

CHARLESTON COUNTY SCHOOL DISTRICT

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2016

**CHARLESTON COUNTY SCHOOL DISTRICT
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2016**

PRINCIPAL OFFICIALS	i
FINANCIAL SECTION	
INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
<i>GOVERNMENT-WIDE FINANCIAL STATEMENTS:</i>	
STATEMENT OF NET POSITION	17
STATEMENT OF ACTIVITIES	19
<i>FUND FINANCIAL STATEMENTS:</i>	
BALANCE SHEET – GOVERNMENTAL FUNDS	20
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION	22
STATEMENT OF REVENUES, EXPENDITURE, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	23
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES	25
STATEMENT OF ASSETS AND LIABILITIES - FIDUCIARY FUNDS	26
STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUND	27
NOTES TO THE FINANCIAL STATEMENTS	28
REQUIRED SUPPLEMENTARY INFORMATION	
<i>BUDGETARY COMPARISON SCHEDULES:</i>	
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGETS AND ACTUAL - GENERAL FUND	71
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGETS AND ACTUAL - SPECIAL REVENUE FUND	72
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGETS AND ACTUAL - EDUCATION IMPROVEMENT ACT FUND	73
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGETS AND ACTUAL - FOOD SERVICE FUND	74
<i>PENSION SCHEDULES:</i>	
SCHEDULE OF CHARLESTON COUNTY SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY – SOUTH CAROLINA RETIREMENT SYSTEM	75
SCHEDULE OF CHARLESTON COUNTY SCHOOL DISTRICT'S CONTRIBUTIONS - SOUTH CAROLINA RETIREMENT SYSTEM	76
SCHEDULE OF CHARLESTON COUNTY SCHOOL DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY - POLICE OFFICERS RETIREMENT SYSTEM	77
SCHEDULE OF CHARLESTON COUNTY SCHOOL DISTRICT'S CONTRIBUTIONS - POLICE OFFICERS RETIREMENT SYSTEM	78

**CHARLESTON COUNTY SCHOOL DISTRICT
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2016
(CONTINUED)**

SUPPLEMENTARY INFORMATION:

COMBINING AND INDIVIDUAL FUND SCHEDULES:

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - REVISED BUDGET AND ACTUAL	79
--	----

SPECIAL REVENUE FUND

SPECIAL PROJECTS FUND:

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES	90
---	----

SUPPLEMENTAL LISTING OF LEA SUBFUND CODES AND TITLES	102
--	-----

SUMMARY SCHEDULE FOR OTHER DESIGNATED RESTRICTED STATE GRANTS	104
--	-----

EDUCATION IMPROVEMENT ACT:

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - ALL PROGRAMS	105
---	-----

SUMMARY SCHEDULE BY PROGRAM	110
-----------------------------	-----

OTHER SCHEDULES:

DETAILED SCHEDULE OF DUE TO STATE DEPARTMENT OF EDUCATION/FEDERAL GOVERNMENT	111
---	-----

FOOD SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	112
--	-----

DEBT SERVICE FUNDS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - DEBT SERVICE FUND – DISTRICT	114
---	-----

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - DEBT SERVICE FUND – CEEF	115
---	-----

CAPITAL PROJECTS FUNDS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - CAPITAL PROJECTS FUND – DISTRICT	116
---	-----

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - CAPITAL PROJECTS FUND – CEEF	118
---	-----

FIDUCIARY FUND

SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN DUE TO STUDENT ORGANIZATIONS - PUPIL ACTIVITY FUND	119
---	-----

DISCRETELY PRESENTED COMPONENT UNITS - CHARTER SCHOOLS

COMBINING SCHEDULE OF NET POSITION - CHARTER SCHOOLS	120
--	-----

COMBINING SCHEDULE OF ACTIVITIES - CHARTER SCHOOLS	121
--	-----

LOCATION RECONCILIATION SCHEDULE	122
----------------------------------	-----

**CHARLESTON COUNTY SCHOOL DISTRICT
PRINCIPAL OFFICIALS
YEAR ENDED JUNE 30, 2016**

Board of Trustees

Cindy Bohn Coats, Board Chairperson

Chris Staubes, Board Vice-Chairperson

Chris Collins

Kate Darby

Tom Ducker

Todd Garrett

Eric Mack

Michael Miller

Tripp Wiles

Superintendent

Dr. Gerrita Postlewait

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
Charleston County School District
Charleston, South Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Charleston County School District (the School District), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the entity'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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the charter schools, which represent 100% of the assets and deferred outflows of resources, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the other amounts included for the aggregate discretely presented component units, is based solely on the reports of the other auditors. 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. The financial statements of Meeting Street Elementary at Brentwood were not audited in accordance with *Government Auditing Standards*, issued by the Comptroller General of the United States.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are

appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Charleston County School District as of June 30, 2016, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Charleston County School District's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates 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

The Board of Trustees
Charleston County School District
Charleston, South Carolina

statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is 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 November 22, 2016, on our consideration of Charleston County School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the result 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 Charleston County School District's internal control over financial reporting and compliance.

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

CliftonLarsonAllen LLP

Columbia, South Carolina
November 22, 2016

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

The Management's Discussion and Analysis (MD&A) provides an objective analysis of the Charleston County School District's (the "School District" or "CCSD") financial condition based on facts known as of the date of the auditor's report. While the accompanying financial statements are for the year ended June 30, 2016, the MD&A presents both a short-term and long-term analysis of the School District's financial status.

Financial Highlights

- The General Operating Fund ("GOF") total fund balance, which includes non-spendable amounts for inventory and prepaid items, assignments for future expenditures, including a usage of accumulated fund balance, and unassigned fund balance, at June 30, 2016 was \$12.2 million, a decrease of \$18.8 million from the balance at June 30, 2015. This was primarily due to a \$12.0 million or 2.99% increase in expenditures. The increase is primarily due to a \$6.1 million increase in salaries, a \$3.3 million increase in fringe benefits, a \$500,000 increase in payments to component units and a revenue transfer of \$1.9 million to cover IDEA deficits. Salaries and fringe benefits increased due to a step and COLA provided to all employees and teachers, along with increased retirement and insurance rates. In September of 2015 the District realized a significant budget shortfall for fiscal year 16 and immediately implemented cost saving measures. The biggest cost saving measure impact was to freeze all vacant non-teaching positions.
- Unassigned GOF fund balance was \$8.1 million at June 30, 2016, or 1.9% of total General Fund expenditures for the year ended June 30, 2016. The Board of Trustees Fund Balance policy is to maintain 8.3% of the total operating budget. The Board budgeted \$5 million in the fiscal year 2017 budget to partially replenish fund balance.
- The School District's revenues for governmental funds increased \$28.0 million or 4.1 percent to \$702.6 million in fiscal year 2016. The major changes were a \$19.5 million increase in local property taxes, a \$4.7 million increase in state revenues and a \$6.2 million increase in local one cent sales tax revenues.
- Property taxes and other local revenues (including the Local One Cent Sales Tax revenues) accounted for 61.1 percent of the School District's governmental funds' revenue. The State revenue contribution was 28.6 percent; the Federal was 10.3 percent and other sources were less than one percent.
- The percent of Education Finance Act ("EFA") revenues sent to the School District increased \$4.9 million in fiscal year 2016 primarily due to an increase in enrollment of 1404 students. The School District remains the wealthiest in the State with regards to property values, which is the primary reason for the erosion of state support in EFA revenue. Act 388 of 2008, revamped how school districts receive their funding for operating expenses, which has severely limited growth in local tax millage.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Financial Highlights (Continued)

The State formula starts with a target of 70 percent State funding and 30 percent local funding. The School District receives a much lower percentage from the State than most other districts. The table below outlines the last five years' state support percentages for the School District.

FY2012	34 percent
FY2013	35 percent
FY2014	32 percent
FY2015	32 percent
FY2016	34 percent

- This discussion and analysis focuses on the primary government; however, the District sponsored nine charter schools in fiscal year 2016, which are reflected as discretely presented component units.
- The 7-day enrollment increased 1,404 students from 48,539 in fiscal year 2015 to 49,943 in fiscal year 2016. These figures include all students in classes for child development through grade 12 as well as charter school students. The increase in 7-day enrollment represents a 2.8% increase.
- The Average Daily Membership (ADM) of students in the School District as of the 135th day increased from 44,896 in fiscal year 2015 to 46,149 in fiscal year 2016, a 2.8% increase in the 135th day ADM. The 135th day ADM does not include child development enrollment, only students in kindergarten through grade 12. The 7-day enrollment and the 135th day average daily membership continue to increase each year as the District maintains the number of students from the beginning of the year to the end of the year.
- Total expenditures and other financing uses for **all governmental funds** exceeded revenues and other financing sources by \$15.1 million. This net change was due to changes in several funds as follows:
 - \$18.8 million decrease in the General Fund, explained above.
 - \$2.3 million decrease in the Special Revenue Fund, decrease due to the planned use of fund balance in several funds.
 - \$6.0 million increase the Capital Projects – District Fund and CEEF funds, increase due to planned capital expenditures on ongoing construction projects.
 - \$.2 million increase in Food Service Fund
- The CEEF was incorporated in July 2004 in order to acquire, construct, finance, improve, maintain, operate, manage, lease and dispose of school buildings and other public education facilities. The CEEF issued Installment Revenue Bonds in 2004, 2005 and 2006 totaling \$675,290,000 to fund the School District's Capital Building Program with repayment schedules of 15, 25 and 25 years respectively. The School District refunded \$69,300,000 of the outstanding Series 2004 CEEF debt and \$406,675,000 of the outstanding 2005 CEEF debt with the proceeds from the 2013A and 2013B CEEF Installment Purchase Refunding Bonds in May 2013. The School District refunded \$132,995,000 of the outstanding Series 2006 CEEF debt with the proceeds from the 2014 CEEF Installment Purchase Refunding Bonds in September 2014. As a result of the refundings and principal payments, the 2004, 2005, and 2006 CEEF bonds are either fully repaid or considered defeased.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Financial Highlights (Continued)

- Many capital projects were underway during the current fiscal year. The projects are indicated below.
 - Completed construction on several sites including:
 - NEW Jennie Moore Elementary School
 - NEW Laing Middle School
 - NEW St Andrews Math & Science Elementary School
 - NEW North Charleston Creative Arts Elementary School
 - Murray LaSaine Elementary School
 - Garrett Academy
 - CC Blaney Elementary School (Renovation)
 - Trailer Purchases (Various Schools)
 - Continued work on building sites including:
 - Chicora Elementary School
 - Springfield Elementary School
 - James Island Charter High School
 - Lowcountry Tech @ Burke High School
 - Angel Oak Elementary School
 - Pinehurst Elementary School
 - Emergency Operations Center @ Bridge View
 - District 3 Bus Lot
 - Stono Park Elementary School
 - District Wide Athletic Improvements
 - Mary Ford Elementary School
 - Northwoods Middle School
 - C E Williams Academic Magnet
 - West Ashley Middle School
 - Dunston Elementary School
 - St Andrews Middle School
 - Burns Elementary School
 - Carolina Park Elementary School
 - Lucy G Beckham High School
 - James Simons Montessori Upfit
 - Murray La-Saine Montessori Upfit
 - District 2 Stadium
 - Continued Modernization projects that included:
 - 1:1 student devices, wireless network upgrades and support equipment
 - Computer replacement program (administration, general lab and CTE lab)
 - Video distribution systems
 - Classroom sound enhancement
 - Technology software
 - Media Center upgrades

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Financial Highlights (Continued)

- Continued Fixed Cost of Ownership projects that included:
 - Mobile classroom relocation
 - Roof replacement, repairs and restoration
 - HVAC replacement and chill water piping system
 - Surveillance and access control
 - Emergency communication
 - Furniture
 - CTE equipment furnishings

Overview of the Financial Statements

The School District's financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information designed to enhance the readers' understanding of the financial statements.

The School District's government-wide financial statements, which can be found as listed in the table of contents, include the Statement of Net Position and the Statement of Activities. These two statements do not focus on the financial activities of the District's individual subprograms, but rather report information about the overall financial condition of the District's operation.

As described in the notes to the financial statements, other entities' activities are included in this report because of the relationship of these legally separate entities to the School District. Financial information of the Charleston Development Academy, Inc., James Island Charter High School, East Cooper Montessori Charter School, Orange Grove Charter Elementary, Charleston School for Math and Science Charter School, Gregg Mathis Charter High School, Pattison's Academy for Comprehensive Education, Carolina Voyager Charter School, and Allegro Music School, added in fiscal year 2016. In addition to the traditional charter schools the District maintains a public/private partnership with the Meeting Street Elementary Group, MSEG. MSEG operates an elementary school on the Brentwood campus and the District funds the partnership at the same per pupil expenditure of three similar schools in the District. All schools are collectively referred to in the financial statements as those of the discretely-presented component units.

The School District's fund financial statements can be found as listed in the table of contents. Unlike the government-wide financial statements, which consolidate financial data, the purpose of the School District's fund financial statements is to present detailed financial information about the District's operations. Included in these statements are the District's general operating fund, special revenue funds, education improvement act funds, debt service fund, capital projects fund, and the non-major permanent fund.

The notes to the financial statements provide additional information that may be necessary for understanding the data contained in both the government-wide and the fund financial statements. The notes to the financial statements can be found as listed in the table of contents of this report.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Analysis of the District's Government-wide Statements

Government-wide financial statements report transactions that are considered governmental type activities. Such activities are funded primarily through local property taxes and state and federal revenues. Governmental activities account for the School District's basic services such as regular and special education, school bus transportation, school building maintenance, and administration.

An important question that should be asked about the School District's finances is, "Is the School District, as a whole, better off or worse off as a result of this year's activities?" The Statement of Net Position and the Statement of Activities present consolidated financial information about the School District as a whole and that helps answer the question. These statements report the District's financial data using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. The Statement of Net Position includes all of the School District's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position (equity). All of the current year's revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The two government-wide statements report the School District's net position and how it has changed from one year to the next. Net position – which is the School District's assets and deferred outflows of resources less the School District's liabilities and deferred inflows of resource – are one way to measure the School District's financial health or position. Over time, increases or decreases in the School District's net position indicate whether its financial position is improving or deteriorating. To assess the School District's overall health, additional economic factors, such as changes in the School District's property tax base, the condition of school buildings and other facilities, and changes in state and federal revenue should be considered. These factors are addressed in this report.

Our analysis below focuses on total net position (Figure A-1) and changes in net position (Figure A-2) of the School District's governmental activities.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Analysis of the District's Government-wide Statements (Continued)

Figure A - 1

Condensed Statement of Net Position (in millions of dollars)

	Governmental Activities		
	2015	2016	Difference
Assets			
Current and Other Assets	\$ 294.2	262.6	\$ (31.6)
Capital Assets, Net	1,270.1	1,322.6	52.5
Total Assets	1,564.3	1,585.2	20.9
Deferred Outflows of Resources			
Deferred Pension Charges	38.8	36.6	(2.3)
Advance Refunding Charges	57.3	52.5	(4.8)
Total Deferred Outflows of Resources	96.1	89.1	7.0
Liabilities			
Long-Term Liabilities	1,248.0	1,245.0	(3.0)
Other Liabilities	211.9	198.6	(13.3)
Total Liabilities	1,459.9	1,443.6	(16.3)
Deferred Outflows of Resources			
Deferred Pension Credits	37.7	6.5	(31.2)
Total Deferred Outflows of Resources	37.7	6.5	(31.2)
Net Position			
Net Investment in Capital Assets	497.7	592.9	95.2
Restricted	77.8	71.9	(5.9)
Unrestricted	(412.7)	(440.6)	(27.9)
Total Net Position	\$ 162.8	224.2	\$ 61.4

The School District's assets increased by \$20.9 million, deferred outflows of resources decreased by \$7.0 million, liabilities decreased by \$16.3 million, and total deferred outflows of resources decreased \$31.2 million resulting in a 39.4%, or \$61.4 million, increase in net position. The overall increase in assets is due to a \$52.5 million increase in capital assets partially offset by a \$31.6 million decrease in current and other assets. Net capital assets increased \$52.5 million due to additions of \$94 million exceeding depreciation expense of \$31.2 million. Current and other assets decreased by \$31.0 million primarily due to a \$30.9 million decrease in cash and investments. Cash and investments decreased primarily due to expenditures related to capital asset acquisitions partially offset by proceeds of short-term bonds issued during the year. The \$7.0 million decrease in deferred outflows of resources and \$31.2 million decrease in deferred inflows of resources are primarily due to the refunding amortization and a change in actuarial assumptions in calculating the District's proportionate share of pension liability.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Analysis of the District's Government-wide Statements (Continued)

Figure A - 2

Changes in Net Position from Operating Results (in millions of dollars)

Revenues	Governmental Activities	
	2015	2016
Program Revenues:		
Charges for Services	\$ 4.8	\$ 4.4
Operating Grants	186.2	198.6
General Revenue:		
Property Taxes	295.7	314.0
Local One Cent Sales Tax	89.4	95.7
Revenue in Lieu of Taxes	92.8	94.1
Other	6.6	(4.5)
Total Revenues	675.5	702.3
Program Expenses		
Instruction	264.3	284.0
Support Services	253.0	255.6
Community Services	9.3	8.8
Payments to Component Units	33.7	33.9
Interest and Fiscal Charges	29.7	26.4
Depreciation Unallocated	29.8	32.2
Total Program Expenses	619.8	640.9
Change in Net Position	55.7	61.4
Net Position, Beginning of Year	107.1	162.8
Net Position, End of Year	<u>\$ 162.8</u>	<u>\$ 224.2</u>

Expense categories:

Instruction – face-to-face direct classroom expenditures

Support Services – those expenditures that support the classroom including media center, guidance, health services, professional development, food service, student transportation, maintenance and administrative costs

Community Services – those expenditures that are an extension of the regular school day to include Adult Education, Community Education and After-School child care

Payment to Component Units – those expenditures that reflect payments to the charter schools that the School District sponsors

Interest and Fiscal Charges – those expenditures that reflect the interest due on short- and long-term borrowing to include debt service interest payments due under alternative financing

Depreciation Unallocated – the depreciation on buildings and property not included in the instruction, support services or community services categories

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Analysis of the District's Government-wide Statements (Continued)

Revenues increased 4.0 percent, or \$26.8 million primarily due to an \$18.3 million increase in property taxes as a result of increased assessed values, a \$12.3 million increase in grants and other contributions, a \$6.3 million increase in local one cent sales tax revenues partially due to continued economic growth in the area, and a \$1.2 million increase in revenue in lieu of taxes. Charges for services and Other decreased \$11.5 due primarily to the disposition of assets.

Expenses increased approximately 3.4 percent, or \$21.1 million. Instruction expenses increased 7.5 percent, or \$19.7 million, support expenses increased 1.0 percent, or \$2.6 million, community expenses decreased 5.4 percent, or \$.5 million, unallocated depreciation expense increased 8.1 percent, or \$2.4 million. The increases in instruction expenses were primarily due to an increase in salaries and increase in fringe benefits as a result of a step increase, and benefit rates increasing from the prior year.

Financial Analysis of the School District's Funds

The fund financial statements, which can be found as listed in the table of contents, provide more detailed information about the School District's funds, focusing on its significant funds – not the School District as a whole. Funds are accounting devices that the School District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The School District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues (such as federal grants).

The School District has two kinds of funds:

- Governmental funds: The School District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, additional information follows the governmental funds statements, in the form of a reconciliation, to explain the relationship (or differences) between them.
- Fiduciary funds: The School District is the trustee, or fiduciary, for assets that belong to others, such as the scholarships and the student activities funds. The School District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The School District excludes these activities from district-wide financial statements because it cannot use these assets to finance its operations.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Governmental Funds

For the year ended June 30, 2016, the School District's governmental funds reported a *combined* fund balance of \$62.8 million, as compared to \$77.9 million for the prior year. This decrease of \$15.1 million was primarily due to changes in several funds as follows: \$18.8 million decrease in the General Fund, \$2.3 million decrease in the Special Revenue Fund and a \$6.4 million increase in the Capital Projects – District Fund.

At June 30, 2016, the School District's non-spendable fund balance for all governmental funds was \$4.5 million, which includes \$3.8 million related to prepaid items, \$0.4 million related to inventories in the General Fund, \$0.3 million related to inventories in the Food Service Fund, and \$0.03 million related to principal on endowments. The School District's restricted fund balance for all governmental funds was \$64.5 million including restrictions for debt service of \$4.7 million, capital projects of \$51.8 million, food services of \$7.9 million and endowments and scholarships of \$0.1 million. The portion of fund balance that is unassigned may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The total unassigned fund balance (all funds) was a deficit of \$6.3 million, which includes \$8.1 million reported in the General Fund as well as a deficit of \$13.3 million reported in the Debt Service – District Fund and a deficit of \$1.1 million reported in the Special Revenue funds.

The General Fund is the chief operating fund of the School District. At the end of the current fiscal year, total fund balance of the General Fund was \$12.2 million, including \$8.1 million in unassigned fund balance. Unassigned fund balance was 1.89% of fiscal year 2016 expenditures.

The School District's fund balance policy requires a desired minimum fund balance of 8.3% of the next year's General Fund total operating budget as unassigned fund balance. This amount would be \$36.2 million as of June 30, 2016, which represents 8.3% of fiscal year 2017 total operating budget of \$436.5 million. The unassigned fund balance of the General Fund totaled \$8.1 million as of June 30, 2016, which was less than the minimum fund balance outlined by the policy. The total fund balance for fiscal year 2016 decreased \$18.8 million, as expenditures and other financing uses of \$426.3 million exceeded revenues and other financing sources of \$407.6 million.

The School District's Governmental Funds include the General Fund, as described above, Special Revenue, Special Revenue – EIA, Food Service, Debt Service – District, Debt Service – CEEF, Capital Projects – District, Capital Projects – CEEF, and Medals and Awards Permanent Fund.

The School District's Special Revenue Funds and EIA are used to account for revenues derived from the State of South Carolina and the Federal Government and various other special revenue programs. The Special Revenue Fund reported an ending fund balance of a deficit of \$1.1 million, a decrease of \$2.3 million, as the expenditures and other financing sources uses of \$74.8 million exceeded revenues and other financing sources of \$72.5 million. The EIA fund reports no fund balance as any unspent allocations received from the State Department of Education as of year-end are considered to be unearned revenues. As a result, revenues and other financing sources of \$24.3 million equaled expenditures and other financing uses of \$24.3 million.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Governmental Funds (Continued)

The School District accounts for its United States Department of Agriculture's approved school breakfast and lunch programs in a separate Food Service (special revenue) fund. The fund balance at the end of the current fiscal year was \$8.2 million, which was an increase of \$0.2 million from the prior year. Total revenue of \$26.5 exceeded expenditures and other financing sources of \$26.3 million.

Two Debt Service funds are shown in the accompanying financial statements of the School District, the regular School District Debt Service fund and the CEEF Debt Service Fund. Both funds are used to account for the accumulation of funds for debt retirement. The District Debt Service fund balance at the end of the current fiscal year was a deficit of \$9.1 million, a decrease of \$0.2 million from the prior year deficit fund balance of \$8.9 million. The change in fund balance is primarily due to the District issuing short-term debt that is outstanding as of June 30, 2016, which is recorded as a liability as opposed to other financing source if it were long-term debt. This deficit will be alleviated through property tax collections in fiscal year 2017. The CEEF Debt Service fund balance at the end of the current fiscal year of \$0.6 million accounts for accumulated resources for payment on the CEEF Installment Purchase Revenue Bonds sold by the non-profit organization. The fund balance decreased by \$18,395 primarily due to the use of a portion of debt service reserve funds to refund the 2006 CEEF bonds as discussed above.

Two Capital Projects funds are utilized as well to segregate CEEF expenditures from School District capital project expenditures. The fund balance in the Capital Projects – District Fund increased by \$6.4 million to \$51.8 million at June 30, 2016, due primarily to construction-related expenditures exceeding revenues from the one cent local sales tax as previously discussed and transfers from the District's Debt Service Fund (representing proceeds from short-term borrowings to be used in construction projects). The CEEF Capital Projects Fund had a June 30, 2016 fund balance of zero dollars. The fund balance decreased by \$0.4 million. The CEEF Capital Projects are all completed and the project funds are closed.

General Fund Budgetary Highlights

The School District's original budgeted expenditures for the General Fund including other financing uses were approximately \$426.7 million and anticipated that expenditures would exceed revenues by \$7.8 million. The shortfall was made up by assigning this amount from the prior year's accumulated fund balance. The final amended budget anticipated that expenditures would exceed revenues by \$10.7 million. Differences between the original budget and the final amended budget are summarized as follows:

- Purchase orders totaling \$2.8 million were brought forward from fiscal year 2015. An assignment from fund balance in the prior year was used to offset these carry over purchase orders.

Expenditures exceeded revenues by \$18.8 million. This decrease was \$8.1 million more than the amended budgeted decrease of \$10.7 million. This was due to several areas as indicated below:

- Local property taxes were \$15.6 million less than budgeted due to less than estimated assessed values, changes in Tax Infrastructure Financing Districts not yielding expected increases and less than expected tax increases due to negotiated fees in lieu of taxes.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

General Fund Budgetary Highlights (Continued)

- State revenues exceeded budget by \$3.9 million primarily due to an increase in base student cost over the prior year as well as conservative budgeting by the School District.
- Instructional expenditures were over budget by \$2.4 million due to salaries and related benefits exceeding budget by \$1.2 million. Supplies and purchased services exceeded budget by \$1.1 million primarily due to outsourced substitutes and copier charges exceeding budget.
- Support Services expenditures were under budget by \$5.2 million due to mid-year budget cuts. Once the fiscal year deficits were determined the District froze all open support positions.
- Payments to component units were under budget by \$3.1 million due to the School District experiencing revenue shortfall for fiscal year 15. Charter school payments are based on the previous year's audited revenue and student counts.
- The District continues to experience shortfalls in the Special Revenue funds and to maintain the maintenance of effort. The District transferred \$1.9 million to the IDEA fund to cover the deficits in fiscal year 2016.

Capital Asset and Debt Administration

Capital Assets

As shown in Figure A-3, the School District has invested \$1.703 billion in a broad range of capital assets including land, school buildings, athletic facilities, equipment, and administrative offices. Accumulated depreciation on these assets as of June 30, 2016, was \$381.1 million.

Total depreciation expense for the year was \$34.4 million while additions to capital assets amounted to \$94.9 million.

**FIGURE A - 3
Capital Assets at Year-End**
(Net of Depreciation, in millions of dollars)

	Governmental Activities	
	2015	2016
Land	\$ 41.0	\$ 43.2
Construction in Progress	152.8	89.5
Building and Improvements	1,349.0	1,484.8
Improvements Other than Buildings	50.8	49.9
Furniture and Fixtures	31.1	33.6
Food Service Equipment	2.5	2.5
Less: Accumulated Depreciation	(357.1)	(381.1)
Totals	\$ 1,270.1	\$ 1,322.4

Major additions primarily included construction projects, which were discussed in detail above.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Long-Term Debt

As of June 30, 2016, the School District had \$674.4 million in general obligation bonds and other long-term obligations, a decrease of \$29.6 million or 4.0% from June 30, 2015, as shown in Figure A-4. The District's bond rating as of October 2016 was Aa1 (Enhanced)/Aa3 (Underlying) by Moody's.

**FIGURE A - 4
Outstanding Debt at Year-End
(In millions of dollars)**

	Governmental Activities	
	2015	2016
General Obligation Bonds	\$ 188.0	\$ 168.9
Installment Revenue Bonds	516.0	505.5
Totals	\$ 704.0	\$ 674.4

In addition, the School District had \$121.2 million in outstanding General Obligation Bond Anticipation Notes ("BAN") at June 30, 2016. Subsequent to year end in July 2016, the School District issued a short-term Tax Anticipation Note ("TAN") in the amount of \$82.0 million to defray the operations and maintenance of the School District pending the collection of ad valorem taxes and State aid collections. Principal and interest on the TAN are due in full on March 31, 2017. The School District issued a General Obligation Bond ("GOB") in November 2016 in the amount of \$73.9 million to fund the installments of purchase price coming due under Facilities Agreements entered into with CEEF, to repay the outstanding Series 2016A BAN, to fund capital projects and to provide for the costs of issuance of the bonds. \$66.2 million of the GOB is due March 1, 2017 and the remaining principal is due on March 1, 2019 and March 1, 2020.

More detailed information on capital assets and long-term debt is provided in the accompanying notes to the financial statements.

Factors Bearing on the School District's Future

At the time these financial statements were prepared, the School District was aware of existing circumstances that could significantly affect its financial health in the future:

- The significant budget shortfall from the past few years has reduced the General Fund unassigned fund balance to \$8.1 million which is 1.9% of the required fund balance policy of 8.3%. In the fall of 2015 there was an immediate need to validate the fiscal year 2016 budget to determine if there would be any continued deficits for fiscal year 2016. The District froze non-teaching positions and established a committee to review the staffing allocation formula. In the end the Board approved a new staffing model which reduced the fiscal year 2017 budget by \$17.0 million.

**CHARLESTON COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

Factors Bearing on the School District's Future (Continued)

- The fiscal year 2017 budget was developed in a manner that was conservative in its revenue projections and frugal in its expenditure allocations to instructional programs. The budget represents a laser focused effort to ensure that resources are directed to the most appropriate uses. To that end, the School District allocated \$5.0 million to partially replenish fund balance that was formally adopted by the Board when the fiscal year 2017 budget was approved.
- During the fiscal year ended June 30, 2016 the District experienced change in the top leadership. The District employed a new Superintendent and a new CFO.
- Fiscal year 2017 tax revenues are based on the assessment of properties in the county. The value of taxable property increased over 5% and will generate substantially more local revenue than in the past years. State law mandates a rollback of millage in reassessment years to provide for the same level of tax revenue as the previous year. However, for the School District this resulted in a roll-up of millage. The fiscal year 2016 budget was developed with a 0.2 mill increase.
- The fiscal year 2017 budget was approved with a 9.6 millage increase and a 6 mill reduction of debt service millage and transferred the 6 mills to the operating budget. The Board had not approved a millage increase since fiscal year 2009, although they approved a millage swap in fiscal year 2013.
- The District continues to fund literacy programs and our early childhood programs as our most important strategic priorities.

Contacting the School District's Financial Management

This financial report is designed to provide the School District's citizens, taxpayers, customers, and investors and creditors with a general overview of the School District's finances and to demonstrate the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Financial Services Office, Charleston County School District, 3999 Bridge View Drive, Charleston, SC 29406.

**CHARLESTON COUNTY SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2016**

	<u>Primary Governmental Activities</u>	<u>Charter Schools Component Units</u>
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 33,449,186	\$ 8,299,480
Investments	-	3,546,551
Restricted Cash and Cash Equivalents	121,128,418	-
Restricted Investments	4,169,965	-
Accounts Receivable, Net	3,958,823	174,343
Pledges Receivable, Current	-	200,000
Property Taxes Receivable, Net	10,311,558	-
Local Sales Tax Receivable, Net	26,273,846	-
Due from Governmental Agencies	58,469,771	448,330
Due from Primary Government	-	369,928
Due from Others	368,898	142,564
Inventory	755,809	-
Prepaid Expenses	3,758,750	446,056
Total Current Assets	262,645,024	13,627,252
Non-Current Assets:		
Pledges Receivable, Net of Current	-	98,162
Capital Assets:		
Capital Assets - Not Being Depreciated	132,871,131	-
Capital Assets - Net of Accumulated Depreciation	1,189,766,755	11,104,780
Total Non-Current Assets	1,322,637,886	11,202,942
Total Assets	1,585,282,910	24,830,194
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Pension Charges	36,573,786	2,949,755
Advance Refunding Charges	52,532,274	-
Total Deferred Outflows of Resources	\$ 89,106,060	\$ 2,949,755

CHARLESTON COUNTY SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2016
(CONTINUED)

	<u>Primary Government Governmental Activities</u>	<u>Charter Schools Component Units</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	\$ 14,890,689	\$ 1,859,353
Cash Overdraft	-	27,953
Contracts Payable - Retainage	2,268,159	-
Unearned Revenue	2,997,314	144,313
Due to Others	-	7,956
Due To Primary Government	-	3,110,060
Accrued Compensation and Related Benefits	44,257,075	84,690
Accrued Interest Payable	5,621,758	-
Other Accrued Expenses	7,314,538	-
Bond Anticipation Expenses	121,220,000	-
Total Current Liabilities	198,569,533	5,234,325
Non-Current Liabilities		
Net Pension Liability	482,148,555	33,151,963
Long-term Obligations, Due Within One Year	34,940,071	365,004
Long-term Obligations, Due in More Than One Year	727,967,096	2,272,137
Total Non-Current Liabilities	1,245,055,722	35,789,104
Total Liabilities	1,443,625,255	41,023,429
Deferred Inflows of Resources		
Deferred Pension Credits	6,513,863	449,402
Net Position		
Net Investment in Capital Assets	592,860,751	6,069,448
Restricted For:		
Capital Projects	63,556,445	-
Food Service	8,234,511	-
Endowments and Scholarships - Nonexpendable	27,947	-
Endowments and Scholarships - Expendable	127,778	-
Unrestricted	(440,557,580)	(19,766,330)
Total Net Position	\$ 224,249,852	\$ (13,696,882)

See accompanying Notes to Financial Statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2016**

Functions/Programs	Program Revenues			Net Revenue (Expense) and Change in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Governmental Activities	Component Units Charter Schools
Primary Government					
Governmental Activities:					
Instruction	\$ 284,010,284	\$ -	\$ 108,707,151	\$(175,303,133)	\$ -
Support Services	255,568,459	4,406,158	47,513,540	(203,648,761)	-
Community Services	8,825,384	-	8,434,569	(390,815)	-
Payments to Component Units	33,905,827	-	33,905,827	-	-
Interest and Other Changes	26,360,168	-	-	(26,360,168)	-
Depreciation - Unallocated*	32,193,056	-	-	(32,193,056)	-
Total Primary Government	<u>\$ 640,863,178</u>	<u>\$ 4,406,158</u>	<u>\$ 198,561,087</u>	<u>(437,895,933)</u>	<u>-</u>
Component Units					
Charter Schools	46,582,616	731,842	40,267,941	-	(5,582,833)
Total Component Units	<u>\$ 46,582,616</u>	<u>\$ 731,842</u>	<u>\$ 40,267,941</u>	<u>\$ -</u>	<u>\$ (5,582,833)</u>
General Revenues					
Property Taxes Levied for					
General Purposes				226,554,476	-
Debt Service				87,514,326	-
Revenue in Lieu of Taxes				94,096,622	-
Local One Cent Sales Tax				95,650,032	-
Miscellaneous Revenue				1,346,552	2,901,050
Grants and Contributions Not Restricted to Specific Programs				632,639	-
Payments from Other Governmental Units				142,154	-
Loss on Disposal of Assets				(7,933,777)	-
Investment Income				1,330,870	357,963
Total General Revenue				<u>499,333,894</u>	<u>3,259,013</u>
Change in Net Position				<u>61,437,961</u>	<u>(2,323,820)</u>
Net Position, beginning of Year - As Previously Reported				162,811,891	(13,261,284)
Addition of Component Units - See Note 1				-	1,888,222
Net Position, Beginning of Year - As Restated				<u>162,811,891</u>	<u>(11,373,062)</u>
Net Position, End of Year				<u>\$ 224,249,852</u>	<u>\$ (13,696,882)</u>

* This amount excluded the depreciation that is included in the direct expenses of the various functions.
See accompanying Notes to Financial Statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016**

	General	Special Revenue	EIA	Food Service
Assets				
Cash and Cash Equivalents	\$ 33,405,149	\$ -	\$ -	\$ 44,037
Restricted Cash and Cash Equivalents	-	647,124	-	-
Restricted Investments	-	-	-	-
Accounts Receivable, Net	3,842,269	94,689	141	-
Property Taxes Receivable, Net	8,071,707	-	-	-
Local Sales Tax Receivable, Net	-	-	-	-
Due from Other Funds	20,837,043	-	2,696,272	8,926,790
Due from County Treasurer	736,876	-	-	-
Due from State Department of Education	822,568	732	106,652	-
Due from Other Agencies	7,032,788	53,400	-	-
Due from Federal Agencies	-	21,461,634	-	348,881
Due from Fiscal Agent	170,744	198,154	-	-
Inventory	420,650	-	-	335,159
Prepaid items	3,758,750	-	-	-
Total Assets	\$ 79,098,544	\$ 22,455,733	\$ 2,803,065	\$ 9,654,867
Liabilities				
Accounts Payable	\$ 4,929,878	\$ 1,830,293	\$ 131,918	\$ 165,555
Contracts Payable - Retainage	-	-	-	-
Unearned Revenue	-	1,279,247	1,519,427	198,540
Due to Other Funds	12,181,259	15,790,580	-	-
Accrued Compensation and Related Benefits	37,447,846	4,601,110	1,151,720	1,056,261
Other Accrued Expenditures	5,103,045	57,793	-	-
Bond Anticipation Notes	-	-	-	-
Total Liabilities	59,662,028	23,559,023	2,803,065	1,420,356
Deferred Inflows of Resources				
Unavailable Revenue - Property Taxes	7,187,832	-	-	-
Total Liabilities and Deferred Inflows of Resources	66,849,860	23,559,023	2,803,065	1,420,356
Fund Balances				
Nonspendable:				
Inventory	420,650	-	-	335,159
Prepaid Items	3,758,750	-	-	-
Principal on Endowments	-	-	-	-
Restricted for:				
Food Service	-	-	-	7,899,352
Debt Service	-	-	-	-
Capital Projects	-	-	-	-
Endowments and Scholarships	-	-	-	-
Unassigned	8,069,284	(1,103,290)	-	-
Total Fund Balances	12,248,684	(1,103,290)	-	8,234,511
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 79,098,544	\$ 22,455,733	\$ 2,803,065	\$ 9,654,867

Debt Service-District	Debt Service-CEEF	Capital Projects-District	Capital Projects-CEEF	Non-Major Medals and Awards Permanent Fund	Total Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,449,186
-	170,873	120,176,320	-	134,101	121,128,418
4,169,965	-	-	-	-	4,169,965
-	-	-	-	21,724	3,958,823
2,239,851	-	-	-	-	10,311,558
-	-	26,273,846	-	-	26,273,846
145,999	412,198	-	-	-	33,018,302
27,906,240	-	-	-	-	28,643,116
-	-	-	-	-	929,952
-	-	-	-	-	7,086,188
-	-	-	-	-	21,810,515
-	-	-	-	-	368,898
-	-	-	-	-	755,809
-	-	-	-	-	3,758,750
<u>\$ 34,462,055</u>	<u>\$ 583,071</u>	<u>\$ 146,450,166</u>	<u>\$ -</u>	<u>\$ 155,825</u>	<u>\$ 295,663,326</u>
\$ 500	\$ -	\$ 7,832,545	\$ -	\$ -	\$ 14,890,689
-	-	2,268,159	-	-	2,268,159
-	-	-	-	100	2,997,314
-	-	5,046,463	-	-	33,018,302
-	-	138	-	-	44,257,075
-	-	-	-	-	5,160,838
41,710,000	-	79,510,000	-	-	121,220,000
<u>41,710,500</u>	<u>-</u>	<u>94,657,305</u>	<u>-</u>	<u>100</u>	<u>223,812,377</u>
1,839,041	-	-	-	-	9,026,873
<u>43,549,541</u>	<u>-</u>	<u>94,657,305</u>	<u>-</u>	<u>100</u>	<u>232,839,250</u>
-	-	-	-	-	755,809
-	-	-	-	-	3,758,750
-	-	-	-	27,947	27,947
-	-	-	-	-	7,899,352
4,169,965	583,071	-	-	-	4,753,036
-	-	51,792,861	-	-	51,792,861
-	-	-	-	127,778	127,778
(13,257,451)	-	-	-	-	(6,291,457)
<u>(9,087,486)</u>	<u>583,071</u>	<u>51,792,861</u>	<u>-</u>	<u>155,725</u>	<u>62,824,076</u>
<u>\$ 34,462,055</u>	<u>\$ 583,071</u>	<u>\$ 146,450,166</u>	<u>\$ -</u>	<u>\$ 155,825</u>	<u>\$ 295,663,326</u>

See accompanying Notes to Financial Statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
SHEET TO THE STATEMENTS OF NET POSITION
JUNE 30, 2016**

Total Fund Balances - Governmental Funds		\$ 62,824,076
Amounts reported for the governmental activities in the Statement of Net Position are different because:		
Property taxes receivable will be collected but are not available soon enough to pay for the current period's expenditures and therefore are considered unavailable revenues in the funds.		9,026,873
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of the assets was \$1,551,022,760 and the accumulated depreciation was \$381,120,633.		1,322,637,886
The School District's proportionate shares of the net pension liability, deferred outflows of resources, and deferred inflows of resources related to its participation in the State pension plans are not recorded in the governmental funds but are recorded in the Statement of Net Position.		(452,088,632)
Advance refunding charges are amortized over the lives of the bonds; however, in governmental accounting, advance refunding charges are expenditures or other financing uses the year they are incurred. The advance refunding charges of \$69,465,114 have been shown net of accumulated amortization expense of \$12,145,317.		52,532,274
Accrued interest on outstanding long-term obligations in governmental accounting is not due and payable in the current period and therefore has not been reported as a liability in the funds.		(5,621,758)
The long-term portion of workers compensation claims payable in governmental accounting is not due and payable in the current period and therefore has not been reported as a liability in the funds.		(2,153,700)
Long-term obligations, including debt premiums and discounts, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term obligations consisted of:		
Long-Term Debt	(674,530,000)	
Premiums, net of accumulated amortization	(83,070,104)	
Compensated Absences	(5,307,063)	(762,907,167)
Total Net Position - Governmental Activities		\$ <u>224,249,852</u>

See accompanying Notes to Financial Statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2016**

	General	Special Revenue	EIA	Food Service
Revenues				
Local Property Taxes	\$ 226,620,452	\$ -	\$ -	\$ -
Local One Cent Sales Tax	-	-	-	-
Other Local	1,275,972	12,500,806	-	4,437,805
Total Local	<u>227,896,424</u>	<u>12,500,806</u>	<u>-</u>	<u>4,437,805</u>
State	166,881,443	7,785,570	24,371,693	1,900
Federal	107,428	49,982,940	-	21,246,529
Intergovernmental	64,154	-	-	-
Total Revenue All Sources	<u>394,949,449</u>	<u>70,269,316</u>	<u>24,371,693</u>	<u>25,686,234</u>
Expenditures				
Current:				
Instruction	225,679,875	28,572,317	8,948,238	-
Support Services	163,694,507	33,404,462	4,758,930	24,798,778
Community Services	342,597	8,310,129	4,157	-
Intergovernmental	2,271,207	599,094	-	-
Payments to Component Units	30,860,861	1,199,176	1,845,790	-
Capital Outlay	362,514	43,065	96,106	261,974
Debt Service:				
Principal	-	-	-	-
Interest and Other Charges	127,720	-	-	-
Total Expenditures	<u>423,339,281</u>	<u>72,128,243</u>	<u>15,653,221</u>	<u>25,060,752</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(28,389,832)</u>	<u>(1,858,927)</u>	<u>8,718,472</u>	<u>625,482</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	-	7,030	-	-
Transfers In	12,652,719	2,236,296	-	825,000
Transfers Out	(3,061,296)	(2,675,991)	(8,718,472)	(1,258,256)
Total Other Financing Sources (Uses)	<u>9,591,423</u>	<u>(432,665)</u>	<u>(8,718,472)</u>	<u>(433,256)</u>
Net Change in Fund Balances	(18,798,409)	(2,291,592)	-	192,226
Fund Balances, Beginning of Year	<u>31,047,093</u>	<u>1,188,302</u>	<u>-</u>	<u>8,042,285</u>
Fund Balances, End of Year	<u>\$ 12,248,684</u>	<u>\$ (1,103,290)</u>	<u>\$ -</u>	<u>\$ 8,234,511</u>

Debt Service-District	Debt Service-CEEF	Capital Projects-District	Capital Projects-CEEF	Non-Major Medals and Awards Permanent Fund	Total Governmental Funds
\$ 87,730,743	\$ -	\$ -	\$ -	\$ -	\$ 314,351,195
-	-	95,650,032	-	-	95,650,032
438,882	-	879,941	-	22,309	19,555,715
<u>88,169,625</u>	<u>-</u>	<u>96,529,973</u>	<u>-</u>	<u>22,309</u>	<u>429,556,942</u>
1,861,203	-	-	-	-	200,901,809
645,730	-	-	-	-	71,982,627
-	-	78,000	-	-	142,154
<u>90,676,558</u>	<u>-</u>	<u>96,607,973</u>	<u>-</u>	<u>22,309</u>	<u>702,583,532</u>
-	-	-	-	-	263,200,430
-	-	24,209,297	33,037	-	250,899,011
-	-	-	-	15,205	8,672,088
-	-	-	-	-	2,870,301
-	-	-	-	-	33,905,827
-	-	99,268,312	119,015	-	100,150,986
19,030,000	10,500,000	-	-	-	29,530,000
<u>7,567,946</u>	<u>22,814,975</u>	<u>(2,004,121)</u>	<u>-</u>	<u>-</u>	<u>28,506,520</u>
<u>26,597,946</u>	<u>33,314,975</u>	<u>121,473,488</u>	<u>152,052</u>	<u>15,205</u>	<u>717,735,163</u>
<u>64,078,612</u>	<u>(33,314,975)</u>	<u>(24,865,515)</u>	<u>(152,052)</u>	<u>7,104</u>	<u>(15,151,631)</u>
-	-	-	-	-	7,030
-	33,296,580	31,290,851	-	-	80,301,446
<u>(64,296,580)</u>	<u>-</u>	<u>-</u>	<u>(290,851)</u>	<u>-</u>	<u>(80,301,446)</u>
<u>(64,296,580)</u>	<u>33,296,580</u>	<u>31,290,851</u>	<u>(290,851)</u>	<u>-</u>	<u>7,030</u>
(217,968)	(18,395)	6,425,336	(442,903)	7,104	(15,144,601)
<u>(8,869,518)</u>	<u>601,466</u>	<u>45,367,525</u>	<u>442,903</u>	<u>148,621</u>	<u>77,968,677</u>
<u>\$ (9,087,486)</u>	<u>\$ 583,071</u>	<u>\$ 51,792,861</u>	<u>\$ -</u>	<u>\$ 155,725</u>	<u>\$ 62,824,076</u>

See accompanying Notes to Financial Statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2016**

Total Net Change in Fund Balances - Governmental Funds	\$ (15,144,601)
Amounts reported for governmental activities in the Statement of Activities are different because:	-
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. This amount represents the change in unavailable revenues for the year.	(282,393)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	29,530,000
Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. This amount represents the net change in accrued interest for the year.	(642,940)
Advance refunding charges are expenditures or other financing uses the year they are incurred in governmental funds, but are amortized over the lives of the bonds in the Statement of Activities. This amount represents the current year amortization expense for advance refunding charges.	(4,787,523)
Bond premiums are revenues the year they are received in governmental funds but are amortized over the lives of the bonds in the Statement of Activities. This amount represents the current year amortization expense on premiums.	7,576,815
Changes in the School District's proportionate share of the net pension liability, deferred outflows of resources, and deferred inflows of resources for the current year are not reported in the governmental funds but are reported in the Statement of Activities.	(6,055,832)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. This amount represents the change in compensated absences for the year.	874,762
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. This amount represents the change in long term claims liabilities for the year.	(2,153,700)
In the Statement of Activities the loss on the sale of capital assets is reported, whereas in the governmental funds, proceeds from the disposal of capital assets increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the assets disposed.	(7,940,807)
Governmental funds report asset additions 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 capital asset additions of \$94,913,648 exceeded depreciation expense of \$34,449,468 in the current year.	60,464,180
Change in Net Position of Governmental Activities	<u><u>\$ 61,437,961</u></u>

See accompanying Notes to Financial Statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2016**

	Private - Purpose Trusts	Agency Funds
Assets		
Cash and Cash Equivalents	\$ -	\$ 3,831,559
Restricted Cash and Cash Equivalents	253,064	16,116
Certificate of Deposit	-	76,729
Total Assets	\$ 253,064	\$ 3,924,404
Liabilities		
Accounts Payable	\$ -	\$ 67,934
Accrued Compensation and Related Benefits	-	25,948
Due to Student Organizations	-	3,830,522
Total Liabilities	-	\$ 3,924,404
Net Position		
Held in Trust for Other Purposes	253,064	
Total Net Position	\$ 253,064	

See accompanying Notes to Financial Statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
STATEMENT IN CHANGES IN NET POSITION
FIDUCIARY FUND
YEAR ENDED JUNE 30, 2016**

	<u>Private - Purpose Trust</u>
Additions	
Interest	\$ 1,404
Total Additions	<u>1,404</u>
Changes in Net Position	1,404
Net Position, Beginning of Year	<u>251,660</u>
Net Position, End of Year	<u><u>\$ 253,064</u></u>

See accompanying Notes to Financial Statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Reporting Entity

Charleston County School District (the "School District") was created in July, 1968 through the merger of eight former school districts (which became constituent districts) to form a single county-wide district. The School District operates 45 elementary schools (grades K-5), 12 middle schools (grades 6-8), 7 high schools (grades 9-12), 7 multi-level combination schools, 8 special programs and 4 special education satellite facilities.

The financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP"), as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described below.

The School District is the government which has responsibility for and control over all activities related to public school education in Charleston County, South Carolina. The School District receives funding from local, state and federal government sources and must comply with the related requirements of these funding source entities. The School District is governed by a nine member Board of Trustees (the "Board"). The Board determines the operating policies of the School District and such policies are implemented by the School District Superintendent.

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

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

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Reporting Entity (Continued)

Blended component units, although legally separate entities, are in substance, part of the government's operations and data from these units are combined with data of the primary government in the fund financial statements. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the School District. Based on the criteria above, the School District has two blended component units and several discretely presented component units as discussed below.

Blended Component Units. The Charleston County School District Development Corporation (the "Corporation") and the Charleston Educational Excellence Financing Corporation ("CEEF"), not-for-profit organizations, were formed to acquire, construct, and lease facilities to be used by the School District. A voting majority of the Corporation's and CEEF's Board of Directors are appointed by the School District, and the School District has the ability to modify or approve the Corporation's and CEEF's budgets. The Corporation is reported as a nonmajor governmental fund, but has been inactive for the last several years. The School District has a financial burden to the CEEF in that it is obligated for lease payments equaling the amount of debt to be relieved and associated interest payments. Activities of CEEF are reported as major capital projects and debt service funds. Separate financial statements for CEEF are not issued.

Discretely Presented Component Units. A charter school is considered a public school, and these schools are a part of the School District for the purposes of state law and state constitution. Because the charter schools are fiscally dependent on the School District and because the nature and significance of the relationship between the School District and the charter schools is such that exclusion of the charter schools would cause the School District's financial statements to be incomplete, the financial statements of the charter schools are included in those of the School District.

The following charter schools were established under the South Carolina Charter Schools Act by a charter granted by the School District:

Charleston Development Academy, Inc. (CDA) 233 Line Street, P. O. Box 20518 Charleston, SC 29413	East Cooper Montessori Charter School (ECMCS) 188 Civitas Street Mt. Pleasant, SC 29464
James Island Charter High School (JICHS) 1000 Fort Johnson Road Charleston, SC 29412	Orange Grove Elementary Charter (OGEC) 1225 Orange Branch Road Charleston, SC 29407
Greg Mathis Charter High School (GMCHS) 7555 N. Spartan Boulevard North Charleston, SC 29420	Pattison's Academy for Comprehensive Education (PACE) 2383 Highway 41 Mt. Pleasant, SC 29466
Charleston Charter School for Math and Science (CCSMS) 1002 King Street Charleston, SC 29403	Carolina Voyager Charter School (CVCS) 30 Race Street Charleston, SC 29403
Meeting Street Education Group at Brentwood (MSEGB) 2685 Leeds Avenue North Charleston, SC 29405	Allegro Charter School of Music (ACSM) 120 Broad Street Charleston, SC 29401

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Reporting Entity (Continued)

Complete financial statements for each of the discretely presented component units may be obtained at the respective charter school's administrative offices. The School District paid a total of \$33,906,827 to the charter schools during the year ended June 30, 2016. These expenditures are included in payments to component units in the Statement of Revenues, Expenditures, and Changes in Fund Balances.

Combining schedules for the discretely presented component units have been provided as Schedule F series in the supplementary information to assist in providing information to the South Carolina Department of Education ("SDE"). The information in these schedules was provided to the School District by the charter schools. The beginning net position of the discretely presented component units has been adjusted from the prior year's ending balance of \$(13,261,284) to add the beginning net position of \$1,888,222 for MSEGB and ACSM, which began operations in the 2016-2017 school year.

Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the School District (the primary government) and its component units. The effect of interfund activity has been removed from these statements.

Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The School District does not have any business-type activities. Likewise, the *primary government* (the School District) is reported separately from certain legally separate *component units* which are fiscally dependent on the School District.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Government-wide financial statements (which exclude fiduciary activities) are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the Fiduciary Fund financial statements. Revenues are recognized and recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The government-wide financial statements are prepared using a different measurement focus from the manner in which governmental fund financial statements are prepared (see further detail below). Governmental fund financial statements, therefore, include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues with the exception of grants to be available if they are collected within 60 days of the end of the current fiscal period. Grant related revenues are considered to be available if they are collected within one year of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, federal and state grant programs and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Fiduciary funds are reported by fund type.

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

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

Governmental fund types are those through which most governmental functions of the School District are financed. The School District's expendable financial resources and related assets and liabilities are accounted for through governmental funds. Governmental funds are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. The following are the School District's major and nonmajor governmental fund types:

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The *General Fund*, a major fund and a budgeted fund, is the general operating fund of the School District and accounts for all revenues and expenditures of the School District except those required to be accounted for in other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to other funds are accounted for in the General Fund. All general tax revenues and other receipts that (a) are not allocated by law or contractual agreement to other funds or (b) that have not been restricted, committed, or assigned to other funds are accounted for in the General Fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund.

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

- i. **The Special Revenue Fund, a major fund** and a budgeted fund, is used to account for and report the financial resources provided by federal, state and local projects and grants that are restricted, committed or assigned for specific educational programs.
- ii. **The Education Improvement Act (“EIA”) Fund, a major fund** and a budgeted fund, is used to account for and report the revenue from the South Carolina Education Improvement Act of 1984 (which is legally required by the state to be accounted for as a specific revenue source), which are restricted for specific programs authorized or mandated by EIA.
- iii. **The Food Service Fund, a major fund** and a budgeted fund, is used to account for and report the financial resources received that are restricted for the operation and improvement of the food service program. These revenues primarily consist of resources received (a) from breakfast, lunch, and other food sales and (b) from the United States Department of Agriculture’s (“USDA”) approved school breakfast and lunch programs.

The *Debt Service Fund-District*, a major fund and a budgeted fund, is used to account for and report the accumulation of financial resources that are restricted, committed, or assigned for the payment of all long-term debt principal, interest, and related costs for the School District except those accounted for in the CEEF Debt Service Fund.

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

The *Capital Projects Fund-District*, a major fund and a budgeted fund, is used to account for and report financial resources that are restricted, committed, or assigned for expenditures of capital outlay related to equipment, site acquisitions, construction, renovation of capital facilities, and other capital assets of the School District except for those accounted for by the CEEF Capital Projects Fund.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The *Capital Projects Fund-CEEF*, a major fund and a budgeted fund, is used to account for and report financial resources that are restricted, committed, or assigned for expenditures of capital outlay related to equipment, site acquisitions, construction, renovation of capital facilities, and other capital assets for CEEF.

The Permanent Fund, a nonmajor fund and an unbudgeted fund, is used to account for financial resources endowed to the School District in trust, for which only the interest earnings may be used by the School District for various restricted purposes as specified by the private donors. The School District reports the following permanent fund:

- The *Medals and Awards Fund* accounts for amounts contributed to the School District for the purpose of providing monies from which medals and awards may be purchased. Initial contributions to this fund are recorded as principal and may not be expended. Earnings from investments are recorded as income and are available for the stated fund purposes. Since it is the only non-major governmental fund, it is shown in a separate column in the fund financial statements.

Fiduciary Fund types are used to account for expendable assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds and include agency funds and private-purpose trust funds. Fiduciary Fund types include the following funds:

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

The *Private Purpose Trust Funds* are used to account for assets held in trust for other purposes. The School District reports the following private-purpose trust funds:

- The William C. Bradley Fund accounts for monies given to the School District to fund engineering scholarships to students graduating from Wando High School. The fund principal balance may not be expended. Earnings from investments are recorded as income and are available for the stated fund purpose.
- The Heidel L. Lentz Memorial Trust provides awards to the James Island Charter High School science fair winners. Both the principal and interest may be spent.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Significant New Accounting Standards Adopted - Change in Accounting Principle

The School District implemented the following accounting standards in fiscal year 2016:

GASB Statement No. 72 - *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. This pronouncement has no material impact on the School District's financial statements.

GASB Statement No. 73 - *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68 and Amendments to Certain Provisions of GASB Statements 67 and 68*. The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This pronouncement has no material impact on the School District's financial statements.

GASB Statement No. 76 - *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to identify, in the context of the current governmental financial reporting environment, the hierarchy of generally accepted accounting principles (GAAP). The GAAP hierarchy consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and non-authoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. This Statement supersedes Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. This pronouncement has no material impact on the School District's financial statements.

GASB Statement No. 79 - *Certain External Investment Pools and Pool Participants*. This Statement addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. The requirements of this statement are effective for fiscal year 2016, except for the provisions in paragraphs 18, 19, 23-26, and 40, which are effective for fiscal year 2017. The part of the pronouncement effective for fiscal year 2016 has no material impact on the School District's financial statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Significant Pending Accounting Pronouncements

GASB has issued the following Statements which will affect the School District's financial statements in the future years as shown below:

GASB Statement No. 75 - Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. This establishes new accounting and financial reporting requirements for governments whose employees are provided with OPEB, as well as for certain non-employer governments that have a legal obligation to provide financial support for OPEB provided to the employees of other entities. The provisions of this statement are effective for financial statements for periods beginning after June 15, 2017 (fiscal year 2018). The School District continues to evaluate the effect of implementation of this statement.

GASB Statement No. 77 - Tax Abatement Disclosures. This statement establishes guidance requiring state and local governments to disclose key information about tax abatement agreements. The new guidance is intended to make the financial impact of these transactions readily transparent. The standard takes effect for financial statements for periods beginning after Dec. 15, 2015 (fiscal year 2017). The School District continues to evaluate the effect of implementation of this statement.

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Equity

Cash and Cash Equivalents

The School District considers all highly liquid investments (including restricted assets) with original maturities of three months or less when purchased and investments in the South Carolina Pooled Investment Fund to be cash equivalents. Securities with an initial maturity of more than three months (when initially purchased) that are not purchased from the South Carolina Pooled Investment Fund are reported as investments.

Investments

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

- (a) Obligations of the United States and its agencies, the principal and interest of which is fully guaranteed by the United States.
- (b) Obligations issued by the Federal Financing Bank, Federal Farm Credit Bank, the Bank of Cooperatives, the Federal Intermediate Credit Bank, the Federal Land Banks, the Federal Home Loan Banks, the Federal Home Loan Mortgage Corporation, the Federal National Mortgage Association, the Government National Mortgage Association, the Federal Housing Administration, and the Farmers Home Administration, if, at the time of investment, the obligor has a long-term, unenhanced, unsecured debt rating in one of the top two ratings categories, without regard to a refinement or gradation of rating category by numerical modifier or otherwise, issued by at least two nationally recognized credit rating organizations.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Equity (Continued)

Investments (Continued)

- (c) (i) General obligations of the State of South Carolina or any of its political units; or (ii) revenue obligations of the State of South Carolina or its political units, if at the time of investment, the obligor has a long-term, unenhanced, unsecured debt rating in one of the top two ratings categories, without regard to a refinement or gradation of rating category by numerical modifier or otherwise, issued by at least two nationally recognized credit rating organizations.
- (d) Savings and Loan Associations to the extent that the same are insured by an agency of the federal government.
- (e) Certificates of deposit where the certificates are collaterally secured by securities of the type described in (a) and (b) above held by a third party as escrow agent or custodian, of a market value not less than the amount of the certificates of deposit so secured, including interest; provided, however, such collateral shall not be required to the extent the same are insured by an agency of the federal government.
- (f) Repurchase agreements when collateralized by securities as set forth in this section.
- (g) No load open-end or closed-end management type investment companies or investment trusts registered under the Investment Company Act of 1940, as amended, where the investment is made by a bank or trust company or savings and loan association or other financial institution when acting as trustee or agent for a bond or other debt issue of that local government unit, political subdivision, or county treasurer if the particular portfolio of the investment company or investment trust in which the investment is made (i) is limited to obligations described in items (a), (b), (c), and (f) of this subsection, and (ii) has among its objectives the attempt to maintain a constant net asset value of one dollar a share and to that end, value its assets by the amortized cost method.

The School District's investment objectives are preservation of capital, liquidity and yield. The School District reports its investments at fair value.

The School District has used the following investments in the past year:

- Open-end mutual funds, primarily money market funds which invest in short term obligations of the United States and related agencies.
- Obligations of the United States and its agencies as described in (a) above.
- Obligations of agencies described in (b) above.
- South Carolina Pooled Investment Fund ("SC Pool") investments are invested with the South Carolina State Treasurer's Office, which established the South Carolina Pool pursuant to Section 6-6-10 of the South Carolina Code. The Pool is an investment trust fund, in which public monies in excess of current needs, which are under the custody of any city treasurer or any governing body of a political subdivision of the State, may be deposited. The Pool is a 2a 7-like pool which is not registered with the Securities and 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.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Equity (Continued)

Investments (Continued)

- Overnight repurchase agreement primarily investing in obligations of agencies described in (b) above.

Receivables and Payables

Transactions between funds that are representative of reimbursement arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds." These amounts are eliminated in the governmental activities column of the Statement of Net Position.

All trade and property taxes receivable are shown net of an allowance for uncollectible amounts, if any.

Under the system of accounting for inventories, materials and supplies are carried in an inventory account at average cost, determined using the first-in, first-out method, and are subsequently charged to expenditures/expenses when consumed rather than when purchased. Inventories in the General Fund include operating and instructional supplies. The Food Service Special Revenue Fund inventory includes an amount for commodities/fresh fruits and vegetables received from the USDA that are recorded at fair market value at the time of receipt but have not been consumed as of the end of the fiscal year.

Prepaid Items

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

Restricted Assets

The School District established certain accounts for assets restricted for specific purposes, typically by outside parties or legal agreements. Certain bond indentures and related agreements require the establishment of (i) maximum annual principal and interest payments, unless a surety bond was provided; (ii) the next succeeding principal and accrued interest payment; (iii) bond proceeds to be used for construction purposes as required in the bond agreement; and (iv) sinking fund accounts for the accumulation of funds for future debt service payments. Also, the accumulated appreciation on assets of the Permanent and Private-Purpose Trust funds are classified as restricted assets because their use is restricted by donors.

Capital Assets

General capital assets, which include land, buildings, furniture, equipment and improvements to land and buildings, generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Position but are not reported in the fund financial statements.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Equity (Continued)

Capital Assets (Continued)

All capital assets are recorded at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of \$5,000. The School District's infrastructure assets are immaterial and have been reported with the buildings and improvements. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of capital assets is not capitalized.

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

Assets	Years
Buildings	40
Furniture and Fixtures	5-17
Print Shop Equipment	15
Food Service Equipment	12
Improvement Other than Buildings	10-20
Leasehold Improvements	Over the Term of the Lease

Compensated Absences

School District employees are granted vacation and sick leave in varying amounts. Upon termination of employment, an employee is reimbursed for accumulated vacation days; unused sick leave is not reimbursed. The entire compensated absences liability and expense is reported on the governmental-wide financial statements.

The School District's policy on compensated absences is as follows: Employees are entitled to vacation if employed on a twelve-month (12) basis. Vacation allowance shall not be cumulative. Vacation days are earned during the fiscal year and shall be used by the end of the succeeding year. A sixty-day grace period is automatically allowed. Employees are allowed to accumulate up to 45 days of vacation in the last five years prior to retirement.

Accrued Liabilities and Long-Term Obligations

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

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Equity (Continued)

Accrued Liabilities and Long-Term Obligations (Continued)

Salaries and employee benefits of teachers and certain other instructional employees are based on elections by those employees, paid over a twelve-month period from August to July, but are earned by those employees over the school year of August through May. Salaries and certain related employee benefits earned but not paid because of such employee elections have been accrued and recorded in the financial statements as Accrued Compensation and Related Benefits.

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the Statement of Net Position. If material, bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Amortization of premiums, discounts, and advance refunding charges are included in interest expense. Bonds payable are reported net of the applicable bond premiums and discounts. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses in the period incurred. If applicable, estimated arbitrage payable is also reflected in long-term obligations.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the period received or incurred. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Deferred Outflows and Inflows of Resources

A deferred outflows of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenditure) until the future period. The School District recognized two types of deferred outflows of resources: (1) The School District reports *advance refunding charges* in its government-wide Statement of Net Position. *Advance refunding charges*, which are the differences between the reacquisition prices and the net carrying amount of the defeased debt, are deferred and amortized over the life of the old debt or the new debt, whichever is shorter. Amortization of *advanced refunding charges* is included in interest expense in the Statement of Activities. (2) The School District also reports *deferred pension charges* in its Statement of Net Position in connection with its participation in the South Carolina Retirement System and the South Carolina Police Officers Retirement System. These *deferred pension charges* are either (a) recognized in the subsequent period as a reduction of the net pension liability (which includes pension contributions made after the measurement date) or (b) amortized in a systematic and rational method as pension expense in future periods in accordance with GAAP.

A deferred inflows of resources represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until the future period. The School District recognized two types of deferred inflows of resources:

CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Equity (Continued)

Deferred Outflows and Inflows of Resources (Continued)

- (1) The School District reports *unavailable revenue - property taxes* only in the governmental funds Balance Sheet; it is deferred and recognized as an inflow of resources (property tax revenues) in the period the amounts become available.
- (2) The School District also reports *deferred pension credits* in its Statement of Net Position in connection with its participation in the South Carolina Retirement System and the South Carolina Police Officers Retirement System. These *deferred pension credits* are amortized in a systematic and rational method and recognized as a reduction of pension expense in future periods in accordance with GAAP.

Fund Balance

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("GASB 54"), which established new fund balance classifications for governmental fund types and clarifies the definitions of the governmental fund types the School District classifies governmental fund balances as follows:

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

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

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

Assigned - includes amounts that are intended to be used for specific purposes that are neither considered restricted or committed and that such assignments are made before the report issuance date. The Board of Trustees allows the Superintendent and the Chief Financial Officer the right to make assignments of fund balance for the School District.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Equity (Continued)

Fund Balance (Continued)

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

The School District's Board of Trustees has formally adopted a fund balance policy that dictates a goal of 8.3% of the next year's total operating budget be available as unassigned fund balance in the General Fund. The desired unassigned fund balance amount was approximately \$36,226,000 as of June 30, 2016, representing 8.3% of the total operating budget for the General Fund for the year ended June 30, 2017. The School District's unassigned fund balance in the General Fund as of June 30, 2016 was approximately \$8,069,000, which represented 1.8% of the total operating budget for the General Fund for the year ended June 30, 2017. In the fiscal year 2017 operating budget, the School District has budgeted for an increase in unassigned fund balance in the General Fund.

Net Position

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

Net investment in capital assets - This category groups all capital assets including infrastructure into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributed to the acquisition, construction or improvement of these assets reduce the balance in this category.

Restricted net position - This category presents net position with external restrictions imposed by creditors, grantors, or laws and regulations of other governments.

Unrestricted net position - This category presents the net position of the School District, not restricted for any purpose.

Pensions

In the government-wide financial statements, pensions are required to be recognized and disclosed using the accrual basis of accounting (see Note 4 and the required supplementary information immediately following the notes to the financial statements for more information), regardless of the amount recognized as pension expenditures on the modified accrual basis of accounting. The School District recognizes a net pension liability for each qualified pension plan in which it participates, which represents the excess of the total pension liability over the fiduciary net position of the qualified pension plan, or the School District's proportionate share thereof in the case of a cost-sharing multiple-employer plan, measured as of the School District's fiscal year-end. Changes in the net pension

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Equity (Continued)

Pensions (Continued)

liability during the period are recorded as pension expense, or as deferred outflows or of inflows of resources depending on the nature of the change, in the period incurred. Those changes in net pension liability that are recorded as deferred outflows or inflows of resources that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience are amortized over the weighted average remaining service life of all participants in the respective qualified pension plan and recorded as a component of pension expense beginning with the period in which they are incurred. Projected earnings on qualified pension plan investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred outflows or inflows of resources and amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred.

Other Postemployment Benefits

Other Postemployment Benefits ("OPEB") cost for retiree healthcare and similar, non-pension retiree benefits, is required to be measured and disclosed using the accrual basis of accounting (see Note 4 for more information), regardless of the amount recognized as OPEB expense on the modified accrual basis of accounting. Annual OPEB cost is equal to the annual required contributions to the OPEB Plan, calculated in accordance with GAAP.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. Those estimates and assumptions affect the reported amounts of assets and deferred outflows of resources and liabilities and deferred inflows of resources and disclosure of these balances as of the date of the financial statements. In addition, they affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates and assumptions.

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Budgetary Practices - Budgets are presented as required supplementary information for the General Fund, Special Revenue Fund, Education Improvement Act Fund and the Food Service Fund.

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

The School District's policies allow funds to be transferred between functions. The legal level of control is at the fund level. During the year, the School District revised the budget.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

Budgetary Information (Continued)

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

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

The administration has discretionary authority to make transfers between appropriation accounts. The revised budget amounts are as amended by the administration. All annual appropriations lapse at fiscal year-end.

Encumbrance accounting is employed in governmental funds. Encumbrances outstanding at year end do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

NOTE 3 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, 2016, none of the School District's bank balances of \$16,457,121, which had a carrying amount of \$10,618,461, were exposed to custodial credit risk.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Investments

As of June 30, 2016, the School District had the following investments:

Investment Type	Fair Value	Credit Ratings		Weighted Average Maturity
		S&P	Moody's	
SC Local Government Investment Pool Resolution Funding Corporation Coupon Strips	\$ 145,906,645	Unrated	Unrated	<1 Year
United States Treasury Note	1,893,876	Unrated	Unrated	>5 Years
Overnight Repurchase Agreement	2,276,089	Unrated	Unrated	>5 Years
	2,229,966	Unrated	Unrated	>5 Years
	<u>\$ 152,306,576</u>			

The School District's investments are reported at fair value. The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles, as follows:

- *Level 1* – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the School District has the ability to access.
- *Level 2* – Inputs to the valuation methodology include: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation of other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.
- *Level 3* – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The School District has the following recurring fair value measurements as of June 30, 2016:

Investment Type	Quoted Prices			Total
	in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Resolution Funding Corporation Coupon Strips	\$ -	\$ 1,893,876	\$ -	\$ 1,893,876
United States Treasury Note	-	2,276,089	-	2,276,089
	<u>\$ -</u>	<u>\$ 4,169,965</u>	<u>\$ -</u>	<u>\$ 4,169,965</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Debt securities and repurchase agreements classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk: Fair value fluctuates with interest rates, and increasing rates could cause fair value to decline below original cost. 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.

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

Custodial Credit Risk for Investments: Custodial credit risk for investments is the risk that, in the event of a bank failure, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The School District does not have an investment policy for custodial credit risk but follows the investment policy statutes of the State of South Carolina. At June 30, 2016, none of the School District's investments were exposed to custodial credit risk.

Concentration of Credit Risk for Investments: The School District places no limit on the amount it may invest in any one issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this disclosure requirement.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Investments (Continued)

A reconciliation of cash and investments as shown in the financial statements for all fund types follows:

Financial Statement Totals		Footnotes
Balance Sheet - Governmental Funds		
Cash and Cash Equivalents	\$ 33,449,186	Carrying Amount
Restricted Cash and Cash Equivalents	121,128,418	of Deposits \$ 10,618,461
Restricted Investments	4,169,965	
	158,747,569	Fair Value of
		Investments 152,306,576
 Statement of Assets and Liabilities - Fiduciary Funds		
Cash and Cash Equivalents	\$ 3,831,559	
Restricted Cash and Cash Equivalents	269,180	
Certificate of Deposit	76,729	
	4,177,468	
	\$ 162,925,037	\$ 162,925,037

NOTE 4 PROPERTY TAXES AND OTHER RECEIVABLES

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

Property taxes are levied and billed by the County on real and personal properties (excluding vehicles, merchants inventory and TIF District properties) on October 1 based on an assessed value of approximately \$3,250,000,000 at rates of 100.7 mills and 26.0 mills for the General Fund and Debt Service Fund, respectively. These taxes are due without penalty through January 15. Penalties are added to taxes depending on the date paid as follows:

January 16 Through February 1	3% of Tax
February 2 Through March 16	10% of Tax
After March 16	15% of Tax

Current year real and personal property taxes become delinquent on March 17. The levy date for motor vehicles is the first day of the month in which the motor vehicle license expires. These taxes are due by the last day of the same month.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 4 PROPERTY TAXES AND OTHER RECEIVABLES (CONTINUED)

Taxes receivable include an allowance for uncollectible amounts of approximately \$3,459,303 for the General Fund and \$959,936 for the Debt Service - District Fund and at June 30, 2016. Significant allowances for uncollectible amounts were not necessary for the other receivable accounts, which are expected to be collected within the availability period.

Unearned Revenues and Deferred Inflows of Resources

Governmental funds report deferred inflows of resources and unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Also, both the government-wide financial statements and governmental funds do not recognize revenue in connection with resources that have been received, but not yet earned. At June 30, 2016, the various components of deferred inflows and unearned revenue were as follows:

Deferred Inflows:

Delinquent Property Taxes Receivable (General Fund)	\$ 7,187,832
Delinquent Property Taxes Receivable (Debt Service - District Fund)	<u>1,839,041</u>
Total Deferred Inflows for Governmental Funds	<u><u>\$ 9,026,873</u></u>

Unearned Revenues:

Revenue Collected, but Unearned (Special Revenue Fund)	\$ 1,279,247
Revenue Collected, but Unearned (Special Revenue - EIA Fund)	1,519,427
Revenue Collected, but Unearned (Special Revenue - Food Service Fund)	198,540
Revenue Collected, but Unearned (Medals and Awards Permanent Fund)	<u>100</u>
Total Unearned Revenues for Both Government-wide Financial Statements and Governmental Funds	<u><u>\$ 2,997,314</u></u>

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 5 CAPITAL ASSETS

Capital asset activity for the School District's Primary Government for the year ended June 30, 2016, is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities					
Capital Assets, Not Being Depreciated:					
Land	\$ 41,007,777	\$ 2,267,812	\$ -	\$ -	\$ 43,275,589
Construction in Progress	152,840,400	89,490,901	-	(152,735,759)	89,595,542
Total Capital Asset, Not Being Depreciated	<u>193,848,177</u>	<u>91,758,713</u>	<u>-</u>	<u>(152,735,759)</u>	<u>132,871,131</u>
Capital Assets, Being Depreciated:					
Buildings and Improvements	1,348,982,592	-	(15,153,634)	151,016,033	1,484,844,991
Improvements Other than Buildings	50,785,860	424,931	(3,026,447)	1,719,726	49,904,070
Furniture and Fixtures	31,145,916	2,730,004	(228,654)	-	33,647,266
Food Service Equipment	2,491,061	-	-	-	2,491,061
Total Capital Assets Being Depreciated	<u>1,433,405,429</u>	<u>3,154,935</u>	<u>(18,408,735)</u>	<u>152,735,759</u>	<u>1,570,887,388</u>
Less: Accumulated Depreciation for:					
Buildings	(293,084,784)	(30,884,293)	7,587,681	-	(316,381,396)
Improvements Other than Buildings	(38,937,299)	(1,308,762)	2,676,582	-	(37,569,479)
Furniture and Fixtures	(22,887,829)	(2,243,517)	203,665	-	(24,927,681)
Food Service Equipment	(2,229,181)	(12,896)	-	-	(2,242,077)
Total Accumulated Depreciation	<u>(357,139,093)</u>	<u>(34,449,468)</u>	<u>10,467,928</u>	<u>-</u>	<u>(381,120,633)</u>
Total Capital Assets, Being Depreciated, Net	<u>1,076,266,336</u>	<u>(31,294,533)</u>	<u>(7,940,807)</u>	<u>152,735,759</u>	<u>1,189,766,755</u>
Total Governmental Activities Capital Assets, Net	<u>\$ 1,270,114,513</u>	<u>\$ 60,464,180</u>	<u>\$ (7,940,807)</u>	<u>\$ -</u>	<u>\$ 1,322,637,886</u>

Depreciation expense for governmental activities was charged to functions/programs as follows:

Governmental Activities	
Instruction	\$ 117,460
Support Services	2,138,952
Unallocated	32,193,056
Total Depreciation Expense - Governmental Activities	<u>\$ 34,449,468</u>

Construction Commitments

The School District has several ongoing construction projects as of June 30, 2016. The projects include renovation of existing schools as well as construction of new facilities. Total outstanding construction commitments at June 30, 2016 are approximately \$ 37,586,000.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 5 CAPITAL ASSETS (CONTINUED)

One Percent Educational Capital Improvement Sales and Use Tax

In August 2010, the School District's Board approved a motion to place a 1% Educational Capital Improvement Sales and Use Tax on the November 2, 2010 Ballot for Consideration, with the proceeds to be used for rebuilding and renovating a number of schools. In November 2010, the voters of Charleston County approved this referendum, and the new tax became effective March 1, 2011. A six-year extension of this program was approved by the voters of Charleston County on November 4, 2014. A list of the projects was included on the ballot and a Citizen's Advisory Committee was established to work with the School District on prioritization, design and community engagement into the program. The South Carolina Department of Revenue collects the tax and disburses it to Charleston County, who disburses it to the School District. The School District recognized approximately \$95,650,032 in revenues from this funding source in the year ended June 30, 2016.

NOTE 6 INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2016 (all of which are expected to be paid or received within one year), consisted of the following individual fund receivables and payables for the primary government:

Fund	Receivables	Payables
General Fund	\$ 20,837,043	\$ 12,181,259
Special Revenue Funds:		
Special Revenue	-	15,790,580
EIA	2,696,272	-
Food Service	8,926,790	-
Debt Service Fund - District	145,999	-
Debt Service Fund - CEEF	412,198	-
Capital Projects Fund - District	-	5,046,463
Totals	\$ 33,018,302	\$ 33,018,302

The General Fund receivable is the result of amounts due from the Special Revenue Fund and the Capital Projects Funds. The General Fund pays the expenditures of other funds throughout the year and is reimbursed when claims or other deposits are received. The General Fund payable is the result of amounts due to the Special Revenue - EIA Fund, the Special Revenue - Food Service Fund, the Debt Service Fund - District, and the Debt Service Fund - CEEF. Deposits are generally made into the General Fund central depository account, which reflects the amounts as due to other funds. These due to balances are reduced as expenditures are processed for the other funds.

The net payables in the Special Revenue Fund and Capital Projects Fund are a result of expenditures paid by the General Fund, with the cash transferred to the General Fund subsequent to year end when claims or other deposits were received.

The Special Revenue - EIA Fund, Special Revenue - Food Service Fund, Debt Service Fund - District, and Debt Service Fund - CEEF net receivables are primarily a result of revenues received and recorded as cash in the General Fund.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 6 INTERFUND RECEIVABLES AND PAYABLES (CONTINUED)

Transfers From and To Other Funds

Transfers from and to other funds for the year ended June 30, 2016, consisted of the following:

Transfers From		Transfers To	
		General Fund	
Special Revenue	\$ 1,000,000	Special Revenue	\$ 2,236,296
EIA	8,718,472	Food Service	825,000
Special Revenue - Indirect Costs	1,675,991		-
Food Service - Indirect Costs	1,258,256		-
	\$ 12,652,719		\$ 3,061,296
		Special Revenue Fund	
General Fund	\$ 2,236,296	General Fund	\$ 1,000,000
	-	General Fund - Indirect Costs	1,675,991
	\$ 2,236,296		\$ 2,675,991
		EIA Fund	
None	\$ -	General Fund	\$ 8,718,472
		Food Service	
General Fund	\$ 825,000	General Fund - Indirect Costs	\$ 1,258,256
		Capital Projects - District	
Debt Service - District	\$ 31,290,851	None	\$ -
		Capital Projects Fund - CEEF	
None	\$ -	Debt Service - CEEF	\$ 290,851
		Debt Service - District	
None	\$ -	Debt Service - CEEF	\$ 33,005,729
	-	Capital Projects - District	31,290,851
	\$ -		\$ 64,296,580
		Debt Service - CEEF	
Debt Service - District	\$ 33,005,729	None	\$ -
Capital Projects - CEEF	290,851		-
	\$ 33,296,580		\$ -
Total	\$ 80,301,446	Total	\$ 80,301,446

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 6 INTERFUND RECEIVABLES AND PAYABLES (CONTINUED)

General Fund

Transfers from:

Funds were transferred to the General Fund from other funds to cover EIA raises for teachers and the corresponding fringe benefits increase related to the EIA raise for teachers, transfers of e-rate funding from the Special Revenue Funds, and indirect costs for federal programs and food services.

Transfers to:

Funds were transferred from the General Fund into other funds to cover funding shortfalls in Special Revenue programs and for the Food Service benefit shortfall.

Special Revenue/EIA Funds

Transfers from:

Funds were transferred from the General Fund to cover funding shortfalls.

Transfers to:

Funds were transferred from Special Revenue and EIA funds to other funds to cover indirect costs on federal programs, the EIA raise for teachers, EIA school employer contributions, and to provide e-rate funding for use in the General Fund as budgeted.

Food Service Fund

Transfer from:

Funds were transferred from the General Fund for the fringe benefit shortfall.

Transfer to:

Funds were transferred to the General Fund for indirect costs.

Capital Projects Funds

Transfers from:

Funds were transferred from the Debt Service - District Fund to the Capital Projects - District Fund to partially fund the capital projects program.

Transfers to

Funds were transferred from the Capital Projects - CEEF Funds to the Debt Service - CEEF Fund to fund principal and interest payment on long-term debt.

Debt Service Funds

Transfers from:

Funds were transferred from the Debt Service - District Fund to the Debt Service - CEEF Fund to make the base lease payments as defined in the acquisition agreement. Funds were transferred from the Capital Projects - CEEF Fund to the Debt Service - CEEF Fund to fund the principal and interest payment on the on long-term debt.

Transfers to:

Funds were transferred from the Debt Service - District Fund to the Capital Projects - District Fund to partially fund the capital projects program and to the Debt Service - CEEF Fund to make the base lease payments as defined in the acquisition agreement.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 7 SHORT-TERM OBLIGATIONS

The School District's short-term debt activity is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
General Obligation Bond Anticipation Note, Series 2015A, issued May 2015, with interest at 0.75%, matures November 2015	\$ 46,325,000	\$ -	\$ (46,325,000)	\$ -
General Obligation Bond Anticipation Note, Series 2015B, issued May 2015, with interest at 2.00%, matures May 2016	49,565,000	-	(49,565,000)	-
General Obligation Bond Anticipation Note, Series 2015C, issued May 2015, with interest at 2.00%, matures May 2016	24,105,000	-	(24,105,000)	-
General Obligation Bonds, Series 2015, issued November 2015, with interest at 0.75%, matured March 1, 2016	-	68,445,000	(68,445,000)	-
Tax Anticipation Note, Series 2015, issued August 2015, with interest at 1.5%, matured April 1, 2016	-	74,995,000	(74,995,000)	-
General Obligation Bond Anticipation Note, Series 2016A, issued May 2016, with interest at 4.00%, matures November 2016	-	41,710,000	-	41,710,000
General Obligation Bond Anticipation Note, Series 2016B, issued May 2016, with interest at 5.00%, matures May 2016	-	24,525,000	-	24,525,000
General Obligation Bond Anticipation Note, Series 2016C, issued May 2016, with interest at 5.00%, matures May 2016	-	54,985,000	-	54,985,000
Total	\$ 119,995,000	\$ 264,660,000	\$ (263,435,000)	\$ 121,220,000

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 7 SHORT-TERM OBLIGATIONS (CONTINUED)

Short-Term Obligations (Continued)

All of the outstanding short-term debt is backed by the full faith and credit of the Charleston County School District and matures within one year. The Tax Anticipation Note was issued to fund ongoing operations and was repaid in April 2016 from General Fund property tax revenues. The General Obligation Bonds - Series 2015 were issued for the purposes of providing funds to pay a portion of the purchase price coming due under the 2004 Facilities Agreement and 2013A, 2013B, and 2014 Supplemental Facilities Agreements entered into with CEEF, pay the principal and interest due on the School District's outstanding General Obligation Bond Anticipation Note, Series 2015A, and pay the costs of issuance of the bonds. The General Obligation Bonds - Series 2015 were fully repaid in March 2016. The General Obligation Bond Anticipation Notes - Series 2016A were issued for the purposes of providing funds to pay a portion of the purchase price coming due under the 2004 Facilities Agreement and 2013A, 2013B and 2014 Supplemental Facilities Agreement entered into with CEEF, provide funding for certain improvements to the facilities of the School District, and pay the costs of issuance of the notes. The General Obligation Bond Anticipation Notes - Series 2016B and Series 2016C were issued for the purposes of providing funds to pay the principal and interest due on the Series 2015B and 2015C General Obligation Bond Anticipation Notes, pay a portion of the cost of construction, renovation and equipping of the Sales Tax Projects, and pay the costs of issuance of the notes.

The General Obligation Bond Anticipation Notes - Series 2016A are due in November 2016 and were outstanding as of June 30, 2016. The General Obligation Bond Anticipation Notes - Series 2016B and Series 2016C are due in May 2017 and were also outstanding as of June 30, 2016. The balance of short-term obligations outstanding has appropriately been reflected as a liability on the governmental funds balance sheet.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 8 LONG-TERM OBLIGATIONS

The following is a summary of changes in School District long-term obligations for the year ended June 30, 2016:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General Obligation Bonds:					
Series 2009B QSCB - subject to 8%	\$ 13,515,000	\$ -	\$ (1,125,000)	\$ 12,390,000	\$ 1,125,000
Series 2010A Refunding GO Bonds - (voter referendum)	48,190,000	-	(4,715,000)	43,475,000	4,900,000
Series 2010B QSCB - subject to 8%	14,515,000	-	(5,000)	14,510,000	-
Series 2011A Refunding GO Bonds - (voter referendum)	64,025,000	-	-	64,025,000	-
Series 2012A Refunding GO Bonds - (voter referendum)	39,880,000	-	(5,285,000)	34,595,000	5,495,000
Series 2012B GO Bonds - subject to 8%	7,900,000	-	(7,900,000)	-	-
Total General Obligation Bonds	<u>188,025,000</u>	<u>-</u>	<u>(19,030,000)</u>	<u>168,995,000</u>	<u>11,520,000</u>
Installment Revenue Bonds					
Series 2013A Refunding Bonds	61,050,000	-	(10,500,000)	50,550,000	19,300,000
Series 2013B Refunding Bonds	343,420,000	-	-	343,420,000	-
Series 2014C Refunding Bonds	111,565,000	-	-	111,565,000	-
Total Installment Sale Revenue Bonds	<u>516,035,000</u>	<u>-</u>	<u>(10,500,000)</u>	<u>505,535,000</u>	<u>19,300,000</u>
Total Premiums, net	90,646,919	-	(7,576,815)	83,070,104	-
Compensated Absences	6,181,825	3,924,419	(4,799,181)	5,307,063	4,120,071
Total Long-Term Obligations	<u>\$ 800,888,744</u>	<u>\$ 3,924,419</u>	<u>\$ (41,905,996)</u>	<u>\$ 762,907,167</u>	<u>\$ 34,940,071</u>

General Fund resources typically have been used in prior years to liquidate compensated absences payable. The Debt Service Funds have been used to liquidate all other long-term obligations.

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, especially during construction projects. The federal tax code refers to this practice as arbitrage. Excess earnings (the difference between the interest on the debt and the investment earnings received) 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 repaid, in accordance with the arbitrage regulations.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 8 LONG-TERM OBLIGATIONS (CONTINUED)

The School District does not have positive arbitrage on any of its indebtedness as of June 30, 2016.

The CEEF bonds were issued pursuant to a School Facilities Purchase and Occupancy Agreement (the "Facilities Agreement") and evidence proportionate interests of the owners in certain rental payments to be made by the School District under the terms of a Base Lease Agreement between the School District and CEEF dated March 15, 2002. The School District will purchase the Capital Projects from CEEF pursuant to the Facilities Agreement, which will obligate the School District to make semiannual installment payments to CEEF in amounts calculated to be sufficient to enable CEEF to pay the principal and interest on the outstanding bonds. The School District's obligations under the Facilities Agreement are from year to year only and do not constitute a mandatory payment obligation of the School District in any fiscal year in which funds are not appropriated by the School District to pay the installment payments of purchase price due in such fiscal year. However, the School District would forfeit possession of the Facilities for the remainder of the term of the Lease. It is anticipated that the payments will be funded by the School District by the future issuance of short-term general obligation bonds. Upon the termination/completion of the School Facilities Purchase and Occupancy Agreements, the School District will own all of the capital assets financed by the Installment Sale Revenue Bonds.

The CEEF bonds are not a debt of the School District; however, as CEEF is blended with the operations of the School District, the debt of CEEF is included with the School District's other obligations as required by GAAP.

Details for each debt issue outstanding as of June 30, 2016 are as follows:

General Obligation Bonds

\$13,515,000 Series 2009B (QSCB), with interest at 1.05%, maturing in September 2026	\$ 12,390,000
\$62,655,000 Series 2010A Refunding, with interest from 2.0% to 5.0%, maturing in February 2025	43,475,000
\$15,075,000 Series 2010B (QSCB), with interest at 4.8%, maturing in August 2027	14,510,000
\$64,200,000 Series 2011A Refunding, with interest of from 2.0% to 5.0%, maturing in February 2023	64,025,000
\$44,965,000 Series 2012A Refunding, with interest of 4.0%, maturing in February 2024	34,595,000
Total General Obligation Bonds	<u>\$ 168,995,000</u>

Installment Revenue Bonds

\$76,000,000 Series 2013A Refunding, with interest at 1.16%, maturing in December 2018	\$ 50,550,000
\$343,420,000 Series 2013B Refunding, with interest from 2.0% to 5.0%, maturing in December 2018	343,420,000
\$111,565,000 Series 2014C Refunding, with interest at 5.0%, maturing in December 2031	111,565,000
Total Installment Revenue Bonds	<u>\$ 505,535,000</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 8 LONG-TERM OBLIGATIONS (CONTINUED)

2010 Qualified School Construction Bonds

In October 2010, the School District issued its Series 2010B General Obligation Bonds (Taxable Qualified School Construction Bonds) with a par amount of \$15,075,000 to provide funds to pay for improvements to School District facilities and to pay for the costs of issuance of the bonds. Interest payments are due semi-annually beginning on February 1, 2011 at a coupon rate of approximately 4.80% with \$5,000 in principal due on August 1, 2015 and the remaining \$15,070,000 due on August 1, 2027. The Federal Government is subsidizing 100% of the interest payments. The School District entered into a Paying Agent and Registrar Agreement with Wells Fargo Bank in October 2010 for the purpose of establishing a sinking fund to accumulate assets to be used for the retirement of this debt at maturity. In accordance with the terms of this agreement, the District directed and will direct the U. S. Department of the Treasury to send the interest subsidy to Wells Fargo Bank to be held by them in a sinking fund until maturity. The District anticipates that amounts on deposit plus the expected yield (investment earnings) of these funds on deposit will produce an amount equal to the required principal payment due in August 2027 of \$15,070,000. The balance in the escrow sinking fund account at June 30, 2016 was approximately \$4,170,000 and is included in the restricted investments in the financial statements.

Annual Debt Service Requirements

Annual debt service requirements to maturity for all long-term debt as of June 30, 2015 are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2017	\$ 30,820,000	\$ 29,714,271	\$ 60,534,271
2018	32,420,000	29,056,399	61,476,399
2019	35,275,000	28,407,536	63,682,536
2020	35,860,000	26,920,719	62,780,719
2021	37,405,000	25,154,906	62,559,906
2022 - 2026	211,355,000	97,065,819	308,420,819
2027 - 2031	280,075,000	37,038,955	317,113,955
2032	11,320,000	283,000	11,603,000
Total	<u>\$ 674,530,000</u>	<u>\$ 273,641,605</u>	<u>\$ 948,171,605</u>

The School District is subject to a statutory millage limit on the amount of ad valorem taxes it may annually levy to fund operations and does not presently have sufficient unused capacity under its operating millage limit to levy additional ad valorem taxes to fund the installment payments of purchase price due under the Facilities Agreement. The School District is, however, authorized to levy an unlimited ad valorem tax to pay its general obligation debt and has covenanted and agreed in the Facilities Agreement to exercise its best efforts to issue its general obligation debt from time to time to provide funds to make installment payments of purchase price due under the Facilities Agreement as well as base payments to CEEF.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 8 LONG-TERM OBLIGATIONS (CONTINUED)

Annual Debt Service Requirements (Continued)

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. As of November 30, 1982, the constitutional debt limit was decreased from 20% to 8% of the assessed valuation under the provisions of Section 15, Article X of the South Carolina Constitution. Of the outstanding general obligation debt at June 30, 2016, \$142,095,000 was approved through voter referendum. Therefore, \$148,120,000 including the \$121,220,000 in short-term General Obligation Bond Anticipation Notes outstanding at June 30, 2016, is subject to the 8% limitation. Based on an assessed value of approximately \$3,250,513,000 at June 30, 2016 (which includes merchant's inventory and TIF District amounts), the School District had available capacity to issue approximately \$111,921,000 of additional general obligation debt. However, subsequent to year end, the School District issued a \$82,000,000 Tax Anticipation Note (which is not included in bonded indebtedness subject to the 8% debt limit) and \$73,960,000 in short-term General Obligation Bonds, for which a portion of the proceeds were used to repay the outstanding \$41,710,000 BAN. The available capacity is approximately \$37,961,000 at the time of issuance of the financial statements.

NOTE 9 DEFICIT FUND BALANCE

As of June 30, 2016, the Special Revenue Fund and the Debt Service - District Fund had a deficit unassigned fund balance of \$1,103,290 and \$13,257,451, respectively. The deficit in the Special Revenue Fund is a result of decreased funding in numerous programs, and will be alleviated through an increase in funding in programs for the year end June 30, 2017. The deficit in the Debt Service - District Fund is a result of the timing of short-term debt issuances. This deficit will be alleviated through property tax collections in the year ended June 30, 2017.

NOTE 10 RETIREMENT PLANS

State Retirement Plans The School District participates in the State of South Carolina's retirement plans, which are administered by the South Carolina Public Employee Benefit Authority ("PEBA"), which was created on July 1, 2012 and administers the various retirement systems and retirement programs managed by its Retirement Division. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly leadership, which serves as co-trustee and co-fiduciary of the systems and the trust funds. By law, the Budget and Control Board, which consists of five elected officials, also reviews certain PEBA Board ("Board") decisions regarding the funding of the Systems and serves as a co-trustee of the Systems in conducting that review. PEBA issues a Comprehensive Annual Financial Report ("CAFR") containing financial statements and required supplementary information for the South Carolina Retirement Systems' Pension Trust Funds. The CAFR is publicly available on the Retirement Benefits' link on PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, PO Box 11960, Columbia, SC 29211-1960. PEBA is considered a division of the primary government of the State of South Carolina and therefore, retirement trust fund financial information is also included in the comprehensive annual financial report of the State.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Plan Description

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

The State Optional Retirement Program ("ORP") is a defined contribution plan that is offered as an alternative to certain newly hired state, public school, and higher education employees. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers.

The South Carolina Police Officers Retirement System ("PORS"), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1962, pursuant to the provisions of Section 9-11-20 of the South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for police officers and firemen of the state and its political subdivisions.

Plan Membership

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

- SCRS - Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. This plan covers general employees and teachers and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 general election. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012 is a Class Three member.
- State ORP - As an alternative to membership in SCRS, newly hired state, public school, and higher education employees and individuals newly elected to the S.C. General Assembly beginning with the November 2012 general election have the option to participate in the State ORP, which is a defined contribution plan. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers. PEBA assumes no liability for State ORP benefits. Rather, the benefits are the liability of the investment providers. For this reason, State ORP programs are not considered part of the retirement systems for financial statement purposes. Employee and Employer contributions to the State ORP are at the same rates as SCRS. A direct remittance is required from the employers to the member's account with investment providers for the employee contribution (8.16 percent) and a portion of the employer contribution (5 percent). A direct remittance is also required to SCRS for the remaining portion of the employer contribution (5.91 percent) and an incidental death benefit contribution (.15 percent), if applicable, which is retained by SCRS.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Plan Membership (Continued)

- PORS - To be eligible for PORS membership, an employee must be required by the terms of his employment, by election or appointment, to preserve public order, protect life and property, and detect crimes in the state; to prevent and control property destruction by fire; or to serve as a peace officer employed by the Department of Corrections, the Department of Juvenile Justice, or the Department of Mental Health. Probate judges and coroners may elect membership in PORS. Magistrates are required to participate in PORS for service as a magistrate. PORS members, other than magistrates and probate judges, must also earn at least \$2,000 per year and devote at least 1,600 hours per year to this work, unless exempted by statute. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012 is a Class Three member.

Plan Benefits

Benefit terms are prescribed in Title 9 of the South Carolina Code of Laws. PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation. A brief summary of benefit terms for each system is presented below.

- SCRS - A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 65 or with 28 years credited service regardless of age. A member may elect early retirement with reduced pension benefits payable at age 55 with 25 years of service credit. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension upon satisfying the Rule of 90 requirement that the total of the member's age and the member's creditable service equals at least 90 years. Both Class Two and Class Three members are eligible to receive a reduced deferred annuity at age 60 if they satisfy the five- or eight- year earned service requirement, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program.

The annual retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase. Members who retire under the early retirement provisions at age 55 with 25 years of service are not eligible for the benefit adjustment until the second July 1 after reaching age 60 or the second July 1 after the date they would have had 28 years of service credit had they not retired.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Plan Benefits (Continued)

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

The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase.

Plan Contributions

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

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

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Plan Contributions (Continued)

	SCRS and State ORP Rates			PORS Rates		
	2014	2015	2016	2014	2015	2016
Employer Rate:						
Retirement*	10.45%	10.75%	10.91%	12.44%	13.01%	13.34%
Incidental Death Benefit	0.15%	0.15%	0.15%	0.20%	0.20%	0.20%
Accidental Death Contributions	0.00%	0.00%	0.00%	20.00%	0.20%	0.20%
	<u>10.60%</u>	<u>10.90%</u>	<u>11.06%</u>	<u>32.64%</u>	<u>13.41%</u>	<u>13.74%</u>
Employee Rate	<u>7.50%</u>	<u>8.00%</u>	<u>8.16%</u>	<u>7.84%</u>	<u>8.41%</u>	<u>8.74%</u>

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

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

Year Ended June 30,	SCRS Contributions		State ORP Contributions		PORS Contributions	
	Required	Contributed	Required	Contributed	Required	Contributed
2016	\$ 25,704,328	100%	\$ 3,273,810	100%	\$ 26,425	100%
2015	23,017,327	100%	5,600,370	100%	35,347	100%
2014	22,496,099	100%	4,373,269	100%	31,361	100%

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

Year Ended June 30,	State ORP			
	SCRS Payroll	Payroll	PORS Payroll	Total Payroll
2016	\$ 235,603,367	\$ 55,394,430	\$ 198,086	\$ 291,195,883
2015	211,165,412	51,379,544	263,586	262,808,542
2014	212,227,347	44,087,448	244,244	256,559,039

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

The most recent annual actuarial valuation reports adopted by the PEBA Board and Budget and Control Board are as of July 1, 2014. The net pension liability of each defined benefit pension plan was therefore determined based on the July 1, 2014 actuarial valuations, using membership data as of July 1, 2014, projected forward to the end of the fiscal year, and financial information of the pension trust funds as of June 30, 2015, using generally accepted actuarial procedures. Information included in the following schedules is based on the certification provided by PEBA's consulting actuary, Gabriel, Roeder, Smith and Company.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10 RETIREMENT PLANS (CONTINUED)

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

The net pension liability (“NPL”) is calculated separately for each system and represents that particular system’s total pension liability determined in accordance with GASB No. 67 less that System’s fiduciary net position. For the year ended June 30, 2015, NPL amounts and the change in NPL amounts for SCRS and PORS are as follows:

System	Total Pension Liability	Plan Fiduciary Net Position	Employers' Net Pension Liability (Asset)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
SCRS	\$ 44,097,310,230	\$ 25,131,828,101	\$ 18,965,482,129	57.0%
PORS	6,151,321,222	3,971,824,838	2,179,496,384	64.6%

At June 30, 2016, the School District reported liabilities of approximately \$481,685,000 and \$464,000 for its proportionate shares of the net pension liabilities for the SCRS and PORS (“Plans”), respectively. The net pension liabilities were measured as of June 30, 2015, and the total pension liabilities for the Plans used to calculate the net pension liabilities were determined based on the most recent actuarial valuation report as of July 1, 2014 that was projected forward to the measurement date. The School District’s proportion of the net pension liabilities were based on a projection of the School District’s long-term share of contributions to the Plans relative to the projected contributions of all participating South Carolina state and local governmental employers, actuarially determined. At June 30, 2015, the School District’s SCRS proportion was 2.540 percent. At June 30, 2015, the School District’s PORS proportion was .021 percent.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10 RETIREMENT PLANS (CONTINUED)

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

For the year ended June 30, 2016, the School District recognized pension expense of approximately \$33,203,000 and \$45,000 for the SCRS and PORS, respectively. At June 30, 2016, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
SCRS		
Differences Between Expected and Actual Experience	\$ 8,557,896	\$ 861,406
Differences Between Actual and Proportionate Share of Employer Contributions	-	5,652,457
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	3,224,156	-
School District's Contributions Subsequent to the Measurement Date	<u>24,735,092</u>	<u>-</u>
Total SCRS	<u>36,517,144</u>	<u>6,513,863</u>
PORS		
Differences Between Expected and Actual Experience	9,191	-
Differences Between Actual and Proportionate Share of Employer Contributions	15,952	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	5,074	-
School District's Contributions Subsequent to the Measurement Date	<u>26,425</u>	<u>-</u>
Total PORS	<u>56,642</u>	<u>-</u>
Total SCRS and PORS	<u>\$ 36,573,786</u>	<u>\$ 6,513,863</u>

Approximately \$24,735,000 and \$26,000 that were reported as deferred outflows of resources related to the School District's contributions subsequent to the measurement date to the SCRS and PORS, respectively, will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the SCRS and PORS will be recognized in pension expense as follows:

Year Ending June 30,	SCRS	PORS	Totals
2017	\$ 360,307	\$ 6,053	\$ 366,360
2018	360,307	6,053	366,360
2019	(2,533,000)	5,665	(2,527,335)
2020	<u>7,080,575</u>	<u>12,446</u>	<u>7,093,021</u>
Total	<u>\$ 5,268,189</u>	<u>\$ 30,217</u>	<u>\$ 5,298,406</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Actuarial Assumptions and Methods

Actuarial valuations involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined during the valuation process are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. The last experience study was performed on data through June 30, 2010, and the next experience study, performed on data through June 30, 2015 is currently underway.

The following table provides a summary of the actuarial cost method and assumptions used in the July 1, 2014, valuations for SCRS and PORS.

	SCRS	PORS
Actuarial Cost Method	Entry Age	Entry Age
Actuarial Assumptions:		
Investment Rate of Return	7.50%	7.50%
Salary Increases	3.5% to 12.5%	4.0% to 10%
Includes Inflation at	2.75%	2.75%
Benefit Adjustments	Lesser of 1% or \$500	Lesser of 1% or \$500

The post-retiree mortality assumption is dependent upon the member's job category and gender. This assumption includes base rates which are automatically adjusted for future improvement in mortality using published Scale AA projected from the year 2000.

Former Job Class	Males	Females
Educators and Judges	RP-2000 Males (with White Collar adjustment) multiplied by 110%	RP-2000 Females (with White Collar adjustment) multiplied by 95%
General Employees and Members of the General Assembly	RP-2000 Males multiplied by 100%	RP-2000 Females multiplied By 90%
Public Safety, Firefighters and Members of the South Carolina National Guard	RP-2000 Males (with Blue Collar adjustment) multiplied by 115%	RP-2000 Females (with Blue Collar adjustment) multiplied by 115%

The long-term expected rate of return on pension plan investments for actuarial purposes is based upon the 30 year capital market outlook at the end of the fourth quarter 2013. The actuarial long-term expected rates of return represent best estimates of arithmetic real rates of return for each major asset class and were developed in coordination with the investment consultant for the Retirement System Investment Commission ("RSIC") using a building block approach, reflecting observable inflation and interest rate information available in the fixed income markets as well as Consensus Economic forecasts. The actuarial long-term assumptions for other asset classes are based on historical results, current market characteristics and professional judgment.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Actuarial Assumptions and Methods (Continued)

The RSIC has exclusive authority to invest and manage the retirement trust funds' assets. As co-fiduciary of the Systems, statutory provisions and governance policies allow the RSIC to operate in a manner consistent with a long-term investment time horizon. The expected real rates of investment return, along with the expected inflation rate, form the basis for the target asset allocation adopted annually by the RSIC. For actuarial purposes, the long-term expected rate of return is calculated by weighting the expected future real rates of return by the target allocation percentage and then adding the actuarial expected inflation which is summarized in the table on the following page. For actuarial purposes, the 7.50 percent assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75 percent real rate of return and a 2.75 percent inflation component.

Asset Class	Target Allocation	Expected Arithmetic Real Rate of Return	Long-Term Expected Portfolio Real Rate of Return
Short Term			
Cash	2.0%	1.9%	0.04%
Short Duration	3.0%	2.0%	0.06%
Domestic Fixed Income			
Core Fixed Income	7.0%	2.7%	0.19%
Mixed Credit	6.0%	3.8%	0.23%
Global Fixed Income			
Global Fixed Income	3.0%	2.8%	0.08%
Emerging Markets Debt	6.0%	5.1%	0.31%
Global Public Equity	31.0%	7.1%	2.20%
Global Tactical Asset Allocation	10.0%	4.9%	0.49%
Alternatives			
Hedge Funds (Low Beta)	8.0%	4.3%	0.34%
Private Debt	7.0%	9.9%	0.69%
Private Equity	9.0%	9.9%	0.89%
Real Estate (Broad Market)	5.0%	6.0%	0.30%
Commodities	3.0%	5.9%	0.18%
Total Expected Real Return	<u>100%</u>		<u>6.00%</u>
Inflation for Actuarial Purposes			<u>2.75%</u>
Total Expected Nominal Return			<u>8.75%</u>

Discount Rate

The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina State Code of Laws. Based on those assumptions, each System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Discount Rate (Continued)

The following table presents the sensitivity of the School District's proportionate share of the net pension liability of the Plans to changes in the discount rate, calculated using the discount rate of 7.5 percent, as well as what it would be if it were calculated using a discount rate that is 1% point lower (6.5 percent) or 1% point higher (8.5 percent) than the current rate:

System	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
The School District's proportionate share of the net pension liability of the SCRS	\$ 607,266,109	\$ 481,684,824	\$ 376,430,552
The School District's proportionate share of the net pension liability of the PORS	631,800	463,731	313,611

Plans' Fiduciary Net Position

Detailed information regarding the fiduciary net position of the Plans administered by PEBA is available in the separately issued CAFR containing financial statements and required supplementary information for the SCRS and PORS. The CAFR of the Pension Trust Funds is publicly available on PEBA's website at <http://www.peba.sc.gov>.

NOTE 11 CONTINGENT LIABILITIES

Litigation

Various claims and lawsuits are pending against the School District. Although the outcome of these other claims and lawsuits is not presently determinable, it is the opinion of the School District's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the School District.

Grants

The School District participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by the grantors or 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 amounts, if any, to be immaterial.

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 continues to carry commercial insurance for employee health and dental coverage and is partially self-insured for workers' compensation and general liability, auto, and property and casualty. Because of the high cost of insurance, the School District has partnered with the South Carolina School Boards Insurance Trust ("SCSBIT") in order to obtain property and casualty insurance at the best rate. The School District is insured through SCSBIT for property and casualty insurance and has a service agreement with

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 12 RISK MANAGEMENT (CONTINUED)

SCBIT for risk management services; however, the School District does not participate in SCSBIT's property and casualty insurance pool but contracts independently with Willis, the same broker for SCSBIT, for brokerage services. As a result, the School District is not liable for any shortages related to SCSBIT's property and casualty pool. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years and there has been no significant reduction in insurance coverage.

As noted above, the School District is self-insured related to risks associated with workers compensation. The School District has a \$750,000 per claim deductible with the insurance provider paying claims that are in excess of \$750,000 per claim. The School District has recorded an estimated liability of \$5,079,423 for incurred but unpaid claims at June 30, 2016, which is based on Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be recorded if information prior to the issuance of the financial statements indicate that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. This amount is included in Other Accrued Expenses in the Statement of Net Position.

Changes in the balances of estimated unpaid claims for workers' compensation during the two years ended June 30, 2016, are as follows:

Year Ending June 30,	Unpaid Claims at Beginning of Fiscal Year	Current-Year Claims and Changes in Estimates	Claim Payments	Unpaid Claims at End of Fiscal Year
2015	\$ 3,310,938	\$ 2,942,898	\$ (3,627,763)	\$ 2,626,073
2016	2,626,073	8,644,642	(6,191,292)	5,079,423

The School District is also self-insured related to risks associated with general liability, auto, and property and casualty. For general liability and auto coverage, the School District has a \$75,000 per claim deductible with the insurance provider paying claims that are in excess of \$75,000 per claim; for property and casualty coverage, the School District has a \$100,000 per claim deductible with the insurance provider paying claims that are in excess of \$100,000 per claim. In the event of a wind storm (hurricane), the District will incur the greater of a deductible of 2% of the total loss or \$100,000. The School District has recorded an estimated liability of \$2,177,322 for incurred but not reported claims at June 30, 2016, which is based on Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be recorded if information prior to the issuance of the basic financial statements indicate that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. This amount is included in Other Accrued Expenses in the Statement of Net Position.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 12 RISK MANAGEMENT (CONTINUED)

Changes in the balances of estimated unpaid claims for property damage, auto and general liability claims during the two years ended June 30, 2016 are as follows:

Year Ending June 30,	Unpaid Claims at Beginning of Fiscal Year	Current-Year Claims and Changes in Estimates	Claim Payments	Unpaid Claims at End of Fiscal Year
2015	\$ 1,597,766	\$ 2,812,834	\$ (2,138,622)	\$ 2,271,978
2016	2,271,978	961,596	(1,056,252)	2,177,322

NOTE 13 SERVICE CONTRACTS AND OPERATING LEASES

The School District is party to the following contracts for services which are funded by the General, Special Revenue, EIA Funds and Capital Projects Funds.

In June 2008, the School District contracted for student transportation services with Durham Services. The original contract period was from July 2008 through June 2012. The School District extended the contract with Durham Services during fiscal year 2012 for an additional two year period with the second year based on Durham meeting certain goals to get the extension. In fiscal year 2014, the School District extended the contract with Durham Services for one year through the end of fiscal year 2015. In July 2015, the School District extended the contract through June 2020. The School District pays a base payment which is calculated per bus per day based on bus routes. The base payment beginning in fiscal year 2016 was \$12,711,360 and will be increased annually.

In June 2011, the School District contracted with Cummings/SMG for Program Management Services for the 2011-2016 Capital Program. The contract period runs through February 2017 and the fee associated with this contract is \$16,959,167. This Program is funded by the penny sales tax approved in November 2010.

In June 2015, the School District entered into a two year contract with GCA Services for custodial and day porter services.

In July 2016, subsequent to year end, the School District entered into a five-year contract with Ricoh USA, Inc. (Rico) for managed document services, equipment repair and maintenance, supplies, and software support related to copiers and printers throughout the School District.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 13 SERVICE CONTRACTS AND OPERATING LEASES (CONTINUED)

Future required annual payments under the contracts for services are as follows:

Fiscal Year	Cummings/				Total
	SMG	Durham	GCA Services	Ricoh	
2017	\$ 2,434,486	\$ 13,212,728	\$ 15,819,957	\$ 788,136	\$ 32,255,307
2018	194,800	13,476,982	-	788,136	14,459,918
2019	-	13,746,521	-	788,136	14,534,657
2020	-	14,021,451	-	788,136	14,809,587
2021	-	-	-	788,136	788,136
	<u>\$ 2,629,286</u>	<u>\$ 54,457,682</u>	<u>\$ 15,819,957</u>	<u>\$ 3,940,680</u>	<u>\$ 76,847,605</u>

NOTE 14 OTHER POSTEMPLOYMENT BENEFITS

In accordance with the South Carolina Code of Laws and the annual Appropriations Act, the State of South Carolina ("State") provides health, dental, and long-term disability benefits ("OPEB Plan") to retired State and school district employees and their covered dependents. The OPEB plans have been determined to be cost-sharing multiple-employer defined benefit plans and are administered by the South Carolina Public Employee Benefit Authority.

Generally, retirees are eligible for the health and dental benefits if they have established 10 years of retirement service credit. For new hires on or after May 2, 2008, retirees are eligible for benefits if they have established 25 years of service for 100% employer funding and 15 - 24 years of service for 50% employer funding. Benefits become effective when the former employee retires under a state retirement system (i.e. SCRS, PORS, etc.). Basic long-term disability ("BLTD") benefits are provided to active state, school district and participating local government employees approved for disability. Complete financial statements for the OPEB plans may be obtained by writing to the PEBA Retirement Benefits and Insurance Benefits, 202 Arbor Lake Drive, Suite 360, Columbia, SC 29223.

The Code of Laws of the State, as amended, requires these post-employment healthcare and long-term disability benefits be funded through annual appropriation by the General Assembly for active employees to the EIP and participating retirees to PEBA except for the portion funded through the pension surcharge (retiree surcharge) who are not funded by State General Fund appropriations. Employers participating in the healthcare plan are mandated by State statute to contribute at a rate assessed each year by the Office of the State Budget. The EIP sets the employer contribution rate based on a pay-as-you-go basis. The School District has no liability beyond the payment of monthly contributions.

The required employer contribution surcharge percentages were 5.33%, 5.00%, and 4.92% for the years ended June 30, 2016, 2015, and 2014, respectively. The actual required employer contribution surcharge amounts were approximately \$15,520,000, \$13,542,000, and \$12,990,000 for the years ended June 30, 2016, 2015, and 2014, respectively. The actual contribution rates and amounts were 100% of the required employer contribution surcharge percentages and amounts for the OPEB Plan for all years presented.

**CHARLESTON COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 15 SUBSEQUENT EVENTS

In July 2016, the School District issued a short-term Tax Anticipation Note ("TAN") with a par amount of \$82,000,000 at a coupon rate of 2.00% and received a premium of \$807,700. Principal and interest are due in full on March 31, 2017 and will be paid using operating tax collections. The TAN was issued for the purpose of providing funds to pay the operational expenditures of the School District during fiscal year 2017 until tax revenues are received.

In October 2016, the School District issued Series 2016 General Obligation Bonds with a par amount of \$73,960,000 at a variable coupon rate between 2.0% and 5.0% and received a premium of \$1,419,410. Principal and interest are due through March 1, 2020 and will be paid using debt service tax collections. The bonds were issued for the purpose of paying the installments coming due under the lease agreements with CEEF, repaying the outstanding Series 2016A GO BAN, paying for acquisition of certain land, and paying the costs of issuance of the bonds.

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGETS AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual (Budgetary Basis)	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Local Property Taxes	\$234,117,923	\$242,217,923	\$226,620,452	\$ (15,597,471)
Other Local	8,275,000	195,318	1,275,972	1,080,654
Total Local	<u>242,392,923</u>	<u>242,413,241</u>	<u>227,896,424</u>	<u>(14,516,817)</u>
State	163,149,241	163,149,239	166,881,443	3,732,204
Federal	106,861	106,861	107,428	567
Intergovernmental	10,000	10,000	64,154	54,154
Total Revenue	<u>405,659,025</u>	<u>405,679,341</u>	<u>394,949,449</u>	<u>(10,729,892)</u>
Expenditures				
Current:				
Instruction	224,934,722	223,292,642	225,679,875	(2,387,233)
Support Services	165,466,816	168,926,825	163,694,507	5,232,318
Community Services	158,180	164,442	342,597	(178,155)
Intergovernmental	138,200	1,523,374	2,271,207	(747,833)
Payments to Component Units	33,991,909	33,995,623	30,860,861	3,134,762
Capital Outlay	23,652	462,108	362,514	99,594
Contingency Reserves	900,000	-	-	-
Debt Service:				
Interest and Other Fiscal Charges	100,000	100,000	127,720	(27,720)
Total Expenditures	<u>425,713,479</u>	<u>428,465,015</u>	<u>423,339,281</u>	<u>5,125,734</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(20,054,454)</u>	<u>(22,785,674)</u>	<u>(28,389,832)</u>	<u>(5,604,158)</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	25,000	25,000	-	(25,000)
Transfers In	13,322,271	13,297,271	12,652,719	(644,552)
Transfers Out	(1,060,000)	(1,118,792)	(3,061,296)	(1,942,504)
Total Other Financing Sources (Uses)	<u>12,287,271</u>	<u>12,203,479</u>	<u>9,591,423</u>	<u>(2,612,056)</u>
Net Changes In Fund Balances	<u>(7,767,183)</u>	<u>(10,582,195)</u>	<u>(18,798,409)</u>	<u>(8,216,214)</u>
Fund Balance, Beginning of Year	<u>31,047,093</u>	<u>31,047,093</u>	<u>31,047,093</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 23,279,910</u>	<u>\$ 20,464,898</u>	<u>\$ 12,248,684</u>	<u>\$ (8,216,214)</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGETS AND ACTUAL
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual (Budgetary Basis)	Variance With Final Budget- Positive
	Original	Final		(Negative)
Revenues				
Other Local	\$ 15,084,669	\$ 14,928,184	\$ 12,500,806	\$ (2,427,378)
Total Local	<u>15,084,669</u>	<u>14,928,184</u>	<u>12,500,806</u>	<u>(2,427,378)</u>
State	6,549,268	8,874,646	7,785,570	(1,089,076)
Federal	46,381,176	60,143,815	49,982,940	(10,160,875)
Total Revenue	<u>68,015,113</u>	<u>83,946,645</u>	<u>70,269,316</u>	<u>(13,677,329)</u>
Expenditures				
Current:				
Instruction	22,714,193	29,479,688	28,565,875	913,813
Support Services	32,041,799	41,435,526	33,410,904	8,024,622
Community Services	9,628,735	10,079,661	8,310,129	1,769,532
Intergovernmental	276,791	499,689	599,094	(99,405)
Payments to Component Units	800,787	1,067,085	1,199,176	(132,091)
Capital Outlay	103,809	117,855	43,065	74,790
Total Expenditures	<u>65,566,114</u>	<u>82,679,504</u>	<u>72,128,243</u>	<u>10,551,261</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,448,999</u>	<u>1,267,141</u>	<u>(1,858,927)</u>	<u>(3,126,068)</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	-	-	7,030	7,030
Transfers In	235,000	1,806,296	2,236,296	430,000
Transfers Out	(2,683,999)	(3,073,437)	(2,675,991)	397,446
Total Other Financing Sources (Uses)	<u>(2,448,999)</u>	<u>(1,267,141)</u>	<u>(432,665)</u>	<u>834,476</u>
Net Changes In Fund Balances	-	-	(2,291,592)	(2,291,592)
Fund Balance, Beginning of Year	<u>1,188,302</u>	<u>1,188,302</u>	<u>1,188,302</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 1,188,302</u>	<u>\$ 1,188,302</u>	<u>\$ (1,103,290)</u>	<u>\$ (2,291,592)</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGETS AND ACTUAL
EDUCATION IMPROVEMENT ACT FUND
YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual (Budgetary Basis)	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues				
State	\$ 22,720,077	\$ 25,882,511	\$ 24,371,693	\$ (1,510,818)
Total Revenue	<u>22,720,077</u>	<u>25,882,511</u>	<u>24,371,693</u>	<u>(1,510,818)</u>
Expenditures				
Current:				
Instruction	9,079,438	9,432,700	8,948,238	484,462
Support Services	3,747,787	5,739,452	4,758,930	980,522
Community Services	-	4,154	4,157	(3)
Payments to Component Units	1,410,313	1,880,113	1,845,790	34,323
Capital Outlay	-	107,620	96,106	11,514
Total Expenditures	<u>14,237,538</u>	<u>17,164,039</u>	<u>15,653,221</u>	<u>1,510,818</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>8,482,539</u>	<u>8,718,472</u>	<u>8,718,472</u>	<u>-</u>
Other Financing Sources (Uses)				
Transfers Out	(8,482,539)	(8,718,472)	(8,718,472)	-
Total Other Financing Sources (Uses)	<u>(8,482,539)</u>	<u>(8,718,472)</u>	<u>(8,718,472)</u>	<u>-</u>
Net Changes In Fund Balances	-	-	-	-
Fund Balance, Beginning of Year	-	-	-	-
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGETS AND ACTUAL
FOOD SERVICE FUND
YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual (Budgetary Basis)	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Other Local	\$ 6,349,096	\$ 6,349,096	\$ 4,437,805	\$ (1,911,291)
Total Local	<u>6,349,096</u>	<u>6,349,096</u>	<u>4,437,805</u>	<u>(1,911,291)</u>
State	22,000	22,000	1,900	(20,100)
Federal	18,618,694	20,020,664	21,246,529	1,225,865
Total Revenue	<u>24,989,790</u>	<u>26,391,760</u>	<u>25,686,234</u>	<u>(705,526)</u>
Expenditures				
Current:				
Support Services	23,268,982	25,085,707	24,798,778	286,929
Capital Outlay	16,500	298,491	261,974	36,517
Total Expenditures	<u>23,285,482</u>	<u>25,384,198</u>	<u>25,060,752</u>	<u>323,446</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,704,308</u>	<u>1,007,562</u>	<u>625,482</u>	<u>382,080</u>
Other Financing Sources (Uses)				
Transfers In	600,000	600,000	825,000	225,000
Transfers Out	(2,304,308)	(2,304,308)	(1,258,256)	1,046,052
Total Other Financing Sources (Uses)	<u>(1,704,308)</u>	<u>(1,704,308)</u>	<u>(433,256)</u>	<u>1,271,052</u>
Net Changes In Fund Balances	-	(696,746)	192,226	888,972
Fund Balance, Beginning of Year	<u>8,042,285</u>	<u>8,042,285</u>	<u>8,042,285</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 8,042,285</u>	<u>\$ 7,345,539</u>	<u>\$ 8,234,511</u>	<u>\$ 888,972</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF CHARLESTON COUNTY SCHOOL DISTRICT'S PROPORTIONATE
SHARE OF NET PENSION LIABILITY
SOUTH CAROLINA RETIREMENT SYSTEM**

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the Net Pension Liability	2.540%	2.595%	2.595%
Proportionate Share of the Net Pension Liability	\$ 481,685,824	\$ 446,724,975	\$ 465,400,428
Covered-Employee Payroll	\$ 235,603,367	\$ 211,165,412	\$ 212,227,347
Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	204.45%	211.55%	219.29%
Plan Fiduciary Net Position as a Percentage of the total Pension Liability	57.0%	59.9%	56.4%

Note to Schedule:

The amounts for each fiscal year were determined as of June 30th of the preceding year. Only three years of data were available; thus, only three years were presented.

**CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF CHARLESTON COUNTY SCHOOL DISTRICT'S CONTRIBUTIONS
SOUTH CAROLINA RETIREMENT SYSTEM
LAST TWO FISCAL YEARS**

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 25,704,328	\$ 23,017,327	\$ 22,496,099
Contributions in Relation to the Contractually Required Contributions	<u>25,704,328</u>	<u>23,017,327</u>	<u>22,496,099</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Charleston County School District's Covered-Employee Payroll	\$ 235,603,367	\$ 211,165,412	\$ 212,227,347
Contributions as a Percentage of Covered-Employees Payroll	10.91%	10.90%	10.60%

Note to Schedule:

Only three years of data were available; thus, only three years were presented.

**CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF CHARLESTON COUNTY SCHOOL DISTRICT'S PROPORTIONATE
SHARE OF NET PENSION LIABILITY
POLICE OFFICERS RETIREMENT SYSTEM**

	2016	2015	2014
Proportion of the Net Pension Liability	0.021%	0.020%	0.020%
Proportionate Share of the Net Pension Liability	\$ 463,731	\$ 388,763	\$ 420,959
Covered-Employee Payroll	\$ 198,086	\$ 263,586	\$ 244,244
Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	234.11%	147.49%	172.35%
Plan Fiduciary Net Position as a Percentage of the total Pension Liability	64.6%	67.6%	63.0%

Note to Schedule:

The amounts for each fiscal year were determined as of June 30th of the preceding year. Only three years of data were available; thus, only three years were presented.

**CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF CHARLESTON COUNTY SCHOOL DISTRICT'S CONTRIBUTIONS
POLICE OFFICERS RETIREMENT SYSTEM
LAST TWO FISCAL YEARS**

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 26,425	\$ 35,347	\$ 31,361
Contributions in Relation to the Contractually Required Contributions	<u>26,425</u>	<u>35,347</u>	<u>31,361</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Charleston County School District's Covered-Employee Payroll	\$ 198,086	\$ 263,586	\$ 244,244
Contributions as a Percentage of Covered-Employees Payroll	13.34%	13.41%	12.84%

Note to Schedule:

Only three years of data were available; thus, only three years were presented.

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016

	Revised Budget	Actual	Variance
Revenues			
1000 Revenue From Local Sources:			
1100 Taxes:			
1110 Ad Valorem Taxes-Including Delinquent (Independent)	\$ 233,217,923	\$ 209,976,012	\$ (23,241,911)
1140 Penalties and Interest on taxes (Independent)	9,000,000	8,927,300	(72,700)
1200 Revenue From Local Governmental Units Other than LEA's			
1280 Revenue in Lieu of taxes (Independent and Dependent)	-	7,717,140	7,717,140
1300 Tuition			
1310 Tuition from Patrons for Regular Day School	-	62,519	62,519
1500 Earnings on Investments:			
1510 Interest on Investments	100,000	304,890	204,890
1900 Other revenue From Local Sources:			
1910 Rentals	-	6,010	6,010
1920 Contributions and Donations Private Sources	-	212	212
1950 Refund of Prior Year's Expenditures	25,000	199,133	174,133
1990 Miscellaneous Local Revenue:			
1999 Revenue From Other Local Sources	70,318	703,208	632,890
Total Revenue From Local Sources	<u>242,413,241</u>	<u>227,896,424</u>	<u>(14,516,817)</u>
2000 Intergovernmental Revenue:			
2100 Payments From Other Governmental Units	-	54,890	54,890
2200 Payments From Public Charter School	10,000	9,264	(736)
Total Intergovernmental Revenue	<u>10,000</u>	<u>64,154</u>	<u>54,154</u>
3000 Revenue From State Sources:			
3100 Restricted State Funding:			
3130 Special Programs:			
3131 Handicapped Transportation	9,000	9,320	320
3160 School Bus Driver's Salary (Includes Hazardous Condition Transportation)	1,479,211	1,709,317	230,106
3161 EAA Bus Driver Salary and Fringe	-	10,877	10,877
3162 Transportation Workers' Compensation	150,000	148,942	(1,058)
3180 Fringe Benefits Employer Contributions (No Carryover Provision)	17,340,660	19,368,446	2,027,786
3181 Retiree Insurance (No Carryover Provision)	9,781,137	8,776,206	(1,004,931)
3199 Other Restricted State Grants	-	18,087	18,087
3300 Education finance Act:			
3310 Full-Time Programs:			
3311 Kindergarten	2,766,364	2,729,444	(36,920)
3312 Primary	7,976,577	8,429,816	453,239
3313 Elementary	10,917,929	11,309,789	391,860
3314 High School	3,606,861	4,557,209	950,348
3315 Trainable Mentally Handicapped	242,581	218,527	(24,054)
3316 Speech Handicapped (Part-Time Program)	1,077,273	1,000,636	(76,637)
3317 Homebound	88,717	81,493	(7,224)

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Revenues (Continued)			
3320 Part-Time Programs:			
3321 Emotionally Handicapped	\$ 211,039	\$ 216,849	\$ 5,810
3322 Educable Mentally Handicapped	284,920	281,063	(3,857)
3323 Learning Disabilities	2,391,144	2,643,263	252,119
3324 Hearing Handicapped	78,010	79,977	1,967
3325 Visually Handicapped	43,872	34,203	(9,669)
3326 Orthopedically Handicapped	65,882	53,212	(12,670)
3327 Vocational	5,646,436	5,036,007	(610,429)
3330 Other EFA Programs:			
3331 Autism	648,240	786,974	138,734
3332 High Achieving Students	970,423	1,227,939	257,516
3334 Limited English Proficiency	394,769	464,913	70,144
3350 Residential Treatment Facilities	-	65,734	65,734
3351 Academic Assistance	695,177	882,698	187,521
3352 Pupils in Poverty	3,792,315	4,297,196	504,881
3395 EFA Hold Harmless	846,777	207,887	(638,890)
3800 State Revenue in Lieu of Taxes:			
3810 Reimbursement for Local Residential Property Tax Relief	16,955,781	16,955,782	1
3820 Homestead Exemption	3,557,362	3,557,262	(100)
3825 Reimbursement for Property Tax Relief (Tier 3)	69,182,445	69,214,624	32,179
3830 Merchant's Inventory Tax	1,948,337	1,948,337	-
3840 Manufacturers Depreciation Reimbursement	-	559,414	559,414
Total Revenue From State Sources	<u>163,149,239</u>	<u>166,881,443</u>	<u>3,732,204</u>
4000 Revenue From Federal Sources:			
4100 Federally Impacted Areas:			
4110 Maintenance and Operations (P.L. 874)	106,861	107,428	567
Total Revenue From Federal Sources	<u>106,861</u>	<u>107,428</u>	<u>567</u>
Total Revenue All Sources	<u>405,679,341</u>	<u>394,949,449</u>	<u>(10,729,892)</u>
Expenditures			
100 Instructions:			
110 General Instruction:			
111 Kindergarten Programs:			
100 Salaries	12,243,085	11,882,918	360,167
200 Employee Benefits	4,762,866	4,516,774	246,092
300 Purchased Services	31,285	56,573	(25,288)
400 Supplies and Materials	85,715	75,593	10,122
112 Primary Programs:			
100 Salaries	30,545,861	30,808,070	(262,209)
140 Terminal Leave	-	9,295	(9,295)
200 Employee Benefits	10,976,295	11,199,748	(223,453)
300 Purchased Services	1,132,964	1,755,924	(622,960)
400 Supplies and Materials	959,279	452,417	506,862
600 Other Objects	5,857	5,828	29

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Expenditures (Continued)			
113 Elementary Programs:			
100 Salaries	\$ 41,644,223	\$ 44,660,519	\$ (3,016,296)
200 Employee Benefits	13,943,690	16,191,840	(2,248,150)
300 Purchased Services	3,039,721	4,217,321	(1,177,600)
400 Supplies and Materials	349,057	805,599	(456,542)
600 Other Objects	11,817	123,319	(111,502)
114 High School Programs:			
100 Salaries	27,972,587	26,891,855	1,080,732
140 Terminal Leave	-	25,996	(25,996)
200 Employee Benefits	10,071,170	9,875,506	195,664
300 Purchased Services	1,438,675	1,614,839	(176,164)
400 Supplies and Materials	640,905	552,915	87,990
600 Other Objects	1,163	1,472	(309)
115 Vocational Programs:			-
100 Salaries	7,425,699	7,278,812	146,887
200 Employee Benefits	2,715,156	2,605,131	110,025
300 Purchased Services	94,098	49,605	44,493
400 Supplies and Materials	233,617	202,749	30,868
118 Montessori Programs:			
100 Salaries	3,781,588	3,699,600	81,988
200 Employee Benefits	1,445,259	1,406,475	38,784
300 Purchased Services	39,405	39,806	(401)
400 Supplies and Materials	37,140	22,494	14,646
120 Exceptional Programs:			
121 Educable Mentally-Handicapped:			
100 Salaries	3,904,028	3,910,786	(6,758)
200 Employee Benefits	1,542,797	1,470,734	72,063
400 Supplies and Materials	2,383	400	1,983
122 Trainable Mentally Handicapped:			
100 Salaries	1,826,161	1,674,983	151,178
200 Employee Benefits	734,206	652,225	81,981
400 Supplies and Materials	1,444	1,198	246
123 Orthopedically Handicapped:			
100 Salaries	178,917	131,852	47,065
200 Employee Benefits	61,493	41,861	19,632
124 Visually Handicapped:			-
100 Salaries	169,474	161,989	7,485
200 Employee Benefits	55,693	48,412	7,281

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Expenditures (Continued)			
125 Hearing Handicapped:			
100 Salaries	\$ 705,730	\$ 675,668	\$ 30,062
200 Employee Benefits	259,991	242,273	17,718
126 Speech Handicapped:			
100 Salaries	2,172,950	2,204,065	(31,115)
200 Employee Benefits	806,484	799,388	7,096
600 Other Objects	-	19,248	(19,248)
127 Learning Disabilities:			
100 Salaries	7,813,515	7,519,457	294,058
200 Employee Benefits	2,837,234	2,652,891	184,343
400 Supplies and Materials	584	583	1
600 Other Objects	-	19,248	(19,248)
128 Emotionally Handicapped:			
100 Salaries	2,192,617	2,139,335	53,282
200 Employee Benefits	836,509	806,115	30,394
300 Purchased Services	-	128	(128)
400 Supplies and Materials	-	355	(355)
600 Other Objects	-	19,248	(19,248)
130 Pre-School Programs:			
132 Pre-School Handicapped Itinerant (5-Yr. Olds):			
100 Salaries	1,458,948	1,453,952	4,996
200 Employee Benefits	578,695	549,324	29,371
300 Purchased Services	1,687	4,141	(2,454)
400 Supplies and Materials	448	448	(0)
137 Pre-School Handicapped Self-Contained (3 & 4- Yr. Olds):			
100 Salaries	123,189	123,495	(306)
200 Employee Benefits	66,735	51,760	14,975
300 Purchased Services	3,840	7,877	(4,037)
139 Early Childhood Programs:			
100 Salaries	5,364,921	5,065,576	299,345
200 Employee Benefits	2,063,944	1,912,230	151,714
300 Purchased Services	12,000	9,187	2,813
400 Supplies and Materials	3,328	-	3,328
600 Other Objects	258,956	-	258,956
140 Special Programs:			
141 Gifted and Talented - Academic:			
100 Salaries	2,331,566	2,306,099	25,467
200 Employee Benefits	833,386	836,935	(3,549)
300 Purchased Services	59,208	59,204	4
145 Homebound:			
100 Salaries	570,545	360,715	209,830
200 Employee Benefits	142,743	90,035	52,708
300 Purchased Services	500,000	126,455	373,545
148 Gifted and Talented - Artistic:			
100 Salaries	11,672	11,622	50
200 Employee Benefits	2,044	2,032	12
300 Purchased Services	77,985	63,000	14,985
400 Supplies and Materials	12,486	12,734	(248)
600 Other Objects	11	-	11

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Expenditures (Continued)			
160 Other Exceptional Programs:			
161 Autism:			
100 Salaries	\$ 1,519,301	\$ 1,033,150	\$ 486,151
200 Employee Benefits	472,659	395,341	77,318
300 Purchased Services	4,096	8,926	(4,830)
162 Limited English Proficiency:			
100 Salaries	2,508,881	2,502,549	6,332
200 Employee Benefits	866,851	880,423	(13,572)
170 Summer School Programs:			
171 Primary Summer School			
300 Purchased Services	5,271	-	5,271
172 Elementary Summer School:			
100 Salaries	55,005	55,673	(668)
200 Employee Benefits	13,765	13,964	(199)
300 Purchased Services	50	-	50
173 High School Summer School:			
100 Salaries	41,046	37,189	3,857
200 Employee Benefits	10,240	9,210	1,030
300 Purchased Services	561	414	147
400 Supplies and Materials	7,695	3,658	4,037
174 Gifted and Talented Summer School:			
100 Salaries	86,352	66,436	19,916
200 Employee Benefits	21,377	16,410	4,967
175 Instructional Programs Beyond Regular School Day:			
100 Salaries	205,384	205,997	(613)
200 Employee Benefits	51,910	51,200	710
300 Purchased Services	25,000	25,000	-
400 Supplies and Materials	1,028	831	197
600 Other Objects	152,393	-	152,393
180 Adult/Continuing Educational Programs:			
181 Adult Basic Education Programs:			
100 Salaries	29,574	29,716	(142)
200 Employee Benefits	7,452	7,645	(193)
300 Purchased Services	3,905	-	3,905
188 Parenting/Family Literacy:			
100 Salaries	41,751	29,100	12,651
140 Terminal Leave	3,700	21,069	(17,369)
200 Employee Benefits	21,818	17,674	4,144
300 Purchased Services	140,889	126,062	14,827
190 Instructional Pupil Activity:			
100 Salaries	628,139	700,000	(71,861)
200 Employee Benefits	157,824	173,982	(16,158)
Total Instruction	<u>223,292,642</u>	<u>225,679,875</u>	<u>(2,387,233)</u>

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Expenditures (Continued)			
200 Support Services:			
210 Pupil Services:			
211 Attendance and Social Work Services:			
100 Salaries	\$ 718,721	\$ 703,481	\$ 15,240
140 Terminal Leave	6,834	26,747	(19,913)
200 Employee Benefits	247,460	243,130	4,330
300 Purchased Services	227,398	204,889	22,509
400 Supplies and Materials	16,253	13,001	3,252
600 Other Objects	120	100	20
212 Guidance Services:			
100 Salaries	8,133,365	8,149,736	(16,371)
140 Terminal Leave	4,509	45,434	(40,925)
200 Employee Benefits	2,959,427	2,954,530	4,897
300 Purchased Services	159,688	33,668	126,020
400 Supplies and Materials	2,216	1,919	297
213 Health Services:			
100 Salaries	2,934,478	3,081,015	(146,537)
200 Employee Benefits	1,117,620	1,045,307	72,313
300 Purchased Services	45,238	31,767	13,471
400 Supplies and Materials	151,749	73,288	78,461
214 Psychological services:			
100 Salaries	916,188	805,961	110,227
200 Employee Benefits	330,861	284,012	46,849
300 Purchased Services	134,098	134,098	(0)
400 Supplies and Materials	-	200	(200)
215 Exceptional Program Services:			
300 Purchased Services	12,049	15,996	(3,947)
400 Supplies and Materials	3,936	4,370	(434)
220 Instructional Staff Services:			
221 Improvement of Instruction-Curriculum Development:			
100 Salaries	4,631,749	5,138,367	(506,618)
140 Terminal Leave	1,417	215,249	(213,832)
200 Employee Benefits	1,664,583	1,727,057	(62,474)
300 Purchased Services	1,180,693	801,965	378,728
400 Supplies and Materials	375,881	224,687	151,194
600 Other Objects	73,515	81,853	(8,338)
222 Library and Media Services:			
100 Salaries	4,096,873	3,888,065	208,808
200 Employee Benefits	1,468,654	1,374,310	94,344
300 Purchased Services	676	497	179
400 Supplies and Materials	158,353	140,378	17,975
600 Other Objects	89,132	-	89,132

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Expenditures (Continued)			
223 Supervision of Special Programs:			
100 Salaries	\$ 718,682	\$ 677,110	\$ 41,572
140 Terminal Leave	-	41,949	(41,949)
200 Employee Benefits	231,312	224,894	6,418
300 Purchased Services	82,363	79,456	2,907
400 Supplies and Materials	57,652	47,158	10,494
600 Other Objects	1,127	1,102	25
224 Improvement of Instruction-Inservice and Staff Training:			
100 Salaries	241,302	208,481	32,821
200 Employee Benefits	69,119	58,940	10,179
300 Purchased Services	129,219	54,598	74,621
400 Supplies and Materials	115,156	96,199	18,957
600 Other Objects	1,485	1,385	100
230 General Administrative Services:			
231 Board of Education:			
100 Salaries	294,311	288,872	5,439
200 Employee Benefits	1,493,763	2,013,873	(520,110)
300 Purchased Services	597,828	458,599	139,229
318 Audit Services	281,656	117,897	163,759
400 Supplies and Materials	22,935	14,379	8,556
600 Other Objects	856,267	1,210,251	(353,984)
232 Office of Superintendent:			
100 Salaries	1,721,549	1,925,650	(204,101)
140 Terminal Leave	-	112,956	(112,956)
200 Employee Benefits	565,770	567,476	(1,706)
300 Purchased Services	232,087	138,775	93,312
400 Supplies and Materials	104,987	73,287	31,700
600 Other Objects	393,987	6,089	387,898
233 School Administration:			
100 Salaries	24,180,117	23,894,654	285,463
140 Terminal Leave	37,601	548,252	(510,651)
200 Employee Benefits	8,274,514	8,262,826	11,688
300 Purchased Services	1,121,962	1,084,690	37,272
400 Supplies and Materials	694,957	590,924	104,033
600 Other Objects	35,859	33,123	2,736
250 Finance and Operations Services:			
251 Student Transportation (Federal/District Mandated):			
100 Salaries	-	35,674	(35,674)
200 Employee Benefits	-	3,239	(3,239)

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Expenditures (Continued)			
252 Fiscal Services:			
100 Salaries	\$ 2,790,357	\$ 2,517,924	\$ 272,433
140 Terminal Leave	4,299	123,759	(119,460)
180 Head of Organizational Unit Salaries	166,956	255,245	(88,289)
200 Employee Benefits	838,249	878,165	(39,916)
280 Head of Organizational Employee Benefits	45,621	60,787	(15,166)
300 Purchased Services	493,372	457,033	36,339
380 Head of Organizational Unit Travel	-	912	(912)
400 Supplies and Materials	169,810	53,363	116,447
600 Other Objects	46,691	47,761	(1,071)
253 Facilities Acquisition and Construction:			
100 Salaries	-	235	(235)
200 Employee Benefits	-	59	(59)
300 Purchased Services	45,000	45,000	-
254 Operation and Maintenance of Plant:			
100 Salaries	5,957,269	5,267,213	690,056
140 Terminal Leave	30,010	61,629	(31,619)
200 Employee Benefits	2,136,543	1,894,768	241,775
300 Purchased Services	25,964,775	24,826,329	1,138,446
321 Public Utilities (Excludes Gas, Oil, Elec. And Other Heating Fuels)	1,550,082	1,658,922	(108,840)
400 Supplies and Materials	2,756,592	2,566,564	190,028
470 Energy (Includes Gas, Oil, Elec. and Other Heating Fuels)	12,202,099	13,209,118	(1,007,019)
500 Capital Outlay	191,417	180,968	10,449
600 Other Objects	420,098	347,798	72,300
255 Student Transportation (State Mandated):			
100 Salaries	185,323	177,663	7,660
200 Employee Benefits	80,897	68,486	12,411
300 Purchased Services	17,442,775	15,844,639	1,598,136
400 Supplies and Materials	263,464	192,181	71,283
500 Capital Outlay	176,446	175,385	1,061
257 Internal services:			
100 Salaries	998,940	890,043	108,897
140 Terminal Leave	-	475	(475)
200 Employee Benefits	379,181	321,352	57,829
300 Purchased Services	990,049	898,083	91,966
400 Supplies and Materials	139,644	148,857	(9,213)
600 Other Objects	4,584	72,809	(68,225)
258 Security:			
100 Salaries	511,885	491,763	20,122
140 Terminal Leave	5,799	5,799	0
200 Employee Benefits	185,668	171,376	14,292
300 Purchased Services	1,401,094	1,393,630	7,464
400 Supplies and Materials	128,476	91,966	36,510

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Expenditures (Continued)			
259 Internal Auditing Services:			
100 Salaries	\$ 326,270	\$ 325,806	\$ 464
180 Head of Organizational Unit Salaries	112,474	112,474	-
200 Employee Benefits	98,327	98,342	(15)
280 Head of Organizational Employee Benefits	34,759	34,759	-
300 Purchased Services	310,650	151,803	158,847
380 Head of Organizational Unit Travel	-	240	(240)
400 Supplies and Materials	2,613	1,611	1,002
600 Other Objects	625	625	-
260 Central Support Services:			
262 Planning, Research, development and Evaluation:			
100 Salaries	1,232,520	1,059,565	172,955
200 Employee Benefits	395,473	342,868	52,605
300 Purchased Services	251,158	155,921	95,237
400 Supplies and Materials	33,765	10,809	22,956
600 Other Objects	7,550	239	7,311
263 Information Services:			
100 Salaries	449,276	434,779	14,497
140 Terminal Leave	-	679	(679)
180 Head of Organizational Unit Salaries	111,782	111,782	-
200 Employee Benefits	152,387	144,156	8,231
280 Head of Organizational Employee Benefits	28,019	28,019	-
300 Purchased Services	404,239	460,647	(56,408)
380 Head of Organizational Unit Travel	-	8,152	(8,152)
400 Supplies and Materials	101,239	98,285	2,954
480 Head of Organizational Unit Supplies	-	150	(150)
600 Other Objects	2,614	2,425	189
264 Staff Services:			
100 Salaries	3,062,230	2,602,331	459,899
140 Terminal Leave	1,201	29,282	(28,081)
180 Head of Organizational Unit Salaries	130,061	130,061	-
200 Employee Benefits	1,060,106	858,435	201,671
280 Head of Organizational Employee Benefits	35,963	35,963	-
300 Purchased Services	679,680	402,735	276,945
380 Head of Organizational Unit Travel	-	4,078	(4,078)
400 Supplies and Materials	283,782	334,632	(50,850)
600 Other Objects	2,037	1,527	510

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Expenditures (Continued)			
266 Technology and Data Processing Services:			
100 Salaries	\$ 2,930,594	\$ 2,334,954	\$ 595,640
140 Terminal Leave	-	70,230	(70,230)
200 Employee Benefits	900,909	743,134	157,775
300 Purchased Services	685,234	342,309	342,925
400 Supplies and Materials	236,957	152,879	84,078
500 Capital Outlay	94,245	6,161	88,084
600 Other Objects	36,927	6,751	30,176
270 Support Services Pupil Activity:			
271 Pupil Services Activities:			
100 Salaries (Optional)	1,068,287	1,853,525	(785,238)
200 Employee Benefits (Optional)	264,361	461,551	(197,190)
300 Purchased Services (Optional)	623,805	328,575	295,230
400 Supplies and Materials (Optional)	52,052	32,623	19,429
600 Other Objects (Optional)	60,000	25,255	34,745
Total Support Services	<u>169,388,933</u>	<u>164,057,021</u>	<u>5,331,912</u>
300 Community Services:			
330 Civic Services:			
100 Salaries	111,132	204,691	(93,559)
200 Employee Benefits	22,524	77,358	(54,834)
350 Custody and Care of Children Services:			
100 Salaries	-	48,329	(48,329)
140 Terminal Leave	1,973	1,973	-
200 Employee Benefits	492	5,470	(4,978)
300 Purchased Services	-	436	(436)
390 Other Community Services:			
140 Terminal Leave	2,658	2,658	-
200 Employee Benefits	663	663	-
300 Purchased Services	25,000	1,019	23,981
Total Community Services	<u>164,442</u>	<u>342,597</u>	<u>(178,155)</u>

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
REVISED BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Revised Budget	Actual	Variance
Expenditures (Continued)			
400 Other Charges:			
410 Intergovernmental Expenditures:			
412 Payments to Other Governmental Units			
720 Transits	\$ 151,256	\$ 156,346	\$ (5,090)
416 Payments to Public Charter Schools			
720 Transits	33,995,623	30,860,861	3,134,762
417 Payments to nonprofit Entities (Other Than for First Steps)			
720 Transits	1,372,118	2,114,861	(742,743)
Total Intergovernmental Expenditures	<u>35,518,997</u>	<u>33,132,068</u>	<u>2,386,929</u>
500 Debt Service:			
620 Interest	100,000	127,720	(27,720)
Total Debt Service	<u>100,000</u>	<u>127,720</u>	<u>(27,720)</u>
Total Expenditures	<u>428,465,015</u>	<u>423,339,281</u>	<u>5,125,734</u>
Other Financing Sources (Uses)			
5300 Sale of Capital Assets	25,000	-	(25,000)
Interfund Transfers From (To) Other Funds:			
5220 Transfer From Special Revenue Fund (Excludes Indirect Costs)	1,000,000	1,000,000	-
5230 Transfer From Special Revenue EIA Fund	9,142,150	8,718,472	(423,678)
5280 Transfer From Other Funds Indirect Costs	3,155,121	2,934,247	(220,874)
421-710 Transfer to Special Revenue Fund	(293,792)	(2,236,296)	(1,942,504)
425-710 Transfer to Food service Fund	(825,000)	(825,000)	-
Total Other Financing Sources (Uses)	<u>12,203,479</u>	<u>9,591,423</u>	<u>(2,612,056)</u>
Excess/Deficiency of Revenues and Expenditures	(10,582,195)	(18,798,409)	(8,216,214)
Fund Balance, Beginning of Year	<u>31,047,093</u>	<u>31,047,093</u>	-
Fund Balance, End of Year	<u>\$ 20,464,898</u>	<u>\$ 12,248,684</u>	<u>\$ (8,216,214)</u>

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Revenues								
1000 Revenue from Local Sources:								
1900 Other Revenue from Local Sources:								
1910 Rentals	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 443,433	\$ 443,433
1920 Contributions and Donations Private Sources	-	-	-	-	-	-	616,020	616,020
1930 Medicaid	-	-	-	-	-	-	2,371,701	2,371,701
1990 Miscellaneous Local Revenue:								
1999 Revenue from Other Local Sources	-	-	-	-	-	-	9,069,652	9,069,652
Total Revenue from Local Sources	-	-	-	-	-	-	12,500,806	12,500,806
3000 Revenue from State Sources:								
3100 Restricted State Funding:								
3110 Occupational Education:								
3118 EEDA Career Specialist	-	-	-	-	-	1,414,410	-	1,414,410
3120 General Education:								
3127 Student Health and Fitness - PE Teachers	-	-	-	-	-	369,567	-	369,567
3130 Special Programs:								
3135 Reading Coaches	-	-	-	-	-	834,046	-	834,046
3136 Student Health and Fitness - Nurses	-	-	-	-	-	1,565,451	-	1,565,451
3155 DSS SNAP & E&T Program	-	-	-	-	-	30,913	-	30,913
3177 Summer Reading Camps	-	-	-	-	-	208,299	-	208,299
3190 Miscellaneous Restricted State Grants:								
3193 Education License Plates	-	-	-	-	-	6,670	-	6,670
3198 Technology Professional Development	-	-	-	-	-	243,617	-	243,617
3199 Other Restricted State Grants	-	-	-	-	-	-	77,370	77,370
3600 Education Lottery Act Revenue:								
3607 6-8 Enhancement	-	-	-	-	-	74,463	-	74,463
3610 K-5 Enhancement	-	-	-	-	-	400,000	-	400,000
3620 Digital Instructional Materials	-	-	-	-	-	516,680	-	516,680
3630 K-12 Technology Initiative	-	-	-	-	-	1,997,827	-	1,997,827
3900 Other State Revenue:								
3999 Revenue from Other State Sources	-	-	-	-	-	-	46,257	46,257
Total Revenue from State Sources	-	-	-	-	-	7,661,943	123,627	7,785,570

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Revenues (Continued)								
4000 Revenue from Federal Sources:								
4200 Occupational Education:								
4210 Perkins Aid, Title I	\$ -	\$ -	\$ -	\$ 563,184	\$ -	\$ -	\$ -	\$ 563,184
4300 Elementary and Secondary Education Act of 1965 (ESEA):								
4310 Title I, Basic State Grant Programs (Carryover Provision)	16,873,363	-	-	-	-	-	1,118,531	17,991,894
4341 Language Instruction for Limited English Proficient and Immigrant Students, Title III (Carryover Provision)	-	-	-	-	-	-	228,941	228,941
4342 Title II Teacher Advancement (TAP)	-	-	-	-	-	-	13,564	13,564
4343 McKinney-Vento	-	-	-	-	-	-	50,000	50,000
4351 Improving Teacher Quality (Carryover Provision)	-	-	-	-	-	-	2,379,246	2,379,246
4400 Adult Education:								
4410 Basic Adult Education	-	-	-	-	251,018	-	-	251,018
4430 State Literacy Resource	-	-	-	-	7,768	-	-	7,768
4500 Programs for Children with Disabilities:								
4510 Individuals with Disabilities Education Act (IDEA) (Carryover Provision)	-	9,910,281	-	-	-	-	-	9,910,281
4520 Preschool Grants (IDEA) (Carryover Provision)	-	-	315,971	-	-	-	-	315,971
4900 Other Federal Sources:								
4924 21st Century Community Learning Center Program (Title IV, 21st Century Schools)	-	-	-	-	-	-	564,170	564,170
4940 SC School Climate Initiative	-	-	-	-	-	-	39,150	39,150
4999 Revenue from Other Federal Sources	-	-	-	-	-	-	17,667,753	17,667,753
Total Revenue from Federal Sources	<u>16,873,363</u>	<u>9,910,281</u>	<u>315,971</u>	<u>563,184</u>	<u>258,786</u>	<u>-</u>	<u>22,061,355</u>	<u>49,982,940</u>
Total Revenue All Sources	<u>16,873,363</u>	<u>9,910,281</u>	<u>315,971</u>	<u>563,184</u>	<u>258,786</u>	<u>7,661,943</u>	<u>34,685,788</u>	<u>70,269,316</u>

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Expenditures								
100 Instruction:								
110 General Instruction:								
111 Kindergarten Program:								
100 Salaries	\$ 125,616	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 125,616
200 Employee Benefits	48,510	-	-	-	-	-	-	48,510
400 Supplies and Materials	-	-	-	-	-	226	-	226
112 Primary Programs:								
100 Salaries	763,036	-	-	-	-	-	71,392	834,428
200 Employee Benefits	281,735	-	-	-	-	-	25,282	307,017
300 Purchased Services	-	-	-	-	-	-	6,499	6,499
400 Supplies and Materials	171,794	-	-	-	-	16,648	51,910	240,352
113 Elementary Programs:								
100 Salaries	2,751,073	-	-	-	-	248,839	420,319	3,420,231
200 Employee Benefits	1,004,239	-	-	-	-	103,149	150,048	1,257,436
300 Purchased Services	421,565	-	-	-	-	5,419	102,673	529,657
400 Supplies and Materials	895,374	-	-	-	-	150,858	535,107	1,581,339
600 Other Objects	-	-	-	-	-	-	30,000	30,000
114 High School Programs:								
100 Salaries	1,054,869	-	-	-	-	-	1,055,761	2,110,630
200 Employee Benefits	360,172	-	-	-	-	-	53,324	413,496
300 Purchased Services	146,830	-	-	-	-	2,400	32,336	181,566
400 Supplies and Materials	231,448	-	-	-	-	90,937	194,192	516,577
115 Vocational Programs:								
100 Salaries	-	27,299	-	-	-	-	-	27,299
200 Employee Benefits	-	17,168	-	-	-	-	-	17,168
300 Purchased Services	-	-	-	1,701	-	-	2,059	3,760
400 Supplies and Materials	-	-	-	193,780	-	7,764	35,085	236,629
500 Capital Outlay	-	-	-	-	-	-	6,442	6,442
118 Montessori Programs:								
400 Supplies and Materials	-	-	-	-	-	-	1,087	1,087
120 Exceptional Programs:								
121 Educable Mentally Handicapped:								
100 Salaries	-	588,826	-	-	-	-	-	588,826
200 Employee Benefits	-	241,209	-	-	-	-	-	241,209
400 Supplies and Materials	-	-	-	-	-	161	-	161

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Expenditures (Continued)								
122 Trainable Mentally Handicapped:								
100 Salaries	\$ -	\$ 401,246	\$ -	\$ -	\$ -	\$ -	\$ 9,337	\$ 410,583
200 Employee Benefits	-	152,042	-	-	-	-	2,341	154,383
300 Purchased Services	-	5,821	-	-	-	-	72	5,893
123 Orthopedically Handicapped:								
400 Supplies and Materials	-	-	-	-	-	-	132	132
125 Hearing Handicapped:								
400 Supplies and Materials	-	-	-	-	-	-	130	130
126 Speech Handicapped:								
100 Salaries	-	75,105	-	-	-	-	128,189	203,294
200 Employee Benefits	-	30,040	-	-	-	-	47,279	77,319
127 Learning Disabilities:								
100 Salaries	-	705,168	-	-	-	-	1,368,484	2,073,652
200 Employee Benefits	-	330,376	-	-	-	-	450,404	780,780
128 Emotionally Handicapped:								
100 Salaries	-	379,017	-	-	-	-	-	379,017
200 Employee Benefits	-	135,032	-	-	-	-	-	135,032
130 Pre-School Programs:								
132 Pre-School Handicapped Itinerant (5-Yr. Olds):								
100 Salaries	-	62,077	106,187	-	-	-	-	168,264
200 Employee Benefits	-	26,051	43,425	-	-	-	327	69,803
137 Pre-School Handicapped Self-Contained (3 & 4-Yr. Olds):								
100 Salaries	-	32,955	-	-	-	-	290,954	323,909
200 Employee Benefits	-	14,206	-	-	-	-	115,295	129,501
300 Purchased Services	-	9,524	-	-	-	-	-	9,524
139 Early Childhood Programs:								
100 Salaries	83,039	-	-	-	-	-	2,526,882	2,609,921
200 Employee Benefits	11,779	-	-	-	-	-	1,041,861	1,053,640
300 Purchased Services	4,800	-	-	-	-	-	149,477	154,277
400 Supplies and Materials	1,078	-	-	-	-	-	100,612	101,690

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Expenditures (Continued)								
140 Special Programs:								
148 Gifted and Talented - Artistic:								
400 Supplies and Materials	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,276	\$ -	\$ 3,276
160 Other Exceptional Programs:								
161 Autism:								
100 Salaries	-	339,540	-	-	-	-	32,484	372,024
200 Employee Benefits	-	144,092	-	-	-	-	9,660	153,752
300 Purchased Services	-	12,655	-	-	-	-	-	12,655
162 Limited English Proficiency:								
100 Salaries	-	-	-	-	-	-	68,033	68,033
200 Employee Benefits	-	-	-	-	-	-	25,450	25,450
400 Supplies and Materials	-	-	-	-	-	-	5,859	5,859
170 Summer School Programs:								
171 Primary Summer School:								
100 Salaries	53,205	-	-	-	-	104,674	1,750	159,629
200 Employee Benefits	13,261	-	-	-	-	26,104	436	39,801
300 Purchased Services	-	-	-	-	-	64,551	20,182	84,733
400 Supplies and Materials	-	-	-	-	-	12,971	-	12,971
172 Elementary Summer School:								
100 Salaries	33,660	-	-	-	-	-	41,373	75,033
200 Employee Benefits	8,674	-	-	-	-	-	10,320	18,994
300 Purchased Services	-	-	-	-	-	-	184	184
173 High School Summer School:								
100 Salaries	118,100	-	-	-	-	-	34,018	152,118
200 Employee Benefits	29,171	-	-	-	-	-	8,512	37,683
400 Supplies and Materials	-	-	-	-	-	-	95	95
174 Gifted and Talented Summer School:								
100 Salaries	-	-	-	-	-	-	109,565	109,565
200 Employee Benefits	-	-	-	-	-	-	19,606	19,606
300 Purchased Services	-	-	-	-	-	-	31,126	31,126
400 Supplies and Materials	-	-	-	-	-	-	33,742	33,742

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Expenditures (Continued)								
175 Instructional Programs Beyond Regular School Day: 100 Salaries								
100 Salaries	\$ 373,209	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 580,339	\$ 953,548
200 Employee Benefits	80,887	-	-	-	-	-	117,899	198,786
300 Purchased Services	1,430,261	-	-	-	-	8,700	195,836	1,634,797
400 Supplies and Materials	-	-	-	-	-	50,027	34,911	84,938
180 Adult/Continuing Educational Programs:								
181 Adult Basic Education Programs:								
100 Salaries	-	-	-	-	158,076	-	12,278	170,354
200 Employee Benefits	-	-	-	-	48,419	-	3,078	51,497
300 Purchased Services	-	-	-	-	6,173	-	-	6,173
400 Supplies and Materials	-	-	-	-	7,706	-	-	7,706
182 Adult Secondary Education Programs:								
100 Salaries	-	-	-	-	-	8,728	178,289	187,017
200 Employee Benefits	-	-	-	-	-	2,177	57,869	60,046
300 Purchased Services	-	-	-	-	-	-	1,913	1,913
400 Supplies and Materials	-	-	-	-	-	-	2,547	2,547
183 Adult English Literacy (ESL):								
100 Salaries	-	-	-	-	19,968	-	18,341	38,309
200 Employee Benefits	-	-	-	-	4,980	-	4,080	9,060
300 Purchased Services	-	-	-	-	500	-	-	500
400 Supplies and Materials	-	-	-	-	2,198	-	-	2,198
188 Parenting/Family Literacy:								
100 Salaries	1,247,309	-	-	-	-	-	203,741	1,451,050
200 Employee Benefits	424,772	-	-	-	-	-	67,486	492,258
300 Purchased Services	109,128	-	-	-	-	-	4,016	113,144
400 Supplies and Materials	119,834	-	-	-	-	-	3,408	123,242
Total Instruction	<u>12,398,428</u>	<u>3,729,449</u>	<u>149,612</u>	<u>195,481</u>	<u>248,020</u>	<u>907,609</u>	<u>10,943,718</u>	<u>28,572,317</u>

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Expenditures (Continued)								
200 Support Services:								
210 Pupil Services:								
211 Attendance and Social Work Services:								
100 Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 710,991	\$ 710,991
200 Employee Benefits	-	-	-	-	-	-	267,971	267,971
300 Purchased Services	-	-	-	-	-	-	141	141
400 Supplies and Materials	-	2,490	-	-	-	-	505	2,995
212 Guidance Services:								
100 Salaries	-	273,770	-	34,764	-	984,941	123,103	1,416,578
200 Employee Benefits	-	94,263	-	13,222	-	307,225	49,109	463,819
300 Purchased Services	-	-	-	7,649	-	-	183,228	190,877
400 Supplies and Materials	-	-	-	-	-	117,593	7,352	124,945
213 Health Services:								
100 Salaries	-	702,369	-	-	-	1,073,274	1,578,690	3,354,333
200 Employee Benefits	-	255,611	-	-	-	344,066	567,293	1,166,970
300 Purchased Services	19,783	4,909	-	-	-	-	93,128	117,820
400 Supplies and Materials	-	40,560	-	-	-	55,086	18,378	114,024
214 Psychological Services:								
100 Salaries	-	1,145,566	33,658	-	-	-	262,965	1,442,189
200 Employee Benefits	-	430,000	10,360	-	-	-	53,007	493,367
300 Purchased Services	78,994	-	-	-	-	-	72,286	151,280
400 Supplies and Materials	-	111,726	-	-	-	-	-	111,726
215 Exceptional Program Services:								
100 Salaries	-	89,178	-	-	-	-	-	89,178
200 Employee Benefits	-	22,324	-	-	-	-	-	22,324
300 Purchased Services	-	12,477	-	-	-	-	-	12,477
400 Supplies and Materials	-	11,615	-	-	-	-	-	11,615

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Expenditures (Continued)								
220 Instructional Staff Services:								
221 Improvement of Instruction - Curriculum Development:								
100 Salaries	\$ 1,774,177	\$ 461,361	\$ 31,879	\$ 37,771	\$ -	\$ 571,543	\$ 2,182,963	\$ 5,059,694
200 Employee Benefits	636,285	155,997	18,252	12,255	-	202,003	583,983	1,608,775
300 Purchased Services	109,971	7,700	-	134,140	-	94,848	516,109	862,768
400 Supplies and Materials	3,543	81,133	-	-	-	662,481	308,896	1,056,053
600 Other Objects	-	-	-	-	-	-	3,334	3,334
222 Library and Media:								
400 Supplies and Materials	-	-	-	-	-	4,265	21,718	25,983
223 Supervision of Special Programs:								
100 Salaries	499,221	749,066	44,905	-	-	16,015	880,453	2,189,660
200 Employee Benefits	165,000	260,013	15,410	-	-	3,994	283,283	727,700
300 Purchased Services	15,998	44,876	-	-	-	-	1,150,127	1,211,001
400 Supplies and Materials	53,102	13,000	-	-	-	-	104,816	170,918
600 Other Objects	72,651	-	-	-	-	-	-	72,651
224 Improvement of Instruction - Inservice and Staff Training:								
100 Salaries	-	-	-	-	-	360,055	2,167,223	2,527,278
140 Terminal Leave	-	-	-	-	-	-	18,164	18,164
200 Employee Benefits	-	-	-	-	-	132,906	710,313	843,219
300 Purchased Services	-	-	-	-	-	245,424	2,434,506	2,679,930
400 Supplies and Materials	-	-	-	-	-	141,120	250,089	391,209
600 Other Objects	-	-	-	-	-	61	174	235
230 General Administration Services:								
232 Office of the Superintendent:								
300 Purchased Services	-	-	-	-	-	-	260	260
400 Supplies and Materials	-	-	-	-	-	-	3,574	3,574
600 Other Objects	-	-	-	-	-	-	26,667	26,667

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Expenditures (Continued)								
233 School Administration:								
100 Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 191,308	\$ 191,308
140 Terminal Leave	-	-	-	-	-	-	18,209	18,209
200 Employee Benefits	-	-	-	-	-	-	61,116	61,116
300 Purchased Services	-	-	-	-	-	-	17,943	17,943
400 Supplies and Materials	-	-	-	-	-	22,568	25,062	47,630
250 Finance and Operations Services:								
251 Student Transportation (Federal/District Mandated):								
100 Salaries	-	179,464	-	-	-	-	-	179,464
200 Employee Benefits	-	23,840	-	-	-	-	-	23,840
300 Purchased Services	153,667	-	-	-	-	-	164,358	318,025
400 Supplies and Materials	1,541	-	-	-	-	-	-	1,541
252 Fiscal Services:								
100 Salaries	-	-	-	-	-	-	73,747	73,747
200 Employee Benefits	-	-	-	-	-	-	28,582	28,582
300 Purchased Services	-	-	-	-	-	-	96,090	96,090
400 Supplies and Materials	-	-	-	-	-	1,393	14,923	16,316
600 Other Objects	-	-	-	-	-	-	2,236	2,236
253 Facilities Acquisition and Construction:								
300 Purchased Services	-	-	-	-	-	-	105,952	105,952
254 Operation and Maintenance of Plant:								
300 Purchased Services	-	-	-	-	-	8,299	204,262	212,561
321 Public Utilities (Exclude Gas, Oil, Electric and Other Heating Fuels)	-	-	-	-	-	-	11,856	11,856
400 Supplies and Materials	-	-	-	-	-	2,862	109,968	112,830
255 Student Transportation (State Mandated):								
300 Purchased Services	-	102,811	-	-	-	29,177	62,154	194,142
400 Supplies and Materials	-	-	-	-	-	10,373	193	10,566
500 Capital Outlay	-	-	-	-	-	-	22,582	22,582

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Expenditures (Continued)								
260 Central Support Services:								
262 Planning:								
100 Salaries	\$ -	\$ -	\$ -	\$ 25,672	\$ -	\$ -	\$ -	\$ 25,672
200 Employee Benefits	-	-	-	8,152	-	-	-	8,152
263 Information Services:								
100 Salaries	-	-	-	-	-	-	53,875	53,875
200 Employee Benefits	-	-	-	-	-	-	18,207	18,207
264 Staff Services:								
100 Salaries	-	-	-	-	-	-	181,535	181,535
200 Employee Benefits	-	-	-	-	-	-	60,954	60,954
300 Purchased Services	-	-	-	-	-	4,694	20,177	24,871
400 Supplies and Materials	-	-	-	-	-	-	7,863	7,863
266 Technology and Data Processing Services:								
100 Salaries	-	-	-	-	-	-	294,845	294,845
140 Terminal Leave	-	-	-	-	-	-	728	728
200 Employee Benefits	-	-	-	-	-	-	90,624	90,624
300 Purchased Services	-	-	-	-	-	832,678	3,046	835,724
400 Supplies and Materials	-	-	-	-	-	162,915	-	162,915
500 Capital Outlay	-	-	-	-	-	14,041	-	14,041
270 Support Services - Pupil Activity:								
271 Pupil Services Activities:								
100 Salaries	-	-	-	-	-	-	4,850	4,850
200 Employee Benefits	-	-	-	-	-	-	1,288	1,288
300 Purchased Services	52,074	-	-	46,052	1,004	-	69,208	168,338
400 Supplies and Materials	1,442	-	-	-	-	-	374	1,816
Total Support Services	<u>3,637,449</u>	<u>5,276,119</u>	<u>154,464</u>	<u>319,677</u>	<u>1,004</u>	<u>6,405,900</u>	<u>17,652,914</u>	<u>33,447,527</u>

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
Expenditures (Continued)								
300 Community Services:								
350 Custody and Care of Children:								
100 Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,999,342	\$ 4,999,342
140 Terminal Leave	-	-	-	-	-	-	13,287	13,287
200 Employee Benefits	-	-	-	-	-	-	1,110,409	1,110,409
300 Purchased Services	-	-	-	-	-	-	435,455	435,455
400 Supplies and Materials	-	-	-	-	-	-	439,322	439,322
600 Other Objects	-	-	-	-	-	-	218	218
390 Other Community Services:								
100 Salaries	-	-	-	-	-	-	675,447	675,447
200 Employee Benefits	-	-	-	-	-	-	203,637	203,637
300 Purchased Services	-	-	-	-	-	-	310,399	310,399
400 Supplies and Materials	-	-	-	-	-	-	121,848	121,848
600 Other Objects	-	-	-	-	-	-	765	765
Total Community Services	-	-	-	-	-	-	8,310,129	8,310,129
410 Intergovernmental Expenditures:								
411 Payments to SDE								
720 Transits	-	-	-	-	-	-	556,572	556,572
416 Payments to Public Charter Schools								
720 Transits	166,358	565,486	-	27,832	-	348,434	91,066	1,199,176
417 Payments to Nonprofit Entities (Other Than for First Steps)								
720 Transits	42,522	-	-	-	-	-	-	42,522
Total Intergovernmental Expenditures	208,880	565,486	-	27,832	-	348,434	647,638	1,798,270
Total Expenditures	16,244,757	9,571,054	304,076	542,990	249,024	7,661,943	37,554,399	72,128,243

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Title I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	Preschool Handicapped (CG Projections) (205/206)	CATE (VA Projects) (207/208)	Adult Education (EA Projects)	Other Designated Restricted State Grants (900s)	Other Special Revenue Programs (200s/800s)	Totals
OTHER FINANCING SOURCES (USES)								
5300 Sale of Fixed Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,030	\$ 7,030
Interfund Transfers, From (To) Other Funds:								
5210 Transfer from General Fund (Exclude Indirect Costs)	-	-	-	-	-	-	2,236,296	2,236,296
5220 Transfer from Special Revenue Fund (Exclude Indirect Costs)	-	-	-	-	-	-	7,251	7,251
420-710 Transfer to General Fund (Exclude Indirect Costs)	-	-	-	-	-	-	(1,000,000)	(1,000,000)
421-710 Transfer to Special Revenue Fund	-	-	-	-	-	-	(7,251)	(7,251)
431-791 Special Revenue Fund Indirect Costs (Use Only for Transfer of Indirect Costs to General Fund)	<u>(628,606)</u>	<u>(339,227)</u>	<u>(11,895)</u>	<u>(20,194)</u>	<u>(9,762)</u>	<u>-</u>	<u>(666,307)</u>	<u>(1,675,991)</u>
Total Other financing Sources (Uses)	<u>(628,606)</u>	<u>(339,227)</u>	<u>(11,895)</u>	<u>(20,194)</u>	<u>(9,762)</u>	<u>-</u>	<u>577,019</u>	<u>(432,665)</u>
Excess/Deficiency of Revenues and Expenditures	-	-	-	-	-	-	(2,291,592)	(2,291,592)
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,188,302</u>	<u>1,188,302</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,103,290)</u>	<u>\$ (1,103,290)</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
SUPPLEMENTAL LISTING OF LEA SUBFUND CODES AND TITLES
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016**

Other Designated Restricted State Grants

- 918 Technology Professional Development
- 919 Education License Plates
- 926 Summer Reading Camps
- 928 EEDA Career Specialists
- 935 Reading Coaches
- 936 Student Health and Fitness - Nurses
- 937 Student Health and Fitness - PE Teachers
- 955 DSS SNAP & E&T Program
- 960 K-5 Enhancement (Carryover Provision)
- 963 K-12 Technology Initiative
- 965 Digital Instructional Materials
- 967 6-8 Enhancement (Carryover Provision)

Title I

- 201 Title I, Basic State Grant Programs

IDEA

- 203 Individuals with Disabilities Education Act (IDEA)

Preschool and Handicapped

- 205 Individuals with Disabilities Education Act (IDEA) Preschool

Occupational Education

- 207 Perkins Aid, Title I, Base Grants Current Year

Adult Education

- 243 Adult Education

Other Special Revenue Programs

- 220 Before and After School Day Care
- 221 Neglected and Delinquent, Title I, Part D
- 224 21st Century Community Learning Centers Program, Title IV
- 233 Gateway: Cradle to Careers
- 234 School Improvement Grant
- 235 Migrant Education, Title I, Part C
- 238 Title I - Support Schools
- 239 Federal Priority Funds
- 240 SC School Climate Initiative
- 245 Title II, Part A
- 256 McKinney-Vento Homeless Educational Assistance Act
- 264 Language Instruction for Limited English Proficient and Immigrant Students, (Title III)
- 267 Improving Teacher Quality, (Title II)
- 299 Junior Reserve Officer Training Corp (JROTC)
- 801 Teaching American History Grant
- 802 School Counseling Grant

**CHARLESTON COUNTY SCHOOL DISTRICT
SUPPLEMENTAL LISTING OF LEA SUBFUND CODES AND TITLES
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)**

Other Special Revenue Programs (Continued)

803	Medicaid - Disabled Student Services
805	Children in Crisis
806	Community Leaders Institute
808	Staff Recognition Fund
811	G&T St. John's University
812	SC Chamber of Commerce Homework Centers
817	District Leased Properties
818	Profoundly Mentally Disabled Grant
819	The Intertech Group Foundation
820	MUSC Wellness Grant
822	CCSD Gear Up
825	SC Gear Up
829	Bosch Community Fund
830	Profoundly Mentally Disabled State Grant
831	Reading Recovery - Clemson Grant
832	Race to the Top
833	Community Education SES Services
835	Charleston's Promise Neighborhood STEAM Pilot Program through the Education Oversight Committee
837	Charleston's Promise Neighborhood
838	Donations For Schools Supplies
839	Student-Generated Tuition for Summer G&T Programs (SMAART)
840	Gifted and Talented Summer SAIL Program
841	Head Start Collaboration
842	Early Head Start Collaboration
844	Miscellaneous Donations
846	Miscellaneous State Restricted
848	Professional Development for Arts Grant/Project AEIOU
850	Artists in Residence
855	Community Education
856	United States Tennis Association (USTA) After School Program
858	Rehabilitative Health Services
859	Boeing Donations
861	Adult Education Local
863	Project Talentum Academy - College of Charleston
865	PTSA Funds
869	E-Rate Funds
870	Teen Pregnancy Prevention
874	Asset Recovery for Technology
880	Teacher Incentive Funds Project
881	Medicaid Nursing Program
893	Higher Education Awareness Program
980	Rising Star

**CHARLESTON COUNTY SCHOOL DISTRICT
SUMMARY SCHEDULE FOR OTHER DESIGNATED RESTRICTED STATE GRANTS
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2016**

Subfund	Revenue	Programs	Revenues	Expenditures	Special Revenue		Special Revenue Fund Unearned Revenue
					Interfund Transfers In (Out)	Other Fund Transfers In (Out)	
918	3198	Technology Professional Development	\$ 243,617	\$ 243,617	\$ -	\$ -	\$ -
919	3193	Education License Plates	6,670	6,670	-	-	-
926	3177	Summer Reading Camps	208,299	208,299	-	-	271,077
928	3118	EEDA Career Specialists	1,414,410	1,414,410	-	-	-
935	3135	Reading Coaches	834,046	834,046	-	-	-
936	3136	Student Health and Fitness - Nurses	1,565,451	1,565,451	-	-	-
937	3127	Student Health and Fitness - PE Teachers	369,567	369,567	-	-	-
955	3155	DSS SNAP and E&T Program	30,913	30,913	-	-	-
960	3610	K-5 Enhancement (Carryover Provision)	400,000	400,000	-	-	-
963	3630	K-12 Technology Initiative	1,997,827	1,997,827	-	-	876,391
965	3620	Digital Instructional Materials	516,680	516,680	-	-	-
967	3607	6-8 Enhancement (Carryover Provision)	74,463	74,463	-	-	-
		Total	<u>\$ 7,661,943</u>	<u>\$ 7,661,943</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,147,468</u>

CHARLESTON COUNTY SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
ALL PROGRAMS
SPECIAL REVENUE FUND – EDUCATION IMPROVEMENT ACT
YEAR ENDED JUNE 30, 2016

Revenues	
3000 Revenue from State Sources:	
3500 Education Improvement Act:	
3502 Assisting, Developing, and Evaluating Professional Teaching (ADEPT)	\$ 52,530
3504 Level Data Reimbursement	66,509
3509 Arts in Education	40,088
3511 Professional Development	223,109
3512 Technology Professional Development	33,729
3518 Formative Assessment	328,740
3525 Career and Technology Education Equipment	319,258
3526 Refurbishment of K-8 Science Kits	153,983
3532 National Board Certification (NBC) Salary Supplement (No Carryover Provision)	2,996,403
3533 Teacher of the Year Awards (No Carryover Provision)	1,077
3535 Reading Coaches	1,174,057
3538 Students at Risk of School Failure	4,142,796
3540 Early Childhood Program (4K Programs Serving Four-Year-Old Children)	1,761,955
3550 Teacher Salary Increase (No Carryover Provision)	8,260,927
3555 School Employer Contributions (No Carryover Provision)	1,238,962
3556 Adult Education	438,549
3558 Reading	197,134
3571 Palmetto Priority Technical Assistance	1,178,391
3577 Teacher Supplies (No Carryover Provision)	917,750
3578 High Schools That Work/Making Middle Grades Work	85,896
3592 Work-Based Learning	61,074
3594 EEDA Supplemental Programs	85,650
3595 EEDA Supplies and Materials	74,240
3597 Aid to Districts	538,886
Total Revenue All Sources	24,371,693
Expenditures	
100 Instruction:	
110 General Instruction:	
111 Kindergarten Programs:	
100 Salaries	\$ 160,099
200 Employee Benefits	39,855
112 Primary Programs:	
100 Salaries	1,133,355
200 Employee Benefits	355,960
300 Purchased Services	8,000
400 Supplies and Materials	455,984
113 Elementary Programs:	
100 Salaries	813,557
200 Employee Benefits	213,889
300 Purchased Services	67,207
400 Supplies and Materials	612,377
600 Other Objects	2,600

CHARLESTON COUNTY SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
ALL PROGRAMS
SPECIAL REVENUE FUND – EDUCATION IMPROVEMENT ACT
YEAR ENDED JUNE 30, 2016
(CONTINUED)

Expenditures (Continued)

114 High School Programs:		
100 Salaries	\$	607,943
200 Employee Benefits		160,657
300 Purchased Services		72,826
400 Supplies and Materials		273,677
600 Other Objects		1,600
115 Vocation Programs:		
100 Salaries		62,859
200 Employee Benefits		16,017
300 Purchased Services		1,226
400 Supplies and Materials		214,129
500 Capital Outlay		96,106
118 Montessori Programs		
100 Salaries		30,000
200 Employee Benefits		7,466
120 Exceptional Programs:		
121 Educable Mentally Handicapped:		
100 Salaries		82,321
200 Employee Benefits		26,684
122 Trainable Mentally Handicapped:		
100 Salaries		14,039
200 Employee Benefits		3,759
125 Hearing Handicapped:		
100 Salaries		7,813
200 Employee Benefits		1,936
126 Speech Handicapped:		
100 Salaries		35,208
200 Employee Benefits		8,762
400 Supplies and Materials		750
127 Learning Disabilities:		
100 Salaries		259,626
200 Employee Benefits		83,940
128 Emotionally Handicapped:		
400 Supplies and Materials		250
130 Pre-School Programs:		
139 Early Childhood Programs:		
100 Salaries		1,657,757
200 Employee Benefits		627,448
300 Purchased Services		1,661
400 Supplies and Materials		177,057
140 Special Programs:		
141 Gifted and Talented - Academic:		
100 Salaries		71,862
200 Employee Benefits		17,802

CHARLESTON COUNTY SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
ALL PROGRAMS
SPECIAL REVENUE FUND – EDUCATION IMPROVEMENT ACT
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Actual
Expenditures (Continued)	
160 Other Exceptional Programs:	
161 Autism:	
100 Salaries	\$ 7,188
200 Employee Benefits	1,789
162 Limited English Proficiency:	
100 Salaries	14,821
200 Employee Benefits	3,693
170 Summer School Programs:	
172 Elementary Summer School:	
100 Salaries	46,313
200 Employee Benefits	11,547
300 Purchased Services	672
400 Supplies and Materials	8,567
173 High School Summer School:	
100 Salaries	48,090
200 Employee Benefits	13,506
300 Purchased Services	208
175 Instructional Programs Beyond Regular School Day:	
100 Salaries	71,327
200 Employee Benefits	17,106
180 Adult/Continuing Educational Programs: 181 Adult Basic Education Programs:	
100 Salaries	80,788
200 Employee Benefits	24,556
182 Adult Secondary Education Programs:	
100 Salaries	129,890
200 Employee Benefits	37,391
300 Purchased Services	1,000
400 Supplies and Materials	2,300
188 Parenting/Family Literacy:	
100 Salaries	30,037
200 Employee Benefits	7,491
Total Instruction	9,044,344
200 Support Services:	
210 Pupil Services:	
211 Attendance and Social Work Services:	
100 Salaries	-
200 Employee Benefits	-
300 Purchased Services	-

CHARLESTON COUNTY SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
ALL PROGRAMS
SPECIAL REVENUE FUND – EDUCATION IMPROVEMENT ACT
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Actual
Expenditures (Continued)	
212 Guidance Services:	
100 Salaries	\$ 266,825
200 Employee Benefits	80,955
300 Purchased Services	44,842
400 Supplies and Materials	32,372
213 Health Services:	
100 Salaries	49,662
200 Employee Benefits	17,809
220 Instructional Staff Services:	
221 Improvement of Instruction-Curriculum Development:	
100 Salaries	2,026,154
200 Employee Benefits	662,380
300 Purchased Services	165,604
400 Supplies and Materials	65,007
222 Library and Media:	
100 Salaries	66,065
200 Employee Benefits	16,396
223 Supervision of Special Programs:	
100 Salaries	321,395
200 Employee Benefits	108,626
300 Purchased Services	1,367
224 Improvement of Instruction - Inservice and Staff Training:	
100 Salaries	21,809
200 Employee Benefits	5,439
300 Purchased Services	446,290
400 Supplies and Materials	116,321
600 Other Objects	1,100
230 General Administration Services:	
233 School Administration:	
100 Salaries	115,086
200 Employee Benefits	31,913

CHARLESTON COUNTY SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
ALL PROGRAMS
SPECIAL REVENUE FUND – EDUCATION IMPROVEMENT ACT
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Actual
Expenditures (Continued)	
250 Finance and Operations Services:	
251 Student Transportation (Federal/District Mandated):	
100 Salaries	\$ 1,197
200 Employee Benefits	102
253 Facilities Acquisition and Construction:	
400 Supplies and Materials	66,508
255 Student Transportation (State Mandated):	
300 Purchased Services	12,030
270 Support Services - Pupil Activity:	
271 Pupil Services Activities:	
300 Purchased Services	14,964
600 Other Objects	712
Total Support Services	4,758,930
300 Community Services:	
350 Custody and Care of Children:	
100 Salaries	3,047
200 Employee Benefits	1,110
Total Community Services	4,157
410 Intergovernmental Expenditures:	
416 Payments to Public Charter Schools	
720 Transits	1,845,790
Total Intergovernmental Expenditures	1,845,790
Total Expenditures	15,653,221
Other Financing Sources (Uses)	
Interfund Transfers, From (To) Other Funds:	
420-710 Transfer to General Fund (Exclude Indirect Costs)	(8,718,472)
Total Other Financing Sources (Uses)	(8,718,472)
Excess/Deficiency of Revenues and Expenditures	-
Fund Balance, Beginning of Year	-
Fund Balance, End of Year	\$ -

**CHARLESTON COUNTY SCHOOL DISTRICT
SUMMARY SCHEDULE BY PROGRAM
SPECIAL REVENUE FUND – EDUCATION IMPROVEMENT ACT
YEAR ENDED JUNE 30, 2016**

Program	Revenues	Expenditures	EIA Interfund Transfers In/(Out)	Other Fund Transfers In/(Out)	EIA Fund Unearned Revenue
3500 Education Improvement Act:					
3502 Assisting, Developing, and Evaluating Professional Teaching (ADEPT)	\$ 52,530	\$ 52,530	\$ -	\$ -	\$ 73,919
3504 Level Data Reimbursement	66,509	66,509	-	-	-
3509 Arts in Education	40,088	40,088	-	-	1,762
3511 Professional Development	223,109	223,109	-	-	243,205
3512 Technology Professional Development	33,729	33,729	-	-	212,109
3518 Formative Assessment	328,740	328,740	-	-	-
3525 Career and Technology Education Equipment	319,258	319,258	-	-	76,679
3526 Refurbishment of K-8 Science Kits	153,983	153,983	-	-	-
3532 National Board Certification (NBC) Salary Supplement	2,996,403	2,996,403	-	-	-
3533 Teacher of the Year Awards	1,077	1,077	-	-	-
3535 Reading Coaches	1,174,057	1,174,057	-	-	240,954
3538 Students at Risk of School Failure	4,142,796	4,142,796	-	-	-
3540 Early Childhood Program (4K Programs Serving Four-Year-Old Children)	1,761,955	1,761,955	-	-	-
3550 Teacher Salary Increase	8,260,927	630,387	(7,630,540)	-	-
3555 School Employer Contributions	1,238,962	151,030	(1,087,932)	-	-
3556 Adult Education	438,549	438,549	-	-	-
3558 Reading	197,134	197,134	-	-	239,042
3571 Palmetto Priority Technical Assistance	1,178,391	1,178,391	-	-	211,722
3577 Teacher Supplies	917,750	917,750	-	-	-
3578 High Schools That Work/Making Middle Grades Work	85,896	85,896	-	-	114,731
3592 Work-Based Learning	61,074	61,074	-	-	30,789
3594 EEDA Supplemental Programs	85,650	85,650	-	-	-
3595 EEDA - Supplies and Materials - Career Awareness	74,240	74,240	-	-	74,515
3597 Aid to Districts	538,886	538,886	-	-	-
Total	<u>\$24,371,693</u>	<u>\$15,653,221</u>	<u>\$ (8,718,472)</u>	<u>\$ -</u>	<u>\$ 1,519,427</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
 DETAILED SCHEDULE OF DUE TO STATE DEPARTMENT OF
 EDUCATION/FEDERAL GOVERNMENT
 YEAR ENDED JUNE 30, 2016**

Program	Project/Grant Number	Revenue & Subfund Code	Description	Amount Due to State Department of Education or Federal Government	Statue of Amount Due to Grantors
---------	-------------------------	------------------------------	-------------	--	--

No funds are due to State/Federal government

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOOD SERVICE FUND
YEAR ENDED JUNE 30, 2016

	Actual
Revenues	
1000 Revenue from Local Sources:	
1500 Earnings on Investments:	
1510 Interest on Investments	\$ 31,647
1600 Food Service:	
1610 Lunch Sales to Pupils	2,078,565
1620 Breakfast Sales to Pupils	76,683
1630 Special Sales to Pupils	1,579,933
1640 Lunch Sales to Adults	178,293
1650 Breakfast Sales to Adults	3,539
1660 Special Sales to Adults	97,432
1900 Other Revenue from Local Sources:	
1992 Canteen Operations	219,109
1999 Revenue from Other Local Sources	172,604
Total Revenue from Local Sources	4,437,805
3000 Revenue from State Sources:	
3100 Restricted State Funding:	
3140 School Lunch:	
3142 Program Aid	1,900
Total Revenue from State Sources	1,900
4000 Revenue from Federal Sources:	
4800 USDA Reimbursement:	
4810 School Lunch and After School Snacks Program	12,620,131
4830 School Breakfast Program	5,429,754
4860 Fresh Fruit and Vegetable Program (FFVP) (Carryover Provision)	407,369
4900 Other Federal Sources:	
4991 USDA Commodities (Food Distribution Program) (Carryover Provision)	1,401,970
4999 Revenue from Other Federal Sources	1,387,305
Total Revenue from Federal Sources	21,246,529
Total Revenue All Sources	25,686,234

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOOD SERVICE FUND
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Actual
Expenditures	
200 Support Services:	
256 Food Service:	
100 Salaries	\$ 6,978,174
140 Terminal Leave	14,126
200 Employee Benefits	2,764,099
300 Purchased Services (Exclude Gas, Oil, Electricity, Other Heating Fuels, and Direct Purchased Services)	2,494,556
400 Supplies and Materials (Include Gas, Oil, Electricity and Other Heating Fuels)	12,520,204
500 Capital Outlay	261,974
600 Other Objects	27,619
Total Food Services Expenditures	25,060,752
 Other Financing Sources (Uses)	
Interfund Transfers, From (To) Other Funds:	
5210 Transfer from General Fund (Excludes Indirect Costs)	825,000
432-791 Food Service Fund Indirect Costs	(1,258,256)
Total Other Financing Sources (Uses)	(433,256)
 Excess/Deficiency of Revenues and Expenditures	192,226
 Fund Balance, Beginning of Year	8,042,285
 Fund Balance, End of Year	\$ 8,234,511

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DEBT SERVICE FUND – DISTRICT
YEAR ENDED JUNE 30, 2016

	Actual
Revenues	
1000 Revenue from Local Sources:	
1100 Taxes:	
1110 Ad Valorem Taxes-Including Delinquent (Fiscally Independent LEA)(Independent)	\$ 82,672,934
1140 Penalties and Interest on Taxes	3,227,998
1200 Revenue from Local Government Units Other than LEAs:	
1280 Revenue In Lieu of Taxes (Independent and Dependent)	1,829,811
1500 Earnings on Investments:	
1530 Gain or Loss on Sale of Investments	438,882
Total Revenue from Local Sources	88,169,625
3000 Revenue from State Sources:	
3800 State Revenue in Lieu of Taxes:	
3820 Homestead Exemption	1,198,756
3830 Merchant's Inventory Tax	445,953
3840 Manufacturers Depreciation Reimbursement	144,725
3890 Other State Property Tax Revenues (Includes Motor Carrier Vehicle Tax)	71,769
Total Revenue from State Sources	1,861,203
4000 Revenue from Federal Sources:	
4900 Other Federal Sources:	
4999 Revenue from Other Federal Sources	645,730
Total Revenue from Federal Sources	645,730
Total Revenue All Sources	90,676,558
Expenditures	
500 Debt Service:	
319 Legal Services	206,908
610 Redemption of Principal	19,030,000
620 Interest	7,361,038
Total Debt Service	26,597,946
Total Expenditures	26,597,946
Other Financing Sources (Uses)	
Interfund Transfers, From (To) Other Funds:	
423-710 Transfer to Debt Service Fund - CEEF	(33,005,729)
424-710 Transfer to Capital Projects Fund - District	(31,290,851)
Total Other Financing Sources (Uses)	(64,296,580)
Excess/Deficiency of Revenues and Expenditures	(217,968)
Fund Balance, Beginning of Year	(8,869,518)
Fund Balance, End of Year	\$ (9,087,486)

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DEBT SERVICE FUND – CEEF
YEAR ENDED JUNE 30, 2016

	Actual
Expenditures	
500 Debt Service:	
610 Redemption of Principal	\$ 10,500,000
620 Interest	22,796,580
690 Other Objects (Includes Fees for Servicing Bonds)	18,395
Total Debt Service	33,314,975
Total Expenditures	33,314,975
Other Financing Sources (Uses)	
Interfund Transfers, From (To) Other Funds:	
5240 Transfer from Debt Service Fund - District	33,005,729
5250 Transfer from Capital Projects Fund - CEEF	290,851
Total Other Financing Sources (Uses)	33,296,580
Excess/Deficiency of Revenues and Expenditures	(18,395)
Fund Balance, Beginning of Year	601,466
Fund Balance, End of Year	\$ 583,071

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
CAPITAL PROJECTS - DISTRICT
YEAR ENDED JUNE 30, 2016

	Actual
Revenues	
1000 Revenue from Local Sources:	
1100 Taxes:	
1190 Other Taxes (Independent)	\$ 95,650,032
1500 Earnings on Investments:	
1510 Interest on Investments	554,708
1900 Miscellaneous Local Revenue:	
1999 Revenue from Other Local Sources	325,233
Total Revenue from Local Sources	96,529,973
2000 Intergovernmental Revenue:	
2200 Payments from Public Charter Schools	78,000
Total Intergovernmental Revenue	78,000
Total Revenue All Sources	96,607,973
Expenditures	
250 Finance and Operations:	
253 Facilities Acquisition & Construction:	
100 Salaries	1,445,752
200 Employee Benefits	450,891
300 Purchased Services	6,943,546
400 Supplies and Materials	15,368,649
500 Capital Outlay:	
510 Land	53,612
520 Construction Services	65,357,292
530 Improvements Other Than Buildings	1,575,914
540 Equipment	8,766,494
545 Technology, Equipment and Software	9,126,003
550 Vehicles	404,661
580 Mobile Classrooms	1,741,960
590 Other Capital Outlay	12,242,376
600 Other Objects:	
690 Other Objects	459
Total Support Services	123,477,609
500 Debt Service:	
620 Interest	(2,004,121)
Total Debt Service	(2,004,121)
Total Expenditures	121,473,488

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
CAPITAL PROJECTS – DISTRICT
YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Actual
Other Financing Sources (Uses)	
Interfund Transfers, From (To) Other Funds:	
5240 Transfer from Debt Service Fund - District	\$ 31,290,851
Total Other Financing Sources (Uses)	31,290,851
 Excess/Deficiency of Revenues and Expenditures	 6,425,336
 Fund Balance, Beginning of Year	 45,367,525
 Fund Balance, End of Year	 \$ 51,792,861

CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
CAPITAL PROJECTS – CEEF
YEAR ENDED JUNE 30, 2016

	Actual
Expenditures	
250 Finance and Operations:	
253 Facilities Acquisition & Construction:	
300 Purchased Services	\$ 33,037
500 Capital Outlay:	
520 Construction Services	108,949
545 Technology, Equipment and Software	5,121
590 Other Capital Outlay	4,945
Total Support Services	152,052
Total Expenditures	152,052
Other Financing Sources (Uses)	
Interfund Transfers, From (To) Other Funds:	
423-710 Transfer to Debt Service Fund - CEEF	(290,851)
Total Other Financing Sources (Uses)	(290,851)
Excess/Deficiency of Revenues and Expenditures	(442,903)
Fund Balance, Beginning of Year	442,903
Fund Balance, End of Year	\$ -

**CHARLESTON COUNTY SCHOOL DISTRICT
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN
DUE TO STUDENT ORGANIZATIONS
PUPIL ACTIVITY FUND
YEAR ENDED JUNE 30, 2016**

	Actual
Revenues	
1000 Revenue from Local Sources:	
1500 Earnings on Investments:	
1510 Interest on Investments	\$ 3,316
1700 Pupil Activities:	
1710 Admissions	2,189,753
1720 Bookstore Sales	182,954
1730 Pupil Organization Membership Dues and Fees	99,779
1740 Student Fees	1,909,839
1790 Other	3,294,152
1900 Other Revenue from Local Sources:	
1999 Revenue from Other Local Sources	916,702
Total Receipts from Local Sources	8,596,495
 Total Receipts All Sources	 8,596,495
 Disbursements	
190 Instructional Pupil Activity:	
660 Pupil Activity	3,318,504
270 Support Services Pupil Activity:	
271 Pupil Service Activities:	
100 Salaries (Optional)	187,942
200 Employee Benefits (Optional)	43,220
300 Purchased Services (Optional)	715,634
400 Supplies and Materials (Optional)	712,159
600 Other Objects	39,800
660 Pupil Activity	(250,817)
272 Enterprise Activities:	
660 Pupil Activity	2,710,905
273 Trust and Agency Activities:	
600 Other Objects	4,000
660 Enterprise Activity	590,277
Total Pupil Activity Expenditures	8,071,624
 Total Disbursements	 8,071,624
 Excess/Deficiency of Receipts and Disbursements	 524,871
 Due to Student Organizations, Beginning of Year	 3,305,651
 Due to Student Organizations, End of Year	 \$ 3,830,522

**CHARLESTON COUNTY SCHOOL DISTRICT
COMBINING SCHEDULE OF NET POSITION
CHARTER SCHOOLS
YEAR ENDED JUNE 30, 2016**

Schedule F-1

	James Island Charter High School	Charleston Development Academy, Inc.	East Cooper Montessori Charter School	Orange Grove Elementary Charter School	Charleston Charter School for Math and Science	Pattison's Academy of Comprehensive Education	Carolina Voyager Charter School	Greg Mathis Charter High School	MSEG at Brentwood	Allegro Music School	Totals
Assets											
Cash and Cash Equivalents	\$ 1,488,832	\$ 779,500	\$ 792,875	\$ 3,462,045	\$ 869,395	\$ -	\$ 395,192	\$ 50,913	\$ 372,927	\$ 87,801	\$ 8,299,480
Investments	3,546,551	-	-	-	-	-	-	-	-	-	3,546,551
Accounts Receivable	15,000	4,710	-	-	165	-	-	468	-	150,000	170,343
Pledges Receivable	-	-	-	-	-	-	-	-	-	298,162	298,162
Due from Governmental Agencies	-	4,101	209,808	-	72,821	-	20,573	82,723	-	58,304	448,330
Due from Others	112,496	-	-	10,000	-	-	-	-	20,068	-	142,564
Due from Primary Government	-	-	-	-	-	-	-	-	369,928	-	369,928
Prepaid Expenses	120,524	16,754	79,114	6,812	61,377	-	10	9,000	14,932	10,533	446,056
Capital Assets, Net of Accumulated Depreciation	3,286,383	133,007	2,578,739	1,771,352	49,115	7,827	295,731	10,522	2,601,841	370,263	11,104,780
Total Assets	8,569,786	938,072	3,660,536	5,250,209	1,052,873	7,827	711,506	153,626	3,506,696	975,063	24,826,194
Deferred Outflows of Resources											
Deferred Pension Charges	1,409,180	-	215,183	700,694	624,698	-	-	-	-	-	2,949,755
Total Deferred Outflows of Resources	1,409,180	-	215,183	700,694	624,698	-	-	-	-	-	2,949,755
Liabilities											
Cash Overdraft	-	-	-	-	-	27,953	-	-	-	-	27,953
Accounts Payable and Accrued Liabilities	104,865	94,084	262,888	387,793	144,294	49,050	44,784	89,245	662,910	19,440	1,859,353
Unearned Revenue	-	39,751	7,187	-	-	-	-	82,375	-	15,000	144,313
Due to Others	-	-	-	750	-	6,502	-	704	-	-	7,956
Accrued Compensation and Related Benefits	35,599	-	-	-	49,091	-	-	-	-	-	84,690
Due to Primary Government	3,110,060	-	-	-	-	-	-	-	-	-	3,110,060
Long-term Liabilities:	-	-	-	-	-	-	-	-	-	-	-
Net Pension Liability	17,986,216	-	2,282,495	8,348,226	4,535,026	-	-	-	-	-	33,151,963
Due Within One Year	48,280	16,381	213,651	-	-	60,000	-	26,692	-	-	365,004
Due in More than One Year	-	56,625	2,146,834	-	-	7,982	-	60,696	-	-	2,272,137
Total Liabilities	21,285,020	206,841	4,913,055	8,736,769	4,728,411	151,487	44,784	259,712	662,910	34,440	41,023,429
Deferred Inflows of Resources											
Deferred Pension Credits	243,229	-	4,082	193,981	8,110	-	-	-	-	-	449,402
Total Deferred Inflows of Resources	243,229	-	4,082	193,981	8,110	-	-	-	-	-	449,402
Net Position											
Net Investment in Capital Assets	3,286,383	60,001	218,254	1,771,352	49,115	7,827	295,731	10,522	-	370,263	6,069,448
Unrestricted	(14,835,666)	671,230	(1,259,672)	(4,751,199)	(3,108,065)	(151,487)	370,991	(116,608)	2,843,786	570,360	(19,766,330)
Total Net Position	\$ (11,549,283)	\$ 731,231	\$ (1,041,418)	\$ (2,979,847)	\$ (3,058,950)	\$ (143,660)	\$ 666,722	\$ (106,086)	\$ 2,843,786	\$ 940,623	\$ (13,696,882)

**CHARLESTON COUNTY SCHOOL DISTRICT
COMBINING SCHEDULE OF ACTIVITIES
CHARTER SCHOOLS
YEAR ENDED JUNE 30, 2016**

Schedule F-2

	James Island Charter High School	Charleston Development Academy, Inc.	East Cooper Montessori Charter School	Orange Grove Elementary Charter School	Charleston Charter School for Math and Science	Pattison's Academy of Comprehensive Education	Carolina Voyager Charter School	Greg Mathis Charter High School	MSEG at Brentwood	Allegro Music School	Totals
Functions/Programs											
Governmental Activities:											
Instruction											
Expenses	\$ (1,778,262)	\$ (1,079,463)	\$ (1,967,535)	\$ (5,491,242)	\$ (2,826,066)	\$ (537,915)	\$ (721,130)	\$ (379,793)	\$ (4,659,369)	\$ (670,645)	(30,111,420)
Revenues											
Charges for Services	-	-	-	608,734	106,040	-	17,068	-	-	-	731,842
Operating Grants and Contributions	14,530,203	1,808,662	2,661,113	6,817,433	4,750,070	607,868	1,244,627	987,569	5,880,072	980,324	40,267,941
Support Services											
Expenses	(7,272,927)	(603,294)	(1,079,819)	(1,964,537)	(3,202,772)	(418,910)	(530,667)	(576,792)	-	(628,646)	(16,278,364)
Community Services											
Expenses	-	-	(21,199)	-	-	-	-	-	-	-	(21,199)
Interest Expense and Other Charges											
	-	(3,819)	(106,314)	-	-	-	-	-	(61,500)	-	(171,633)
Total Governmental Activities	<u>(4,520,986)</u>	<u>122,086</u>	<u>(513,754)</u>	<u>(29,612)</u>	<u>(1,172,728)</u>	<u>(348,957)</u>	<u>9,898</u>	<u>30,984</u>	<u>1,159,203</u>	<u>(318,967)</u>	<u>(5,582,833)</u>
General Revenues											
Miscellaneous Revenue	292,814	64,836	288,446	123,623	887,864	354,597	135,502	22,578	-	730,790	2,901,050
Investment Earnings	-	583	30,306	-	1,777	-	136	-	-	325,161	357,963
Total General Revenues	<u>292,814</u>	<u>65,419</u>	<u>318,752</u>	<u>123,623</u>	<u>889,641</u>	<u>354,597</u>	<u>135,638</u>	<u>22,578</u>	<u>-</u>	<u>1,055,951</u>	<u>3,259,013</u>
Change in Net Position	(4,228,172)	187,505	(195,002)	94,011	(283,087)	5,640	145,536	53,562	1,159,203	736,984	(2,323,820)
Net Position, Beginning of Year - As Reported											
	<u>(7,321,111)</u>	<u>543,726</u>	<u>(846,416)</u>	<u>(3,073,858)</u>	<u>(2,775,863)</u>	<u>(149,300)</u>	<u>521,186</u>	<u>(159,648)</u>	<u>-</u>	<u>-</u>	<u>(13,261,284)</u>
Addition of Component Units - See Note 1											
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,684,583</u>	<u>203,639</u>	<u>1,888,222</u>
Net Position, Beginning of Year - As Restated											
	<u>(7,321,111)</u>	<u>543,726</u>	<u>(846,416)</u>	<u>(3,073,858)</u>	<u>(2,775,863)</u>	<u>(149,300)</u>	<u>521,186</u>	<u>(159,648)</u>	<u>1,684,583</u>	<u>203,639</u>	<u>(11,373,062)</u>
Net Position, End of Year											
	<u>\$ (11,549,283)</u>	<u>\$ 731,231</u>	<u>\$ (1,041,418)</u>	<u>\$ (2,979,847)</u>	<u>\$ (3,058,950)</u>	<u>\$ (143,660)</u>	<u>\$ 666,722</u>	<u>\$ (106,086)</u>	<u>\$ 2,843,786</u>	<u>\$ 940,623</u>	<u>\$ (13,696,882)</u>

**CHARLESTON COUNTY SCHOOL DISTRICT
LOCATION RECONCILIATION SCHEDULE
YEAR ENDED JUNE 30, 2016**

Location ID	Location Description	Education Level	Cost Type	Total Expenditures
0000	Debt Service	Non-School	Central	\$ 58,036,520
0100	Board of Trustees	Non-School	Central	226,562
0101	Superintendent's Office	Non-School	Central	616,357
0102	Middle School Learning Collaborative	Non-School	Central	227,916
0103	Facilities and Asset Management	Non-School	Central	437,706
0104	Chief Academic Office	Non-School	Central	3,674,507
0105	Payroll Office	Non-School	Central	574,254
0106	Accounting Office	Non-School	Central	742,728
0107	Community Schools Office	Non-School	Central	280,999
0108	Employee Relations	Non-School	Central	326,140
0109	Bus Lots	Non-School	Central	307,378
0110	Maintenance Department	Non-School	Central	2,946,799
0112	School Food Services	Non-School	Central	4,286,116
0113	Capital Improvement	Non-School	Central	6,086,330
0115	Communications	Non-School	Central	1,473,953
0116	Construction Procurement	Non-School	Central	201,402
0117	Office of General Counsel	Non-School	Central	624,392
0118	Gifted & Talented Office	Non-School	Central	524,549
0119	Plant Operations	Non-School	Central	502,261
0120	Federal Programs Office	Non-School	Central	2,915,494
0121	Fine Arts Office	Non-School	Central	274,540
0122	English As A Second Language	Non-School	Central	208,907
0123	Adult Education	Non-School	Central	1,119,501
0124	Office of Teacher Effectiveness	Non-School	Central	4,036,965
0125	Instructional Support	Non-School	Central	1,901,656
0126	Summer School Office	Non-School	Central	605,744
0127	Various Schools	Other Schools	School	823,826
0128	Curriculum & Instruction	Non-School	Central	1,379,058
0130	Human Capital Dev Office	Non-School	Central	152,350
0132	Community Outreach	Non-School	Central	443,597
0133	Office of Safe & Orderly Schls	Non-School	Central	543,282
0134	Nurse Services Office	Non-School	Central	815,057
0135	Career & Technology Education	Non-School	Central	585,908
0136	Pupil Accounting Office	Non-School	Central	218,160
0137	Business Intelligence	Non-School	Central	1,085,362
0138	Copy Center	Non-School	Central	71,957
0139	Archives & Records Office	Non-School	Central	150,200
0140	Public Safety Office	Non-School	Central	928,955
0141	Internal Audit	Non-School	Central	611,393
0142	Social Studies Office	Non-School	Central	418,817
0143	Science Office	Non-School	Central	467,784
0144	Procurement Services	Non-School	Central	555,925
0145	English/Language Arts Office	Non-School	Central	336,129
0146	Math Office	Non-School	Central	344,802
0147	Capital Projects	Non-School	Central	293,507
0150	Math Office	Non-School	Central	391,708
0151	Headstart/Ehs/Preschool	Non-School	Central	2,705,736
0152	Technology & Information Systems	Non-School	Central	1,822,060
0153	IT Network Operations	Non-School	Central	2,813,495
0154	Student Transportation	Non-School	Central	334,942
0155	Educational Technology	Non-School	Central	1,891,865

**CHARLESTON COUNTY SCHOOL DISTRICT
LOCATION RECONCILIATION SCHEDULE
YEAR ENDED JUNE 30, 2016
(CONTINUED)**

Location				Total
ID	Location Description	Education Level	Cost Type	Expenditures
0156	IT Customer Support	Non-School	Central	\$ 2,961,319
0157	Human Resources	Non-School	Central	3,734,974
0158	Budgeting Office	Non-School	Central	872,682
0159	Bridge View Drive	Non-School	Central	702,672
0160	Hvac Shop	Non-School	Central	1,876,076
0161	Energy Services	Non-School	Central	342,067
0162	Plumbing Shop	Non-School	Central	1,778,530
0164	Carpentry Shop	Non-School	Central	2,104,026
0165	Central Media Services	Non-School	Central	104,832
0166	Risk Management	Non-School	Central	426,325
0167	Guidance	Non-School	Central	673,095
0167	Special Education Department	Non-School	Central	3,806,163
0170	Assessment & Evaluation	Non-School	Central	996,641
0171	Contracts/Procurement Svcs	Non-School	Central	244,828
0172	Electrical Shop	Non-School	Central	1,443,203
0173	Chief Information Office	Non-School	Central	953,693
0180	Chief Finance & Operations	Non-School	Central	612,921
0181	Title I District Wide	Non-School	Central	1,141,771
0182	Video Services	Non-School	Central	222,179
0193	General Services	Non-School	Central	1,301,324
0194	Carolina Youth Development	Non-School	Central	27,694
0195	Financial Services	Non-School	Central	1,272,559
0196	Admin Building (75 Calhoun St.)	Non-School	Central	1,082,311
0199	Buffer	Non-School	Central	3,851
0200	Elementary Learning Comm	Non-School	Central	1,098,462
0202	Mt Pleasant Academy	Elementary	School	4,734,529
0203	Mamie P Whitesides Elementary	Elementary	School	5,475,654
0204	Sullivan's Island Elementary	Elementary	School	4,444,656
0205	Belle Hall Elementary	Elementary	School	5,562,521
0207	Jennie Moore Elementary	Elementary	School	14,930,937
0208	Charles Pinckney Elementary	Elementary	School	7,548,950
0209	Laurel Hill Primary	Other Schools	School	8,203,112
0210	Gov James B Edwards Elementary	Elementary	School	5,291,599
0212	Old Whitesides Site	Elementary	School	1,338,090
0213	Sewee Academy	Elementary	School	7,549,841
0239	Montessori Mt Plea Charter Es	Other Schools	School	2,760,159
0242	Laing Middle	Middle School	School	14,396,456
0245	Moultrie Middle	Middle School	School	6,467,238
0247	Cario Middle	Middle School	School	9,137,179
0252	Old Wando High School Site	Non-School	Central	222,494
0253	New District 2 High School	High School	School	1,235,565
0257	Wando High School	High School	School	34,584,963
0258	Wando Community School	Other Schools	School	534,103
0268	Windwood Farms Program	Non-School	Central	342,505
0300	Old District 3 Learn Comm	Non-School	Central	91,875
0303	Riverland Terrace Shop	Non-School	Central	8,901
0304	Harborview Elementary	Elementary	School	5,384,840

**CHARLESTON COUNTY SCHOOL DISTRICT
LOCATION RECONCILIATION SCHEDULE
YEAR ENDED JUNE 30, 2016
(CONTINUED)**

Location					Total
ID	Location Description	Education Level	Cost Type	Expenditures	
0305	Stiles Point Elementary	Elementary	School	\$	5,513,190
0309	Murray-Lasaine Elementary	Elementary	School		9,347,407
0310	James Island Elementary	Elementary	School		5,128,823
0342	James Island Middle	Middle School	School		2,981,237
0343	Fort Johnson Middle	Middle School	School		4,041,720
0350	James Island Charter High	Other Schools	School		19,788,059
0351	James Is Hi Community School	Other Schools	School		224,574
0359	Septima P Clark Academy	High School	School		2,081,755
0384	Assessment & Support	Non-School	Central		4,111,366
0400	CPN and District 4 Office	Non-School	Central		138,800
0403	Lambs Service Center	Non-School	Central		41,124
0410	McNair Building	Non-School	Central		115,560
0411	Child & Family Development Ctr	Non-School	Central		922,983
0412	Chicora Elementary	Elementary	School		14,174,106
0413	E A Burns Elementary	Elementary	School		6,164,375
0414	Lambs Elementary	Elementary	School		4,226,769
0415	Ladson Elementary	Elementary	School		7,231,366
0416	Pinehurst Elementary	Elementary	School		6,509,906
0418	North Charleston Elementary	Elementary	School		5,115,742
0419	North Chas Creative Arts Elem	Elementary	School		16,011,793
0420	Malcolm C Hursey Elementary	Elementary	School		4,218,390
0421	W B Goodwin Elementary	Elementary	School		5,968,701
0422	Matilda F Dunston Elementary	Elementary	School		3,997,491
0424	Hunley Park Elementary	Elementary	School		4,363,132
0425	A C Corcoran Elementary	Elementary	School		6,402,379
0426	Midland Park Primary School	Other Schools	School		5,898,375
0428	New Property North Charleston Elementary	Elementary	School		1,269,268
0435	Mary Ford Elementary	Elementary	School		4,177,533
0436	Pepperhill Elementary	Elementary	School		6,235,211
0437	Leadership Academy North Charleston	Other Schools	School		2,874,855
0438	Northwoods Middle School	Middle School	School		8,169,326
0439	Brentwood Middle	Middle School	School		188,602
0440	Morningside Boys Academy	Middle School	School		7,718
0441	Morningside Middle	Middle School	School		6,086,013
0442	Military Magnet Academy	High School	School		7,466,968
0443	Zucker Middle School	Middle School	School		5,175,240
0444	Chas County School of The Arts	Other Schools	School		10,268,545
0445	Garrett Academy of Technology	High School	School		7,534,469
0446	North Charleston High	High School	School		7,466,959
0447	Garrett Community Ed	Other Schools	School		150,875
0448	R B Stall High	High School	School		12,394,040
0449	Stall Community Ed	Other Schools	School		193,720
0450	Academic Magnet High School	High School	School		6,162,030
0452	Charlestowne Academy	Other Schools	School		18,661
0453	Gregg Mathis Charter	Other Schools	School		1,074,756
0454	Daniel Jenkins Academy	Middle School	School		2,827,755

**CHARLESTON COUNTY SCHOOL DISTRICT
LOCATION RECONCILIATION SCHEDULE
YEAR ENDED JUNE 30, 2016
(CONTINUED)**

Location				Total
ID	Location Description	Education Level	Cost Type	Expenditures
0464	Juvenile Detention Ctr Twin Ri	Non-School	Central	\$ 242,988
0465	Summit Program	Non-School	Central	421,220
0466	Department of Juvenile Justice	Non-School	Central	7,545
0467	Liberty Hill Academy	Other Schools	School	3,800,658
0469	Naval Base Facility	Non-School	Central	90
0470	St James-Santee Elementary	Elementary	School	3,315,290
0472	Mcclellanville Middle	Middle School	School	67,249
0473	Lincoln High	High School	School	3,950,077
0474	District 10 Constituent Office	Non-School	Central	21,628
0475	Plant Operations	Non-School	Central	101,897
0476	St Andrews Elementary	Elementary	School	7,045,577
0478	Stono Park Elementary	Elementary	School	3,649,586
0479	Oakland Elementary	Elementary	School	5,311,989
0480	Orange Grove Charter Elmtry	Other Schools	School	7,196,108
0481	Ashley River Elementary	Elementary	School	6,133,994
0482	Springfield Elementary	Elementary	School	19,440,282
0483	Montessori Community Schl Chas	Other Schools	School	2,401,236
0484	Drayton Hall Elementary	Elementary	School	5,522,098
0485	C E Williams Academic Magnet	Middle School	School	5,206,747
0486	West Ashley Middle	Middle School	School	357,885
0487	Advanced Studies West Ashley Middle	Middle School	School	7,417,976
0488	St Andrews Middle	Middle School	School	1,689,451
0489	West Ashley High School	High School	School	16,433,610
0490	West Ashley Comm Schl	Other Schools	School	224,619
0491	WA Head Start	Non-School	Central	836,428
0492	Pattison's Academy Charter	Other Schools	School	782,879
0493	Materials Resource Center	Non-School	Central	2,338
0494	Secondary Learning Community	Non-School	Central	1,798,555
0495	Plant Operations	Non-School	Central	1,138,974
0496	Charleston Progressive School	Elementary	School	3,957,695
0497	Memminger Elementary	Elementary	School	4,282,274
0498	James Simons Elementary	Elementary	School	5,405,416
0499	Archer Building	Non-School	Central	57,282
0500	Buist Academy Elementary	Elementary	School	4,125,505
0501	W J Fraser Elementary	Elementary	School	86,524
0502	Julian Mitchell Elementary	Elementary	School	3,831,973
0503	Sanders-Clyde Elementary	Elementary	School	5,768,627
0504	Charleston Development Academy	Other Schools	School	1,814,456
0505	Low Country Tech	Non-School	Central	1,716,983
0744	Burke Middle School	Middle School	School	4,565,298
0749	Alternative School	Alternative School	School	1,037,948
0750	Florence Crittenton	Non-School	Central	8,863
0752	Thomas Myers II	Non-School	Central	1,196,299
0755	Burke High	High School	School	9,492,707
0756	Burke Community Ed	Non-School	Central	288,388

**CHARLESTON COUNTY SCHOOL DISTRICT
LOCATION RECONCILIATION SCHEDULE
YEAR ENDED JUNE 30, 2016
(CONTINUED)**

Location				Total
ID	Location Description	Education Level	Cost Type	Expenditures
0761	Chas Math & Science Charter	Other Schools	School	\$ 4,778,583
0762	Allegro Charter School	Other Schools	School	710,523
0777	Chs County Human Services	Non-School	Central	258,796
0784	Child Find	Non-School	Central	133,114
0800	Innovation Zone	Non-School	Central	942,450
0808	C C Blaney Elementary	Elementary	School	1,194,419
0809	Jane Edwards Elementary	Elementary	School	1,704,856
0810	E B Ellington Elementary	Elementary	School	3,924,611
0811	Minnie Hughes Elementary	Elementary	School	2,890,496
0843	R D Schroder Middle	Middle School	School	216,105
0851	Baptist Hill High	High School	School	6,372,360
0852	Baptist Hill Comm Ed	Non-School	Central	19,192
0902	Angel Oak Elementary	Elementary	School	5,635,324
0906	Mt Zion Elementary	Elementary	School	3,196,284
0907	Edith Frierson Elementary	Elementary	School	2,911,954
0944	Haut Gap Middle	Middle School	School	4,861,792
0951	St John's High	High School	School	5,023,110
0952	St Johns Comm Ed	Other Schools	School	18,955
0999	School-Wide Accounts	Non-School	Central	11,021,068
Total Expenditures/Disbursements for All Funds				<u>\$ 725,806,787</u>

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

General Fund	\$ 423,339,281
Special Revenue Fund (Subfunds 200s, 800s, 900s)	72,128,243
Special Revenue EIA Fund (Subfunds 300s)	15,653,221
Special Revenue Food Service Fund (Subfund 600)	25,060,752
Debt Service - District Fund (Subfunds 401 and 418)	26,597,946
Debt Service - CEEF Fund (Subfunds 415, 416, 417)	33,314,975
Capital Projects - District Fund (Subfunds 500s excluding those listed as Capital Projects - CEEF Funds)	121,473,488
Capital Projects - CEEF Fund (Subfunds 550, 551, 552, 555, 561, 563)	152,052
Medals and Awards Permanent Fund (Subfund 702 and 705)	15,205
Agency Fund (Pupil Activity) (Subfunds 706 and 709)	<u>8,071,624</u>
Total Expenditures/Disbursements For All Funds	<u>\$ 725,806,787</u>