplemental Programs	123,072
3597 Aid to Districts	94,418

TOTAL REVENUES

3,543,652

EXPENDITURES

100 Instruction

110 General instruction	
111 Kindergarten programs	
100 Salaries	70,265
200 Employee benefits	38,537
112 Primary programs	
100 Salaries	339,657
200 Employee benefits	122,478
400 Supplies and materials	8,525
113 Elementary programs	
100 Salaries	372,427
200 Employee benefits	145,320
300 Purchased services	82,088
400 Supplies and materials	94,522
500 Capital outlay	4,969

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
EDUCATION IMPROVEMENT ACT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

EXPENDITURES (cont'd)

100 Instruction (cont'd)

114 High School programs		
100 Salaries	\$	191,930
200 Employee benefits		74,785
300 Purchased services		27,734
400 Supplies and materials		32,753
500 Capital outlay		2,169
115 Career and technology education programs		
300 Purchased services		5,951
400 Supplies and materials		22,228
500 Capital outlay		24,631
121 Educable Mentally Hadicapped		
400 Supplies and materials		550
126 Speech Handicapped		
400 Supplies and materials		1,925
128 Emotionally Handicapped		
400 Supplies and materials		1,375
140 Special programs		
141 Gifted and talented - academic		
100 Salaries		113
200 Employee benefits		28
300 Purchased services		3,705
400 Supplies and materials		3,572
147 CDEPP		
100 Salaries		516,612
200 Employee benefits		227,921
300 Purchased services		8,004
400 Supplies and materials		4,704
148 Gifted and Talented - Artistic		
100 Salaries		10,990
200 Employee benefits		4,097
300 Purchased services		30,478
400 Supplies and materials		1,999

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
EDUCATION IMPROVEMENT ACT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

EXPENDITURES (cont'd)

100 Instruction (cont'd)

180 Adult/Continuing educational programs

181 Adult Basic Education Programs

100 Salaries	\$ 33,280
200 Employee benefits	6,621
300 Purchased services	1,047
400 Supplies and materials	7,516

182 Adult Secondary Education Programs

300 Purchased services	282
------------------------	-----

188 Parenting/family literacy

100 Salaries	912
200 Employee benefits	220
300 Purchased services	1,919
400 Supplies and materials	1,896

TOTAL INSTRUCTION

2,530,735

200 Supporting Services

213 Health services

100 Salaries	92,147
200 Employee benefits	93,412

220 Instructional staff services

221 Improvement of instruction-curriculum development

400 Supplies and materials	1,812
----------------------------	-------

223 Supervision of special programs

100 Salaries	123,953
200 Employee benefits	37,781
300 Purchased services	90
600 Other objects	500

224 Improvement of instruction – in service and staff training

300 Purchased services	31,532
400 Supplies and materials	12,407

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
EDUCATION IMPROVEMENT ACT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

EXPENDITURES (cont'd)

200 Supporting Services (cont'd)

230 General administration services

232 Office of the Superintendent

100 Salaries

\$ 1,077

254 Operation and Maintenance of Plant

300 Purchased services

1,000

271 Pupil Service Activities:

300 Purchased services

1,694

TOTAL SUPPORTING SERVICES

397,405

TOTAL EXPENDITURES

2,928,140

EXCESS REVENUES OVER EXPENDITURES

615,512

OTHER FINANCING SOURCES (USES)

Interfund transfers from (to) other funds

5220 Transfer from Special Revenue Fund

125,599

5230 Transfer from Special Revenue EIA Fund

94,418

420-710 Transfer to General Fund

(741,111)

422-710 Transfer to EIA Fund

(94,418)

TOTAL OTHER FINANCING SOURCES (USES)

(615,512)

**EXCESS/(DEFICIENCY) OF REVENUES AND OTHER SOURCES
OVER EXPENDITURES AND OTHER USES**

-

FUND BALANCE, JULY 1, 2013

-

FUND BALANCE, JUNE 30, 2014

\$ -

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
EDUCATION IMPROVEMENT ACT
SUMMARY SCHEDULE BY PROGRAM
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

PROGRAM	Revenues	Expenditures	EIA Interfund Transfers In (Out)	Other Fund Transfers In (Out)	Revenue Received in Advance
3500 Education Improvement Act:					
3502 ADEPT	\$ -	\$ -	\$ -	\$ -	\$ 17,081
3505 Technology Support	-	-	-	-	11,361
3509 Arts in Education	51,186	51,186	-	-	7,431
3511 Professional Development	-	-	-	-	26,185
3518 Formative Assessment	-	-	-	-	33,576
3525 Career and Technology Education Equipment	50,885	50,885	-	-	59,240
3526 Refurbishment of K-8 Science Kits	-	-	-	-	43,791
3533 Teacher of the Year	1,077	1,077	-	-	-
3538 Students at Risk of School Failure	1,101,943	1,321,960	94,418	125,599	119,756
3541 Child Development Education Pilot Program	757,241	757,241	-	-	-
3544 High Achieving Students	56,794	56,794	-	-	-
3550 Teacher Salary Increase	654,136	-	-	(654,136)	-
3555 School Employer Contributions	86,975	-	-	(86,975)	-
3556 Adult Education	195,676	195,676	-	-	14,208
3558 Reading	-	-	-	-	20,884
3571 Palmetto Priority Schools	33,212	33,212	-	-	14,674
3577 Teacher Supplies	82,500	82,500	-	-	-
3578 High Schools That Work/Making Middle Grades Work	30,250	30,250	-	-	12,766
3581 Student Health and Fitness - Nurses	185,560	185,560	-	-	-
3585 Aid to Districts - Special Education	21,139	21,139	-	-	19,586
3592 Work Based Learning	17,588	17,588	-	-	13,610
3594 EEDA At Risk Supplemental Programs	123,072	123,072	-	-	27,401
3597 Aid to Districts	94,418	-	(94,418)	-	142,505
TOTALS	\$ 3,543,652	\$ 2,928,140	\$ -	\$ (615,512)	\$ 584,055

SCHOOL BUILDING FUND

Capital Projects Fund (School Building Fund). This fund accounts for and report financial resources that are restricted, committed or assigned to expenditure for the expansion or improvement of the facilities of the School District. Primary sources of revenues are state aid based upon a per pupil allocation and general obligation bond sales.

Capital Projects Fund (School Building Fund) – EFC. This fund accounts for resources used for the expansion or improvement of the facilities of the SCAGO Education Facilities Corporation (EFC) for Williamsburg County School District.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SCHOOL BUILDING FUND - DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	State	QZAB 2008A	QZAB 2008B	TOTAL
REVENUES				
1000 Revenue from Local Sources				
1500 Earnings on Investments:				
1510 Interest on Investments	\$ -	\$ 27	\$ 1	\$ 28
Total Local Sources	<u>-</u>	<u>27</u>	<u>1</u>	<u>28</u>
TOTAL REVENUES ALL SOURCES	<u>-</u>	<u>27</u>	<u>1</u>	<u>28</u>
EXPENDITURES				
250 Finance and Operations Services				
253 Facilities Acquisition and Construction:				
500 Capital Outlay				
530 Improvements Other Than Buildings	100,457	-	-	100,457
545 Technology Equipment and Software	80,225			80,225
500 Debt Service:				
600 Other Objects				
620 Interest	-	83,770	-	83,770
TOTAL EXPENDITURES	<u>180,682</u>	<u>83,770</u>	<u>-</u>	<u>264,452</u>
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(180,682)</u>	<u>(83,743)</u>	<u>1</u>	<u>(264,424)</u>
OTHER FINANCING SOURCES (USES)				
Interfund Transfers, From (To) Other Funds:				
5240 Transfer from School Debt Service - District	402,513	616,948		1,019,461
TOTAL OTHER FINANCING SOURCES	<u>402,513</u>	<u>616,948</u>	<u>-</u>	<u>1,019,461</u>
EXCESS/(DEFFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>221,831</u>	<u>533,205</u>	<u>1</u>	<u>755,037</u>
FUND BALANCE, JULY 1, 2013	<u>2,726,099</u>	<u>248,850</u>	<u>9,440</u>	<u>2,984,389</u>
FUND BALANCE, JUNE 30, 2014	<u>\$ 2,947,930</u>	<u>\$ 782,055</u>	<u>\$ 9,441</u>	<u>\$ 3,739,426</u>

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SCHOOL BUILDING FUND - EFC
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ACTUAL
REVENUES	
1000 Revenue from Local Sources	
1500 Earnings on Investments:	
1510 Interest on Investments	\$ 43
Total Local Sources	43
TOTAL REVENUES ALL SOURCES	43
EXPENDITURES	
250 Finance and Operations Services	
253 Facilities Acquisition and Construction:	
300 Purchased Services	1,000
500 Debt Service	
690 Other Objects	5,137
TOTAL DEBT SERVICE	5,137
TOTAL EXPENDITURES	6,137
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,094)
OTHER FINANCING SOURCES (USES)	
Interfund Transfers, From (To) Other Funds:	
5240 Transfer from Debt Service Fund	200,000
420-710 Transfer to General Fund	(194,979)
TOTAL OTHER FINANCING SOURCES (USES)	5,021
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(1,073)
FUND BALANCE, JULY 1, 2013	570,114
FUND BALANCE, JUNE 30, 2014	\$ 569,041

DEBT SERVICE FUND

Debt Service Fund – District. This fund accounts for and reports resources that are restricted, committed or assigned to expenditure for principal and interest on general long-term debt. These funds are administered by the Williamsburg County Treasurer.

Debt Service Fund – EFC. This fund accounts for and reports resources that restricted, committed, or assigned to principal, interest, and related costs for the long-term debt of the SCAGO Education Facilities Corporation (EFC) for Williamsburg County School District.

**SCHOOL DISTRICT OF WILLIAMSBURG COUTNY
KINGSTREE, SOUTH CAROLINA
DEBT SERVICE FUND - DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ACTUAL
REVENUES	
1000 Revenue from Local Sources	
1100 Taxes:	
1110 Ad Valorem Taxes - Including Delinquent	\$ 2,193,376
1140 Penalties & Interest on Taxes	28,258
1200 Revenue from Local Governmental Units Other than LEAs:	
1280 Revenue in Lieu of Taxes	446,306
1500 Earnings on Investments:	
1510 Interest on Investments	3,135
	2,671,075
Total Local Sources	2,671,075
3000 Revenue from State Sources	
3800 State Revenue in Lieu of Taxes:	
3820 Homestead Exemption	185,234
3830 Merchant's Inventory Tax	13,584
3840 Manufacturer's Depreciation Reimbursement	149,548
3890 Other State Property Tax Revenues	27,776
	376,142
Total State Sources	376,142
TOTAL REVENUES ALL SOURCES	3,047,217
EXPENDITURES	
500 Debt Service	
610 Redemption of Principal	2,933,497
620 Interest	51,033
690 Other Objects	10,053
	2,994,583
TOTAL EXPENDITURES	2,994,583
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	52,634
OTHER FINANCING SOURCES (USES)	
5110 Premium on Bonds Sold	9,184
5121 Installment Purchase Revenue Proceeds	2,492,000
Interfund Transfers, From (To) Other Funds:	
5210 Transfer from the General Fund	10,497
423-710 Transfer to Debt Service - EFC	(1,463,719)
424-710 Transfer to School Building Funds	(1,019,461)
	28,501
TOTAL OTHER FINANCING SOURCES (USES)	28,501
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	81,135
FUND BALANCE, JULY 1, 2013	1,895,059
FUND BALANCE, JUNE 30, 2014	\$ 1,976,194

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
DEBT SERVICE FUND - EFC
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ACTUAL
REVENUES	
1000 Revenue from Local Sources	
1500 Earnings on Investments:	
1510 Interest on Investments	\$ 125,694
Total Local Sources	125,694
 TOTAL REVENUE ALL SOURCES	 125,694
 EXPENDITURES	
500 DEBT SERVICE:	
610 Redemption of Principal	2,605,000
620 Interest	1,094,875
690 Other Objects (Including Fees for Servicing Bonds)	10,075
TOTAL DEBT SERVICE	3,709,950
TOTAL EXPENDITURES	3,709,950
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,584,256)
 OTHER FINANCING SOURCES (USES)	
Interfund Transfers, From (To) Other Funds:	
5240 Transfer from School Debt Service Fund - District	1,463,719
424-710 Transfer to School Building Fund	(200,000)
TOTAL OTHER FINANCING SOURCES (USES)	1,263,719
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(2,320,537)
 FUND BALANCE, JULY 1, 2013	 4,269,817
FUND BALANCE, JUNE 30, 2014	\$ 1,949,280

PROPRIETARY FUND

To account for revenues and expenditures of the operations of the school lunch program.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
FOOD SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

REVENUES

1000 Revenue from Local Sources

1500 Earnings on Investments:	
1510 Interest on Investments	\$ 4,747
1600 Food Service:	
1610 Lunch Sales to Pupils	54,978
1620 Breakfast Sales to Pupils	3,433
1630 Special Sales to Pupils	72,731
1640 Lunch Sales to Adults	45,627
1650 Breakfast Sales to Adults	5,220
1660 Special Sales to Adults	44,590
1900 Other Revenue from Local Sources:	
1999 Revenue from Other Local Sources	11,930

Total Revenue from Local Sources 243,256

4000 Revenue from Federal Sources

4800 USDA Reimbursement:	
4810 School Lunch and After School Snacks Program	1,766,121
4830 School Breakfast Program	813,908
4860 Fresh Fruits and Vegetables Program	108,291
4900 Other Federal Sources:	
4991 USDA Commodities (Food Distribution Program)	167,887

Total Revenue from Federal Sources 2,856,207

TOTAL REVENUES ALL SOURCES 3,099,463

EXPENSES

256 Food Service:	
100 Salaries	1,053,460
200 Employee Benefits	2,878
300 Purchased Services	56,716
400 Supplies and Materials	1,407,131
500 Capital Outlay	51,784
600 Other Objects	4,802

TOTAL FOOD SERVICE EXPENSES 2,576,771

NET OPERATING INCOME (LOSS) 522,692

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
 KINGSTREE, SOUTH CAROLINA
 FOOD SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

OTHER FINANCING SOURCES (USES)

Interfund Transfers, From (To) Other Funds:

420-710 Transfer to General Fund - Fringe	\$ (195,684)
432-791 Food Service Fund Indirect Costs	<u>(190,498)</u>

TOTAL OTHER FINANCING SOURCES (USES)	<u>(386,182)</u>
---	------------------

CHANGE IN NET POSITION	136,510
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NET POSITION, JULY 1, 2013	<u>2,035,491</u>
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NET POSITION, JUNE 30, 2014	<u><u>\$ 2,172,001</u></u>
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FIDUCIARY FUND TYPE
AGENCY FUND
PUPIL ACTIVITY FUND

To account for revenues and expenditures of student groups and the operation of school functions directly supported by students.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
AGENCY FUND
PUPIL ACTIVITY FUND
COMBINING SCHEDULE OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2014**

	<u>Williamsburg County Magnet School of the Arts</u>	<u>Kenneth Gardner Elementary School</u>	<u>W.M. Anderson Primary School</u>	<u>Hemingway Elementary School</u>	<u>D. P. Cooper Elementary School</u>	<u>Greeleyville Elementary School</u>
ASSETS						
Cash in Bank	\$ 28,960	\$ 47,414	\$ 5,742	\$ 32,654	\$ (559)	\$ 11,187
TOTAL ASSETS	<u>\$ 28,960</u>	<u>\$ 47,414</u>	<u>\$ 5,742</u>	<u>\$ 32,654</u>	<u>\$ (559)</u>	<u>\$ 11,187</u>
LIABILITIES						
Due to Student Organizations	\$ 28,960	\$ 47,414	\$ 5,742	\$ 32,654	\$ (559)	\$ 11,187
TOTAL LIABILITIES	<u>\$ 28,960</u>	<u>\$ 47,414</u>	<u>\$ 5,742</u>	<u>\$ 32,654</u>	<u>\$ (559)</u>	<u>\$ 11,187</u>

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
AGENCY FUND
PUPIL ACTIVITY FUND
COMBINING SCHEDULE OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2014**

	Kingtree Junior High School	Kingtree Senior High School	Hemingway Middle / High Schools	CE Murray Junior High/ High Schools	Hemingway Career & Technology Center	Total
ASSETS						
Cash in Bank	\$ 3,739	\$ 20,137	\$ 150	\$ 45,139	\$ 34,312	\$ 228,875
TOTAL ASSETS	<u>\$ 3,739</u>	<u>\$ 20,137</u>	<u>\$ 150</u>	<u>\$ 45,139</u>	<u>\$ 34,312</u>	<u>\$ 228,875</u>
LIABILITIES						
Due to Student Organizations	\$ 3,739	\$ 20,137	\$ 150	\$ 45,139	\$ 34,312	\$ 228,875
TOTAL LIABILITIES	<u>\$ 3,739</u>	<u>\$ 20,137</u>	<u>\$ 150</u>	<u>\$ 45,139</u>	<u>\$ 34,312</u>	<u>\$ 228,875</u>

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
AGENCY FUND
PUPIL ACTIVITY FUND
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN DUE TO STUDENT ORGANIZATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

RECEIPTS

1000 Receipts from Local Sources

1500 Earnings on Investments:	
1510 Interest on Investments	\$ 294
1700 Pupil Activities:	
1710 Admissions	191,995
1720 Bookstore Sales	196,400
1730 Pupil Organization Membership Dues and Fees	198,457
1740 Student Fees	55,276
1790 Other	441,833
TOTAL RECEIPTS FROM LOCAL SOURCES	1,084,255

DISBURSEMENTS

190 Instructional Pupil Activity:	
660 Pupil Activity	44,242
270 Support Services - Pupil Activity	
271 Pupil Service Activities:	
660 Supporting Services Pupil Activity	974,174
272 Enterprise Activities:	
660 Pupil Activity	95,607
TOTAL PUPIL ACTIVITY DISBURSEMENTS	1,114,023

NET CHANGE IN DUE TO STUDENT ORGANIZATIONS	(29,768)
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DUE TO STUDENT ORGANIZATIONS, JULY 1, 2013	258,643
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DUE TO STUDENT ORGANIZATIONS, JUNE 30, 2014	\$ 228,875
--	-------------------

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
AGENCY FUND
PUPIL ACTIVITY FUND
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN DUE TO STUDENT ORGANIZATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Williamsburg County Magnet School of the Arts	Kenneth Gardner Elementary School	W.M. Anderson Primary School	Hemingway Elementary School	D. P. Cooper Elementary School	Greeleyville Elementary School
RECEIPTS						
1000 Receipts from Local Sources						
1500 Earnings on Investments:						
1510 Interest on Investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16
1700 Pupil Activities:						
1710 Admissions	-	-	101	-	-	-
1720 Bookstore Sales	12,290	16,582	14,384	23,210	7,053	9,846
1730 Pupil Organization Membership Dues and Fees	846	46,974	23,874	2,095	201	363
1740 Student Fees	588	2,857	2,128	7,525	11,045	4,962
1790 Other	45,132	31,612	42,455	67,840	18,504	27,079
TOTAL RECEIPTS FROM LOCAL SOURCES	58,856	98,025	82,942	100,670	36,803	42,266
DISBURSEMENTS						
190 Instructional Pupil Activity:						
660 Pupil Activity	328	3,965	1,660	5,623	1,761	4,358
270 Support Services - Pupil Activity						
271 Pupil Service Activities:						
660 Supporting Services Pupil Activity	59,260	85,896	82,512	99,760	7,290	31,903
272 Enterprise Activities:						
660 Pupil Activity	2,975	-	5	-	31,665	1,526
TOTAL PUPIL ACTIVITY DISBURSEMENTS	62,563	89,861	84,177	105,383	40,716	37,787
NET CHANGE IN DUE TO STUDENT ORGANIZATIONS	(3,707)	8,164	(1,235)	(4,713)	(3,913)	4,479
DUE TO STUDENT ORGANIZATIONS, JULY 1, 2013	32,667	39,250	6,977	37,367	3,354	6,708
DUE TO STUDENT ORGANIZATIONS, JUNE 30, 2014	\$ 28,960	\$ 47,414	\$ 5,742	\$ 32,654	\$ (559)	\$ 11,187

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
AGENCY FUND
PUPAL ACTIVITY FUND
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN DUE TO STUDENT ORGANIZATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Kingtree Junior High School	Kingtree Senior High School	Hemingway Middle / High Schools	CE Murray Junior High/ High Schools	Hemingway Career & Technology Center	Total
RECEIPTS						
1000 Receipts from Local Sources						
1500 Earnings on Investments:						
1510 Interest on Investments	\$ -	\$ -	\$ 32	\$ 161	\$ 85	\$ 294
1700 Pupil Activities:						
1710 Admissions	2,517	84,814	68,270	36,293	-	191,995
1720 Bookstore Sales	13,591	40,727	22,476	29,955	6,286	196,400
1730 Pupil Organization Membership Dues and Fees	3,272	5,786	50,437	62,306	2,303	198,457
1740 Student Fees	15,705	7,601	90	2,775	-	55,276
1790 Other	20,825	53,366	72,986	39,121	22,913	441,833
TOTAL RECEIPTS FROM LOCAL SOURCES	55,910	192,294	214,291	170,611	31,587	1,084,255
DISBURSEMENTS						
190 Instructional Pupil Activity:						
660 Pupil Activity	10,458	7,407	99	8,583	-	44,242
270 Support Services - Pupil Activity						
271 Pupil Service Activities:						
660 Supporting Services Pupil Activity	49,490	134,947	205,310	190,094	27,712	974,174
272 Enterprise Activities:						
660 Pupil Activity	-	44,975	12,634	105	1,722	95,607
TOTAL PUPIL ACTIVITY DISBURSEMENTS	59,948	187,329	218,043	198,782	29,434	1,114,023
NET CHANGE IN DUE TO STUDENT ORGANIZATIONS	(4,038)	4,965	(3,752)	(28,171)	2,153	(29,768)
DUE TO STUDENT ORGANIZATIONS, JULY 1, 2013	7,777	15,172	3,902	73,310	32,159	258,643
DUE TO STUDENT ORGANIZATIONS, JUNE 30, 2014	\$ 3,739	\$ 20,137	\$ 150	\$ 45,139	\$ 34,312	\$ 228,875

MISCELLANEOUS SCHEDULES

SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
DETAILED SCHEDULE OF DUE TO SOUTH CAROLINA
DEPARTMENT OF EDUCATION/FEDERAL GOVERNMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

<u>Program</u>	<u>Grant/ Project Number/FY</u>	<u>Revenue & Subfund Codes</u>	<u>Description</u>	<u>Amount Due</u>
None				

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
LOCATION RECONCILIATION SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

<u>Location ID</u>	<u>Location Description</u>	<u>Education Level</u>	<u>Cost Type</u>	<u>Total Expenditures</u>
00	District	Non-Schools	Central	\$ 7,179,287
11	KSHE	High School	School	4,703,450
12	KMS	Middle School	School	3,033,751
13	St. Mark	Non-Schools	Central	455
15	KGES	Elementary School	Schhol	3,206,619
16	WMAES	Elementary School	School	3,417,435
17	Special Service	Non-Schools	Central	2,183,595
18	HES	Elementary School	School	3,726,619
20	HHS	High School	School	3,362,038
21	MS of the A	Elementary School	School	3,076,852
22	HAM	Middle School	School	1,564,777
23	Chades Hebron	Non-Schools	Central	86
27	DP Cooper	Elementary School	School	1,800,580
30	GES	Elementary School	School	2,357,414
31	CEMHS	High School	School	4,047,522
32	Finance	Non-Schools	Central	2,173,210
33	Instruction Dept	Non-Schools	Central	3,514,485
35	HCTC	Non-Schools	Central	778,432
37	Pur/Whouse	Non-Schools	Central	105,446
38	Supt/County Board	Non-Schools	Central	596,292
40	KAA	Non-Schools	Central	3,188,693
41	Maintenance	Non-Schools	Central	1,101,061
45	Youth Academy	Non-Schools	Central	250,346
TOTAL EXPENDITURES/DISBURSEMENTS FOR ALL FUNDS				\$ 55,368,445

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

General Fund (Subfunds 100s)	31,258,896
Special Revenue Fund (Subfunds 200s, 800s, 900s)	10,515,493
Special Revenue EIA Fund (Subfunds 300)	2,928,140
Debt Service Fund (Subfunds 400s)	6,704,533
Capital Projects Fund (School Building) (Subfunds 500s)	270,589
Proprietary Fund (Food Service) (Subfunds 600s)	2,576,771
Trust and Agency Fund (Pupil Activity) (Subfunds 700s)	1,114,023

TOTAL EXPENDITURES/DISBURSEMENTS FOR ALL FUNDS **\$ 55,368,445**

SINGLE AUDIT SECTION

C.C. McGregor, CPA
1906-1968

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

The Board of Education
School District of Williamsburg County
Kingstree, South Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the School District of Williamsburg County, Kingstree, South Carolina, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School District of Williamsburg County's basic financial statements, and have issued our report thereon dated February 23, 2014.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings to be material weaknesses: 2014-01 and 2014-02.

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

(continued)

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies: 2014-03 through 2014-05.

Compliance and Other Matters

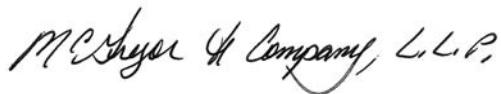
As part of obtaining reasonable assurance about whether the School District of Williamsburg County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2014-06.

Williamsburg County School District's Response to Findings

The District's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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



Barnwell, South Carolina
February 23, 2015

C.C. McGregor, CPA
1906–1968

PARTNERS

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

The Board of Education
School District of Williamsburg County
Kingstree, South Carolina

Report on Compliance for Each Major Federal Program

We have audited the School District of Williamsburg County, Kingstree, South Carolina, with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the School District of Williamsburg County's major federal programs for the year ended June 30, 2014. The School District of Williamsburg County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School District of Williamsburg County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School District of Williamsburg County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

(continued)

Opinion on Each Major Federal Program

In our opinion, the School District of Williamsburg County, Kingstree, South Carolina, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

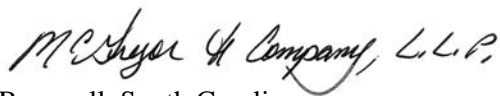
Report on Internal Control Over Compliance

Management of the School District of Williamsburg County, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District of Williamsburg County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School District of Williamsburg County's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.


Barnwell, South Carolina
February 23, 2015

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

1. SUMMARY OF AUDITOR'S RESULTS:

a. Type of report issued on financial statements:	Unqualified Opinion
b. Significant deficiencies not considered to be material weaknesses in internal control over financial reporting:	Yes
c. Material weaknesses in internal control over financial reporting:	Yes
d. Noncompliance material to the financial statements:	No
e. Material weaknesses in internal control over major programs:	No
f. Significant deficiencies not considered to be material weaknesses in Internal control over major programs:	No
g. Type of report issued on compliance for major programs:	Unqualified Opinion
h. Audit findings required to be reported under section 510(a) of Circular OMB A-133:	No
i. Identification of major programs:	
Title I Cluster	
Title I	84.010
School Improvement	84.010
School Improvement	84.010
Special Education Cluster (IDEA)	
IDEA	84.027
Special Education – Preschool	84.173
j. Dollar threshold used to distinguish between Type A and Type B programs:	\$316,618
k. The School District of Williamsburg County did qualify as a low risk auditee.	

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

2. FINDINGS – FINANCIAL STATEMENTS AUDIT

MATERIAL WEAKNESSES

2014-01 Commodities

Condition: The School District’s food service program receives commodities from USDA to assist with preparation of meals for students. The value of the commodities used is to be recorded as federal revenue and expenses and reported on the Schedule of Expenditures of Federal Awards.

Criteria: The District is provided an RA history report that documents all commodities received and used throughout the school year. The value of commodities used should be recorded in the District’s Food Service accounting records on a regular basis.

Effect of Condition: The District’s Federal revenues and expenses for Food Service were understated. The USDA commodities expenses were omitted on the Schedule of Expenditures of Federal Awards.

Cause: The necessary procedures to ensure that USDA commodities are properly recorded are inadequate and ineffective.

Recommendation: The School District needs to review the process of receipts and distribution of commodities and implement procedures to ensure that the Finance department receives and records the related revenues and expenses on a regular basis throughout the year.

Auditee Response: The District will implement the necessary procedures and training in both the finance and food service departments to ensure proper recording of USDA commodities.

2014-02 Technology Contracts and Procurement Policies

Condition: It was found in June of the fiscal year being audited that the Information Technology Department began signing a series of contracts to upgrade the technology infrastructure of the District’s school buildings. The District Finance Department was not aware of the contracts or the projected costs until a substantial amount of the contracted services were incurred.

Criteria: The District has procurement policies in place to ensure that contracts are properly bid, that purchase orders are prepared reflecting amounts are within allowed budgets and that proper approvals are documented.

Effect of Condition: The District incurred substantial unbudgeted future expenditures due to the failure to follow the required procedures to adequately document and support the technology contracts.

Cause: Technology personnel did not follow the District’s procurement policies related to the Technology Contracts, including following the proper bid procedures and preparation of purchase orders. Additionally the Technology Director indicated that she was unaware that such contracts were subjected to the District’s bid and procurement policies.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

1. FINDINGS – FINANCIAL STATEMENTS AUDIT (cont'd)

MATERIAL WEAKNESSES (cont'd)

2014-02 Technology Contracts and Procurement Policies (cont'd)

Recommendation: The District should review its current procurement policies and provide adequate training to all District department heads and staff on compliance with the District's required procurement policies.

Auditee Response: The District will reevaluate its current procurement policies and provide the necessary training to all District employees to ensure compliance.

SIGNIFICANT DEFICIENCIES

2014-03 Pupil Activity Funds

Condition: The School District maintains an accounting system at the local school level that accounts only for the individual funds and accounts of the school, its athletics, and clubs. The controls at the school level appear to be inadequate related to documentation of expenditures and receipts, and reconciliations of bank accounts to school ledgers.

Criteria: The District should review its accounting procedures and develop a method to document and record the financial information at both the school level and District level in accordance with the State Department of Education's accounting manual.

Effect of Condition: Some Pupil Activity Funds could not be tested due to a lack of supporting documentation and the funds were not properly recorded at the District level.

Cause: During our testing of Pupil Activity Funds, we noted several instances of certain controls not being properly designed or implemented and a lack of supervision by the District. Issues included lack of clear authorizations on invoices, incorrect bank reconciliations, and teachers not turning money in on a timely basis. Two schools would not or were not unable to provide requested supporting documentation and another school over drafted its bank account during the year.

Recommendation: The School District should review its accounting procedures and develop a method to ensure proper recording of the financial information of the local schools according to the State Department of Education's accounting manual.

Auditee Response: Internal controls over documentation, banking, and financial reporting will be reviewed for all Pupil Activity Funds. The necessary procedures will be implemented to insure that all Pupil Activity Funds transactions are properly documented and recorded at the school level and in the District's general ledger. Training and procedures will be put in place to address these findings.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

2. FINDINGS – FINANCIAL STATEMENTS AUDIT (cont'd)

SIGNIFICANT DIFICIENCIES (cont'd)

2014-04 Bank Reconciliations

Condition: District bank accounts were not properly or timely reconciled.

Criteria: Reconciliations are necessary on a monthly basis to ensure that all deposits and withdrawals are recorded in the general ledger.

Effect of Condition: The District had to rework reconciliations for the entire school year to ensure all deposits and withdrawals were properly accounted for.

Cause: The accounts payable bank account was not reconciled to the District's general ledger in a timely manner. Proper reconciliations and final journal entries were not completed and provided to the auditor until November 20, 2014. This created a significant delay in completing the necessary audit procedures in a timely manner.

Recommendation: All bank accounts should be reconciled to the general ledger monthly.

Auditee Response: All bank accounts will be reconciled by the twentieth of each month to the general ledger.

2014-05 Accounts Payable

Condition: Accounts payable not properly accrued at fiscal year end.

Criteria: All payables with invoice dates or service provided dates prior to fiscal year end should be accrued as accounts payable in accordance with generally accepted accounting principles.

Effect of Condition: Liabilities were understated and an adjustment was made.

Cause: The Accounts payable clerk did not properly review and accrue invoices based on invoice date and/or dates of service.

Recommendation: The District should review its control procedures over accrued accounts payable and train staff to follow those procedures.

Auditee Response: The District will review and reconcile the vendor activity report printouts with the invoices to be accrued at the end of each fiscal year as part of their procedures to ensure that payables have been properly recorded in the correct fiscal year.

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

2. FINDINGS – FINANCIAL STATEMENTS AUDIT (cont’d)

SIGNIFICANT DIFICENCIES (cont’d)

2014-06 Failure to Comply with Audit Submission Requirements

Condition: Financial report not submitted to State Department of Education by December 1st.

Criteria: The District’s financial audit report is required to be submitted to the South Carolina Department of Education no later than December 1st of each year.

Effect of Condition: District is not in compliance with State Department of Education audit requirements.

Cause: The District failed to meet the submission deadline for the South Carolina Department of Education due to the additional time and procedures that were necessary to complete the audit, due to certain findings listed in this section as well as the additional time constraints placed on both the District and the audit firm by the resignations of both the Superintendent and Finance Director prior to the audit submission date.

Recommendation: The District should hire and train capable staff to resolve findings and expedite reporting.

Auditee Response: The District has contracted a consultant to assist and train its finance staff. The District is committed and fully intends to meet all submission deadlines for all future fiscal year ends.

3. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDITED

NONE

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

FINDINGS – FINANCIAL STATEMENTS AUDIT

NONE

FINDINGS – MAJOR FEDERAL AWARD PROGRAMS

NONE

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

LEA Subfund Code	Federal Grantor Pass-Through Grantor Program Title	Federal CFDA Number	Award/ Grantor Number	Pass-Through Grantor's Number	Total Expenditures
<u>U. S. DEPARTMENT OF AGRICULTURE</u>					
Passed through SDE:					
Child Nutrition Cluster:					
Non-Cash Assistance (Commodities):					
600	National School Lunch Program	10.555		N/A	\$ 167,887
Cash Assistance:					
600	School Breakfast Program	10.553		N/A	813,908
600	National School Lunch Program	10.555		N/A	1,766,121
602	USDA Fresh Fruits and Vegetables	10.582		N/A	108,291
Cash Assistance Subtotal					2,688,320
Total-Child Nutrition Cluster					2,856,207
TOTAL U.S. DEPARTMENT OF AGRICULTURE					\$ 2,856,207
<u>U. S. DEPARTMENT OF EDUCATION</u>					
Passed through SDE:					
Title I Cluster					
201	Title I Grants to LEAs	84.010		14BA088	\$ 3,669,677
237	Title I State School Improvement	84.010		12BJ088	31,631
237	Title I State School Improvement	84.010		13BM088	72,898
239	Title I State School Improvement	84.010		14BL088	137,921
Total Title I Cluster					3,912,127
Special Education Cluster (IDEA)					
203	IDEA	84.027		13CA088	571,979
203	IDEA	84.027		14CA088	1,007,672
205	Special Education - Preschool	84.173		12CG088	3,315
205	Special Education - Preschool	84.173		13CG088	21,192
205	Special Education - Preschool	84.173		14CG088	24,805
Total Special Education Cluster					1,628,963
School Improvement Cluster					
226	School Improvement Grant - ARRA	84.388		13SH088	77,125
Total School Improvement Cluster					77,125
207	CATE	84.048		14VA088	
	Subprogram (01)				1,858
	Subprogram (04)				16,304
	Subprogram (05)				4,816
	Subprogram (06)				33,672
	Subprogram (10)				32,109
	Subprogram (14)				836
Total - Federal CFDA Number 84.048					89,595
251	Rural Education	84.358		12BS088	8,356
251	Rural Education	84.358		13BS088	64,230
251	Rural Education	84.358		14BS088	24,802
Total - Federal CFDA 84.358					97,388

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

LEA Subfund Code	Federal Grantor Pass-Through Grantor Program Title	Federal CFDA Number	Award/ Grantor Number	Pass-Through Grantor's Number	Total Expenditures
U. S. DEPARTMENT OF EDUCATION					
243	Adult Education - Basic	84.002		12EA088	\$ 22,136
243	Adult Education - Basic	84.002		13EA088	6,311
243	Adult Education - Basic	84.002		14EA088	83,804
	Total - Federal CFDA Number 84.002				112,251
267	Improving Teacher Quality State Grant	84.367		13TQ088	546,927
267	Improving Teacher Quality State Grant	84.367		14TQ088	307,402
	Total - Federal CFDA Number 84.367				854,329
224	21st Century Learning	84.287		13CL088	39,829
224	21st Century Learning	84.287		14CL088	618,913
	Total - Federal CFDA Number 84.287				658,742
232	Education of Homeless Children	84.196 A		12FH088	9,529
	Total- Federal CFDA 84.196A				9,529
TOTAL U.S. DEPARTMENT OF EDUCATION					\$ 7,440,049
OTHER FEDERAL ASSISTANCE					
U. S. DEPARTMENT OF DEFENSE					
Direct Programs:					
270	Army ROTC	12.000		N/A	200,600
U. S. DEPARTMENT OF LABOR					
Passed through Waccamaw Council of Governments:					
230	WIA Youth Activities	17.259		N/A	57,077
TOTAL OTHER FEDERAL ASSISTANCE					\$ 257,677
TOTAL FEDERAL ASSISTANCE EXPENDED					\$ 10,553,933

**SCHOOL DISTRICT OF WILLIAMSBURG COUNTY
KINGSTREE, SOUTH CAROLINA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards presents the activity of all federal awards programs of the School District of Williamsburg County, Kingstree, South Carolina for the year ended June 30, 2014. All federal awards received directly from the federal agencies, as well as those that passed through other government agencies are included in the schedule. The accompanying schedule is presented using the modified accrual basis of accounting, which is described in the notes of the School District's basic financial statements.

NOTE B - FOOD DISTRIBUTION

Non-monetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

NOTE C - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS AND FEDERAL FINANCIAL REPORTS

Federal award expenditures are reported in the School District's basic financial statements as expenditures in the General and Special Revenue Funds and operating expenses in the Enterprise Fund. Amounts reported in the accompanying schedule of expenditures of federal awards agree with the amounts reported in the related financial reports except for timing differences relating to expenditures made subsequent to the filing of the federal financial reports.

NOTE D - US DEPARTMENT OF ENERGY LOAN

During the year ended June 30, 2011, the District received a grant of \$120,098, and during the year ended June 30, 2012 the District received an additional 5,868 for a total of \$125,966. Of this amount, 25% (\$31,491) was in the form of a zero interest note payable in 3 equal annual installments beginning September 1, 2012.

	Balance		Balance
	June 30, 2013	Decrease	June 30, 2014
US Department of Energy	<u>\$ 20,994</u>	<u>\$10,497</u>	<u>\$ 10,497</u>