

PEE DEE REGIONAL
SUPPLEMENTARY EDUCATION CENTER
Florence, South Carolina

**BASIC FINANCIAL
STATEMENTS AND
SUPPLEMENTAL INFORMATION**

June 30, 2023

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INDEPENDENT AUDITOR'S REPORT

To the Board of
Pee Dee Regional Supplementary Education Center
Florence, South Carolina

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund, of the Pee Dee Regional Supplementary Education Center, as of and for the year then ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Center's basic financial statements, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Pee Dee Regional Supplementary Education Center, as of June 30, 2023, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information and the pension and OPEB schedules on pages 7–11 and 40–45 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pee Dee Regional Supplementary Education Center's basic financial statements. The accompanying combining and individual fund financial schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2024, on our consideration of the Pee Dee Regional Supplementary Education Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Center's 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 Pee Dee Regional Supplementary Education Center's internal control over financial reporting and compliance.

Kenneth Cobb & Company P.C.

Mullins, South Carolina
June 15, 2024

Pee Dee Regional Supplementary Education Center
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2023

This section of the Pee Dee Regional Supplementary Education Center's annual financial report presents our discussion and analysis of the Center's financial performance during the fiscal year that ended on June 30, 2023. Please read it in conjunction with the Center's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

During the year, program revenues accounted for 78.6% total revenues. Overall the Center experienced a decrease in its Net Position of 36.81% over the course of the past fiscal year. This decrease is attributable primarily to an increase in pension and OPEB liabilities, and a decrease in project SHARE revenue.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts—management's discussion and analysis (this section), the basic financial statements, required supplementary information, and supplemental information. The basic financial statements include two kinds of statements that present different views of the Center.

The first two statements are government-wide financial statements that provide both long-term and short-term information about the Centers overall financial status.

The remaining statements are fund financial statements that focus on individual parts of the Center reporting the Center's operations in more detail than the government-wide statements.

The governmental funds statements tell how Center services were financed in the short term as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required elements, we have included a section with combining schedules that provide details about our governmental funds.

Government-Wide Statements

The government-wide financial statements present the financial picture of the Center from the economic resources measurement focus using the accrual basis of accounting. Additionally, certain eliminations have occurred as prescribed by the statement in regards to interfund activity, payables and receivables.

The statement of net position includes all of the government's assets (including capital assets) and all liabilities (including long-term debt). 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 Center's net position and how it has changed. Net position - the difference between the Center's assets and liabilities and deferred inflows and outflows, is one way to measure the Center's financial health, or position.

Over time, changes in the relationship between the Center's net assets and liabilities and deferred inflows and outflows are indicators of whether its financial health is improving or deteriorating. If the relationship between assets is growing faster than liabilities, the financial health is viewed as improving. If liabilities are increasing faster than assets, the financial health is considered to be deteriorating.

To assess the overall health of the Center, one needs to consider certain nonfinancial factors, such as the number of member districts and their enrollment. Since membership fees are based on student enrollment, a declining enrollment in the region means that district cost per pupil increased, making it more difficult for districts to participate in the Center.

Pee Dee Regional Supplementary Education Center
MANAGEMENT'S DISCUSSION AND ANALYSIS
 Year Ended June 30, 2023

On the other hand, rising expectations from state and federal governments place increasing pressure for students to achieve. Small school districts, such as the majority that belong to the Pee Dee Education Center, will need the assistance of a regional service agency to meet these expectations.

The government-wide financial statements of the Center consist of all the Governmental activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the Center's most significant funds - not the Center as a whole. Funds are grouping of related accounts that the Center uses to keep track of specific sources of funding and spending for particular purposes.

The governmental statements are prepared using the current financial resources measurement focus and modified accrual basis of accounting. Reconciliation of the fund financial statements to the government-wide financial statements are provided to explain the differences created by the integrated approach.

Some funds are required by the grantor agency.

The Center establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenue sources.

Governmental funds - All of the Center's basic services are included in governmental funds, which 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 Center's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information on the subsequent page that explains the relationship (or differences) between them.

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

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budgetary comparison schedules for the general fund and certain major special revenue fund, as well as required pension and OPEB schedules.

FINANCIAL ANALYSIS OF THE CENTER AS A WHOLE

Net position. The Center's combined net position amounted to \$640 thousand; of that total, \$623 thousand is in the form of capital assets, net of related debt, resulting in a net position in unrestricted net assets of \$17 thousand.

	<u>Governmental Activities 2023</u>	<u>Governmental Activities 2022</u>	<u>Increase (Decrease)</u>
Current and other assets	\$ 2,591,163	\$ 2,749,570	\$ (158,407)
Capital assets-net	<u>623,105</u>	<u>630,798</u>	<u>(7,693)</u>
Total assets	<u>3,214,268</u>	<u>3,380,368</u>	<u>(166,100)</u>
Deferred outflows of resources			
Deferred pension charges	199,795	186,130	13,665
Deferred OPEB charges	<u>330,047</u>	<u>340,706</u>	<u>(10,659)</u>
	<u>529,842</u>	<u>526,836</u>	<u>3,006</u>

Pee Dee Regional Supplementary Education Center
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2023

	<u>Governmental Activities 2023</u>	<u>Governmental Activities 2022</u>	<u>Increase (Decrease)</u>
Current liabilities	412,363	304,622	107,741
Long-term liabilities	<u>2,268,445</u>	<u>2,339,829</u>	<u>(71,384)</u>
Total liabilities	<u>2,680,808</u>	<u>2,644,451</u>	<u>36,357</u>
Deferred inflows of resources			
Deferred pension credits	5,878	168,266	(162,388)
Deferred OPEB credits	<u>417,714</u>	<u>82,121</u>	<u>335,593</u>
	<u>423,592</u>	<u>250,387</u>	<u>173,205</u>
 Net Position:			
Invested in capital assets, net of related debt	623,105	630,798	(7,693)
Unrestricted (deficit)	<u>16,605</u>	<u>381,569</u>	<u>(364,964)</u>
Total net position	<u>\$ 639,710</u>	<u>\$ 1,012,367</u>	<u>\$ (372,657)</u>

Unrestricted net position, at the end of this year amounted to \$17 thousand dollars. The primary cause of the Center's reduction in net position was due to a decrease in project SHARE revenue.

Changes in net position. The Center's total revenues were \$1.024 million in Fiscal Year 2023. The largest revenue category is operating grants and contributions, which amounted to \$788 thousand and in Fiscal Year 2022. \$805 thousand of total revenues were derived from program revenue, which consisted of charges for services, and operating grants.

The total cost of all programs and services was \$1.396 million in Fiscal Year 2023 and \$862 thousand in fiscal year 2022.

Change in Net Position	<u>Governmental Activities 2023</u>	<u>Governmental Activities 2022</u>	<u>Increase (Decrease)</u>
Revenues:			
Program revenues:			
Charges for services	\$ 17,158	\$ 12,119	\$ 5,039
Operating grants and contributions	787,541	1,106,526	(318,985)
General revenues:			
Other	52,577	36,180	16,397
Grants and contributions not restricted	<u>166,554</u>	<u>139,436</u>	<u>27,118</u>
Total revenue	<u>1,023,830</u>	<u>1,294,261</u>	<u>(270,431)</u>
 Expenses:			
Support services	<u>1,396,487</u>	<u>861,598</u>	<u>534,889</u>
Total expenses	<u>1,396,487</u>	<u>861,598</u>	<u>534,889</u>
Excess (Deficiency) of Revenues over Expenses	<u>(372,657)</u>	<u>432,663</u>	<u>(805,320)</u>
Increase (Decrease) in net position	(372,657)	432,663	(805,320)
Net position, beginning	<u>1,012,366</u>	<u>579,703</u>	<u>432,663</u>
Net position, ending	<u>\$ 639,709</u>	<u>\$ 1,012,366</u>	<u>\$ (372,657)</u>

Pee Dee Regional Supplementary Education Center
MANAGEMENT'S DISCUSSION AND ANALYSIS
 Year Ended June 30, 2023

After deducting program revenues from expenses the Center had net program expenses of \$592 thousand, before taking the \$219 thousand of general revenues into consideration.

FINANCIAL ANALYSIS OF THE CENTER'S FUNDS

The Center's governmental funds (as presented on the balance sheet on page 14) reported a combined fund balance of \$2.179 million, which is less than the prior year's total of \$2.45 million. The schedule below indicates the fund balances and the total change in fund balances as of June 30, 2023 and 2022.

	Fund Balance <u>June 30, 2023</u>	Fund Balance <u>June 30, 2022</u>	Increase <u>(Decrease)</u>
General	\$ 207,780	\$ 188,080	\$ 19,700
Special Revenue	1,966,234	2,252,083	(285,849)
EIA	<u>4,786</u>	<u>4,786</u>	<u>0</u>
Total	<u>\$ 2,178,800</u>	<u>\$ 2,444,949</u>	<u>\$ (266,149)</u>

General Fund Budget Information

The Center's budget is based on the modified accrual basis of accounting.

The Center did not amend its general fund budget during the year.

For the Fiscal Year 2023 year-end, the General Fund budgeted revenues of \$185,144 and expenditures of \$222,498.

Capital Assets. At the end of fiscal year 2023, the Center had invested \$885 thousand in capital assets, including equipment, and facility rights.

Long-term Debt

The Center's long term debt primarily consisted of its proportionate share of the net pension and OPEB liabilities.

FACTORS EXPECTED TO HAVE AN EFFECT ON FUTURE OPERATIONS.

Due to the trend of high standards for student achievement set by South Carolina with the Education Accountability Act (EAA) and the United States government with No Child Left Behind (NCLB), districts not making adequate yearly progress (AYP) are required to provide supplementary services for students in schools.

Many districts in the Pee Dee have only one elementary school, limiting their ability to offer supplementary services. The Pee Dee Education Center hopes to assist these districts in providing some of the necessary supplementary services, as with the SHARE special education program. The Center also expects to increase its role in direct services to students and professional development services for teachers.

In an effort to decrease costs to the districts, in July 2005, the Center employed an executive director on a part-time basis. Also, in January 2012, the Center reduced the administrative position from 12-months to 10-months. Only the bookkeeper is a full-time, 12-month position. Although the Center employed two co-executive directors in January 2017, they are both part-time and are considered independent contractors, so no fringe benefits are provided, thus no significant increase in the budget. Effective July 2018, the Center employed one executive director, but this director is still an independent contractor and is working on a part-time basis. The Center also made the decision to employ an independent contractor to serve as their Education and Legislative liaison. Due to this reconfiguration, the Center has saved on contract services. Effective January 1, 2021, the current education and legislative liaison became the interim executive director, but will become executive director, as well as education and legislative liaison as of July 1, 2021.

Pee Dee Regional Supplementary Education Center
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2023

Beginning in July 2005, the Board of Directors gave the Center's building and land to Francis Marion University in exchange for FMU agreeing to maintain the building and leasing it back to the Center for 99 years. As a result, the Center will not pay property taxes in the future and its maintenance budget should diminish as well.

Beginning in July 2010, the Center contracted with a technology specialist to provide training for state required (but not supported) educational software. This was at the request of the member districts. A new technology specialist was retained from February 16, 2016 until June 2019. A change in PowerSchool Master Scheduler trainer was made for fiscal year 2020, but was terminated by the trainer as of May 2023 and a search has begun for a replacement

The Center's membership has grown over the years, with the joining of Chesterfield in July 2005 and Coker College in November 2006 (Coker University as of July 2019). It has also altered slightly, with the consolidation of Dillon Districts 1 and 2 into Dillon District 4 effective July 2011 and the three Marion districts into one district effective July 2012 and Clarendon 1 and 3 into Clarendon 4 effective July 2021. As of FY 2023, Clarendon 2 and 4 consolidated to become Clarendon County School District and Florence 4 merged with Florence 1 forming one district. Beginning in 2009, Horry County became a vital part of the Center by providing technical support, as well as limited financial support. Georgetown County also joined the consortium as of February 2018. As of FY 2020, Florence-Darlington and The Continuum have joined the consortium. Francis Marion University also increased their yearly contribution as of fiscal year 2020. The future of the Pee Dee Education Center is tied to the financial health of its member districts. Currently, South Carolina is experiencing a significant budget deficit which could impact the Center. Also, while the Center's membership has grown, there has been a significant decline in enrollment in most member districts over the past five years, which could have a negative impact on the financial well-being of the member districts, as well as the Center. Despite the loss of Florence School District One as a Hub district for Project SHARE, as of fiscal year 2021, the Pee Dee Education Center's members are still supporting and maintaining Project SHARE, while looking at ways to improve the program.

Finally, the Pee Dee Education Center was the impetus for the school finance lawsuit against the state now being litigated. A decision was issued in December 2005. Both parties asked Judge Cooper to reconsider his ruling. Judge Cooper issued a ruling affirming his previous decision. Plaintiff districts have appealed to the South Carolina Supreme Court which ruled in favor of the plaintiff districts. The SC House immediately formed a select committee (comprised of two Pee Dee superintendents and the Center's executive director) to recommend remedies to the full house. The unfavorable ruling by the South Carolina Supreme Court in late November 2017, after almost 25 years, will likely have a negative impact on the Pee Dee districts significantly. The districts will likely continue their financial struggle.

CONTACTING THE CENTER'S FINANCIAL MANAGEMENT

This financial report is designed to provide the reader with a general overview of the Center's finances and to demonstrate the Center's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Pee Dee Regional Supplementary Education Center at 520 Francis Marion Road, Florence, South Carolina 29506.

Pee Dee Regional Supplementary Education Center
STATEMENT OF NET POSITION
Year Ended June 30, 2023

ASSETS	
Cash	\$2,569,690.15
Due from other governments/agencies-net	3,376.24
Other receivables	6.00
Deposits and prepaids	18,090.69
Property and equipment, net	<u>623,104.86</u>
TOTAL ASSETS	<u>3,214,267.94</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Pension Charges	199,795.00
Deferred OPEB Charges	<u>330,047.00</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>529,842.00</u>
LIABILITIES	
Accounts payable/accrued expenses	1,239.47
Advance revenue	52,697.74
Due to other governmental/agencies	358,425.81
Non-Current Liabilities:	
Compensated absences	2,430.23
Net pension liability	1,282,001.00
Net OPEB liability	<u>984,014.00</u>
TOTAL LIABILITIES	<u>2,680,808.25</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Pension Credits	5,878.00
Deferred OPEB credits	<u>417,714.00</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>423,592.00</u>
NET POSITION	
Invested in capital assets, net of related debt	623,104.86
Unrestricted	<u>16,604.83</u>
TOTAL NET POSITION	<u><u>\$639,709.69</u></u>

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

Pee Dee Regional Supplementary Education Center
STATEMENT OF ACTIVITIES
 Year Ended June 30, 2023

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
FUNCTIONS/PROGRAMS				
Governmental activities:				
Support services	\$1,396,487.18	\$787,541.42	\$0.00	(\$591,788.19)
TOTAL	\$1,396,487.18	\$787,541.42	\$0.00	(\$591,788.19)
General revenues:				
Unrestricted investment earnings				19,852.30
Grants and contributions not restricted to specific programs				166,554.00
Miscellaneous				32,724.57
Total general revenues				219,130.87
Total general revenues and special items				219,130.87
Changes in net position				(372,657.32)
Net position, beginning of year				1,012,367.01
Net position, end of year				\$639,709.69

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

Pee Dee Regional Supplementary Education Center
BALANCE SHEET
GOVERNMENTAL FUNDS
Year Ended June 30, 2023

	Major Governmental Funds			Total Governmental Funds
	General	Special Revenue	EIA	
ASSETS				
Cash	\$2,569,640.15	\$50.00	\$0.00	\$2,569,690.15
Due from other funds	589.20	2,004,362.11	71,979.32	2,076,930.63
Due from other governmental units	1,791.11	1,585.13	0.00	3,376.24
Other receivables	0.00	6.00	0.00	6.00
Loans receivable	0.00	129,613.32	0.00	129,613.32
Less provision for adjustments	0.00	(129,613.32)	0.00	(129,613.32)
Prepaid expenditures	15,627.26	2,463.43	0.00	18,090.69
TOTAL ASSETS	\$2,587,647.72	\$2,008,466.67	\$71,979.32	\$4,668,093.71
 LIABILITIES AND EQUITY				
Liabilities				
Accounts payable	\$1,239.47	\$0.00	\$0.00	\$1,239.47
Due to other funds	2,076,341.43	589.20	0.00	2,076,930.63
Due to other governmental units	302,286.65	41,218.97	14,920.19	358,425.81
Revenue received in advance	0.00	425.00	52,272.74	52,697.74
TOTAL LIABILITIES	2,379,867.55	42,233.17	67,192.93	2,489,293.65
 Fund Balances				
Nonspendable	15,627.26	2,463.43	0.00	18,090.69
Restricted for:				
Special Revenue	0.00	25,995.29	4,786.39	30,781.68
Committed for:				
Special Revenue	0.00	1,937,774.78	0.00	1,937,774.78
Unassigned	192,152.91	0.00	0.00	192,152.91
TOTAL	207,780.17	1,966,233.50	4,786.39	2,178,800.06
TOTAL LIABILITIES AND FUND BALANCE	\$2,587,647.72	\$2,008,466.67	\$71,979.32	\$4,668,093.71

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

Pee Dee Regional Supplementary Education Center
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
 Year Ended June 30, 2023

Fund Balances - total governmental funds	\$2,178,800.06
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. The cost of fixed assets is \$885,121.31 and the accumulated depreciation is \$262,016.45.	623,104.86
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Compensated Absences	(2,430.23)
Net pension obligations and deferred charges and credits	(1,088,084.00)
Net OPEB obligations and deferred charges and credits	(1,071,681.00)
	(2,582,195.23)
Net Position - Governmental Funds	\$639,709.69

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

Pee Dee Regional Supplementary Education Center
**STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**
 Year Ended June 30, 2023

	Major Governmental Funds			Totals Governmental Funds
	General	Special Revenue	EIA	
REVENUES				
Local	\$52,676.87	\$17,057.57	\$0.00	\$69,734.44
Intergovernmental	166,554.00	750,188.87	0.00	916,742.87
State sources	0.00	0.00	37,352.55	37,352.55
TOTAL REVENUE	<u>219,230.87</u>	<u>767,246.44</u>	<u>37,352.55</u>	<u>1,023,829.86</u>
EXPENDITURES				
Current				
Support services	199,901.96	1,040,395.89	37,352.55	1,277,650.40
Capital outlay	628.56	11,700.00	0.00	12,328.56
TOTAL EXPENDITURES	<u>200,530.52</u>	<u>1,052,095.89</u>	<u>37,352.55</u>	<u>1,289,978.96</u>
Excess (deficiency) of Revenues Over (Under) Expenditures	<u>18,700.35</u>	<u>(284,849.45)</u>	<u>0.00</u>	<u>(266,149.10)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	<u>1,000.00</u>	<u>(1,000.00)</u>	<u>0.00</u>	<u>0.00</u>
Total other financing sources (uses)	<u>1,000.00</u>	<u>(1,000.00)</u>	<u>0.00</u>	<u>0.00</u>
Excess (deficiency) of revenue over expenditures and other sources (uses)	19,700.35	(285,849.45)	0.00	(266,149.10)
FUND BALANCE - July 1, 2022	<u>188,079.82</u>	<u>2,252,082.95</u>	<u>4,786.39</u>	<u>2,444,949.16</u>
FUND BALANCE - June 30, 2023	<u>\$207,780.17</u>	<u>\$1,966,233.50</u>	<u>\$4,786.39</u>	<u>\$2,178,800.06</u>

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

Pee Dee Regional Supplementary Education Center
**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES**
Year Ended June 30, 2023

Total net change in fund balance governmental funds	(\$266,149.10)
Amounts reported for governmental activities in the Statement of Activities are different because:	
Capital outlays are reported in governmental funds as expenditures, however, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense (capital outlays of less than \$5,000 are not capitalized in the government-wide statements). This is the amount by which depreciation/amortization expense of \$7,692.65 differs from capital expenditures that were recognized as fixed assets during the period in the amount of \$0.	(7,692.65)
The increase in the liability for the net pension obligation and net pension deferred charges and credits does not require the use of current financial resources and therefore, is not reported as an expenditure in the governmental funds.	(33,666.00)
The increase in the liability for the net OPEB obligation and net OPEB deferred charges and credits does not require the use of current financial resources and therefore, is not reported as an expenditure in the governmental funds.	(65,375.00)
The decrease in the liability for compensated absences does not require the use of current financial resources and therefore, is not reported as an expenditure in the governmental funds.	<u>225.43</u>
Change in Net Position of Governmental Activities.	<u><u>(\$372,657.32)</u></u>

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

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Pee Dee Regional Supplementary Education Center have been prepared in conformity with the accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Center are described below.

Reporting Entity

This report includes all of the funds of the Pee Dee Regional Supplemental Education Center. It includes all activities considered to be part of (controlled by or dependent on) the Center under GASB Statement No. 14, the Financial Reporting Entity and GASB Statement No. 39, determining whether certain organizations are component units.

In 1967, the South Carolina State Department of Education granted validation status to Pee Dee Regional Supplementary Education Center. The Center was formed to upgrade the training of teachers and improve the quality of instruction for students. The Center has a board of directors composed of the superintendents of the participating districts. This board has direct oversight responsibility for the Center. Oversight responsibility is the basic criteria for including a governmental organization as part of this entity. The purpose of the reporting entity's financial statements is to report the combined financial position and results of operations for all component units as if all the activities and functions were operated as part of the oversight unit.

Pee Dee Education Research Corporation (PERC) - Pee Dee Education Research Corporation received its corporate charter on October 30, 1972 and was formed for the purpose to stimulate long-range planning research and developmental efforts to meet the multitude of challenges facing local school districts. PERC is considered to be a component unit, although it had no net assets or activity for the current year.

Project Share was formed to provide quality educational programs for low-incidence handicapped students. The concept is for the participating districts to “pool” students and district resources so that there will be a sufficient number of students and financial resources will be adequate to provide educational and related services. Project Share was officially awarded validation status by the South Carolina State Department of Education on December 8, 1981.

Minority Recruitment (a component unit) was formed in 1991 to attract more minority teachers to the Pee Dee area. This non-profit organization provides loans to minority students planning to become teachers.

The oversight unit and the component units operate out of the same building, serve many of the same purposes and share many of the same operating costs, employees, and board members. As cash flow needs mandate, advances are made from one fund to another. The component units are presented as blended component units and are therefore, treated as part of the primary government.

Fund Accounting

The accounts of the Center are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self balancing accounts that comprise its assets, liabilities, fund equity, revenues, expenditures, or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

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

Governmental Funds

Governmental Funds are those through which most governmental functions of the Center are financed. The acquisitions, uses and balances of the Center's expendable financial resources and the related liabilities are accounted for through governmental funds.

Major Governmental Funds

General Fund - The general fund is the general operating fund of the Center. It is used to account for all revenues and expenditures except those required to be accounted for in another fund.

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

The Special Revenue Fund - Education Improvement Act (EIA) Fund is used to account for 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.

Other Governmental Funds

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

Non-Current Governmental Assets/Liabilities - GASB Statement No. 34 eliminates the presentation of Account Groups, but provides for these records to be maintained and incorporates the information into the Governmental column in the government-wide Statement of Net Position.

Basis of Presentation

Government-wide Financial Statements - The Statement of Net Position and the Statement of Activities display information about the Center as a whole. These statements include the financial activities of the primary government. Any fiduciary funds would not be included in the government-wide financial statements. For the most part, the effect of interfund activity has been removed from these statements.

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

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

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

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

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

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

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

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. The Fund financial statements are prepared using the modified accrual basis of accounting.

Revenues, Exchange and Non-exchange Transactions

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

Nonexchange transactions, in which the Center receives value without directly giving equal value in return, include grants, entitlements and donations. On an accrual basis revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been met. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: investment earnings, and grants.

Revenue Received in Advance

The Center reports revenue received in advance on its statement of net position and governmental funds balance sheet. In subsequent periods, the liability for revenue received in advance is removed from the statement of net position and governmental funds balance sheet and revenue is recognized.

Expenditures/Expenses

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

Deferred Outflows and Inflows of Resources

The Statement of Net Position may report deferred outflows of resources following the assets section and deferred inflows of resources following the liabilities section. Deferred outflows of resources represent a consumption of net position that applies to future periods and will not be recognized as an expenditure until then. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized as revenue until that time.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

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

Interfund Transactions

Interfund transactions are reflected as either advances (due to/from), services provided, reimbursements or transfers.

Advances are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans).

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures. Reimbursements are when one fund incurs a cost, charges the appropriate benefitting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide presentation.

Inventories

On government-wide financial statements, inventories are presented at the lower of cost or market using the first in, first out (FIFO) method and are expensed when used.

On fund financial statements, inventories of governmental funds are valued at cost. For all funds, cost is determined using the FIFO method, and is determined by physical count. The cost is recorded as an expenditure at the time of purchase and significant inventories on hand at year end are recorded as assets. There were no significant inventories on hand at year end.

Capital Assets and Depreciation

General capital assets are reported in the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The Center follows the policy of not capitalizing assets with a cost of less than \$5,000 or with a useful life of less than 1 year.

All reported capital assets, with the exception of land, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

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

Description	Useful Life
Land	Not Depreciated
Land Improvements	20-50 Years
Buildings, Improvements and Facility lease	10-99 Years
Furniture and Equipment	3-10 Years
Vehicles	3-10 Years

Leases

The Center is a lessee of a ninety-nine year lease of real estate. Therefore, the Center recognizes an intangible right-to-use asset in the government-wide financial statements.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

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

The Center originally contributed the property to the lessor, in exchange for the ninety-nine year lease. The lease asset is amortized on a straight-line basis over the life of the related lease.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and the reported amounts of revenues and expenditures. Actual results could differ from those estimates.

Budgets and Budgetary Accounting

Budgetary Information

Budgets for the General Fund, the Special Revenue Fund including the EIA Fund are presented in the required supplementary section. Each budget is presented on the modified accrual basis of accounting, which is consistent with accounting principles generally accepted in the United States of America.

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

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

1. The bookkeeper presents a tentative proposed budget to the Executive Director for his review and adjustment.
2. The Executive Director presents a proposed budget to the Board, which reviews the proposed budget, and makes any additions or deletions as deemed necessary.
3. Prior to July 1, the Board enacts the budget for the following year.

NOTE 2 - NET POSITION/FUND BALANCES

The government-wide financial statements utilize a net position presentation. Net position is categorized as invested in capital assets (net of related debt), restricted and unrestricted.

Invested in Capital Assets, Net of Related Debt - This category groups all capital assets, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

Restricted - This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted - This category represents net position of the Center, not restricted for any project or purpose.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 2 - NET POSITION/FUND BALANCES - (continued)

The Center has adopted GASB Statement No. 54, which redefined how fund balances of the governmental funds are presented in the financial statements. Fund balances are classified as follows:

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

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

Committed - amounts that can be used only for specific purposes as determined by formal actions (such as resolutions) taken by the Board. Commitments may be modified or rescinded by action taken by the Board.

Assigned - amounts that are designated by the Board or their designee for a specific purpose but are not spendable until a formal policy is passed by the Board.

Unassigned - all amounts not included in other spendable classifications.

The details of the fund balances are included in the Governmental Funds Balance Sheet. As discussed in Note 1, restricted funds are used first as appropriate. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Center considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Center has provided otherwise in its commitment or assignment actions.

NOTE 3 - RETIREMENT

Description of the entity

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

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

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 3 - RETIREMENT - (continued)

PEBA issues an annual Comprehensive Financial Report ("ACFR") containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The ACFR is publicly available through Retirement Benefits' link on PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Dr., Columbia, SC 29223. PEBA is considered a division of the primary government of the State of South Carolina and therefore, retirement trust fund financial information is also included in the comprehensive annual financial report of the state.

Plan Description

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

Membership

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

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

Benefits

Benefit terms are prescribed in Title 9 of the South Carolina Code of Laws. PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation. A brief summary of the benefit terms for the SCRS 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 1% or \$500 every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase. Members who retire under the early retirement provisions at age 55 with 25 years of service are not eligible for the benefit adjustment until the second July 1 after reaching age 60 or the second July 1 after the date they would have had 28 years of service credit had they not retired.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 3 - RETIREMENT - (continued)

Contributions

Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Legislation in 2017 increased, but also established a ceiling for SCRS employee contribution rates. Effective July 1, 2017, employee rates were increased to a capped rate of 9.00 percent for SCRS. The legislation also increased employer contribution rates beginning July 1, 2017 for SCRS by two percentage points and further scheduled employer contribution rates to increase by a minimum of one percentage point each year in accordance with state statute. However, the General Assembly postponed the 1% increase in the SCRS employer contribution rates that was scheduled to go into effect beginning July 1, 2020. In accordance with the legislative funding schedule, employer contribution rates will continue to increase by 1 percentage point each year until reaching 18.56 percent for SCRS but may be increased further, if the scheduled contributions are not sufficient to meet the funding periods set for the applicable year. The board shall increase the employer contribution rates as necessary to meet the amortization periods set in statute.

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

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

SCRS Employer Contribution	Amount For Retirement	% of Covered Payroll	Amount For Death Benefits	% of Covered Payroll	Amount for Retiree Health	% of Covered Payroll
6/30/23	\$110,029	17.41%	\$948	.15%	\$39,499	6.25%
6/30/22	\$92,349	16.41%	\$844	.15%	\$35,172	6.25%
6/30/21	\$93,542	15.41%	\$911	.15%	\$37,939	6.25%

SCRS Employee Contributions	Amount	% of Covered Payroll
6/30/23	\$56,879	9.00%
6/30/22	\$50,648	9.00%
6/30/21	\$54,632	9.00%

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 3 - RETIREMENT - (continued)

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

As described in Note 12, Darlington County School District serves as fiscal agent for the Center. Since the Center's employees are considered to be employees of Darlington County School District for retirement purposes; the Center is reporting in these financial statements; only the Center's percentage of pension expense, net pension liability and deferred outflows and inflows related to the pension. This percentage is based upon the Center's contribution as a percentage of the District's contribution.

At June 30, 2023, the Center reported a liability of \$1,282,001 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Center's proportion of the net pension liability was based on a projection of the Center's share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2023, the Center's proportion was 0.9109303% of Darlington County school District's percentage, which was 0.58054% of the plan. Therefore, the Center's percentage to the whole plan was 0.0052883%.

Measurement Period <u>Ended June 30</u>	Fiscal Year <u>Ending June 30</u>	Net Pension <u>Liability-SCRS</u>
2022	2023	\$ 1,282,001
2021	2022	\$ 1,072,282
2020	2021	\$ 1,454,005
2019	2020	\$ 1,290,107

For the year ended June 30, 2023, the Center recognized pension expense of \$111,604. At June 30, 2023, the Center reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources.

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 11,138	\$ 5,587
Changes of assumptions	41,117	0
Net difference between projected and actual earnings on plan investments	1,977	0
Changes in proportion and differences between Center contributions and proportionate share of contributions	34,586	291
Center contributions subsequent to the measurement date	<u>110,977</u>	<u>0</u>
Total	<u>\$ 199,795</u>	<u>\$ 5,878</u>

The \$110,977 of deferred outflows of resources resulting from the Center's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024.

The difference between projected and actual earnings on pension plan investments are reported as deferred outflows (inflows) of resources and will be amortized over a closed five-year period and recognized in pension expense in future years. The difference between expected and actual and the change in proportionate share of contributions are reported as deferred outflows (inflows) of resources and will be amortized over the average remaining service lives of all plan participants. Average remaining service lives of all employees provided with pensions through the pension plans at June 30, 2022 measurement date was 3.767 years for SCRS.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 3 - RETIREMENT - (continued)

The following schedule reflects the amortization of the Center’s proportional share of the net balance of remaining deferred outflows (inflows) of resources at June 30, 2023 exclusive of changes in proportion and differences between Center contributions and proportionate share of contribution.

Pension Expense and Deferred Outflows (Inflows) of Resources:

Measurement Period	Fiscal Year Ending	<u>SCRS</u>
<u>Ending June 30,</u>	<u>June 30,</u>	
2023	2024	\$ 28,486
2024	2025	17,038
2025	2026	(30,313)
2026	2027	<u>33,434</u>
Net Balance of Deferred Outflows/ (Inflows) of Resources		\$ <u>48,645</u>

Actuarial Assumptions

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

The June 30, 2022 total pension liability (TPL), net pension liability (NPL), and sensitivity information were determined by PEBA’s consulting actuary, Gabriel, Roeder, Smith and Company (GRS), based on an actuarial valuation performed as of July 1, 2021. The total pension liability was rolled forward from the valuation date to the fiscal year ended June 30, 2022, using generally accepted actuarial principles. There was no legislation enacted during the 2022 legislation session that had a material change in the benefit provisions for any of the systems.

The following provides a summary of the actuarial assumptions and methods used to calculate the TPL as of June 30, 2022.

	SCRS
Actuarial Cost Method	Entry Age Normal
Investment rate of return ¹	7%
Projected salary increases	3.0% to 11% (varies by service) ¹
Benefit adjustments	lesser of 1% or \$500 annually
¹ Includes inflation at 2.25%	

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

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 3 - RETIREMENT - (continued)

Assumptions used in the June 30, 2022 TPL valuations are as follows:

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

Net Pension Liability

The NPL is calculated separately for each system and represents that particular system's TPL determined in accordance with GASB No. 67 less that System's fiduciary net position. NPL totals, as of June 30, 2022, for SCRS are presented below.

<u>System</u>	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	\$ 2,985,498	\$ 1,703,497	\$ 1,282,001	57.1%

The TPL is calculated by the Systems' actuary, and each plan's fiduciary net position is reported in the Systems' financial statements. The NPL is disclosed in accordance with the requirements of GASB 67 in the Systems' notes to the financial statements and required supplementary information. Liability calculations performed by the Systems' actuary for the purpose of satisfying the requirements of GASB Nos. 67 and 68 are not applicable for other purposes, such as determining the plans' funding requirements.

Discount Rate

The discount rate used to measure the total pension liability was 7 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS will be made based on the actuarially determined rate based on provisions in the SC Code of Laws. Based on those assumptions, each System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rates of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments, is based upon 20 year capital market assumptions. The long-term expected rate of return represent assumptions developed using an arithmetic building block approach, primarily based on consensus expectations and market based inputs. Expected returns are net of investment fees.

The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2022 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation which is summarized in the table on the following page. For actuarial purposes, the 7% assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75% real rate of return and a 2.25% inflation component.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 3 - RETIREMENT - (continued)

<u>Allocation/Exposure</u>	<u>Target Asset Allocation</u>	<u>Expected Arithmetic Real Rate of Return</u>	<u>Long Term Expected Portfolio Real Rate of Return</u>
Public Equity	46.0%	6.79%	3.12%
Bonds	26.0%	(0.35%)	(0.09%)
Private Equity	9.0%	8.75%	0.79%
Private Debt	7.0%	6.00%	0.42%
Real Assets	12.0%		
Real	9.0%	4.12%	0.37%
Infrastructure	<u>3.0%</u>	5.88%	<u>0.18%</u>
Total Expected Return	<u>100.0%</u>		4.79%
Inflation for Actuarial Purposes			<u>2.25%</u>
			<u>7.04%</u>

Sensitivity Analysis

The following table presents the collective net pension liability, of the Center, calculated using the discount rate of 7%, as well as what the Center's net pension liability would be if it were calculated using a discount rate that is 1% lower (6%) or 1% higher (8%) than the current rate.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate			
System	1.0% Decrease (6.0%)	Current Discount Rate (7.0%)	1.0% Increase (8.0%)
SCRS	\$1,643,679	\$1,282,001	\$981,307

Plan Fiduciary Net Position

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

Payables to the Pension Plans

At June 30, 2023, the amount of contributions due to the SCRS was \$36,961, which were paid in the normal course of paying year-end obligations.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 4 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description Full time employees of the Center are provided with OPEB through the South Carolina Retiree Health Insurance Trust (SCRHITF) and the South Carolina Long-Term Disability Insurance Trust Fund (SCLTDITF)-cost-sharing multiple-employer defined benefit plans. Both plans are administered by the SC Public Employee Benefit Authority (PEBA), Insurance Benefits and the SC State Treasurer is the custodian of the funds held in trust. The Board of Directors of PEBA has been designated as the Trustee. Article 5 of the State Code of Laws defines the two plans and authorizes the Trustee to at any time adjust the plans, including its benefits and contributions, as necessary to insure the fiscal stability of the plans. In accordance with the SC Code of Laws and the annual Appropriations Act, the State provides post-employment health and dental and long-term disability benefits to retired State and school employees and their covered dependents. For purposes of measuring the net OPEB liability, deferred outflows and inflows of resources related to OPEB, and OPEB expenses, information about the fiduciary net position of the OPEB Trust, and additions to and deductions from the OPEB Trust fiduciary net position have been determined on the same basis as they were reported by the OPEB Trusts. For this purpose, revenues are recognized when earned and expenses are recognized when incurred. Therefore, benefit and administrative expenses are recognized when due and payable. Investments are reported at fair value. PEBA, Insurance Benefits issues audited financial statements and required supplementary information for the OPEB Trust Funds. The information is publicly available through the Insurance Benefits' link on PEBA's website at www.peba.sc.gov or a copy may be obtained by submitting a request to PEBA-Insurance Benefits, 202 Arbor Lake Drive, Columbia, SC 29223.

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

The SCLTDITF is a long-term disability plan that covers employees of the State of South Carolina, including all agencies and public school Centers and all participating local governmental entities. The SCLTDITF provides disability payments to eligible employees that have been approved for disability.

Contributions and Funding Policies

Section 1-11-710 of the South Carolina Code of Laws of 1976, as amended, requires the postemployment and long-term disability benefits to be funded through non-employer and employer contributions for active employees and retirees to the PEBA - Insurance Benefits. Non-employer contributions consist of an annual appropriation by the General Assembly and the statutorily required transfer from PEBA - Insurance Benefits reserves.

The SCRHITF is funded through participating employers that are mandated by State statute to contribute at a rate assessed each year by the Department of Administration Executive Budget Office on active employee covered payroll. The covered payroll surcharge for the year ended June 30, 2022 was 6.25 percent. The South Carolina Retirement System collects the monthly covered payroll surcharge for all participating employers and remits it directly to the SCRHITF. Other sources of funding for the SCRHITF also include the implicit subsidy, or age-related subsidy inherent in the healthcare premiums structure. The implicit subsidy represents a portion of the health care expenditures paid on behalf of the employer's active employees. For purposes of GASB Statement No. 75, this expenditure on behalf of the active employee is reclassified as a retiree health care expenditure so that the employer's contributions towards the plan reflect the underlying age-adjusted, retiree benefit costs. Non-employer contributions include the mandatory transfer of accumulated PEBA - Insurance Benefits' reserves and the annual appropriation budgeted by the General Assembly. It is also funded through investment income.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 4 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS - (continued)

The covered payroll surcharge rates for the past three years were as follows:

	<u>Year Ended June 30,</u>		
	<u>2021</u>	<u>2022</u>	<u>2023</u>
Employer Contribution Rate*	<u>6.25%</u>	<u>6.25%</u>	<u>6.25%</u>

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

The required payroll surcharge, percentages of amounts contributed, and eligible payroll by the Center covered by the SCRHITF for the past three years were as follows:

<u>Year Ended</u> <u>June 30,</u>	<u>Contributions</u>		<u>Eligible Payroll</u>
	<u>Required</u>	<u>% Contributed</u>	
2023	\$ 39,499	100%	\$ 631,988
2022	35,172	100%	562,760
2021	37,939	100%	607,023

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

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

The SCLTDITF is funded through employer contributions for active employees that elect health insurance coverage. For this group of active employees, PEBA - Insurance Benefits bills and collects premiums charged to State agencies, public school districts and other participating local governments. The monthly premium per active employee was \$3.22 for the fiscal year ended June 30, 2022. The SCLTDITF premium is billed monthly by PEBA - Insurance Benefits and transferred monthly to the SCLTDITF. It is also funded through investment income.

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

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 4 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS - (continued)

OPEB Liabilities, OPEB Expenses, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to OPEB. At June 30, 2023, the Center reported a liability of \$984,014 for its proportionate share of the net OPEB liability for the SCRHITF. The net OPEB liability was measured as of June 30, 2022 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2021. Update procedures were used to roll forward the total OPEB liability to June 30, 2022. The Center's proportion of the net OPEB liability was based on the Center's contributions to the OPEB plans relative to the contributions of all participating entities. At June 30, 2022, the Center's proportion for the SCRHITF, was 0.91093% of Darlington County School District's percentage, which was 0.710124% of the SCRHITF plan. Therefore, the Center's percentage to the whole was 0.006468%.

For the year ended June 30, 2023, the Center recognized OPEB expense of \$62,182. At June 30, 2023 the Center reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources.

SCRHITF	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 21,121	\$ 86,522
Changes in assumptions	221,870	316,308
Net Difference between projected and actual earnings on OPEB plan investments	7,737	0
Changes in proportion and differences between Center contributions and proportionate share of contributions	39,820	14,884
Center contributions subsequent to the measurement date	<u>39,499</u>	<u>0</u>
Totals	<u>\$ 330,047</u>	<u>\$ 417,714</u>

The \$39,499, above, reported as deferred outflows of resources related to OPEB resulting from Center contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024. Other amounts (except for contributions subsequent to the measurement date and changes in proportion and difference between contributions and proportionate share of contributions) reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Deferred Outflows/(Inflows) of Resources</u>
2024	\$ (22,382)
2025	(12,035)
2026	(9,032)
2027	(14,540)
2028	(38,832)
Thereafter	<u>(55,281)</u>
Net Balance of Deferred Outflows/(Inflows) of Resources	<u>\$ (152,102)</u>

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 4 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS - (continued)

Actuarial Assumptions and Methods

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plans (as understood by the employer and plan participants) and include the types of benefits provided at the time the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point.

SCRHITF

Valuation Date:	June 30, 2021
Actuarial Cost Method:	Entry Age Normal
Inflation:	2.25%
Investment Rate of Return:	2.75% net of OPEB Plan investment expense; including inflation
Single Discount Rate:	3.69% as of June 30, 2022
Demographic Assumptions:	Based on the experience study performed for the SC Retirement Systems for the 5-year period ending June 30, 2019
Mortality:	For healthy retirees, the gender-distinct South Carolina Retirees 2020 Mortality Tables are used with multipliers based on plan experience; the rates are projected on a fully generational basis using 80% of the ultimate rates of Scale MP-2019 to account for future mortality improvements.
Health Care Trend Rate:	Initial trend starting at 6% and gradually decreasing to an ultimate trend rate of 4.00% over a period of 15 years
Retiree Participation:	79% for retirees who are eligible for funded premiums 59% participation for retirees who are eligible for Partial Funded Premiums 20% participation for retirees who are eligible for Non-Funded Premiums
Notes:	This discount rate changed from 1.92% as of June 30, 2021 to 3.69% as of June 30, 2022.

Roll Forward Disclosures The actuarial valuations were performed as of June 30, 2021. Update procedures were used to roll forward the total OPEB liability to June 30, 2022 (measurement date used for the Centers reporting for June 30, 2023).

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

Discount Rate The Single Discount Rate of 3.69% was used to measure the total OPEB liability for the SCRHITF. The accounting policy for this plan is to set the Single Discount Rate equal to the prevailing municipal bond rate. Due to the plan's investment and funding policies, the difference between a blended discount rate and the municipal bond rate would be less than several basis points (several hundredths of one percent).

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 4 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS - (continued)

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

Asset Class	Target Asset Allocation	Expected Arithmetic Real Rate of Return	Allocation-Weighted Long - Term Expected Real Rate of Return
US Domestic Fixed Income	80.00%	0.95%	0.76%
Cash	<u>20.00%</u>	0.35%	<u>0.07%</u>
Total	100.00%		0.83%
Expected inflation			<u>2.25%</u>
Total Return			<u>3.08%</u>
Investment Return Assumption			<u>2.75%</u>

Sensitivity Analysis The following table presents the net OPEB liability calculated using a Single Discount Rate of 3.69%, as well as what the plan's net OPEB liability would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	1% Decrease 2.69%	Current Discount Rate 3.69%	1% Increase 4.69%
SCRHITF Net OPEB Liability	\$ 1,163,370	\$ 984,014	\$ 839,876

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

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
SCRHITF Net OPEB Liability	\$ 809,255	\$ 984,014	\$ 1,188,054

OPEB Expense - Components of collective OPEB expense reported in the allocation of the OPEB expense and deferred outflows and inflows of resources related to OPEB for the fiscal year ended June 30, 2023 are presented below.

<u>Description</u>	<u>2023</u>
Service cost	\$ 54,435
Interest on the OPEB liability	27,484
Projected earnings on plan investments	(2,964)
OPEB plan administrative expense	51
Recognition of outflow (inflow) of resources due to liabilities	23,205
Recognition of outflow (inflow) of resources due to assets	<u>1,950</u>
Total aggregate OPEB expense	<u>\$ 104,161</u>

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
 Year Ended June 30, 2023

NOTE 4 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS - (continued)

Additional items included in total aggregate OPEB Expense are the current period amortized portions of deferred outflows and/or inflows of resources related to changes in employers' proportionate share of the collective NOL and differences between actual employer contributions and proportionate share to total plan employer contributions.

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

Payables to the OPEB Plan At June 30, 2022 the amount of contributions due for the OPEB plan was \$13,155 which was paid in the normal course of paying year end obligations.

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

NOTE 5 - CASH AND INVESTMENTS

The total book value of cash and investments at June 30, 2023 held by a financial institution was \$2,569,640. The total petty cash on hand at June 30, 2023 was \$50.00.

<u>Confirmed Balance Per Bank</u>	<u>F.D.I.C. Insurance</u>	<u>Irrevocable Stand-by Letters of Credit</u>
<u>\$ 2,594,582</u>	<u>\$ 250,000</u>	<u>\$ 3,000,000</u>

The Center is authorized by the state statute to invest in the following:

1. Obligations of the United States and its agencies,
2. General obligations of the state of South Carolina and its political units,
3. Savings and loan associations to the extent that the same are insured by an agency of the federal government,
4. Certificates of deposits where collaterally secured by securities of the type described in 1 & 2 above held by a third party escrow agent or custodian of a market value not less than the amounts of the certificates of deposit plus interest, provided however, such collateral shall not be required to the extent the same are insured by an agency of the federal government.
5. Repurchase agreements when collateralized by securities as set forth in this section.

The Center has not formally adopted any deposit and investment policies that limit the allowable deposits or investments and address the specific types of risk to which the Center could be exposed.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 6 - COMPENSATED ABSENCES

The Center accrues a liability for future employee leave because the Center has an obligation to compensate employees for future absences attributable to services already rendered. Employee annual leave vests and accumulates and payment of the compensation is probable. Total accrued compensation including fringe at the balance sheet date was \$2,430.

NOTE 7 - OTHER LOCAL REVENUE

The general fund received rental revenue from the following sources during the year; Project Share \$10,953; Math and Science Hub \$14,178. Due to collaboration with the FMU's Centers of Excellence, the general fund received administrative service revenue of \$3,000.

NOTE 8 - LEASES

Operating

The Center has two operating leases with Pollock Financial Services for two black/white & color copiers with the terms of agreement to be based on the number of copies produced each month. These leases are considered to be an short-term and are not presented under GASB 87.

On October 21, 2010, Pee Dee Education Center entered into an agreement with Francis Marion University, to lease telephone lines at the rate of \$9.92 per line, per month, which is paid at the beginning of each year. The terms of the agreement also calls for varying monthly long distance charges. The Center also pays for the use of a fax line which is paid in advance at the beginning of each year. The fax line cost is adjusted annually (\$46 per month for fiscal year 2023). This is considered a short term operating lease.

These lease payments have been funded by the general fund and special revenue funds, as in prior years.

Facilities

On August 18, 2005, the Pee Dee Educational Research Corporation, deeded the building and property which houses the operations of the Pee Dee Regional Supplementary Education Center to Francis Marion University, a South Carolina institution for higher learning.

Simultaneous with this transfer, the University agreed to lease the building and property back to the Pee Dee Educational Research Corporation for a term of ninety-nine years, terminating on June 30, 2105. The rent for the entire term of the lease is ninety-nine dollars, or one dollar per year. The net book value of the property transferred was considered to be an exchange for the ninety-nine year operating lease and therefore, is reflected as a prepaid facility lease on the government wide statements and is subject to amortization on an annual basis.

Due to the nominal amount of future obligation, (eighty-one dollars), the future minimum lease obligations and net present values of those minimum lease payments is not being presented under GASB 87.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 9 - RISKS AND UNCERTAINTIES

The Center is exposed to various risks of loss and maintains insurance policies divided into coverage for workmen's compensation, property and casualty, and employee health insurance. The insurers promise to pay to or on behalf of the insured for covered economic losses sustained during the policy period in accord with the insurance policy and benefit program limits.

Management believes such coverages are sufficient to preclude any significant uninsured losses for covered risks.

Several state funds accumulate assets and the State assumes substantially all risk for the following:

1. Claims of covered public employees for health and dental insurance benefits (South Carolina State Budget and Control Board).
2. Claims for property and casualty loss (South Carolina School Boards Insurance Trust).

The Center participates in the South Carolina School Boards Insurance Trust for its workmen compensation coverage. Pool members are subject to a supplemental assessment in the event of deficiencies.

Employees elect health coverage through the State self-insured plan. All other coverages listed above are through applicable State self-insured plans, except dependent and optional life premiums which are remitted through the State to commercial carriers.

The Center obtains coverage for its property and casualty insurance through the South Carolina School Boards Insurance Trust.

The Center has recorded insurance premium expenditures in the applicable functional expenditures categories of the unrestricted current funds. These expenditures do not include estimated claims losses and estimable premium adjustments.

The Center has not reported a supplemental premium assessment expenditure and the related liability at June 30, 2023, because the requirements of GASB Statement 10, which states that a liability for supplemental assessments must be reported if information prior to issuance of financial statements indicates that it is probable that an asset has been impaired or a liability has been incurred on or before June 30, 2023 and the amount of the premium is reasonably estimable, have not been satisfied.

In management's opinion, supplemental premium assessments, if any, would not be significant enough to have a material effect on the financial position of the Center.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 10 - CHANGES IN LONG TERM DEBT

Long term debt consist only of the provision for compensated absences.

The following is a summary of the changes in long-term debt, for the year ended June 30, 2023; exclusive of the net pension obligation and OPEB obligation.

	<u>6/30/22</u>	<u>Net Additions</u>	<u>Net Deductions</u>	<u>6/30/23</u>
Compensated absences	\$ <u>2,656</u>	\$ <u>0</u>	\$ <u>226</u>	\$ <u>2,430</u>
Total	\$ <u>2,656</u>	\$ <u>0</u>	\$ <u>226</u>	\$ <u>2,430</u>

NOTE 11 - DEFICIT FUND BALANCE

There were no major funds with a deficit fund balance at June 30, 2023.

NOTE 12 - RELATED PARTIES

As more fully described in Note 14, below, Darlington County School District, a participating member of the Center, provided payroll services for the Pee Dee Regional Supplementary Education Center.

As described in Note 8, the Center leases it’s phone services from Francis Marion University, a participating member of the Center and previously entered into a sale and leaseback arrangement for it’s facilities. From time to time, the Center may engage in other financial transactions with it’s participating members.

NOTE 13 - CONTINGENCIES

Grants

The Center has previously participated in a number of federal and state grant programs. These programs are subject to program compliance audits by the grantors or their representatives. If grant revenues received for expenditures are subsequently disallowed, the Center may be required to repay the revenues to the funding agency. In the opinion of management, liabilities resulting from possible disallowed expenditures will not be material to the financial statements at June 30, 2023.

Litigation

In the ordinary course of operation, the Center may become party to legal claims and disputes. However, the Center is not aware of any pending contingent liabilities which would have a material effect on the financial statements.

NOTE 14 - PERSONNEL

The Board approved Darlington County School District to serve as fiscal agent for the Pee Dee Education Center, effective July 1, 2020. In connection therewith, effective July 1, 2020, although all personnel of the Pee Dee Education Center continue to render services to the Center, and are subject to oversight by the Center and for financial reporting purposes classified as employees of the Center; however, for tax and fringe reporting purposes they are considered employees of the Center’s fiscal agent, Darlington County School District.

Pee Dee Regional Supplementary Education Center
NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2023

NOTE 15 - CAPITAL AND AMORTIZABLE ASSETS

All capital assets (including right to use assets) are being depreciated or amortized over their estimated useful lives. Capital asset activity for the year ended June 30, 2023 was as follows:

	<u>Beginning Balance</u>	<u>Increases/ Decreases</u>	<u>Disposals</u>	<u>Ending Balance</u>
Capital and amortizable assets being depreciated or amortized				
Buildings (portables)	\$ 63,000.00	\$ 0.00	\$ 0.00	\$ 63,000.00
Facility lease (right to use asset)	761,572.60	0.00	0.00	761,572.60
Furniture, fixtures, and equipment	<u>60,548.71</u>	<u>0.00</u>	<u>0.00</u>	<u>60,548.71</u>
Total capital and amortizable assets being depreciated or amortized	<u>885,121.31</u>	<u>0.00</u>	<u>0.00</u>	<u>885,121.31</u>
Less accumulated depreciation (amortization) for				
Buildings & improvements	63,000.00	0.00	0.00	63,000.00
Facility lease (right to use asset)	130,775.06	7,692.65	0.00	138,467.71
Furniture, fixtures, and equipment	<u>60,548.74</u>	<u>0.00</u>	<u>0.00</u>	<u>60,548.74</u>
Total accumulated depreciation (amortization)	<u>254,323.80</u>	<u>7,692.65</u>	<u>0.00</u>	<u>262,016.45</u>
Total capital and amortizable assets being depreciated or amortized, net	<u>\$ 630,797.51</u>	<u>\$ (7,692.65)</u>	<u>\$ 0.00</u>	<u>\$ 623,104.86</u>

Depreciation and amortization expense was charged to the functions as follows:

Support Services	\$ <u>7,692.65</u>
TOTAL DEPRECIATION AND AMORTIZATION EXPENSE	\$ <u>7,692.65</u>

NOTE 16 - INTERFUND TRANSFERS

There was a \$1,000 transfer from the special revenue fund to the general fund during the year, to fund an FMU scholarship.

NOTE 17 - INTERFUND BALANCES

\$ 2,004,362.11	Pooled investments held by the General Fund for the Special Revenue Funds.
<u>71,979.32</u>	Pooled investments held by the General Fund for the Work Based Learning Fund.
<u>\$ 2,076,341.43</u>	Total investments held by the general fund, for other funds.
<u>\$ 589.20</u>	Funds advanced by the General Fund to Special Revenues Funds.

NOTE 18 - SUBSEQUENT EVENTS

The Center has evaluated subsequent events through the date on which the financial statements were available to be issued and is not aware of any subsequent events occurring after the Center's year end, that would have a material effect on the financial statements.

Pee Dee Regional Supplementary Education Center
BUDGETARY COMPARISON SCHEDULE
Budget (GAAP Basis) and Actual - General Fund
Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Local	\$16,653.00	\$16,653.00	\$52,676.87	\$36,023.87
Intergovernmental	168,491.00	168,491.00	166,554.00	(1,937.00)
TOTAL REVENUE	<u>185,144.00</u>	<u>185,144.00</u>	<u>219,230.87</u>	<u>34,086.87</u>
EXPENDITURES				
Current				
Support services	220,998.00	220,998.00	199,901.96	21,096.04
Capital outlay	<u>1,500.00</u>	<u>1,500.00</u>	<u>628.56</u>	<u>871.44</u>
TOTAL EXPENDITURES	<u>222,498.00</u>	<u>222,498.00</u>	<u>200,530.52</u>	<u>21,967.48</u>
Excess revenues over (under) expenditures	<u>(37,354.00)</u>	<u>(37,354.00)</u>	<u>18,700.35</u>	<u>56,054.35</u>
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	<u>1,000.00</u>	<u>1,000.00</u>	<u>1,000.00</u>	<u>0.00</u>
Total other financing sources (uses)	<u>1,000.00</u>	<u>1,000.00</u>	<u>1,000.00</u>	<u>0.00</u>
Excess of revenues and other sources (uses) over (under) expenditures	<u>(36,354.00)</u>	<u>(36,354.00)</u>	<u>19,700.35</u>	<u>56,054.35</u>
FUND BALANCE - July 1, 2022	<u>188,079.82</u>	<u>188,079.82</u>	<u>188,079.82</u>	<u>0.00</u>
FUND BALANCE - June 30, 2023	<u><u>\$151,725.82</u></u>	<u><u>\$151,725.82</u></u>	<u><u>\$207,780.17</u></u>	<u><u>\$56,054.35</u></u>

Note 1: An annual budget for the General Fund is approved by the Pee Dee Regional Supplementary Education Center Board. All appropriations lapse at fiscal year-end. The basis of accounting is modified accrual.

Pee Dee Regional Supplementary Education Center
BUDGETARY COMPARISON SCHEDULE
Budget (GAAP Basis) and Actual - Special Revenue Funds (EIA)
Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
State	\$104,545.48	\$104,545.48	\$37,352.55	(\$67,192.93)
TOTAL REVENUE	104,545.48	104,545.48	37,352.55	(67,192.93)
EXPENDITURES				
Current				
Support services	104,545.48	104,545.48	37,352.55	67,192.93
TOTAL EXPENDITURES	104,545.48	104,545.48	37,352.55	67,192.93
Excess revenues over (under) expenditures	0.00	0.00	0.00	67,192.93
OTHER FINANCING SOURCES (USES)				
Interfund transfers, from (to) other funds	0.00	0.00	0.00	0.00
Total other financing sources (uses)	0.00	0.00	0.00	0.00
Excess of revenues and other sources (uses) over (under) expenditures	0.00	0.00	0.00	67,192.93
FUND BALANCE - July 1, 2022	0.00	0.00	0.00	0.00
FUND BALANCE - June 30, 2023	\$0.00	\$0.00	\$0.00	\$67,192.93

Note 1: Special revenue fund budgets are approved by the grantor agency. Only those funds with approved budgets by a grantor agency have been included in this schedule. The basis of accounting is modified accrual.

Pee Dee Regional Supplementary Education Center
 SCHEDULE OF THE CENTER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 For the fiscal year ended June 30, 2023

	SCRS									
	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
The Center's percentage of the net pension liability	0.005288%	0.004955%	0.006590%	0.007592%	0.007297%	0.008017%	0.008170%	0.008170%	0.008170%	0.008169%
The Center's proportionate share of the net pension liability	\$1,282,001	\$1,072,282	\$1,454,005	\$1,733,602	\$1,634,996	\$1,804,682	\$1,692,005	\$1,546,231	\$1,406,153	\$1,386,598
The Center's covered employee payroll during measurement period	\$562,760	\$607,023	\$821,068	\$786,689	\$756,071	\$808,925	\$818,170	\$814,667	\$741,653	\$727,848
The Center's proportionate share of the net pension liability as a percentage of its covered payroll	227.81%	176.65%	177.09%	220.37%	216.25%	223.10%	206.80%	189.80%	189.60%	190.51%
The Plan's fiduciary net position as a percentage of the total pension liability	57.10%	60.70%	50.70%	54.40%	54.10%	53.30%	52.90%	57.00%	59.90%	59.90%

The Center implemented GASB 68 during fiscal year 2015.

Pee Dee Regional Supplementary Education Center
SCHEDULE OF THE CENTER'S PENSION CONTRIBUTIONS
 For the fiscal year ended June 30, 2023

	SCRS									
	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Contractually required contribution	\$110,977	\$93,193	\$94,453	\$127,185	\$114,542	\$102,523	\$93,511	\$90,490	\$88,799	\$78,615
Contributions made to pension plan	110,977	93,193	94,453	127,185	114,542	102,523	93,511	90,490	88,799	78,615
Contribution deficiency (excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Center's covered payroll	\$631,988	\$562,760	\$607,023	\$821,068	\$786,689	\$756,071	\$808,925	\$818,170	\$814,667	\$741,653
Contributions as a percentage of covered employee payroll	17.56%	16.56%	15.56%	15.49%	14.56%	13.56%	11.56%	11.06%	10.90%	10.60%

The Center implemented GASB 68 during fiscal year 2015.

Pee Dee Regional Supplementary Education Center
SCHEDULE OF CHANGES IN THE CENTER'S NET OPEB LIABILITY AND RELATED RATIOS
 Year Ended June 30, 2023

	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Center's Proportion of the Net OPEB Liability	0.00631100%	0.00607000%	0.00696460%	0.00931024%	0.00876776%	0.00959240%
Center's Proportionate Share of the Net OPEB Liability	\$984,014	\$1,264,891	\$1,257,214	\$1,407,842	\$1,242,388	\$1,299,275
Center's Covered Payroll during the measurement period	\$562,760	\$607,023	\$821,068	\$786,689	\$756,071	\$808,925
Center's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	174.85%	208.38%	153.12%	178.96%	164.32%	160.62%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	9.64%	7.48%	8.39%	8.44%	7.91%	7.60%

The Center implemented GASB 75 during fiscal year 2018, as such only six years of data are available.

Pee Dee Regional Supplementary Education Center
SCHEDULE OF THE CENTER'S OPEB CONTRIBUTIONS
 Year Ended June 30, 2023

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Contractually required contribution	\$39,499	\$35,172	\$37,939	\$51,090	\$47,595	\$41,584
Contributions in relation to the contractually required contribution	39,499	35,172	37,939	51,090	47,595	41,584
Annual contribution deficiency (excess)	\$0	\$0	\$0	\$0	\$0	\$0
Center's covered payroll	\$631,988	\$562,760	\$607,023	\$821,068	\$786,689	\$756,071
Contributions as a percentage of covered employee payroll	6.25%	6.25%	6.25%	6.25%	6.05%	5.50%

NOTES TO SCHEDULE

The Center implemented GASB 75 during fiscal year 2018, as such only six years of data is available.

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

To the Board of
Pee Dee Regional Supplementary Education Center
Florence, South Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the Pee Dee Regional Supplementary Education Center as of and for the year ended June 30, 2023 and the related notes to the financial statements, which collectively comprise the Center's basic financial statements and have issued our report thereon dated June 15, 2024.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses, or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses could exist that have not been identified. We did identify a deficiency in internal control, described in the accompanying schedule of findings and responses that we consider to be a significant deficiency. We consider the deficiency #2023-001, described in the accompanying schedule of findings and responses to be a significant deficiency in internal control over financial reporting.

Report on Compliance and Other Matters

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

Pee Dee Regional Supplementary Education Center's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Pee Dee Regional Supplementary Education Center's response to the finding identified in our audit and is described in the accompanying schedule of findings and responses. Pee Dee Regional Supplementary Education Center's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

Kenneth Cobb & Company P.C.

Mullins, South Carolina
June 15, 2024

Pee Dee Regional Supplementary Education Center
SCHEDULE OF FINDINGS AND RESPONSES
July 1, 2022 to June 30, 2023

I. FINDINGS FINANCIAL STATEMENT AUDIT

#2023-001 Inadequate Segregation of Duties/Internal Control (previously reported)

Condition: The Center does not have complete segregation of duties. One person has access to multiple areas of the financial accounting system, which results in overlapping responsibilities within the control environment. In addition top management has the ability to negotiate and revise financial settlements without the governing boards' oversight.

Criteria: The ideal internal control system (A) would not allow one person to perform multiple transactions within a cycle and (B) would allow the approval process to be performed by a person other than the person executing the transaction.

Cause of Condition: The Center has minimum personnel and therefore limited opportunities to segregate duties. The responsibilities for accounting primarily resides with one person and the responsibilities for management resides with one person.

Effect: This increases the risk of fraud and irregularities. An error in financial reporting may not be detected in a timely manner or the misappropriation of assets could be concealed.

Recommendation: We recommend that the Board and management continue to use supervisory reviews such as monitoring financial statements and budget reports, and segregate duties where cost beneficial to do so. We also recommend the Board set and quantify the authority given to top management by requiring Board oversight for significant financial transactions and settlement negotiations and/or revisions in excess of a pre-determined amounts.

Response: Management agrees and will continue to monitor with input from the board.

Pee Dee Regional Supplementary Education Center
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2023

II. FINDINGS

#2021-001 Inadequate Segregation of Duties

Prior Condition: The Center does not have complete segregation of duties. One person has access to multiple areas of the financial accounting system, which results in overlapping steps within the control environment. In addition, top management has the ability to negotiate and revise financial settlements without the governing board's approval.

Criteria: The ideal internal control system would not allow one person to perform multiple transactions within a cycle, and the execution process would be separated from the approval process.

Cause of Condition: The Center has minimum personnel and therefore small departments. The responsibilities for accounting primarily resides with one person and the responsibilities for management resides with one person.

Effect: This increases the risk of fraud and irregularities. An error in financial reporting may not be detected in a timely manner or the misappropriation of assets could be concealed.

Prior Recommendation: We recommended that the Board and management continue to use supervisory reviews such as monitoring financial statements and budget reports, and segregate duties where cost beneficial to do so. We also recommend the Board set and quantify the authority given to top management by requiring Board oversight for significant financial transactions and settlement negotiations and/or revisions in excess of pre-determined amounts.

Current Status: The Center is segregating duties, where practical and has implemented supervisory controls, where segregation is not practical. However, this is still considered to be a "continuing condition" because of the limited opportunity to adequately segregate duties.

Pee Dee Regional Supplementary Education Center
General Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended June 30, 2023

	Budget	Actual	Variance with Final Budget
REVENUES			
1000 Revenue from local sources			
1300 Tuition			
1350 Tuition from patrons for summer school	\$0.00	\$100.00	\$100.00
1500 Earnings on investments			
1510 Interest on investments	4,000.00	19,852.30	15,852.30
1900 Other revenue from local sources			
1910 Rentals	11,153.00	25,131.00	13,978.00
1950 Refund of prior year expenditures	0.00	241.00	241.00
1990 Miscellaneous local sources			
1999 Revenue from other local sources	1,500.00	7,352.57	5,852.57
TOTAL LOCAL REVENUE	<u>16,653.00</u>	<u>52,676.87</u>	<u>36,023.87</u>
2000 Intergovernmental revenue			
2100 Payments from other governmental units	168,491.00	166,554.00	(1,937.00)
TOTAL INTERGOVERNMENTAL REVENUES	<u>168,491.00</u>	<u>166,554.00</u>	<u>(1,937.00)</u>
TOTAL REVENUES ALL SOURCES	<u>185,144.00</u>	<u>219,230.87</u>	<u>34,086.87</u>
EXPENDITURES			
200 Support services			
230 General administration services			
231 Board of education			
100 Salaries	52,379.00	52,378.26	0.74
200 Fringe benefits	30,631.00	25,863.39	4,767.61
300 Purchased services	102,763.00	89,423.79	13,339.21
318 Audit services	4,000.00	4,000.00	0.00
400 Supplies and materials	25,750.00	22,811.52	2,938.48
500 Capital outlay	1,500.00	628.56	871.44
600 Other objects	5,475.00	5,425.00	50.00
TOTAL SUPPORT SERVICES	<u>222,498.00</u>	<u>200,530.52</u>	<u>21,967.48</u>
TOTAL EXPENDITURES	<u>222,498.00</u>	<u>200,530.52</u>	<u>21,967.48</u>
Excess deficiency of revenues over (under) expenditures	<u>(37,354.00)</u>	<u>18,700.35</u>	<u>56,054.35</u>
OTHER FINANCING SOURCES (USES)			
Interfund transfers, from (to) other funds			
5210 Transfer from special revenue fund	1,000.00	1,000.00	0.00
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,000.00</u>	<u>1,000.00</u>	<u>0.00</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources	<u>(36,354.00)</u>	<u>19,700.35</u>	<u>56,054.35</u>
FUND BALANCE - July 1, 2022	<u>188,079.82</u>	<u>188,079.82</u>	<u>0.00</u>
FUND BALANCE - June 30, 2023	<u>\$151,725.82</u>	<u>\$207,780.17</u>	<u>\$56,054.35</u>

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING BALANCE SHEET
Year ended June 30, 2023

	Center of Excellence	Equity Defense	Minority Recruitment	Project Share	SHARE Other Services
ASSETS					
Cash	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Prepaid expenditures	0.00	0.00	0.00	2,463.43	0.00
Due from general fund	200.00	36,650.74	30,130.65	1,888,096.18	0.00
Due from other governmental units	100.00	0.00	0.00	0.00	809.45
Other receivables	0.00	0.00	0.00	0.00	0.00
Loans receivable	0.00	0.00	129,613.32	0.00	0.00
Provision for uncollectible	0.00	0.00	(129,613.32)	0.00	0.00
Total assets	\$300.00	\$36,650.74	\$30,130.65	\$1,890,559.61	\$809.45

LIABILITIES AND FUND EQUITY

Liabilities					
Due to general fund	\$0.00	\$0.00	\$0.00	\$0.00	\$589.20
Due to other governmental units	0.00	0.00	0.00	41,218.97	0.00
Revenue received in advance	425.00	0.00	0.00	0.00	0.00
Total liabilities	425.00	0.00	0.00	41,218.97	589.20
Fund Equity					
Fund balance (Deficit)	(125.00)	36,650.74	30,130.65	1,849,340.64	220.25
Total liabilities and fund equity	\$300.00	\$36,650.74	\$30,130.65	\$1,890,559.61	\$809.45

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING BALANCE SHEET
Year ended June 30, 2023

	Academic Challenge	Math/ Science Hub	Progress Energy	Coastal Pee Dee MSRC
ASSETS				
Cash	\$0.00	\$50.00	\$0.00	\$0.00
Prepaid expenditures	0.00	0.00	0.00	0.00
Due from general fund	5,940.23	0.00	1,204.97	10,481.63
Due from other governmental units	675.68	0.00	0.00	0.00
Other receivables	6.00	0.00	0.00	0.00
Loans receivable	0.00	0.00	0.00	0.00
Reserve for loans receivable	0.00	0.00	0.00	0.00
	<u>\$6,621.91</u>	<u>\$50.00</u>	<u>\$1,204.97</u>	<u>\$10,481.63</u>
	<u>\$6,621.91</u>	<u>\$50.00</u>	<u>\$1,204.97</u>	<u>\$10,481.63</u>
LIABILITIES AND FUND EQUITY				
Liabilities				
Due to general fund	\$0.00	\$0.00	\$0.00	\$0.00
Due to other governmental units	0.00	0.00	0.00	0.00
Revenue received in advance	0.00	0.00	0.00	0.00
Total liabilities	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Fund Equity				
Fund balance (Deficit)	6,621.91	50.00	1,204.97	10,481.63
Total liabilities and fund equity	<u>\$6,621.91</u>	<u>\$50.00</u>	<u>\$1,204.97</u>	<u>\$10,481.63</u>
	<u>\$6,621.91</u>	<u>\$50.00</u>	<u>\$1,204.97</u>	<u>\$10,481.63</u>

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING BALANCE SHEET
Year ended June 30, 2023

	PDEF	S2MART Centers SC	EIA	Totals (Memorandum Only)
ASSETS				
Cash	\$0.00	\$0.00	\$0.00	\$50.00
Prepaid expenditures	0.00	0.00	0.00	2,463.43
Due from general fund	5,662.42	25,995.29	71,979.32	2,076,341.43
Due from other governmental units	0.00	0.00	0.00	1,585.13
Other receivables	0.00	0.00	0.00	6.00
Loans receivable	0.00	0.00	0.00	129,613.32
Reserve for loans receivable	0.00	0.00	0.00	(129,613.32)
Total assets	\$5,662.42	\$25,995.29	\$71,979.32	\$2,080,445.99
LIABILITIES AND FUND EQUITY				
Liabilities				
Due to general fund	\$0.00	\$0.00	\$0.00	\$589.20
Due to other governmental units	0.00	0.00	14,920.19	56,139.16
Revenue received in advance	0.00	0.00	52,272.74	52,697.74
Total liabilities	0.00	0.00	67,192.93	109,426.10
Fund Equity				
Fund balance (Deficit)	5,662.42	25,995.29	4,786.39	1,971,019.89
Total liabilities and fund equity	\$5,662.42	\$25,995.29	\$71,979.32	\$2,080,445.99

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	Center of Excellence	Equity Defense	Minority Recruitment	Project Share	SHARE Other Services
REVENUES					
1000 Revenue from local sources					
1300 Tuition					
1320 From other LEA's for regular day school	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
1350 Tuition from patrons for summer school	6,725.00	0.00	0.00	0.00	0.00
1360 Tuition from other LEA's for summer school	700.00	0.00	0.00	0.00	0.00
1900 Other revenue from local sources					
1920 Contributions and donations	0.00	0.00	0.00	0.00	0.00
Total local sources	<u>7,425.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
2000 Intergovernmental revenue					
2100 Payments from other governmental units	66,286.00	0.00	0.00	331,110.50	24,577.37
Total intergovernmental revenue	<u>66,286.00</u>	<u>0.00</u>	<u>0.00</u>	<u>331,110.50</u>	<u>24,577.37</u>
3000 Revenue from state sources					
3500 Education improvement act					
3592 Work-Based Learning	0.00	0.00	0.00	0.00	0.00
Total state sources	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
TOTAL REVENUE ALL SOURCES	<u>73,711.00</u>	<u>0.00</u>	<u>0.00</u>	<u>331,110.50</u>	<u>24,577.37</u>

Pee Dee Regional Supplementary Education Center
 All Special Revenue Funds

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE**

Year Ended June 30, 2023

	Center of Excellence	Equity Defense	Minority Recruitment	Project Share	SHARE Other Services
200 Support services	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
210 Pupil services					
212 Guidance services					
300 Purchased services					
215 Exceptional program services					
100 Salaries	0.00	0.00	0.00	307,568.79	0.00
200 Employee benefits	0.00	0.00	0.00	143,224.56	0.00
300 Purchased services	0.00	0.00	0.00	70,218.80	20,837.37
400 Supplies and materials	0.00	0.00	0.00	10,047.32	0.00
500 Capital Outlay	0.00	0.00	0.00	11,700.00	0.00
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>542,559.47</u>	<u>20,837.37</u>
217 Career specialist services					
100 Salaries	0.00	0.00	0.00	0.00	0.00
200 Employee benefits	0.00	0.00	0.00	0.00	0.00
300 Purchased services	0.00	0.00	0.00	0.00	0.00
400 Supplies and materials	0.00	0.00	0.00	0.00	0.00
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
220 Instructional staff services					
221 Improvement of instruction-curriculum dev.					
100 Salaries	0.00	0.00	0.00	0.00	0.00
200 Employee benefits	0.00	0.00	0.00	0.00	0.00
300 Purchased services	0.00	0.00	2.97	0.00	0.00
400 Supplies and materials	0.00	0.00	22.80	0.00	0.00
	<u>0.00</u>	<u>0.00</u>	<u>25.77</u>	<u>0.00</u>	<u>0.00</u>
224 Improvement of instruction-in-service & staff training					
300 Purchased services	74,061.00	0.00	0.00	0.00	3,520.00
	<u>74,061.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>3,520.00</u>

Fee Dee Regional Supplementary Education Center
All Special Revenue Funds

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE**

Year Ended June 30, 2023

	Center of Excellence	Equity Defense	Minority Recruitment	Project Share	SHARE Other Services
230 General administration services					
233 School administration					
100 Salaries	\$0.00	\$0.00	\$0.00	\$27,898.78	\$0.00
200 Employee benefits	0.00	0.00	0.00	13,461.62	0.00
300 Purchased services	0.00	0.00	0.00	18,953.16	0.00
318 Audit services	0.00	0.00	0.00	14,000.00	0.00
600 Other Objects	0.00	0.00	0.00	413.00	0.00
	0.00	0.00	0.00	74,726.56	0.00
TOTAL SUPPORT SERVICES	74,061.00	0.00	25.77	617,286.03	24,357.37
TOTAL EXPENDITURES	74,061.00	0.00	25.77	617,286.03	24,357.37
Excess (deficiency) of revenue over expenditures	(350.00)	0.00	(25.77)	(286,175.53)	220.00
OTHER FINANCING SOURCES (USES)					
Interfund Transfer, From (To) Other Funds					
420-710 Transfer (to) general fund	0.00	0.00	0.00	(1,000.00)	0.00
TOTAL OTHER FINANCING SOURCES (USES)	0.00	0.00	0.00	(1,000.00)	0.00
Excess (deficiency) of revenue over expenditures and other (uses)	(350.00)	0.00	(25.77)	(287,175.53)	220.00
FUND BALANCE (Deficit) - July 1, 2022	225.00	36,650.74	30,156.42	2,136,516.17	0.25
FUND BALANCE (Deficit) - June 30, 2023	(\$125.00)	\$36,650.74	\$30,130.65	\$1,849,340.64	\$220.25

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
 Year Ended June 30, 2023

	Math/ Science_Hub	Academic Challenge	Coastal Pee Dee MSRC	Progress Energy
REVENUES				
1000 Revenue from local sources				
1300 Tuition	\$0.00	\$8,382.57	\$0.00	\$0.00
1320 From other LEA's for regular day school	0.00	0.00	0.00	0.00
1350 Tuition from patrons for summer school	0.00	0.00	0.00	0.00
1360 Tuition from other LEA's for summer school				
1900 Other revenue from local sources	0.00	1,250.00	0.00	0.00
1920 Contributions and donations	0.00	9,632.57	0.00	0.00
Total local sources				
2000 Intergovernmental revenue				
2100 Payments from other governmental units	0.00	0.00	0.00	0.00
Total intergovernmental revenue	0.00	0.00	0.00	0.00
3000 Revenue from state sources				
3500 Education improvement act	0.00	0.00	0.00	0.00
3592 Work-Based Learning	0.00	0.00	0.00	0.00
Total state sources	0.00	0.00	0.00	0.00
TOTAL REVENUE ALL SOURCES	0.00	9,632.57	0.00	0.00

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
 Year Ended June 30, 2023

	Math/ Science Hub	Academic Challenge	Coastal Pee Dee MSRC	Progress Energy
200 Support services	\$0.00	\$0.00	\$0.00	\$0.00
210 Pupil services				
212 Guidance services				
300 Purchased services				
215 Exceptional program services				
100 Salaries	0.00	0.00	0.00	0.00
200 Employee benefits	0.00	0.00	0.00	0.00
300 Purchased services	0.00	0.00	0.00	0.00
400 Supplies and materials	0.00	0.00	0.00	0.00
500 Capital Outlay	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00
217 Career specialist services				
100 Salaries	0.00	0.00	0.00	0.00
200 Employee benefits	0.00	0.00	0.00	0.00
300 Purchased services	0.00	0.00	0.00	0.00
400 Supplies and materials	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00
220 Instructional staff services				
221 Improvement of instruction-curriculum dev.				
100 Salaries	0.00	0.00	0.00	0.00
200 Employee benefits	0.00	0.00	0.00	0.00
300 Purchased services		1,552.59	0.00	0.00
400 Supplies and materials		5,921.60	0.00	0.00
	0.00	7,474.19	0.00	0.00
224 Improvement of instruction-in-service & staff training				
300 Purchased services	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	Math/ Science Hub	Academic Challenge	Coastal Pee Dee MSRC	Progress Energy
230 General administration services	\$0.00	\$0.00	\$0.00	\$0.00
233 School administration	0.00	0.00	0.00	0.00
100 Salaries	0.00	0.00	0.00	0.00
200 Employee benefits	0.00	0.00	0.00	0.00
300 Purchased services	0.00	0.00	0.00	0.00
318 Audit services	0.00	0.00	0.00	0.00
600 Other Objects	0.00	0.00	0.00	0.00
TOTAL SUPPORT SERVICES	0.00	7,474.19	0.00	0.00
TOTAL EXPENDITURES	0.00	7,474.19	0.00	0.00
Excess (deficiency) of revenue over expenditures	0.00	2,158.38	0.00	0.00
OTHER FINANCING SOURCES (USES)				
Interfund Transfer, From (To) Other Funds	0.00	0.00	0.00	0.00
420-710 Transfer (to) general fund	0.00	0.00	0.00	0.00
TOTAL OTHER FINANCING SOURCES (USES)				
Excess (deficiency) of revenue over expenditures and other (uses)	0.00	2,158.38	0.00	0.00
FUND BALANCE (Deficit) - July 1, 2022	50.00	4,463.53	10,481.63	1,204.97
FUND BALANCE (Deficit) - June 30, 2023	\$50.00	\$6,621.91	\$10,481.63	\$1,204.97

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
 Year Ended June 30, 2023

	PDEF	S2MART Centers SC	Work Based Learning	Totals (Memorandum Only)
REVENUES				
1000 Revenue from local sources				
1300 Tuition				
1320 From other LEA's for regular day school	\$0.00	\$0.00	\$0.00	\$8,382.57
1350 Tuition from patrons for summer school	0.00	0.00	0.00	6,725.00
1360 Tuition from other LEA's for summer school	0.00	0.00	0.00	700.00
1900 Other revenue from local sources	0.00	0.00	0.00	1,250.00
1920 Contributions and donations	0.00	0.00	0.00	17,057.57
Total local sources	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>17,057.57</u>
2000 Intergovernmental revenue				
2100 Payments from other governmental units	0.00	328,215.00	0.00	750,188.87
Total intergovernmental revenue	<u>0.00</u>	<u>328,215.00</u>	<u>0.00</u>	<u>750,188.87</u>
3000 Revenue from state sources				
3500 Education improvement act	0.00	0.00	37,352.55	37,352.55
3592 Work-Based Learning	0.00	0.00	37,352.55	37,352.55
Total state sources	<u>0.00</u>	<u>0.00</u>	<u>37,352.55</u>	<u>37,352.55</u>
TOTAL REVENUE ALL SOURCES	<u>0.00</u>	<u>328,215.00</u>	<u>37,352.55</u>	<u>804,598.99</u>

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	PDEF	S2MART Centers SC	Work Based Learning	Totals (Memorandum Only)
200 Support services	\$0.00	\$0.00	\$1,227.12	\$1,227.12
210 Pupil services				
212 Guidance services				
300 Purchased services				
215 Exceptional program services				
100 Salaries	0.00	0.00	0.00	307,368.79
200 Employee benefits	0.00	0.00	0.00	143,224.56
300 Purchased services	0.00	0.00	0.00	91,056.17
400 Supplies and materials	0.00	0.00	0.00	10,047.32
500 Capital Outlay	0.00	0.00	0.00	11,700.00
	0.00	0.00	0.00	563,396.84
217 Career specialist services				
100 Salaries	0.00	0.00	22,900.02	22,900.02
200 Employee benefits	0.00	0.00	10,111.49	10,111.49
300 Purchased services	0.00	0.00	2,317.17	2,317.17
400 Supplies and materials	0.00	0.00	796.75	796.75
	0.00	0.00	36,125.43	36,125.43
220 Instructional staff services				
221 Improvement of instruction-curriculum dev.				
100 Salaries	0.00	214,500.24	0.00	214,500.24
200 Employee benefits	0.00	100,213.29	0.00	100,213.29
300 Purchased services	0.00	14,178.00	0.00	15,733.56
400 Supplies and materials	0.00	0.00	0.00	5,944.40
	0.00	328,891.53	0.00	336,391.49
224 Improvement of instruction-inservice & staff training				
300 Purchased services	0.00	0.00	0.00	77,581.00
	0.00	0.00	0.00	77,581.00

Pee Dee Regional Supplementary Education Center
All Special Revenue Funds
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
 Year Ended June 30, 2023

	PDEF	S2MART Centers SC	Work Based Learning	Totals (Memorandum Only)
230 General administration services				
233 School administration				
100 Salaries	\$0.00	\$0.00	\$0.00	\$27,898.78
200 Employee benefits	0.00	0.00	0.00	13,461.62
300 Purchased services	0.00	0.00	0.00	18,953.16
318 Audit services	0.00	0.00	0.00	14,000.00
600 Other Objects	0.00	0.00	0.00	413.00
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>74,726.56</u>
TOTAL SUPPORT SERVICES	<u>0.00</u>	<u>328,891.53</u>	<u>37,352.55</u>	<u>1,089,448.44</u>
TOTAL EXPENDITURES	<u>0.00</u>	<u>328,891.53</u>	<u>37,352.55</u>	<u>1,089,448.44</u>
Excess (deficiency) of revenue over expenditures	<u>0.00</u>	<u>(676.53)</u>	<u>0.00</u>	<u>(284,849.45)</u>
OTHER FINANCING SOURCES (USES)				
Interfund Transfer, From (To) Other Funds				
420-710 Transfer (to) general fund	0.00	0.00	0.00	(1,000.00)
TOTAL OTHER FINANCING SOURCES (USES)	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>(1,000.00)</u>
Excess (deficiency) of revenue over expenditures and other (uses)	<u>0.00</u>	<u>(676.53)</u>	<u>0.00</u>	<u>(285,849.45)</u>
FUND BALANCE (Deficit) - July 1, 2022	<u>5,662.42</u>	<u>26,671.82</u>	<u>4,786.39</u>	<u>2,256,869.34</u>
FUND BALANCE (Deficit) - June 30, 2023	<u>\$5,662.42</u>	<u>\$25,995.29</u>	<u>\$4,786.39</u>	<u>\$1,971,019.89</u>

Pee Dee Regional Supplementary Education Center
Center of Excellence
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	Actual
REVENUES	
1000 Revenues from local sources	
1300 Tuition	
1350 Tuition from patrons for summer school	\$6,725.00
1360 Tuition from other LEAs for summer school	700.00
TOTAL LOCAL REVENUE	7,425.00
2000 Intergovernmental revenue	
2100 Payments from other governmental units	66,286.00
TOTAL INTERGOVERNMENTAL REVENUE	66,286.00
TOTAL REVENUE ALL SOURCES	73,711.00
EXPENDITURES	
200 Support services	
220 Instructional staff	
224 Improvement of instruction & training	
300 Purchased services	74,061.00
TOTAL SUPPORT SERVICES	74,061.00
TOTAL EXPENDITURES	74,061.00
Excess (deficiency) of revenues over expenditures	(350.00)
FUND BALANCE - July 1, 2022	225.00
FUND BALANCE (Deficit) - June 30, 2023	(\$125.00)

Pee Dee Regional Supplementary Education Center
Equity Defense
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	Actual
REVENUES	\$0.00
EXPENDITURES	0.00
Excess (deficiency) of revenues over expenditures	0.00
FUND BALANCE - July 1, 2022	36,650.74
FUND BALANCE - June 30, 2023	\$36,650.74

Pee Dee Regional Supplementary Education Center
Minority Recruitment
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	Actual
REVENUES	\$0.00
TOTAL REVENUE ALL SOURCES	0.00
EXPENDITURES	
200 Support services	
220 Instructional staff services	
221 Improvement of instruction-curriculum development	
300 Purchased services	2.97
400 Supplies	22.80
TOTAL SUPPORT SERVICES	25.77
TOTAL EXPENDITURES	25.77
Excess (deficiency) of revenues over expenditures	(25.77)
FUND BALANCE - July 1, 2022	30,156.42
FUND BALANCE - June 30, 2023	\$30,130.65

Pee Dee Regional Supplementary Education Center
Project Share
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	Actual
REVENUES	
2000 Intergovernmental revenue	
2100 Payments from other governmental units	\$331,110.50
Total intergovernmental revenue	331,110.50
TOTAL REVENUE	331,110.50
EXPENDITURES	
200 Support services	
210 Support services - students	
215 Exceptional program services	
100 Salaries	307,368.79
200 Employee benefits	143,224.56
300 Purchased services	70,218.80
400 Supplies and materials	10,047.32
500 Captial Outlay	11,700.00
	542,559.47
230 Support services - general administration	
233 School administration	
100 Salaries	27,898.78
200 Employee benefits	13,461.62
300 Purchased services	18,953.16
318 Audit Services	14,000.00
600 Other Objects	413.00
	74,726.56
TOTAL SUPPORT/EXPENDITURES	617,286.03
Excess (deficiency) of revenues over expenditures	(286,175.53)
OTHER FINANCING SOURCES (USES)	
Interfund Transfers, From (To) Other Funds	
420-710 Transfer to general fund	(1,000.00)
Excess (deficiency) of revenues and other financing (uses) (under) expenditures	(287,175.53)
FUND BALANCE - July 1, 2022	2,136,516.17
FUND BALANCE - June 30, 2023	\$1,849,340.64

Pee Dee Regional Supplementary Education Center
Share Other Services
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	O & M <u>Actual</u>	Autism <u>Actual</u>	Other <u>Total</u>
REVENUES			
2000 Intergovernmental revenue			
2100 Payments from other governmental units	<u>\$21,057.37</u>	<u>\$3,520.00</u>	<u>\$24,577.37</u>
Total intergovernmental revenue	<u>21,057.37</u>	<u>3,520.00</u>	<u>24,577.37</u>
TOTAL REVENUE	<u>21,057.37</u>	<u>3,520.00</u>	<u>24,577.37</u>
EXPENDITURES			
200 Support services			
210 Support services			
215 Exceptional program services			
300 Purchased services	20,837.37	0.00	20,837.37
224 Improvement of instruction & training			
300 Purchased services	<u>0.00</u>	<u>3,520.00</u>	<u>3,520.00</u>
	<u>20,837.37</u>	<u>3,520.00</u>	<u>24,357.37</u>
Excess (deficiency) of revenues over expenditures	220.00	0.00	220.00
FUND BALANCE - July 1, 2022	<u>0.25</u>	<u>0.00</u>	<u>0.25</u>
FUND BALANCE - June 30, 2023	<u><u>\$220.25</u></u>	<u><u>\$0.00</u></u>	<u><u>\$220.25</u></u>

Pee Dee Regional Supplementary Education Center
Academic Challenge
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	Actual
REVENUES	
1000 Revenue from local sources	
1300 Tuition	
1320 From other LEAs for regular day school	\$8,382.57
1900 Other revenue from local sources	
1920 Contributions and donations	1,250.00
TOTAL REVENUE	9,632.57
EXPENDITURES	
200 Support services	
220 Instructional staff services	
221 Improvement of instruction - curriculum development	
300 Purchased services	1,552.59
400 Supplies and materials	5,921.60
TOTAL SUPPORT SERVICES	7,474.19
TOTAL EXPENDITURES	7,474.19
Excess (deficiency) of revenues over expenditures	2,158.38
FUND BALANCE - July 1, 2022	4,463.53
FUND BALANCE - June 30, 2023	\$6,621.91

Pee Dee Regional Supplementary Education Center
Math/Science Hub Consultant
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	<u>Actual</u>
REVENUES	<u>\$0.00</u>
EXPENDITURES	<u>0.00</u>
Excess (deficiency) of revenues over expenditures	0.00
FUND BALANCE - July 1, 2022	<u>50.00</u>
FUND BALANCE - June 30, 2023	<u><u>\$50.00</u></u>

Pee Dee Regional Supplementary Education Center
Progress Energy
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	<u>Actual</u>
REVENUE	\$0.00
EXPENDITURES	0.00
Excess (deficiency) of revenues over expenditures	0.00
FUND BALANCE - July 1, 2022	1,204.97
FUND BALANCE - June 30, 2023	\$1,204.97

Pee Dee Regional Supplementary Education Center
Coastal Pee Dee MSRC
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	<u>Actual</u>
REVENUES	\$0.00
EXPENDITURES	0.00
Excess (deficiency) of revenues over expenditures	0.00
FUND BALANCE (DEFICIT) - July 1, 2022	10,481.63
FUND BALANCE (DEFICIT) - June 30, 2023	\$10,481.63

Pee Dee Regional Supplementary Education Center
PDEF
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	<u>Actual</u>
REVENUES	\$0.00
EXPENDITURES	0.00
Excess (deficiency) of revenues over expenditures	0.00
FUND BALANCE - July 1, 2022	5,662.42
FUND BALANCE - June 30, 2023	\$5,662.42

Pee Dee Regional Supplementary Education Center
Work Based Learning
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2023

	State Actual	Local Actual	Totals (Memorandum Only)
REVENUES			
3000 Revenue from state sources			
3500 Education Improvement Act			
3592 Work-Based Learning	\$37,352.55	\$0.00	\$37,352.55
TOTAL STATE SOURCES	<u>37,352.55</u>	<u>0.00</u>	<u>37,352.55</u>
TOTAL REVENUE	<u>37,352.55</u>	<u>0.00</u>	<u>37,352.55</u>
EXPENDITURES			
200 Support services			
210 Pupil services			
212 Guidance services			
300 Purchased services	1,227.12	0.00	1,227.12
	<u>1,227.12</u>	<u>0.00</u>	<u>1,227.12</u>
217 Career specialist services			
100 Salaries	22,900.02	0.00	22,900.02
200 Fringe	10,111.49	0.00	10,111.49
300 Purchased services	2,317.17	0.00	2,317.17
400 Materials & Supplies	796.75	0.00	796.75
	<u>36,125.43</u>	<u>0.00</u>	<u>36,125.43</u>
TOTAL SUPPORT SERVICES	<u>37,352.55</u>	<u>0.00</u>	<u>37,352.55</u>
TOTAL EXPENDITURES	<u>37,352.55</u>	<u>0.00</u>	<u>37,352.55</u>
Excess (deficiency) of revenue over expenditures	0.00	0.00	0.00
FUND BALANCE - July 1, 2022	<u>0.00</u>	<u>4,786.39</u>	<u>4,786.39</u>
FUND BALANCE - June 30, 2023	<u>\$0.00</u>	<u>\$4,786.39</u>	<u>\$4,786.39</u>

Pee Dee Regional Supplementary Education Center
S2MART Centers SC

COMBINING BALANCE SHEET

Year Ended June 30, 2023

	S2TEM Centers	MS & HS Collaborative Initiative	Totals (Memorandum Only)
ASSETS			
Due from general fund	\$83.38	\$25,911.91	\$25,995.29
Total assets	<u>\$83.38</u>	<u>\$25,911.91</u>	<u>\$25,995.29</u>
LIABILITIES AND FUND EQUITY			
Liabilities			
Total liabilities	\$0.00	\$0.00	\$0.00
Fund Equity			
Fund balance (deficit)	83.38	25,911.91	25,995.29
Total liabilities and fund equity	<u>\$83.38</u>	<u>\$25,911.91</u>	<u>\$25,995.29</u>

Pee Dee Regional Supplementary Education Center
S2MART Centers SC
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
 Year Ended June 30, 2023

	<u>S2TEM</u> <u>(State)</u>	<u>S2TEM</u> <u>(Local)</u>	<u>MS & HS</u> <u>Collaborative</u> <u>Initiative</u>	<u>Totals</u> <u>(Memorandum</u> <u>Only)</u>
REVENUES				
2000 Intergovernmental Revenue				
2100 Payments from Other Governmental Units	\$328,215.00	\$0.00	\$0.00	\$328,215.00
Total intergovernmental revenue	<u>328,215.00</u>	<u>0.00</u>	<u>0.00</u>	<u>328,215.00</u>
TOTAL REVENUE ALL SOURCES	<u>328,215.00</u>	<u>0.00</u>	<u>0.00</u>	<u>328,215.00</u>
EXPENDITURES				
200 Support services				
220 Instructional staff services				
221 Improvement of instruction-curriculum dev.				
100 Salaries	214,500.24	0.00	0.00	214,500.24
200 Employee benefits	100,213.29	0.00	0.00	100,213.29
300 Purchased services	14,178.00	0.00	0.00	14,178.00
TOTAL SUPPORT SERVICES	<u>328,891.53</u>	<u>0.00</u>	<u>0.00</u>	<u>328,891.53</u>
TOTAL EXPENDITURES	<u>328,891.53</u>	<u>0.00</u>	<u>0.00</u>	<u>328,891.53</u>
Excess (deficiency) of revenue over expenditures	(676.53)	0.00	0.00	(676.53)
FUND BALANCE (DEFICIT) - July 1, 2022	<u>676.53</u>	<u>83.38</u>	<u>25,911.91</u>	<u>26,671.82</u>
FUND BALANCE (DEFICIT) - June 30, 2023	<u>\$0.00</u>	<u>\$83.38</u>	<u>\$25,911.91</u>	<u>\$25,995.29</u>

Pee Dee Regional Supplementary Education Center
Education Improvement Act
SUMMARY SCHEDULE BY PROGRAM
 Year Ended June 30, 2023

	<u>Revenue</u>	<u>Expenditures</u>	EIA Fund Transfers In/(Out)	EIA Fund Deferred Revenue/ Fund Balance	Other Fund Transfers In/(Out)
3000 Revenue from state sources					
3500 Education Improvement Act					
3592 Work-Based Learning	\$37,352.55	\$37,352.55	\$0.00	\$52,272.74	\$0.00
TOTALS	<u>\$37,352.55</u>	<u>\$37,352.55</u>	<u>\$0.00</u>	<u>\$52,272.74</u>	<u>\$0.00</u>

Pee Dee Regional Supplementary Education Center
 DETAILED SCHEDULE OF DUE TO STATE DEPARTMENT OF EDUCATION
 Year Ended June 30, 2023

<u>Program</u>	<u>Project/Grant Number</u>	<u>Revenue & Subfund Code</u>	<u>Description</u>	<u>Amount Due To</u>
Work-Based Learning	22VA648	3592	Unexpended Funds	<u>\$14,920.19</u>
			Total	<u><u>\$14,920.19</u></u>