

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2023**

**Griffin Spalding School System
Finance Division**

**216 South 6th Street
Griffin, GA 30224**

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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I. INTRODUCTORY SECTION

BOARD MEMBERS

R. Syntel Brown
Barbara Jo Cook
Will Doss
Zachery Holmes
Sue McDonald

Keith L. Simmons, Superintendent



216 South Sixth Street
P. O. Drawer N
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Accredited by SACS and GAC

December 4, 2023

**To the Honorable Members of the Griffin-Spalding County
Board of Education and Citizens of Spalding County**

The Annual Comprehensive Financial Report (“ACFR”) of the Griffin-Spalding County School System (the “System”) for the fiscal year ended June 30, 2023, is herewith submitted. The report was prepared by the Finance Department of the Griffin-Spalding County School System. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with management.

This report consists of management’s representations concerning the finances of the System. To provide a reasonable basis for making these representations, management of the System has established a comprehensive internal control framework that is designed to protect the assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the financial statements in conformity with generally accepted accounting principles (“GAAP”). Because the cost of internal controls should not outweigh their benefits, the System’s comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this report is complete and reliable in all material respects.

Designed to meet the needs of a broad spectrum of readers of financial statements, this ACFR is divided into four major sections:

- Introductory section – introduces the reader to the report and includes this transmittal letter, organizational chart of the System, and the list of elected and appointed officials.
- Financial section – consists of the independent auditor’s report, management’s discussion and analysis, the basic financial statements, and combining and fund statements and schedules.
- Statistical section – contains substantial financial information, but presents tables that differ from financial statements in that they present non-accounting data, cover several years, and are designed to reflect social and economic data and financial and fiscal trends as well as the fiscal capacity of the System.
- Single Audit section – contains auditor’s reports on the internal control structure and compliance with applicable laws and regulations, schedule of expenditures of federal awards, and findings and questioned costs as required by the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget Uniform Guidance, “*Audits of State, Local Governments, and Nonprofit Organizations*”.

Independent Audit

In accordance with state law, an annual audit of the financial records, books of account, and financial affairs of the System has been made by an independent auditor. The goal of the independent audit was to provide reasonable assurance that the financial statements of the System for the year ended June 30, 2023, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The auditor's opinion, as prepared by Mauldin & Jenkins, CPAs & Advisors, is included within the financial section of this report.

The independent audit of the financial statements of the System is part of a broader, federally mandated "Single Audit" process designed to meet the needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are included in the Single Audit section of this report.

Management's Discussion and Analysis

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial reports in the form of a Management's Discussion and Analysis ("MD&A"). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The System's MD&A can be found immediately following the report of the independent auditors.

System Profile

The System was created pursuant to an amendment to the Constitution of the State of Georgia ratified in November 1952 and acts of the General Assembly of the State of Georgia. The System resulted from the consolidation of separate city and county school districts within the borders of Spalding County, Georgia (the "County"). The System is a legally separate entity enjoying all rights and privileges accorded political subdivisions of the State of Georgia. The System is fiscally independent. Policymaking and legislative authority are vested in the Board of Education consisting of five members, each elected from single member districts. Board members, elected on a non-partisan basis, serve four-year staggered terms with no more than three board members elected every two years. The Board of Education is responsible for, among other things, developing policy, adopting the budget, levying taxes, incurring bonded debt with voter approval, and hiring all System employees.

The primary purpose of the System is to provide public education for those who reside within the boundaries of Spalding County, Georgia. The philosophy of the System is that all students can and will learn in a safe and appropriate environment that supports the physical, emotional, mental and learning abilities of students. The *vision* of the System is "to be an agent of change, transforming our students into future-ready learners and contributing members of society." The *mission* of the System is "to empower students to graduate college and career ready." The vision and mission guided the development of a five-year strategic plan. The strategic plan informs the development of a budget for the efficient use of resources to go towards expected outcomes.

During the 2022-23 school year, the System serviced eleven elementary schools (pre-kindergarten through grade five), four middle schools (grades six through eight), and three high schools (grades nine through twelve). The third high school, A.Z. Kelsey Academy, opened in August 2007, as an alternative setting for students in need of additional academic emphasis and greater organizational structure.

The System also operates a Program Challenge center, the Griffin Region College and Career Academy, and an alternative program. The Program Challenge center is for elementary school students qualifying for services under the gifted education program. These students experience a unique setting focused on gifted level activities. The Griffin Region College and Career Academy (“GRCCA”) opened for the first time during the 2016-17 school year. This program services three public school systems by providing career-related (vocational) and dual enrollment opportunities. GRCCA focuses on preparing students to fill local business and industry employment needs. The alternative program is for middle and high school students with disciplinary issues.

The System served 9,563 students as of the student enrollment count taken in October 2022, an increase of 23 from the prior year. Total enrollment includes 482 students served in the pre-kindergarten program funded through proceeds of the State of Georgia’s lottery for education program. System enrollment has experienced some decline over the past several years. Current trends suggest that enrollment will remain constant for the foreseeable future in line with the slow, but steady, growth in County population.

System of Internal Controls

Management of the System is responsible for establishing and maintaining internal controls designed to ensure that the assets of the System are protected from loss, theft or misuse and to ensure that adequate accounting records are maintained to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal controls over major business functions are subject to periodic evaluation by management. Included therein are controls over data processing functions as well as the security of backup information in the event of catastrophic damage or loss to the primary records. Financial policies adopted by the Board of Education are a primary component of the internal control system and are subject to annual review in light of current conditions.

Budgetary Control

The System adopts an annual budget for its funds. This budget acts as the financial operating plan for the entire year. Revisions may be implemented during the year authorizing a larger appropriation of available resources with approval from the Board of Education. All annual appropriations lapse at year-end with the exception of those indicated as assignment of fund balance.

The development of the budget is a year-long process tied to the System’s strategic plan. Staffing allocations are determined by a formula that takes into account maximum class sizes and equity components (e.g., economically disadvantaged, gifted). Goals and expected outcomes are established for various levels of investment and resource allocations are made based on estimates of the revenue available.

The System Superintendent submits an annual budget to the Board of Education in May prior to the commencement of the new fiscal year on July 1. The budget includes proposed expenditures as well as the means of financing them. Public hearings are held on the budget after which the Board of Education adopts a budget for the year by resolution. In addition, under provisions of state law, public hearings must be held if the proposed property tax millage rate exceeds the rate of the prior year, or if the rate is not rolled back sufficiently to fully offset the effects of re-evaluation increases on the taxable value of property in the County.

Budgetary control is maintained at the aggregate level for each budgeted fund. For fiscal year 2023, budgets were adopted for the General Fund, Special Revenue Fund, School Nutrition Fund, and Capital Projects Fund.

Major Initiatives

The Board of Education adopted a five-year strategic plan in 2021 to guide our instructional program. The plan will guide school system operations over a five-year window (2022-2027). Four primary strategic directions form the framework of the strategic plan.

- Student Achievement
 - To increase graduation rates
 - To provide appropriate student support
 - To ensure mastery of the curriculum
- Family and Community Engagement
 - To increase consistent family engagement
 - To increase business and community support
 - To increase community awareness of System improvement initiatives
- High Performing Staff
 - To provide relevant professional development
 - To evaluate staff effectively
 - To recruit and retain high performing staff
- Organizational and Operational Efficiency
 - To ensure fiscal responsibility and accountability
 - To maintain a safe and inviting System environment
 - To provide effective and reliable operational processes

Several instructional initiatives have been implemented to support these goals. Examples include the following programs.

- Infinite Campus – student information system
- Mastery Connect – data analysis software
- Measures of Academic Progress (“MAP”) – student performance software
- Instructional coaches for professional development
- Credit recovery and summer enrichment program
- Audio Enhancement program for recorded instruction, professional development and safety
- Georgia Department of Education – curriculum guides for all grade levels in English/Language Arts, Math and Science
- Special Entities
 - Program Challenge Elementary Gifted Center
 - Elementary Science Enrichment Center
 - A. Z. Kelsey Academy
 - Griffin Region College and Career Academy
 - Partnership with Southern Crescent Technical College
 - Partnership with University of Georgia – Griffin campus
 - Partnership with Georgia Institute of Technology
 - Elementary After-School Program
- Parent/Community Involvement
 - PTA/PTO
 - School Councils
 - Griffin-Spalding Partners in Education, Inc.
 - Archway Initiative

Economic Condition and Outlook

Spalding County, Georgia, has experienced modest economic growth over the past several years with a varied manufacturing and industrial base adding to the relative stability of the area. The County government completed the development of infrastructure for an eco-friendly industrial park. New industrial companies continue to locate into the park. Since inception, five Japanese companies have announced the selection of the park, with four completing construction. A Dollar General distribution center has completed construction on the border of Spalding County and Butts County. These companies have improved the industrial base within the County and are providing stability and potential for moderate growth in the tax digest. The announcement of additional companies is anticipated in the near future. Negotiations aimed at securing the new industries to Spalding County included abatements of school property taxes on real property at declining percentages for up to five years. Spalding County is currently considering the acquisition of new land for the next phase of an additional industrial park. In addition, a new airport inside Spalding County, one large enough to accommodate approximately 95% of the current commercial fleet, is progressing with the acquisition of property and is slated to open in 2024.

The average annual unemployment rate in Spalding County decreased to 3.7% for calendar year 2022 from 4.6% the prior year. Southern Crescent Technical College and the University of Georgia – Griffin Campus have both experienced enrollment increases along with physical plant expansions designed to improve the level of preparedness of the available workforce. These expansions included a Film Institute, a Food Product Innovation Center and a Turf Grass facility.

County-wide population changes mirror those experienced within the System. Total population in Spalding County is estimated to have remained virtually unchanged over the past twelve months. For several years, the only significant residential development showing signs of construction activity has been designated as an “active adult community” with no school-age children to impact local enrollment. Building permits for new housing are increasing, but at a slow pace. Collections on the Education Special Purpose Local Option Sales Tax (“ESPLOST”) remain strong, which has been a positive sign for the overall health of the local economy.

Long-term Financial Planning

Since 1997, Education Special Purpose Local Option Sales Tax (“ESPLOST”) has been the primary funding vehicle available to school districts for the construction and renovation of school facilities and technology enhancement. Currently, school facilities have an average age of 38 years. However, this includes buildings placed into service within the past five years as well as others that are over 80 years old. Despite the average age of facilities, ESPLOST has allowed all schools to be renovated on a regular cycle. In November 2019, Spalding County voters approved an extension of ESPLOST for a five-year period ending June 30, 2025, covering a project list which included facility expansion and renovation along with the purchase of new technology for classroom use. Work continued in fiscal year 2023 on renovations using previous ESPLOST funds.

The System monitors budget related activity in the Georgia General Assembly. With a reduction from the impact of the Coronavirus pandemic, an improving Georgia economy was recognized in the spring of 2023. Previous cuts to the state funding formula (amended formula adjustments), which were eliminated, were not reinstated which helped school systems in this economy. At mid-term of the fiscal year, the amended formula adjustment was again not instituted, therefore, continuing the funding to a full allotment level. Resources were examined thoroughly again after this announcement to ensure the appropriateness of allocation toward instructional programs. The System continued a spending plan of Federal Stimulus Funds (Elementary and Secondary School Emergency Relief Fund (“ESSER”) II) and American Rescue Plan Act Fund (“ARPA”) for use to offset diminishing resources and plan against the pandemic. The System has experienced increases to required expenditures such as certified and classified employee health insurance rates for employers, teacher pay raises, and contributions to the Teachers’ Retirement System of Georgia. The System is focusing on investments in the educational program based on the recommendations of a curriculum audit and the implementation of the strategic plan. This process requires the review and evaluation of

operations to improve efficiency, including personnel allocations, employee benefits, software usage, specialized instructional programs, student transportation services, and technology infrastructure. Sustainability is a critical piece of budget planning. Budget items proposed for inclusion or modification are viewed in terms of the System's ability to sustain the item into the future. Adequate available fund reserves are key to preserving the System's ability to operate free of short-term borrowing to fund daily operations. As of June 30, 2023, fund balance for the System is 148 days of projected FY2024 operations. Fund balance has steadily increased over the past five years and placed the System in a position of financial stability.

Relevant Financial Policies

During FY2023, financial policies related to purchasing and procurement continued to be important, particularly with the increase in federal funds coming to the System. In particular, the establishment of procedures surrounding the purchase of computer hardware and software while maintaining compliance with applicable federal grant guidelines was significant. In addition, an annual review is conducted of all financial policies to determine the need for any additions or changes.

Awards

The Government Finance Officers Association ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to the System for its Annual Comprehensive Financial Report ("ACFR") for the year ended June 30, 2022. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement for Excellence, a governmental unit must publish an easily readable and efficiently organized ACFR whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. This is the 18th consecutive year that the System has received this prestigious award. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we will be submitting it to GFOA to determine its eligibility for another certificate.

The System also received the Association of School Business Officials ("ASBO") International's Certificate of Excellence in Financial Reporting for its ACFR for the year ended June 30, 2022.

The award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and was adopted by the Association of School Business Officials International. The Certificate of Excellence is valid for a one-year period. This is the 18th consecutive year the System has received this prestigious award. We believe our current report continues to conform to the Certificate of Excellence program requirements, and we will be submitting it to ASBO to determine its eligibility for another certificate.

Acknowledgements

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express appreciation to all members of the department who assisted in the preparation of this report. We would also like to express our appreciation to the members of the Board of Education who continue to show their interest and support in conducting the financial affairs of the System in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Keith L. Simmons".

Keith L. Simmons, EdD
Superintendent

A handwritten signature in blue ink, appearing to read "Byron K. Jones".

Byron K. Jones, MPAcc, CSRM
Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Griffin-Spalding County School System
Georgia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Griffin-Spalding County School System

for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'John W. Hutchison'. The signature is written in a cursive style.

John W. Hutchison
President

A handwritten signature in black ink, reading 'Siobhán McMahon'. The signature is written in a cursive style.

Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

BOARD OF EDUCATION FUNCTION AND COMPOSITION JUNE 30, 2023

The Griffin-Spalding County Board of Education governs all matters relating to education and operations in the Griffin-Spalding County School System, as provided by Georgia law.

The Board is responsible, through its oversight function, for maintaining a reasonable and uniform system of public schools serving students in grades pre-kindergarten through 12. With the advice of the Superintendent, the Board determines policies and prescribes rules and regulations for the management of the school system. This includes, but is not limited to, adopting system-wide goals and objectives, developing a financial budget for the school year, and receiving regular reports on the progress of serving students and families throughout the year.

The Board currently consists of five members elected from single member districts. The Board has independent taxing authority for the purpose of funding public education inside Spalding County, Georgia.

Regular meetings of the Board of Education are held on the third Tuesday of each month beginning at 6:00 p.m. and work sessions are held on the first Tuesday of each month at 4:00 p.m. in the Board meeting room of the main administration building located at 216 South Sixth Street, Griffin, Georgia. Special meetings may be called at other times by the Board Chairperson. At all meetings, a majority of the entire membership constitutes a quorum. All meetings are open to the public.

The Board elects a Chairperson and Vice-Chairperson annually from its members.

As of June 30, 2023, the members of the Board of Education and dates of expiration of their terms are as follows:

Name	Title	Term Expiration
Mr. Syntel Brown	Chairperson	12/31/26
Mr. William B. Doss	Vice-Chairperson	12/31/24
Mrs. Barbara Jo Cook	Member	12/31/24
Mr. Zachery B. Holmes	Member	12/31/26
Ms. Sue McDonald	Member	12/31/26

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

SUPERINTENDENT AND ADMINISTRATIVE STAFF AS OF JUNE 30, 2023

EXECUTIVE ADMINISTRATION

Dr. Keith L. Simmons	Superintendent of Schools
Dr. Donald Warren	Deputy Superintendent
Kim Ray	Executive Assistant to Superintendent

DIVISION OF STUDENT SUPPORT SERVICES

Vacant	Executive Director
Dr. Lisa Moore	Director of Student Services
Charles Kelley	Director of Exceptional Students

DIVISION OF DISTRICT OPERATIONS

Todd Harris	Director of Pupil Transportation
Robert Wheeler	Director of Nutrition Services
Bruce Ballard	Director of Facilities and Construction
Anthony Blasingame	Director of Evaluation and Accountability
Vacant	Director of Athletics

DIVISION OF TEACHER AND LEADER EFFECTIVENESS

Dr. Tiffany Taylor	Executive Director
Dr. Audrey Greer	Director of Teaching and Learning
Barbara Alston	Director of Federal Programs
Lonny Harper	Director of Technology Services
Chris Lokey	Executive Officer of Schools
Cynthia Jewell	Executive Officer of Elementary Education
Lindy Pruitt	Executive Officer of Secondary Education

FINANCE

Byron K. Jones	Chief Financial Officer
Bridgett Holder	Assistant Director of Accounting

HUMAN RESOURCES

Judi Battle	Executive Director
Dr. Stephanie Evans	Director of Strategic Talent Management
Dr. Tonya Steele	Director of Leadership Development

COMMUNICATIONS AND PARTNERSHIPS

Adam Pugh	Executive Director
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GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

SUPERINTENDENT AND ADMINISTRATIVE STAFF AS OF JUNE 30, 2023

SCHOOL PRINCIPALS

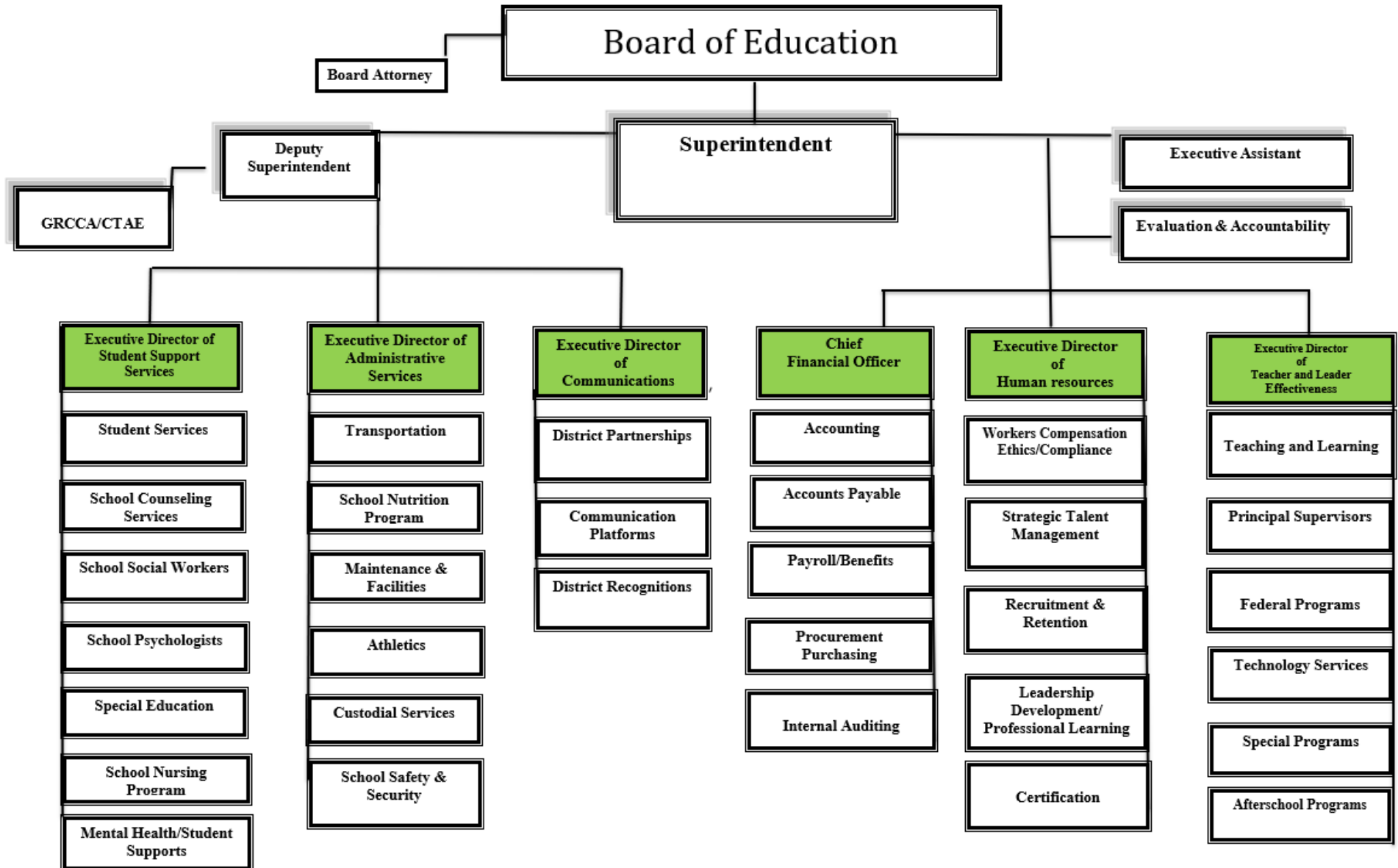
Dr. Seabrook Royal	Anne Street Elementary School
Tiffany Campbell	Atkinson Elementary School
Jonathan McGavin	Beaverbrook Elementary School
Dr. Holly Harvill	Cowan Road Elementary School
Amie Chambers	Crescent Road Elementary School
Ben Steele	Futral Road Elementary School
Julie Robinson	Jackson Road Elementary School
Dottie English	Jordan Hill Road Elementary School
Dr. Audra Olukoya	Moore Elementary School
Misty Garvin	Moreland Road Elementary School
Michael Mathis	Orrs Elementary School
Naja Douglas	Carver Road Middle School
Lashanda Acres	Cowan Road Middle School
Dr. Joshua Pittman	Kennedy Road Middle School
Laura Jordan	Rehoboth Road Middle School
Herbert Chambers	Griffin High School
Dexter Sands	Spalding High School
Lisa Pearce	A.Z. Kelsey Academy

GRIFFIN REGION COLLEGE AND CAREER ACADEMY

Katy Castanien	CEO
Chad Pruitt	Director



2022-2023 Griffin-Spalding County School System Organizational Chart



II. FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

**To the Superintendent and Members of the Board of Education
of the Griffin-Spalding County School System
Griffin, Georgia**

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Griffin-Spalding County School System (the "System") as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the System'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, each major fund, and the aggregate remaining fund information of the System as of June 30, 2023, and the respective changes in financial position and the budgetary comparisons for the General Fund and the Title I Fund 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 System, 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 the System'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 System's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the System'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 ("MD&A") on pages 5 to 17, the Schedules of Proportionate Share of the Net Pension Liability, the Schedules of Pension Contributions, the Schedule of Proportionate Share of the Net Other Post-employment Benefits ("OPEB") Liability, and the Schedule of OPEB Contributions on pages 61 to 76 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the System's basic financial statements. The accompanying Combining and Individual Nonmajor Fund financial Statements and Schedules, the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the Schedule of Expenditures of Special Purpose Local Option Sales Tax proceeds, as required by the Official Code of Georgia Annotated ("O.C.G.A.") §48-8-121, (collectively the "supplementary information") are presented for the 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2023 on our consideration of the System'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 System'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 the Griffin-Spalding County School System's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
December 4, 2023

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

This Management's Discussion and Analysis ("MD&A") of Griffin-Spalding County School System's (herein referred to as the "System") financial performance provides an overall review of the System's financial activities for the fiscal year ended June 30, 2023. The intent of this MD&A is to look at the System's financial performance as a whole. Readers should also review the financial statements and notes to the financial statements to enhance their understanding of the System's financial performance.

Financial Highlights

- The assets and deferred outflows of resources of the System exceeded its liabilities and deferred inflows of resources at June 30, 2023 by \$101,539,023.
- Net position increased by a total of \$17,206,223 from the beginning of the year. The increase is attributable to the Special Purpose Local Option Sales Tax ("SPLOST") revenue which financed investments made in capital assets during the year and increases in state revenues coupled with a decrease in certain expense categories related to the Coronavirus pandemic.
- The System-wide Statement of Net Position includes the employer's proportionate share of pension liabilities in accordance with Governmental Accounting Standards Board ("GASB") 68 and the net Other Post-employment Benefits ("OPEB") liability in accordance with GASB 75. Net pension liability as of June 30, 2023 was \$148,506,055. Net OPEB liability as of June 30, 2023 was \$60,413,866.
- At June 30, 2023, the System's General Fund reported a fund balance of \$44,363,296, an increase of \$7,878,163 from the prior fiscal year. Of this total, \$1,000,658 has been committed to the risk management function in compliance with GASB 54. Unassigned fund balance totaled \$36,395,454.
- SPLOST collections in FY2023 increased 7.28% as compared to collections in FY2022.
- The System's current general obligation bond indebtedness, net of related premiums, is zero. Principal and interest debt service payments were also zero in FY2023.

Overview of the Financial Statements

This MD&A is intended to serve as an introduction to the System's basic financial statements. The basic financial statements comprise three components: 1) System-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

MANAGEMENT'S DISCUSSION AND ANALYSIS

System-wide Financial Statements

The System-wide financial statements are designed to provide readers with a broad overview of the System's finances in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the System's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between the four reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the System is improving or deteriorating. It is important to note that this statement consolidates the System's current financial resources (short-term) with capital assets and long-term liabilities.

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

Fund Financial Statements

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

Governmental Funds

Most of the System's activities are reported in governmental funds focusing on how money flows in and out of those funds and the balances left at year-end available for spending in future periods. The governmental fund statements provide a detailed short-term view of the System's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent in the near future to finance educational programs.

Fiduciary Funds

The System is the trustee, or fiduciary, for assets that belong to others such as club and class funds and payroll withholding funds. The System is responsible for ensuring assets reported in these funds are used only for their intended purposes and by those to whom the assets belong.

Permanent Funds

The System uses these funds to account for assets resulting from a trust arrangement in which the System is the beneficiary which includes scholarships and endowments. Nonexpendable permanent funds account for assets of which principal may not be spent.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Notes to Financial Statements

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

System-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of June 30, 2023, System assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$101,539,023.

Assets

By far, the largest portion of the System's total assets (65.68%) reflects its investment in capital assets (e.g. buildings, land, machinery and equipment, construction in progress) net of depreciation related to those assets. The System uses the capital assets to provide services to our students, faculty, and community; consequently, these assets are not available for future spending. Capital asset increases are directly related to the continued investment of SPLOST revenues into renovation work, buses, and instructional technology. Current and other assets increased slightly compared to the prior year. Capital assets held relatively steady when compared to FY2022.

Deferred outflows and inflows of resources

Deferred outflows of resources represent a consumption of resources that applies to a future period and, therefore, will not be recognized as an outflow of resources until then. Deferred inflows of resources represent an acquisition of resources that applies to a future period and, therefore, will not be recognized as an inflow of resources until that time. These two financial statement elements represent the System's contributions to the pension plans and other post-employment benefits as well as the changes in assumptions and actuarial values of those plans. Deferred outflows of resources increased \$38,432,715 and deferred inflows of resources decreased \$58,029,266 based on the changes in the contributions and actuarial values. Note 11, Retirement Plans, and Note 12, Other Post-employment Benefits ("OPEB") provide details for the calculation of these amounts.

Liabilities

Liabilities included significant changes in two areas: proportionate share of net pension liability and proportionate share of net OPEB liability. Proportionate share of net pension liability and net OPEB liability represent the System's share of state pension plans (e.g., Teachers' Retirement System ("TRS"), Employees' Retirement System ("ERS"), Public School Employees' Retirement System ("PSERS")) and health insurance (State Health) for retirees. These liabilities are based on actuarial values provided by the respective pension plans and State Health Benefit Plan. Note 11, Retirement Plans, and Note 12, Other Post-Employment Benefits ("OPEB") provide details for the calculation of these amounts.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following chart details the major categories of assets, liabilities, and net position with a comparison to the prior fiscal year.

**Table 1
Net Position**

	Governmental Activities	
	Fiscal Year 2023	Fiscal Year 2022
Assets		
Current and Other Assets	\$ 98,668,843	\$ 81,361,915
Capital Assets, Net	189,055,063	184,885,663
Total Assets	287,723,906	266,247,578
Deferred outflows of resources	85,178,101	46,745,386
Liabilities		
Current and Other Liabilities	79,005,119	16,635,909
Long-term Liabilities	148,506,055	110,143,179
Total Liabilities	227,511,174	126,779,088
Deferred inflows of resources	43,851,810	101,881,076
Net Position		
Net investment in capital assets	186,504,679	183,346,780
Restricted	33,445,176	25,259,181
Unrestricted	(118,410,832)	(124,273,161)
Total Net Position	\$ 101,539,023	\$ 84,332,800

Net Position

The System's total net position represents resources that are subject to external restrictions on how they may be used. Comprising the majority of restricted net position are assets being accumulated for use in capital projects accounting for 89.62% of total restricted net position. The remaining 10.38% of restricted net position represents non-expendable, permanent funds and funds set aside for the continuation of federal and other programs.

Unrestricted net position includes the System's proportionate share of the collective net pension liability in each cost sharing benefit plan in which the district participates. For the third year, the net OPEB liability was also recorded to reflect the System's share of healthcare benefits for retirees. The net pension liability was first recorded on the FY2015 System-wide financials as part of the implementation of GASB 68. The net OPEB liability was recorded in FY2018 as part of the implementation of GASB 75. Because of these changes, the System continues to report a deficit unrestricted net position on the System-wide Statement of Net Position.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Changes in Net Position from Operating Results

Net position increased \$17,206,223 from operating results in the fiscal year ended June 30, 2023, compared to an increase of \$35,534,908 in the prior fiscal year.

Revenues

In 2023, the System's total revenues increased \$4,451,300 (2.84%) over FY2022.

- Operating grants and contributions decreased by .46%, or \$457 thousand, primarily due to a decrease in the State Quality Basic Education ("QBE") funding formula which takes into account student growth ("FTE"s) and funding for salary and benefit costs. The primary driver of decreased QBE funds was a decrease in the equalization grant received from the state. This decrease in revenues offset an increase in the employer's contribution to the Teachers' Retirement System of Georgia ("TRS"), which is in the funding formula and increased from 19.81% to 19.98%, and a decrease in the number of students enrolled in the System.
- General property taxes increased \$3,700,090. Ad valorem taxes showed a steady increase while Title Ad Valorem Taxes ("TAVT"), a tax on motor vehicles, increased as well.
- SPLOST increased 7.28%, or \$0.54 million, due to strong growth in spending in the local economy.
- Investment earnings increased 112.01%, or \$948 thousand, as interest rates on the Georgia Fund I investment pool increased from 1.07% to 5.12% on higher average account balances.

Expenses

In 2023, the System's total expenses increased \$22,779,985 (18.82%) over FY2022.

- Pension expense and OPEB expense increased \$22.5 million. This expense is spread out among the functional categories.
- Food service operations expenses increased \$1.06 million due to payroll related expenses for filling position vacancies and higher food costs from a decrease in United States Department of Agriculture ("USDA") products received and used.
- Depreciation expense increased \$788 thousand with increased investments in capital projects.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Key elements of the increase are as follows:

Table 2
Change in Net Position

	Governmental Activities	
	Fiscal Year 2023	Fiscal Year 2022
Revenues		
Program Revenues:		
Charges for Services and Sales	\$ 586,961	\$ 402,216
Operating Grants and Contributions	96,845,244	97,301,793
Capital Grants and Contributions	20,350	669,896
Total Program Revenues	<u>97,452,555</u>	<u>98,373,905</u>
General Revenues:		
Taxes:		
Property Taxes		
for Maintenance and Operations	36,360,183	32,660,093
Sales Taxes		
Special Purpose Local Option Sales Tax	13,974,779	13,026,309
Other Taxes	698,205	1,089,918
Grants and Contributions not		
Restricted to Specific Programs	8,096,616	9,316,528
Local School Activity	1,694,012	1,478,876
Investment Earnings	1,296,567	53,007
Miscellaneous	1,449,794	572,775
Total General Revenues	<u>63,570,156</u>	<u>58,197,506</u>
Total Revenues	<u>161,022,711</u>	<u>156,571,411</u>
Program Expenses		
Instruction	77,630,764	67,545,205
Support Services:		
Pupil Services	7,551,825	5,285,939
Improvement of Instructional Services	9,603,105	8,741,981
Educational Media Services	2,069,811	1,567,943
General and School Administration	13,958,361	10,933,295
Business Administration	909,516	607,056
Maintenance and Operation of Plant	11,357,802	9,963,847
Student Transportation Services	5,741,522	5,885,770
Central Support Services	6,273,947	1,643,811
Other Support Services	986,153	2,398,995
Operations of Non-Instructional Services:		
Community services	364,347	162,186
Food Services	7,369,335	6,300,475
Total Expenses	<u>143,816,488</u>	<u>121,036,503</u>
Increase in Net Position	17,206,223	35,534,908
Beginning Net Position	<u>84,332,800</u>	<u>48,797,892</u>
Ending Net Position	<u>\$ 101,539,023</u>	<u>\$ 84,332,800</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Analysis of the System's Funds

General Fund Budgetary Highlights

The System's budget is prepared in accordance with Georgia law and is based on accounting for certain transactions on the modified accrual basis of accounting. The System uses site-based budgeting and the budgeting system is designed to tightly control site budgets but provide flexibility for site management.

The most significant budgeted fund is the General Fund. The original FY2023 budget, as adopted, did project a use of fund balance of \$3,500,000. Revenues were projected to be \$95,981,570 and expenditures and other financing uses were projected to be \$99,481,570. These amounts represented a decrease of 7.53% from FY2022 actual revenues and an increase of 6.61% from FY2022 actual expenditures. The System's earnings under the State's QBE funding formula again decreased gradually. Although there were still concerns over the pandemic, the Georgia General Assembly was able to continue the elimination of the "amended formula adjustment," which has negatively impacted the funding formula for 18 years. This formula adjustment effectively decreased the amount of funding earned by school systems according to the QBE formula in order to meet state revenue projections. With the increase in funding, however, came changes in mandated costs. These costs included a full year of the employer's cost for health insurance for classified employees (\$945/month), the required longevity steps on the state salary schedule for certified employees, and an increase in the employer's contribution to the TRS from 19.06% to 19.81%. Classified employees received a longevity step on their respective salary schedules. The System also received a reduction in state funds from the equalization grant due to the System's increase in rankings comparing the relative property wealth per student among Georgia school districts. Budgeted revenues for property taxes and the TAVT increased to reflect a decrease in exemptions for industrial properties and an upward trend in the collection of taxes from the sale of motor vehicles. The Board of Education adopted a local property tax millage rate of 16.742, which is consistent with FY2022.

The final amended General Fund budget added \$7,013,449 to revenues, an increase of 7.31% from the original budget for the year. The amended budget included an increase to state and local revenues. With revenues through the QBE funding formula increasing, the net result was positive since the System has health insurance costs that far exceed the amount allotted in the formula. Along with the increase in state funds, local revenues were amended to reflect better collections of property tax and TAVT as well as recognizing increasing investment revenues associated with higher interest rates. Amended revenues also included the addition of several local and state grants received during the year.

The original budget for FY2023 included appropriated expenditures of \$99,481,570. The original budget included funding for a 177-day instructional calendar with teachers working 190 days, a longevity step for all eligible employees, and an increase to the employer's contribution rate to the TRS of Georgia from 19.06% to 19.81%. FY2023 funding initiatives also included the development of comprehensive curriculum guides, school resource officers at middle and high schools, and transfers to subsidize the Pre-Kindergarten program.

MANAGEMENT'S DISCUSSION AND ANALYSIS

As the year progressed, an amended budget totaling \$106,475,019 was approved by the Board of Education, an increase of \$7,463,449 in appropriated expenditures. For internal budgeting purposes, the self-insured workers' compensation fund and after-school program are maintained separate from the General Fund; however, the amended budget includes collapsing these two accounts into the General Fund for the preparation of financial statements. Similar to the revenue side, additional expenditures include several local and state grants received during the year.

General Fund Operations

The General Fund finished FY2023 with a fund balance of \$44,363,296, an increase of \$7,878,163 from FY2022. \$1,000,658 of the fund balance was committed to the risk management function in compliance with GASB 54. Actual revenues exceeded budget projections by \$3,206,240 while actual expenditures were \$8,740,620 lower than budgeted.

Local revenue sources represented 37.16% of total General Fund revenues for the year, up from 32.96% in the prior year. Local revenues exceeded budgeted projections by \$2,892,733. Ad valorem property taxes came in over budget by \$1,339,625. Property taxes are dependent on collection rates of current and prior years while the TAVT relates to the volume of vehicles sold during the year. Property taxes increased slightly while TAVT collections increased significantly. State revenues came in below target with the budget difference representing a decrease in anticipated health insurance subsidies. Federal revenues are comprised of two items, Medicaid reimbursements for speech services and funding for the Junior Reserve Officers' Training Corps ("JROTC") program. Federal revenues increased slightly while compared to the previous operating year.

At year-end, total expenditures were under budget by \$8,740,620. Expenditures for direct classroom instruction (e.g., teacher salaries and benefits, textbooks, classroom supplies, etc.) accounted for 58.64% of total General Fund expenditures, slightly up from the prior fiscal year. Savings in expenditures were spread out among the functional categories. Areas of savings include personnel changes that occur from the time of budget adoption to the end of the year. The budget is a snapshot at one point in time and the System experiences a significant amount of change in personnel over the summer and throughout the year. This change can lead to savings in salaries as new personnel fill positions held by retirees, people add or drop health benefits, or positions remain unfilled for a period of time. One large area of savings came with the costs associated with reduced transportation expenses due to the Coronavirus pandemic and driver vacancies.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following chart details the major components of revenues and expenditures by function for FY2023, a comparison of changes with the previous fiscal year, and the change in fund balance for the General Fund.

Table 3
General Fund - Revenue and Expenditures Comparison

	<u>Amount</u>	<u>Percent of Total</u>	<u>(Decrease) Over FY 2022</u>
Revenues			
Local and other	\$ 39,468,108	37.16%	\$ 5,450,519
State	65,747,659	61.91%	(2,724,938)
Federal	985,492	0.93%	266,588
Total Revenues	<u>\$ 106,201,259</u>	<u>100.00%</u>	<u>\$ 2,992,169</u>
Program Expenses			
Instruction	\$ 57,332,678	58.66%	\$ (1,691,953)
Support Services:			
Pupil Services	5,622,250	5.75%	1,343,212
Improvement of Instructional Services	5,385,800	5.51%	(378,747)
Educational Media Services	1,794,909	1.84%	97,378
General and School Administration	5,604,138	5.73%	853,273
Business Administration	835,274	0.85%	151,522
Maintenance and Operation of Plant	11,227,032	11.49%	1,807,919
Student Transportation Services	5,406,659	5.53%	140,315
Central Support Services	3,182,603	3.26%	1,676,115
Other Support Services	919,270	0.94%	230,633
Operations of Non-Instructional Services			
Community Services	354,058	0.36%	171,104
Food Services	69,728	0.07%	16,792
Total Expenses	<u>\$ 97,734,399</u>	<u>100.00%</u>	<u>\$ 4,417,563</u>
Other Financing Uses			
Transfer Out	\$ (588,697)		
Total other financing uses	<u>(588,697)</u>		
Net change in fund balance	<u>\$ 7,878,163</u>		

General fund – changes in fund balance

State revenues decreased \$2.7 million due to a reduction in the amount of equalization funding that the district received from the state funding formula coupled with the loss of student enrollment and an increase to the cost of contributions to the TRS of Georgia. Increases in TAVT collections combined with increases in investment earnings comprise the bulk of the change in local revenues.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The largest impacts to functional categories was the increase in the TRS contribution rate (19.81% to 19.98%), an increase for the employer share of certified employee health insurance, a salary increase for certified employees, implementation of a classified employee compensation study, and a longevity step (pay increase) to employees on their respective salary schedules. The increase in the cost of TRS for the General Fund was spread out among the functional categories. Other factors in the changes between years include the following:

- Direct instruction includes several additional teachers. Instructional staff received a longevity step (pay increase) on their respective salary schedules. Classified employees also received a longevity step (pay increase) on their respective salary schedules.
- Instructional staff support includes the continuation of a significant investment toward the development of curriculum guides and personnel costs toward supporting development in the classroom.
- Maintenance and operations and transportation, which have few expenditures related to TRS, include a longevity step (pay increase) on the salary schedule for eligible employees and an increase in health insurance expenditures for classified employees.

Capital Projects Fund Operations

The Capital Projects Fund is used to account for school construction and the purchase of large capital assets. Current capital construction costs continue to be paid directly from prior receipts collected during the 2007 SPLOST (SPLOST III), 2012 SPLOST (SPLOST IV), 2015 SPLOST (SPLOST V) cycles and current receipts from the 2020 SPLOST (SPLOST VI). SPLOST collections in FY2022 increased 7.28% compared to FY2021 with receipts of \$13,974,779 and \$13,026,309, respectively.

Capital project expenditures primarily consisted of renovation work on SPLOST V and SPLOST VI projects. These projects included the Spalding High School, Cowan Road Middle School, and Taylor Street Campus. Expenditures also included instructional technology and school buses. The fund balance for the Capital Projects Fund reflects amounts collected for use on projects not yet begun.

Capital Assets and Debt Administration

Capital Assets

The System's investment in capital assets for its governmental activities as of June 30, 2023 totaled \$186,283,545, net of accumulated depreciation. The investment in capital assets includes land, buildings, vehicles, and equipment used in providing services to our students and community as well as construction in progress on several building projects.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Many of the changes to the System's capital asset accounts came from the renovation of existing buildings. Renovation work at Spalding High School, Cowan Road Middle School, Taylor Street Campus, and Technology constituted the majority of the year's activity. Note 7 to the basic financial statements provides additional information on the System's capital assets including a detailed breakdown of the types of capital assets included in the computation of depreciation charges. As of June 30, 2023, 30.05% of the cost basis of depreciable assets had been taken as a depreciation charge since the various assets were placed in service. A summary of capital assets follows.

Table 4
Capital Assets
(Net of Depreciation)

	Governmental Activities	
	Fiscal Year	Fiscal Year
	2023	2022
Land	\$ 3,440,353	\$ 3,440,353
Construction in Progress	17,153,978	10,918,110
Buildings	90,694,295	92,453,198
Building Improvements	69,776,575	68,753,940
Vehicles and Equipment	7,989,862	9,320,062
Total	<u>\$ 189,055,063</u>	<u>\$ 184,885,663</u>

Debt Administration

At June 30, 2023, the System's long-term liabilities consisted of compensated absences outstanding of \$0.4 million. The amount of compensated absences that is considered due within one year is \$0.2 million. The System had zero in outstanding general obligation bond indebtedness, net of related premiums. The current debt limitation for the System is \$198,134,217 based on state law limiting the amount of general obligation debt a government entity may issue to 10% of the total assessed value of taxable property.

The System maintains a rating of AA from Standard & Poor's for general obligation debt subject to the State intercept program.

Additional information on the System's long-term debt can be found in Note 8 to the basic financial statements.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Outlook for the Future

The System continues to maintain a strong financial position. As the economic position of the State has improved, so has the funding for the System. FY2023 saw another elimination of the cut to the State funding formula, known as the "amended formula adjustment." This cut existed since 2003 and was eliminated in 2020 prior to the pandemic. The largest differences in funding were tied to changes in mandated costs such as the employer's contribution to the TRS of Georgia, employer's contribution to the State Health Benefit Plan for certified employees, a salary increase to the certified salary schedule, and longevity steps on the state salary schedule for certified employees (e.g., teachers). Throughout the past year and into FY2024, state revenues continue to improve during the decline of the Coronavirus pandemic. In FY2024, the state again eliminated an austerity reduction to all districts in Georgia. The Federal government allowed the System to apply for Coronavirus Aid, Relief, and Economic Security ("CARES") federal stimulus funds to offset reductions of state funding into the next fiscal year. Month to month growth in state revenues has improved; likewise, funding for public education is expected to increase.

The assessed net value of the County property digest increased approximately 18.31% in 2023 due to a large amount of property re-evaluations. Taxable property from new growth increased \$56.03 million in the 2023 tax digest, but some of the increase was offset by an increase in exemptions. As part of the 2019 tax digest, voters in the County approved an assessment freeze on the value of property for seniors aged 65 and older. The System will have to monitor the impact of the freeze since the state funding formula disregards local exemptions when calculating the value of 5 mills of tax ("Local Five Mill Share") removed from the state allotment to the System. The increase in the tax digest typically has an inverse relationship with funding the System receives through the Equalization Grant, a significant source of funding. The grant can have large shifts from one year to the next, so the System will have to be prepared for movement in this allocation.

Effective for FY2020, the State changed the allocation percentages to local governments for the TAVT. TAVT works in a similar manner as a sales tax on motor vehicles and is incrementally replacing motor vehicle property taxes on the tax digest. TAVT has shown very strong increases year over year. The change in the allocation percentage is a beneficial shift to local governments and is expected to result in a sizable increase in TAVT revenues for the Griffin-Spalding County School System. The subsequent months of collections have shown this to be the case. The increase in this revenue source is anticipated to offset potential declines in state funding based on the increases in Local Five Mill Share and declines in the Equalization Grant funding.

The Board of Education adopted a millage rate of 16.742 mills, a maintaining of the current rate. This millage rate is not the rollback rate that takes into account digest growth from re-evaluations. By adopting this millage rate, the System realizes the effect of the increased digest from re-evaluations. While obtaining the portion of growth from re-evaluations, the System will receive approximately \$938,000 in additional property taxes from new growth. The Board of Education will continue to be mindful in obligating funds for programs and uses that might be needed to cover expenses not funded through state appropriations.

MANAGEMENT'S DISCUSSION AND ANALYSIS

As of June 30, 2023, the General Fund reflected a fund balance of \$44,419,040, translating to 148 days of operation based on the FY2024 budget. Of this balance, \$525,993 was committed for risk management purposes by the Board of Education. Through careful planning, the System has been able to make intentional investments in the instructional program without having to resort to drastic changes from one year to the next. The FY2024 budget includes a 176-day student calendar with 190 workdays for teachers, a salary increase for certified staff, a longevity step for eligible employees on employee pay scales, and support positions at the school level. Financial decisions focus on the sustainability of programs or costs and performance metrics tied to strategic objectives of the System.

We expect student enrollment to remain constant for the foreseeable future. Residential growth has been limited to a senior community in the County; however, building has continued for a new apartment complex. The County's industrial park continues to pick up new industries, albeit at a slow pace. Initially, these industries include abatements in school property taxes, but a regular phase out of these abatements will help the digest to grow over time. Overall, growth in population and new construction is incremental.

Requests for Information

This financial report is designed to provide a general overview of Griffin-Spalding County School System's finances for those with an interest in the System's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Griffin-Spalding County School System
Attn: Byron K. Jones, CFO
P.O. Drawer N.
Griffin, Georgia 30224.

Alternatively, you may send requests to the following e-mail address: byron.jones@gscs.org.

BASIC FINANCIAL STATEMENTS

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**STATEMENT OF NET POSITION
JUNE 30, 2023**

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 15,257,632
Investments	60,342,905
Receivables:	
Taxes	4,123,033
Accounts	248,666
Intergovernmental	16,681,130
Inventories	180,546
Prepaid items	1,834,931
Capital assets, nondepreciable	20,594,331
Capital assets, depreciable (net of accumulated depreciation)	<u>168,460,732</u>
 Total assets	 <u>287,723,906</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pensions	70,498,035
Other post-employment benefits	<u>14,680,066</u>
 Total deferred outflows of resources	 <u>85,178,101</u>
LIABILITIES	
Accounts payable	1,715,516
Accrued payroll and payroll withholdings	13,843,436
Contracts payable	2,237,786
Retainage payable	312,598
Unearned revenue	86,037
Compensated absences, due within one year	237,528
Compensated absences, due in more than one year	158,352
Net post-employment benefit liability, due in more than one year	60,413,866
Net pension liability, due in more than one year	<u>148,506,055</u>
 Total liabilities	 <u>227,511,174</u>
DEFERRED INFLOWS OF RESOURCES	
Pensions	4,694,280
Other post-employment benefits	<u>39,157,530</u>
 Total deferred inflows of resources	 <u>43,851,810</u>
NET POSITION	
Net investment in capital assets	186,504,679
Permanent funds - nonexpendable	1,198,361
Restricted for capital projects	28,856,787
Restricted for continuation of federal programs	3,390,028
Unrestricted	<u>(118,410,832)</u>
 Total net position	 <u>\$ 101,539,023</u>

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

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 77,630,764	\$ 64,000	\$ 64,204,263	\$ -	\$ (13,362,501)
Pupil services	7,551,825	-	1,993,634	-	(5,558,191)
Improvement of instructional services	9,603,105	-	3,039,761	-	(6,563,344)
Educational media services	2,069,811	-	81,691	-	(1,988,120)
General and school administration	13,958,361	-	12,478,040	-	(1,480,321)
School administration	-	-	-	-	-
Business services	909,516	-	15,326	-	(894,190)
Maintenance and operations	11,357,802	-	2,617,650	20,350	(8,719,802)
Student transportation	5,741,522	-	1,305,223	-	(4,436,299)
Central support services	6,273,947	-	2,938,485	-	(3,335,462)
Other support services	986,153	-	11,658	-	(974,495)
School nutrition	7,369,335	54,306	8,159,513	-	844,484
Community services	364,347	468,655	-	-	104,308
Total governmental activities	<u>\$ 143,816,488</u>	<u>\$ 586,961</u>	<u>\$ 96,845,244</u>	<u>\$ 20,350</u>	<u>(46,363,933)</u>
General revenues:					
Property taxes					36,360,183
Sales taxes, for capital projects					13,974,779
Other taxes					698,205
Grants and contributions not restricted to specific programs					8,096,616
Local school activity					1,694,012
Unrestricted investment earnings					1,296,567
Miscellaneous					1,449,794
Total general revenues					<u>63,570,156</u>
Change in net position					17,206,223
Net position, beginning of year					84,332,800
Net position, end of year					<u>\$ 101,539,023</u>

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

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023**

	<u>General</u>	<u>Capital Projects Fund</u>	<u>Title I</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash	\$ 9,178,997	\$ 537,960	\$ -	\$ 5,540,675	\$ 15,257,632
Investments	29,488,935	29,641,201	-	1,212,769	60,342,905
Receivables:					
Taxes	2,886,201	1,236,832	-	-	4,123,033
Other accounts	218,670	-	-	29,996	248,666
Intergovernmental	8,090,394	-	4,580,195	4,010,541	16,681,130
Due from other funds	7,747,453	-	-	-	7,747,453
Prepaid items	217,184	-	26,181	1,591,566	1,834,931
Inventories	-	-	-	180,546	180,546
Total assets	<u>\$ 57,827,834</u>	<u>\$ 31,415,993</u>	<u>\$ 4,606,376</u>	<u>\$ 12,566,093</u>	<u>\$ 106,416,296</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 1,209,580	\$ 8,822	\$ 51,861	\$ 445,253	\$ 1,715,516
Contracts payable	-	2,237,786	-	-	2,237,786
Retainage payable	-	312,598	-	-	312,598
Due to other funds	-	-	3,687,397	4,060,056	7,747,453
Accrued payroll and payroll withholdings	10,277,044	-	867,118	2,699,274	13,843,436
Unearned revenue	2,732	-	-	83,305	86,037
Total liabilities	<u>11,489,356</u>	<u>2,559,206</u>	<u>4,606,376</u>	<u>7,287,888</u>	<u>25,942,826</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	1,975,182	-	-	-	1,975,182
Total deferred inflows of resources	<u>1,975,182</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,975,182</u>
FUND BALANCES					
Nonspendable for inventories, prepaids and permanent items	217,184	-	26,181	2,969,289	3,212,654
Restricted for:					
Continuation of federal programs	-	-	-	3,390,028	3,390,028
Capital projects	-	28,856,787	-	-	28,856,787
Committed:					
Risk management	1,000,658	-	-	-	1,000,658
School activity accounts	-	-	-	639,797	639,797
Assigned:					
Subsequent year's budget	6,750,000	-	-	-	6,750,000
Unassigned	36,395,454	-	(26,181)	(1,720,909)	34,648,364
Total fund balances	<u>44,363,296</u>	<u>28,856,787</u>	<u>-</u>	<u>5,278,205</u>	<u>78,498,288</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 57,827,834</u>	<u>\$ 31,415,993</u>	<u>\$ 4,606,376</u>	<u>\$ 12,566,093</u>	<u>\$ 106,416,296</u>

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

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION JUNE 30, 2023

Amounts reported for governmental activities in the Statement of Net Position are different from amounts reported in the balance sheet of governmental funds due to the following:

Fund balances - total governmental funds	\$ 78,498,288
Capital assets	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Cost of the assets	270,212,741
Accumulated depreciation	(81,157,678)
Revenues	
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	1,975,182
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.	
Long-term liabilities at year-end consist of the following:	
Deferred outflows - pensions	70,498,035
Deferred outflows - OPEB	14,680,066
Deferred inflows - pensions	(4,694,280)
Deferred inflows - OPEB	(39,157,530)
Net pension liability	(148,506,055)
Net OPEB liability	(60,413,866)
Compensated absences payable	(395,880)
Net position - governmental activities.	<u>\$ 101,539,023</u>

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

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>General</u>	<u>Capital Projects Fund</u>	<u>Title I</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Local sources	\$ 39,119,791	\$ 13,974,779	\$ -	\$ 2,137,966	\$ 55,232,536
State sources	65,747,659	-	-	4,585,740	70,333,399
Federal sources	985,492	-	5,275,762	27,848,295	34,109,549
Interest income	348,317	916,876	-	31,374	1,296,567
Total revenues	<u>106,201,259</u>	<u>14,891,655</u>	<u>5,275,762</u>	<u>34,603,375</u>	<u>160,972,051</u>
EXPENDITURES					
Current:					
Instruction	57,332,678	-	3,271,689	13,019,116	73,623,483
Pupil services	5,622,250	-	729,976	1,296,619	7,648,845
Improvement of instructional services	5,385,800	-	685,717	2,302,019	8,373,536
Educational media services	1,794,909	-	58,809	23,258	1,876,976
General and school administration	5,604,138	-	463,301	7,455,106	13,522,545
Business services	835,274	-	-	1,928	837,202
Maintenance and operations	11,227,032	-	-	227	11,227,259
Student transportation	5,406,659	123,540	66,270	1,267	5,597,736
Central support services	3,182,603	-	-	2,941,702	6,124,305
Other support services	919,270	-	-	78,668	997,938
School nutrition	69,728	-	-	7,134,655	7,204,383
Community service	354,058	-	-	-	354,058
Capital outlay	-	7,693,367	-	-	7,693,367
Total expenditures	<u>97,734,399</u>	<u>7,816,907</u>	<u>5,275,762</u>	<u>34,254,565</u>	<u>145,081,633</u>
Excess of revenues over expenditures	<u>8,466,860</u>	<u>7,074,748</u>	<u>-</u>	<u>348,810</u>	<u>15,890,418</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	588,697	588,697
Transfers out	(588,697)	-	-	-	(588,697)
Total other financing sources (uses)	<u>(588,697)</u>	<u>-</u>	<u>-</u>	<u>588,697</u>	<u>-</u>
Net change in fund balance	7,878,163	7,074,748	-	937,507	15,890,418
FUND BALANCE, beginning of year	<u>36,485,133</u>	<u>21,782,039</u>	<u>-</u>	<u>4,340,698</u>	<u>62,607,870</u>
FUND BALANCE, end of year	<u>\$ 44,363,296</u>	<u>\$ 28,856,787</u>	<u>\$ -</u>	<u>\$ 5,278,205</u>	<u>\$ 78,498,288</u>

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

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - total governmental funds. \$ 15,890,418

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

Total capital outlay	9,934,805
Total depreciation	(5,765,405)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. (142,954)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. The adjustments for these items are as follows:

Adjustment to record pension expense and related revenue for pension special funding situation, net of fund level amounts	193,614
Change in net pension liability and deferred inflows and outflows related to pension activity	(8,430,342)
Change in compensated absences liability	(395,880)
Change in net OPEB pension liability and deferred inflows and outflows related to OPEB activity	5,921,967

Change in net position - governmental activities \$ 17,206,223

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

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Local sources	\$ 31,901,058	\$ 36,227,058	\$ 39,119,791	\$ 2,892,733
State sources	63,465,512	66,152,961	65,747,659	(405,302)
Federal sources	615,000	615,000	985,492	370,492
Interest income	-	-	348,317	348,317
Total revenues	<u>95,981,570</u>	<u>102,995,019</u>	<u>106,201,259</u>	<u>3,206,240</u>
EXPENDITURES				
Current:				
Instruction	62,282,175	64,429,422	57,332,678	7,096,744
Pupil services	4,006,328	5,065,973	5,622,250	(556,277)
Improvement of instructional services	6,258,762	6,324,319	5,385,800	938,519
Educational media services	1,818,330	2,068,330	1,794,909	273,421
General and school administration	5,600,129	6,350,129	5,604,138	745,991
Business services	853,049	853,049	835,274	17,775
Maintenance and operations	9,761,524	9,986,524	11,227,032	(1,240,508)
Student transportation	5,676,150	6,966,150	5,406,659	1,559,491
Central support services	-	-	3,182,603	(3,182,603)
Other support services	2,755,123	4,181,123	919,270	3,261,853
School nutrition	-	75,000	69,728	5,272
Community services	-	175,000	354,058	(179,058)
Total expenditures	<u>99,011,570</u>	<u>106,475,019</u>	<u>97,734,399</u>	<u>8,740,620</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,030,000)</u>	<u>(3,480,000)</u>	<u>8,466,860</u>	<u>11,946,860</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	450,000	-	(450,000)
Transfers out	<u>(470,000)</u>	<u>(620,000)</u>	<u>(588,697)</u>	<u>31,303</u>
Total other financing sources (uses), net	<u>(470,000)</u>	<u>(170,000)</u>	<u>(588,697)</u>	<u>(418,697)</u>
Net change in fund balances	<u>(3,500,000)</u>	<u>(3,650,000)</u>	<u>7,878,163</u>	<u>11,528,163</u>
FUND BALANCE, beginning of year	<u>36,485,133</u>	<u>36,485,133</u>	<u>36,485,133</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 32,985,133</u>	<u>\$ 32,835,133</u>	<u>\$ 44,363,296</u>	<u>\$ 11,528,163</u>

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

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - TITLE I FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 5,848,834	\$ 5,275,762	\$ (573,072)
Total revenues	<u>5,848,834</u>	<u>5,275,762</u>	<u>(573,072)</u>
EXPENDITURES			
Current:			
Instruction	4,747,045	3,271,689	1,475,356
Pupil services	325,094	729,976	(404,882)
Improvement of instructional services	11,364	685,717	(674,353)
Educational media services	-	58,809	(58,809)
General and school administration	665,331	463,301	202,030
Student transportation	100,000	66,270	33,730
Total expenditures	<u>5,848,834</u>	<u>5,275,762</u>	<u>573,072</u>
Net change in fund balances	-	-	-
FUND BALANCE, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

NOTES TO FINANCIAL STATEMENTS

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Griffin-Spalding County School System (the "System") was established under the laws of the State of Georgia and operates under the guidance of a school Board elected by the voters and a Superintendent appointed by the Board. The financial statements of the System have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The System's combined financial statements include the accounts of all System operations. The criteria for including organizations as component units within the System's reporting entity, as set forth in Financial Reporting Standards, include whether:

- The organization is legally separate;
- The Board holds the corporate powers of the organization;
- The Board appoints a voting majority of the organization's board;
- The Board is able to impose its own will on the organization;
- The organization has the potential to impose a financial benefit/burden on the System; and
- There is fiscal dependency by the organization on the System.

Based on the aforementioned criteria, the System has no component units.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the System. *Governmental activities* are normally supported by taxes and intergovernmental revenues.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation

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

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

Property taxes, intergovernmental grants, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the System.

Revenue from grants and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the System must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the System on a reimbursement basis.

The State of Georgia reimburses the System for teachers' salaries and operating costs through the Quality Basic Education ("QBE") Formula Earnings program. State of Georgia law defines the formula driven grant that determines the cost of an academic school year and the State of Georgia's share in this cost. Generally, teachers are contracted for the school year (July 1 – June 30) and paid over a 12-month contract period, generally September 1 through August 31. In accordance with the requirements of the enabling legislation of the QBE program, the State of Georgia reimburses the System over the same 12-month period in which teachers are paid, funding the academic school year expenditures. At June 30, the amount of teachers' salaries incurred but not paid until July and August of the subsequent year are accrued, as the State of Georgia has only postponed the final payment of their share of the cost until the subsequent appropriations for cash management purposes.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

By June 30 of each year, the State of Georgia has a signed appropriation that includes this final amount, which represents the State of Georgia's intent to fund this final payment. Based on guidance in GASB Statement No. 33, paragraph 74, the State of Georgia recognizes its QBE liability for the July and August salaries at June 30, and the System recognizes the same QBE as a receivable and revenue, consistent with symmetrical recognition.

The System reports the following major governmental funds:

The **General Fund** is the System's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **Capital Projects Fund** accounts for financial resources to be used for the acquisition or construction of major capital facilities.

The **Title I Fund** accounts for federal categorical grant funds flowing through the Georgia Department of Education for the purpose of providing remedial education in the areas of reading and math.

Additionally, the System reports the following fund types:

The **Special Revenue Funds** are used to account for federal and state funded grants. These grants are awarded to the System for the purpose of accomplishing specific educational tasks, which are defined in the grant agreements. These funds contain several locally funded programs whose expenditures are restricted to specific purposes. In addition, these funds are used to account for the School Nutrition Program whose revenues and expenditures are associated with the operations of the school cafeterias.

Permanent Funds are used to account for assets held by the System resulting from a trust arrangement in which the System is the beneficiary which include scholarships and endowments.

The **permanent funds** apply the current financial resources measurement focus and modified accrual basis of accounting. Nonexpendable permanent funds account for assets of which the principal may not be spent.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the System's School Food Service Program and the General Fund. Elimination of these charges would distort the direct costs reported for the various functions concerned.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Amounts reported as *program revenues* include: 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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

D. New Accounting Pronouncements

In fiscal year 2023, the System adopted GASB Statement No. 96, Subscription-Based Information Technology Arrangements. This statement defines subscription-based information technology arrangements and provides uniform guidance for accounting and financial reporting for transactions that meet that definition. Under this statement, a government is required to recognize a subscription liability and an intangible right-to-use asset for contracts that meet the definition of a subscription-based information technology arrangement. The adoption of this statement did not have an impact on the System's financial statements.

E. Cash and Investments

The System's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments of the System are reported at fair value.

The local government investment pool, ("Georgia Fund 1"), created by the Official Code of Georgia Annotated ("O.C.G.A.") §36-83-8, is a stable asset value investment pool, which follows Standard and Poor's criteria for AAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the Securities and Exchange Commission ("SEC") as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1 per share. The pool also adjusts the value of its investments to fair market value as of year-end and the School System's investment in the Georgia Fund 1 is reported at fair value.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as “due to/from other funds”.

G. On-Behalf Payments

The State of Georgia makes certain health insurance and pension plan payments on behalf of the System for its employees. The System records these payments as both a revenue and an expenditure in the General Fund. The total of the on-behalf payments for the fiscal year ended June 30, 2023 was \$243,564.

H. Inventories and Prepaid Items

Inventories are stated at cost using the first-in/first-out method. Donated food commodities are recorded at fair value. The System utilizes the consumption method to recognize inventory usage. Under the consumption method, inventories are recorded as expenditures when used rather than when purchased..

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The consumption method is used to account for prepaid items in the System’s funds.

I. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the System as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Capital Assets (Continued)

Capital assets are depreciated using the straight line method over the following estimated useful lives:

<u>Asset</u>	<u>Capitalization Threshold</u>	<u>Years</u>
Land	All	N/A
Permanent Buildings	\$ 5,000	20 – 80
Portable Buildings	5,000	10
Building Improvements	5,000	20 – 80
Machinery and Equipment	5,000	3 – 20
Computer Applications	5,000	6
Land Improvements	5,000	20 – 80

J. Deferred Outflows/Inflows of Resources

GASB Statements No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and No. 65, *Items Previously Reported as Assets and Liabilities*, established accounting and financial reporting for deferred outflows/inflows of resources and the concept of net position as the residual of all other elements presented in a Statement of Net Position.

In addition to assets, the statement of financial position/governmental funds balance sheet will sometimes report a separate section for *deferred outflows of resources*. This separate financial statement element represents a consumption of resources that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The governmental activities report several types of deferred outflows of resources related to the reporting of the net pension liability and net OPEB liability. See also Note 11 – Retirement Plans and Note 12 – Other Post-employment Benefits.

In addition to liabilities, the statement of financial position/governmental funds balance sheet will sometimes report a separate section for *deferred inflows of resources*. This separate financial statement element represents an acquisition of resources that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. In addition to the items related to changes in the net pension liability and net OPEB liability as discussed on the following page, the System has one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Deferred Outflows/Inflows of Resources (Continued)

Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. These amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. The governmental activities report several types of deferred inflows of resources related to the reporting of the net pension liability and net OPEB liability. See also Note 11 – Retirement Plans and Note 12 – Other Post-employment Benefits.

K. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Teachers' Retirement System of Georgia ("TRS"), the Employees' Retirement System of Georgia ("ERS"), and the Public School Employees' Retirement System ("PSERS"), and additions to/deductions from TRS/ERS/PSERS fiduciary net position have been determined on the same basis as they are reported by TRS/ERS/PSERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value. See also Note 11 – Retirement Plans.

L. Other Post-employment Benefits ("OPEB")

For purposes of measuring the net other post-employment benefits ("OPEB") liability (asset), deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Georgia School Personnel Post-Employment Health Benefit Fund (the "School OPEB Fund") and additions to/deductions from the School OPEB Fund's fiduciary net position have been determined on the same basis as they are reported by the School OPEB Fund. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

M. Compensated Absences

It is the System's policy to permit employees to accumulate unused vacation and sick pay benefits. Members of the TRS may apply unused sick leave toward early retirement. The liability for early retirement will be borne by TRS rather than by the individual school systems. Otherwise, sick leave does not vest with the employee, and no liability is reported in the System's financial statements. Accumulated unpaid vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Fund Equity

Fund equity at the governmental fund financial reporting level is classified as “fund balance”. Fund equity for all other reporting is classified as “net position”.

Fund Balance – Generally, fund balance represents the difference between the assets and liabilities under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the System is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

- Non-spendable – Fund balance amounts that are not in a spendable form or are required to be maintained intact.
- Restricted – Fund balance amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government, through constitutional provisions, or by enabling legislation).
- Committed – Fund balances amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. The Board of Education is the System’s highest level of decision-making authority, and the formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is a resolution approved by the Board.
- Assigned – Fund balance amounts that the System intends to use for a specific purpose; but are neither restricted nor committed. The Board of Education may assign fund balance. In addition, the Board has authorized the Superintendent or Chief Financial Officer to assign amounts to be used for specific purposes;
- Unassigned – Fund balance amounts that consist of resources within the General Fund not meeting the definition of any aforementioned category. The General Fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it may be necessary to report a negative unassigned fund balance.

The Board establishes (and modifies or rescinds) fund balance commitments by taking formal action in the form of a resolution. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as the purchase of capital assets, construction, debt service, or for other purposes). When multiple categories of fund balance are available for expenditure, the System will start with the most restricted category and spend those funds first before moving down to the next category with available funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Use of Estimates

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

NOTE 2. BUDGETARY DATA

The System has a legally authorized appropriated budget which is formally approved by the Board at the aggregate level for each budgeted fund. Budgets are prepared to provide a basis for funding operations. There is no legal prohibition regarding over expenditure of the aggregate budget as long as there is an adequate available fund balance.

The budget process begins when the System's administration prepares a tentative aggregated budget for the Board's approval. After approval of this tentative budget by the Board, such budget is advertised at least once in a newspaper of general circulation in the locality.

At the next regular meeting of the Board after advertisement, the Board receives comments on the tentative budget, makes revisions as necessary and adopts a final school budget. This final budget is then submitted, in accordance with provisions of O.C.G.A. §20-2-167(c), to the Georgia Department of Education. From time to time, the budget is amended by Board approval at the fund level.

The System prepares its budgets on the modified accrual basis, which is the same basis it presents its fund financial statements. In addition, certain on-behalf payments for retirement benefits are not included in the General Fund budget. The actual results have, accordingly, been restated for comparative purposes. The System legally adopts budgets for its General Fund, Special Revenue (excluding "other funds"), and Capital Projects Funds.

Encumbrances – Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources recorded in order to reserve that portion of the applicable appropriation, is utilized by the System. Encumbrances outstanding at year-end are reported as assignments of fund balance since they do not constitute actual expenditures or liabilities. They are reappropriated in the subsequent fiscal year since appropriations lapse at year-end.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS

Credit Risk. State statutes authorize the System to invest in: obligations of the United States, the State of Georgia and other political subdivisions of the State of Georgia, and other states; prime bankers' acceptances; repurchase agreements; and the Georgia local government investment pool ("Georgia Fund 1"). The investment in Georgia Fund 1 represents the System's portion of a pooled investment account operated by the Office of the State Treasurer. The pool consists of U.S. Treasury obligations, securities issued or guaranteed by the U.S. government or any of its agencies or instrumentalities, bankers' acceptances, overnight and term repurchase agreements with highly rated counterparties, and collateralized bank accounts. The investment in Georgia Fund 1 is valued at fair market value. The regulatory oversight agency for Georgia Fund 1 is the Georgia Office of the State Treasurer. As of June 30, 2023, the System's investment in Georgia Fund 1 was rated AA Af by Standard & Poor's.

At June 30, 2023, the System had the following investments:

Investment Type	Fair Value	Investment Maturities (in Years)	Rating
		Less than 1	
U.S. Treasuries	\$ 510,787	\$ 510,787	N/A
Cash/money market funds	488,713	488,713	N/A
Georgia Fund 1	59,343,405	59,343,405	AA Af
	\$ 60,342,905	\$ 60,342,905	

Interest Rate Risk. The System does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal and state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2023, all of the System's deposits were properly collateralized in accordance with state law and applicable GASB pronouncements.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Fair Value Measurements. The System categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The System has the following recurring fair value measurements as of June 30, 2023:

Investment	Level 1	Level 2
U.S. Treasury	\$ 510,787	\$ -
Cash/money market funds	-	488,713
	510,787	488,713
Georgia Fund 1 (not subject to level disclosure)	59,343,405	-
Total Investments	\$ 59,854,192	\$ 488,713

The Georgia Fund 1 is an investment pool which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. As a result, the System does not disclose investment in the Georgia Fund 1 within the fair value hierarchy.

NOTE 4. RECEIVABLES

Receivables at June 30, 2023 for the System's individual major funds are as follows:

	General	Capital Projects Fund	Title I	Nonmajor Governmental Funds
Intergovernmental	\$ 8,090,394	\$ -	\$ 4,580,195	\$ 4,010,541
Taxes	2,886,201	1,236,832	-	-
Other accounts	218,670	-	-	29,996
Net total receivable	\$ 11,195,265	\$ 1,236,832	\$ 4,580,195	\$ 4,040,537

Intergovernmental receivables consist of grant reimbursements due primarily from the Georgia Department of Education. Sales taxes are collected by the state on the System's behalf. Property taxes are collected by the Spalding County Tax Commissioner on the System's behalf.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of June 30, 2023 is as follows:

Interfund Assets and Liabilities:

Due to and due from other funds are recorded for interfund receivables and payables which arise from interfund transactions. Interfund balances at June 30, 2023 consisted of the following:

Receivable Fund	Payable Fund		Total
	Nonmajor Governmental Funds	Title I Fund	
General Fund	\$ 4,060,056	\$ 3,687,397	\$ 7,747,453

The General Fund was due \$7,747,453 from the Title I and other funds to be repaid upon receipt of grant revenues. All interfund balances will be repaid in the next fiscal year.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2023 consisted of the following:

Transfers In	Transfers Out General Fund Fund
Nonmajor Governmental Funds	\$ 588,697

General Fund transfers are for the support of programs that are partially funded by grants but need additional resources to support their operations.

NOTE 6. PROPERTY TAXES

Spalding County (the "County") bills and collects property taxes for the System. Property taxes are levied (assessed) on all taxable real, public utility and personal property (including vehicles) located within the County as of January 1st of each year.

Assessed values for property tax purposes are determined by the Spalding County Board of Tax Assessors for all property except public utilities and motor vehicles. Assessed value is set at 40% of market value. The State of Georgia establishes values for public utilities and motor vehicles. Real property taxes were levied on October 3, 2022, and are due by January 13, 2023. Spalding County may place liens on property once the related tax payments become delinquent.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. PROPERTY TAXES (CONTINUED)

Vehicle personal property taxes are due upon each respective payor's date of birth on an annual basis. Beginning in April 2013, a title ad valorem tax is assessed upon sale of a vehicle, which replaces the personal property tax due annually on the payor's date of birth.

NOTE 7. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2023 is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 3,440,353	\$ -	\$ -	\$ -	\$ 3,440,353
Construction in progress	10,918,110	7,514,047	-	(1,278,179)	17,153,978
Total	<u>14,358,463</u>	<u>7,514,047</u>	<u>-</u>	<u>(1,278,179)</u>	<u>20,594,331</u>
Capital assets, being depreciated:					
Buildings	135,219,991	-	-	-	135,219,991
Building Improvements	81,221,245	1,016,171	-	1,278,179	83,515,595
Vehicles and Equipment	29,478,237	1,404,587	-	-	30,882,824
Total	<u>245,919,473</u>	<u>2,420,758</u>	<u>-</u>	<u>1,278,179</u>	<u>249,618,410</u>
Less accumulated depreciation for:					
Buildings	(42,766,793)	(1,758,903)	-	-	(44,525,696)
Building Improvements	(12,467,305)	(1,271,715)	-	-	(13,739,020)
Vehicles and Equipment	(20,158,175)	(2,734,787)	-	-	(22,892,962)
Total	<u>(75,392,273)</u>	<u>(5,765,405)</u>	<u>-</u>	<u>-</u>	<u>(81,157,678)</u>
Total capital assets, being depreciated, net	<u>170,527,200</u>	<u>(3,344,647)</u>	<u>-</u>	<u>1,278,179</u>	<u>168,460,732</u>
Governmental activities capital assets, net	<u>\$ 184,885,663</u>	<u>\$ 4,169,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 189,055,063</u>

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

Governmental activities:	
Instruction	\$ 3,225,667
Improvement of instructional services	962,660
Educational media services	109,037
General and school administration	123,048
Business administration	2,098
Maintenance and operations	371,097
Student transportation	669,069
Other support services	7,406
School nutrition	<u>295,323</u>
Total depreciation expense - governmental activities	<u>\$ 5,765,405</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS (CONTINUED)

Net investment in Capital Assets - Net investment in capital assets on the government-wide Statement of Net Position as of June 30, 2023 are as follows:

Governmental Activities

Capital assets, nondepreciable	\$ 20,594,331
Capital assets, depreciable	249,618,410
Accumulated depreciation	(81,157,678)
Retainage payable	(312,598)
Contracts payable	<u>(2,237,786)</u>
Net investment in capital assets, Governmental Activities	<u><u>\$ 186,504,679</u></u>

NOTE 8. LONG-TERM DEBT

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Net pension liability	\$ 42,537,372	\$ 125,943,285	\$ (19,974,602)	\$ 148,506,055	\$ -
Net OPEB liability	67,605,807	10,011,283	(17,203,224)	60,413,866	-
Compensated absences	<u>-</u>	<u>625,945</u>	<u>(230,065)</u>	<u>395,880</u>	<u>237,528</u>
Governmental activities:					
Long-term liabilities	<u><u>\$ 110,143,179</u></u>	<u><u>\$ 136,580,513</u></u>	<u><u>\$ (37,407,891)</u></u>	<u><u>\$ 209,315,801</u></u>	<u><u>\$ 237,528</u></u>

Compensated absences, the net other post-employment benefit liability, and the net pension liability are liquidated primarily by the General Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. FUND BALANCE CLASSIFICATION

The following is an analysis of fund balance as of June 30, 2023.

	<u>General</u>	<u>Capital Projects</u>	<u>Title I Service</u>	<u>Nonmajor Governmental Funds</u>
Non-spendable:				
Inventories and permanent items	\$ 217,184	\$ -	\$ 26,181	\$ 2,969,289
Restricted for:				
Continuation of federal programs	-	-	-	3,390,028
Capital projects	-	28,856,787	-	-
Committed for:				
Risk management	1,000,658	-	-	-
School activity accounts	-	-	-	639,797
Assigned for:				
Subsequent year's budget	6,750,000	-	-	-
Unassigned	36,395,454	-	(26,181)	(1,720,909)
	<u>\$ 44,363,296</u>	<u>\$ 28,856,787</u>	<u>\$ -</u>	<u>\$ 5,278,205</u>

NOTE 10. NON-MONETARY TRANSACTIONS

The System received from the United States Department of Agriculture through the Georgia Department of Education approximately \$388,988 in donated food commodities for its lunchroom programs. The federally assigned value of these commodities is reflected as revenues and expenditures in the Other Governmental Funds.

NOTE 11. RETIREMENT PLANS

Teachers' Retirement System

Plan Description

All teachers of the System as defined in §47-3-60 of the O.C.G.A. and certain other support personnel as defined by §47-3-63 are provided a pension through the Teachers' Retirement System of Georgia ("TRS"). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees ("TRS Board"). Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at <http://www.trsga.com/publications>.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Teachers' Retirement System (Continued)

Benefits Provided

TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employees' two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after ten years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employees' creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employees' beneficiary had the employee retired on the date of death. Death benefits are based on the employees' creditable service and compensation up to the date of death.

Contributions

Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Pursuant to O.C.G.A. §47-3-63, the employer contributions for certain full-time public school support personnel are funded on behalf of the employer by the State of Georgia. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00% of their annual pay during fiscal year 2023. The System's contractually required contribution rate for the year ended June 30, 2023 was 19.98% of annual System payroll. System contributions to TRS were \$12,235,019 for the year ended June 30, 2023.

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

At June 30, 2023, the System reported a liability for its proportionate share of the net pension liability in the amount of \$148,382,771.

The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2021. An expected total pension liability as of June 30, 2022 was determined using standard roll-forward techniques. The System's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2022. At June 30 2022, the System's proportion was 0.456957%, which was a decrease of 0.022540% from its proportion measured as of June 30, 2021.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Teachers' Retirement System (Continued)

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

For the year ended June 30, 2023, the System recognized pension expense of \$20,478,706. At June 30, 2023, the System reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,159,406	\$ 772,367
Changes of assumptions	22,336,341	-
Net difference between projected and actual earnings on pension plan investments	29,152,993	-
Changes in proportion and differences between System contributions and proportionate share of contributions	575,911	3,842,514
System contributions subsequent to the measurement date	12,235,019	-
Total	\$ 70,459,670	\$ 4,614,881

System contributions subsequent to the measurement date of \$12,235,019, are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,		
2024	\$	14,218,992
2025		10,848,929
2026		7,837,710
2027		20,704,139

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Teachers' Retirement System (Continued)

Actuarial Assumptions

The total pension liability as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021, using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.00% – 8.75%, average, including inflation
Investment rate of return	6.90%, net of pension plan investment expense, including inflation
Post-retirement benefits increases	1.50% semi-annually

Post-retirement mortality rates for service retirements and beneficiaries were based on the Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree mortality table (ages set forward one year and adjusted 106%) with the MP-2019 projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. Post-retirement mortality rates for disability retirements were based on the Pub-2010 Teachers Mortality Table for Disabled Retirees (ages set forward one year and adjusted 106%) with the MP-2019 projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. The Pub-2010 Teachers Headcount Weighted Below Median Employee mortality table (ages set forward one year and adjusted 106%) as used for death prior to retirement. Future improvement in mortality rates was assumed using the MP-2019 projection scale generationally. These rates of improvement were reduced by 20% for all years prior to the ultimate rate.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2013 – June 30, 2018 with the exception of the investment rate of return and payroll growth assumption.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Teachers' Retirement System (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on TRS pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	Target allocation (%)	Long-term expected real rate of return (%)
Fixed income	30.00 %	0.20 %
US large stocks	46.30	9.40
US small stocks	1.20	13.40
International developed market stocks	12.30	9.40
International emerging market stocks	5.20	11.40
Alternatives	5.00	10.50
Total	100.00 %	

Discount Rate

The discount rates used to measure the total TRS pension liability were 6.90%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and non-employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the TRS pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Teachers' Retirement System (Continued)

Sensitivity of the System's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the System's proportionate share of the net pension liability calculated using the discount rate of 6.90%, as well as what the System's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90%) or 1-percentage-point higher (7.90%) than the current rate:

	1.00% Decrease (5.90%)	Current Discount Rate (6.90%)	1.00% Increase (7.90%)
System's proportionate share of the net pension liability (asset)	\$ 223,860,461	\$ 148,382,771	\$ 86,745,253

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report which is publicly available at www.trsga.com/publications.

Public School Employees' Retirement System ("PSERS")

Plan Description

PSERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly in 1969 for the purpose of providing retirement allowances for public school employees who are not eligible for membership in the TRS. The ERS Board of Trustees, plus two additional trustees, administers PSERS. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. PSERS issues a publicly available financial report that can be obtained at www.ers.ga.gov/financials.

Benefits Provided

A member may retire and elect to receive normal monthly retirement benefits after completion of ten years of creditable service and attainment of age 65. A member may choose to receive reduced benefits after age 60 and upon completion of ten years of service.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Public School Employees' Retirement System ("PSERS") (Continued)

Benefits Provided (Continued)

Upon retirement, the member will receive a monthly benefit of \$15.75, multiplied by the number of years of creditable service. Death and disability benefits are also available through PSERS. Additionally, PSERS may make periodic cost-of-living adjustments to the monthly benefits. Upon termination of employment, member contributions with accumulated interest are refundable upon request by the member. However, if an otherwise vested member terminates and withdraws his/her member contribution, the member forfeits all rights to retirement benefits.

Contributions

The General Assembly makes an annual appropriation to cover the employer contribution to PSERS on behalf of local school employees (bus drivers, cafeteria workers, and maintenance staff). The annual employer contribution required by statute is actuarially determined and paid directly to PSERS by the State Treasurer in accordance with O.C.G.A. §47-4-29(a) and 60(b). Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Individuals who became members prior to July 1, 2012 contribute \$4 per month for nine months each fiscal year. Individuals who became members on or after July 1, 2012 contribute \$10 per month for nine months each fiscal year. The State of Georgia, although not the employer of PSERS members, is required by statute to make employer contributions actuarially determined and approved and certified by the PSERS Board of Trustees.

Pension Liabilities and Pension Expense

At June 30, 2023, the System did not have a liability for a proportionate share of the net pension liability because of the related State of Georgia support. The amount of the State's proportionate share of the net pension liability associated with the System is as follows:

State of Georgia's proportionate share of the Net Pension Liability associated with the System	<u>\$ 1,812,282</u>
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For the year ended June 30, 2023, the System recognized pension expense of \$455,426 for support provided by the State of Georgia.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Public School Employees' Retirement System ("PSERS") (Continued)

Actuarial Assumptions

The total pension liability as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%	
Salary increase	N/A	
Investment rate of return	7.00%	Net pension plan investment expense, including inflation
Post-retirement benefit increases	1.5% semi-annually	

Mortality rates are as follows:

- The Pub-2010 General Employee Table, with no adjustments, projected generationally with the MP-2019 scale is used for both males and females while in active service.
- The Pub-2010 Family of Tables projected generationally with the MP-2019 scale and with further adjustments are used for post-retirement mortality assumptions as follows:

<u>Participant Type</u>	<u>Membership Table</u>	<u>Set Forward (+) / Setback (-)</u>	<u>Adjustment to Rates</u>
Service Retirees	General Healthy Below-Median Annuitant	Male: +2; Female: +2	Male: 101%; Female: 103%
Disability Retirees	General Disabled	Male: -3; Female: 0	Male: 103%; Female: 106%
Beneficiaries	General Below-Median Contingent Survivors	Male: +2; Female: +2	Male: 104%; Female: 99%

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2014 – June 30, 2019.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Public School Employees' Retirement System ("PSERS") (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	Target allocation (%)	Long-term expected real rate of return (%)*
Fixed income	30.00 %	0.20 %
US large stocks	46.30	9.40
US small stocks	1.20	13.40
International developed market stocks	12.30	9.40
International emerging market stocks	5.20	11.40
Alternatives	5.00	10.50
Total	100.00 %	

* Rates shown are net of the 2.50% assumed rate of inflation.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and non-employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Employees' Retirement System ("ERS")

Plan Description

ERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. ERS issues a publicly available financial report that can be obtained at ers.ga.gov/financials.

Benefits Provided

The ERS Plan supports three benefit tiers: Old Plan, New Plan, and Georgia State Employees' Pension and Savings Plan ("GSEPS"). Employees under the Old Plan started membership prior to July 1, 1982 and are subject to plan provisions in effect prior to July 1, 1982. Members hired on or after July 1, 1982 but prior to January 1, 2009 are New Plan members subject to modified plan provisions. Effective January 1, 2009, new state employees and rehired state employees who did not retain membership rights under the Old or New Plans are members of GSEPS. ERS members hired prior to January 1, 2009 also have the option to irrevocably change their membership to GSEPS.

Under the Old Plan, the New Plan, and GSEPS, a member may retire and receive normal retirement benefits after completion of 10 years of creditable service and attainment of age 60, or 30 years of creditable service regardless of age. Additionally, there are some provisions allowing for early retirement after 25 years of creditable service for members under age 60.

Retirement benefits paid to members are based upon the monthly average of the member's highest 24 consecutive calendar months, multiplied by the number of years of creditable service, multiplied by the applicable benefit factor. Annually, post-retirement cost-of-living adjustments may also be made to members' benefits, provided the members were hired prior to July 1, 2009. The normal retirement pension is payable monthly for life; however, options are available for distribution of the member's monthly pension, at reduced rates, to a designated beneficiary upon the member's death. Death and disability benefits are also available through plan.

Contributions

Member contributions under the Old Plan are 4% of annual compensation, up to \$4,200, plus 6% of annual compensation in excess of \$4,200. Under the Old Plan, the state pays member contributions in excess of 1.25% of annual compensation. Under the Old Plan, these state contributions are included in the members' accounts for refund purposes and are used in the computation of the members' earnable compensation for the purpose of computing retirement benefits.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Employees' Retirement System ("ERS") (Continued)

Contributions (Continued)

Member contributions under the New Plan and GSEPS are 1.25% of annual compensation. The System's total required contribution rate for the year ended June 30, 2023 was 31.01% of annual covered payroll for Old and New Plan members and 27.47% for GSEPS members. The rates include the annual actuarially determined employer contribution rate of 24.67% of annual covered payroll for Old and New Plan members and 21.59% for GSEPS members, plus 6.34% adjustment to the Old and New Plan and a 5.88% adjustment to the GSEPS plan for the commencement of cost-of-living ("COLA") adjustments prefunding for certain retired ERS members. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The System had no contributions to ERS for the year ended June 30, 2023. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

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

At June 30, 2023, the System reported a liability for its proportionate share of the net pension liability in the amount of \$123,284. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2021. An expected total pension liability as of June 30, 2022, was determined using standard roll-forward techniques. The System's proportion of the net pension liability was based on contributions to ERS during the fiscal year ended June 30, 2022. At June 30, 2022, the employer's proportion was 0.001846% which was a decrease of 0.003672% from its proportion measured as of June 30, 2021. For the year ended June 30, 2023, the System recognized pension expense of \$(25,207). At June 30, 2023, the System reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 265	\$ 1,118
Changes of assumptions	21,915	-
Net difference between projected and actual earnings on pension plan investments	14,324	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,861	78,281
Total	\$ 38,365	\$ 79,399

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Employees' Retirement System ("ERS") (Continued)

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

If the System had contributions subsequent to the report date; they would be reported as deferred outflows of resources and would be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,		\$
2024		(39,641)
2025		(12,766)
2026		357
2027		11,016

Actuarial Assumptions

The total pension liability as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.50%
Salary increases	3.00% – 6.75%, average, including inflation
Investment rate of return	7.00%, Net of pension plan investment expense, including inflation

Mortality rates are as follows:

- The Pub-2010 General Employee Table, with no adjustments, projected generationally with the MP-2019 scale is used for both males and females while in active service.
- The Pub-2010 Family of Tables projected generationally with the MP-2019 scale and with further adjustments are used for post-retirement mortality assumptions as follows:

Participant Type	Membership Table	Set Forward (+) / Setback (-)	Adjustment to Rates
Service Retirees	General Healthy Annuitant	Male: +1; Female: +1	Male: 105%; Female: 108%
Disability Retirees	General Disabled	Male: -3; Female: 0	Male: 103%; Female: 106%
Beneficiaries	General Contingent Survivors	Male: +2; Female: +2	Male: 106%; Female: 105%

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Employees' Retirement System ("ERS") (Continued)

Actuarial Assumptions (Continued)

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2014 – June 30, 2019.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset class</u>	<u>Target allocation (%)</u>	<u>Long-term expected real rate of return (%)*</u>
Fixed income	30.00 %	0.20 %
US large stocks	46.30	9.40
US small stocks	1.20	13.40
International developed market stocks	12.30	9.40
International emerging market stocks	5.20	11.40
Alternatives	5.00	10.50
Total	<u>100.00 %</u>	

* Rates shown are net of the 2.50% assumed rate of inflation.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RETIREMENT PLANS (CONTINUED)

Employees' Retirement System ("ERS") (Continued)

Sensitivity of the System's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the System's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the System's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1.00% Decrease (6.00%)	Current Discount Rate (7.00%)	1.00% Increase (8.00%)
System's proportionate share of the net pension liability	\$ 164,114	\$ 123,284	\$ 88,950

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued ERS financial report which is publicly available at www.ers.ga.gov/financials.

Aggregate Amounts

The aggregate net pension liability, deferred outflows of resources, and deferred inflows of resources related to each pension plan established by the System as of June 30, 2023 is as follows:

Pension Plan	Net Pension Liability	Deferred Outflow Of Resources	Deferred Inflow of Resources	Pension Expense
TRS	\$ 148,382,771	\$ 70,459,670	\$ 4,614,881	\$ 20,478,706
PSERS	-	-	-	455,426
ERS	123,284	38,365	79,399	(25,207)
Total	\$ 148,506,055	\$ 70,498,035	\$ 4,694,280	\$ 20,908,925

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The System participates in the State of Georgia School Employees Post-employment Benefit Fund (the "School OPEB Fund") which is an other post-employment benefit ("OPEB") plan administered by the State of Georgia Department of Community Health ("DCH"). Certified teachers and non-certified employees of the System as defined in §20-2-875 of the O.C.G.A. are provided OPEB through the School OPEB Fund - a cost-sharing multiple-employer defined benefit post-employment healthcare plan, reported as an employee trust fund of the State of Georgia and administered by a Board of Community Health ("DCH Board"). Title 20 of the O.C.G.A. assigns the authority to establish and amend the benefit terms of the group health plan to the DCH Board.

Benefits

The School OPEB Fund provides healthcare benefits for retirees and their dependents due under the group health plan for public school teachers, including librarians, other certified employees of public schools, regional educational service agencies and non-certified public school employees. Retiree medical eligibility is attained when an employee retires and is immediately eligible to draw a retirement annuity from Employees' Retirement System ("ERS"), Georgia Judicial Retirement System ("JRS"), Legislative Retirement System ("LRS"), TRS or Public School Employees' Retirement System ("PSERS"). If elected, dependent coverage starts on the same day as retiree coverage. Medicare-eligible retirees are offered Standard and Premium Medicare Advantage plan options. Non-Medicare eligible retiree plan options include Health Reimbursement Arrangement ("HRA"), Health Maintenance Organization ("HMO") and a High Deductible Health Plan ("HDHP"). The School OPEB Fund also pays for administrative expenses of the fund. By law, no other use of the assets of the School OPEB Fund is permitted.

Contributions

As established by the Board, the School OPEB Fund is substantially funded on a pay-as-you-go basis; that is, annual cost of providing benefits will be financed in the same year as claims occur. Contributions required and made to the School OPEB Fund from the Board were \$2,144,120 for the year ended June 30, 2023. Active employees are not required to contribute to the School OPEB Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2023, the System reported a liability of \$60,413,866 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2022. The total OPEB liability used to calculate the net OPEB liability was based on an actuarial valuation as of June 30, 2021. An expected total OPEB liability as of June 30, 2022 was determined using standard roll-forward techniques. The System's proportion of the net OPEB liability was actuarially determined based on employer contributions to the School OPEB Fund during the fiscal year ended June 30, 2022. At June 30, 2022, the System's proportion was 0.610045% which was a decrease of 0.014153% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the System recognized OPEB expense of \$(3,777,847). At June 30, 2023, the System reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,411,456	\$ 23,744,479
Changes of assumptions	9,201,155	12,218,788
Net difference between projected and actual earnings on OPEB plan investments	368,508	-
Changes in proportion and differences between System contributions and proportionate share of contributions	554,827	3,194,263
System contributions subsequent to the measurement date	2,144,120	-
Total	\$ 14,680,066	\$ 39,157,530

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

System contributions subsequent to the measurement date of \$2,144,120 are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	
2024	\$ (7,590,419)
2025	(6,066,295)
2026	(4,637,198)
2027	(5,236,646)
2028	(2,754,830)
2029	(336,196)

Actuarial Assumptions

The total OPEB liability as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021, using the following actuarial assumptions and other inputs, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2022:

Inflation	2.50%
Salary increases	3.00 – 8.75 %, including inflation
Long-term expected rate of return	7.00%, compounded annually, net of investment expense, and including inflation
Healthcare cost trend rate:	
Pre-Medicare Eligible	6.50%
Medicare Eligible	5.00%
Ultimate trend rate:	
Pre-Medicare Eligible	4.50%
Medicare Eligible	4.50%
Year of Ultimate trend rate:	
Pre-Medicare Eligible	2029
Medicare Eligible	2023

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Actuarial Assumptions (Continued)

The plan currently uses mortality tables that vary by age, gender, and health status (i.e. disabled or not disabled), as follows:

- For TRS members: Post-retirement mortality rates for service retirements and beneficiaries were based on the Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree Mortality Table (ages set forward one year and adjusted 106%) with the MP-2019 Projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. Post-retirement mortality rates for disability retirements were based on the Pub-2010 Teachers Mortality Table for Disabled Retirees (ages set forward one year and adjusted 106%) with the MP-2019 Projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. The Pub-2010 Teachers Headcount Weighted Below Median Employee Mortality Table with ages set forward one year and adjusted 106% was used for death prior to retirement. Future improvement in mortality rates was assumed using the MP-2019 Projection scale generationally. These rates of improvement were reduced by 20% for all years prior to the ultimate rate.
- For PSERS members: Pre-retirement mortality rates were based on the Pub-2010 General Employee Mortality Table, with no adjustment, with the MP-2019 Projection scale applied generationally. Post-retirement mortality rates for service retirements were based on the Pub-2010 General Healthy Annuitant Mortality Table (ages set forward one year and adjusted 101% for males and 103% for females) with the MP-2019 Projection scale applied generationally. Post-retirement mortality rates for disability retirements were based on the Pub-2010 General Disabled Mortality Table (ages set back three years for males and adjusted 103% for males and 106% for females) with the MP-2019 Projection scaled applied generationally. Post-retirement mortality rates for beneficiaries were based on the Pub-2010 General Contingent Survivor Mortality Table (ages set forward two years and adjusted 104% for males and 99% for females) with the MP-2019 Projection scale applied generationally.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the pension systems, which covered the five-year period ended June 30, 2018, with the exception of the assumed annual rate of inflation which was changed from 2.75% to 2.50%, effective with the June 30, 2018 valuation.

The remaining actuarial assumptions (e.g., initial per capita costs, healthcare cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2021 valuation were based on a review of recent plan experience done concurrently with the June 30, 2021 valuation.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Actuarial Assumptions (Continued)

Projection of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculation.

The long-term expected rate of return on OPEB plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset class</u>	<u>Target allocation</u>	<u>Long-term expected real rate of return*</u>
Fixed income	30.00 %	2.00 %
Equities	70.00	9.40
Total	<u>100.00 %</u>	

*Rates shown are net of the 2.50% assumed rate of inflation.

Discount Rate

In order to measure the total OPEB liability for the School OPEB, a single equivalent interest rate of 3.57% was used as the discount rate, as compared with last year's rate of 2.20%. The plan's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the municipal bond rate as used for the long-term rate of return was applied to all periods of projected benefit payments to determine total OPEB liability. This is comprised mainly of the yield or index rate for 20-year tax-exempt general obligation bonds with an average rating of AA or higher (3.54% per the Municipal Bond Index Rate). The projection of cash flows used to determine the discount rate assumed that contributions from members and from the employers will be made at the current level as averaged over the last five years, adjusted for annual projected changes in headcount. Projected future benefit payments for all current plan members were projected through 2128.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the System's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability calculated using the discount rate of 3.57%, as well as what the System's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.57%) or 1-percentage-point higher (4.57%) than the current discount rate:

	1% Decrease (2.57%)	Current Discount Rate (3.57%)	1% Increase (4.57%)
System's proportionate share of the net OPEB liability	\$ 68,335,337	\$ 60,413,866	\$ 53,700,072

Sensitivity of the System's Proportionate Share of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the System's proportionate share of the net OPEB liability, as well as what the System's proportionate share of the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
System's proportionate share of the net OPEB liability	\$ 52,053,768	\$ 60,413,866	\$ 70,688,392

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB Plan's fiduciary net position is available in the State of Georgia Annual Comprehensive Financial Report ("ACFR") which is publicly available at <https://sao.georgia.gov/comprehensive-annual-financial-reports>.

NOTES TO FINANCIAL STATEMENTS

NOTE 13. RISK MANAGEMENT

The System is exposed to various risks of loss for claims associated with torts; theft of, damage to and destruction of assets; errors and omissions; natural disaster; workers' compensation; unemployment compensation; and dental benefits. The System has established a limited risk management program for workers' compensation.

Estimated claims are budgeted by management based on known claims and prior experience. An excess coverage insurance policy covers aggregate claims in excess of \$500,000 up to \$1,000,000.

Claims and associated expenses incurred during the fiscal years 2023, 2022 and 2021 are shown below. Outstanding year-end liabilities are considered to be immaterial.

Fiscal Year	Balance July 1, 2021	Current Year Claims Accrued	Current Year Claims Paid	Unpaid Balance June 30, 2022
2023	\$ -	\$ 360,428	\$ (360,428)	\$ -
2022	-	237,414	(237,414)	-
2021	-	261,820	(261,820)	-
	<u>\$ -</u>	<u>\$ 859,662</u>	<u>\$ (859,662)</u>	<u>\$ -</u>

The System participates in Georgia School Boards Association Risk Management Fund for property and liability insurance. Coverage for losses arising from certain liability and property risks to the System is provided through a group self-insurance plan. For accounting purposes, this plan is considered to be a Risk Transfer Pool. Under this plan, the System is responsible for the first \$5,000 of each property loss, \$5,000 of each machinery breakdown loss, \$1,000 of auto physical damage loss, and the first \$10,000 of each liability claim. The plan assumes certain risks of the System in excess of state retentions up to certain customary coverage limits. The System is required to make a financial contribution to the plan each year in an amount determined on the basis of actuarial projections of losses. Settled claims have not exceeded insurance coverage in any of the past three years nor has the System significantly reduced coverage for these risks.

NOTE 14. COMMITMENTS AND CONTINGENCIES

The System is involved in a number of legal matters which either have or could result in litigation. Although the outcome of these lawsuits is not presently determinable, in the opinion of the System's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the System.

NOTES TO FINANCIAL STATEMENTS

NOTE 14. COMMITMENTS AND CONTINGENCIES (CONTINUED)

The System participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the System has not complied with the rules and regulations governing grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2023 may be impaired.

In the opinion of the System, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic financial statements for such contingencies.

The System is committed under outstanding construction contracts in the Capital Projects Funds in the amount of \$7,373,893. Construction contracts include new school construction and expansion and renovation of existing facilities. At June 30, 2023 the System had no significant encumbrances.

NOTE 15. TAX ABATEMENTS

Spalding County enters into property tax abatement agreements with local businesses for the purpose of attracting or retaining businesses within their jurisdictions. The abatements may be granted to any business located or promising to relocate to Spalding County.

For the fiscal year ended June 30, 2023, Spalding County abated real and personal property taxes due to the System that were levied on October 3, 2022 and due on January 13, 2023 totaling \$510,518 for real property and \$290,644 for personal property. Included in the amount abated, the following are individual tax abatement agreements that each exceeded 10% of the total amount abated:

- a 50% personal property tax abatement totaling \$206,483 to a chemical company and manufacturing company,
- a 40% personal property tax abatement totaling \$29,187 to a manufacturing company,
- a 53.1% real property tax abatement totaling \$80,376 to a manufacturing company, and
- a 100% real property tax abatement totaling \$265,567 to a manufacturing company.

REQUIRED SUPPLEMENTARY INFORMATION

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY TEACHERS' RETIREMENT SYSTEM OF GEORGIA FOR THE YEAR ENDED JUNE 30,

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
System's proportion of the net pension liability	0.456957%	0.479497%	0.474507%	0.480289%
System's proportionate share of the net pension liability	\$ 148,382,771	\$ 42,408,311	\$ 114,944,168	\$ 103,275,122
State of Georgia's proportionate share of the net pension liability associated with the System	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 148,382,771</u>	<u>\$ 42,408,311</u>	<u>\$ 114,944,168</u>	<u>\$ 103,275,122</u>
System's covered payroll	\$ 61,850,818	\$ 62,405,558	\$ 60,992,257	\$ 58,615,034
System's proportionate share of the net pension liability as a percentage of its covered payroll	239.90%	67.96%	188.46%	176.19%
Plan fiduciary net position as a percentage of the total pension liability	72.85%	92.03%	77.01%	78.56%

Note:

Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.488238%	0.489034%	0.487142%	0.489235%	0.492510%
\$ 90,627,431	\$ 90,888,475	\$ 100,502,826	\$ 74,781,171	\$ 62,063,084
<u>45,292</u>	<u>96,829</u>	<u>110,995</u>	<u>93,019</u>	<u>148,698</u>
<u>\$ 90,672,723</u>	<u>\$ 90,985,304</u>	<u>\$ 100,613,821</u>	<u>\$ 74,874,190</u>	<u>\$ 62,211,782</u>
\$ 58,151,431	\$ 56,151,054	\$ 53,473,168	\$ 51,677,582	\$ 50,116,513
155.85%	161.86%	187.95%	144.71%	123.84%
80.27%	79.33%	76.06%	81.44%	84.03%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CONTRIBUTIONS TEACHERS' RETIREMENT SYSTEM OF GEORGIA FOR THE YEAR ENDED JUNE 30,

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contributions	\$ 12,235,019	\$ 12,252,647	\$ 11,894,354	\$ 12,893,763
Contributions in relation to the contractually required contributions	<u>12,235,019</u>	<u>12,252,647</u>	<u>11,894,354</u>	<u>12,893,763</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
System's covered payroll	\$ 61,236,331	\$ 61,850,818	\$ 62,405,558	\$ 60,992,257
Contributions as a percentage of covered payroll	19.98%	19.81%	19.06%	21.14%

Note:

Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 12,250,541	\$ 9,775,004	\$ 8,012,744	\$ 7,630,622	\$ 6,795,397
<u>12,250,541</u>	<u>9,775,004</u>	<u>8,012,744</u>	<u>7,630,622</u>	<u>6,795,397</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 58,615,034	\$ 58,151,431	\$ 56,151,054	\$ 53,473,168	\$ 51,677,582
20.90%	16.81%	14.27%	14.27%	13.15%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION TEACHERS' RETIREMENT SYSTEM OF GEORGIA FOR THE YEAR ENDED JUNE 30, 2023

Changes of Assumptions

On November 18, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to rates of mortality, retirement, disability, withdrawal and salary increases. The expectation of retired life mortality was changed to RP-2000 White Collar Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB (set forward one year for males).

On May 15, 2019, the Board adopted recommended changes from the smoothed valuation interest rate methodology that has been in effect since June 30, 2009, to a constant interest rate method. In conjunction with the methodology, the long-term assumed rate of return in assets (discount rate) has been changed from 7.50% to 7.25%, and the assumed annual rate of inflation has been reduced from 2.75% to 2.50%.

In 2019 and later, the expectation of retired life mortality was changed to the Pub-2010 Teacher Headcount Weighted Below Median Healthy Retiree Mortality Table from the RP-2000 Mortality Tables. In 2019, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience.

On May 11, 2022, the Board adopted recommended changes to the long-term assumed rate of return and payroll growth assumption utilized by the System. The long-term assumed rate of return was changed from 7.25% to 6.90%, and the payroll growth assumption was changed from 3.00% to 2.50%.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM FOR THE YEAR ENDED JUNE 30,

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
System's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%
System's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -
State of Georgia's proportionate share of the net position liability	<u>1,812,282</u>	<u>201,455</u>	<u>1,336,170</u>	<u>1,297,983</u>
Total	<u>\$ 1,812,282</u>	<u>\$ 201,455</u>	<u>\$ 1,336,170</u>	<u>\$ 1,297,983</u>
System's covered payroll	\$ 4,244,246	\$ 4,745,199	\$ 4,636,801	\$ 4,465,717
System's proportionate share of the net pension liability as a percentage of its covered payroll	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	81.21%	98.00%	84.45%	85.02%

Note:

Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.00%	0.00%	0.00%	0.00%	0.00%
\$ -	\$ -	\$ -	\$ -	\$ -
<u>1,256,874</u>	<u>1,257,961</u>	<u>1,654,512</u>	<u>1,106,184</u>	<u>943,529</u>
<u>\$ 1,256,874</u>	<u>\$ 1,257,961</u>	<u>\$ 1,654,512</u>	<u>\$ 1,106,184</u>	<u>\$ 943,529</u>
\$ 4,910,563	\$ 5,098,826	\$ 4,955,278	\$ 4,820,391	\$ 4,955,076
N/A	N/A	N/A	N/A	N/A
85.26%	86.00%	81.00%	87.00%	88.29%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM FOR THE YEAR ENDED JUNE 30, 2023

Changes of Assumptions

On December 17, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the Public School Employees' Retirement System. Primary among the changes were the updates to the rates of mortality, retirement, and withdrawal. The expectation of retired life mortality was changed to the RP-2000 Blue Collar Mortality Table with future mortality improvement projected to 2025 with the projection scale BB (set forward three years for males and two years for females).

A new funding policy was initially adopted by the Board on March 15, 2018, and most recently amended on December 17, 2020. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for the June 30, 2017 actuarial valuation and further reduced from 7.40% to 7.30% for the June 30, 2018 actuarial valuation.

On December 17, 2020, the Board adopted recommended changes to the economic and demographic assumptions utilized by the Public School Employees' Retirement System based on the experience study prepared for the five-year period ended June 30, 2019. Primary among the changes were the updates to rates of mortality, retirement, disability, and withdrawal. This also included a change to the long-term assumed investment rate of return to 7.00%. These assumption changes are reflected in the calculation of the June 30, 2021 total pension liability.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY EMPLOYEES' RETIREMENT SYSTEM FOR THE YEAR ENDED JUNE 30,

	<u>2023</u>		<u>2022</u>		<u>2021</u>		<u>2020</u>
System's proportion of the net pension liability	0.001846%		0.005518%		0.005246%		0.005128%
System's proportionate share of the net pension liability	\$ 123,284	\$	129,061	\$	221,117	\$	211,609
System's covered payroll	\$ 45,201	\$	132,267	\$	132,267	\$	129,267
System's proportionate share of the net pension liability as a percentage of its covered payroll	272.75%		97.58%		167.17%		163.70%
Plan fiduciary net position as a percentage of the total pension	67.44%		87.62%		76.21%		76.74%

Note:

Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

2019	2018	2017	2016	2015
0.005068%	0.005148%	0.005291%	0.004636%	0.004523%
\$ 208,347	\$ 209,078	\$ 250,287	\$ 187,823	\$ 169,640
\$ 129,267	\$ 126,264	\$ 123,014	\$ 105,989	\$ 101,849
161.18%	165.59%	203.46%	177.21%	166.56%
76.68%	76.33%	72.34%	76.20%	77.99%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CONTRIBUTIONS EMPLOYEES' RETIREMENT SYSTEM FOR THE YEAR ENDED JUNE 30,

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contributions	\$ -	\$ 11,133	\$ 32,617	\$ 32,630
Contributions in relation to the contractually required contribution	<u>-</u>	<u>11,133</u>	<u>32,617</u>	<u>32,630</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
System's covered payroll	\$ -	\$ 45,201	\$ 132,267	\$ 132,267
Contributions as a percentage of covered payroll	0.00%	24.63%	24.66%	24.67%

Note:

Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

2019	2018	2017	2016	2015
\$ 32,032	\$ 32,071	\$ 31,326	\$ 30,409	\$ 23,275
<u>32,032</u>	<u>32,071</u>	<u>31,326</u>	<u>30,409</u>	<u>23,275</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 129,267	\$ 129,267	\$ 126,264	\$ 123,014	\$ 105,989
24.78%	24.81%	24.81%	24.72%	21.96%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION EMPLOYEES' RETIREMENT SYSTEM FOR THE YEAR ENDED JUNE 30, 2023

Changes of Assumptions

On December 17, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to the rates of mortality, retirement, withdrawal, and salary increases. The expectation of retired life mortality was changed to the RP-2000 Combined Mortality Table projected to 2025 with projection scale BB (set forward two years for both males and females).

A new funding policy was initially adopted by the Board on March 15, 2018, and most recently amended on June 18, 2020. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for the June 30, 2017 actuarial valuation and further reduced from 7.40% and 7.30% for the June 30, 2018 actuarial valuation.

On December 17, 2020, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System based on the experience study prepared for the five-year period ended June 30, 2019. Primary among the changes were the updates to rates of mortality, retirement, withdrawal, and salary increases. This also included a change to the long-term assumed investment rate of return to 7.00%. These assumption changes are reflected in the calculation of the June 30, 2021 total pension liability.

On April 21, 2022, the Board adopted a new funding policy which, in part, provides that the Actuarial Accrued Liability and Normal Cost of the System will include a prefunded variable cost-of-living adjustment ("COLA") for eligible retirees and beneficiaries of the System. Under the new policy, future COLAs are provided through a profit-sharing mechanism using the System's asset performance. After studying the parameters of this new policy, the assumption for future COLAs was set at 1.05%. Previously, no future COLAs were assumed. In addition, the funding policy set the assumed rate of return at 7.20% for the June 30, 2021 valuation and established a new Transitional Unfunded Actuarial Accrued Liability as of June 30, 2021 which will be amortized over a closed 20-year period.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY SCHOOL OPEB FUND FOR THE YEAR ENDED JUNE 30,

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
System's proportion of the net OPEB liability	0.610045%	0.624198%	0.619059%	0.630963%	0.634200%	0.643640%
System's proportionate share of the net OPEB liability	\$ 60,413,866	\$ 67,605,807	\$ 90,925,530	\$ 77,432,697	\$ 80,605,763	\$ 90,431,161
System's covered employee payroll	\$ 77,268,509	\$ 67,283,025	\$ 65,751,219	\$ 63,210,018	\$ 63,191,261	\$ 61,187,881
System's proportionate share of the net OPEB liability as a percentage of its covered employee payroll	78.19%	100.48%	138.29%	122.50%	127.56%	147.79%
Plan fiduciary net position as a percentage of the total OPEB liability	6.17%	6.14%	3.99%	4.63%	2.93%	1.61%

Note:

Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CONTRIBUTIONS SCHOOL OPEB FUND FOR THE YEAR ENDED JUNE 30,

	2023	2022	2021	2020	2019	2018
Contractually required contributions	\$ 2,144,120	\$ 2,205,772	\$ 2,321,913	\$ 2,093,512	\$ 3,398,171	\$ 3,298,340
Contributions in relation to the contractually required contributions	2,144,120	2,205,772	2,321,913	2,093,512	3,398,171	3,298,340
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
System's covered-employee payroll	\$ 76,887,213	\$ 77,268,509	\$ 67,283,025	\$ 65,751,219	\$ 63,210,018	\$ 63,191,261
Contributions as a percentage of covered employee payroll	2.79%	2.85%	3.45%	3.18%	5.38%	5.22%

Note:

Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
SCHOOL OPEB FUND
FOR THE YEAR ENDED JUNE 30, 2023

Changes of benefit terms

There have been no changes in benefit terms.

Changes in assumptions

June 30, 2020 valuation: Decremental assumptions were changed to reflect the Employees' Retirement System's experience study. Approximately 0.10% of employees are members of the Employees' Retirement System.

June 30, 2019 valuation: Decremental assumptions were changed to reflect the Teachers' Retirement System's experience study.

June 30, 2018 valuation: The inflation assumption was lowered from 2.75% to 2.50%.

June 30, 2017 valuation: The participation assumption, tobacco use assumption and morbidity factors were revised.

June 30, 2015 valuation: Decremental and underlying inflation assumptions were changed to reflect the Retirement Systems' experience studies.

June 30, 2012 valuation: A data audit was performed and data collection procedures and assumptions were changed.

The discount rate was updated from 3.07% as of June 30, 2016 to 3.58% as of June 30, 2017, to 3.87% as of June 30, 2018, back to 3.58% as of June 30, 2019, and to 2.22% as of June 30, 2020.

SUPPLEMENTARY INFORMATION

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for revenues received from other governmental agencies or locally generated revenues that are legally restricted to expenditures for specified purposes.

Title VI-B and Project Aware: This fund was established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing special education programs for handicapped students and increasing awareness of mental health issues among school-aged youth; provide training in Youth Mental Health First Aid; and connect children, youth, and families who have behavioral health issues with appropriate services.

Perkins Career, Technical and Agricultural Education (“CTAE”): This fund was established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of developing career, technical, vocational, and academic skills of students.

Title IIA: This fund was established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of improving teacher and principal quality and ensuring that all teachers are highly qualified.

Elementary and Secondary School Emergency Relief (“ESSER”) Fund I and II: This fund was established to help safely reopen and sustain safe operation of schools and address the impact of the Coronavirus pandemic on the nation’s students.

Elementary and Secondary School Emergency Relief (“ESSER”) Fund III: This fund was established to provide emergency relief to public and non-public schools to fund activities that are necessary to maintain the operations and continuity of schools.

Title IV, Part A (Student Support and Academic Enrichment): This fund was established to provide accounting of federal categorical grant funds flowing through to Department of Education, State of Georgia, for the purpose of improving students’ academic achievement by increasing the capacity of States, LEAs, schools, and local communities to provide all students with access to a well-rounded education; improve school conditions for student learning; and improve the use of technology in order to improve the academic achievement and digital literacy of all students. (ESEA section 4101).

Mainstay Psycho Ed: This fund was established to provide accounting of state and federal grant funds flowing through the Georgia Network for Educational and Therapeutic Support (“GNETS”), State of Georgia, for the purpose of providing specialized educational treatment for emotionally disturbed students.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (CONTINUED)

Pre-K: This fund was established to provide accounting of state lottery funds flowing through the Georgia Department of Early Care and Learning, for the purpose of providing early care and educational programs for pre-kindergarten students.

School Activity Accounts: Consistent with the philosophy of financial independence of the schools, this fund was established to provide accounting for the accounts maintained at the school level.

Nursing Grant: This fund was established to provide accounting of funds donated by the Hospital Authority, a local foundation, for the purpose of providing nurses in each school.

Other Funds: This fund was established to provide accounting for certain special programs that are typically one-time monies awarded for distinct program objectives. No annual budget is adopted for these funds.

School Nutrition Program: This fund was established to provide accounting of the System's School Food Service operations.

PERMANENT FUNDS

The permanent funds are used to account for assets held by the System resulting from a trust arrangement in which the System is the beneficiary which includes scholarships and endowments.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023**

ASSETS	Special Revenue Funds					
	Title VI-B (IDEA) & Project Aware	Perkins CTAE	Title IIA	ESSER I & II	ESSER III	Title IV, Part A (Student Support)
Cash	\$ 4,491	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Receivables:						
State of Georgia, Department of Education	540,843	9,565	40,432	713,682	1,949,622	11,617
Other	-	-	-	-	-	-
Prepays	-	1,184	579	-	70,906	-
Inventories	-	-	-	-	-	-
Total assets	\$ 545,334	\$ 10,749	\$ 41,011	\$ 713,682	\$ 2,020,528	\$ 11,617
LIABILITIES AND FUND BALANCES (DEFICITS)						
LIABILITIES						
Accounts payable	\$ 25,578	\$ 1,414	\$ 883	\$ -	\$ 236,573	\$ 25
Accrued payroll and payroll withholdings	279,772	1,851	9,555	202,430	372,504	71
Unearned revenue	-	-	-	-	-	-
Due to other funds	241,830	14,593	30,573	511,252	1,497,403	11,521
Total liabilities	547,180	17,858	41,011	713,682	2,106,480	11,617
FUND BALANCES (DEFICITS)						
Nonspendable:						
Inventories and prepaid items	-	-	579	-	70,906	-
Permanent funds	-	-	-	-	-	-
Restricted for:						
Continuation of federal and state programs	-	-	-	-	-	-
Committed to:						
School activity funds and other programs	-	-	-	-	-	-
Assigned to:						
Permanent funds	-	-	-	-	-	-
Unassigned	(1,846)	(7,109)	(579)	-	(156,858)	-
Total fund balances (deficits)	(1,846)	(7,109)	-	-	(85,952)	-
Total liabilities and fund balances	\$ 545,334	\$ 10,749	\$ 41,011	\$ 713,682	\$ 2,020,528	\$ 11,617

Special Revenue Funds								Total Nonmajor Governmental Funds
Mainstay Psycho Ed	Pre-K	School Activity Accounts	Nursing Grant	Other Funds	School Nutrition Program	Permanent Funds		
\$ -	\$ 538,520	\$ 680,467	\$ -	\$ 863,121	\$ 3,385,413	\$ 68,663	\$ 5,540,675	
-	-	-	-	-	73,032	1,139,737	1,212,769	
606,554	-	-	-	69,845	68,381	-	4,010,541	
-	-	-	-	-	3,926	26,070	29,996	
3,167	-	-	-	-	-	1,515,730	1,591,566	
-	-	-	-	-	180,546	-	180,546	
<u>\$ 609,721</u>	<u>\$ 538,520</u>	<u>\$ 680,467</u>	<u>\$ -</u>	<u>\$ 932,966</u>	<u>\$ 3,711,298</u>	<u>\$ 2,750,200</u>	<u>\$ 12,566,093</u>	
\$ 25,381	\$ 17,760	\$ 40,670	\$ -	\$ 5,535	\$ 74,478	\$ 16,956	\$ 445,253	
362,638	496,814	-	38,787	6,090	928,762	-	2,699,274	
-	-	-	-	24,620	58,685	-	83,305	
218,001	-	-	-	-	-	1,534,883	4,060,056	
606,020	514,574	40,670	38,787	36,245	1,061,925	1,551,839	7,287,888	
3,167	-	-	-	-	180,546	1,515,730	1,770,928	
-	-	-	-	-	-	1,198,361	1,198,361	
534	23,946	-	-	896,721	2,468,827	-	3,390,028	
-	-	639,797	-	-	-	-	639,797	
-	-	-	-	-	-	-	-	
-	-	-	(38,787)	-	-	(1,515,730)	(1,720,909)	
3,701	23,946	639,797	(38,787)	896,721	2,649,373	1,198,361	5,278,205	
<u>\$ 609,721</u>	<u>\$ 538,520</u>	<u>\$ 680,467</u>	<u>\$ -</u>	<u>\$ 932,966</u>	<u>\$ 3,711,298</u>	<u>\$ 2,750,200</u>	<u>\$ 12,566,093</u>	

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds					
	Title VI-B (IDEA) & Project Aware	Perkins CTAE	Title IIA	ESSER I & II	ESSER III	Title IV, Part A (Student Support)
REVENUES						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	2,365,965	167,359	264,146	6,968,406	9,206,550	145,822
Interest earned on investments	-	-	-	-	-	-
Total revenues	<u>2,365,965</u>	<u>167,359</u>	<u>264,146</u>	<u>6,968,406</u>	<u>9,206,550</u>	<u>145,822</u>
EXPENDITURES						
Current:						
Instruction	1,793,784	143,968	51,134	-	4,360,843	-
Support services:						
Pupil services	162,918	-	6,670	-	345,328	39,647
Improvement of instructional services	411,109	30,500	191,943	314,494	1,227,954	106,175
Educational media services	-	-	1,091	-	22,167	-
General and school administration	-	-	13,308	6,653,912	302,558	-
Business administration	-	-	-	-	-	-
Maintenance and operations	-	-	-	-	-	-
Student transportation	-	-	-	-	691	-
Central support services	-	-	-	-	2,936,766	-
Other support services	-	-	-	-	4,993	-
School nutrition	-	-	-	-	-	-
Total expenditures	<u>2,367,811</u>	<u>174,468</u>	<u>264,146</u>	<u>6,968,406</u>	<u>9,201,300</u>	<u>145,822</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,846)</u>	<u>(7,109)</u>	<u>-</u>	<u>-</u>	<u>5,250</u>	<u>-</u>
OTHER FINANCING SOURCES						
Transfers in	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,846)	(7,109)	-	-	5,250	-
FUND BALANCES (DEFICITS), beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(91,202)</u>	<u>-</u>
FUND BALANCES (DEFICITS), end of year	<u>\$ (1,846)</u>	<u>\$ (7,109)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (85,952)</u>	<u>\$ -</u>

Special Revenue Funds							
Mainstay Psycho Ed	Pre-K	School Activity Accounts	Nursing Grant	Other Funds	School Nutrition Program	Permanent Funds	Nonmajor Governmental Funds
\$ -	\$ -	\$ 1,663,187	\$ 240,000	\$ 146,848	\$ 57,106	\$ 30,825	\$ 2,137,966
2,070,290	2,386,958	-	-	-	128,492	-	4,585,740
594,943	-	-	-	525,160	7,609,944	-	27,848,295
-	-	1,798	-	-	2,711	26,865	31,374
<u>2,665,233</u>	<u>2,386,958</u>	<u>1,664,985</u>	<u>240,000</u>	<u>672,008</u>	<u>7,798,253</u>	<u>57,690</u>	<u>34,603,375</u>
1,724,793	2,967,807	1,694,674	-	282,113	-	-	13,019,116
462,554	-	-	278,787	715	-	-	1,296,619
-	7,308	-	-	12,536	-	-	2,302,019
-	-	-	-	-	-	-	23,258
477,886	540	-	-	6,902	-	-	7,455,106
-	-	-	-	1,928	-	-	1,928
-	-	-	-	227	-	-	227
-	-	-	-	576	-	-	1,267
-	-	-	-	4,936	-	-	2,941,702
-	-	-	-	4,436	-	69,239	78,668
-	-	-	-	145,972	6,988,683	-	7,134,655
<u>2,665,233</u>	<u>2,975,655</u>	<u>1,694,674</u>	<u>278,787</u>	<u>460,341</u>	<u>6,988,683</u>	<u>69,239</u>	<u>34,254,565</u>
-	(588,697)	(29,689)	(38,787)	211,667	809,570	(11,549)	348,810
-	588,697	-	-	-	-	-	588,697
-	588,697	-	-	-	-	-	588,697
-	-	(29,689)	(38,787)	211,667	809,570	(11,549)	937,507
3,701	23,946	669,486	-	685,054	1,839,803	1,209,910	4,340,698
<u>\$ 3,701</u>	<u>\$ 23,946</u>	<u>\$ 639,797</u>	<u>\$ (38,787)</u>	<u>\$ 896,721</u>	<u>\$ 2,649,373</u>	<u>\$ 1,198,361</u>	<u>\$ 5,278,205</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Local sources	\$ 9,005,000	\$ 13,974,779	\$ 4,969,779
Interest income	-	916,876	916,876
Total revenues	<u>9,005,000</u>	<u>14,891,655</u>	<u>5,886,655</u>
EXPENDITURES			
Current:			
Student transportation	-	123,540	(123,540)
Capital outlay	14,000,000	7,693,367	6,306,633
Total expenditures	<u>14,000,000</u>	<u>7,816,907</u>	<u>6,183,093</u>
Net change in fund balances	(4,995,000)	7,074,748	12,069,748
FUND BALANCE, beginning of year	<u>21,782,039</u>	<u>21,782,039</u>	-
FUND BALANCE, end of year	<u>\$ 16,787,039</u>	<u>\$ 28,856,787</u>	<u>\$ 12,069,748</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - SCHOOL NUTRITION PROGRAM FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Local sources	\$ 250,000	\$ 57,106	\$ (192,894)
State sources	170,000	128,492	(41,508)
Federal sources	7,775,000	7,609,944	(165,056)
Interest income	-	2,711	2,711
Total revenues	<u>8,195,000</u>	<u>7,798,253</u>	<u>(396,747)</u>
EXPENDITURES			
Current:			
School nutrition services	<u>7,864,100</u>	<u>6,988,683</u>	<u>875,417</u>
Total expenditures	<u>7,864,100</u>	<u>6,988,683</u>	<u>875,417</u>
Net change in fund balances	330,900	809,570	478,670
FUND BALANCE, beginning of year	<u>1,839,803</u>	<u>1,839,803</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 2,170,703</u>	<u>\$ 2,649,373</u>	<u>\$ 478,670</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - SCHOOL NUTRITION PROGRAM FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Local sources	\$ 250,000	\$ 57,106	\$ (192,894)
State sources	170,000	128,492	(41,508)
Federal sources	7,775,000	7,609,944	(165,056)
Interest income	-	2,711	2,711
Total revenues	<u>8,195,000</u>	<u>7,798,253</u>	<u>(396,747)</u>
EXPENDITURES			
Current:			
School nutrition services	<u>7,864,100</u>	<u>6,988,683</u>	<u>875,417</u>
Total expenditures	<u>7,864,100</u>	<u>6,988,683</u>	<u>875,417</u>
Net change in fund balances	330,900	809,570	478,670
FUND BALANCE, beginning of year	<u>1,839,803</u>	<u>1,839,803</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 2,170,703</u>	<u>\$ 2,649,373</u>	<u>\$ 478,670</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - OTHER SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Perkins CTAE			Title IIA		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Federal sources	\$ 138,996	\$ 167,359	\$ 28,363	\$ 677,392	\$ 264,146	\$ (413,246)
Total revenues	<u>138,996</u>	<u>167,359</u>	<u>28,363</u>	<u>677,392</u>	<u>264,146</u>	<u>(413,246)</u>
EXPENDITURES						
Current						
Instruction	128,767	143,968	(15,201)	82,794	51,134	31,660
Support services:						
Pupil services	-	-	-	-	6,670	(6,670)
Improvement of instructional services	7,573	30,500	(22,927)	503,775	191,943	311,832
Educational media services	-	-	-	-	1,091	(1,091)
General and school administration	2,626	-	2,626	29,333	13,308	16,025
Total expenditures	<u>138,966</u>	<u>174,468</u>	<u>(35,502)</u>	<u>615,902</u>	<u>264,146</u>	<u>351,756</u>
Net change in fund balances	30	(7,109)	(7,139)	61,490	-	(61,490)
FUND BALANCE, beginning of year	-	-	-	-	-	-
FUND BALANCE (DEFICIT), end of year	<u>\$ 30</u>	<u>\$ (7,109)</u>	<u>\$ (7,139)</u>	<u>\$ 61,490</u>	<u>\$ -</u>	<u>\$ (61,490)</u>

(Continued)

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - OTHER SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ESSER I & II			ESSER III		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Federal sources	\$ 6,968,406	\$ 6,968,406	\$ -	\$ 9,031,594	\$ 9,206,550	\$ 174,956
Total revenues	<u>6,968,406</u>	<u>6,968,406</u>	<u>-</u>	<u>9,031,594</u>	<u>9,206,550</u>	<u>174,956</u>
EXPENDITURES						
Current:						
Instruction	-	-	-	7,000,000	4,360,843	2,639,157
Support services:						
Pupil services	-	-	-	300,000	345,328	(45,328)
Improvement of instructional services	307,951	314,494	(6,543)	1,201,594	1,227,954	(26,360)
Educational media services	-	-	-	-	22,167	(22,167)
General and school administration	6,660,455	6,653,912	6,543	430,000	302,558	127,442
Maintenance and operations	-	-	-	50,000	-	50,000
Student transportation	-	-	-	50,000	691	49,309
Central support services	-	-	-	-	2,936,766	(2,936,766)
Other support services	-	-	-	-	4,993	(4,993)
Total expenditures	<u>6,968,406</u>	<u>6,968,406</u>	<u>-</u>	<u>9,031,594</u>	<u>9,201,300</u>	<u>(169,706)</u>
Net change in fund balances	-	-	-	-	5,250	5,250
FUND BALANCE (DEFICIT), beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>(91,202)</u>	<u>(91,202)</u>	<u>-</u>
FUND BALANCE (DEFICIT), end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (91,202)</u>	<u>\$ (85,952)</u>	<u>\$ 5,250</u>

(Continued)

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - OTHER SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Title IV, Part A (Student Support)			Mainstay Psycho Ed		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
State sources	\$ -	\$ -	\$ -	\$ 2,070,290	\$ 2,070,290	\$ -
Federal sources	356,812	145,822	(210,990)	619,212	594,943	(24,269)
Total revenues	<u>356,812</u>	<u>145,822</u>	<u>(210,990)</u>	<u>2,689,502</u>	<u>2,665,233</u>	<u>(24,269)</u>
EXPENDITURES						
Current:						
Instruction	24,711	-	24,711	1,655,161	1,724,793	(69,632)
Support services:						
Pupil services	168,541	39,647	128,894	524,356	462,554	61,802
Improvement of instructional services	157,534	106,175	51,359	-	-	-
General and school administration	6,026	-	6,026	509,985	477,886	32,099
Total expenditures	<u>356,812</u>	<u>145,822</u>	<u>210,990</u>	<u>2,689,502</u>	<u>2,665,233</u>	<u>24,269</u>
Net change in fund balances	-	-	-	-	-	-
FUND BALANCE, beginning of year	-	-	-	3,701	3,701	-
FUND BALANCE, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,701</u>	<u>\$ 3,701</u>	<u>\$ -</u>

(Continued)

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - OTHER SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Pre-K			School Activity Accounts		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Local sources	\$ -	\$ -	\$ -	\$ 1,225,000	\$ 1,663,187	\$ 438,187
State sources	2,168,115	2,386,958	218,843	-	-	-
Interest income	-	-	-	-	1,798	1,798
Total revenues	<u>2,168,115</u>	<u>2,386,958</u>	<u>218,843</u>	<u>1,225,000</u>	<u>1,664,985</u>	<u>439,985</u>
EXPENDITURES						
Current:						
Instruction	2,338,115	2,967,807	(629,692)	1,225,000	1,694,674	(469,674)
Support services:						
Improvement of instructional services	-	7,308	(7,308)	-	-	-
General and school administration	-	540	(540)	-	-	-
Total expenditures	<u>2,338,115</u>	<u>2,975,655</u>	<u>(637,540)</u>	<u>1,225,000</u>	<u>1,694,674</u>	<u>(469,674)</u>
Deficiency of revenues under expenditures	<u>(170,000)</u>	<u>(588,697)</u>	<u>(418,697)</u>	<u>-</u>	<u>(29,689)</u>	<u>(29,689)</u>
OTHER FINANCING SOURCES						
Transfers in	<u>170,000</u>	<u>588,697</u>	<u>418,697</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>170,000</u>	<u>588,697</u>	<u>418,697</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-	(29,689)	(29,689)
FUND BALANCE, beginning of year	<u>23,946</u>	<u>23,946</u>	<u>-</u>	<u>669,486</u>	<u>669,486</u>	<u>-</u>
FUND BALANCE, end of year	<u>\$ 23,946</u>	<u>\$ 23,946</u>	<u>\$ -</u>	<u>\$ 669,486</u>	<u>\$ 639,797</u>	<u>\$ (29,689)</u>

(Continued)

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - OTHER SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Other Funds			Nursing Grant		
	Budget	Actual	Variance with Final Budget	Budget	Actual	Variance with Final Budget
REVENUES						
Local sources	\$ 150,000	\$ 146,848	\$ (3,152)	\$ 275,000	\$ 240,000	\$ (35,000)
State sources	200,000	-	(200,000)	-	-	-
Federal sources	350,000	525,160	175,160	-	-	-
Total revenues	<u>700,000</u>	<u>672,008</u>	<u>(27,992)</u>	<u>275,000</u>	<u>240,000</u>	<u>(35,000)</u>
EXPENDITURES						
Current:						
Instruction	300,000	282,113	17,887	-	-	-
Support services:						
Pupil services	1,000	715	285	275,000	278,787	(3,787)
Improvement of instructional services	15,000	12,536	2,464	-	-	-
General and school administration	7,500	6,902	598	-	-	-
Business administration	2,500	1,928	572	-	-	-
Maintenance and operations	1,000	227	773	-	-	-
Student transportation	1,000	576	424	-	-	-
Central support services	-	4,936	(4,936)	-	-	-
Other support services	5,000	4,436	564	-	-	-
School nutrition	150,000	145,972	4,028	-	-	-
Total expenditures	<u>483,000</u>	<u>460,341</u>	<u>22,659</u>	<u>275,000</u>	<u>278,787</u>	<u>(3,787)</u>
Net change in fund balances	217,000	211,667	(5,333)	-	(38,787)	(38,787)
FUND BALANCE, beginning of year	<u>685,054</u>	<u>685,054</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE (DEFICIT), end of year	<u>\$ 902,054</u>	<u>\$ 896,721</u>	<u>\$ (5,333)</u>	<u>\$ -</u>	<u>\$ (38,787)</u>	<u>\$ (38,787)</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original Estimated Cost (1)	Current Estimated Costs (2)	Expended In Current Years (3)	Expended In Prior Year	Total Amount Expended	Estimated Completion Date
SPLOST 2007 Project						
(a)(i) Adding to, renovating, removing, repairing, improving and equipping existing school buildings and other buildings useful or desirable,	\$ 37,400,000	\$ 31,667,873	\$ 76,294	\$ 28,488,670	\$ 28,564,964	June 2024
(a)(ii) constructing, modifying, and equipping classrooms, acquiring system-wide technology improvements,	2,500,000	2,546,844	-	2,546,844	2,546,844	Completed
(a)(iii) acquiring, constructing, and equipping school buildings, including but not limited to, a new middle school and additional high school classrooms,	22,500,000	19,932,781	-	19,932,781	19,932,781	Completed
(a)(iv) acquiring the necessary property therefore, both real and personal, and sites for future schools, and	2,000,000	-	-	-	-	Completed
(b) issuance of \$23,000,000 in aggregate principal amount of general obligation debt of the Griffin-Spalding County system. (3)	16,631,707	16,631,707	-	16,631,707	16,631,707	Completed
SPLOST 2012 Project						
(a)(i) Adding to, renovating, removing, repairing, improving and equipping existing school facilities and other buildings useful or desirable, and	21,561,600	21,707,345	415,570	20,869,292	21,284,862	June 2024
(a)(ii) constructing, modifying, and equipping classrooms, acquiring system-wide technology improvements,	3,638,400	3,492,655	12,593	3,477,655	3,490,248	Completed
SPLOST 2015 Project						
(a)(i) Constructing, renovating, removing, repairing, improving and equipping existing elementary schools,	13,998,925	9,192,884	176,403	9,012,152	9,188,555	June 2024
(a)(ii) constructing, renovating, modifying and equipping an existing school for use as a college and career academy,	12,500,000	15,687,337	11,640	15,672,337	15,683,977	Completed
(a)(iii) renovating, modifying, and equipping A.Z. Kelsey Academy,	7,134,025	6,879,089	14,258	6,859,089	6,873,347	Completed
(a)(iv) installing and equipping technology improvements throughout the System,	6,065,197	9,705,257	61,181	9,625,257	9,686,438	June 2024
(a)(v) acquiring, refurbishing and renovating school buses,	3,000,000	3,850,512	123,540	3,721,143	3,844,683	June 2024
(a)(vi) paying or reimbursing the expenses of the Board of Education necessary to accomplish the foregoing,	391,500	341,422	13,190	326,422	339,612	Completed
(b) issuance of general obligation debt of the Griffin-Spalding School System in the maximum aggregate principal amount of \$20,500,000 for the above purposes(4)	16,204,732	16,229,691	-	16,229,691	16,229,691	Completed

(Continued)

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original Estimated Cost (1)	Current Estimated Costs (2)	Expended In Current Years (3)	Expended In Prior Year	Total Amount Expended	Estimated Completion Date
SPLOST 2020 Project						
(a)(i) Adding to, renovating, removing, repairing, improving and equipping existing school buildings and other buildings useful or desirable,	26,720,750	26,720,750	\$ 6,047,544	\$ 9,009,150	\$ 15,056,694	June 2025
(a)(ii) constructing, modifying, and equipping classrooms,	2,752,247	2,752,247	644,119	1,278,179	1,922,298	June 2025
(a)(iii) constructing and renovating a transportation facility,	2,700,000	2,700,000	-	-	-	June 2024
(a)(iv) purchasing and acquiring instructional technology	6,304,318	6,304,318	218,775	3,120,032	3,338,807	June 2025
(a)(v) purchasing or refurbishing school buses,	2,868,714	2,868,714	-	-	-	June 2025
(a)(vi) acquiring and installing safety and security projects for school buildings and facilities,	3,053,971	3,053,971	1,800	352,934	354,734	June 2025
(a)(vii) paying or reimbursing the expenses of the Board of Education necessary to accomplish the foregoing, including the expenses of the Board of Education incurred in connection with calling and conducting the election and imposing the sales and use tax.	391,500	391,500	-	-	-	June 2025
Totals	\$ 210,317,586	\$ 202,656,897	\$ 7,816,907	\$ 167,153,335	\$ 174,970,242	

⁽¹⁾ The System's original cost estimate as specified in the resolution calling for the continuation of the Local Option Sales Tax.

⁽²⁾ The System's current estimate of total cost for the project(s). Includes all costs from project inception to completion.

⁽³⁾ In the 2007 resolution, the System obtained approval to issue a total of \$23,000,000 in general obligation debt. At this time, only \$14,000,000 of this debt has been issued with a balance of \$9,000,000 to be issued at the School System's discretion.

⁽⁴⁾ In the 2015 resolution, the System obtained approval to issue a total of \$20,500,000 in general obligation debt. At this time, only \$13,370,000 of this debt has been issued with a balance of \$7,130,000 to be issued at the System's discretion.

III. STATISTICAL SECTION

III. STATISTICAL SECTION

This part of the Griffin-Spalding County School System’s (the “System”) Annual Comprehensive Financial Report (“ACFR”) presents detailed information as a context for understanding what the information in the financial statements, note disclosures, required supplementary information, and supplementary information says about the System's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	92 – 104
<i>These schedules contain trend information to help the reader understand how the System's financial performance and well-being have changed over time.</i>	
Revenue Capacity	105 – 110
<i>These schedules contain information to help the reader assess the System's most significant local revenue sources.</i>	
Debt Capacity	111 – 116
<i>These schedules present information to help the reader assess the affordability of the System's current levels of outstanding debt and the System's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	117 – 120
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the System's financial activities take place.</i>	
Operating Information	121 – 139
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the System's financial report relates to the services the System provides and the activities it performs.</i>	

Sources: Unless otherwise noted, the information in these schedules is derived from the System's financial reports for the relevant year.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**COMPARATIVE STATEMENT OF NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2014	2015	2016	2017
Assets:				
Cash and cash equivalents	\$ 39,502,468	\$ 44,312,538	\$ 54,214,718	\$ 47,512,338
Investments	1,059,715	554,774	50,000	20,000
Taxes receivable	3,135,866	2,767,012	2,283,426	2,614,790
Note receivables	77,270	-	-	-
Other receivables	317,248	359,288	374,631	362,339
Intergovernmental	9,594,956	9,661,485	9,759,490	14,641,094
Inventories	27,016	127,417	156,463	164,854
Prepaid items	-	-	-	-
Capital assets, nondepreciable	3,700,571	12,724,954	7,241,265	17,713,117
Capital assets, depreciable (net of accumulated depreciation)	134,764,729	133,416,521	146,330,095	147,237,307
Other assets (net of accumulated amortization)	50,462	96,987	93,602	67,109
Total Assets	192,230,301	204,020,976	220,503,690	230,332,948
Deferred Outflows of Resources:	-	6,826,825	7,667,253	24,905,028
Liabilities:				
Accounts payable	11,454,304	15,209,391	12,506,704	15,847,646
Accrued interest	-	-	-	-
Accrued payroll and payroll withholdings	-	-	-	-
Contracts payable	-	-	-	-
Retainage payable	-	-	-	-
Unearned revenue	106,378	59,393	77,551	103,846
Net post-employment benefit liability, due in more than one year	-	-	-	-
Net pension liability, due in more than one year	-	62,232,724	74,668,994	100,753,113
Bond premium	-	-	1,436,760	1,098,699
General obligation bonds due within one year	-	-	-	-
General obligation bonds due in more than one year, net of unamortized premium	-	-	13,370,000	13,370,000
Total Liabilities	11,560,682	77,501,508	102,060,009	131,173,304
Deferred Inflows of Resources:	-	22,421,037	7,804,384	1,395,619
Net Position:				
Net investment in capital assets	138,465,300	146,141,475	148,434,069	150,481,724
Restricted for debt service	-	-	283,916	369,032
Permanent funds- nonexpendable	-	-	-	-
Restricted for capital projects	22,637,265	21,480,389	21,361,113	25,587,066
Restricted for continuation of federal programs/other purposes	2,217,705	2,354,839	2,132,742	2,269,772
Unrestricted	17,349,349	(59,051,447)	(53,905,290)	(56,038,541)
Total Net Position	\$ 180,669,619	\$ 110,925,256	\$ 118,306,550	\$ 122,669,053

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 50,924,778	\$ 51,020,815	\$ 48,433,794	\$ 51,363,702	\$ 35,778,753	\$ 15,257,632
20,000	20,000	-	-	28,089,509	60,342,905
1,863,733	1,797,334	2,295,685	2,110,737	4,071,875	4,123,033
-	-	-	-	-	-
250,161	309,616	578,608	398,096	123,221	248,666
11,858,666	12,138,799	12,147,158	12,520,041	12,799,118	16,681,130
172,138	145,581	176,450	191,750	214,891	180,546
-	-	10,603	-	284,548	1,834,931
4,513,202	4,712,964	11,826,135	5,776,078	14,358,463	20,594,331
163,886,793	166,817,375	165,661,700	171,619,260	170,527,200	168,460,732
128,995	82,434	-	224,844	-	-
233,618,466	237,044,918	241,130,133	244,204,508	266,247,578	287,723,906
17,856,232	23,548,729	33,919,023	49,333,729	46,745,386	85,178,101
15,048,068	15,221,241	15,065,536	16,185,135	2,364,832	1,715,516
-	139,000	77,500	-	-	-
-	-	-	-	12,642,560	13,843,436
-	-	-	-	996,962	2,237,786
-	-	-	-	541,921	312,598
100,891	101,283	91,507	83,168	-	86,037
90,431,161	80,605,763	77,432,697	90,925,350	67,605,807	60,413,866
91,097,553	90,835,778	103,486,731	115,165,285	42,537,372	148,506,055
760,638	422,577	-	-	-	-
1,770,000	4,900,000	6,784,515	-	-	-
11,600,000	6,700,000	-	-	-	-
210,808,311	198,925,642	202,938,486	222,358,938	126,689,454	227,115,294
8,454,931	19,776,192	24,539,323	22,381,407	101,881,076	43,851,810
154,269,357	159,507,762	170,703,320	177,395,338	183,346,780	186,504,679
517,219	319,704	6,786,601	4,852	-	-
-	-	-	-	1,141,211	1,198,361
26,540,689	26,000,493	14,975,160	18,982,598	21,782,039	28,856,787
2,400,891	2,675,510	2,688,806	2,245,077	2,335,931	3,390,028
(151,516,700)	(146,611,656)	(147,582,540)	(149,829,973)	(124,273,161)	(118,410,832)
\$ 32,211,456	\$ 41,891,813	\$ 47,571,347	\$ 48,797,892	\$ 84,332,800	\$ 101,539,023

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2014	2015	2016	2017
Governmental activities				
Current and other assets	\$ 53,765,001	\$ 57,879,501	\$ 66,932,330	\$ 65,382,524
Capital assets	138,465,300	146,141,475	153,571,360	164,950,424
Total assets	<u>192,230,301</u>	<u>204,020,976</u>	<u>220,503,690</u>	<u>230,332,948</u>
Deferred Outflows of Resources	<u>-</u>	<u>6,826,825</u>	<u>7,667,253</u>	<u>24,905,028</u>
Current and other liabilities	11,560,682	15,268,784	12,584,255	15,951,492
Long-term liabilities outstanding	<u>-</u>	<u>62,232,724</u>	<u>89,475,754</u>	<u>115,221,812</u>
Total liabilities	<u>11,560,682</u>	<u>77,501,508</u>	<u>102,060,009</u>	<u>131,173,304</u>
Deferred Inflows of Resources	<u>-</u>	<u>22,421,037</u>	<u>7,804,384</u>	<u>1,395,619</u>
Net Position:				
Net investment in capital assets	138,465,300	146,141,475	148,434,069	150,481,724
Restricted	24,854,970	23,835,228	23,777,771	28,225,870
Unrestricted	<u>17,349,349</u>	<u>(59,051,447)</u>	<u>(53,905,290)</u>	<u>(56,038,541)</u>
Total Governmental Activities Net Position	<u>\$ 180,669,619</u>	<u>\$ 110,925,256</u>	<u>\$ 118,306,550</u>	<u>\$ 122,669,053</u>

Fiscal Year					
2018 ¹	2019	2020	2021	2022	2023
\$ 65,218,471	\$ 65,514,579	\$ 63,642,298	\$ 66,809,170	\$ 81,361,915	\$ 98,668,843
168,399,995	171,530,339	177,487,835	177,395,338	184,885,663	189,055,063
<u>233,618,466</u>	<u>237,044,918</u>	<u>241,130,133</u>	<u>244,204,508</u>	<u>266,247,578</u>	<u>287,723,906</u>
<u>17,856,232</u>	<u>23,548,729</u>	<u>33,919,023</u>	<u>49,333,729</u>	<u>46,745,386</u>	<u>85,178,101</u>
16,918,959	20,361,524	22,019,058	16,268,303	16,635,909	18,195,373
193,889,352	178,564,118	180,919,428	206,090,635	110,143,179	209,315,801
<u>210,808,311</u>	<u>198,925,642</u>	<u>202,938,486</u>	<u>222,358,938</u>	<u>126,779,088</u>	<u>227,511,174</u>
<u>8,454,931</u>	<u>19,776,192</u>	<u>24,539,323</u>	<u>22,381,407</u>	<u>101,881,076</u>	<u>43,851,810</u>
154,269,357	159,507,762	170,703,320	177,395,338	183,346,780	186,504,679
29,458,799	28,995,707	24,450,567	21,232,527	25,259,181	33,445,176
<u>(151,516,700)</u>	<u>(146,611,656)</u>	<u>(147,582,540)</u>	<u>(149,829,973)</u>	<u>(124,273,161)</u>	<u>(118,410,832)</u>
<u>\$ 32,211,456</u>	<u>\$ 41,891,813</u>	<u>\$ 47,571,347</u>	<u>\$ 48,797,892</u>	<u>\$ 84,332,800</u>	<u>\$ 101,539,023</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

CHANGES IN NET POSITION LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Expenses				
Governmental activities:				
Instruction	\$ 63,560,323	\$ 61,195,688	\$ 63,207,574	\$ 68,115,614
Pupil support services	2,459,659	2,397,156	2,646,558	3,405,213
Improvement of instructional services	3,804,161	4,344,137	4,806,082	6,065,947
Educational media services	1,568,570	1,551,391	1,553,385	1,701,942
General and school administration	8,338,418	8,560,997	9,171,348	10,664,979
Business administration	386,548	373,588	398,971	448,078
Maintenance and plant operations	9,163,199	8,747,253	8,687,442	9,051,874
Student transportation services	4,712,870	4,854,254	4,715,730	5,365,352
Central support services	1,462,350	1,567,518	1,784,328	1,837,944
Other support services	1,209,923	1,347,676	1,232,454	981,592
Food service operations	6,388,230	6,334,315	6,502,881	6,793,323
Community service operations	128,120	129,182	158,680	150,809
Interest on long-term debt	-	-	249,101	276,066
Unallocated depreciation and other expenses	270,621	231,702	243,823	199,477
Total governmental activities expenses	<u>103,452,992</u>	<u>101,634,857</u>	<u>105,358,357</u>	<u>115,058,210</u>
Program Revenues				
Governmental activities:				
Charges for services:				
Instruction	346,634	382,589	382,156	406,802
School administration	-	-	-	-
Food service operations	585,734	547,497	509,233	510,892
Community services	-	-	-	-
Operating grants and contributions	72,773,169	76,184,510	76,669,919	80,210,632
Capital grants and contributions	-	579,228	149,761	2,500,000
Total governmental activities program revenues	<u>73,705,537</u>	<u>77,693,824</u>	<u>77,711,069</u>	<u>83,628,326</u>
Net (expense) revenue				
Governmental activities	<u>(29,747,455)</u>	<u>(23,941,033)</u>	<u>(27,647,288)</u>	<u>(31,429,884)</u>
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes:				
Property taxes, levied for general purposes	26,841,369	26,035,024	26,108,637	27,090,314
Special Purpose Local Option Sales Taxes	8,285,565	8,596,211	8,818,726	8,538,776
Investment earnings	22,898	34,457	86,916	211,146
Gain on sale of fixed assets	29,155	75,915	14,303	(47,849)
Grants and contributions not restricted to specific program	-	-	-	-
Local school activity	-	-	-	-
Miscellaneous	-	-	-	-
Total general revenues and other changes in net position - governmental activities	<u>35,178,987</u>	<u>34,741,607</u>	<u>35,028,582</u>	<u>35,792,387</u>
Change in Net Position	<u>\$ 5,431,532</u>	<u>\$ 10,800,574</u>	<u>\$ 7,381,294</u>	<u>\$ 4,362,503</u>

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 70,571,495	\$ 67,870,442	\$ 75,215,130	\$ 82,133,146	\$ 67,545,205	\$ 77,630,764
3,573,107	3,508,379	4,447,710	4,754,131	5,285,939	7,551,825
7,004,975	7,030,486	8,089,474	8,195,302	8,741,981	9,603,105
1,761,282	1,690,025	2,024,187	2,077,795	1,567,943	2,069,811
11,433,594	11,067,871	12,528,963	12,936,016	10,933,295	13,958,361
442,700	466,909	476,366	515,086	607,056	909,516
9,148,396	9,405,687	9,577,328	10,087,308	9,963,847	11,357,802
5,596,906	5,331,174	5,398,687	5,970,838	5,885,770	5,741,522
1,972,739	1,716,182	1,817,420	2,023,972	1,643,811	6,273,947
903,044	1,013,974	902,432	874,692	2,398,995	986,153
7,156,285	6,104,243	5,830,234	4,648,368	6,300,475	7,369,335
217,390	216,000	243,947	211,639	162,186	364,347
276,066	392,440	35,041	-	-	-
318,187	442,320	524,433	570,309	-	-
<u>120,376,166</u>	<u>116,256,132</u>	<u>\$ 127,111,352</u>	<u>\$ 134,998,602</u>	<u>\$ 121,036,503</u>	<u>\$ 143,816,488</u>
479,822	572,623	530,223	259,823	94,609	64,000
-	-	-	-	48,569	-
326,504	482,409	397,544	40,139	51,575	54,306
-	-	-	-	207,463	468,655
84,128,840	86,216,523	91,719,126	91,465,269	97,301,793	96,845,244
-	-	-	302,660	669,896	20,350
<u>84,935,166</u>	<u>87,271,555</u>	<u>92,646,893</u>	<u>92,067,891</u>	<u>98,373,905</u>	<u>97,452,555</u>
<u>(35,441,000)</u>	<u>(28,984,577)</u>	<u>(34,464,459)</u>	<u>(42,930,711)</u>	<u>(22,662,598)</u>	<u>(46,363,933)</u>
27,111,736	27,951,586	29,129,366	31,505,315	33,750,011	37,058,388
9,019,297	9,691,463	10,477,785	12,477,460	13,026,309	13,974,779
584,818	999,994	536,842	25,002	53,007	1,296,567
-	21,891	-	-	-	-
-	-	-	-	9,316,528	8,096,616
-	-	-	-	1,478,876	1,694,012
-	-	-	-	572,775	1,449,794
<u>36,715,851</u>	<u>38,664,934</u>	<u>40,143,993</u>	<u>44,007,777</u>	<u>58,197,506</u>	<u>63,570,156</u>
<u>\$ 1,274,851</u>	<u>\$ 9,680,357</u>	<u>\$ 5,679,534</u>	<u>\$ 1,077,066</u>	<u>\$ 35,534,908</u>	<u>\$ 17,206,223</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2014	2015	2016	2017
General Fund				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Committed to risk management	444,070	334,926	348,175	451,258
Assigned to subsequent period expenditures	-	-	-	-
Unassigned	12,448,015	14,423,807	16,646,486	16,953,863
Total General Fund	<u>\$ 12,892,085</u>	<u>\$ 14,758,733</u>	<u>\$ 16,994,661</u>	<u>\$ 17,405,121</u>
 Total Governmental Funds				
Nonspendable	\$ 1,159,714	\$ 1,266,522	\$ 1,278,930	\$ 1,275,750
Restricted for:				
Debt service funds	-	-	283,916	369,032
Capital projects funds	22,637,265	21,480,389	31,030,582	25,587,066
Continuation of federal and state programs	1,061,959	1,215,734	1,010,275	1,158,876
Committed to:				
School activity accounts	958,252	998,146	963,413	679,641
Risk management				
Assigned to:				
Permanent funds	80,833	80,433	78,613	75,089
Capital projects funds	800,518	901,543	885,313	887,220
Subsequent year's budget				
Unassigned	-	-	-	-
Total governmental funds	<u>\$ 26,698,541</u>	<u>\$ 25,942,767</u>	<u>\$ 35,531,042</u>	<u>\$ 30,032,674</u>

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ -	\$ -	\$ -	\$ 231,660	\$ 235,362	\$ 217,184
-	-	-	-	-	-
505,527	559,064	559,064	550,896	525,993	1,000,658
-	-	-	-	3,500,000	6,750,000
16,902,449	17,497,166	20,195,351	25,449,737	32,223,778	36,395,454
<u>\$ 17,407,976</u>	<u>\$ 18,056,230</u>	<u>\$ 20,754,415</u>	<u>\$ 26,232,293</u>	<u>\$ 36,485,133</u>	<u>\$ 44,363,296</u>
\$ 1,279,328	\$ 1,260,374	\$ 1,290,972	\$ 1,305,503	\$ 1,640,650	\$ 3,212,654
517,219	458,704	6,864,101	4,852	-	-
26,540,689	26,000,493	14,975,160	18,982,598	21,782,039	28,856,787
1,293,701	1,560,717	1,574,284	899,664	2,335,931	3,390,028
612,685	532,378	629,695	681,373	669,486	639,797
				525,993	1,000,658
72,390	70,843	71,627	68,670	68,699	-
891,678	900,164	905,339	905,627	-	-
				3,500,000	6,750,000
-	-	-	-	32,085,072	34,648,364
<u>\$ 31,207,690</u>	<u>\$ 30,783,673</u>	<u>\$ 26,311,178</u>	<u>\$ 22,848,287</u>	<u>\$ 62,607,870</u>	<u>\$ 78,498,288</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2014	2015	2016	2017
Revenues				
State sources	\$ 56,516,224	\$ 59,861,710	\$ 62,018,558	\$ 66,809,022
Federal Sources	13,992,709	13,994,514	12,927,458	13,657,932
Local sources	38,257,965	39,046,240	38,067,891	38,951,158
Interest income	-	-	-	-
Total Revenues	108,766,898	112,902,464	113,013,907	119,418,112
Expenditures				
Current operating:				
Instruction	60,249,928	61,212,322	60,524,508	63,991,267
Support services:				
Pupil services	2,459,659	2,485,603	2,744,447	3,320,385
Improvement of instructional services	3,784,362	4,471,213	4,875,616	5,860,610
Educational media services	1,483,960	1,525,756	1,528,079	1,558,477
General and school administration	8,339,489	8,774,022	9,414,878	10,446,030
Business services	386,548	384,124	417,103	433,398
Maintenance and operations	8,745,331	8,141,627	8,170,130	8,139,176
Student transportation services	5,383,792	5,304,096	5,167,386	5,630,221
Central support services	1,472,731	1,606,199	1,861,594	1,774,981
Other support services	1,209,923	1,347,676	1,232,454	981,592
School nutrition	6,078,352	6,055,545	6,260,483	6,418,612
Community service	128,120	134,392	164,403	145,962
Debt Service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	446,083	614,127
Capital Outlay	4,917,055	10,534,389	13,541,664	15,205,713
Total Expenditures	104,639,250	111,976,964	116,348,828	124,520,551
Excess (deficiency) of revenues over (under) expenditures	4,127,648	925,500	(3,334,921)	(5,102,439)
Other Financing Sources (Uses)				
Proceeds from issuance of bonds	-	-	-	13,370,000
Premium on issuance of bonds	-	-	-	1,774,821
Capital leases	-	-	-	-
Proceeds from sale of assets	343,113	145,200	185,374	14,303
Operating transfers in	47,444	153,320	166,218	123,607
Operating transfers out	(47,444)	(153,320)	(166,218)	(123,607)
Total Other Financing Sources (Uses)	343,113	145,200	185,374	15,159,124
Net change in fund balances	\$ 4,470,761	\$ 1,070,700	\$ (3,149,547)	\$ 10,056,685
Debt service as a percentage of non-capital expenditures	5.03%	0.00%	0.00%	0.43%

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 67,724,853	\$ 69,740,617	\$ 76,071,257	\$ 72,345,328	\$ 73,875,816	\$ 70,333,399
14,371,828	14,356,100	13,884,397	17,864,557	33,178,975	34,109,549
40,271,954	42,038,590	42,788,800	45,860,800	49,064,558	55,232,536
-	-	-	-	53,007	1,296,567
<u>122,368,635</u>	<u>126,135,307</u>	<u>132,744,454</u>	<u>136,070,685</u>	<u>156,172,356</u>	<u>160,972,051</u>
66,380,237	67,823,600	70,160,893	70,919,926	72,261,256	73,623,483
3,474,417	3,669,460	4,300,325	4,444,005	6,034,979	7,648,845
6,814,720	7,125,681	7,762,329	7,581,766	11,421,083	8,373,536
1,610,344	1,668,656	1,837,253	1,824,564	1,815,111	1,876,976
11,276,031	11,587,403	12,074,798	12,055,375	12,397,938	13,522,545
436,233	480,116	452,371	516,239	698,823	837,202
8,213,363	8,493,445	9,302,149	8,964,038	9,948,490	11,227,259
5,559,023	5,868,255	5,619,991	5,889,557	5,541,327	5,597,736
1,980,364	1,727,930	1,763,593	1,896,995	1,859,729	6,124,305
903,044	1,013,974	899,070	869,747	2,393,726	997,938
6,608,707	5,916,480	5,458,926	4,225,232	6,388,352	7,204,383
213,234	216,000	234,631	192,926	187,260	354,058
-	1,770,000	4,900,000	6,700,000	-	-
614,127	591,501	434,602	159,249	-	-
7,106,920	7,980,460	9,315,832	7,965,558	11,696,992	7,693,367
<u>121,190,764</u>	<u>125,932,961</u>	<u>134,516,763</u>	<u>134,205,177</u>	<u>142,645,066</u>	<u>145,081,633</u>
<u>1,177,871</u>	<u>202,346</u>	<u>(1,772,309)</u>	<u>1,865,508</u>	<u>13,527,290</u>	<u>15,890,418</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
14,531	-	21,891	-	-	-
408,319	835,238	358,667	2,000,823	492,654	588,697
(408,319)	(835,238)	(358,667)	(2,000,823)	(492,654)	(588,697)
<u>14,531</u>	<u>-</u>	<u>21,891</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ <u>1,192,402</u>	\$ <u>202,346</u>	\$ <u>(1,750,418)</u>	\$ <u>1,865,508</u>	\$ <u>13,527,290</u>	\$ <u>15,890,418</u>
0.56%	0.54%	2.00%	4.26%	0.00%	0.00%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**REVENUES BY SOURCE - GENERAL FUND
LAST TEN FISCAL YEARS**

Year Ended June 30,	Local and Other Funds	State Funds	Federal Funds	Total Revenues
2014	\$ 27,530,900	\$ 51,380,415	\$ 283,899	\$ 79,195,214
2015	27,985,727	53,982,459	348,721	82,316,907
2016	26,808,279	56,521,227	443,798	83,773,304
2017	27,698,030	58,652,259	497,735	86,848,024
2018	28,773,516	62,165,007	601,751	91,540,274
2019	29,420,202	64,435,501	504,310	94,360,013
2020	30,051,834	70,722,124	611,847	101,385,805
2021	32,186,330	67,703,638	663,989	100,553,957
2022	34,017,589	68,472,597	718,904	103,209,090
2023	39,468,108	65,747,659	985,492	106,201,259

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**PERCENTAGE CHANGE IN REVENUES BY SOURCE - GENERAL FUND
LAST TEN FISCAL YEARS**

Total Dollars

<u>Year Ended June 30,</u>	<u>Local and Other Funds</u>	<u>State Funds</u>	<u>Federal Funds</u>	<u>Total Revenues</u>
2014	\$ 27,530,900	\$ 51,380,415	\$ 283,899	\$ 79,195,214
2015	27,985,727	53,982,459	348,721	82,316,907
2016	26,808,279	56,521,227	443,798	83,773,304
2017	27,698,030	58,652,259	497,735	86,848,024
2018	28,773,516	62,165,007	601,751	91,540,274
2019	29,420,202	64,435,501	504,310	94,360,013
2020	30,051,834	70,722,124	611,847	101,385,805
2021	32,186,330	67,703,638	663,989	100,553,957
2022	34,017,589	68,472,597	718,904	103,209,090
2023	39,468,108	65,747,659	985,492	106,201,259
Percentage Change ¹	43.4%	28.0%	247.1%	34.1%

Percentage of Dollars

<u>Year Ended June 30,</u>	<u>Local and Other Funds</u>	<u>State Funds</u>	<u>Federal Funds</u>	<u>Total Revenues</u>
2014	34.76%	64.88%	0.36%	100.0%
2015	34.00%	65.58%	0.42%	100.0%
2016	32.00%	67.47%	0.53%	100.0%
2017	31.88%	67.53%	0.57%	100.0%
2018	31.43%	67.91%	0.66%	100.0%
2019	31.18%	68.29%	0.53%	100.0%
2020	29.64%	69.76%	0.60%	100.0%
2021	32.01%	67.33%	0.66%	100.0%
2022	32.96%	66.34%	0.70%	100.0%
2023	37.16%	61.91%	0.93%	100.0%

¹Percentage change computed by using the following formula:
(2022 revenue/2013 revenue)-1 = percentage change

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**PER PUPIL REVENUES BY SOURCE - GENERAL FUND
LAST TEN FISCAL YEARS**

Year Ended June 30,	Total Revenues	Student Enrollment ¹	Per Pupil			
			Local and Other Funds	State Funds	Federal Funds	Total Revenues ²
2014	\$ 79,195,214	10,626	\$ 2,591	\$ 4,835	\$ 27	\$ 7,453
2015	82,316,907	10,474	2,672	5,154	33	7,859
2016	83,773,304	10,261	2,613	5,508	43	8,164
2017	86,848,024	10,305	2,688	5,692	48	8,428
2018	91,540,274	10,383	2,771	5,987	58	8,816
2019	94,360,013	10,353	2,842	6,224	49	9,115
2020	101,385,805	10,207	3,097	6,783	53	9,933
2021	100,553,957	9,667	3,330	7,004	69	10,403
2022	103,209,090	9,540	3,463	7,284	71	10,818
2023	106,201,259	9,563	4,126	6,875	103	11,104
Percentage Change ³	34.10%	-10.00%	59.24%	42.19%	281.48%	48.99%

¹ Student enrollment figures are taken from fall enrollment (October 1) reports.

² Revenues restated on a per pupil basis by using the following formula:
Revenue/current enrollment = per pupil revenue

³ Percentage change computed by using the following formula:
(2022 revenue/2013 revenue)-1 = percentage change

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN CALENDAR YEARS

Calendar Year	Assessed Value					Gross Tax Digest
	Millage Rate	Real and Personal Property	Public Utilities	Motor Vehicle Property	Mobile Homes	
2013	19.470	\$ 1,445,747,006.00	\$ 34,269,621.00	\$ 124,174,530.00	\$ 1,645,629.00	\$ 1,605,836,786.00
2014	19.470	1,430,057,323	33,809,411	104,295,620	2,275,598	1,570,437,952
2015	18.740	1,487,458,607	33,811,678	77,650,790	2,168,548	1,601,089,623
2016	18.570	1,540,851,109	33,513,721	59,914,540	3,230,420	1,637,509,790
2017	18.204	1,569,750,981	36,086,991	45,370,860	3,030,682	1,654,239,514
2018	18.066	1,614,788,900	33,513,721	36,046,170	3,300,026	1,687,648,817
2019	17.077	1,769,779,061	36,620,534	30,432,310	3,247,676	1,840,079,581
2020	16.742	1,835,870,391	36,607,798	25,643,920	3,320,991	1,901,443,100
2021	16.742	1,971,829,405	45,631,479	21,879,320	4,002,427	2,043,342,631
2022	16.742	2,344,475,440	45,586,313	19,737,920	9,626,539	2,419,426,212

Source: Griffin-Spalding County Tax Commissioner's Office

Notes: The County assesses property at 40% of actual value. Actual tax value is calculated by dividing assessed value (before exemptions) by 40%. Tax rates are per \$1,000 of assessed value.

Total Taxable Property				
Bond Exemptions	General Obligation Bonds Tax Digest	Maintenance and Operation Exemptions	Maintenance and Operation Tax Digest	Estimated Actual Value
\$ 120,465,804.00	\$ 1,485,370,982.00	\$ 223,127,568.00	\$ 1,382,709,218.00	\$ 4,014,591,965.00
130,528,110	1,439,909,842	236,423,353	1,334,014,599	3,926,094,880
137,073,427	1,464,016,196	244,984,605	1,356,105,018	4,002,724,058
132,209,935	1,505,299,855	243,756,849	1,393,752,941	4,093,774,475
125,127,703	1,529,111,811	233,376,929	1,420,862,585	4,135,598,785
127,223,132	1,560,425,685	241,692,560	1,445,956,257	4,219,122,043
162,968,640	1,677,110,941	295,181,373	1,544,898,208	4,600,198,953
155,515,304	1,745,927,796	296,171,136	1,605,271,964	4,753,607,750
126,528,371	1,916,814,260	327,742,829	1,715,599,802	5,108,356,578
179,189,285	2,240,236,927	438,084,044	1,981,342,168	6,048,565,530

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

MILLAGE RATES OF THE SYSTEM LAST TEN CALENDAR YEARS

Calendar Year	School System				Spalding County ¹
	Support and Maintenance	Legal Limit	Debt Service	Total	
2013	9.47	20.00	-	9.47	16.01
2014	19.47	20.00	-	19.47	16.01
2015	18.74	20.00	-	18.74	16.01
2016	18.57	20.00	-	18.57	15.66
2017	18.204	20.00	-	18.204	15.36
2018	18.066	20.00	-	18.066	16.535
2019	17.077	20.00	-	17.077	16.535
2020	16.742	20.00	-	16.742	16.138
2021	16.742	20.00	-	16.742	16.138
2022	16.742	20.00	-	16.742	16.138

¹ Represents the millage rate for the unincorporated areas of Spalding County. The millage rate for the incorporated areas of Spalding County for calendar year 2022 was 18.674.

Source: Spalding County Tax Commissioner

Fire District	State of Georgia	County-wide Total	City of Griffin	City of Orchard Hill	City of Sunny-Side
4.17	0.15	39.80	8.61	6.31	5.00
4.17	0.10	39.75	8.40	6.31	5.00
4.17	0.05	38.97	7.89	6.31	5.00
3.61	-	37.84	7.77	6.31	5.00
3.61	-	37.17	7.77	5.941	5.00
3.61	-	38.21	7.639	5.941	5.00
3.61	-	37.22	7.083	5.610	4.79
3.61	-	36.49	7.083	5.628	4.72
3.48	-	36.36	7.083	5.591	4.64
3.48	-	36.36	7.083	5.591	6.00

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

PRINCIPAL PROPERTY TAXPAYERS CURRENT YEAR AND FISCAL YEAR 2014

Taxpayer	Fiscal Year 2023			Fiscal Year 2014		
	Taxes Levied	Rank	Percentage of Total Tax Levy	Taxes Levied	Rank	Percentage of Total Tax Levy
Toppan	\$ 450,220	1	1.57%	\$ -		-
Caterpillar Inc.	228,114	2	0.79%	496,237	1	1.84%
Griffin Crossroads	195,041	3	0.68%	-		-
Pulte Home Company LLC	177,257	4	0.62%	191,467	3	0.71%
Central GA EMC	167,569	5	0.58%	136,573	7	0.51%
Dematic Corporation	162,053	6	0.56%	-		-
North Griffin Square LLC	147,875	7	0.51%	-		-
Norcom	143,843	8	0.50%	-		-
Hoshizaki America Inc.	128,560	9	0.45%	120,156	10	0.45%
Walmart Stores	114,517	10	0.40%	173,014	4	0.64%
Sumika Polymer	-		0.00%	160,973	5	0.60%
Tenet Healthcare Corp.	-		-	330,194	2	1.23%
AEP Industries	-		-	146,517	6	0.54%
International Paper	-		-	126,431	8	0.47%
Kroger	-		-	120,384	9	0.45%
Total	\$ 1,915,049		6.66%	\$ 2,001,946		7.44%

Source: Spalding County Tax Commissioner

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Tax Collections to Date	
		Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2014	\$ 26,921,348	\$ 24,300,171	90.26%	\$ 1,342,007	\$ 25,642,178	95.25%
2015	25,973,264	23,590,360	90.83%	1,135,508	24,725,868	95.20%
2016	25,353,871	23,599,123	93.08%	924,625	24,523,748	96.73%
2017	25,898,024	24,228,304	93.55%	916,394	25,144,698	97.09%
2018	25,865,382	24,521,853	94.81%	758,727	25,280,580	97.74%
2019	26,122,303	24,166,699	92.51%	797,780	24,964,479	95.57%
2020	26,415,960	24,476,290	92.66%	1,164,179	25,640,469	97.06%
2021	26,875,463	25,728,643	95.73%	612,265	26,340,908	98.01%
2022	28,722,572	26,288,402	91.53%	891,642	27,180,044	94.63%
2023	33,171,631	31,985,642	96.42%	-	31,985,642	96.42%

Source: Griffin-Spalding County Tax Commissioner's Office

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**RATIOS OF ANNUAL DEBT SERVICE TO TOTAL GOVERNMENTAL FUND EXPENDITURES
LAST TEN FISCAL YEARS**

Year Ended June 30,	Principal	Interest	Total Debt Service	Total Governmental Fund Expenses	Ratio of Debt Service to Governmental Fund Expenses
2014	\$ -	\$ -	\$ -	\$ 104,639,250	0.00%
2015	-	-	-	111,976,964	0.00%
2016	-	446,083	446,083	116,348,828	0.38%
2017	-	614,127	614,127	124,520,551	0.49%
2018	-	614,127	614,127	121,190,764	0.51%
2019	1,770,000	2,361,501	2,361,501	125,932,961	1.88%
2020	4,900,000	5,334,602	5,334,602	134,516,763	3.97%
2021	-	-	-	134,205,177	0.00%
2022	-	-	-	121,036,503	0.00%
2023	-	-	-	143,816,488	0.00%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

RATIOS OF GENERAL BONDED DEBT OUTSTANDING LAST TEN FISCAL YEARS

Fiscal Year	Estimated Population ¹	Estimated Actual Value	General Bonded Debt	Less: Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt Per Capita
2014	63,509	\$ 4,014,591,965	\$ -	\$ -	\$ -	0.00%	\$ -
2015	63,694	3,926,094,880	-	-	-	0.00%	-
2016	63,826	4,002,724,058	14,806,760	283,916	14,522,844	0.36%	227.54
2017	64,570	4,093,774,475	14,468,699	369,032	14,099,667	0.34%	218.36
2018	65,403	4,135,598,785	14,130,638	517,219	13,613,419	0.33%	208.15
2019	66,100	4,219,122,043	12,022,577	458,704	11,563,873	0.27%	174.95
2020	66,703	4,600,198,953	6,784,516	6,864,101	(79,585)	0.00%	(1.19)
2021	67,414	4,753,607,750	-	-	-	0.00%	-
2022	67,909	5,108,356,578	-	-	-	0.00%	-
2023	68,919	6,048,565,530	-	-	-	0.00%	-

¹ Source: U.S. Census Bureau

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

RATIOS OF OUTSTANDING DEBT BY TYPE LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities				
	General Obligation Bonds	Capital Leases	Total Primary Government	% of Personal Income ¹	Per Capita ¹
2014	\$ -	\$ -	\$ -	0.00%	\$ -
2015	-	-	-	0.00%	-
2016	14,806,760	-	14,806,760	0.73%	231.98
2017	14,468,699	-	14,468,699	0.68%	224.14
2018	14,130,638	-	14,130,638	0.64%	216.13
2019	12,022,577	-	12,022,577	0.52%	181.88
2020	6,784,516	-	6,784,516	0.30%	101.71
2021	-	-	-	0.00%	-
2022	-	-	-	0.00%	-
2023	-	-	-	0.00%	-

¹ Source: U.S. Department of Commerce, Bureau of Economic Analysis

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2023**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Debt repaid with property taxes:			
Spalding County:			
General obligation bonds	\$ 10,000,000		\$ -
Certificates of participation	2,500,000		
Capital leases	5,208,314		
Intergovernmental contracts	1,760,000		
City of Griffin:			
General obligation bonds	722,995		
Capital leases	540,481		
Intergovernmental contracts	2,062,500		
Subtotal, overlapping debt	<u>22,794,290</u>	100%	<u>22,794,290</u>
Direct:			
Griffin-Spalding County School System:			
General obligation bonds	-		-
Subtotal, direct debt	<u>\$ -</u>	100%	<u>\$ -</u>
Total Overlapping and Direct Debt			<u><u>\$ 22,794,290</u></u>

Source: Spalding County, Georgia and City of Griffin, Georgia

Notes:

In addition to the System's debt obligations, property owners in the System are responsible for certain debt obligations of other taxing entities in the proportion to which the jurisdiction of the System overlaps such entities. Set forth below is the estimated overlapping general obligation debt and estimated overlapping property tax supported or guaranteed revenue debt of the System as of June 30, 2023. The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the municipality/authority's total taxable assessed value. Although the System has attempted to obtain accurate information as to the outstanding overlapping debt, it does not warrant its completeness or accuracy, as there is no central reporting entity which has this information available, and the amounts are based on information supplied by others.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

LEGAL DEBT MARGIN LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Assessed Value of Taxable Property	\$ 1,485,370,982	\$ 1,439,909,843	\$ 1,464,016,196	\$ 1,505,299,855
Debt Limit (10% of Assessed Value)	\$ 148,537,098	\$ 143,990,984	\$ 146,401,620	\$ 150,529,986
Amount of Debt Applicable to Debt Limit	-	-	14,806,760	14,468,699
Legal Debt Margin	\$ 148,537,098	\$ 143,990,984	\$ 131,594,860	\$ 136,061,287
Legal Debt Margin/Limit Ratio	100.00%	100.00%	89.89%	90.39%

Source: Spalding County Tax Commissioner's Office

Notes: The Constitution of the State of Georgia provides that the System may not incur long-term obligations payable out of general property taxes without the approval of a majority of the qualified voters of the System voting at an election called to approve the obligations. In addition, under the Constitution of the State of Georgia, the System may not incur long-term obligations payable out of general property taxes in excess of 10% of the assessed value of all taxable property within the System.

Fiscal Year					
2018	2019	2020	2021	2022	2023
<u>\$ 1,529,111,811</u>	<u>\$ 1,560,425,685</u>	<u>\$ 1,544,875,574</u>	<u>\$ 1,605,271,964</u>	<u>\$ 1,715,599,802</u>	<u>\$ 1,981,342,168</u>
\$ 152,911,181	\$ 156,042,569	\$ 154,487,557	\$ 160,527,196	\$ 171,559,980	\$ 198,134,217
<u>14,130,638</u>	<u>12,022,577</u>	<u>6,784,516</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 138,780,543</u>	<u>\$ 144,019,992</u>	<u>\$ 147,703,041</u>	<u>\$ 160,527,196</u>	<u>\$ 171,559,980</u>	<u>\$ 198,134,217</u>
90.76%	92.30%	95.61%	100.00%	100.00%	100.00%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

DEMOGRAPHICS - POPULATION LATEST CENSUS DATA

Population	Spalding County
Population, 2022 est.	68,919
Population, 2010	64,073
Population, percent change, 2010 to 2022	7.56%
Population 2020	67,306
Population 2010	64,073
Population 2000	58,417
Population, percent change, 2000 to 2010	9.7%
Population, percent change, 1990 to 2000	7.3%
Persons under 5 years old, percent, 2021	6.2%
Persons under 18 years old, percent, 2021	23.1%
Persons 65 years old and over, percent, 2021	18.8%
Female persons, percent, 2021	52.3%
White persons, percent, 2022 (a)	59.2%
Black or African American persons, percent, 2021 (a)	37.0%
American Indian and Alaska Native persons, percent, 2021 (a)	0.5%
Asian persons, percent, 2021 (a)	1.0%
Native Hawaiian and other Pacific Islander, percent 2021 (a)	0.1%
Persons reporting two or more races, percent, 2021	2.1%
White persons, not of Hispanic/Latino origin, percent, 2021	54.8%
Persons of Hispanic or Latino origin, percent, 2021 (b)	5.7%
Living in same house one year and over, 2017-2021	88.4%
Language other than English spoken at home, pct age 5+, 2017-2021	4.2%
High school graduates, percent of persons age 25+, 2017-2021	83.8%
Bachelor's degree or higher, pct of persons age 25+, 2017-2021	18.6%
Veterans, 2017-2021	4,706
Foreign born persons, percent, 2017-2021	2.9%
Mean travel time to work (minutes), workers age 16+, 2017-2021	27.2

(a) Includes persons reporting only one race.

(b) Hispanics may be of any race, so also are included in applicable race categories.

GRIFFIN- SPALDING COUNTY SCHOOL SYSTEM

DEMOGRAPHICS - HOUSING, BUSINESS AND INDUSTRY AND GEOGRAPHY LATEST CENSUS DATA (CONTINUED)

Housing	
Housing units, 2022	28,773
Homeownership rate, 2017-2021	63.9%
Median value of owner-occupied housing units, 2017-2021	\$149,600
Households, 2017-2021	25,852
Persons per household, 2017-2021	2.54
Median household income, 2017-2021	\$51,972
Persons below poverty, percent, 2017-2021	21.3%
Building permits, 2022	524
Business and Industry	
Unemployment rate, 2021 Annual Average	3.7%
Nonemployer establishments, 2020	5,768
Manufacturers shipments, 2012 (\$1000)	2,404,744
Retail sales, 2017 (\$1000)	850,037
Retail sales per capita, 2017	\$13,008
Women-owned firms, percent of total, 2017	19.4%
Geography	
Land area, 2020 (square miles)	195.97
Persons per square mile, 2020	343.5
FIPS Code	13,255
Metropolitan or Micropolitan Statistical Area	Atlanta, GA Metro Area

Source: U.S. Census Bureau State and County QuickFacts

Source: Griffin-Spalding Chamber of Commerce

Source: Bureau of Labor Statistics

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

DEMOGRAPHICS - INCOME STATISTICS LATEST THREE YEARS AVAILABLE

Income	2020	2021	2022
<i>Personal income (\$000)</i>	\$ 2,591,600	\$ 2,907,730	\$ 2,891,746
Net Earnings	1,310,634	1,485,202	1,567,703
Personal current transfer receipts:	936,130	1,041,885	925,445
Income maintenance	103,615	147,059	143,220
Unemployment insurance compensation	101,801	42,464	949
Retirement and other	730,714	852,362	781,276
Dividends, interest, and rent	344,836	380,643	398,598
Population (persons) ¹	67,455	67,699	68,919
Per capita personal income	38,420	42,951	41,959
Per capita net earnings	19,430	21,938	22,747
Per capita personal current transfer receipts:	13,878	15,389	13,428
Per capita income maintenance	1,536	2,172	2,078
Per capita unemployment insurance benefits	1,509	627	14
Per capita retirement and other	10,833	12,590	11,336
Per capita dividends, interest, and rent	5,112	5,623	5,784
<i>Earnings by place of work (\$000)</i>	1,331,256	1,500,907	1,636,628
Wage and salary disbursements	980,435	1,069,886	1,233,099
Supplements to wages and salaries	253,637	270,557	291,705
Employer contributions for employee pension and insurance funds	186,986	198,636	209,686
Employer contributions for government social insurance	66,651	71,921	82,019
Proprietors' income	97,184	160,464	111,824
Nonfarm proprietors' income	97,133	160,326	111,492
Farm proprietors' income	51	138	332
<i>Total full-time and part-time employment</i>	32,435	34,291	36,112
Wage and salary jobs	23,408	24,185	25,445
Number of proprietors	9,027	10,319	10,881
Number of nonfarm proprietors	8,813	10,106	10,667
Number of farm proprietors	214	213	214
Average earnings per job (dollars)	41,044	43,770	45,321
Average wage and salary disbursements	41,885	44,238	48,461
Average nonfarm proprietors' income	11,022	16,206	10,666

¹ Census Bureau mid-year population estimates.

Source: Regional Economic Information System, Bureau of Economic Analysis, U.S. Department of Commerce - Table CA30
The Bureau of Economic Analysis revised estimates for years 1979-2021 in November 2023. The amounts reflected in this table are the revised numbers. The figures provided are the latest available.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

DEMOGRAPHIC AND ECONOMIC STATISTICS LAST TEN FISCAL YEARS

Fiscal Year	Population ¹	Personal Income ¹	Per Capita Personal Income ¹	School Enrollment ²	Unemployment Rate ³
2014	63,505	\$ 1,869,815	\$ 29,444	10,626	10.7%
2015	63,695	1,949,818	30,612	10,474	9.50%
2016	63,828	2,041,383	31,983	10,261	7.80%
2017	64,553	2,129,814	32,993	10,305	6.00%
2018	65,380	2,208,980	33,787	10,383	5.80%
2019	66,100	2,298,405	34,772	10,353	4.70%
2020	66,703	2,377,913	35,273	10,207	4.00%
2021	67,414	2,615,132	38,854	9,667	7.60%
2022	67,909	2,926,749	43,098	9,540	4.60%
2023	68,919	2,891,746	41,959	9,563	3.70%

¹ Bureau of Economic Analysts: Regional Economic Accounts and U.S. Census Bureau

² Source: Spalding County Board of Education

³ Source: U.S. Bureau of Labor Statistics

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

PRINCIPAL EMPLOYERS CURRENT YEAR AND NINE YEARS AGO

Employer	Industry	2023			2014		
		Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Griffin-Spalding County School System	Education	1,488	1	5.17%	1,419	1	6.75%
Wellstar Spalding Regional Medical	Healthcare	900	2	3.12%	900	3	4.28%
Caterpillar, Inc.	Automotive generators	900	3	3.12%	900	2	4.28%
Southern Crescent Technical College	Education	601	4	1.25%	541	4	1.71%
CareMaster Medical	Home Nursing	600	5	2.08%	-	-	-
Spalding County	Government	466	6	2.09%	472	5	2.57%
City of Griffin	Government	405	7	1.62%	405	6	2.24%
University of Georgia Griffin Campus	Agricultural research	360	8	1.41%	360	8	1.93%
Norcom	School supplies	280	9	0.97%	280	9	0.00%
1888 Mills/Southern Terry	Terry cloth towels	278	10	0.97%	375	7	1.78%
AEP Industries, Inc.	Packaging film	-		0.00%	250	10	1.19%
		6,278		21.80%	5,902		26.73%

Source: Spalding County Tax Commissioner's Office

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**DISTRICT EMPLOYEES
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2014	2015	2016	2017
Classroom Teachers	657	674	658	676
Media Specialists, Guidance Counselors, Psychologists, and Social Workers	51	51	51	53
Administrators and Supervisors	55	60	65	66
Professional/Technical Support	43	57	53	53
Paraprofessionals, Clerical, Other	268	255	277	295
Maintenance, Transportation, Custodians, and School Food Service	345	360	351	355
	<u>1,419</u>	<u>1,457</u>	<u>1,455</u>	<u>1,498</u>

Source: Griffin-Spalding School System

Fiscal Year					
2018	2019	2020	2021	2022	2023
674	686	689	693	708	683
54	55	59	57	63	60
75	76	77	79	77	76
52	49	52	50	51	54
293	292	299	298	289	273
340	325	320	331	338	299
<u>1,488</u>	<u>1,483</u>	<u>1,496</u>	<u>1,508</u>	<u>1,526</u>	<u>1,445</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

OPERATING STATISTICS LAST TEN FISCAL YEARS

Fiscal Year	Expenses	Full Student Membership	Cost per Pupil	Percentage Change	Teaching Staff ("FTEs")	Pupil/ Teacher Ratio	Student Attendance Percentage
2014	\$ 78,467,423	10,626	\$ 7,384	6.26%	657	16.17	95.36
2015	80,290,395	10,474	7,666	3.81%	674	15.54	95.64
2016	81,428,072	10,261	7,936	3.52%	658	15.59	97.49
2017	86,043,775	10,305	8,350	5.22%	676	15.24	96.49
2018	90,702,181	10,383	8,736	4.62%	674	15.41	96.13
2019	93,374,983	10,353	9,019	3.25%	686	15.09	96.38
2020	97,949,010	10,207	9,596	6.40%	689	14.81	95.18
2021	94,238,604	9,667	9,748	1.59%	693	13.95	89.00
2022	93,362,777	9,540	9,786	0.39%	708	13.47	90.72
2023	97,734,399	9,563	10,220	4.43%	683	14.00	91.46

Source: Griffin-Spalding County School System

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

SCHOOL BUILDING INFORMATION LAST TEN FISCAL YEARS

ELEMENTARY SCHOOLS	2014	2015	2016	2017
ANNE STREET ELEMENTARY (1948)				
Square feet	40,113	40,113	40,113	40,113
Capacity (students)	450	450	450	450
Enrollment	447	487	453	428
Percentage of capacity used	99.3%	108.2%	100.7%	95.1%
ATKINSON ELEMENTARY (1964)				
Square feet	53,936	53,936	53,936	53,936
Capacity (students)	450	450	450	450
Enrollment	448	427	457	450
Percentage of capacity used	99.6%	94.9%	101.6%	100.0%
BEAVERBROOK ELEMENTARY (1964)				
Square feet	55,222	55,222	55,222	55,222
Capacity (students)	450	450	450	450
Enrollment	429	464	371	371
Percentage of capacity used	95.3%	103.1%	82.4%	82.4%
COWAN ROAD ELEMENTARY (1991)				
Square feet	76,986	76,986	76,986	76,986
Capacity (students)	650	650	650	650
Enrollment	327	631	633	616
Percentage of capacity used	50.3%	97.1%	97.4%	94.8%
CRESCENT ELEMENTARY (1955)				
Square feet	48,696	48,696	48,696	48,696
Capacity (students)	450	450	450	450
Enrollment	441	442	465	423
Percentage of capacity used	98.0%	98.2%	103.3%	94.0%
FUTRAL ROAD ELEMENTARY (1998)				
Square feet	67,000	67,000	67,000	78,760
Capacity (students)	525	525	650	650
Enrollment	635	644	648	616
Percentage of capacity used	121.0%	122.7%	99.7%	94.8%
JACKSON ROAD ELEMENTARY (1970)				
Square feet	58,729	58,729	66,121	66,121
Capacity (students)	450	450	525	525
Enrollment	456	467	438	423
Percentage of capacity used	101.3%	103.8%	83.4%	80.6%

2018	2019	2020	2021	2022	2023
40,113	40,113	40,113	40,113	40,113	40,113
450	450	450	450	450	450
427	429	410	380	352	314
94.9%	95.3%	91.1%	84.4%	78.2%	69.78%
53,936	53,936	53,936	53,936	53,936	53,936
450	450	450	450	450	450
448	468	466	463	426	431
99.6%	104.0%	103.6%	102.9%	94.7%	95.78%
55,222	55,222	55,222	55,222	55,222	55,222
450	450	450	450	450	450
347	356	363	348	311	298
77.1%	79.1%	80.7%	77.3%	69.1%	66.22%
76,986	76,986	76,986	76,986	76,986	76,986
650	650	650	650	650	650
686	643	573	541	533	566
105.5%	98.9%	88.2%	83.2%	82.0%	87.08%
48,696	48,696	48,696	48,696	48,696	48,696
450	450	450	450	450	450
419	426	430	417	380	418
93.1%	94.7%	95.6%	92.7%	84.4%	92.89%
78,760	78,760	78,760	78,760	78,760	78,760
650	650	650	650	650	650
628	629	659	684	598	590
96.6%	96.8%	101.4%	105.2%	92.0%	90.77%
66,121	66,121	66,121	66,121	66,121	66,121
525	525	525	525	525	525
408	415	422	410	342	363
77.7%	79.0%	80.4%	78.1%	65.1%	69.14%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

SCHOOL BUILDING INFORMATION LAST TEN FISCAL YEARS

ELEMENTARY SCHOOLS	2014	2015	2016	2017
JORDAN HILL ELEMENTARY (1994)				
Square feet	76,986	76,986	76,986	76,986
Capacity (students)	650	650	650	650
Enrollment	455	470	481	487
Percentage of capacity used	70.0%	72.3%	74.0%	74.9%
MOORE ELEMENTARY (1950)				
Square feet	47,190	47,190	47,190	47,190
Capacity (students)	450	450	450	450
Enrollment	375	367	367	367
Percentage of capacity used	83.3%	81.6%	81.6%	81.6%
MORELAND ROAD ELEMENTARY (2006)				
Square feet	67,852	67,852	67,852	67,852
Capacity (students)	550	550	550	550
Enrollment	560	541	515	546
Percentage of capacity used	101.8%	98.4%	93.6%	99.3%
ORRS ELEMENTARY (1962)				
Square feet	63,117	63,117	63,117	63,117
Capacity (students)	675	675	675	675
Enrollment	664	661	623	598
Percentage of capacity used	98.4%	97.9%	92.3%	88.6%
COWAN ROAD MIDDLE SCHOOL (2000)				
Square feet	96,500	96,500	99,529	99,529
Capacity (students)	685	685	685	685
Enrollment	612	598	594	551
Percentage of capacity used	89.3%	87.3%	86.7%	80.4%
CARVER ROAD MIDDLE SCHOOL (2007)				
Square feet	104,024	104,024	104,024	104,024
Capacity (students)	725	725	725	725
Enrollment	482	523	504	523
Percentage of capacity used	66.5%	72.1%	69.5%	72.1%
KENNEDY ROAD MIDDLE SCHOOL (2006)				
Square feet	104,024	104,024	104,024	104,024
Capacity (students)	725	725	725	725
Enrollment	532	505	481	466
Percentage of capacity used	73.4%	69.7%	66.3%	64.3%

2018	2019	2020	2021	2022	2023
76,986	76,986	76,986	76,986	76,986	76,986
650	650	650	650	650	650
453	426	447	406	345	356
69.7%	65.5%	68.8%	62.5%	53.1%	54.77%
47,190	47,190	47,190	47,190	47,190	47,190
450	450	450	450	450	450
405	398	392	392	379	386
90.0%	88.4%	87.1%	87.1%	84.2%	85.78%
67,852	67,852	67,852	67,852	67,852	67,852
550	550	550	550	550	550
556	556	523	535	453	433
101.1%	101.1%	95.1%	97.3%	82.4%	78.73%
63,117	63,117	63,117	63,117	63,117	63,117
675	675	675	675	675	675
595	613	580	578	505	534
88.1%	90.8%	85.9%	85.6%	74.8%	79.11%
99,529	99,529	99,529	99,529	99,529	99,529
685	685	685	685	685	685
643	643	643	611	582	543
93.9%	93.9%	93.9%	89.2%	85.0%	79.27%
104,024	104,024	104,024	104,024	104,024	104,024
725	725	725	725	725	725
482	488	488	504	485	471
66.5%	67.3%	67.3%	69.5%	66.9%	64.97%
104,024	104,024	104,024	104,024	104,024	104,024
725	725	725	725	725	725
483	459	489	470	495	477
66.6%	63.3%	67.4%	64.8%	68.3%	65.79%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

SCHOOL BUILDING INFORMATION LAST TEN FISCAL YEARS

ELEMENTARY SCHOOLS	2014	2015	2016	2017
REHOBOTH ROAD MIDDLE SCHOOL (2009)				
Square feet	104,024	104,024	104,024	104,024
Capacity (students)	725	725	725	725
Enrollment	726	725	672	663
Percentage of capacity used	100.1%	100.0%	92.7%	88.8%
A. Z. KELSEY ACADEMY (2007)				
Square feet	71,403	71,403	71,403	71,403
Capacity (students)	625	625	625	625
Enrollment	90	80	59	60
Percentage of capacity used	14.4%	12.8%	9.4%	9.6%
GRIFFIN HIGH SCHOOL (1986)				
Square feet	309,989	309,989	309,989	309,989
Capacity (students)	1,950	1,950	1,950	1,950
Enrollment	1,342	1,356	1,419	1,395
Percentage of capacity used	68.8%	69.5%	72.8%	71.5%
SPALDING HIGH SCHOOL (2000)				
Square feet	205,904	205,904	205,904	205,904
Capacity (students)	1,600	1,600	1,600	1,600
Enrollment	1,261	1,238	1,234	1,262
Percentage of capacity used	78.8%	77.4%	77.1%	78.9%
CENTRAL ADMINISTRATION COMPLEX (1970)				
Square feet	11,051	11,051	11,051	11,051
CENTRAL WAREHOUSE (2003)				
Square feet	47,400	47,400	47,400	47,400
TRANSPORTATION GARAGE/WAREHOUSE (1964)				
Square feet	11,600	11,600	11,600	11,600
GRIFFIN REGION COLLEGE AND CAREER ACADEMY (2017)				
Square feet	-	-	-	-
OTHER SPECIAL PURPOSE INSTRUCTIONAL FACILITIES				
Square feet	80,729	80,729	80,729	80,729

2018	2019	2020	2021	2022	2023
104,024	104,024	104,024	104,024	104,024	104,024
725	725	725	725	725	725
664	698	679	670	675	615
88.8%	96.3%	93.7%	92.4%	93.1%	84.83%
71,403	71,403	71,403	71,403	71,403	71,403
625	625	625	625	625	625
57	46	36	41	35	18
9.1%	7.4%	5.8%	6.6%	5.6%	2.88%
309,989	309,989	309,989	309,989	309,989	309,989
1,950	1,950	1,950	1,950	1,950	1950
1,422	1,434	1,436	1,450	1,507	1498
72.9%	73.5%	73.6%	74.4%	77.3%	76.82%
205,904	205,904	205,904	205,904	205,904	205,904
1,600	1,600	1,600	1,600	1,600	1600
1,294	1,324	1,340	1,307	1,264	1,252
80.9%	82.8%	83.8%	81.7%	79.0%	78.25%
11,051	11,051	11,051	11,051	11,051	11,051
47,400	47,400	47,400	47,400	47,400	47,400
11,600	11,600	11,600	11,600	11,600	11,600
-	70,350	70,350	70,350	70,350	70,350
80,729	80,729	80,729	80,729	80,729	80,729

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

ENROLLMENT STATISTICS LAST TEN FISCAL YEARS

Fiscal Year	Pre- Kindergarten ¹	Kindergarten	Grade 1	Grade 2	Grade 3	Grade 4	Grade 5
2014	495	898	889	848	856	837	778
2015	510	822	880	843	820	830	806
2016	508	777	818	849	798	794	781
2017	513	827	809	810	832	806	775
2018	511	759	852	778	820	810	829
2019	506	778	787	832	751	807	804
2020	503	747	762	774	815	760	793
2021	383	616	710	722	715	746	732
2022	465	667	685	703	673	687	720
2023	482	712	713	708	708	665	701

Source: Griffin-Spalding County School System

¹Griffin-Spalding County School System established the Pre-Kindergarten in FY1998 using proceeds from the state lottery.

²The System includes Special Education students in the appropriate grade level. The "Spec. Ed" column reflects the total number of Special Education students by year for comparative purposes only.

Grade 6	Grade 7	Grade 8	Grade 9	Grade 10	Grade 11	Grade 12	Total	Spec. Ed.²
764	796	791	854	701	619	500	10,626	969
709	777	765	1,004	615	589	504	10,474	1,019
766	695	758	1,016	645	566	490	10,261	1,086
754	719	687	922	748	600	503	10,305	1,132
745	740	735	813	734	694	563	10,383	1,186
792	742	742	899	619	671	623	10,353	1,272
758	769	728	907	681	596	614	10,207	1,272
745	743	749	883	707	646	570	9,667	1,246
692	730	733	988	625	612	560	9,540	1,245
693	699	714	926	715	571	556	9,563	1,331

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**EXPENDITURES BY FUNCTION - GENERAL FUND
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2014	2015	2016	2017
Instruction	\$ 49,529,410	\$ 50,596,029	\$ 50,941,065	\$ 54,070,635
Pupil services	1,522,381	1,554,866	1,658,493	1,853,844
Improvement of instructional services	1,333,860	2,106,853	2,469,760	3,072,620
Educational media services	1,483,960	1,525,756	1,528,079	1,558,477
General and school administration	7,367,102	7,759,713	8,460,692	9,178,934
Business administration	386,548	384,124	417,103	433,398
Maintenance and operations of plant	8,720,795	8,124,266	8,147,720	8,114,700
Student transportation services	5,322,915	5,275,107	4,648,579	4,834,754
Central support services	1,456,213	1,593,158	1,859,430	1,771,879
Other support services	962,370	1,079,136	965,678	919,821
Food service operations	69,278	64,269	61,934	66,243
Community services operations	128,120	134,392	159,403	145,962
Capital outlay	184,471	92,726	110,136	22,509
	<u>\$ 78,467,423</u>	<u>\$ 80,290,395</u>	<u>\$ 81,428,072</u>	<u>\$ 86,043,776</u>

	2014	2015	2016	2017
Instruction	63.1%	63.0%	62.6%	62.8%
Pupil services	1.9%	1.9%	2.0%	2.2%
Improvement of instructional services	1.7%	2.6%	3.0%	3.6%
Educational media services	1.9%	1.9%	1.9%	1.8%
General and school administration	9.4%	9.7%	10.4%	10.7%
Business administration	0.5%	0.5%	0.5%	0.5%
Maintenance and operations of plant	11.1%	10.1%	10.0%	9.4%
Student transportation services	6.8%	6.6%	5.7%	5.6%
Central support services	1.9%	2.0%	2.3%	2.1%
Other support services	1.2%	1.3%	1.2%	1.1%
Food service operations	0.1%	0.1%	0.1%	0.1%
Community services operations	0.2%	0.2%	0.2%	0.2%
Capital outlay	0.2%	0.1%	0.1%	0.0%
Debt service	0.0%	0.0%	0.0%	0.0%
	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.1%</u>

Source: Griffin-Spalding County School System

¹Percentage change computed by using the following formula:
 $(2022 \text{ expenditure} / 2013 \text{ expenditure}) - 1 = \text{percentage change}$

Fiscal Year							Percentage Change ¹
2018	2019	2020	2021	2022	2023		
\$ 56,699,614	\$ 57,866,372	\$ 60,455,517	\$ 59,328,455	\$ 59,024,631	\$ 57,332,678	15.8%	
1,949,092	2,130,706	2,406,673	2,794,401	4,279,038	5,622,250	269.3%	
3,857,445	4,122,176	5,137,012	5,600,195	5,766,447	5,385,800	303.8%	
1,610,344	1,668,656	1,759,939	1,710,625	1,697,531	1,794,909	21.0%	
9,930,839	10,379,527	10,694,600	7,301,632	4,792,396	5,604,138	-23.9%	
436,233	480,116	452,371	511,166	686,262	835,274	116.1%	
8,188,722	8,474,516	9,289,854	8,829,584	9,419,113	11,227,032	28.7%	
4,927,811	5,302,206	4,853,451	5,214,645	5,266,344	5,406,659	1.6%	
1,976,865	1,727,692	1,763,129	1,878,718	1,506,488	3,182,603	118.6%	
842,114	941,087	839,843	810,034	688,637	919,270	-4.5%	
70,697	66,707	66,836	66,223	52,936	69,728	100.0%	
212,405	215,222	229,785	192,926	182,954	354,058	176.3%	
-	-	-	-	-	-	-100.0%	
<u>\$ 90,702,181</u>	<u>\$ 93,374,983</u>	<u>\$ 97,949,010</u>	<u>\$ 94,238,604</u>	<u>\$ 93,362,777</u>	<u>\$ 97,734,399</u>	1022.7%	

2018	2019	2020	2021	2022	2023
62.5%	62.0%	61.7%	63.0%	63.2%	58.7%
2.1%	2.3%	2.5%	3.0%	4.6%	5.8%
4.3%	4.4%	5.2%	5.9%	6.2%	5.5%
1.8%	1.8%	1.8%	1.8%	1.8%	1.8%
10.9%	11.1%	10.9%	7.7%	5.1%	5.7%
0.5%	0.5%	0.5%	0.5%	0.7%	0.9%
9.0%	9.1%	9.5%	9.4%	10.1%	11.5%
5.4%	5.7%	5.0%	5.5%	5.6%	5.5%
2.2%	1.9%	1.8%	2.0%	1.6%	3.3%
0.9%	1.0%	0.9%	0.9%	0.7%	0.9%
0.1%	0.1%	0.1%	0.1%	0.1%	0.1%
0.2%	0.2%	0.2%	0.2%	0.2%	0.4%
0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>99.9%</u>	<u>100.0%</u>

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

PER PUPIL EXPENDITURES BY FUNCTION - GENERAL FUND LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Instruction	\$ 4,661	\$ 4,831	\$ 4,965	\$ 5,248
Pupil services	143	148	162	180
Improvement of instructional services	126	201	241	298
Educational media services	140	146	149	151
General and school administration	693	741	825	891
Business administration	36	37	41	42
Maintenance and operations of plant	821	776	794	788
Student transportation services	501	504	453	469
Central support services	137	152	181	172
Other support services	91	103	94	89
Food service operations	7	6	6	6
Community services operations	12	13	16	14
Capital outlay	17	9	11	2
Debt service	-	-	-	-
Total Expenditures ²	<u>\$ 7,385</u>	<u>\$ 7,667</u>	<u>\$ 7,938</u>	<u>\$ 8,350</u>
Student Enrollment ³	10,626	10,474	10,261	10,305

¹Percentage change computed by using the following formula:

$$(2023 \text{ revenue}/2014 \text{ revenue})-1=\text{percentage change}$$

²Expenditures related on a per pupil basis by using the following formula:

$$\text{Revenue/current enrollment}=\text{per pupil revenue}$$

³Student enrollment figures are taken from fall enrollment (October 1) reports.

Fiscal Year						Percentage Change ¹
2018	2019	2020	2021	2022	2023	
\$ 5,461	\$ 5,589	\$ 5,923	\$ 6,137	\$ 6,187	\$ 5,995	29%
188	206	236	289	449	588	310%
372	398	503	579	604	563	349%
155	161	172	177	178	188	34%
956	1,003	1,048	755	502	586	-15%
42	46	44	53	72	87	140%
789	819	910	913	987	1,174	43%
475	512	476	539	552	565	13%
190	167	173	194	158	333	143%
81	91	82	84	72	96	6%
7	6	7	7	6	7	12%
20	21	23	20	19	37	207%
-	-	-	-	-	-	-100%
-	-	-	-	-	-	0%
<u>\$ 8,736</u>	<u>\$ 9,019</u>	<u>\$ 9,597</u>	<u>\$ 9,747</u>	<u>\$ 9,786</u>	<u>\$ 10,220</u>	38%
10,383	10,353	10,207	9,667	9,540	9,563	-10%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

FREE AND REDUCED LUNCH LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Lunch Meals Served				
Free	1,046,355	1,105,505	1,051,121	1,011,571
Reduced	110,333	99,399	112,445	98,288
Paid	177,353	165,135	162,692	148,076
Total	<u>1,334,041</u>	<u>1,370,039</u>	<u>1,326,258</u>	<u>1,257,935</u>
Breakfast Meals Served				
Free	637,061	650,732	589,747	566,830
Reduced	46,232	42,903	46,748	40,197
Paid	42,031	40,813	40,611	37,281
Total	<u>725,324</u>	<u>734,448</u>	<u>677,106</u>	<u>644,308</u>
Adult and Non-reimbursable				
Paid - Breakfast	1,913	1,766	1,596	3,402
Paid - Lunch	23,767	25,273	27,493	27,775
Other - Breakfast	15,493	16,113	14,969	13,204
Other - Lunch	35,744	38,267	35,414	30,158
Total	<u>76,917</u>	<u>81,419</u>	<u>79,472</u>	<u>74,539</u>
Total Meals Served				
Free	1,683,416	1,756,237	1,640,868	1,578,401
Reduced	156,565	142,302	159,193	138,485
Paid	245,064	232,987	232,392	216,534
Other	51,237	54,380	50,383	43,362
Total	<u>2,136,282</u>	<u>2,185,906</u>	<u>2,082,836</u>	<u>1,976,782</u>
% Eligible for Free and Reduced	74.46%	75.58%	76.56%	76.21%

Source: Griffin-Spalding County School System

Fiscal Year					
2018	2019	2020	2021	2022	2023
977,785	981,943	788,444	435,939	1,080,873	1,104,163
104,952	83,417	70,718	682	-	-
195,831	142,292	96,476	273	-	98,776
<u>1,278,568</u>	<u>1,207,652</u>	<u>955,638</u>	<u>436,894</u>	<u>1,080,873</u>	<u>1,202,939</u>
562,633	591,568	512,574	303,657	672,417	688,411
44,536	40,108	34,485	673	-	-
62,536	41,525	30,627	266	-	54,022
<u>669,705</u>	<u>673,201</u>	<u>577,686</u>	<u>304,596</u>	<u>672,417</u>	<u>742,433</u>
2,096	2,190	1,939	325	1,256	394
20,957	17,493	14,348	2,515	47,856	6,059
15,888	13,738	10,668	2,351	9,276	10,605
32,043	28,432	20,898	7,468	19,642	19,322
<u>70,984</u>	<u>61,853</u>	<u>47,853</u>	<u>12,659</u>	<u>78,030</u>	<u>36,380</u>
1,540,418	1,573,511	1,301,018	739,593	1,753,290	1,792,574
149,488	123,525	105,203	1,355	-	-
281,420	203,500	127,103	539	49,112	159,251
47,931	42,170	31,566	9,819	28,918	29,927
<u>2,019,257</u>	<u>1,942,706</u>	<u>1,564,890</u>	<u>751,306</u>	<u>1,831,320</u>	<u>1,981,752</u>
75.34%	76.90%	73.97%	74.32%	74.32%	91.01%

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

INSURANCE COVERAGE

<u>Type</u>	<u>Amount in Force</u>
Property	\$ 1,250,000,000
Boiler & Machinery	25,000,000
Fidelity Bond	1,250,000
Superintendent Bond	100,000

<u>Type</u>	<u>Limits of Liabili</u>
	<u>Each Occurance</u>
General Liability	\$ 1,000,000
School Board Errors and Omissions	1,000,000
Automobile Liability	1,000,000
Excess Workers' Compensation	Statutory

IV. SINGLE AUDIT SECTION



**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 Members of the Board of Education
of the Griffin-Spalding County School System
Griffin, Georgia**

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, each major fund, and the aggregate remaining fund information of the **Griffin-Spalding County School System** (the "System"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the System's basic financial statements, and have issued our report thereon dated December 4, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the System'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 System's internal control. Accordingly, we do not express an opinion on the effectiveness of the System's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that 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. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses,. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

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, but 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 report is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Macon, Georgia
December 4, 2023



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

To the Members of the Board of Education
of the Griffin-Spalding County School System
Griffin, Georgia

Report on Compliance for Each Major Federal Program

Opinion on the Major Federal Program

We have audited the **Griffin-Spalding County School System's** (the "System's") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the System's major federal programs for the year ended June 30, 2023. The System's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the System complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on the Major Federal Programs

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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

Mauldin & Jenkins, LLC

Macon, Georgia
December 4, 2023

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Pass-through ID Number	Total Expenditures
U.S. DEPARTMENT OF AGRICULTURE:			
Passed through from Georgia Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	235GA324N1099	\$ 1,864,906
National School Lunch Program	10.555	235GA324N1099	5,407,375
COVID-19 - Supply Chain Assistance	10.555	235GA324N1099	273,870
Fresh Fruit and Vegetable Program	10.582	235GA324N1099	283,324
Total Child Nutrition Cluster			<u>7,829,475</u>
Other Programs			
Warehouse and Delivery Grant	10.560	235GA324N1099	40,034
National School Lunch Program Equipment Assistance Grant	10.579	235GA324N1099	23,758
Total Other Programs			<u>63,792</u>
Total U.S. Department of Agriculture			<u>7,893,267</u>
U.S. DEPARTMENT OF DEFENSE:			
Direct Federal Award:			
Junior ROTC	12.unknown	N/A	<u>289,942</u>
Total U.S. Department of Defense			<u>289,942</u>
U.S. Federal Communications Commission			
Direct Federal Award:			
Emergency Connectivity Fund Program	32.009	N/A	<u>121,440</u>
Total U.S. Federal Communications Commission			<u>121,440</u>
U.S. DEPARTMENT OF EDUCATION:			
Passed through from Georgia Department of Education:			
Title I Grants to Local Educational Agencies	84.010A	S010A210010-21A	1,105,907
Title I Grants to Local Educational Agencies	84.010A	S010A220010	3,420,653
Title I Grants to Local Educational Agencies	84.010	S010A220010	749,202
Total Title I Grants to Local Educational Agencies			<u>5,275,762</u>
Title IV - Part A Student Support and Academic Enrichment	84.424A	S424A210011	12,462
Title IV - Part A Student Support and Academic Enrichment	84.424A	S424A220011	133,360
Total Title IV - Part A Student Support and Academic Enrichment			<u>145,822</u>
Career and Technical Education - Basic Grants to States	84.048	V048A220010	137,864
Career and Technical Education - Basic Grants to States	84.048	V048A210010	9,495
Career and Technical Education - Basic Grants to States	84.048	V048A220010	20,000
Total Career and Technical Education - Basic Grants to States			<u>167,359</u>
English Language Acquisition Grants	84.365	S365A210010	5,574
English Language Acquisition Grants	84.365	S365A220010	42,187
Total English Language Acquisition Grants			<u>47,761</u>
Supportive Effective Instruction State Grants	84.367A	S367A210001	72,435
Supportive Effective Instruction State Grants	84.367A	S367A220001	191,711
Total Supportive Effective Instruction State Grants			<u>264,146</u>

(Continued)

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Pass-through ID Number	Total Expenditures
U.S. DEPARTMENT OF EDUCATION (CONTINUED):			
Passed through from Georgia Department of Education (Continued):			
Special Education Cluster:			
Grants to States	84.027	H027A210073	\$ 422,871
Grants to States	84.027	H027A220073	1,782,077
Grants to States	84.027	H027A220073	246
Grants to States	84.027	H027A220073	24,553
Grants to States	84.027	H027A210073	304,212
Grants to States	84.027	H027A220073	290,731
COVID-19 Grants to States	84.027X	H027X210073	73,859
COVID-19 - American Rescue Plan - Preschool Grants	84.173X	H173X210081	31,349
Preschool Grants	84.173	H173A210081	3,723
Preschool Grants	84.173	H173A220081	27,287
Total Special Education Cluster			2,960,908
Education Stabilization Fund:			
COVID-19 - Elementary and Secondary School Emergency Relief	84.425D	S425D210012	6,968,406
School			
Emergency Relief	84.425U	S425U210012	4,996
School			
Emergency Relief	84.425U	S425U210012	9,062,995
School			
Emergency Relief	84.425U	S425U210012	17,120
Total Education Stabilization Fund			16,053,517
Total U.S. Department of Education			24,915,275
U.S. DEPARTMENT OF HEALTH and HUMAN SERVICES:			
Passed through from Georgia Department of Human Services:			
Child Abuse and Neglect State Grant	93.669	42700-040-0000106780	194,076
Total U.S. Department of Health and Human Services			194,076
Total Expenditures of Federal Awards			\$ 33,414,000

N/A - Not available/applicable

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 1. BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Griffin-Spalding County School System (the "System") and is presented on the accrual basis of accounting.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 2. DE MINIMIS COST RATE

The System elected not to use the 10% de minimis cost rate for the year ended June 30, 2023.

NOTE 3. NON-CASH AWARDS

The System received non-cash awards under the National School Lunch Program, CFDA 10.555, in the amount of \$388,988, for the year ended June 30, 2023.

NOTE 4. SUBRECIPIENTS

The System did not pass through any funds to subrecipients in the year ended June 30, 2023.

GRIFFIN SPALDING COUNTY SCHOOL SYSTEM

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

A. SUMMARY OF AUDIT RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:
Material weaknesses identified?

Yes No

Significant deficiencies identified not considered to be material weaknesses?

Yes None Reported

Noncompliance material to financial statements noted?

Yes No

Federal Awards

Internal control over major programs:
Material weaknesses identified?

Yes No

Significant deficiencies identified not considered to be material weaknesses?

Yes None Reported

Type of auditor's report issued on compliance for major programs

Unmodified

Any audit findings disclosed that are required to be reported in accordance with the 2CFR 200.516(a)?

Yes No

Identification of major programs:

Assistance Listing Number

Name of Federal Program or Cluster

U.S. Department of Education

84.425D/84.425U

Education Stabilization Fund

COVID-19 – Elementary and Secondary School Emergency Relief (ESSER)

84.010A

Title I Grants to Local Educational Agencies

GRIFFIN SPALDING COUNTY SCHOOL SYSTEM

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

A. SUMMARY OF AUDIT RESULTS (CONTINUED)

Dollar threshold used to distinguish between
Type A and Type B programs:

\$1,002,420

Auditee qualified as low-risk auditee?

Yes No

B. FINDINGS: FINANCIAL STATEMENTS AUDIT

None reported.

C. FINDINGS AND QUESTIONED COSTS: MAJOR FEDERAL AWARD PROGRAMS AUDIT

None reported.

GRIFFIN-SPALDING COUNTY SCHOOL SYSTEM

SCHEDULE OF PRIOR YEAR FINDINGS FOR THE FISCAL YEAR ENDED JUNE 30, 2023

None reported.