

Lexington County  
School District One  
Lexington, South Carolina



Comprehensive Annual  
Financial Report  
Fiscal Year ended June 30, 2007

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
OF  
LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
FOR THE YEAR ENDED  
JUNE 30, 2007**

**PREPARED BY:**

**The Office of Fiscal Services  
Lexington County School District One**

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

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# Introductory



**The mission of Lexington  
County School District One**

November 30, 2007

**To the Board of Trustees and Citizens of Lexington County School District One**

State law requires that all school districts publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Lexington County School District One (the District) for the fiscal year ended June 30, 2007.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of Lexington County School District One has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Lexington County School District One'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 financial report is complete and reliable in all material respects.

The comprehensive annual financial report is presented here in four sections: introductory, financial, statistical and single audit. The introductory section includes the transmittal letter, the list of principal officials and the organizational chart. The financial section includes the basic financial statements; the combining and individual fund financial statements and schedules, as well as required supplementary information. Also included in the financial section is the independent auditors' report on these financial statements. The statistical section reflects social and economic data, financial trends and the fiscal capacity of the District. The final section is the single audit section.

Lexington County School District One's financial statements have been audited by Burkett, Burkett, & Burkett, C.P.A, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2007, 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 independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Lexington County School District One's financial statements for the fiscal year ended June 30, 2007, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Lexington School District One was a part of a broader, federally mandated "Single Audit" designed to meet the special 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 available in the single audit section of this comprehensive annual financial report.

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

### **Profile of Lexington County School District One**

Lexington County School District One is widely recognized as a leader in education. The District was established in 1952 by the consolidation of 23 existing school districts. The District is located in the central part of Lexington County, South Carolina (the County) that is located in the north central section of the State. The District is bounded on the north by Lake Murray and the Saluda River, on the east by Lexington County School Districts Nos. 2 and 4 of the County, on the south by the North Edisto River and on the west by Lexington County School District No. 3 of the County. The District encompasses a land area of approximately 360 square miles. The District lies within the Metropolitan Statistical Area ("MSA") of the City of Columbia, capital of the State of South Carolina.

Lexington County School District One is governed by a seven member Board of Trustees elected by the voters of the District. Board members are elected to four-year terms. Regular board meetings are held on the third Tuesday of each month and are open to the public. Guided by the policies of the Board of Trustees, the District provides a broad spectrum of elementary and secondary programs to meet the needs of its diverse student population. These programs complement each other to provide a total program that is comprehensive, highly cost-effective, and that meets the mission statement of the District. The mission, stated as follows from the strategic plan, was developed by a committee of citizens and school district personnel; and was adopted by the Lexington County School District One Board of Trustees.



### **Mission**

The mission of Lexington County School District One — *where caring people, academics, the arts and athletics connect* — is to enable our students to be thinking, productive, responsible citizens in the global, competitive 21<sup>st</sup> century.

Therefore, we will work to create a high-performance learning culture that sets high expectations for every student and provides the environment, instruction and support necessary to ensure that our students are learning and meeting rigorous standards.

### **Vision**

Lexington County School District One graduates will be *self-directed, collaborative, creative and caring learners* who will flourish in the global, competitive 21<sup>st</sup> century.

Therefore, we will have a high-performance learning culture in which:

- Our students are engaged in high-quality learning.
- All stakeholders accept collective responsibility for the learning of our students.
- Each student receives the personal support necessary to reach his or her goals.
- All staff members are advocates for students and work to eliminate any barriers to learning.

In fiscal year 2006-2007, the District served 20,247 students, pre-kindergarten through grade 12. The District anticipates growing between 500 to 700 students in each of the next few years. The district currently offers programs in nineteen primary, elementary and/or middle schools, four high schools, a technology center, and an alternative-learning center. The programs offered include but are not limited to: academically gifted and talented classes for students in grades three through twelve; a variety of accelerated, honors level and Advanced Placement courses for qualifying students; an International Baccalaureate Program (IB) located at Lexington High School; 3-year old preschool classes for children with developmental delays; child development classes that provide interventions for four-year-old children to better prepare them for school; a full day five-year-old kindergarten program; academic assistance for students who need more instruction or re-teaching of the basic skills areas of language, mathematics, science and social studies; special education programs for all students who meet the criteria for the thirteen recognized areas of disability; an alternative learning center for middle and high school students who have displayed severe discipline problems; career and technology courses for high school students at their home school and through the Lexington Technology Center; LexOne, a virtual school sponsored by the District; foreign language instruction of Spanish, French or German in all elementary schools and expanded to include Latin in some middle schools; a partial immersion program in Spanish or French for kindergarten students at three elementary sites. In addition, Lexington County School District One continues to offer extensive professional development related to effective differentiation of instruction. Technology is infused into the instructional program in all schools (K-12).

The annual budget for the general fund serves as the foundation for the District's financial planning and control. All schools and departments of Lexington County School District One are required to submit requests for appropriation to the district's management by the last day of February each year. The District's management uses these requests as the starting point for developing a proposed budget. The District's management then presents this proposed budget to the Lexington County School District One Board of Trustees for study and review by April 30. The Board of Trustees is required to hold public hearings on the proposed budget and to adopt a final budget by no later than June 30, the close of the District's fiscal year. The appropriated budget is prepared by function (e.g., student instruction), object (e.g., supplies), school and department (e.g., Lexington High School). School principals may request transfers of appropriations within their school. Transfers of appropriations, however, require the special approval of the District's superintendent and must be reported to the District's Board of Trustees for their review and acceptance. Budget-to-actual comparisons are provided in this report for the general fund on page 37 as a part of the basic financial statements.

All funds of Lexington County School District One and its component units that are controlled by this governing body, and are considered to be the "reporting entity" are included in this report. The Lexington County School District No.1 Educational Foundation, Lexington One School Facilities, Corp. and Lexington School Facilities, Inc. are blended component units of the District's operations. Since these are major funds, data from these units are shown in separate columns in the financial statement of the District. The District does not have any primary units that are discretely presented. The Lexington County School District No. 1 Educational Foundation, Lexington One School Facilities, Corp. and Lexington School Facilities, Inc. are discussed further in the school district's MD&A.

### **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Lexington County School District One operates.

**Local economy.** The District currently enjoys a favorable economic environment and local indicators point to continued stability. Lexington County School District One's location within the Columbia Metropolitan Statistical Area (the "Columbia MSA"), which consists of Richland County and Lexington County, and which had a 2000 population of 538,271 (the Columbia MSA has recently been expanded to include Calhoun, Fairfield, Kershaw, and Saluda Counties effective June of 2003), is economically significant. As a suburban school district near the state's capital City of Columbia, the largest city in the state, Lexington County School District One serves as a key residential community on and around the shores of Lake Murray that continues to attract upscale residential housing and associated commercial development.

Lexington County School District One had a population in calendar year 2000 of 87,547, a 65 percent increase over the 1990 population of 52,941. The estimated population of the District as of June 30, 2007 was 111,767. As the population continues to increase, the economy of the community continues to change from one traditionally based on agriculture and manufacturing to an economy based upon retail business, service businesses, manufacturing and, to a lesser extent, agriculture.

Located within the county are a number of major manufacturing enterprises that help to provide a stable economy for Lexington County School District One. The larger enterprises include Michelin North America, Inc., UPS, US Foodservice, Honeywell International, Inc., Harsco Track Tech, Columbia Farms, Inc., Cooper Tools, Union Switch & Signal, Inc., Pirelli Cable & Systems North America, Solectron, SMI Steele-South Carolina, SMI Joist South Carolina, and others.

From 2000 through 2005 Lexington County attracted capital investments totaling approximately \$784,238,948 that added 5,231 new employment opportunities. Based on current projections, long-term economic growth is expected to continue in Lexington County and Lexington County School District One. During 2007, Wal-Mart and Target have either opened new or additional stores in the District. In March 2007, Solectron Corporation, a leading provider of electronics manufacturing and integrated supply chain services, announced plans to expand its manufacturing facility. ADC, a manufacturer of cable-intensive connectivity products that provides connections for wireline, wireless, cable, broadcast and enterprise networks around the world, plans to double the size of their facility which is located within the County and with this expansion bring new jobs to the County. Otis Spunkmeyer, Inc. has announced it will expand its current manufacturing operations located within the County by investing an estimated \$8 million in capital improvements and a building expansion of approximately 73,000 square feet to include floor space, shipping docks and freezers. The project is expected to bring from 72 to 97 new jobs to the region. SCANA Corporation (“SCANA”) has announced plans to construct its corporate headquarters in the County. SCANA will consolidate a number of locations it currently owns or leases around the Midlands. The SCANA campus will be comprised of three, 3-story buildings totaling 450,000 square feet. Construction of the facility is expected to begin late summer 2007 with completion in late 2009. Approximately 1,100 employees from various locations throughout the Columbia area will relocate to the new facilities. SCANA, a Fortune 500 company, is an energy based holding company principally engaged, through subsidiaries, in electric and natural gas utility operations and other energy-related business. This economic growth will continue to be under-girded by rapid residential growth and the demand for excellent educational services.

In 2004, the last year for which information was available, Lexington County’s per capita personal income was \$31,282, ranking it third among the 46 counties in the state in per capita personal income. The state per capita income for this same period was \$27,185, and in the United States was \$33,050. The unemployment rate for Lexington County for June, 2007 was 4.1 percent, the lowest in the state for that month. For fiscal year

2007, according to the South Carolina Employment Security Commission, Labor Market Information Division, the average unemployment rate in the county was 4.42 percent. The state and national unemployment rates for the same period were 6.17 percent and 4.54 percent, respectively. Lexington County's labor force has grown from 133,220 in June, 2006 to a labor force of 135,830 in June, 2007.

**Long-term financial planning.** By policy, the District must maintain not less than 7 percent of the total general fund budget as a fund balance from one fiscal year to the next. The District has maintained that balance for the 2006-2007 fiscal year at a rate of 10.8 percent.

The District has worked to educate its public about the ramifications of Act 388 ("Act 388") adopted by the South Carolina General Assembly in 2006. Beginning July 1, 2007, Act 388 will limit increases in the annual rate of millage levied for operational purposes by all political subdivisions in the state, including the District. The millage rate may increase only at a rate equal to the sum of the increases in the consumer price index, plus the rate of population growth of the District. The limitation can only be overridden by a two-thirds vote of the Board of Trustees in a single year due to certain, specific existing conditions of (1) a prior year deficit; (2) a catastrophic event; (3) compliance with a court order; (4) a significant taxpayer closure outside the control of the District equating to ten percent of more of the revenue payable to the District, or (5) compliance with state or federal regulations. The District retains fiscal autonomy, but is now limited to the restrictions above. Beginning with fiscal year 2007-2008, the District's taxpayers of owner-occupied real property will no longer pay property taxes, or *ad valorem* taxes, on the operating millage levied by the District. Pursuant to Act 388, an additional one-cent sales tax was imposed state-wide on June 1, 2007 in order to fund the property tax relief legislation of Act 388. For fiscal year 2007-2008, proceeds from this one-cent sales tax will be distributed to the school districts of the state based on the estimated amount of *ad valorem* taxes which would have otherwise been collected during the fiscal year for the owner-occupied property. Beginning in fiscal year 2008-2009 and continuing each year thereafter, the aggregate reimbursement to the state school districts will increase by an amount equal to the percentage increase in the previous year of the Consumer Price Index, Southeast Region, plus the percentage increase in the previous year state population as determined by the South Carolina State Budget and Control Board. The aggregate amount of the reimbursement increase in any year will be distributed among the school districts of the state proportionately based on each school district's weighted pupil units as a percentage of statewide pupil units.

The statutory changes as discussed above could have an impact on the District's operations to the extent that the cost to educate the students due to the rapid growth exceeds the growth rate of sales tax reimbursements from the state of South Carolina. In preparing for the fiscal challenges that Act 388 may create, the District has worked to build the general fund balance with conservative budgeting practices as well as conservative spending practices. The District's Board of Trustees moved to increase the millage rate for the 2006-2007 fiscal year by 15 mills and increased the 2007-2008

millage rate by 14.3 mills, the maximum allowable under Act 388, in order to prepare for the impact of the new law. The District anticipates that Act 388 will have a negative impact on growing districts statewide as it leaves no means to fund growth as discussed above.

As evidenced by the financial statements contained in this report, capital projects are one of the main areas of focus in financial planning. The District's oldest buildings were constructed in 1932, 1952, 1953, and 1957, and have undergone major renovations. Other facilities were constructed from 1974 through 2007. A complete listing of school sites with ages, square footage, capacity and enrollment can be found on Table 18 of the statistical section of this report on pages 165-169. In fiscal year 2002-2003, Lexington County School District One retained The Education Group, Inc., a private consulting firm, to complete a study of student growth and facility capacity within the district. After completion, that study was reviewed by a committee of approximately 55 citizens who recommended to the Lexington County School District One Board of Trustees a new five-year capital improvement plan for consideration. The plan, approved by the Board on February 17, 2004, called for a school bond referendum to help finance the construction of five new schools and renovations at all of the other schools in the District. Total projected cost of the plan from bond referendum funds was \$113,000,000 for new schools and classroom renovations and an additional \$5,000,000 for a new or renovated football stadiums at all four high schools. The plan, as recommended by the citizens committee, also recommended that a one-cent sales tax be approved as a credit against property taxes for citizens in Lexington County. Both the \$118,000,000 school bond question and the one-cent sales tax for property tax relief were included on the ballot in the November, 2004, General Election. The citizens of Lexington School District One approved the \$118,000,000 bond referendum with more than a two-thirds favorable vote. The one-cent sales tax to be credited against the property tax bills for citizens in Lexington County was also approved by an approximate two-thirds favorable vote. Currently, the credit from the one-cent sales tax is virtually paying for all debt service millage levied by the District.

The District has moved forward with the plan and the \$118,000,000 bond referendum and \$93,645,000 in installment revenue bonds financed through the District's constitutional debt limitation have been combined to provide funding for the District's five-year building plan projected to cost about \$212,000,000. Since the capital projects plan has commenced, additions and renovations at Lexington High School, Lexington Technology Center, and Oak Grove Elementary School have been completed. Pleasant Hill Elementary and Middle Schools opened in August, 2006 and Carolina Springs Elementary and Middle Schools opened in August, 2007. All stadium additions and renovations will be completed by the 2008-2009 fiscal year. Also, in fiscal year 2008-2009, two new elementary schools are planned for opening, one in the Pelion attendance area, Forts Pond Elementary and one in the Lexington attendance area, New Providence Elementary. New Providence Elementary was not included in the original building plan when the referendum was passed in 2004 and thus is being funded from a portion of the installment purchase revenue bonds issued by the District. Because of growth greater than projected in the Lexington attendance area, this elementary school was added by the

Lexington County School District One Board of Trustees. Each elementary school will be designed to accommodate approximately 700 students and each middle school approximately 1,000 students. Renovations to the District's older schools include improving safety in the schools, updating technology, providing adequate classroom space, painting, carpeting, H/VAC, electrical, roofing, paving, parking, furniture, and site improvements.

**Cash management policies and practices.** The District pursues an aggressive cash management program by expediting the receipt of revenues and prudently depositing and investing available cash balances. Cash temporarily idle during the year was invested in the South Carolina Local Government Investment Pool. The average yield on investments was 4.19 percent. The amount of interest earned for the general fund was \$1,875,104.

At the end of each business day, collected balances in the District's operating bank accounts are deposited into a SWEEP account. These funds are invested in securities according to state law and under the terms of an overnight repurchase agreement.

**Risk management.** Lexington County School District One is a member of the South Carolina School Boards Insurance Trust. The insurance trust, administered by The South Carolina School Boards Association for member school districts in South Carolina who wish to join, provides a comprehensive risk management program that includes loss analysis, safety programs, policy design and coverage premiums, and advice to participating school districts on general risk issues. Settled claims resulting from these risks have not exceeded coverages in any previous policy years.

**Pension and other post employment benefits.** Lexington County School District One employees may elect to participate in the South Carolina Retirement System, which is a division of the South Carolina State Budget and Control Board. The Retirement System administers five public pension plans of which four are defined contribution plans and one is a defined benefit plan. Currently, the majority of the District's employees are participants in the defined benefit plan.

The Retirement System's defined benefit plan offers retirement and disability benefits, cost of living adjustments, life insurance and survivor benefits. The plan's provisions are established under Title 9 of the South Carolina Code of Laws. Comprehensive Annual Financial reports containing financial statements and required supplementary information for the System are issued and publicly available by request from the South Carolina Retirement System, P.O. Box 11960, Columbia, SC 29211-1960.

## **Awards and Acknowledgements**

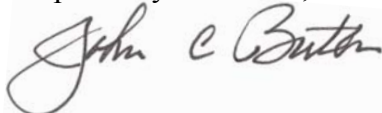
The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lexington County School District One for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2006. This was the twelfth consecutive year that the District has received this prestigious award. In order to be awarded a Certificate of Achievement, the District published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that the current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

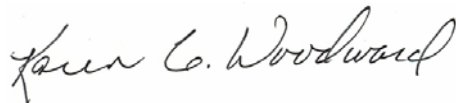
In addition, the District was also awarded The Association of School Business Officials International Certificate of Excellence in Financial Reporting for the comprehensive annual financial report for the fiscal year ended June 30, 2006. This award is the highest form of recognition in school financial reporting issued by the Association of School business Officials International (ASBO). We believe our current CAFR continues to meet the Certificate of Excellence in Financial Reporting program's requirements and we are submitting it to the ASBO to determine its eligibility for the award.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the Fiscal Services Department. We would like to express our appreciation to all members of the Department who assisted in the timely closing of the District's financial records and the preparation of this report. We also acknowledge and thank the other District departments for their assistance in the presentation and preparation of data for this report.

Respectfully submitted,



John C. Butler, C.P.A.  
Chief Financial Officer  
Fiscal Services



Karen C. Woodward, Ed.D.  
Superintendent

# Lexington One Board of Trustees



Albert "Bert" J. Dooley Jr.  
Chair



Hazel Porth Duell



G. Edwin Harmon, Ph.D.  
Vice Chair



Grady V. Harmon Jr.



D.F. "Frank" Shumpert III



Cynthia S. Smith  
Secretary



Dr. Diane Summers



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LIST OF PRINCIPAL OFFICIALS  
FOR THE YEAR ENDED JUNE 30, 2007**

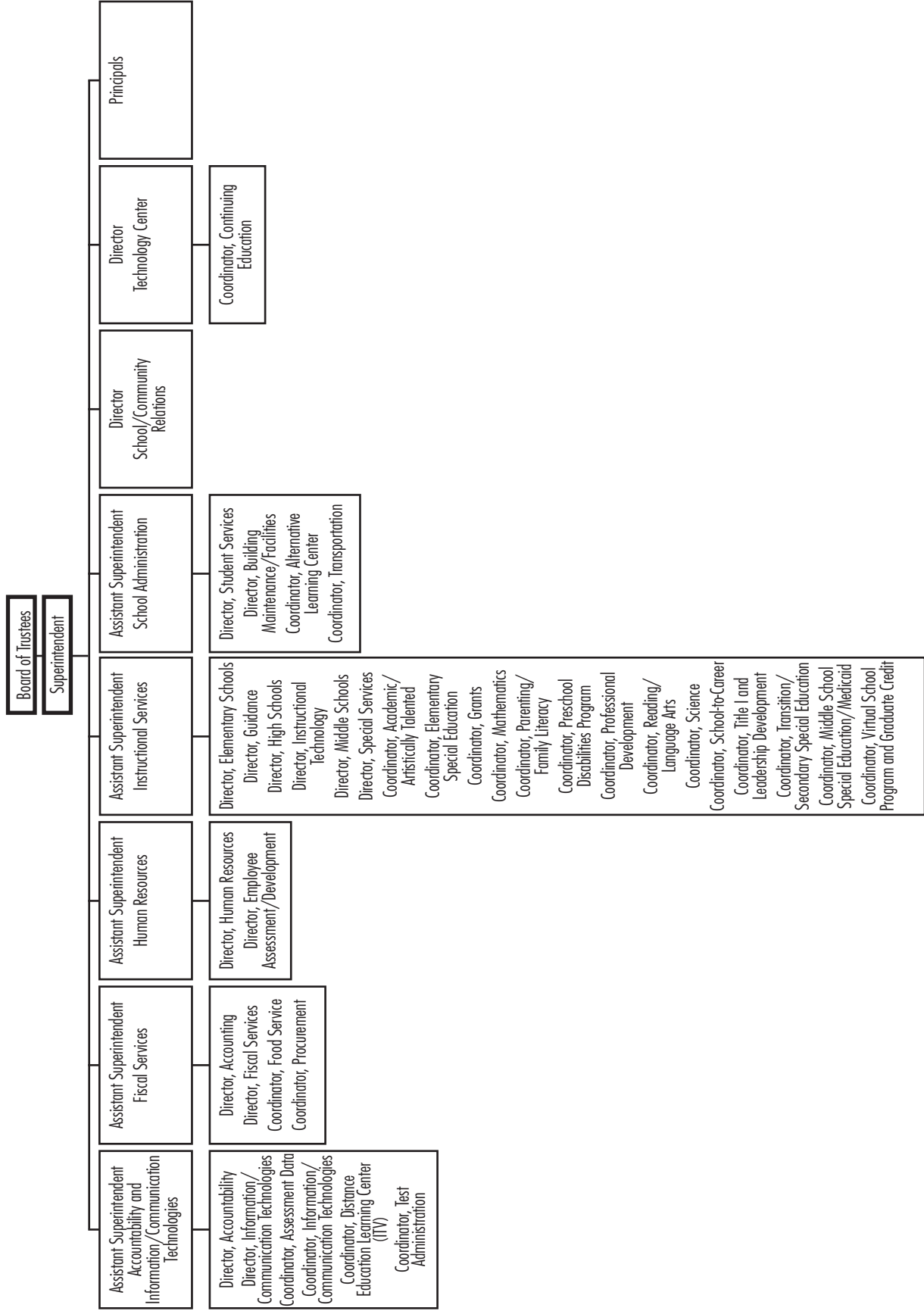
**Lexington County School District One Board of Trustees**

**Albert “Bert” J. Dooley, Jr., Chair**  
**G. Edwin Harmon, Ph.D, Vice-Chair**  
**Cynthia S. Smith, Secretary**  
**Hazel Porth Duell, Member**  
**Grady V. Harmon, Member**  
**D. F. “Frank” Shumpert, III, Member**  
**Diane E. Summers, M. D., Member**

**Lexington County School District One Senior Leadership Team**

**Karen C. Woodward, Ed.D., Superintendent**  
**Joe Bedenbaugh, Assistant Superintendent for Administration**  
**Joyce Carter, Assistant Superintendent for Instructional Services**  
**Karl E. Fulmer, Ed.D., Assistant Superintendent for Fiscal Services (retired 6/30/07)**  
**John C. Butler, C.P.A., Chief Financial Officer (effective 7/1/07)**  
**Jeffrey K. Platenberg, Assistant Superintendent for Accountability and  
Information/Communication Technologies**  
**Mary Beth Hill, Director of School Community Relations**  
**Mary Walker, Assistant Superintendent for Human Resources**

# Lexington County School District One Organizational Chart



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lexington County  
School District One  
South Carolina

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "Thomas J. Blain".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**

**For its Comprehensive Annual Financial Report (CAFR)**

For the Fiscal Year Ended June 30, 2006

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

# Financial



*— where caring people, academics,  
the arts and athletics connect —*

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BURKETT & BURKETT**  
Certified Public Accountants, P.A.

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RONALD H. BURKETT, CVA, CPA  
MAX L. CUMMINGS, JR., CPA  
HARVEY C. HEISE, CPA  
LARRY D. MONTAGUE, JR., CPA

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EXECUTIVE VICE PRESIDENT

**CPAs**

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DEVEN A. FOZDAR  
BRENDA HYATT-NEAL  
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ACCOUNTANTS

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**WEST COLUMBIA OFFICE**

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**OTHER OFFICES**

LEXINGTON  
ROCK HILL  
SUMTER

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Trustees  
Lexington County School District One  
Lexington, South Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of Lexington County School District One, as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of the Lexington County School District One, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 23, 2007, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and budgetary comparison information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America.

We have applied certain limited procedures, which consisted principally of inquiries management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and other schedules, listed in the table of contents as other supplementary information pages 72 thru 144 inclusive, are presented for the purpose of additional financial analysis and are not a required part of the basic financial statements. The introductory section, combining and individual non-major fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of Lexington County School District One. The combining and individual non-major fund financial statements and schedules, and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



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**Burkett Burkett & Burkett**  
Certified Public Accountants, P.A.  
West Columbia, South Carolina

November 23, 2007

**Lexington County School District One  
Management's Discussion and Analysis  
For the Year Ended June 30, 2007**

The management of Lexington County School District One presents to the readers of these financial statements this discussion and analysis of the District's financial activities for the fiscal year ended June 30, 2007. We encourage the reader to consider the information presented in this analysis in conjunction with additional information we have furnished in our letter of transmittal, in the financial statements and in the notes to these statements to enhance their understanding of the District's financial performance.

**FINANCIAL HIGHLIGHTS**

- The assets of the Lexington County School District One exceeded its liabilities by \$127,774,981 at June 30, 2007. The assets for the District's governmental activities exceeded liabilities by \$123,706,400. Of this amount, \$9,673,086 may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$2,871,729 which is mainly attributable to a decrease in outstanding debt and an increase in tax revenues.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$97,809,290, a decrease of \$59,626,587. Of this amount \$16,309,909 is available for spending at the government's discretion.
- At the end of the current fiscal year, the general fund unreserved fund balance was \$16,051,219, or 11.54 percent of total general fund expenditures. The fund balance grew by \$3,703,002 or 30 percent, which was due to an increase in millage, increased interest earnings, increased state revenue and conservative spending.
- The District's governmental funds reported total revenues of \$196,337,589 and total expenditures of \$257,613,477. Of these amounts the District's general fund reported revenues of \$144,099,139 and expenditures of \$139,134,416. The District also reported transfers to and from other funds. For the general fund, \$4,113,552 was transferred in from other funds and \$5,379,633 was transferred out to other funds.
- The District's total net capital assets increased by \$50,805,333. This can be attributed to the continuing construction and renovations projects at various sites in the District. A full discussion of these projects can be found in the Capital Assets section of this analysis.
- The District sold \$1,910,000 in General Obligation Bonds for the purpose of providing funds to pay the annual principal and interest payment for the Installment Purchase Revenue Bonds due during the fiscal year.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to Lexington County School District One's basic financial statements, which consist of three parts -- *government-wide financial statements, fund financial statements, and notes to the financial statements.*



This report also contains other supplementary information in addition to the basic financial statements.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the District's overall financial status, in a manner similar to a private-sector business. This includes two kinds of statements, the Statement of Net Assets and the Statement of Activities, which are described below.

The *Statement of Net Assets* presents information on all the District's assets and liabilities, with the difference reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include instruction, support services, community services and intergovernmental activities. The District's food service operation is reported as a business-type activity.

The government-wide financial statements include not only the District itself (known as the primary government), but also component units. The component units include Lexington County School District No. 1 Educational Foundation, Lexington School Facilities, Inc. (LSF, Inc.) and Lexington One School Facilities, Corp. (LOSF, Corp). All three are not-for-profit corporations for which the District is financially accountable. All three are considered "blended" component units and are reported as governmental activities of the district.

The government-wide financial statements can be found on pages 31-32 of this report.

**Fund financial statements.** The remaining basic financial statements are fund financial statements that focus on individual parts of the District, reporting the District's operations in more detail than the government-wide statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

The District maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, special projects fund, EIA fund, debt service fund - District, debt service fund – LOSF, Corp., capital projects fund – District and capital projects fund – LOSF, Corp., all of which are considered to be major funds. Information is also presented for the debt service fund – LSF, Inc., also a major fund, in the statement of revenues, expenditures, and changes in fund balances, but not in the governmental fund balance sheet since there was no beginning or ending assets, liabilities or fund balance to present. The District accounts for the Lexington County School District No. 1 Educational Foundation. This is considered a permanent fund and is a nonmajor fund. The individual fund data for it are provided in a separate column. The basic governmental fund financial statements can be found on pages 33-36 of this report.

The District adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

**Proprietary fund.** The District maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses an enterprise fund to account for its food service operation. The proprietary fund provides the same type of information as the government-wide financial statements, only in more detail; therefore, the proprietary fund financial statements provide more detailed information for the food service operation, which is considered a major fund of the District. The basic proprietary fund financial statements can be found on pages 38-41 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The District is the trustee, or fiduciary, for the pupil activity of the

schools and accounts for this activity in an agency fund. The basic fiduciary fund financial statements can be found on page 42 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 43-69.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplemental information that further supports the financial statements with a comparison of the District's budget for the year and other supplementary information schedules required either by the State Department of Education, the certificate of achievement program of the Government Finance Officer's Association, or the certificate of excellence program of the Association of School Business Officials.

## **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$127,774,981 at June 30, 2007. The increase in net assets over the previous year was \$2,871,729. The District retired long-term debt in the amount of \$15,130,000, yet only issued \$1,910,000 in long-term debt. Also, the District's total governmental revenues increased due to an increase in tax revenues in the general fund and debt service fund of \$9,445,835 or 12 percent over the previous fiscal year's tax revenues. This accounted for approximately 50 percent of the growth in total governmental revenues from the previous year. The increase can also be attributed to an increase in general fund interest earnings of 36 percent over the previous fiscal year due to a larger cash balance and strong interest rates. Also, state funding increased in all governmental funds by 5.5 percent over the previous year. State funding for the most part is directly correlated with student enrollment which was larger than expected for the year as well as the District being one of the fastest growing school districts in the state. The state funding for homestead exemptions also increased over the previous fiscal year.

Also, at the end of the current fiscal year, the District is able to report positive balances in all categories of net assets. This is true for both net assets for governmental activities and business-type activities.

As follows, Table I provides a summary of the District's net assets for fiscal years 2006 and 2007 and Table II shows the changes in net assets for fiscal years 2006 and 2007.

**Table I**  
**Lexington County School District One**  
**Condensed Statement of Net Assets**

	Fiscal Year 2007			Fiscal Year 2006		
	Governmental Activities	Business- type Activities	Total	Governmental Activities	Business- type Activities	Total
<b>Assets</b>						
Current and other assets	\$ 133,942,452	\$ 3,478,561	\$ 137,421,013	\$ 189,665,271	\$ 3,505,572	\$ 193,170,843
Capital Assets	292,338,406	1,171,848	293,510,254	241,820,720	884,201	242,704,921
Total assets	426,280,858	4,650,409	430,931,267	431,485,991	4,389,773	435,875,764
<b>Liabilities</b>						
Long-term liabilities	262,789,547	-	262,789,547	274,171,294	-	274,171,294
Other liabilities	39,784,911	581,828	40,366,739	36,277,528	523,690	36,801,218
Total liabilities	302,574,458	581,828	303,156,286	310,448,822	523,690	310,972,512
<b>Net Assets</b>						
Invested in capital assets,						
net of related debt	45,768,406	1,171,848	46,940,254	112,247,430	884,201	113,131,631
Restricted	68,264,908	-	68,264,908	7,737,934	-	7,737,934
Unrealized Holding Loss	-	-	-	(9,441)	-	(9,441)
Unrestricted	9,673,086	2,896,733	12,569,819	1,061,246	2,981,882	4,043,128
Total net assets	\$ 123,706,400	\$ 4,068,581	\$ 127,774,981	\$ 121,037,169	\$ 3,866,083	\$ 124,903,252

**Table II**  
**Lexington County School District One**  
**Change in Net Assets**

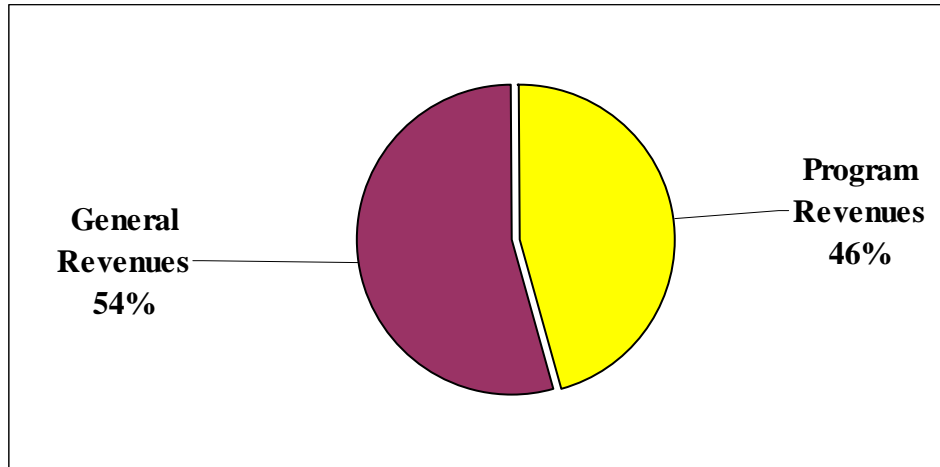
	Fiscal Year 2007			Fiscal Year 2006		
	Governmental Activities	Business- type Activities	Total	Governmental Activities	Business- type Activities	Total
<b>Revenues</b>						
Program Revenues:						
Charges for services	\$ 1,044,075	\$5,585,450	\$ 6,629,525	\$ 593,003	\$4,900,080	\$ 5,493,083
Operating grants & contributions	88,520,752	3,098,130	91,618,882	83,722,589	3,241,301	86,963,890
General Revenues:						
Property taxes	86,060,188	-	86,060,188	77,498,370	-	77,498,370
Federal & state aid	12,026,349	-	12,026,349	11,667,171	-	11,667,171
Other	9,128,480	9,172	9,137,652	4,433,544	7,484	4,441,028
<b>Total Revenues</b>	<b>196,779,844</b>	<b>8,692,752</b>	<b>205,472,596</b>	<b>177,914,677</b>	<b>8,148,865</b>	<b>186,063,542</b>
<b>Expenses</b>						
Instruction	121,063,875	-	121,063,875	90,651,437	-	90,651,437
Support Services	60,772,336	-	60,772,336	49,494,561	-	49,494,561
Community Services	296,211	-	296,211	226,864	-	226,864
Intergovernmental	77,854	-	77,854	80,953	-	80,953
Interest & other charges	11,597,433	-	11,597,433	8,774,520	-	8,774,520
Food Service	-	8,793,158	8,793,158	-	7,465,421	7,465,421
<b>Total Expenses</b>	<b>193,807,709</b>	<b>8,793,158</b>	<b>202,600,867</b>	<b>149,228,335</b>	<b>7,465,421</b>	<b>156,693,756</b>
Increase in net assets before transfers	2,972,135	(100,406)	2,871,729	28,686,342	683,444	29,369,786
Transfers	(302,904)	302,904	-	(564,980)	564,980	-
Increase in net assets	2,669,231	202,498	2,871,729	28,121,362	1,248,424	29,369,786
Net Assets, July 1	121,037,169	3,866,083	124,903,252	92,925,248	2,617,659	95,542,907
Accumulated Other Comprehensive Income	-	-	-	(9,441)	-	(9,441)
<b>Net Assets, June 30</b>	<b>\$123,706,400</b>	<b>\$4,068,581</b>	<b>\$ 127,774,981</b>	<b>\$ 121,037,169</b>	<b>\$3,866,083</b>	<b>\$124,903,252</b>

The District's expenses are primarily for instruction and support services that account for 63 percent and 31 percent of total governmental activities expenses, respectively. The instructional expenses predominantly account for salaries and benefits for teachers and instructional assistants. Support services expenses are mainly building renovations and additions, maintenance, utilities and pupil transportation salaries, benefits, contractual services and supplies.

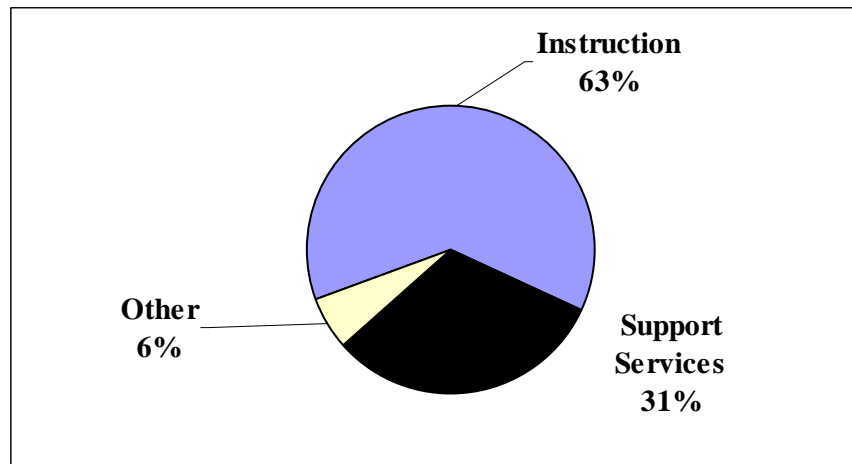
**Governmental activities.** Governmental activities increased the District's net assets by 2.2 percent. Property taxes increased during the fiscal year due to an increase in assessed value as well as an increase in general operating millage of 15 mills. The increase in assessed

value and millage resulted in an increase of \$9,445,835 or 12 percent in property tax revenues for the general fund and debt service fund over the prior fiscal year. Tables III and IV that follow illustrate the District's Revenues by Source and Expenses by Function for fiscal year 2007.

**Table III**  
**Revenues by Source**  
**Governmental Activities**



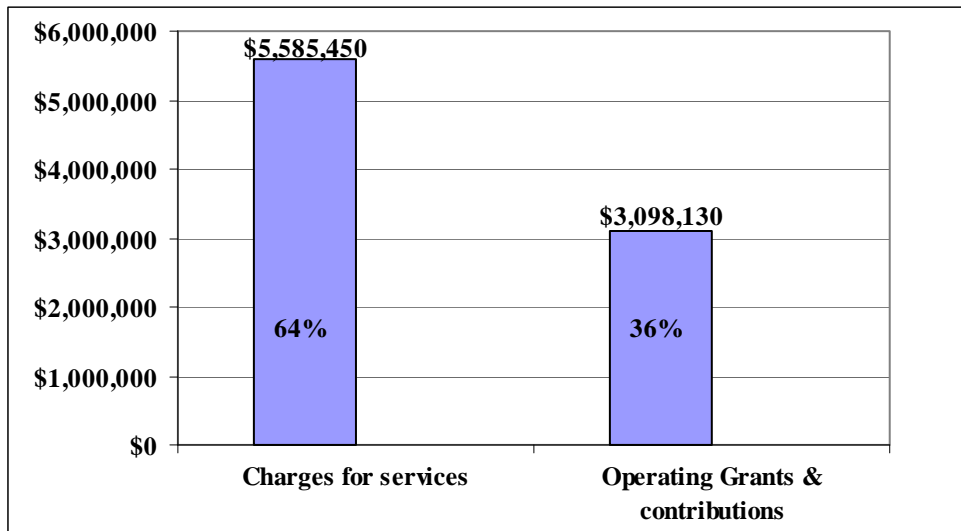
**Table IV**  
**Program Expenses by Function**  
**Governmental Activities**



**Business-type activities.** Business-type activities increased the District's net assets by \$202,498, or a 5.2 percent increase in the net assets for business-type activities. This is a result of an increase in student participation in the District's food service operation,

especially special sales to pupil. The District’s food service operation is the only business-type activity for the District. This operation receives no support from local tax revenues. Table V illustrates the program revenues by source for the food service operation.

**Table V**  
**Business-type Activities**  
**Program Revenues by Source**



**Overall Analysis.** Lexington County School District One continues to be one of the fastest growing school districts in the state of South Carolina which directly impacts the amount of state funding the District receives. The District’s tax base continued to grow. However, with the enactment of the South Carolina state law Act 388, the District increased millage in preparation for the impact of Act 388. Discussion of this law is discussed in more detail in the Letter of Transmittal found on pages 1-9 of this report. The District continues to administer conservative budgeting practices and to address the needs of the growing student population by continually focusing on capital improvements plan and technology integration. With regards to the business-type activities, the District’s Food Service program continues to improve participation with innovative marketing and creative point of sale techniques. The net assets of the district increased by \$2,871,729 or 2.3%. Therefore, the District’s overall financial position has improved for the 2007 fiscal year.

**FINANCIAL ANALYSIS OF THE GOVERNMENT’S FUNDS**

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

**Governmental Funds.** The analysis of governmental funds serves the purpose of looking at what resources came into the funds, how they were spent and what is available for future expenditures. Such information is useful in assessing the District’s financing requirements.

In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2007, the District's governmental funds reported a combined ending fund balance of \$97,809,290. The general fund is the chief operating fund of the District. At the end of the current fiscal year, total fund balance was \$16,051,219. The entire fund balance for the general fund was unreserved. The fund balance represents 11.54 percent of total general fund expenditures.

The fund balance of the District's general fund increased by \$3,703,002 during the 2007 fiscal year. The key factors in this growth included:

- The District's general fund tax revenues increased \$7,308,921 over the previous fiscal year due to an increase in operating millage. Interest earnings were 107 percent greater than budgeted due to a larger cash reserve and strong interest rates. Overall, actual local revenue was \$1,543,475 greater than budgeted.
- The District received state revenues of \$2,950,372 more than budgeted. Since state funding in the general fund is mostly correlated with student enrollment, the District's revenues were higher than anticipated as actual enrollment was 301 students greater than projected.
- District continued to be conservative in spending as evidenced by actual expenditures being less than budgeted by \$3,548,662.

The debt service fund-District had a total fund balance of \$10,140,592 all of which is reserved for the payment of debt service. The debt service tax revenues grew by \$2,136,914 or 12 percent from the previous fiscal year due to the implementation of a penny sales tax to offset debt service taxes. The District only received a half year of the penny sales tax offset revenue in the previous year as it was not in effect for the full year. The 2007 fiscal year revenues for other taxes represent a full year of receipts.

The debt service fund-LOSF, Corp. had a total fund balance of \$3,867,816 all of which is reserved for payment of debt service related to the installment purchase revenue bonds.

The capital projects fund-District had a total fund balance of \$18,842,612 at June 30, 2007. The district's capital projects fund balance decreased by \$28,531,969 from June 30, 2006. As there was no debt issued for capital projects in the current year, fund balance was drawn on to fund expenditures. The expenditures for the fiscal year totaled \$31,153,534.

The capital projects fund-LOSF, Corp. had a total fund balance of \$48,405,413. In the 2006 fiscal year, the District issued \$93,645,000 in installment purchase revenue bonds to finance several of the projects which are part of the District's capital projects plan. There were no additional installment purchase revenue bonds issued in the current fiscal year. Therefore, the fund balance was drawn on to fund those capital expenditures, thus decreasing the fund balance by \$36,373,178.

**Proprietary fund.** The District's only proprietary fund is the Food Service Fund. This program had increased net assets of \$202,498 for the fiscal year ended June 30, 2007. The District experienced an increase in food sales to students, especially special sales. This is



due to the food service staff implementing creative marketing techniques to encourage students to eat in their respective school cafeterias, thus increasing participation.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

The District's general fund budget is prepared according to South Carolina law. The District did not amend the general fund budget for increases or decreases in total budget. The District made minor categorical budget amendments during the year to ensure that expenditures were charged to the proper account codes as required by the South Carolina Department of Education.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets.** The District's investment in capital assets at June 30, 2007 was \$292,338,406 net of accumulated depreciation. This investment in assets includes land, buildings, improvements other than buildings, construction in progress, and equipment. The total increase was \$50,517,686. The District is currently implementing its five year district-wide capital improvements plan with a projected cost of approximately \$212,000,000. Therefore, this fiscal year's increase can be attributed to the purchase of land, the additions and renovations projects and gym and auditorium project at Lexington High School, Oak Grove Elementary School, Pelion Middle School, Red Bank Elementary, Lexington Middle School, Pelion Elementary School, and Gilbert Elementary School, as well as the new buildings for the new Carolina Springs Elementary and Middle Schools which opened in August 2007. Construction also began on two new elementary schools in the Lexington and Pelion attendance area, New Providence Elementary School and Fords Pond Elementary School, respectively. These two schools are scheduled to open in August 2008. Construction of the White Knoll High and Pelion High School stadiums began during the fiscal year and preliminary design and construction work for the stadium projects of Gilbert and Lexington High School also were underway during the fiscal year.

Table VI shows the District's capital assets, net of accumulated depreciation, as of June 30, 2006 and 2007:

**Table VI**  
**Capital Assets, net of accumulated depreciation**

	Governmental Activities		Business-type Activities		Total	
	FY 2007	FY 2006	FY 2007	FY 2006	FY 2007	FY 2006
Land	\$ 9,082,739	\$ 8,343,160	\$ -	\$ -	\$ 9,082,739	\$ 8,343,160
Buildings	207,893,930	144,021,004	-	-	207,893,930	144,021,004
Improvements	980,888	1,058,735	-	-	980,888	1,058,735
Equipment	4,444,626	4,122,954	1,171,848	884,201	5,616,474	5,007,155
Construction in progress	69,936,223	84,274,867	-	-	69,936,223	84,274,867
<b>Total</b>	<b>\$ 292,338,406</b>	<b>\$ 241,820,720</b>	<b>\$ 1,171,848</b>	<b>\$ 884,201</b>	<b>\$ 293,510,254</b>	<b>\$ 242,704,921</b>

Additional information on the District's capital assets can be found in Note VI on pages 57-58 of this report.

**Long-term debt.** At June 30, 2007, the District had total general obligation debt outstanding of \$141,705,000. This is a decrease of \$9,150,000 or 6.07 percent from the prior fiscal year. The general obligation bonds of the District's debt are backed by the full faith and credit of the District. The District also had total Certificates of Participation outstanding of \$11,220,000. This is a decrease of \$4,070,000 or 26.62 percent from the prior fiscal year. The District also shows outstanding debt of \$93,645,000 for the Installment Purchase Revenue Bonds. The District will annually sell general obligation bonds to make the installment payments on the LOSF, Corp. debt. Table VII outlines the District's General Obligation Debt, Outstanding Certificates of Participation and Installment Purchase Revenue Bonds as of June 30, 2006 and 2007:

**Table VII**  
**Outstanding Debt**

	Governmental Activities		Increase (Decrease)	
	2007	2006	Total	Percent
General Obligation Bonds	\$ 141,705,000	\$ 150,855,000	\$ (9,150,000)	-6.07%
Certificates of Participation	11,220,000	15,290,000	(4,070,000)	26.62%
Installment Purchase Bonds	93,645,000	93,645,000	-	N/A
<b>Total</b>	<b>\$ 246,570,000</b>	<b>\$ 259,790,000</b>	<b>\$ (13,220,000)</b>	<b>-5.09%</b>

State law limits the amount of general obligation debt a school district may issue to 8 percent of its total assessed valuation. However, the District is allowed by the law to exceed the legal debt limit of 8 percent if the citizens of the District approve such additional debt through a district-wide referendum. The 8 percent debt limit for the District at June 30, 2007

was \$28,402,630. Of that amount, \$8,445,000 has been issued leaving a legal debt margin of \$19,957,630.

The remaining general obligation debt outstanding represents debt authorized by a \$61,000,000 bond referendum approved by the voters on May 3, 1997 and an \$118,000,000 bond referendum approved by voters on November 2, 2004.

During fiscal year 2007 the district issued Series 2006 \$1,910,000 General Obligation Bonds for the purpose of providing funds to pay the acquisition price payments of the fiscal year 2007 Installment Purchase Revenue Bonds due.

Additional information on the District's long-term debt can be found in note IX on pages 63-66 of this report.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS**

The average unemployment rate for Lexington County was 4.42 percent for the fiscal year ended June 30, 2007. The unemployment rate for June 2007 was 4.1 percent versus 5.1 percent for June 2006. Lexington County consistently has one of the lowest unemployment rates in the state of South Carolina. The average unemployment rate for the state and nation over the same fiscal year was 6.17 percent and 4.54 percent, respectively.

The District's general fund budget for fiscal year 2008 was approved by the Board of Trustees in June 2007. This budget was approved for \$161,283,379, an increase of \$13,113,301 or 8.9 percent, from the previous year.

## **CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, and other interested parties with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of Fiscal Services, Lexington County School District One, P. O. Box 1869, Lexington, South Carolina 29071. In addition, this financial report may be found on the District's website at <http://www.lexington1.net>.

# **BASIC FINANCIAL STATEMENTS**

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**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON SOUTH CAROLINA**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2007**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b><u>ASSETS</u></b>			
Cash and cash equivalents	\$ 2,545,769	\$ 58,321	\$ 2,604,090
Cash and Investments held by County Treasurer	9,836,810		9,836,810
Investments			
Unrestricted	31,010,256		31,010,256
Restricted	82,117,741		82,117,741
Accounts Receivable	129,731	10,053	139,784
Taxes Receivable	1,231,766		1,231,766
Interest Receivable on Investment	17,783		17,783
Prepaid Items	163,959		163,959
Inventories		224,874	224,874
Due from County Government	1,234,950		1,234,950
Due from Other Local Agencies	127,314		127,314
Due from State Dept. of Education	308,752		308,752
Due from Other State Agencies	91,298		91,298
Due from Federal Government	7,134,198		7,134,198
Internal Balances	(3,185,313)	3,185,313	-
Unamortized Bond Issuance Cost	1,177,438		1,177,438
Capital Assets:			
Land	9,082,739		9,082,739
Construction in Progress	69,936,223		69,936,223
Buildings	252,879,419		252,879,419
Improvements	1,855,036		1,855,036
Furniture and equipment	8,719,958	3,136,910	11,856,868
Less: Accumulated Depreciation	(50,134,969)	(1,965,062)	(52,100,031)
Total Capital Assets, Net of Depreciation	292,338,406	1,171,848	293,510,254
<b>TOTAL ASSETS</b>	<b>426,280,858</b>	<b>4,650,409</b>	<b>430,931,267</b>
<b><u>LIABILITIES</u></b>			
Accounts Payable	1,008,500	545	1,009,045
Payroll Withholdings	697,985		697,985
Accrued Salaries & Benefits	17,574,308	535,927	18,110,235
Unamortized Bond Premium, Net	4,789,562		4,789,562
Construction Contracts Payable	7,656,399		7,656,399
Construction Retainage Payable	2,651,811		2,651,811
Accrued Interest Payable	2,926,263		2,926,263
Due to Other Local Agencies	74,522		74,522
Due to State Dept. of Education	9,787		9,787
Unearned Revenue	2,395,774	45,356	2,441,130
Noncurrent Liabilities			
Due within One Year	15,943,925		15,943,925
Due in more than One Year	246,845,622		246,845,622
<b>Total Liabilities</b>	<b>302,574,458</b>	<b>581,828</b>	<b>303,156,286</b>
<b><u>NET ASSETS</u></b>			
Invested in capital assets, net of related debt	45,768,406	1,171,848	46,940,254
Restricted for:			
Endowment	242,948		242,948
Debt service	11,082,145		11,082,145
Capital projects	56,939,815		56,939,815
Unrestricted	9,673,086	2,896,733	12,569,819
<b>Total Net Assets</b>	<b>\$ 123,706,400</b>	<b>\$ 4,068,581</b>	<b>\$ 127,774,981</b>

The accompanying notes to financial statements are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2007**

Functions/Programs	Program Revenues			Net Revenue (Expense) and Changes in Net Assets		
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities	Primary Government Business-type Activities	Total
<b>Primary government:</b>						
Governmental activities:						
Instruction	\$ 121,063,875	\$ 93,210	\$ 76,866,941	\$ (44,103,724)	\$	\$ (44,103,724)
Support services	60,772,336	225,915	11,653,811	(48,892,610)		(48,892,610)
Community services	296,211	218,618		(77,593)		(77,593)
Intergovernmental	77,854	506,332		428,478		428,478
Interest and other charges	11,597,433			(11,597,433)		(11,597,433)
<b>Total governmental activities</b>	<b>193,807,709</b>	<b>1,044,075</b>	<b>88,520,752</b>	<b>(104,242,882)</b>		<b>(104,242,882)</b>
Business-type activities:						
Food service	8,793,158	5,585,450	3,098,130		(109,578)	(109,578)
<b>Total business-type activities</b>	<b>8,793,158</b>	<b>5,585,450</b>	<b>3,098,130</b>		<b>(109,578)</b>	<b>(109,578)</b>
<b>Total primary government</b>	<b>\$ 202,600,867</b>	<b>\$ 6,629,525</b>	<b>\$ 91,618,882</b>	<b>\$ (104,242,882)</b>	<b>\$ (109,578)</b>	<b>\$ (104,352,460)</b>
<b>General Revenues:</b>						
Property Taxes Levied for:						
General Purposes				\$ 65,932,124	\$	\$ 65,932,124
Debt Service				20,128,064		20,128,064
Federal and State Aid Not Restricted for Specific Purposes				12,026,349		12,026,349
Unrestricted Investment Earnings				8,572,444	9,172	8,581,616
Miscellaneous Revenue				556,036		556,036
Transfers				(302,904)	302,904	-
Total General Revenues and Transfers				106,912,113	312,076	107,224,189
Change in Net Assets				2,669,231	202,498	2,871,729
Net Assets, Beginning of Year				121,037,169	3,866,083	124,903,252
Net Assets, End of Year				\$ 123,706,400	\$ 4,068,581	\$ 127,774,981

The accompanying notes to financial statements are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2007**

	General	Special Revenue Special Projects	Special Revenue EIA	Debt Service - District	Debt Service - LOSF, Corp.	Capital Projects - District	Capital Projects - LOSF, Corp.	Permanent Fund	Total Governmental Funds
<b>ASSETS</b>									
Cash and cash equivalents	\$ 2,419,375	\$	\$	\$ 9,836,810	\$	\$	\$	\$ 126,394	\$ 2,545,769
Cash and Investments held by County Treasurer									9,836,810
Investments									
Unrestricted	31,010,256								31,010,256
Restricted									82,117,741
Accounts Receivable	121,712	1,118	104	2,266	7,249,357	18,898,701	55,580,833	388,850	129,731
Taxes Receivable	466,756			765,010				4,531	1,231,766
Interest Receivable	2,283				15,500				17,783
Prepaid Items	163,959								163,959
Due from County Government	1,234,950								1,234,950
Due from Local Agencies	26,459								127,314
Due from State Dept of Education	258,865	100,855	18,583						308,752
Due from Other State Agencies		31,304							91,298
Due from Federal Government		91,298							7,134,198
Due from Other Funds		7,134,198							20,837,482
<b>TOTAL ASSETS</b>	<b>\$ 45,937,046</b>	<b>\$ 7,358,773</b>	<b>\$ 2,057,425</b>	<b>\$ 10,719,439</b>	<b>\$ 7,264,857</b>	<b>\$ 23,952,620</b>	<b>\$ 58,977,874</b>	<b>\$ 519,775</b>	<b>\$ 156,787,809</b>
<b>LIABILITIES</b>									
Accounts Payable	\$ 696,446	\$ 19,663	\$ 55,374	\$	\$	\$ 118,907	\$ 99,973	\$ 18,137	\$ 1,008,500
Payroll Withholdings	697,985								697,985
Accrued Salaries & Benefits	15,701,937	1,051,933	820,438						17,574,308
Construction Contracts Payable						3,642,042	4,014,357		7,656,399
Construction Retainage Payable						1,349,059	1,302,752		2,651,811
Due to Other Funds	10,393,323	5,077,052	9,787		3,397,041		5,155,379		24,022,795
Due to State Dept. of Education									9,787
Due to Other Local Agencies	88,345	74,522							74,522
Unearned Revenue	2,307,791	1,135,603	1,171,826	578,847					2,395,774
Deferred Property Taxes									2,886,638
<b>TOTAL LIABILITIES</b>	<b>\$ 29,885,827</b>	<b>\$ 7,358,773</b>	<b>\$ 2,057,425</b>	<b>\$ 578,847</b>	<b>\$ 3,397,041</b>	<b>\$ 5,110,008</b>	<b>\$ 10,572,461</b>	<b>\$ 18,137</b>	<b>\$ 58,978,519</b>
<b>FUND BALANCES</b>									
Reserved for:									
Endowment									242,948
Debt Service				10,140,592	3,867,816	18,842,612	48,405,413	258,690	14,008,408
Capital Projects									67,248,025
Unreserved	16,051,219	-	-	10,140,592	3,867,816	18,842,612	48,405,413	501,638	16,309,909
<b>TOTAL FUND BALANCES</b>	<b>\$ 16,051,219</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 10,140,592</b>	<b>\$ 3,867,816</b>	<b>\$ 18,842,612</b>	<b>\$ 48,405,413</b>	<b>\$ 501,638</b>	<b>\$ 97,809,290</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 45,937,046</b>	<b>\$ 7,358,773</b>	<b>\$ 2,057,425</b>	<b>\$ 10,719,439</b>	<b>\$ 7,264,857</b>	<b>\$ 23,952,620</b>	<b>\$ 58,977,874</b>	<b>\$ 519,775</b>	<b>\$ 156,787,809</b>

(Continued)

The accompanying notes to financial statements are an integral part of this exhibit.



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2007**

Total Fund Balances - Governmental Funds	\$	97,809,290
<p>Amounts reported for governmental activities in the statement of net assets are different because of the following:</p>		
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of assets is \$ 342,473,375 and accumulated depreciation is \$ 50,134,969.		292,338,406
Property Taxes Receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the governmental funds.		
Deferred Property Taxes at year-end consist of:		
General Fund	\$	2,307,791
Debt Service Fund		<u>578,847</u>
		2,886,638
Accrued interest on bonds payable in governmental funds is not due and payable in the current period and is, therefore, not reported as a liability in the funds.		(2,926,263)
Deferred charges are not reported in the funds because they are not current financial resources, but they are reported in the statement of net assets. Deferred charges of \$ 1,808,351 have been amortized by \$ 630,913.		1,177,438
Unearned bond premiums are deferred in the statement of net assets. The premiums of \$ 5,589,671 have been amortized by \$ 800,109.		(4,789,562)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Long-term liabilities at year-end consist of:		
G O Bonds Payable		141,705,000
Installment Revenue Bonds Payable		93,645,000
Certificates of Participation Payable		11,220,000
Accrued Compensated Absences		<u>16,219,547</u>
		(262,789,547)
Total Net Assets - Governmental Funds	\$	<u><u>123,706,400</u></u>

The accompanying notes to financial statements are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2007**

	General	Special Revenue Special Projects	Special Revenue EIA	Debt Service - District	Debt Service - LSF, Inc.	Debt Service - LOSF, Corp.	Capital Projects - District	Capital Projects - LOSF, Corp.	Permanent Fund	Total Governmental Funds
<b>REVENUES</b>										
Local Sources	\$ 68,637,936	\$ 675,448	\$	\$ 20,678,589	\$	\$ 375,908	\$ 1,798,075	\$ 4,249,462	\$ 283,140	\$ 96,698,558
Intergovernmental		151,695								151,695
State Sources	75,461,203	1,959,264	12,833,544	780,246			263,256			91,297,513
Federal Sources		8,189,823								8,189,823
<b>TOTAL REVENUES</b>	<b>144,099,139</b>	<b>10,976,230</b>	<b>12,833,544</b>	<b>21,458,835</b>	<b>-</b>	<b>375,908</b>	<b>2,061,331</b>	<b>4,249,462</b>	<b>283,140</b>	<b>196,337,589</b>
<b>EXPENDITURES</b>										
Current:										
Instruction	88,226,042	7,371,057	7,738,430	11,060,000	4,070,000					103,335,529
Support services	50,602,364	3,170,381	1,090,143	6,391,121	573,500					54,862,888
Community services		48,353		42,949	2,000				247,858	296,211
Intergovernmental		77,854								77,854
Debt service										
Principal										
Interest				11,060,000	4,070,000					15,130,000
Other Objects (Fees for Servicing Bonds)				6,391,121	573,500					11,707,384
Capital outlay	306,010	67,543		42,949	2,000		31,153,534	40,622,640		72,149,727
<b>TOTAL EXPENDITURES</b>	<b>139,134,416</b>	<b>10,735,188</b>	<b>8,828,573</b>	<b>17,494,070</b>	<b>4,645,500</b>	<b>4,751,698</b>	<b>31,153,534</b>	<b>40,622,640</b>	<b>247,858</b>	<b>257,613,477</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>4,964,723</b>	<b>241,042</b>	<b>4,004,971</b>	<b>3,964,765</b>	<b>(4,645,500)</b>	<b>(4,375,790)</b>	<b>(29,092,203)</b>	<b>(36,373,178)</b>	<b>35,282</b>	<b>(61,275,888)</b>
<b>OTHER FINANCING SOURCES (USES)</b>										
Gain on Sale of Investments									37,845	37,845
Sale of Fixed Assets	4,360			1,910,000						4,360
Issuance of General Obligation Bonds										1,910,000
Transfers:										
Transfers from other funds	4,113,552	34,555			4,645,500	1,866,284	560,234			11,220,125
Transfers to other funds	(5,379,633)	(275,597)	(4,004,971)	(1,862,828)						(11,523,029)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(1,261,721)</b>	<b>(241,042)</b>	<b>(4,004,971)</b>	<b>47,172</b>	<b>4,645,500</b>	<b>1,866,284</b>	<b>560,234</b>	<b>-</b>	<b>37,845</b>	<b>1,649,301</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>3,703,002</b>	<b>-</b>	<b>-</b>	<b>4,011,937</b>	<b>-</b>	<b>(2,509,506)</b>	<b>(28,531,969)</b>	<b>(36,373,178)</b>	<b>73,127</b>	<b>(59,626,587)</b>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<b>12,348,217</b>	<b>-</b>	<b>-</b>	<b>6,128,655</b>	<b>-</b>	<b>6,377,322</b>	<b>47,374,581</b>	<b>84,778,591</b>	<b>428,511</b>	<b>157,435,877</b>
<b>FUND BALANCE - END OF YEAR</b>	<b>\$ 16,051,219</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 10,140,592</b>	<b>\$ -</b>	<b>\$ 3,867,816</b>	<b>\$ 18,842,612</b>	<b>\$ 48,405,413</b>	<b>\$ 501,638</b>	<b>\$ 97,809,290</b>

(Continued)

The accompanying notes to financial statements are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2007**

Total net change in fund balance - governmental funds	\$ (59,626,587)
Amounts reported for governmental activities in the statement of activities are different because of the following:	
Property tax revenues not considered current financial resources are deferred in the governmental funds but are not in the statement of activities. Deferred taxes receivable increased by \$ 15,481 over the year ended June 30, 2007.	15,481
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which capitalized outlays of \$ 55,658,667 exceeded depreciation expense and noncapital expenditures of \$ 5,140,981.	50,517,686
Repayment of long-term liabilities, such as Bonds and Notes Payable and Capital Leases is an expenditure in the governmental funds, but merely reduces liabilities in the statement of net assets.	15,130,000
Bond proceeds provide current financial resources in governmental funds, but issuing debt increases liabilities in the statement of net assets.	(1,910,000)
Amortization of bond premiums as income over the terms of the associated bonds. The amount recognized as income for the year ended June 30, 2007 is \$ 384,569.	384,569
Amortization of bond issuance cost as expense over the terms of the associated bonds. The amount recognized as income for the year ended June 30, 2007 is \$ 167,500.	(167,500)
Interest on long-term debt in the statement of activities differs from the governmental funds because governmental funds recognize interest expense only when it is paid. In the statement of net assets, interest expense is recognized as it accrues. Accrued interest payable decreased for the year ended June 30, 2007 by \$ 163,835.	163,835
The cost of compensated employee absences is recognized in the governmental funds only when actually paid in cash. However, in the statement of net assets, the expense is recorded when the employees earn the benefits. The total liability for compensated absences increased by \$ 1,838,253 during this fiscal year.	<u>(1,838,253)</u>
Change in Net Assets of Governmental Activities	<u>\$ 2,669,231</u>

The accompanying notes to financial statements are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - GENERAL FUND  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2007**

	Original Budget	Revised Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>				
Local Sources	\$ 67,094,461	\$ 67,094,461	\$ 68,637,936	\$ 1,543,475
State Sources	74,054,306	74,054,306	75,461,203	1,406,897
<b>TOTAL REVENUES</b>	<b>141,148,767</b>	<b>141,148,767</b>	<b>144,099,139</b>	<b>2,950,372</b>
<b>EXPENDITURES</b>				
Current				
Instruction	89,779,331	90,218,768	88,226,042	1,992,726
Supporting Services	52,448,389	52,155,277	50,602,364	1,552,913
Capital Outlay	94,000	309,033	306,010	3,023
<b>TOTAL EXPENDITURES</b>	<b>142,321,720</b>	<b>142,683,078</b>	<b>139,134,416</b>	<b>3,548,662</b>
<b>EXCESS (DEFICIENCIES) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(1,172,953)</b>	<b>(1,534,311)</b>	<b>4,964,723</b>	<b>6,499,034</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of Fixed Assets			4,360	4,360
Transfer (to) from Other Funds:				
Transfers from Other Funds	4,121,311	4,121,311	4,113,552	(7,759)
Transfers to Other Funds	(5,848,358)	(5,487,000)	(5,379,633)	107,367
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(1,727,047)</b>	<b>(1,365,689)</b>	<b>(1,261,721)</b>	<b>103,968</b>
<b>EXCESS (DEFICIENCIES) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(2,900,000)</b>	<b>(2,900,000)</b>	<b>3,703,002</b>	<b>6,603,002</b>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<b>12,348,217</b>	<b>12,348,217</b>	<b>12,348,217</b>	<b>-</b>
<b>FUND BALANCE - END OF YEAR</b>	<b>\$ 9,448,217</b>	<b>\$ 9,448,217</b>	<b>\$ 16,051,219</b>	<b>\$ 6,603,002</b>

The accompanying notes to financial statements are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
STATEMENT OF NET ASSETS -  
PROPRIETARY FUND  
JUNE 30, 2007**

**ASSETS**

## Current assets:

Cash and Cash Equivalents	\$ 58,321
Accounts Receivable	10,053
Due from Other Funds	3,185,313
Inventories	<u>224,874</u>

Total current assets	<u>3,478,561</u>
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## Noncurrent assets:

Equipment	3,136,910
Less accumulated depreciation	<u>(1,965,062)</u>

Total noncurrent assets	<u>1,171,848</u>
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Total assets	<u><u>4,650,409</u></u>
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**LIABILITIES**

## Current liabilities:

Accounts Payable	545
Accrued Liabilities	535,927
Unearned Revenue	<u>45,356</u>
Total current liabilities	<u>581,828</u>

Total liabilities	<u>581,828</u>
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**NET ASSETS**

Invested in Capital Assets	1,171,848
Unrestricted	<u>2,896,733</u>

Total net assets	<u><u>\$ 4,068,581</u></u>
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The accompanying notes to financial statements are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN NET ASSETS - PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2007**

<b>OPERATING REVENUES</b>	
Proceeds from Sales of Meals	\$ <u>5,585,450</u>
<b>TOTAL OPERATING REVENUES</b>	<u>5,585,450</u>
<b>OPERATING EXPENSES</b>	
Food Costs (Includes Commodities Used)	3,834,163
Salaries and Benefits	3,784,437
Depreciation	144,821
Supplies	864,582
Other	<u>165,155</u>
<b>TOTAL OPERATING EXPENSES</b>	<u>8,793,158</u>
<b>OPERATING LOSS</b>	<u>(3,207,708)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Interest income	9,172
USDA reimbursements	2,728,196
Commodities received from USDA	362,541
Other federal and state aid	<u>7,393</u>
<b>TOTAL NONOPERATING REVENUES</b>	<u>3,107,302</u>
<b>INCOME BEFORE OPERATING TRANSFERS</b>	(100,406)
<b>TRANSFERS</b>	
Transfers In	696,122
Transfers Out	<u>(393,218)</u>
<b>TOTAL TRANSFERS</b>	302,904
<b>CHANGE IN NET ASSETS</b>	202,498
<b>TOTAL NET ASSETS - JULY 1, 2006</b>	<u>3,866,083</u>
<b>TOTAL NET ASSETS - JUNE 30, 2007</b>	<u><u>\$ 4,068,581</u></u>

The accompanying notes to financial statement are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2007**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

Cash Received from Patrons	\$	5,696,568
Cash Paid to Suppliers for Goods and Services		(4,969,841)
Cash Paid to Employees for Services		<u>(3,701,756)</u>
Net Cash Used by Operating Activities		<u>(2,975,029)</u>

**CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES**

Other Federal/State Aid Received		3,098,130
Net Transfers In from Other Funds		<u>302,904</u>
Net Cash Provided by Noncapital Financing Activities		<u>3,401,034</u>

**CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES**

Purchase of Capital Assets		<u>(432,468)</u>
Net Cash Used by Capital and Related Financing Activities		<u>(432,468)</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Interest on Investments		<u>9,172</u>
Net Cash Provided by Investing Activities		<u>9,172</u>

**NET INCREASE IN CASH AND CASH EQUIVALENTS**

2,709

**CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR**

55,612

**CASH AND CASH EQUIVALENTS - END OF YEAR**

\$ 58,321  
(Continued)

The accompanying notes to financial statements are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2007**

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**RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY  
OPERATING ACTIVITIES**

<b>Operating Loss</b>	\$	
<b>Adjustment to Reconcile Operating Loss to Net Cash</b>		(3,207,708)
<b>Provided by Operating Activities:</b>		
Depreciation Expense		144,821
Increase in Accounts Receivable		133,956
Increase in Inventories		(104,236)
Decrease in Accounts Payable		(1,705)
Increase in Accrued Salaries & Benefits		82,681
Decrease in Unearned Revenue		(22,838)
		(22,838)
 <b>NET CASH USED BY OPERATING ACTIVITIES</b>	 \$	 <u><u>(2,975,029)</u></u>
 <b>NON CASH TRANSACTIONS:</b>		
Commodities Received from USDA	\$	<u><u>362,541</u></u>

The accompanying notes to financial statements are an integral part of this exhibit.



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES-  
AGENCY FUND  
JUNE 30, 2007**

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**ASSETS**

Cash on Deposit	\$ <u>1,691,515</u>
Total Assets	\$ <u><u>1,691,515</u></u>

**LIABILITIES**

Due to Student Organizations	\$ <u>1,691,515</u>
Total Liabilities	\$ <u><u>1,691,515</u></u>

The accompanying notes to financial statements are an integral part of this exhibit.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**I. Summary of Significant Accounting Policies**

Lexington County School District One operates twenty-one public schools, one alternative learning center and one applied technology center in a portion of Lexington County, South Carolina and encompasses the towns of Lexington, Gilbert and Pelion. The District provides a broad range of general and specialized elementary and secondary educational services and derives its local revenue from the tax base in these areas. In addition, the District receives funding from the State of South Carolina and the United States Federal Government and must comply with the related requirements of these funding source entities. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. In addition, the District applies all FASB Statements and Interpretations issued after November 30, 1989 except for those that conflict with or contradict GASB pronouncements in accounting and reporting for its operations.

**Reporting Entity**

These financial statements present the District and its component units, entities for which the District is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the District's operations and so data from these units are combined with data of the primary government.

**Blended Component Units:**

**1. Lexington School Facilities, Inc.** (LSF, Inc.) is a not-for-profit 501(c)(3) organization incorporated for the specific charitable purpose of serving as a "support organization" for capital projects of the District. LSF, Inc. board members are appointed by the Lexington County School District One Board of Trustees. Because LSF, Inc. exclusively benefits the District, its financial information is blended with its financial information included in individual columns throughout the financial statements. Separate financial statements for LSF, Inc. are not issued.

In prior years, LSF, Inc. issued certificates of participation to finance various capital projects of the District. The certificates of participation are secured by lease agreements with the District and will be retired through lease payments from the District. The lease agreements constitute the imposition of a financial burden on the District and provide services entirely to the District. The substance of the leases is that of a capital lease agreement. The assets and debt are accounted for as though they are assets and debt of the lessee (the District).

The reportable activity for fiscal year 2007 is the debt retirement for Certificates of Participation.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2007**

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**Summary of Significant Accounting Policies (Continued)**  
**Blended Component Units (Continued)**

**2. Lexington One School Facilities, Corp.** (LOSF, Corp.) is a not-for-profit 501(c)(3) organization incorporated for the specific charitable purpose of serving as a “support organization” for capital projects of the District. LOSF, Corp. board members are appointed by the Lexington County School District One Board of Trustees. Because LOSF, Corp. exclusively benefits the District, its financial information is blended with its financial information included in individual columns throughout the financial statements. Separate financial statements for LOSF, Corp. are not issued.

In prior years, LOSF, Corp. issued installment purchase revenue bonds to finance various capital projects of the District. The installment purchase revenue bonds are secured by lease agreements with the District and will be retired through lease payments from the District. The lease agreements constitute the imposition of a financial burden on the District and provide services entirely to the District. The substance of the leases is that of a capital lease agreement. The assets and debt are accounted for as though they are assets and debt of the lessee (the District).

**3. Lexington County School District No. 1 Educational Foundation** is a not-for-profit 501(c)(3) organization incorporated for the purpose of promoting educational and charitable endeavors, including: (i) the improvement and enrichment of the quality of education in Lexington School District No. 1; (ii) the increase of community support for and involvement in the District; and (iii) the provision of college financial assistance, grants and scholarships to graduates of the District. Because Lexington County School District One Board of Trustees approves all appointments of the members of the Foundation's Board of Directors, which is the governing authority for the Foundation. The District has the ability to significantly influence the operations of the Foundation. Its financial information is blended with its financial information in individual columns throughout the financial statements.

**Basis of Presentation**

**Government-Wide Financial Statements**

The statement of net assets and the statement of activities report information on all of the nonfiduciary activities of the District and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, the interfund services provided and used are not eliminated in the consolidation process. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Summary of Significant Accounting Policies (Continued)**

**Basis of Presentation (Continued)**

**Government-Wide Financial Statements (Continued)**

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

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

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

For this purpose, the government considers revenues 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, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

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

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Summary of Significant Accounting Policies (Continued)**

**Basis of Presentation (Continued)**

The District has the following major funds and fund types:

**Governmental Fund Types**

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities (except those accounted for in proprietary and agency funds) are accounted for through governmental funds. The District has the following major and nonmajor governmental fund types:

General Fund, a major fund - The General Fund is the primary operating fund of the District. It accounts for all revenues and expenditures of the District except those required to be accounted for in other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to other funds are accounted for in the General Fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund. This is a budgeted fund, and any fund balance is considered a resource available for use.

Special Revenue Funds - Special Revenue Funds are used to account for specific revenue sources that are legally restricted to expenditures for specific purposes. The District has two Special Revenue Funds:

1. The Special Projects Fund, a major fund, is used to account for financial resources provided by federal, state, and local projects and grants. Budgets are prepared on a per project basis, generally with approval of the funding source. These budgets are not a part of the formal budget process approved by the board of trustees.
2. The Education Improvement Act (EIA) Fund, a major fund, is used to account for the revenue from the South Carolina Education Improvement Act of 1984, which is legally required by the state to be accounted for as a specific revenue source. Budgets are prepared on a per project basis. These budgets are not a part of the formal budget process approved by the board of trustees.

Debt Service Fund — District, a major fund, is used to account for the accumulation of resources for, and payment of, all long-term debt principal, interest and related costs for the District.

Debt Service Fund — LSF, Inc., a major fund, is used to account for the accumulation of resources for, and payment of, all long-term debt principal, interest and related costs for Lexington School Facilities, Inc.

Debt Service Fund — LOSF, Corp., a major fund, is used to account for the accumulation of resources for, and payment of, all long-term debt principal, interest and related costs for Lexington One School Facilities, Corp.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Summary of Significant Accounting Policies (Continued)**

**Basis of Presentation (Continued)**

Capital Projects Fund — District, a major fund, is used to account for financial resources to be site acquisitions, construction of major capital facilities, equipment and renovation of major capital facilities except for those financed in the enterprise fund that was funded by the issuance of general obligation bonds.

Capital Projects Fund — LOSF, Corp., a major fund, is used to account for financial resources to be site acquisitions, construction of major capital facilities, equipment and renovation of major capital facilities except for those financed in the enterprise fund that were financed by the issuance of Installment Purchase Revenue bonds.

Permanent Fund — Lexington County School District One Foundation, a major fund, is used to account for financial resources endowed to the School District in trust, by private donors, who have placed various restrictions on the donated resources and its earnings.

**Proprietary Funds**

Proprietary funds are accounted for based on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recognized when earned and expenses are recorded at the time liabilities are incurred. Proprietary types include the following fund:

The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises - where the District has decided that periodic determination of revenues earned, expenses incurred, and net income is necessary for management accountability. The District's Food Service Fund meets the stipulations of an enterprise fund. The Food Service Fund is also used to account for the United States Department of Agriculture (USDA) sponsored school breakfast and lunch programs. The operating revenues of the Proprietary fund represents sale of meals. The operating expenses of the proprietary fund represent the cost of production of the meals sold. Nonoperating revenues represent investment income and federal and state aid.

**Fiduciary Funds**

Fiduciary funds are used to account for assets held by the government in a trustee capacity or as an agent on behalf of others, and include trust funds and agency funds. Fiduciary fund types include:

Agency Fund, an unbudgeted fund, accounts for the receipt and disbursement of monies to and from student activity organizations. These funds have no equity and do not include revenues and expenditures for general operation of the District. The Agency Fund is not included in the government wide financial statements.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Summary of Significant Accounting Policies (Continued)**  
**Assets, Liabilities, and Fund Equity**

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Enterprise Fund considers all highly liquid investments with original maturities of three months or less and investments of the cash management pool to be cash equivalents.

Cash and Investments held by County Treasurer represent property taxes collected by the District's fiscal agent that have not been remitted to the District. The County Treasurer invests these funds in investments authorized by state statute as outlined below.

Investments

The District's cash deposits and investment policy is designed to operate within existing statutes that authorize the District to invest in the following:

1. Obligations of the United States and agencies thereof;
2. General obligations of the State of South Carolina or any of its political units;
3. Savings and loan associations to the extent that the same are insured by an agency of the federal government;
4. Certificates of deposit and funds in deposit accounts with banking institutions provided that such certificates and funds in deposit accounts are collaterally secured by securities of the type described in 1 and 2 above, held by a third party as escrow agent, or custodian of a market value, not less than the amount of the certificates of funds in deposit accounts so secured, including interest; provided, however, such collateral shall not be required to the extent the same are insured by an agency of the federal government;
5. Collateralized repurchase agreements when collateralized by securities as set forth in 1 and 2 above and held by the District or a third party as escrow agent or custodian; and,
6. South Carolina Pooled Investment Fund established and maintained by the State Treasurer.

Investments are stated at fair value, which is the same as the value of the pool shares for investments in the South Carolina Pooled Investment Fund.

The Permanent Fund - The Lexington County School District One Educational Foundation handles and is responsible for the investment of voluntary contributions and financial gifts given to it by private individuals or companies to benefit the District. The Foundation does not handle any public funds received by the District. The Foundation has developed its own investment guidelines that are broader in scope than the state mandated guidelines above. Investments in the Foundation's portfolio are reviewed regularly by its board of directors. Investments of the Foundation are recorded at fair value.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Summary of Significant Accounting Policies (Continued)**

**Assets, Liabilities, and Fund Equity (Continued)**

**Investments (Continued)**

The Foundation investments are allocated equally between equities and fixed income mutual funds with cash and cash equivalents minimized. At June 30, 2007, the percentage of investments in equities mutual funds was 49.8%, in fixed income mutual funds was 49.5% and in cash and cash equivalents was 0.7%. The estimated average yield for the upcoming year was 3.05%.

**Receivables and Payables**

Transactions between funds that represent reimbursement arrangements outstanding at the end of the year are referred to as “due from other funds” or “due to other funds” on the fund financial statements.

These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as “internal balances”.

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

**Inventories and Prepaid Items**

Materials and supplies are carried in an inventory account at cost on the first-in, first-out method of accounting and are subsequently charged to expense when used. Inventories consist of purchased food, supplies, and commodities received from the United States Department of Agriculture as of June 30, but not consumed. The value of commodities on hand at year-end is recorded at fair value as provided by the United States Department of Agriculture.

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

**Capital Assets**

General capital assets are those assets not specifically related to activities reported in the enterprise fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported in both the business-type activities column of the government-wide statement of net assets and in the respective fund financial statements.



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2007**

**Summary of Significant Accounting Policies (Continued)**

**Assets, Liabilities, and Fund Equity (Continued)**

**Capital Assets (Continued)**

All capital assets are capitalized at cost and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The district maintains a capitalization threshold of \$5,000 for furniture, equipment, vehicles, and textbooks, and \$50,000 for land, buildings and improvements thereto. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend the life of the asset's life are not capitalized.

In the enterprise fund, assets acquired or constructed by grants and share revenues externally restricted for capital acquisitions and construction are reported as revenue in the period received in accordance with Governmental Accounting Standards Board Statement No. 33, (*Accounting and Financial Reporting for Nonexchange Transactions*). In earlier years, these assets were accounted for as contributed capital.

In connection with the adoption of GASB No.34, (*Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*) the balance of contributed capital has been combined with retained earnings to comprise the net assets of the enterprise fund.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land Improvements	20 years	N/A
Buildings and Improvements	25-50 years	N/A
Furniture and Equipment	5-20 years	12 years
Vehicles	8 years	N/A

**Compensated Absences**

It is the District's policy to permit certain qualified employees to accumulate earned but unused annual leave. A maximum accrual of 135 days is allowed. Employees are paid for their accumulated days over the maximum amount at their rate of pay.

All full-time employees who separate from employment or retire from the District may receive payment for accumulated but unused annual leave which has been earned while employed in the District up to 66 2/3 percent of 135 day maximum, i.e., 90 days in the following manner.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Summary of Significant Accounting Policies (Continued)**

**Assets, Liabilities, and Fund Equity (Continued)**

**Compensated Absences (Continued)**

A person with up to a maximum of 135 days of annual leave earned while employed in the District may receive payment for 66 2/3 percent of those days, i.e., payment for no more than 90 days, upon separation from employment.

Once an employee elects to receive his/her leave payment, he/she will not be able to transfer any annual leave days for which payment is received to another school district or eligible state agency.

In his/her lifetime, no employee will receive payment for more than 66 2/3 percent of 135 days of annual leave, i.e., 90 days, which has been earned and accumulated while in the employment of the District.

If an employee receives payment for days of annual leave earned and accumulated while in the employment of the District in an amount less than the maximum of 90 days, the employee may receive additional payments for leave accumulated to the extent that the payment does not exceed the lifetime aggregate maximum total of 90 days.

The District computes its compensated absences liability based on employees employed by the District at year end. The District takes the employee's accumulated leave days and multiplies two-thirds of those days by the employee's daily rate of compensation. The entire compensated absences liability is reported on the government-wide financial statements. No liability has been recorded in the governmental fund financial statements, since compensated absences would only be reported in the governmental funds if they were still outstanding following an employee's resignation or retirement. The District intends to fund the liability from future operations with assets that do not represent expendable available financial resources.

**Accrued Liabilities and Long-term Obligation**

All payables, accrued liabilities and long-term obligations are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, the non-current portion of capital leases, contractually required pension contributions and special termination benefits, and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current expendable, available, financial resources. In general, payments made within sixty days after year-end are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements until due.

For governmental funds, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from actual net proceeds received, are reported as debt service expenditures.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Summary of Significant Accounting Policies (Continued)**  
**Assets, Liabilities, and Fund Equity (Continued)**

Fund Balances, Equity and Net Assets

In the fund financial statements, the District reserves those portions of fund balance which are legally segregated for a specific purpose or which do not represent available, expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund balance that is available for appropriation in future periods. Designations of fund balance represent tentative management plans that are subject to change.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets reduced by accumulated depreciation and the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Outstanding debt, that has not been spent, is included in the same net assets component as the unspent proceeds. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The District applies restricted resources when an expense is incurred for the purposes for which both restricted and unrestricted net assets are available.

**Accounting Estimates**

The preparation of financial statements in accordance with accounting principles generally accepted in the United State of America requires the District's management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent asses and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Summary of Significant Accounting Policies (Continued)**  
**Assets, Liabilities, and Fund Equity (Continued)**

**Budgetary Information**

The Board of Trustees adopts a legal annual appropriated budget for the general fund revenues and expenditures on the modified accrual basis of accounting which is consistent with accounting principles generally accepted in the United States of America each fiscal year. The budget is prepared, controlled, and amended at the revenue and expenditure object level. The District's superintendent may authorize line item transfers in the general fund budget that are subject to final review by the Board. Revisions to the budget were made throughout the year at the legal level of budgetary control. During the fiscal year, no additional appropriations to the general fund budget are adopted. Unexpended appropriations lapse at fiscal year end. Special Revenue Fund budgets are developed and controlled in conformance with the specific requirements of each grant or funding agency. These budgets are not legally adopted by the School Board. Both General and Special Revenue Fund budgets are used as a management control device during the year.

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

1. In the fall of the preceding year, the District begins its budget process for the next succeeding fiscal year beginning on July 1.
2. After the District's budget committee reviews all requests and allocation requirements and related revenue, it presents a tentative proposed budget to the Superintendent for review and adjustment.
3. The superintendent then presents a proposed budget to the board of trustees which reviews it in a series of workshops and makes any additions or deletions it deems necessary.
4. Prior to July 1, the budget is legally enacted through passage of a resolution by the board.

**Encumbrances**

The appropriations of the general fund of the District lapse at June 30 each year and the outstanding purchase orders, contracts, and other commitments must be renewed. Therefore, there are no reservations of the fund balances at year-end for encumbrances.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
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JUNE 30, 2007**

**II. Cash and Investments**

At June 30, 2007, the carrying amount of the District's deposits was \$4,295,605 and the bank balance was \$12,535,868.

**Custodial Credit Risk for Deposits:** Custodial credit risk for deposits is the risk that, in the event of a bank failure, the District's deposits might not be recovered. The District does not have a deposit policy for custodial credit risk but follows the investment policy statues of the State of South Carolina. As of June 30, 2007, \$12,235,868 of the District's deposits was exposed to custodial credit risk because it was unsecured and collateralized with securities held by the pledging financial institution's trust department or its agent, but not in the District's name.

**Custodial Credit Risk for Investments:** Custodial credit risk for investments is the risk that, in the event of a failure, the government will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The District does not have an investment policy for custodial credit risk but follows the investment policy statues of the State of South Carolina. As of June 30, 2007, \$22,289,639 of the District's investments was exposed to custodial credit risk because it was unsecured and collateralized with securities held by the pledging financial institution's trust department or its agent, but not in the District's name.

As of June 30, 2007, the District had the following investments:

<u>Investment Type</u>	<u>Maturities</u>	<u>Credit Rating</u>	<u>Fair Value</u>
JP Morgan Repurchase	Various	Unrated	\$ 55,580,833
BB&T Repurchase	Various	Unrated	22,729,639
SC Local Government Investment Pool	Various	Unrated	27,568,168
Cash and Investments held by County Treasurer	Various	Unrated	9,836,810
Bank of New York	Various	Unrated	<u>7,249,357</u>
 Total Investments			 \$ <u><u>122,964,807</u></u>

**Credit Risk for Investments:** South Carolina statutes authorize investments in certificates of deposit, savings accounts, repurchase agreements, the State Treasurer's Local Government Investment Pool, obligations of the U.S. Government and government agencies unconditionally guaranteed by the U.S. Government. The District has no investment policy that would further restrict its choices.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
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**Cash and Investments (Continued)**

The Local Government Investment Pool (LGIP) is not rated. Further information may be obtained from the LGIP's complete financial statements. These financial statements may be obtained by writing to the following address:

Office of the State Treasurer  
Local Government Investment Pool  
Post Office Box 11778  
Columbia, SC 29211

**Interest Rate Risk:** The District 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.

**Concentration of Credit Risk for Investments:** The District places no limit on the amount it may invest in any one issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this disclosure requirement. None of the District's other investments exceeded 5% of the total amount invested.

**III. Property Taxes and Other Receivables**

The County of Lexington, South Carolina is responsible for collecting and distributing property taxes in accordance with enabling state legislation. Property taxes attach as an enforceable lien on property as of March 15. Property taxes are levied and billed on November 1 based on an assessed value of approximately \$ 344.7 million at tax rates of 228.1 mills for the general fund and 59.0 mills for the debt service fund. These taxes are due and payable without penalty through January 15 of the next year. Penalties are added to taxes when paid after January 15 depending on the period of time the tax is delinquent.

Taxes receivable include an allowance for uncollectibles of \$1,454,565 at June 30, 2007. Allowances for uncollectibles were not necessary for the other receivable accounts.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
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**Property Taxes and Other Receivables (Continued)**

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At June 30, 2007, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
Delinquent Property Taxes	\$ 2,007,855	\$	\$ 529,993	\$ 2,537,848
Unearned Revenue	<u>88,345</u>	<u>2,307,429</u>	<u></u>	<u>2,395,774</u>
Total	<u>\$ 2,096,200</u>	<u>\$ 2,307,429</u>	<u>\$ 529,993</u>	<u>\$ 4,933,622</u>

**IV. Due from County Treasurer**

This represents the amount due from the Lexington County Treasurer for the amounts of property taxes and property tax relief distributions that had been collected at June 30, but had not been remitted to the District.

**V. Due from State Dept. of Education and Federal Government**

This represents amounts due for state and federal revenues that had been earned as of June 30, but had not yet been received.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
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**VI. Capital Assets**

A summary of changes in capital assets for the District is as follows:

**Governmental Activities**

	<u>Balance</u> <u>July 1, 2006</u>		<u>Additions</u>		<u>Disposals</u> <u>Transfers</u>		<u>Balance</u> <u>June 30, 2007</u>
<b>Non-depreciable</b>							
<b>Assets:</b>							
Land	\$ 8,343,160	\$	739,579	\$		\$	9,082,739
Construction in Process	84,274,867		54,063,557		(68,402,201)		69,936,223
Total Non-depreciable	<u>92,618,027</u>		<u>54,803,136</u>		<u>(68,402,201)</u>		<u>79,018,962</u>
<b>Depreciable Assets:</b>							
Buildings	184,477,218		68,402,201				252,879,419
Improvements	1,855,036						1,855,036
Equipment	7,889,975		855,531		(25,548)		8,719,958
Total Depreciable Assets	<u>194,222,229</u>		<u>69,257,732</u>		<u>(25,548)</u>		<u>263,454,413</u>
Less Accumulated Depreciation for:							
Buildings	(40,456,214)		(4,529,275)				(44,985,489)
Improvements	(796,301)		(77,847)				(874,148)
Equipment	(3,767,021)		(533,859)		25,548		(4,275,332)
Total Accumulated Depreciation	<u>(45,019,536)</u>		<u>(5,140,981)</u>		<u>25,548</u>		<u>(50,134,969)</u>
Net Depreciable Capital Assets	<u>149,202,693</u>		<u>64,116,751</u>				<u>213,319,444</u>
Governmental Activities Capital Assets, Net	<u>\$ 241,820,720</u>	\$	<u>118,919,887</u>	\$	<u>(68,402,201)</u>	\$	<u>292,338,406</u>



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
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**Capital Assets (Continued)**

**Business Type Activities**

	<u>Balance July 1, 2006</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance June 30, 2007</u>
Equipment	\$ 2,704,442	\$ 432,468	\$	\$ 3,136,910
Less Accumulated Depreciation	<u>(1,820,241)</u>	<u>(144,821)</u>	<u>                    </u>	<u>(1,965,062)</u>
Business-type Activities Capital Assets, Net	\$ <u>884,201</u>	\$ <u>287,647</u>	\$ <u>-</u>	\$ <u>1,171,848</u>

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

**Governmental Activities:**

Instruction	\$ 3,855,736
Supporting Services	<u>1,285,245</u>
Total Depreciation Expense – governmental activities	\$ <u>5,140,981</u>

**Business-type Activities:**

Food Service	\$ <u>144,821</u>
Total Depreciation Expense – Business type activities	\$ <u>144,821</u>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
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**VII. Interfund Receivables and Payables**

Interfund balances at June 30, 2007 consisted of the following individual fund receivables and payables:

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
<b>General Fund:</b>		
Due from Special Revenue – Special Projects	\$ 5,077,052	\$
Due from Capital Projects – LOSF, Corp.	5,155,379	
Due to Special Revenue – EIA		2,038,738
Due to Debt Service – District		115,353
Due to Capital Projects – District		5,053,919
Due to Proprietary Fund – Food Service		3,185,313
<b>Total – General Fund</b>	<b>10,232,431</b>	<b>10,393,323</b>
<b>Special Revenue – Special Projects</b>		
Due to General Fund		5,077,052
<b>Special Revenue – EIA</b>		
Due from General Fund	2,038,738	
<b>Debt Service – District</b>		
Due from General Fund.	115,353	
<b>Debt Service – LOSF, Corp.</b>		
Due to Capital Projects – LOSF, Corp.		3,397,041
<b>Capital Projects – District</b>		
Due from General Fund	5,053,919	
<b>Capital Projects – LOSF, Corp.</b>		
Due from Debt Service – LOSF, Corp.	3,397,041	
Due to General Fund		5,155,379
<b>Proprietary Fund – Food Service</b>		
Due From General Fund	3,185,313	
<b>Totals</b>	<b>\$ 24,022,795</b>	<b>\$ 24,022,795</b>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Interfund Receivables and Payables (Continued)**

The General Fund receivables are a result of the General Fund financing salaries and other expenditures for Special Revenue – Special Projects and Capital Projects – LOSF, Corp. The General Fund payable to Special Revenue – EIA is a result of the deferred revenue and accrued salaries and related costs in the EIA special revenue that will be paid after June 30, 2007. The payable to Debt Service – District is a result of expenditures incurred by the Debt Service fund that will be reimbursed by the General Fund in the subsequent year. The amounts payable to Capital Projects – District and Proprietary Fund – Food Service funds are a result of cash for these funds being held in the general fund.

The Special Revenue – Special Projects payable to the General Fund is a result of payments made by the General Fund for Special Revenue salaries and other expenditures for which the related reimbursements have not been received.

The Special Revenue – EIA receivable is due to the cash for deferred revenue and accrued salaries and related costs that will be paid after June 30, 2007 being held in the General Fund.

The Debt Service – District receivable from the General Fund is due to expenditures made by Debt Service. These expenditures will be reimbursed by the General Fund in the subsequent fiscal year.

The Debt Service – LOSF, Corp. payable to the Capital Projects – LOSF, Corp. is a result of capitalized interest that has matured.

The Capital Projects – District receivable from the General Fund represents cash held in the General Fund for capital projects expenditures.

The Capital Projects – LOSF, Corp. receivable from the Debt Service – LOSF, Corp. is a result of capitalized interest that has matured. The payable to General Fund is a result of expenditures financed by the General Fund. Reimbursement to the General Fund will occur in the subsequent fiscal year.

The Propriety Fund receivable from the General Fund is a result of cash for this fund being held in the General Fund.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
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**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

**VIII. Transfers To and From**

Transfers between the various funds of the District are as follows:

<b>Fund</b>	<b>Transfers To</b>	<b>Transfers From</b>
<b>General Fund:</b>		
Special Revenue – Special Projects	\$ 34,555	\$ 275,597
Special Revenue – EIA		3,444,737
Proprietary Fund – Food Service	696,122	393,218
Debt Service Fund – LSF, Inc.	4,645,500	
Debt Service Fund – LOSF, Corp.	<u>3,456</u>	
<b>Total General Fund</b>	<u>5,379,633</u>	<u>4,113,552</u>
<b>Special Revenue – Special Projects</b>		
General Fund	275,597	34,555
<b>Special Revenue – EIA</b>		
General Fund	3,444,737	
Capital Projects Fund – District	<u>560,234</u>	
<b>Total Special Revenue – EIA</b>	<u>4,004,971</u>	
<b>Debt Service Fund – District</b>		
Debt Service Fund – LOSF, Corp.	1,862,828	
<b>Debt Service Fund – LSF, Inc.</b>		
General Fund		4,645,500
<b>Debt Service Fund – LOSF, Corp.</b>		
Debt Service Fund – District		1,862,828
General Fund		<u>3,456</u>
<b>Total Debt Service Fund – LOSF, Corp.</b>		<u>1,866,284</u>
<b>Capital Projects Fund – District</b>		
Special Revenue – EIA		560,234
<b>Proprietary Fund – Food Service</b>		
General Fund	<u>393,218</u>	<u>696,122</u>
<b>Total All Funds</b>	\$ <u>11,916,247</u>	\$ <u>11,916,247</u>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Transfers To and From (Continued)**

Interfund transfers include funding allowed for indirect costs, required matches, and supplemental funding. The transfers for the year ended June 30, 2007, consisted of the following:

**General Fund:**

Transfers from:

Funds are transferred to the General Fund from Special Revenues and Propriety funds to cover EIA teacher salary supplement and indirect costs.

Transfers to:

Funds are transferred from the General Fund into Special Revenue – Special Projects to fund the District’s Virtual School program. Funds are transferred to Debt Service – LSF, Inc. for the annual Certificates of Participation’s principal, interest and trustee fees. The millage for these payments is levied and funds budgeted in the general fund. Funds were transferred to the Debt Service – LOSF, Corp. Fund in order to pay trustee fees. The transfer to Proprietary Funds represents an annual transfer made to fund benefits for food service employees as required by the South Carolina State Department of Education.

**Special Revenue – Special Projects:**

Transfers to:

Funds are transferred to the Special Revenue account to supplement the District’s Virtual School Program.

Transfers from:

Funds are transferred to the General Fund to cover indirect costs.

**Special Revenue – EIA:**

Transfers from:

Funds are transferred from Special Revenue – EIA to the General Fund to cover the cost of the EIA teacher salary supplement. These expenditures are made in the general fund. The transfer to Capital Projects – District represents funding received from the South Carolina Department of Education for school buildings based on a reallocation of unused EIA funds statewide. The funds are received as revenue in EIA and then must be transferred to capital projects to spend on a designated building project.

**Debt Service – District:**

Transfers to:

Funds are transferred to the Debt Service – LOSF, Corp. from the Debt Service - District account for the General Obligation Bonds issued by the District to satisfy the annual installment purchase revenue bonds principal and interest payment.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2007**

**Transfers To and From (Continued)**

**Debt Service – LSF, Inc.:**

Transfers to:

Funds are transferred to the Debt Service – LSF, Inc. from the General Fund to pay the principal, interest and trust fees for the District’s Certificates of Participation.

**Debt Service – LOSF, Corp.:**

Transfers from:

Funds are transferred from Debt Service – District to satisfy the annual principal and interest payment due on the installment purchase revenue bonds. Funds transferred from the General Fund for the payment of trustee fees due in the current year.

**Capital Projects – District:**

Transfers from:

Funds are transferred from the Special Revenue – EIA to the Capital Projects – District due to state funding received from the South Carolina Department of Education. These funds were a reallocation of unused EIA funds statewide. The state’s regulations require the funds to be transferred to the fund a designated building program.

**Proprietary Fund:**

Transfers to:

Funds are transferred to the Proprietary Fund from the General Fund to pay the fringe benefits costs of the food service employees.

Transfers from:

Funds are transferred from the Proprietary Fund to the General Fund for indirect costs.

**IX. Long-Term Obligations**

Summary of Changes in Long-Term Debt Obligations:

	<u>Balance July 1, 2006</u>		<u>Additions</u>		<u>Deletions</u>		<u>Balance June 30, 2007</u>
General Obligations:							
Cert. of Participation	\$ 15,290,000	\$		\$	4,070,000	\$	11,220,000
Gen. Obligation Bonds	150,855,000		1,910,000		11,060,000		141,705,000
Installment Purchase - Revenue Bonds	93,645,000						93,645,000
Subtotal	<u>259,790,000</u>		<u>1,910,000</u>		<u>15,130,000</u>		<u>246,570,000</u>
Compensated Absences	14,381,294		4,247,178		2,408,925		16,219,547
Total	<u>\$ 274,171,294</u>	\$	<u>6,157,178</u>	\$	<u>17,538,925</u>	\$	<u>262,789,547</u>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
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**Long-Term Obligation (Continued)**

**General Obligations**

General obligations at June 30, 2007 consist of obligations under certificates of participation, installment purchase revenue bonds and general obligations bonds payable. Lexington School Facilities, Inc. issued various series of Certificates of Participation to finance various capital projects that have been completed in the District. The certificates evidence proportionate interest of the registered owners thereof in certain rental payments (the "base rent") to be made by Lexington County School District One under the terms of the various leases pertaining to each series of certificates. The base rent is equal to the principal and interest payments on the obligation. The certificates are payable solely from the rent to be paid by the District to a trustee. The District is not a party to the certificates. Continuance of the lease agreements and the obligation of the District to make Lease rent payments for each fiscal year is subject to and dependent upon lawful appropriations being made by the district for that purpose. The certificates, the lease agreement and the obligation to make base rent payments do not represent or constitute a debt of, or a pledge of the faith and credit of the taxing power of the District; however, chances of non-appropriation are remote.

Lexington One School Facilities, Corp. issued various Installment Purchase Revenue Bonds to finance various capital projects that have not been completed in the District. The District is not a party to these bonds. The obligation to make installment payments does not represent or constitute a debt of, or a pledge of the faith and credit of the taxing power of the District; however, chances of non-appropriation are remote.

The following table outlines the debt outstanding at June 30, 2007:

<u>Debt</u>	<u>Issue Date</u>	<u>Date of Final Maturity</u>	<u>Interest Rates</u>	<u>Amount Issued</u>	<u>Outstanding as of June 30, 2007</u>
<b>General Obligation Bonds</b>					
Series 1998	7/15/98	2/1/18	4.875%-4.90%	\$ 27,900,000	\$ 1,200,000
Series 2001	10/01/01	3/1/24	4.0%-5.125%	40,055,000	27,240,000
Series 2003	8/01/03	3/1/08	2.0%-4.0%	5,285,000	1,800,000
Series 2004	3/01/04	2/1/13	2.7%-3.13%	6,875,000	5,590,000
Series 2004A	3/01/04	3/1/09	1.75%-2.15%	3,450,000	500,000
Series 2005A	8/01/05	2/1/30	3.0%-5.0%	85,000,000	85,000,000
Series 2005B	8/01/05	3/1/08	3.0%-3.125%	11,250,000	2,005,000
Series 2005C	8/01/05	2/1/18	3.5%-5.0%	18,495,000	18,370,000
<b>Installment Purchase Revenue Bonds</b>					
Series 2005	12/14/05	12/1/30	4.0%-5.25%	39,600,000	39,600,000
Series 2006	6/01/06	12/1/30	5.0%	54,045,000	54,045,000
<b>Certificates of Participation</b>					
Series 1998	4/15/98	3/1/11	4.25%-5.1%	5,955,000	2,625,000
Series 1998B	11/01/98	3/1/11	3.15%-4.55%	5,740,000	2,235,000
Series 2002	12/1/02	3/1/10	2.0%-3.5%	18,795,000	6,360,000
<b>TOTAL</b>				<b>\$ 322,445,000</b>	<b>\$ 246,570,000</b>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
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**Long-Term Obligation (Continued)**

The annual requirements to amortize the Certificates of Participation outstanding at June 30, 2007, including interest payments of \$930,053 are as follows:

<b>Fiscal Year Ending June 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2008	\$ 4,205,000	\$ 435,593	\$ 4,640,593
2009	3,840,000	290,750	4,130,750
2010	1,940,000	143,805	2,083,805
2011	1,235,000	59,905	1,294,905
Total	<u>\$ 11,220,000</u>	<u>\$ 930,053</u>	<u>\$ 12,150,053</u>

The annual requirements to amortize the General Obligation Bonds outstanding at June 30, 2007, including interest payments of \$75,222,664 are as follows:

<b>Fiscal Year Ending June 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2008	\$ 8,030,000	\$ 6,020,244	\$ 14,050,244
2009	6,110,000	5,733,338	11,843,338
2010	5,320,000	5,538,425	10,858,425
2011	5,180,000	5,364,144	10,544,144
2012	5,620,000	5,189,806	10,809,806
2013-2017	30,325,000	22,513,569	52,838,569
2018-2022	35,890,000	15,634,350	51,524,350
2023-2027	28,470,000	7,538,575	36,008,575
2028-2031	16,760,000	1,690,213	18,450,213
Total	<u>\$ 141,705,000</u>	<u>\$ 75,222,664</u>	<u>\$ 216,927,664</u>



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
NOTES TO FINANCIAL STATEMENTS  
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**Long-Term Obligation (Continued)**

The annual requirements to amortize the Installment Purchase Revenue Bonds at June 30, 2007, including interest payments of \$70,042,735 are as follows:

<b>Fiscal Year Ending June 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2008	\$ 1,300,000	\$ 4,716,762	\$ 6,016,762
2009	1,285,000	4,658,638	5,943,638
2010	1,845,000	4,580,388	6,425,388
2011	2,450,000	4,473,013	6,923,013
2012	2,570,000	4,347,512	6,917,512
2013-2017	14,980,000	19,618,062	34,598,062
2018-2022	19,285,000	15,310,250	34,595,250
2023-2027	24,895,000	9,699,731	34,594,731
2028-2031	25,035,000	2,638,375	27,673,375
Total	\$ 93,645,000	\$ 70,042,731	\$ 163,687,731

The District has satisfied all sinking fund requirements. There is an annual debt service tax millage, currently 59.0 mills, to repay the General Obligation debt. Details on the Certificates of Participation, Installment Purchase Revenue Bonds, and General Obligation Bonds are presented as schedules.

**Bonds Issued**

The District issued \$1,910,000 of General Obligation Bonds for the purpose of providing funds with which to pay the acquisition price payments in fiscal year 2007 (Installment Purchase Bonds) of LOSF, Corp.

**Defeased Debt Outstanding**

At June 30, 2007, the District had defeased outstanding general obligation bonds and certificates of participation that would otherwise be included in General Long-Term Obligations totaling \$41,035,000.

**Compensated Absences**

The District estimates that the compensated absences amount to be considered as the current portion due within one year to be \$2,408,925.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
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**X. Employee Retirement System**

Lexington County School District One contributes to the South Carolina Retirement System. The South Carolina Retirement System is a cost-sharing multi-employer defined pension plan administered by the Retirement Division of the State Budget and Control Board. The South Carolina Retirement System offers retirement and disability benefits, cost of living adjustments on an ad-hoc basis, life insurance benefits and survivor benefits. The Plan's provisions are established under Title 9 of the SC Code of Laws.

A Comprehensive Annual Financial Report containing financial statements and required supplementary information for the South Carolina Retirement System is issued and publicly available by writing the South Carolina Retirement System, PO Box 11960, Columbia, SC 29211-1960.

Both employees and employers are required to contribute to the Plan under authority of Title 9 of the S.C. Code of Laws. Plan members are required to contribute 6.5% of their annual compensation and the District is required to contribute at an actuarially determined rate. The current rate is 8.2% of the total member's annual compensation; included is the cost to provide group life insurance benefits for the plan participants at the rate of .15%. The actuarially determined rate for the years ended June 30, 2006 and 2005 was 7.55% for a combined rate of 7.7%

The District's contributions to the Plan for the years ending June 30, 2007, 2006, and 2005 were \$8,848,358, \$7,697,690, and \$7,144,598, respectively. The District's contributions are at the actuarially required contribution rates.

By Federal law (Public Law 99-272, Title X) the District is required to offer a continuation of health coverage at group rates to employees and their dependents whose coverage would otherwise end. Depending on the circumstances of the employee's coverage loss, the employee or dependent can extend the health care plan benefits for 18 months to three years. The plan costs are paid by the employee or dependents based on 100% (Cobra) premium rates. Retired employees are eligible for health insurance coverage under a state plan whereby the retiree continues to be responsible for their portion of insurance premiums. Pursuant to the state plan, the District pays 3.35% of payroll covered by the S.C. Retirement System to fund retiree health insurance. The District paid \$3,614,878 on covered payroll for the year ended June 30, 2007. The District has no other financial or administrative responsibility for retiree health care costs.

**XI. Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District participates with other school districts in the South Carolina School Boards Insurance Trust/Workers' Compensation Trust Fund (SCSBIT/WCTF).

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**Risk Management (Continued)**

The SCSBIT/WCTF is a public entity risk pool currently operating as a common risk management and insurance program for 91 member school districts. The District pays an annual premium for worker's compensation insurance coverage based upon the total payroll of the District each plan year. The SCSBIT/WCTF is self-sustaining through member premium and deficiencies can be charged back to the member districts should a fund deficit arise.

The District participates in the South Carolina School Boards Insurance Trust Fund for all other risks of loss. The District's insurance coverage for all types of risk has not been significantly reduced from coverage in the prior year. The amounts of any District settlement have exceeded the insurance coverage for the previous three fiscal years.

**XII. Contingent Liabilities**

Litigation

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

Grants

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

**XIII. Commitments**

The District has nine ongoing construction projects: six additions and renovation projects (Lexington High School, Pelion Elementary, Pelion Middle, Red Bank Elementary, Oak Grove Elementary, and Gilbert Primary), two new schools (New Providence Elementary and Forts Pond Elementary), and one stadium (Lexington High School). The District has entered into various contracts for these construction projects totaling \$82.9 million of which \$42.1 million had been expended as of June 30, 2007.

Additionally the District has two ongoing design projects as of June 30, 2007. One of these projects is for renovations (District Office) and one of the projects is for a stadium (Gilbert High School). It is anticipated that the design will be completed in the current school year with construction bids and construction to begin upon design completion. These projects have an anticipated cost of \$5.5 million when completed.

The District has 14 smaller technology and deferred maintenance projects in process that have an estimated cost of \$13.4 million when completed.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

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**XIV. Subsequent Events**

On November 1 the District issued Series 2007A GO Bonds for \$33,000,000 as the final issuance of GO Bonds approved by the \$118.0 million referendum in November of 2005 for the purpose of funding construction projects detailed in Note XIII. Additionally on November 1 the District issued Series 2007B GO Bonds for \$4,045,000 for the purpose of retiring Installment Revenue Bonds due in Fiscal Year 2008.

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# **COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2007**

	Revised Budget	Actual	Variance- Positive (Negative)
<b>REVENUES:</b>			
<b>1000 Revenue from Local Sources</b>			
1100 Taxes:			
1100 Tax Refunds	\$ (5,000)	\$	\$ 5,000
1110 Ad Valorem Taxes	49,520,647	48,426,901	(1,093,746)
1112 Vehicle Taxes	12,008,029	11,366,296	(641,733)
1113 Current Taxes - Penalty	108,517	112,735	4,218
1140 Delinquent Taxes	2,105,641	2,435,028	329,387
1190 Other Taxes		425,181	425,181
1200 Revenue from Local Governmental Units Other Than LEAs:			
1280 Revenue in Lieu of Taxes	2,100,000	3,153,990	1,053,990
1300 Tuition:			
1310 From Patrons for Regular Day School	55,000	33,968	(21,032)
1320 From Other LEAs for Regular Day School	48,000	47,914	(86)
1500 Earnings on Investments:			
1510 Interest on Investments	905,000	1,875,104	970,104
1700 Pupil Activities:			
1740 Student Fees	38,000	11,328	(26,672)
1900 Other Revenue from Local Sources:			
1910 Rentals	145,327	225,915	80,588
1950 Refund of Prior Year's Expenditures	300	9,745	9,445
1990 Miscellaneous Local Revenue			
1993 Receipt of Insurance Proceeds	20,000	269,811	249,811
1999 Other Local	45,000	244,020	199,020
<b>Total Local Sources</b>	<b>67,094,461</b>	<b>68,637,936</b>	<b>1,543,475</b>
<b>3000 Revenue from State Sources</b>			
3130 Special Programs:			
3131 HDP Trans. And Facilities		98,145	98,145
3132 Home Schooling		117,160	117,160
3160 School Bus Driver's Salary	1,248,479	1,422,282	173,803
3161 EAA Bus Driver		6,880	6,880
3162 Transport Workers Comp		82,927	82,927
3165 EEDA Transportation		16,708	16,708
3180 Fringe Benefits Employer Contributions	13,910,086	14,003,403	93,317
3181 Retiree Insurance	2,218,444	1,823,591	(394,853)
3199 Other Restricted State Grants		98,324	98,324

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	Revised Budget	Actual	Variance- Positive (Negative)
<b>REVENUES (continued):</b>			
<b>3000 Revenue from State Sources (continued)</b>			
3300 Education Finance Act:			
3310 Full-Time Programs:			
3311 Kindergarten	\$ 2,986,811	\$ 3,292,132	\$ 305,321
3312 Primary	8,736,649	9,276,852	540,203
3313 Elementary	12,532,589	12,772,996	240,407
3314 High School	5,552,562	5,180,331	(372,231)
3315 Trainable Mentally Handicapped	204,285	151,600	(52,685)
3316 Speech Handicapped (Part-time Program)	4,832,028	4,247,730	(584,298)
3317 Homebound	158,712	218,825	60,113
3320 Part-Time Programs:			
3321 Emotionally Handicapped	277,519	350,254	72,735
3322 Educable Mentally Handicapped	348,486	196,152	(152,334)
3323 Learning Disabilities	2,771,454	3,305,132	533,678
3324 Hearing Handicapped	140,819	169,555	28,736
3325 Visually Handicapped	92,261	122,258	29,997
3326 Orthopedically Handicapped	188,867	78,328	(110,539)
3327 Vocational	7,026,819	7,158,241	131,422
3330 Other EFA Programs:			
3331 Autism	169,954	288,550	118,596
3800 State Revenue in Lieu of Taxes:			
3810 Reimbursement for Local Residential Property Tax Relief	8,055,568	8,055,568	-
3820 Homestead Exemption	2,034,492	2,272,042	237,550
3830 Merchant's Inventory Tax	243,386	243,385	(1)
3840 Manufacturers Depreciation Reimbursement	175,198	230,970	55,772
3890 Other State Property Tax Revenues	148,838	180,882	32,044
<b>Total State Sources</b>	<u>74,054,306</u>	<u>75,461,203</u>	<u>1,406,897</u>
<b>TOTAL REVENUE ALL SOURCES</b>	<u>141,148,767</u>	<u>144,099,139</u>	<u>2,950,372</u>

(Continued)



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2007**

<b>EXPENDITURES</b>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
<b>100 INSTRUCTION</b>			
110 General Instruction			
111 Kindergarten Programs:			
100 Salaries	\$ 4,233,181	\$ 4,199,568	\$ 33,613
200 Employee Benefits	1,327,968	1,292,027	35,941
300 Purchased Services	5,000	4,012	988
400 Supplies and Materials	228,689	228,220	469
	<u>5,794,838</u>	<u>5,723,827</u>	<u>71,011</u>
112 Primary Programs:			
100 Salaries	13,982,553	13,982,503	50
200 Employee Benefits	3,896,643	3,876,443	20,200
300 Purchased Services	29,323	22,326	6,997
400 Supplies and Materials	447,270	403,269	44,001
	<u>18,355,789</u>	<u>18,284,541</u>	<u>71,248</u>
113 Elementary Programs:			
100 Salaries	20,564,039	20,560,279	3,760
200 Employee Benefits	5,508,887	5,468,435	40,452
300 Purchased Services	261,364	215,774	45,590
400 Supplies and Materials	2,978,546	2,669,769	308,777
	<u>29,312,836</u>	<u>28,914,257</u>	<u>398,579</u>
114 High School Programs:			
100 Salaries	16,167,410	16,165,481	1,929
200 Employee Benefits	4,390,105	4,360,900	29,205
300 Purchased Services	174,764	149,124	25,640
400 Supplies and Materials	863,644	863,020	624
500 Capital Outlay	24,473	24,473	-
	<u>21,620,396</u>	<u>21,562,998</u>	<u>57,398</u>
115 Vocational Programs:			
100 Salaries	2,981,771	2,976,320	5,451
200 Employee Benefits	823,027	797,191	25,836
300 Purchased Services	55,148	51,779	3,369
400 Supplies and Materials	164,996	163,472	1,524
	<u>4,024,942</u>	<u>3,988,762</u>	<u>36,180</u>

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2007**

	Revised Budget	Actual	Variance- Positive (Negative)
<b>EXPENDITURES (continued)</b>			
<b>100 INSTRUCTION (continued)</b>			
120 Exceptional Programs			
121 Educable Mentally Handicapped:			
100 Salaries	\$ 766,390	\$ 765,168	\$ 1,222
200 Employee Benefits	227,321	222,651	4,670
	<u>993,711</u>	<u>987,819</u>	<u>5,892</u>
122 Trainable Mentally Handicapped:			
100 Salaries	416,733	416,237	496
200 Employee Benefits	121,980	121,608	372
	<u>538,713</u>	<u>537,845</u>	<u>868</u>
123 Orthopedically Handicapped:			
100 Salaries	133,767	92,570	41,197
200 Employee Benefits	36,679	25,980	10,699
	<u>170,446</u>	<u>118,550</u>	<u>51,896</u>
124 Visually Handicapped:			
100 Salaries	161,163	118,724	42,439
200 Employee Benefits	36,098	28,472	7,626
	<u>197,261</u>	<u>147,196</u>	<u>50,065</u>
125 Hearing Handicapped:			
100 Salaries	166,673	80,937	85,736
200 Employee Benefits	41,048	23,304	17,744
	<u>207,721</u>	<u>104,241</u>	<u>103,480</u>
126 Speech Handicapped:			
100 Salaries	1,654,414	1,551,481	102,933
200 Employee Benefits	454,399	419,220	35,179
	<u>2,108,813</u>	<u>1,970,701</u>	<u>138,112</u>
127 Learning Disabilities:			
100 Salaries	2,399,502	2,333,044	66,458
200 Employee Benefits	667,951	623,826	44,125
	<u>3,067,453</u>	<u>2,956,870</u>	<u>110,583</u>
128 Emotionally Handicapped:			
100 Salaries	397,084	237,619	159,465
200 Employee Benefits	133,830	75,074	58,756
300 Purchased Services	40,000	22,068	17,932
	<u>570,914</u>	<u>334,761</u>	<u>236,153</u>
			(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	Revised Budget	Actual	Variance- Positive (Negative)
<b>EXPENDITURES (continued)</b>			
<b>100 INSTRUCTION (continued)</b>			
130 Pre-School Programs			
133 Preschool Handicapped Self-contained (5 Yr. Olds):			
100 Salaries	\$ 36,152	\$ 36,152	\$ -
200 Employee Benefits	11,060	11,045	15
	<u>47,212</u>	<u>47,197</u>	<u>15</u>
137 Preschool Handicapped Self-contained (3&4 Yr. Olds):			
100 Salaries	232,346	163,530	68,816
200 Employee Benefits	63,572	48,951	14,621
	<u>295,918</u>	<u>212,481</u>	<u>83,437</u>
139 Early Childhood Development:			
100 Salaries	167,739	41,377	126,362
200 Employee Benefits	38,575	14,719	23,856
	<u>206,314</u>	<u>56,096</u>	<u>150,218</u>
140 Special Programs			
141 Gifted and Talented - Academic:			
100 Salaries	460,490	281,964	178,526
200 Employee Benefits	131,813	78,285	53,528
300 Purchased Services	21,315	14,171	7,144
400 Supplies and Materials	51,117	39,493	11,624
600 Other Objects	45,655	3,624	42,031
	<u>710,390</u>	<u>417,537</u>	<u>292,853</u>
143 Advanced Placement:			
100 Salaries	84,960		84,960
200 Employee Benefits	24,050		24,050
300 Purchased Services	3,893	3,213	680
400 Supplies and Materials	28,495	19,259	9,236
600 Other Objects	8,850	8,850	-
	<u>150,248</u>	<u>31,322</u>	<u>118,926</u>
145 Homebound:			
100 Salaries	236,888	236,541	347
200 Employee Benefits	53,151	53,082	69
300 Purchased Services	31,700	31,406	294
	<u>321,739</u>	<u>321,029</u>	<u>710</u>
149 Other Special Programs:			
100 Salaries	932,707	930,822	1,885
200 Employee Benefits	116,094	105,316	10,778
	<u>1,048,801</u>	<u>1,036,138</u>	<u>12,663</u>

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	Revised Budget	Actual	Variance- Positive (Negative)
<b>EXPENDITURES (continued)</b>			
<b>100 INSTRUCTION (continued)</b>			
160 Other Exceptional Programs			
161 Autism:			
100 Salaries	\$ 307,363	\$ 306,486	\$ 877
200 Employee Benefits	103,334	102,560	774
	<u>410,697</u>	<u>409,046</u>	<u>1,651</u>
180 Adult/Continuing Educational Programs			
181 Adult Basic Education Programs:			
100 Salaries	750	750	-
200 Employee Benefits	146	144	2
	<u>896</u>	<u>894</u>	<u>2</u>
182 Adult Secondary Education Programs:			
100 Salaries	4,510	4,504	6
200 Employee Benefits	872	864	8
	<u>5,382</u>	<u>5,368</u>	<u>14</u>
185 Vocational Adult Education Programs:			
100 Salaries	4,000	4,000	-
200 Employee Benefits	1,004	986	18
	<u>5,004</u>	<u>4,986</u>	<u>18</u>
188 Parenting/Family Literacy:			
100 Salaries	61,868	61,162	706
200 Employee Benefits	14,939	14,891	48
	<u>76,807</u>	<u>76,053</u>	<u>754</u>
<b>TOTAL INSTRUCTION</b>	<u>90,243,241</u>	<u>88,250,515</u>	<u>1,992,726</u>
<b>200 SUPPORT SERVICES</b>			
210 Pupil Services			
211 Attendance and Social Work Services:			
100 Salaries	784,403	783,896	507
200 Employee Benefits	236,711	216,508	20,203
300 Purchased Services	2,000	485	1,515
400 Supplies and Materials	6,075	4,472	1,603
600 Other Objects	500	-	500
	<u>1,029,689</u>	<u>1,005,361</u>	<u>24,328</u>

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	Revised Budget	Actual	Variance- Positive (Negative)
<b>EXPENDITURES (continued)</b>			
<b>200 SUPPORT SERVICES (continued)</b>			
210 Pupil Services (continued)			
212 Guidance Services:			
100 Salaries	\$ 2,913,224	\$ 2,905,617	\$ 7,607
200 Employee Benefits	779,090	757,784	21,306
300 Purchased Services	8,910	7,252	1,658
400 Supplies and Materials	22,871	16,453	6,418
	<u>3,724,095</u>	<u>3,687,106</u>	<u>36,989</u>
213 Health Services:			
100 Salaries	1,212,896	1,212,831	65
200 Employee Benefits	363,318	348,633	14,685
300 Purchased Services	4,400	4,233	167
400 Supplies and Materials	42,941	42,168	773
	<u>1,623,555</u>	<u>1,607,865</u>	<u>15,690</u>
214 Psychological Services:			
100 Salaries	404,219	404,094	125
200 Employee Benefits	107,456	106,161	1,295
	<u>511,675</u>	<u>510,255</u>	<u>1,420</u>
220 Instructional Staff Services			
221 Improvement of Instruction - Curriculum Development:			
100 Salaries	3,001,182	2,972,272	28,910
200 Employee Benefits	832,854	773,030	59,824
300 Purchased Services	10,641	10,106	535
400 Supplies and Materials	5,961	5,685	276
600 Other Objects	21,141	20,690	451
	<u>3,871,779</u>	<u>3,781,783</u>	<u>89,996</u>
222 Library and Media Services:			
100 Salaries	1,646,678	1,622,315	24,363
200 Employee Benefits	462,488	433,283	29,205
300 Purchased Services	16,024	13,753	2,271
400 Supplies and Materials	659,280	500,368	158,912
	<u>2,784,470</u>	<u>2,569,719</u>	<u>214,751</u>
224 Improvement of Instruction - Inservice and Staff Training:			
100 Salaries	456,175	420,671	35,504
200 Employee Benefits	109,744	103,429	6,315
300 Purchased Services	427,056	303,478	123,578
400 Supplies and Materials	104,806	88,782	16,024
500 Capital Outlay	18,852	18,852	-
600 Other Objects	28,889	28,492	397
	<u>1,145,522</u>	<u>963,704</u>	<u>181,818</u>

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	Revised Budget	Actual	Variance- Positive (Negative)
<b>EXPENDITURES (continued)</b>			
<b>200 SUPPORT SERVICES (continued)</b>			
230 General Administration Services			
231 Board of Education:			
200 Employee Benefits	\$ 24,000	\$ 7,824	\$ 16,176
300 Purchased Services	285,000	196,107	88,893
318 Audit Services	28,500	28,500	-
400 Supplies and Materials	33,000	31,801	1,199
600 Other Objects	1,316,805	1,315,087	1,718
	<u>1,687,305</u>	<u>1,579,319</u>	<u>107,986</u>
232 Office of the Superintendent:			
100 Salaries	219,601	218,963	638
200 Employee Benefits	56,975	56,878	97
300 Purchased Services	8,848	4,740	4,108
400 Supplies and Materials	16,300	13,330	2,970
600 Other Objects	8,200	8,157	43
	<u>309,924</u>	<u>302,068</u>	<u>7,856</u>
233 School Administration:			
100 Salaries	6,133,724	6,129,117	4,607
200 Employee Benefits	1,586,650	1,586,033	617
300 Purchased Services	59,107	52,545	6,562
400 Supplies and Materials	102,524	94,042	8,482
600 Other Objects	3,700	3,419	281
	<u>7,885,705</u>	<u>7,865,156</u>	<u>20,549</u>
250 Finance and Operations Services			
252 Fiscal Services:			
100 Salaries	1,277,450	1,276,865	585
200 Employee Benefits	347,511	332,080	15,431
300 Purchased Services	25,700	25,671	29
400 Supplies and Materials	34,600	33,487	1,113
600 Other Objects	6,400	6,345	55
	<u>1,691,661</u>	<u>1,674,448</u>	<u>17,213</u>
254 Operation and Maintenance of Plant:			
100 Salaries	5,151,679	5,150,166	1,513
200 Employee Benefits	1,671,391	1,671,246	145
300 Purchased Services	6,830,410	6,830,398	12
400 Supplies and Materials	1,353,118	1,351,500	1,618
500 Capital Outlay	227,412	224,984	2,428
600 Other Objects	5,000	3,656	1,344
	<u>15,239,010</u>	<u>15,231,950</u>	<u>7,060</u>

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	Revised Budget	Actual	Variance- Positive (Negative)
<b>EXPENDITURES (continued)</b>			
<b>200 SUPPORT SERVICES (continued)</b>			
250 Finance and Operations Services (continued)			
255 Student Transportation:			
100 Salaries	\$ 3,849,461	\$ 3,838,827	\$ 10,634
200 Employee Benefits	1,244,162	1,243,964	198
300 Purchased Services	154,300	153,153	1,147
400 Supplies and Materials	131,100	129,744	1,356
500 Capital Outlay	21,000	20,715	285
600 Other Objects	119,284	118,547	737
	<u>5,519,307</u>	<u>5,504,950</u>	<u>14,357</u>
258 Security:			
100 Salaries	93,832	78,987	14,845
200 Employee Benefits	39,720	35,147	4,573
300 Purchased Services	464,150	341,801	122,349
400 Supplies and Materials	22,175	9,288	12,887
	<u>619,877</u>	<u>465,223</u>	<u>154,654</u>
260 Central Support Services			
262 Planning:			
100 Salaries	416,489	372,399	44,090
200 Employee Benefits	93,964	85,164	8,800
300 Purchased Services	48,130	29,716	18,414
400 Supplies and Materials	17,909	16,567	1,342
600 Other Objects	5,298	4,989	309
	<u>581,790</u>	<u>508,835</u>	<u>72,955</u>
263 Information Services:			
100 Salaries	226,277	224,769	1,508
200 Employee Benefits	50,796	50,635	161
300 Purchased Services	96,250	46,231	50,019
400 Supplies and Materials	25,925	14,658	11,267
600 Other Objects	27,860	24,912	2,948
	<u>427,108</u>	<u>361,205</u>	<u>65,903</u>
264 Staff Services:			
100 Salaries	1,068,886	664,624	404,262
200 Employee Benefits	236,120	126,285	109,835
300 Purchased Services	72,105	71,416	689
400 Supplies and Materials	69,500	68,612	888
600 Other Objects	7,895	5,755	2,140
	<u>1,454,506</u>	<u>936,692</u>	<u>517,814</u>

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	Revised Budget	Actual	Variance- Positive (Negative)
<b>EXPENDITURES (continued)</b>			
<b>200 SUPPORT SERVICES (continued)</b>			
260 Central Support Services (continued)			
266 Technology and Data Processing Services:			
100 Salaries	\$ 1,253,655	\$ 1,251,739	\$ 1,916
200 Employee Benefits	319,892	319,759	133
300 Purchased Services	629,312	628,223	1,089
400 Supplies and Materials	112,704	111,555	1,149
500 Capital Outlay	17,296	16,986	310
	2,332,859	2,328,262	4,597
<b>TOTAL SUPPORT SERVICES</b>	52,439,837	50,883,901	1,555,936
<b>TOTAL EXPENDITURES</b>	142,683,078	139,134,416	3,548,662
<b>OTHER FINANCING SOURCES (USES)</b>			
5300 Sale of Fixed Assets		4,360	4,360
<b>Interfund Transfers, From (To) Other Funds:</b>			
5230 Transfer from Special Revenue EIA Fund	3,687,511	3,444,737	(242,774)
5280 Transfer from Other Funds Indirect Costs	433,800	668,815	235,015
421-710 Transfer to Special Revenue	(35,000)	(34,555)	445
423-710 Transfer to Debt Service Fund	(4,649,000)	(4,648,956)	44
425-710 Transfer to Food Service Fund	(803,000)	(696,122)	106,878
	(1,365,689)	(1,261,721)	103,968
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	(1,365,689)	(1,261,721)	103,968
Excess/(Deficiency) of Revenues and Other Financing Sources over Expenditures and other Financing Uses	(2,900,000)	3,703,002	6,603,002
<b>FUND BALANCE, JULY 1, 2006</b>		\$ 12,348,217	
<b>FUND BALANCE, JUNE 30, 2007</b>		\$ 16,051,219	



LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
SPECIAL REVENUE - SPECIAL PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2007

REVENUES	TITLE I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	PRESCHOOL HANDICAPPED (CG Projects) (205/206)	OCCUPATIONAL EDUCATION (VA Projects) (207/208)	DRUG FREE (FP/FQ Projects) (209/210)	ADULT EDUCATION (EA Projects)	OTHER RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
<b>1000 Revenue from Local Sources</b>									
1300 Tuition	\$	\$	\$	\$	\$	\$	\$	\$	\$
1320 Tuition from Other LEAs for Regular Day School								150,000	150,000
1900 Other Revenue from Local Sources:									
1930 Medicaid								360,538	360,538
1999 Revenue from Other Local Sources								164,910	164,910
<b>Total Local Sources</b>	-	-	-	-	-	-	-	675,448	675,448
<b>2000 Intergovernmental Revenue</b>									
2300 Payments from Non-Profit Entities (for First Steps)							151,695		151,695
<b>Total Intergovernmental Revenue</b>	-	-	-	-	-	-	151,695	-	151,695
<b>3000 Revenue from State Sources</b>									
3100 Restricted Grants:									
3110 Occupational Education:									
3117 EEDA 8th Grade Awareness							11,654		11,654
3118 EEDA Career Specialists							278,704		278,704
3120 General Education:									
3126 Refurbish Science Kits Revenue							90,099		90,099
3127 Student Health and Fitness							28,555		28,555
3128 High Schools that Work							22,396		22,396
3130 Special Programs:									
3154 Adult Education, Young Adult Initiative							64,352		64,352
3190 Miscellaneous Restricted State Grants:									
3193 Education Tags							6,949		6,949
3195 South Carolina Reading Initiative - High School							25,415		25,415
3199 Other Restricted State Grants								12,069	12,069
3600 Education Lottery Act Revenue:									
3607 Lottery 6-8 Enhancement							47,800		47,800
3610 K-5 Enhancement							1,291,791		1,291,791
3699 Miscellaneous Lottery							899		899
3900 Other State Revenue:									
3991 Adept							50,302		50,302
3999 Revenue from Other State Sources								28,279	28,279
<b>Total State Sources</b>	-	-	-	-	-	-	1,918,916	40,348	1,959,264

(Continued)

SCHEDULE 2  
(Continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
SPECIAL REVENUE - SPECIAL PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2007

	TITLE I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	PRESCHOOL HANDICAPPED (CG Projects) (205/206)	OCCUPATIONAL EDUCATION (VA Projects) (207/208)	DRUG FREE (FP/FQ Projects) (209/210)	ADULT EDUCATION (EA Projects)	OTHER RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
<b>REVENUES (continued)</b>									
<b>4000 Revenue from Federal Sources</b>									
4200 Occupational Education:									
4210 Vocational Aid								203 \$	195,469
4300 Elementary and Secondary Education Act of 1965:				195,266 \$					
4310 Title I	1,859,000							64,639	1,923,639
4331 Title II								24,190	24,190
4340 Title VI								26,082	26,082
4341 Title III								34,740	34,740
4351 Improving Teacher Quality								508,399	508,399
4400 Adult Education:						97,251			97,251
4410 Adult Education - Basic:									
4500 Programs for Children with Disabilities:		4,158,922						36,871	4,195,793
4510 IDEA			220,507						220,507
4520 Pre-School									
4900 Other Federal Sources:									
4920 Drug and Violence Prevention					56,162			294,348	294,348
4924 21st Century								613,243	613,243
4999 Revenue from Other Federal Sources									
<b>Total Federal Sources</b>	1,859,000	4,158,922	220,507	195,266	56,162	97,251	-	1,602,715	8,189,823
<b>TOTAL REVENUE ALL SOURCES</b>	1,859,000	4,158,922	220,507	195,266	56,162	97,251	2,070,611	2,318,511	10,976,230
<b>EXPENDITURES</b>									
<b>100 INSTRUCTION</b>									
110 General Instruction									
111 Kindergarten Programs:									
100 Salaries	101,080	28,843						29,874	159,797
200 Employee Benefits	36,864	12,320						9,763	58,947
112 Primary Programs:									
100 Salaries	858,043							103,038	1,055,898
200 Employee Benefits	235,958							28,914	292,157
300 Purchased Services	104,814								104,814
400 Supplies and Materials	62,772							23,529	93,251

(Continued)

SCHEDULE 2  
(Continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
SPECIAL REVENUE - SPECIAL PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2007

	TITLE I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	PRESCHOOL HANDICAPPED (CG Projects) (205/206)	OCCUPATIONAL EDUCATION (VA Projects) (207/208)	DRUG FREE (FP/FQ Projects) (209/210)	ADULT EDUCATION (EA Projects)	OTHER RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
<b>EXPENDITURES (continued)</b>									
<b>100 INSTRUCTION (continued)</b>									
113 Elementary Programs:									
100 Salaries	\$ 62,090	\$	\$	\$	\$	\$	\$ 767,413	\$ 3,800	\$ 833,303
200 Employee Benefits	14,705						192,318	1,303	208,326
300 Purchased Services							62,939	4,906	67,845
400 Supplies and Materials							226,783	59,542	286,325
600 Other Objects								2,071	2,071
114 High School Programs:									
100 Salaries								355,897	355,897
200 Employee Benefits							33	49,386	49,419
300 Purchased Services							2,279	64,183	66,462
400 Supplies and Materials							23,104	96,673	119,777
500 Capital Outlay								5,506	5,506
115 Vocational Programs:									
100 Salaries				30,782				82,600	113,382
200 Employee Benefits				14,206				19,879	34,085
400 Supplies and Materials				97,066				3,696	100,762
120 Exceptional Programs									
121 Educable Mentally Handicapped:									
100 Salaries		182,782							182,782
200 Employee Benefits		71,236							71,236
400 Supplies and Materials		321						393	714
122 Trainable Mentally Handicapped:									
100 Salaries		334,829						241	335,070
200 Employee Benefits		115,392	(137)					68	115,255
300 Purchased Services		5,940						2,322	8,262
400 Supplies and Materials									
123 Orthopedically Handicapped									
100 Salaries		219,279							219,279
200 Employee Benefits		89,838							89,838
400 Supplies and Materials		122							122
124 Visually Handicapped:									
300 Purchased Services		16,573							16,573
400 Supplies and Materials		4,485							4,485

SCHEDULE 2  
(Continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
SPECIAL REVENUE - SPECIAL PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2007

	TITLE I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	PRESCHOOL HANDICAPPED (CG Projects) (205/206)	OCCUPATIONAL EDUCATION (VA Projects) (207/208)	DRUG FREE (FP/FQ Projects) (209/210)	ADULT EDUCATION (EA Projects)	OTHER RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
<b>EXPENDITURES (continued)</b>									
<b>100 INSTRUCTION (continued)</b>									
125 Hearing Handicapped:									
100 Salaries	\$	7,102	\$	\$	\$	\$	\$	7,102	
200 Employee Benefits		4,020						4,020	
300 Purchased Services		37,573	110					37,683	
400 Supplies and Materials		1,931						1,931	
126 Speech Handicapped:									
100 Salaries		954					54,879	55,833	
200 Employee Benefits		203					14,826	15,029	
300 Purchased Services		5,104	904					6,008	
400 Supplies and Materials		5,536						5,536	
127 Learning Disabilities:									
100 Salaries		756,069						756,069	
200 Employee Benefits		244,146						244,146	
300 Purchased Services		1,432					500	1,932	
400 Supplies and Materials		16,336					500	16,836	
128 Emotionally Handicapped:									
100 Salaries		67,826						67,826	
200 Employee Benefits		28,878						28,878	
400 Supplies and Materials		2,480					727	3,207	
130 Preschool Programs									
133 Preschool Handicapped Self/Cont:									
100 Salaries		30,154						30,154	
200 Employee Benefits		8,528						8,528	
135 Preschool Handicapped Speech (3 & 4-Yr. Olds):									
400 Supplies and Materials			2,078					2,078	
137 Preschool Handicapped Self-Containted (3 & 4-Yr. Olds):									
100 Salaries		14,761	38,747					53,508	
200 Employee Benefits		2,826	11,663					14,489	
300 Purchased Services			1,103					1,103	
400 Supplies and Materials			13,208					13,238	
139 Early Childhood Programs:									
100 Salaries	70,754						25,360	96,114	
200 Employee Benefits	18,086						11,226	29,312	

(Continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
SPECIAL REVENUE - SPECIAL PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2007

	TITLE I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	PRESCHOOL HANDICAPPED (CG Projects) (205/206)	OCCUPATIONAL EDUCATION (VA Projects) (207/208)	DRUG FREE (FP/FQ Projects) (209/210)	ADULT EDUCATION (EA Projects)	OTHER RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
<b>EXPENDITURES (continued)</b>									
<b>100 INSTRUCTION (continued)</b>									
140 Special Programs									
149 Other Special Programs:									
100 Salaries	\$	\$	\$	\$	\$	\$	\$	190	190
200 Employee Benefits								13	13
160 Other Exceptional Programs:									
161 Autism:									
100 Salaries		147,099						2,931	150,030
200 Employee Benefits		58,083						561	58,644
300 Purchased Services		42,134	3,897						46,031
400 Supplies and Materials		3,227	3,479						6,706
170 Summer School Programs									
171 Primary Summer School:									
300 Purchased Services							890		890
175 Instructional Programs Beyond Regular School Day:									
100 Salaries	18,565							116,018	134,583
200 Employee Benefits	3,797							31,644	35,441
300 Purchased Services								5,122	5,122
400 Supplies and Materials	1,267							2,585	3,852
180 Adult/Continuing Educational Programs									
181 Adult Education Basic Program:									
100 Salaries						41,009			41,009
200 Employee Benefits						6,492			6,492
400 Supplies and Materials						447			447
182 Adult Secondary Education Programs:									
100 Salaries							38,580	4,105	42,685
200 Employee Benefits							6,630	314	6,944
300 Purchased Services							439		439
400 Supplies and Materials							207		207

SCHEDULE 2  
(Continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
SPECIAL REVENUE - SPECIAL PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2007

	TITLE I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	PRESCHOOL HANDICAPPED (CG Projects) (205/206)	OCCUPATIONAL EDUCATION (VA Projects) (207/208)	DRUG FREE (FP/FQ Projects) (209/210)	ADULT EDUCATION (EA Projects)	OTHER RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
<b>EXPENDITURES (continued)</b>									
<b>100 INSTRUCTION (continued)</b>									
183 Adult English Literacy:									
100 Salaries	\$	\$	\$	\$	\$	\$	\$	\$	\$
200 Employee Benefits									
300 Purchased Services									
400 Supplies and Materials									
188 Parenting/Family Literacy:									
100 Salaries							113,936	53,171	167,107
200 Employee Benefits							33,512	19,904	53,416
300 Purchased Services							4,247	6,295	10,542
400 Supplies and Materials								7,609	7,609
Total Instruction:	1,588,795	2,568,392	75,052	142,054	-	93,844	1,638,948	1,269,478	7,376,563
Current expenditures	1,588,795	2,568,392	75,052	142,054	-	93,844	1,638,948	1,263,972	7,371,057
Capital outlay	-	-	-	-	-	-	-	5,506	5,506
	1,588,795	2,568,392	75,052	142,054	-	93,844	1,638,948	1,269,478	7,376,563
<b>200 SUPPORTING SERVICES</b>									
210 Pupil Services									
212 Guidance:									
100 Salaries								59,310	59,310
200 Employee Benefits								13,424	13,424
300 Purchased Services								52	8,453
400 Supplies and Materials				1,500			6,901	1,688	6,441
600 Other Objects							4,753	1,719	1,719
213 Health:									
100 Salaries		70,729						47,546	118,275
200 Employee Benefits		19,499						10,774	30,273
300 Purchased Services		7,472						19,577	27,049
400 Supplies and Materials		13,769	625					6,351	20,745
500 Capital Outlay								54,924	54,924
600 Other Objects		401							401

(Continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
SPECIAL REVENUE - SPECIAL PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2007

	TITLE I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	PRESCHOOL HANDICAPPED (CG Projects) (205/206)	OCCUPATIONAL EDUCATION (VA Projects) (207/208)	DRUG FREE (FP/FQ Projects) (209/210)	ADULT EDUCATION (EA Projects)	OTHER RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
<b>EXPENDITURES (continued)</b>									
<b>200 SUPPORTING SERVICES (continued)</b>									
214 Psychological:									
100 Salaries	\$	492,302	\$	50,091	\$	\$	\$	55,904	\$ 598,297
200 Employee Benefits		126,061		14,023				15,017	155,101
300 Purchased Services		21,527		3,028					24,555
400 Supplies and Materials		55,758		157					55,915
217 Career Specialist Services:									
100 Salaries							221,860		221,860
200 Employee Benefits							56,844		56,844
220 Instructional Staff Services									
221 SAT Improvement Library & Media:									
100 Salaries					1,200		2,000	6,815	10,015
200 Employee Benefits					230		534	1,393	2,157
300 Purchased Services					49,200		861	851	50,061
600 Other Objects									851
222 Library & Media:									
400 Supplies and Materials								25,168	25,168
223 Supervision of Special Programs:									
100 Salaries	101,639	413,637		48,488			14,212		577,976
200 Employee Benefits	23,155	108,263		12,041			2,723		146,182
300 Purchased Services	11,000	31,590		5,438		2,922	1,560		52,510
400 Supplies and Materials	3,196	18,030		3,840					25,066
500 Capital Outlay		7,113							7,113
600 Other Objects		60							60
224 Improvement of Instruction-Inservice Training:									
100 Salaries	12,722				1,950		29,059	233,425	277,156
200 Employee Benefits	3,133				373		5,579	59,399	68,484
300 Purchased Services	249	30,688		11,450	600		62,729	72,613	178,329
400 Supplies and Materials		28,199			642		18,007	69,278	116,126
600 Other Objects							4,041		4,041

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
SPECIAL REVENUE - SPECIAL PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2007

	TITLE I (BA Projects) (201/202)	IDEA (CA Projects) (203/204)	PRESCHOOL HANDICAPPED (CG Projects) (205/206)	OCCUPATIONAL EDUCATION (VA Projects) (207/208)	DRUG FREE (FP/FQ Projects) (209/210)	ADULT EDUCATION (EA Projects)	OTHER RESTRICTED STATE GRANTS	OTHER SPECIAL REVENUE PROGRAMS	TOTAL
<b>EXPENDITURES (continued)</b>									
<b>200 SUPPORTING SERVICES (continued)</b>									
230 General Administration Services									
231 Board of Education:									
300 Purchased Services	\$	\$	\$	\$	\$	\$	\$	\$	894
233 School Administration:									
100 Salaries								111,183	111,183
200 Employee Benefits								27,037	27,037
250 Finance and Operations Services									
251 Student Transportation:									
100 Salaries								25,392	25,392
200 Employee Benefits								8,924	8,924
300 Purchased Services				30,500				19,225	49,725
252 Fiscal Services:									
100 Salaries	1,387								1,387
200 Employee Benefits	253								253
300 Purchased Services								4,566	4,566
254 Operations and Maintenance:									
300 Purchased Services								1,504	1,504
271 Pupil Activity - Special									
300 Purchased Services								6,672	6,672
Total Supporting Services:	156,734	1,445,098	137,731	46,372	54,195	-	431,663	960,625	3,232,418
Current expenditures	156,734	1,437,985	137,731	46,372	54,195	-	431,663	905,701	3,170,381
Capital Outlay	-	7,113	-	-	-	-	-	54,924	62,037
	156,734	1,445,098	137,731	46,372	54,195	-	431,663	960,625	3,232,418
<b>300 COMMUNITY SERVICES</b>									
390 Other Community Services:									
100 Salaries	19,085								19,085
200 Employee Benefits	8,696								8,696
300 Purchased Services									266
400 Supplies and Materials	20,306								20,306
Total Community Services:	48,353	-	-	-	-	-	-	-	48,353
Current expenditures									





LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SPECIAL REVENUE FUNDS  
 SUMMARY SCHEDULE FOR DESIGNATED STATE RESTRICTED GRANTS  
 FOR THE YEAR ENDED JUNE 30, 2007

<u>SUBFUND</u>	<u>REVENUE</u>	<u>PROGRAMS</u>	<u>REVENUES</u>	<u>EXPENDITURES</u>	<u>TRANSFERS OUT</u>	<u>UNEARNED REVENUE</u>
908	3126	Refurbishment of K-8 Science Kits	\$ 90,099	\$ 90,099	\$	
916	3991	ADEPT	50,302	50,302		46,665
919	3193	Education License Plates	6,949	6,949		
920	3154	Adult Education, Young Adult Initiative	64,352	64,352		8,200
927	3117	EEDA 8th Grade Awareness	11,654	11,654		
928	3118	EEDA Career Specialists	278,704	278,704		
937	3127	Student Health and Fitness	28,555	28,555		58,332
938	3128	High Schools that Work	22,396	22,396		9,204
945	3195	South Carolina Reading Initiative - High School	25,415	25,415		2,585
960	3610	K-5 Enhancement	1,291,791	1,291,791		31,909
967	3607	Lotary 6-8 Enhancement	47,800	47,800		
969	3699	Miscellaneous Lottery	899	899		8,091
990	2300	First Steps	151,695	151,695		
<b>Total Designated State Restricted Grants</b>			<b>\$ 2,070,611</b>	<b>\$ 2,070,611</b>	<b>\$ -</b>	<b>\$ 164,986</b>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SPECIAL REVENUE FUNDS  
 SUMMARY SCHEDULE FOR OTHER SPECIAL REVENUE PROGRAMS  
 FOR THE YEAR ENDED JUNE 30, 2007**

<u>SUBFUND</u>	<u>REVENUE</u>	<u>PROGRAMS</u>	<u>REVENUES</u>	<u>EXPENDITURES</u>
2020	4310	Title I	\$ 1,859,000	\$ 1,859,000
2033	4510	IDEA	1,145	1,145
2034	4510	IDEA	1,782	1,782
2040	4510	IDEA	4,158,922	4,158,922
2050	4520	Preschool Grants	220,507	220,507
2071	4210	Title I, Vocational Aid	9,762	9,762
2072	4210	Title I, Vocational Aid	1,500	1,500
2073	4210	Title I, Vocational Aid	1,450	1,450
2075	4210	Title I, Vocational Aid	30,500	30,500
2076	4210	Title I, Vocational Aid	44,988	44,988
2078	4210	Title I, Vocational Aid	97,066	97,066
2079	4210	Title I, Vocational Aid	10,000	10,000
2090	4920	Title IV, Drug and Violence Prevention	56,162	56,162
2130	4510	IDEA	5,693	5,693
2131	4510	IDEA	1,000	1,000
2132	4510	IDEA	27,251	27,251
2240	4924	Title IV, 21st Century Grant	79,503	79,503
2241	4924	Title IV, 21st Century Grant	73,465	73,465
2242	4924	Title IV, 21st Century Grant	141,380	141,380
2370	4310	Title I	64,639	64,639
2410	4340	Title VI	26,082	26,082
2430	4410	Basic Adult Education	97,251	97,251
2530	4331	Title II Educational Technology	5,381	5,381
2531	4331	Title II Educational Technology	18,809	18,809
2640	4341	Title III	34,740	34,740
2670	4351	Title II Improving Teacher Quality	508,399	508,399
2710	1930	Medicaid	360,538	360,538
2721	4999	ROTC - Army	50,288	50,288
2722	4999	ROTC - Air Force	47,552	47,552
2723	4999	ROTC - Navy	45,965	45,965
2730	4999	Smaller Learning Communities	19,384	19,384
2740	4999	Teen Lead Grant	8,201	8,201
2741	4999	Project Teen Lead	790	790
2999	4210	Title I, Vocational Aid	203	203
8004	1999	Mid Carolina Electric Cooperative Grant	800	800
8006	1999	Mid Carolina Electric Cooperative Grant	111	111

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SPECIAL REVENUE FUNDS**  
**SUMMARY SCHEDULE FOR OTHER SPECIAL REVENUE PROGRAMS**  
**FOR THE YEAR ENDED JUNE 30, 2007**

8007	1999	Mid Carolina Electric Cooperative Grant	\$	1,000	\$	1,000
8010	1999	Mid Carolina Electric Cooperative Grant		1,000		1,000
8011	1999	Mid Carolina Electric Cooperative Grant		635		635
8012	1999	Mid Carolina Electric Cooperative Grant		850		850
8013	1999	Mid Carolina Electric Cooperative Grant		253		253
8014	1999	Mid Carolina Electric Cooperative Grant		650		650
8015	1999	Mid Carolina Electric Cooperative Grant		770		770
8016	1999	Mid Carolina Electric Cooperative Grant		995		995
8017	1999	Mid Carolina Electric Cooperative Grant		875		875
8018	1999	Mid Carolina Electric Cooperative Grant		1,000		1,000
8019	1999	Mid Carolina Electric Cooperative Grant		741		741
8101	3199	SAT/ACT Improvement		4,951		4,951
8110	1999	Intel		21,840		21,840
8180	1999	Parent Alliance SC Children		86,980		86,980
8195	1999	Wal-Mart Parenting		292		292
8240	1999	Clemson University Foundation Grant		795		795
8260	3999	DHEC Recycling Grant		571		571
8270	1999	Captain Planet Grant		878		878
8271	3199	SCEENS/EIC CSPD		1,855		1,855
8272	3199	SCEENS/EIC - NFWF Grant		2,624		2,624
8273	3199	SCEENS/EIC - EPA Grant		6,672		6,672
8274	3199	SCEENS/EIC Donnelly Grant		2,520		2,520
8340	3199	State Extended School Year		565		565
8350	1999	NRA Foundation Grant		1,581		1,581
8360	1999	HEAP Grant		513		513
8401	4999	Middle College - Tech Prep		431,040		431,040
8402	1999	Middle College Unrestricted		178,373		178,373
8410	1999	Cultural Council Grant		1,000		1,000
8430	1999	SCCIM Professional Development		1,771		1,771
8440	3195	SC Reading Initiative - High Schools		106		106
8450	1999	Michelin Grant		588		588
8460	1999	Toshiba Grant		3,700		3,700
8470	3199	Palmetto Conservation Fund		2,000		2,000
8480	1999	IGP Pilot		2,072		2,072
8490	3199	State Improvement Grant		727		727
8500	1999	State Farm Good Neighbor		500		500
8700	3999	12 Month Agriculture		27,708		27,708
8870	1999	Michelin Grant		4,419		4,419
8900	1999	Virtual School Program		34,555		34,555
<b>Total Other Special Revenue Programs</b>			<b>\$</b>	<b>8,940,174</b>	<b>\$</b>	<b>8,940,174</b>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 EDUCATION IMPROVEMENT ACT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 FOR THE YEAR ENDED JUNE 30, 2007**

**REVENUES**

**3000 Revenue from State Sources**

3500 Education Improvement Act:		
3501 Increase High School Diploma Requirements	\$	644,726
3505 School Technology Initiative		41,072
3509 Arts in Education		5,000
3513 Parenting/Family Literacy		74,463
3515 Advanced Placement Courses		15,575
3517 Advanced Placement Singleton		11,000
3520 Gifted and Talented Academic		1,196,512
3522 Gifted and Talented Artistic		110,236
3523 Junior Scholars Program		2,266
3525 Career and Technology Education Equipment		225,871
3530 Trainable and Profoundly Mentally Disabled Student Services		70,952
3532 National Board Certification (NBC) Salary Supplement		1,465,313
3533 Teacher of the Year Awards		1,077
3534 Professional Development on Standards		77,680
3535 Institute of Reading		58,238
3540 Early Childhood Program		359,040
3542 Preschool Programs for Children with Disabilities		163,999
3546 Academic Assistance K-3		1,079,722
3548 Academic Assistance 4-12		759,289
3550 Teacher Salary Increase		2,889,880
3553 Adult Education Remedial		5,437
3555 School Employer Contributions		554,857
3562 Adult Education, Basic		203,884
3564 Adult Education, Young Adult Initiative		5,747
3565 Adult Education, Literacy		10,000
3575 Competitive Teacher Grants		30,139
3577 Teacher Supplies		334,750
3578 High Schools that Work		25,639
3582 Principal Salary/Fringe Increase		86,723
3583 EAA Summer School/Comprehensive Remediation		647,890
3588 EAA Palmetto Gold & Silver Awards		157,448
3590 Reallocation of EIA Funds ( School Building)		560,234
3591 Excellence in Middle Schools		104,052
3592 School-To-Work Transition Act		121,312
3593 EAA Reduce Class Size Grades 1-3		548,747
3596 EAA Alternative Schools Program		160,191
3598 Bus Driver Salary Supplement		15,083
3599 Other EIA		9,500
<b>Total State Sources</b>		<u>12,833,544</u>

**TOTAL REVENUE ALL SOURCES** 12,833,544  
(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**EDUCATION IMPROVEMENT ACT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED JUNE 30, 2007**

**EXPENDITURES**

**100 INSTRUCTION**

110 General Instruction

111 Kindergarten Programs:

100 Salaries	\$	52,500
200 Employee Benefits		9,850
400 Supplies and Materials		2,000

112 Primary Programs:

100 Salaries		1,180,365
200 Employee Benefits		320,017
300 Purchased Services		1,771
400 Supplies and Materials		148,446

113 Elementary Programs:

100 Salaries		801,985
200 Employee Benefits		207,824
300 Purchased Services		7,443
400 Supplies and Materials		401,382
500 Capital Outlay		11,236

114 High School Programs:

100 Salaries		1,090,076
200 Employee Benefits		217,159
300 Purchased Services		1,088
400 Supplies and Materials		102,058
600 Other Objects		1,254

115 Vocational Programs:

100 Salaries		37,500
200 Employee Benefits		7,108
300 Purchased Services		415
400 Supplies and Materials		119,371
500 Capital Outlay		114,774

120 Exceptional Programs

121 Educable Mentally Handicapped:

100 Salaries		7,500
200 Employee Benefits		1,421

122 Trainable Mentally Handicapped:

100 Salaries		59,576
200 Employee Benefits		11,375

125 Hearing Handicapped:

100 Salaries		7,500
200 Employee Benefits		1,436

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**EDUCATION IMPROVEMENT ACT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED JUNE 30, 2007**

**EXPENDITURES (continued)**

**100 INSTRUCTION Continued**

127 Learning Disabilities:		
100 Salaries	\$	52,500
200 Employee Benefits		9,860
130 Pre School Programs		
137 Preschool Handicapped Self Contained 3 & 4		
100 Salaries		139,808
200 Employee Benefits		33,101
139 Early Childhood Programs:		
100 Salaries		435,995
200 Employee Benefits		132,041
400 Supplies and Materials		18,336
140 Special Programs		
141 Gifted and Talented:		
100 Salaries		845,975
200 Employee Benefits		222,342
300 Purchased Services		4,626
400 Supplies and Materials		99,274
600 Other Objects		1,040
143 Advanced Placement:		
100 Salaries		11,000
400 Supplies and Materials		15,175
148 Gifted and Talented - Artistic:		
100 Salaries		17,850
200 Employee Benefits		4,691
300 Purchased Services		4,516
400 Supplies and Materials		7,010
600 Other Objects		83
170 Summer School Programs		
172 Elementary Summer School		
100 Salaries		2,450
200 Employee Benefits		468
400 Supplies and Materials		7,994
175 Instructional Programs Beyond Regular School Day		
100 Salaries		291,293
200 Employee Benefits		77,238
300 Purchased Services		123
400 Supplies and Materials		201,732

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**EDUCATION IMPROVEMENT ACT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED JUNE 30, 2007**

**EXPENDITURES (continued)**

**100 INSTRUCTION Continued**

180 Adult/Continuing Educational Programs

181 Adult Basic

100 Salaries	\$	8,744
200 Employee Benefits		1,256

182 Adult Secondary

100 Salaries		71,370
200 Employee Benefits		11,353
300 Purchased Services		1,500
400 Supplies and Materials		2,095

183 Adult English Literacy

400 Supplies and Materials		1,261
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187 Adult Education - Remedial

100 Salaries		4,716
200 Employee Benefits		721

188 Parenting/Family Literacy:

100 Salaries		49,957
200 Employee Benefits		13,602
300 Purchased Services		3,159
400 Supplies and Materials		7,745

**TOTAL INSTRUCTION**

7,738,430

**200 SUPPORT SERVICES**

220 Instructional Staff Services

212 Guidance

100 Salaries		93,534
200 Employee Benefits		20,207

213 Health

100 Salaries		29,204
200 Employee Benefits		5,715

220 Instructional Staff Services

221 Improvement of Instruction-Curriculum Development:

100 Salaries		215,205
200 Employee Benefits		52,586
300 Purchased Services		13,841
400 Supplies and Materials		44,791
600 Other Objects		185

(Continued)



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
EDUCATION IMPROVEMENT ACT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2007**

**EXPENDITURES (continued)**

**200 SUPPORT SERVICES Continued**

222 Library and Media:	
100 Salaries	\$ 45,000
200 Employee Benefits	8,372
400 Supplies and Materials	8,333
223 Supervision of Special Programs	
100 Salaries	92,650
200 Employee Benefits	21,711
300 Purchased Services	4,577
400 Supplies and Materials	995
224 Improvement of Instruction-In-service and Staff Training:	
100 Salaries	54,714
200 Employee Benefits	13,852
300 Purchased Services	99,107
400 Supplies and Materials	45,820
230 General Administration Services	
233 School Administration:	
100 Salaries	86,723
300 Purchased Services	1,772
400 Supplies and Materials	6,143
250 Finance and Operations Services	
251 Student Transportation Federal/District Mandated	
100 Salaries	46,715
200 Employee Benefits	14,197
300 Purchased Services	5,680
254 Operations & Maintenance	
100 Salaries	1,679
200 Employee Benefits	441
300 Purchased Services	239
255 Student Transportation State Mandated	
100 Salaries	15,083
266 Data Processing	
300 Purchased Services	41,072

<b>TOTAL SUPPORT SERVICES</b>	1,090,143
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<b>TOTAL EXPENDITURES</b>	8,828,573
	(Continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
EDUCATION IMPROVEMENT ACT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2007

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**OTHER FINANCING SOURCES (USES)**

**Interfund Transfers, From (To) Other Funds:**

420-710 Transfer to General Fund	\$ (3,444,737)
424-710 Transfer to School Building Fund	<u>(560,234)</u>

**TOTAL OTHER FINANCING SOURCES (USES)** (4,004,971)

Changes in Fund Balance	<u>-</u>
Fund Balance - July 1, 2006	<u>-</u>
Fund Balance - June 30, 2007	<u><u>\$ -</u></u>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 EDUCATION IMPROVEMENT ACT  
 SUMMARY SCHEDULE BY PROGRAM  
 FOR THE YEAR ENDED JUNE 30, 2007**

PROGRAM	Revenues	Expenditures	Transfers In/(Out)	Unearned Revenue
3500 Education Improvement Act:				
3501 Increase High School Diploma Requirements	\$ 644,726	\$ 644,726		\$
3505 School Technology Initiative	41,072	41,072		
3509 Arts in Education	5,000	5,000		
3513 Parenting/Family Literacy	74,463	74,463		4,569
3515 Advanced Placement Courses	15,575	15,575		3,083
3517 Advanced Placement Singleton	11,000	11,000		
3520 Gifted and Talented Academic	1,196,512	1,196,512		2,559
3522 Gifted and Talented Artistic	110,236	110,236		6,720
3523 Junior Scholars Program	2,266	2,266		
3525 Career and Technology Education Equipment	225,871	225,871		
3527 Critical Teaching Needs				6,904
3530 Trainable and Profoundly Mentally Disabled Student Services	70,952	70,952		
3532 National Board Certification (NBC) Salary Supplement	1,465,313	1,465,313		
3533 Teacher of the Year Awards	1,077	1,077		
3534 Professional Development on Standards	77,680	77,680		70,044
3535 Institute of Reading	58,238	58,238		11,761
3540 Early Childhood Program	359,040	359,040		
3542 Preschool Programs for Children with Disabilities	163,999	163,999		
3546 Academic Assistance K-3	1,079,722	1,079,722		46,987
3548 Academic Assistance 4-12	759,289	759,289		
3550 Teacher Salary Increase	2,889,880		(2,889,880)	
3553 Adult Education Remedial	5,437	5,437		14,809
3555 School Employer Contributions	554,857		(554,857)	
3562 Adult Education, Basic	203,884	203,884		31,670
3564 Adult Education, Young Adult Initiative	5,747	5,747		
3565 Adult Education, Literacy	10,000	10,000		
3568 EAA Technical Assistance				10,000
3575 Competitive Teacher Grants	30,139	30,139		101
3577 Teacher Supplies	334,750	334,750		
3578 High Schools that Work	25,639	25,639		11,473
3582 Principal Salary/Fringe Increase	86,723	86,723		
3583 EAA Summer School/Comprehensive Remediation	647,890	647,890		244,409
3588 EAA Palmetto Gold & Silver Awards	157,448	157,448		146,503
3590 Reallocation of EIA Funds ( School Building)	560,234		(560,234)	560,234
3591 Excellence in Middle Schools	104,052	104,052		
3592 School-To-Work Transition Act	121,312	121,312		
3593 EAA Reduce Class Size Grades 1-3	548,747	548,747		
3596 EAA Alternative Schools Program	160,191	160,191		
3598 Bus Driver Salary Supplement	15,083	15,083		
3599 Other EIA	9,500	9,500		
<b>TOTALS</b>	<u>\$ 12,833,544</u>	<u>\$ 8,828,573</u>	<u>\$ (4,004,971)</u>	<u>\$ 1,171,826</u>

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
DEBT SERVICE FUNDS  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2007

	District	LSF, Inc.	LOSF, Corp.	Total
<b>REVENUES</b>				
1000 Revenue from Local Sources:				
1100 Taxes:				
1110 Ad Valorem Taxes	\$ 5,595,532	\$	\$	\$ 5,595,532
1140 Delinquent Taxes	400,651			400,651
1190 Other Taxes	13,734,079			13,734,079
1200 Revenue in Lieu of Taxes:				
1280 Revenue in Lieu of Taxes	506,332			506,332
1500 Earnings on Investments:				
1510 Interest on Investments	441,995		375,908	817,903
Total Local Sources	<u>20,678,589</u>	<u>-</u>	<u>375,908</u>	<u>21,054,497</u>
3000 Revenue from State Sources:				
3800 State Revenue in Lieu of Taxes:				
3820 Homestead Exemption	588,268			588,268
3830 Merchants' Inventory Tax	83,263			83,263
3840 Manufacturing Exemption	59,742			59,742
3890 Motor Carrier Revenue	48,973			48,973
Total State Sources	<u>780,246</u>	<u>-</u>	<u>-</u>	<u>780,246</u>
<b>TOTAL REVENUES - ALL SOURCES</b>	<u>21,458,835</u>	<u>-</u>	<u>375,908</u>	<u>21,834,743</u>
<b>EXPENDITURES:</b>				
500 Debt Service:				
610 Principal	11,060,000	4,070,000		15,130,000
620 Interest	6,391,121	573,500	4,742,763	11,707,384
630 Discount on Bonds Sold				-
640 Dues and Fees	42,949	2,000	8,935	53,884
<b>TOTAL EXPENDITURES:</b>	<u>17,494,070</u>	<u>4,645,500</u>	<u>4,751,698</u>	<u>26,891,268</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
5120 Issuance of General Obligation Bonds	1,910,000			1,910,000
<b>Interfund Transfers, From (To) Other Funds:</b>				
423-710 Transfer to Debt Service Fund	(1,862,828)			(1,862,828)
5210 Transfer from General Fund		4,645,500	3,456	4,648,956
5240 Transfer from Debt Service	-		1,862,828	1,862,828
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>47,172</u>	<u>4,645,500</u>	<u>1,866,284</u>	<u>6,558,956</u>
<b>NET CHANGES IN FUND BALANCE</b>	4,011,937	-	(2,509,506)	1,502,431
<b>FUND BALANCE JULY 1, 2006</b>	<u>6,128,655</u>	<u>-</u>	<u>6,377,322</u>	<u>12,505,977</u>
<b>FUND BALANCE JUNE 30, 2007</b>	<u>\$ 10,140,592</u>	<u>\$ -</u>	<u>\$ 3,867,816</u>	<u>\$ 14,008,408</u>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	<u>District</u>	<u>LOSF, Corp.</u>	<u>Total</u>
<b>REVENUES</b>			
<b>1000 Revenue from Local Sources</b>			
1500 Earnings on Investments:			
1510 Interest on Investments	\$ 1,629,975	\$ 4,249,462	\$ 5,879,437
1900 Other Revenue from Local Sources:			
1999 Other Local Revenues	168,100		168,100
<b>Total Local Sources</b>	<u>1,798,075</u>	<u>4,249,462</u>	<u>6,047,537</u>
<b>3000 Revenue from State Sources</b>			
3172 Children's Educational Endowment (Facilities)	263,256		263,256
<b>Total State Sources</b>	<u>263,256</u>	<u>-</u>	<u>263,256</u>
<b>TOTAL REVENUES - ALL SOURCES</b>	<u>2,061,331</u>	<u>4,249,462</u>	<u>6,310,793</u>
<b>EXPENDITURES</b>			
<b>250 Finance and Operations</b>			
253 Facilities Acquisition & Construction:			
400 Supplies and Materials	3,480,644	495,967	3,976,611
500 Capital Outlay			
510 Land	730,579	9,000	739,579
520 Buildings	23,109,094	37,290,440	60,399,534
530 Improvements other than Buildings	3,480,767	2,737,106	6,217,873
541 Equipment	105,604	5,618	111,222
545 Technology Equipment		84,208	84,208
550 Vehicles	246,846		246,846
600 Other Objects		301	301
<b>TOTAL EXPENDITURES</b>	<u>31,153,534</u>	<u>40,622,640</u>	<u>71,776,174</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
<b>Interfund Transfers From (To) Other Funds:</b>			
5230 Transfer from EIA- Special Revenue Fund	560,234		560,234
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>560,234</u>	<u>-</u>	<u>560,234</u>
<b>CHANGES IN FUND BALANCE</b>	(28,531,969)	(36,373,178)	(64,905,147)
<b>FUND BALANCE - JULY 1, 2006</b>	<u>47,374,581</u>	<u>84,778,591</u>	<u>132,153,172</u>
<b>FUND BALANCE - JUNE 30, 2007</b>	<u>\$ 18,842,612</u>	<u>\$ 48,405,413</u>	<u>\$ 67,248,025</u>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2007**

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**REVENUES****1000 Revenue from Local Sources**

1500 Earnings on Investments:		
1510 Interest on Investments	\$	9,172
1600 Food Services:		
1610 Lunch Sales to Pupils		2,337,800
1620 Breakfast Sales to Pupils		199,816
1630 Special Sales to Pupils		2,463,539
1640 Lunch Sales to Adults		276,763
1650 Breakfast Sales to Adults		9,683
1660 Special Sales to Adults		114,697
1900 Other Revenue from Local Sources		
1950 Refund of Prior Year Expenditure		3,113
1999 Revenue from Other Local Sources		180,039
		<hr/>
<b>Total Revenue From Local Sources</b>		<b>5,594,622</b>

**3000 Revenue from State Sources**

3140 School Lunch:		
3142 Program Aid		7,393
		<hr/>
<b>Total State Sources</b>		<b>7,393</b>

**4000 Revenue from Federal Sources**

4800 USDA Reimbursement:		
4810 School Lunch Program		2,103,725
4830 School Breakfast Program		624,471
4900 Other Federal Sources:		
4991 USDA Commodities		362,541
		<hr/>
<b>Total Federal Sources</b>		<b>3,090,737</b>

**TOTAL REVENUE ALL SOURCES**

	<hr/>
	<b>8,692,752</b>

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2007**

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**EXPENSES**

## 256 Food Services:

100 Salaries	\$ 2,767,119
200 Employee Benefits	1,017,318
300 Purchased Services	137,103
400 Supplies and Materials	4,698,745
500 Capital Outlay	144,821
600 Other Objects	<u>28,052</u>

**TOTAL EXPENSES** 8,793,158

**OTHER FINANCING SOURCES (USES)**

5210 Transfer from General Fund	696,122
432-791 General Fund (Indirect Costs)	<u>(393,218)</u>

**TOTAL OTHER FINANCING SOURCES (USES)** 302,904

**NET INCOME (LOSS)** 202,498

**Add Back of Expenses on Fixed Assets Acquired by Grants,  
Entitlements, or Shared Revenues Externally Restricted for Capital  
Acquisitions and Construction that Reduces Contributed Capital  
Depreciation Expense**

60,768

**CHANGES IN NET ASSETS** 263,266

Net Assets - July 1, 2006 3,368,633

Net Assets - June 30, 2007 \$ 3,631,899

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUND  
JUNE 30, 2007**

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	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2007</u>
<b>ASSETS</b>				
<b>Cash on Deposit</b>	\$ <u>1,743,151</u>	\$ <u>5,065,193</u>	\$ <u>5,116,829</u>	\$ <u>1,691,515</u>
<b>Total Assets</b>	\$ <u><u>1,743,151</u></u>	\$ <u><u>5,065,193</u></u>	\$ <u><u>5,116,829</u></u>	\$ <u><u>1,691,515</u></u>
<b>LIABILITIES</b>				
<b>Due to Student Organizations</b>	\$ <u>1,743,151</u>	\$ _____	\$ <u>51,636</u>	\$ <u>1,691,515</u>
<b>Total Liabilities</b>	\$ <u><u>1,743,151</u></u>	\$ <u><u>-</u></u>	\$ <u><u>51,636</u></u>	\$ <u><u>1,691,515</u></u>



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CHANGE IN DUE TO STUDENT ORGANIZATIONS  
 FOR THE YEAR ENDED JUNE 30, 2007**

<b>RECEIPTS</b>	
<b>1700 Pupil Activities:</b>	
1710 Admissions	\$ 601,218
1740 Student Fees	872,979
1790 Other	<u>3,590,996</u>
<b>TOTAL RECEIPTS - ALL SOURCES</b>	<u>5,065,193</u>
<b>DISBURSEMENTS</b>	
<b>190 Instructional Pupil Activity:</b>	
660 Pupil Activity	867,522
<b>270 Supporting - Pupil Activity:</b>	
271 Pupil Service Activity:	
660 Pupil Activity	<u>4,249,307</u>
<b>TOTAL DISBURSEMENTS</b>	<u>5,116,829</u>
<b>EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS</b>	(51,636)
<b>DUE TO STUDENT ORGANIZATIONS - JULY 1, 2006</b>	<u>1,743,151</u>
<b>DUE TO STUDENT ORGANIZATIONS - JUNE 30, 2007</b>	<u>\$ <u>1,691,515</u></u>

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
 FOR YEAR ENDED JUNE 30, 2007

School	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Gilbert Elementary School	\$ 141,778	\$ 82,705	\$	\$ 190,617	\$ 33,866
Gilbert High School	106,010	502,162		492,029	116,143
Gilbert Middle School	55,598	131,211		127,366	59,443
Gilbert Primary School	11,336	114,159		114,253	11,242
Lake Murray Elementary School	48,840	91,104		90,170	49,774
Lexington Applied Technology Center	59,086	260,546		264,489	55,143
Lexington Elementary School	63,899	62,982		98,774	28,107
Lexington High School	343,328	921,831		876,005	389,154
Lexington Intermediate School	99	64,925		53,423	11,601
Lexington Middle School	172,300	250,089		279,271	143,118
Midway Elementary School	33,391	141,780		135,928	39,243
Oak Grove Elementary School	13,263	62,238		46,726	28,775
Pelion Elementary School	49,480	88,799		97,240	41,039
Pelion High School	86,380	429,311		406,854	108,837
Pelion Middle School	32,951	103,063		101,939	34,075
Pleasant Hill Elementary School		79,554		75,829	3,725
Pleasant Hill Middle School		188,934		158,446	30,488
Red Bank Elementary School	34,117	249,009		277,820	5,306
Saxe Gotha Elementary School	34,355	105,417		113,165	26,607
White Knoll Elementary School	22,161	119,161		93,988	47,334
White Knoll High School	339,265	656,332		708,820	286,777
White Knoll Middle School	95,514	359,881		313,677	141,718
<b>Total</b>	<b>\$ 1,743,151</b>	<b>\$ 5,065,193</b>	<b>\$ -</b>	<b>\$ 5,116,829</b>	<b>\$ 1,691,515</b>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - GILBERT ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
3rd Grade	\$ 2,439	\$ 7,847		8,816	\$ 1,470
4th Grade	1,294	2,956		2,732	1,518
5th Grade	1,378	5,089		4,773	1,694
Art - Fees	562	50		126	486
Band	57				57
Chorus	258	1,793		1,387	664
EAGLES	395	1,798	112	1,278	1,027
Instructional Material Fees	2,666	11,649		12,078	2,237
Library Fees/Fines/Fairs	3,307	11,953		12,960	2,300
Orchestra/String Fees	312				312
State Textbooks - Lost	81	145		180	46
State Textbooks - Damaged	2	6			8
Health	288	1,560	(362)	1,305	181
Special Collections	2,354	2,730		2,135	2,949
Misc. Pupil Activity Fund	152				152
Equipment	29				29
Just Say No	298				298
Homework Help Center	30				30
Canteen	3,238	1,717	250	1,071	4,134
School Pictures	6,087	7,772		10,415	3,444
Yearbooks	4,168	8,244		4,794	7,618
Faculty Funds	31				31
Interest	1,203			913	290
Miscellaneous	2,106	380			2,486
Special Projects	9,017	14,349		20,530	2,836
Memorials	25				25
Japanese	260				260
Camp Curiosity	79				79
Lunch Credits	(1,356)	611		2,287	(3,032)
L Price Gift	100,714			100,714	-
Michelin Awards	-	479		474	5
Education Foundation	-	813		813	-
Student Book Club Orders	104	764		836	32
Disaster Relief	200				200
<b>Total</b>	<b>\$ 141,778</b>	<b>\$ 82,705</b>	<b>\$ -</b>	<b>\$ 190,617</b>	<b>\$ 33,866</b>

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - GILBERT HIGH SCHOOL  
 FOR YEAR ENDED JUNE 30, 2007

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
11th Grade	\$ 1	\$ 8,890	\$ -	\$ 6,172	\$ 2,719
Business Education	443	1,657		883	1,217
Business Entrepreneurship	-	8			8
Agriculture Fees	5,547	14,436	40	12,223	7,800
Art-Fees	187	1,622		1,916	(107)
Band-Fees	1,370	9,934		14,356	(3,052)
Books/Workbooks-Fees	811			508	303
Chorus	2,162	3,323		1,913	3,572
Computer - Fees	1,613	2,135			3,748
Drama - Fees	436	424			860
Driver Education - Fees	674	3,568		2,967	1,275
Home Economics - Fees	1,063	1,304		1,921	446
Instructional Materials - Fees	5,865	9,810		13,650	2,025
Lab Fees	4,002	5,264		6,062	3,204
Library Fees/Fines/Fairs	1,410	1,389		752	2,047
Lock Fees	43	20		69	(6)
Orchestra/Strings - Fees	1,521	638		552	1,607
Parking Fees	1,112	7,729		7,577	1,264
Physical Education - Fees	4,116	2,200		3,803	2,513
State Textbooks - Lost	169	657		282	544
State Textbooks - Damaged	342	105		353	94
Health-Fees	519	1,970		2,450	39
Service Learning	422				422
Sports Medicine - Fees	-	250		165	85
ID Badges	895	4,385		5,097	183
Pro-Start	285	1,812		1,407	690
Special Collections	1,114	180		1,050	244
Miscellaneous Pupil Activity	(297)	360		360	(297)
Athletics	45,822	132,859		150,419	28,262
Beta Club - Sr.	1,456	2,842	(40)	4,213	45
Best Program II	-			78	(78)
Computer Club	-			72	(72)
Cheerleaders - JV	(1,760)	11,280	1,450	6,033	4,937
Cheerleaders - Varsity	(4,476)	36,269	1,397	26,074	7,116
FCA Club	513				513
FFA Club	2,810	34,910	(125)	31,102	6,493

(continued)

**SCHEDULE 12-2  
(CONTINUED)**

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - GILBERT HIGH SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
	\$	\$	\$	\$	\$
FHA Club	833	288		499	622
FTA Club/Teacher Cadets	-	183		263	(80)
French Club	5				5
Jr. Drama Club	1,316	4,387		5,415	288
Science Club - Jr.	-	337		386	(49)
Student Council - Sr.	(132)	7,517		6,794	591
Chess Club	(32)				(32)
Spanish Club	(498)				(498)
Key Club	388	668		659	397
Foreign Language Club	-	4,353	(776)	3,577	-
Canteen	72	29,151	776	28,620	1,379
Graduation	(27)	1,438		1,408	3
School Pictures	206	6,667		4,123	2,750
Yearbooks	(11,864)	44,483		40,593	(7,974)
JV Basketball Cheerleaders	-	1,600		1,110	490
Varsity Basketball Cheerleaders	(1,722)	2,738		730	286
Department Funds	-	351			351
Special Funds	294			45	249
Special Projects	577				577
Special Projects - Athletics	3,913	45,768	(2,722)	35,923	11,036
Sears Class	3,627	2,255		6,058	(176)
B Team Cheerleaders	21				21
Health Occupations	890	15,126		13,131	2,885
Lunch Credits	(102)	143		877	(836)
Construction Cluster	2,168	5,814		1,857	6,125
Booster Club Transactions	-	3,500		3,768	(268)
Rauch Gift	23,275			8,999	14,276
Michelin Awards	-	250		252	(2)
Education Foundation	-	320		320	-
Student Book Club Orders	32				32
Climate Control	89				89
Band Allocation	(709)	15,678		14,223	746
School/Business Partnership	-	970		226	744
Extended School Year	2,700	4,190		6,690	200
Junior Achievement	500	1,757		1,004	1,253
<b>Total</b>	<b>\$ 106,010</b>	<b>\$ 502,162</b>	<b>\$ -</b>	<b>\$ 492,029</b>	<b>\$ 116,143</b>

SCHEDULE 12-3

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - GILBERT MIDDLE SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
6th Grade	\$ (22)	\$	22	\$	-
7th Grade	(418)		418		-
8th Grade	(233)		233		-
Art - Fees	1,669	784		1,162	1,291
Band - Fees	2,534	4,884	(33)	3,123	4,262
Chorus	1,389	3,985	(147)	2,793	2,434
Computer - Fees	419	1,215		1,566	68
Drama - Fees	1,521	1,801	(240)	2,070	1,012
EAGLES	77	662		353	386
Exploratory Fees	7		(7)		-
Home Economics - Fees	433	737		444	726
Instructional Material Fees	5,235	9,331	70	14,458	178
Lab - Fees	1,871	3,034		629	4,276
Library Fees/Fines/Fairs	1,677	5,307	30	4,939	2,075
Lock - Fees	555	1,045		1,600	-
Orchestra/Strings Fees	5,673	3,994	(34)	3,446	6,187
Physical Education - Fees	2,420	1,298		1,638	2,080
State Textbooks - Lost	188	637		165	660
State Textbooks - Damaged	421	567			988
Industrial Tech. Fees	499	1,281		1,162	618
Health	2,856	1,180		1,478	2,558
Music Appreciation - Fees	(535)	262	501	136	92
Pro Team	962	304		34	1,232
ITE - Computers	33		(33)		-
Dance - Fees	1,056	533		432	1,157
Journalism - Fees	678	252		4	926
ID Badges	(424)	5,672		4,871	377
Special Collections	530	975		1,483	22
Misc. Pupil Activity	4,034	15,952		19,039	947
Equipment	59		(59)		-
Beta Club - Jr.	4,517	2,108	(350)	1,424	4,851
FHA Club	128				128

(continued)

SCHEDULE 12-3  
(CONTINUED)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - GILBERT MIDDLE SCHOOL**  
**FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
French Club	\$ 161	\$ 362		\$ 174	\$ 349
Student Council - Jr.	5,203	1,993		4,577	2,619
Spanish Club	605	1,667		1,440	832
Canteen	1,737	13,417	97	15,798	(547)
School Pictures	23	7,117	(47)	4,685	2,408
Student Newspapers	494	187			681
Yearbooks	3,873	12,305		12,905	3,273
German Club	12	206		157	61
Faculty Funds	52		(52)		-
Miscellaneous	389	475	125	383	606
Special Funds	1,438	874		885	1,427
Special Projects	1,762	1,354	(518)	968	1,630
B Team Cheerleaders	1,084	7,486	101	5,681	2,990
Japanese	37				37
Lunch Credits	(2,858)	846		1,569	(3,581)
Communities in Schools	118		(118)		-
Education Foundation	-	321		321	-
Student Field Studies	1,659	13,795	23	9,318	6,159
Relay for Life	-	1,006	18	56	968
<b>Total</b>	<b>\$ 55,598</b>	<b>\$ 131,211</b>	<b>\$ -</b>	<b>\$ 127,366</b>	<b>\$ 59,443</b>

SCHEDULE 12-4

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - GILBERT PRIMARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Kindergarten	\$ -	6,923	\$ -	6,885	\$ 38
Instructional Material Fees	5,368	11,444		14,819	1,993
Library Fees/Fines/Fairs	4,613	19,395		20,463	3,545
Special Collections	843	653		334	1,162
Canteen	214	9,630		9,431	413
School Pictures	1,803	17,899		19,326	376
Yearbooks	-	9,254		6,977	2,277
Miscellaneous	96				96
Special Funds	-	1,589			1,589
Special Projects	511	34,378		33,474	1,415
Memorials	536				536
Lunch Credits	(2,648)	2,010		2,116	(2,754)
Parenting Center	-	500			500
Michelin Awards	-	250		249	1
Education Foundation	-	179		179	-
Health Room/Nurse	-	55			55
Total	\$ 11,336	\$ 114,159	\$ -	\$ 114,253	\$ 11,242



SCHEDULE 12-5

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - LAKE MURRAY ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Kindergarten	\$ 421	\$ 7,092		\$ 6,481	\$ 1,032
Band - Fees	903	1,100		1,692	311
EAGLES	1,167	4,595		5,475	287
Instructional Material Fees	12,423	23,624		22,429	13,618
Library Fees/Fines/Fairs	533	579			1,112
Orchestra/Strings Fees	171	340		350	161
State Textbooks - Lost	318	230		181	367
State Textbooks - Damaged	198	5			203
Health	3,906	2,936		1,585	5,257
Special Collections	(3,089)	5,487		5,085	(2,687)
School Store	154				154
Canteen	194	515		107	602
School Pictures	13,469	20,061		16,232	17,298
Summer Programs	4,388			4,388	-
Faculty Funds	14	1,360		526	848
Interest	98				98
Special Projects	9,841	20,401		21,865	8,377
Lunch Credits	(286)	776		1,225	(735)
Nature Trail	3,807			353	3,454
Michelin Awards	-	1,250		1,233	17
Education Foundation	-	753		753	-
Student Book Club Orders	210			210	-
<b>Total</b>	<b>\$ 48,840</b>	<b>\$ 91,104</b>	<b>\$ -</b>	<b>\$ 90,170</b>	<b>\$ 49,774</b>

SCHEDULE 12-6

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - LEXINGTON APPLIED TECHNOLOGY CENTER  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Adult Education	\$ 5,312	\$ 12,932	\$	\$ 15,975	\$ 2,269
Instructional Material Fees	15,885	55,327		58,078	13,134
State Textbooks - Lost	272	289		550	11
Culinary Arts	-	9,313		8,373	940
Special Collections	1,120	850		1,127	843
DECA Club	4,215	22,898		25,445	1,668
FBLA Club	3,527	3,498		4,646	2,379
FFA Club	7,992	32,065		25,778	14,279
National Honor Society - Sr.	(76)	957		1,055	(174)
VICA	(1,878)	20,971		18,674	419
Canteen	8,887	27,664		34,463	2,088
Faculty Funds	736	300		319	717
Interest	1			1	-
Special Funds	-			178	(178)
Special Projects	-	58,910		53,823	5,087
Special Projects - Machine Tech.	153	151			304
Health Occupations	(333)	9,116		10,384	(1,601)
Voc Rehab Project	8,566	4,535		5,117	7,984
Parenting Center	4,307	770		503	4,574
Para Pro	400				400
Total	\$ 59,086	\$ 260,546	\$ -	\$ 264,489	\$ 55,143

SCHEDULE 12-7

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - LEXINGTON ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Kindergarten	\$ -	5,017	\$ -	4,933	\$ 84
Band - Fees	1,140	1,344		559	1,925
Books/Workbooks - Fees	-	45			45
EAGLES	774	3,126		2,696	1,204
Instructional Material Fees	16,818	18,837		27,339	8,316
Library Fees/Fines/Fairs	9,424	619		6,933	3,110
Orchestra/Strings Fees	435	200			635
State Textbooks - Lost	172	113		205	80
State Textbooks - Damaged	87	47			134
Special Collections	51	24		80	(5)
Canteen	2,690	452			3,142
School Pictures	4,777	10,421	424	17,385	(1,763)
Yearbooks	19,331	10,006		19,202	10,135
Department Funds	221				221
Faculty Funds	645	745		793	597
Foundations	433				433
Interest	3,860			3,810	50
Miscellaneous	2,333	9,826		12,391	(232)
Special Projects	114				114
Lunch Credits	(225)	366		344	(203)
Michelin Awards	-	16			16
Education Foundation	-	313		313	-
Handheld Class	819	1,465	(424)	1,791	69
<b>Total</b>	<b>\$ 63,899</b>	<b>\$ 62,982</b>	<b>\$ -</b>	<b>\$ 98,774</b>	<b>\$ 28,107</b>

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - LEXINGTON HIGH SCHOOL  
 FOR YEAR ENDED JUNE 30, 2007

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
12th Grade	\$ 9,783	\$ 34,511	\$	\$ 34,455	\$ 9,839
ROTC	711	2,756		2,556	911
Art-Fees	652	4,850	50	4,977	575
Band - Fees	89	4,719		141	4,667
Books/Workbooks-Fees	14,305	22,560		14,889	21,976
Chorus	3,420	5,352		5,384	3,388
Computer - Fees	108				108
Drama - Fees	4,917	33,919	(400)	40,139	(1,703)
Driver Education - Fees	778	4,270		2,989	2,059
Home Economics - Fees	90	4,351		2,520	1,921
Instructional Materials - Fees	2,796	11,277		8,346	5,727
Lab Fees	8,108	39,547		30,199	17,456
Library Fees/Fines/Fairs	2,140	2,325		524	3,941
Orchestra/Strings - Fees	5,446	9,074		7,243	7,277
Parking Fees	32,259	24,902	(200)	49,561	7,400
Physical Education - Fees	4,921	16,727	(498)	15,561	5,589
State Textbooks - Lost	14,342	4,528		8,349	10,521
State Textbooks - Damaged	5,394	423			5,817
Summer School - Fees	-	28,300	(200)	21,860	6,240
Service Learning	2,963	589		87	3,465
ID Badges	1,898	9,822		8,513	3,207
Special Collections	(1,539)	4,265		820	1,906
Miscellaneous Pupil Activity	296	250			546
Jr. ROTC	21,657	6,124	498	18,347	9,932
Athletics	72,926	280,703	(6,987)	245,121	101,521
BEST Program II	60	150		78	132
Cheerleaders - JV	15,091	11,012		11,353	14,750
Cheerleaders - Varsity	11,114	19,954		19,122	11,946
FCA Club	887				887
FTA Club/Teacher Cadets	323	593		342	574
French Club	-	289		78	211
Interact Club	1,649				1,649
Jr. Civitans	137				137
Jr. Classical League	1,081	1,985		2,050	1,016

(continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - LEXINGTON HIGH SCHOOL  
FOR YEAR ENDED JUNE 30, 2007

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
	\$(106)	\$	\$	\$	\$(106)
Model UN	(303)	6,541	(55)	7,123	(940)
National Honor Society - Sr.	4,471	5,123		2,744	6,850
Student Council - Sr.	1,011	261		593	679
Arts and Crafts Club	2,075	3,800		2,892	2,983
Key Club	1,080	3,104	838	3,612	1,410
BEST Program	13,163	135	5,000	14,424	3,874
Athletic Canteen	3,168	63,778	(5,762)	62,478	(1,294)
Canteen	736	16,064		10,859	5,941
School Pictures	-	165			165
Student Newspapers	844	73,432	85	57,120	17,241
Yearbooks	1,282	1,618		889	2,011
Canteen - ALC	129		1,075	1,496	(292)
BEST 3 Class	(122)				(122)
Department Funds	11,140	33,869	(314)	28,945	15,750
Miscellaneous	1,778				1,778
Special Funds	36,209	75,262	5,625	70,458	46,638
Special Projects - Athletics	2,775	5,500		2,224	6,051
Sears Class	2,726			2,750	(24)
B Team Cheerleaders	1,984	381		2,134	231
Planet Earth Club	318	2,862		2,137	1,043
Lunch Credits	29	117		94	52
International Club	-		1,287	1,287	-
Booster Clubs	-	500		500	-
Michelin Awards	711	653		134	1,230
Future Educators of America	123	550		556	117
Mock Trial Club	19,519	5,534		11,179	13,874
Instructional Fair	429	453	845	1,278	449
TMD Class Project	-	500		209	291
LOCC	844	15,000	(1,287)	21,858	(7,301)
Band Allocation	957	3,800		2,902	1,855
Health Room/Nurse	(2,444)	7,336	200	3,823	1,269
Extended School Year	-	5,146	200	3,703	1,643
Read Fest	-	220			220
Drama Outreach Program	-				
Total	343,328	921,831	-	876,005	389,154

SCHEDULE 12-9

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - LEXINGTON INTERMEDIATE SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Band - Fees	\$ 783	\$ 2,387	\$	2,493	\$ 677
EAGLES	(36)	3,327		2,843	448
Instructional Material Fees	177	7,389		6,654	912
Library Fees/Fines/Fairs	(497)	3,736		580	2,659
Orchestra/Strings Fees	266	820		110	976
State Textbooks - Lost	266	118		9	375
State Textbooks - Damaged	818	122		31	909
Scholastic Books	1				1
Parent Support Organization	(233)				(233)
Canteen	(383)	100		11	(294)
School Pictures	(1,648)	11,159		9,377	134
Summer Programs	-	17,542		11,975	5,567
Department Funds	-	1,556		1,434	122
Faculty Funds	62			56	6
Miscellaneous	224	15,533		16,355	(598)
Special Funds	258	520		855	(77)
Memorials	15				15
Lunch Credits	(111)			79	(190)
Michelin Awards	-	250		195	55
Education Foundation	-	366		366	-
Disaster Relief	137				137
Total	\$ 99	\$ 64,925	\$ -	\$ 53,423	\$ 11,601

SCHEDULE 12-10

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - LEXINGTON MIDDLE SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Art-Fees	\$ 6,820	\$ 1,920	\$	5,992	\$ 2,748
Band-Fees	5,888	2,956		4,776	4,068
Books/Workbooks-Fees	4,476	5,862		4,327	6,011
Chorus	2,862	810		1,841	1,831
Computer Fees	3,654	1,808		3,210	2,252
Drama - Fees	71				71
EAGLES	227	1,180		855	552
Exploratory - Fees	74	6,703	5,232	7,902	4,107
Instructional Materials - Fees	2,906	4,644		5,744	1,806
Lab Fees	13,782	5,487		3,411	15,858
Library Fees/Fines/Fairs	4,042	11,178		11,963	3,257
Locks Fees	281	4,276		2,327	2,230
Orchestra/Strings - Fees	15,430	6,049		13,439	8,040
Physical Education - Fees	7,553	3,380		8,391	2,542
State Textbooks - Lost	12,338	6,392	(5,232)	1,774	11,724
Summer School	3,126	19,636		22,490	272
State Textbooks - Damaged	10,763	1,438			12,201
Industrial Tech. Fees	727	2,116		3,032	(189)
Service Learning	3,131	1,288		982	3,437
ID Badges	11,863	6,615		3,509	14,969
Special Collections	8,420			8,420	-
Misc. Pupil Activity	-	800		185	615
Athletics	1	14,669		14,109	561
Beta Club - Jr.	822	1,780		1,579	1,023
Cheerleaders - JV	13,595	7,396	200	14,104	7,087
French Club	5,787	3,489	(375)	3,145	5,756
Science Club - Jr.	2,788			2,197	591
Arts & Crafts Club	112			21	91
Canteen	(706)	19,733		19,683	(656)

(continued)

**SCHEDULE 12-10**  
**(CONTINUED)**

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - LEXINGTON MIDDLE SCHOOL**  
**FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
School Pictures	\$ 4,593	\$ 7,455	(200)	\$ 11,893	\$ (45)
Yearbooks	8,541	25,101		15,790	17,852
Latin Club	352	534		460	426
Miscellaneous	1,201	15,751		13,554	3,398
Special Funds	6,574	6,043		8,831	3,786
Special Projects - Athletics	467				467
Memorials	1,385				1,385
Lunch Credits	(575)	498		2,725	(2,802)
Owls Club	6,959	49,495	375	54,131	2,698
Cats	315	887		759	443
Robotics Club	1,649	1,000			2,649
Education Foundation	-	720		720	-
Student Book Club Orders	6				6
Camera Project	-	1,000		1,000	-
<b>Total</b>	<b>\$ 172,300</b>	<b>\$ 250,089</b>	<b>\$ -</b>	<b>\$ 279,271</b>	<b>\$ 143,118</b>



SCHEDULE 12-11

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - MIDWAY ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
1st Grade	\$ (284)	7	776	613	(114)
2nd Grade	(49)		777	879	(151)
3rd Grade	371	935	152	1,657	(199)
4th Grade	(27)	397	4,489	5,028	(169)
Kindergarten	(126)	7,807	(875)	6,806	-
Art - Fees	5,788	125	6	5,919	-
EAGLES	438	2,660		3,094	4
Instructional Material Fees	9,483	22,078		20,612	10,949
Library Fees/Fines/Fairs	2,633	25,611		19,704	8,540
State Textbooks - Lost	124				124
Special Collections	438	26,592	(5,325)	17,161	4,544
Athletics	-	36		36	-
Just Say No	562	294	(483)	205	168
Parent Support Organization	123	10,719		874	9,968
School Store	179	390		309	260
Book to the Future	2,067			1,247	820
Canteen	270	7,770		7,788	252
School Pictures	2,873	7,757	(1,063)	10,225	(658)
Yearbooks	1,527	13,074	1,063	15,435	229
Faculty Projects	1,845	2,000		3,053	792
Department Funds	-	1,200			1,200
Faculty Funds	720	2,331		2,880	171
Interest	123				123
Special Funds	841	4,910		5,678	73
Special Projects	927	4,124		2,375	2,676
Memorials	1,566				1,566
Lunch Credits	979	713	483	4,103	(1,928)
Michelin Awards	-	250		247	3
<b>Total</b>	<b>\$ 33,391</b>	<b>\$ 141,780</b>	<b>\$ -</b>	<b>\$ 135,928</b>	<b>\$ 39,243</b>

SCHEDULE 12-12

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - OAK GROVE ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Kindergarten	\$ 82	\$ 2,998		\$ 2,702	\$ 378
Band - Fees	412	680		192	900
EAGLES	684	1,120		1,815	(11)
Instructional Material Fees	(512)	10,046		2,298	7,236
Library Fees/Fines/Fairs	3,613	14,369		15,308	2,674
Orchestra/Strings Fees	24	323		122	225
State Textbooks - Lost	61	28		61	28
State Textbooks - Damaged	16	55			71
Special Collections	(334)	373		962	(923)
Misc. Pupil Activity	60			53	7
School Store	1,523	1,865		1,115	2,273
Canteen	363	3,089		2,952	500
School Pictures	4,149	14,767		8,039	10,877
Miscellaneous	3,298	10,159		8,523	4,934
Special Projects	-	10			10
Lunch Credits	(174)	89	(2)	1,074	(1,161)
Michelin Awards	(2)		2		-
Education Foundation	-	98		98	-
Student Field Studies	-	1,266		885	381
Relay for Life	-	903		527	376
Total	\$ 13,263	\$ 62,238	\$ -	\$ 46,726	\$ 28,775

SCHEDULE 12-13

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - PELION ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Kindergarten	\$ -	5,116 \$		5,116 \$	-
Art - Fees	3,351				3,351
Band - Fees	1,946				1,946
Books/Workbooks - Fees	1,618	10		1,533	95
EAGLES	753	460		875	338
Instructional Material Fees	4,875	9,655		8,230	6,300
Library Fees/Fines/Fairs	2,173	15,648		14,817	3,004
Orchestra/Strings Fees	175				175
State Textbooks - Lost	354	34		378	10
Parent Support Organization	14,035	6,719		13,080	7,674
School Store	-	1,440		519	921
Canteen	2,359	3,317		3,551	2,125
School Pictures	9,912	24,640		29,514	5,038
Yearbooks	145				145
Department Funds	-	80			80
Faculty Funds	212	1,140		1,069	283
Interest	439				439
Miscellaneous	5,394	2,105		5,175	2,324
Special Funds	3,481	1,204		1,013	3,672
Special Projects	3,298	7,425		6,370	4,353
Camp Curiosity	319				319
Lunch Credits	(5,488)	4,178		131	(1,441)
State Farm - Nursing	16				16
Michelin Awards	-	250		250	-
Education Foundation	-	649		649	-
Student Book Club Orders	113	34		34	113
Relay for Life	-	4,695		4,936	(241)
<b>Total</b>	<b>\$ 49,480</b>	<b>\$ 88,799</b>	<b>\$ -</b>	<b>\$ 97,240</b>	<b>\$ 41,039</b>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - PELION HIGH SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
11th Grade	\$ 1,968	\$ 5,567		\$ 2,222	\$ 5,313
12th Grade	412	4,348	(325)	4,435	-
ROTC - Fees	9,050	13,915	(829)	12,683	9,453
Agriculture Fees	582	717		1,101	198
Art-Fees	220	1,011		1,163	68
Band-Fees	3,367	600		1,682	2,285
Books/Workbooks-Fees	4,205	4,970		3,297	5,878
Chorus	374	7,734	369	6,930	1,547
Computer - Fees	713	1,618		1,757	574
Drama - Fees	48	160		49	159
Driver Education - Fees	-	7,292		4,350	2,942
Instructional Materials - Fees	2,549	3,943		1,241	5,251
Lab Fees	3,732	4,698		3,382	5,048
Library Fees/Fines/Fairs	1,966	2,850		552	4,264
Orchestra/Strings - Fees	943	4,289		4,476	756
Parking Fees	1,000	4,939		2,090	3,849
Physical Education - Fees	201	1,712		1,664	249
State Textbooks - Lost	1,240	1,071		1,364	947
State Textbooks - Damaged	173	83		108	148
Music Appreciation Fees	-	110			110
Service Learning	1,944	52		646	1,350
Health Occupations Fees	2,511	1,461	139	2,749	1,362
Building Construction Fees	208	8,965		7,391	1,782
Sports Medicine - Fees	-	5,590	(48)	645	4,897
ID Badges	1,467	3,986		3,554	1,899
Broadcast Journalism Fees	308	1,219		349	1,178
Culinary Arts	1,293	10,073	1,782	11,288	1,860
Information Technology	741	479		47	1,173
Athletics	8,841	134,341	(576)	138,822	3,784
Beta Club - Sr.	284	948	(47)	652	533
Bus Transportation	41				41
Cheerleaders - Varsity	7,794	12,264	80	17,912	2,226

(continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - PELION HIGH SCHOOL  
FOR YEAR ENDED JUNE 30, 2007

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
	\$	\$	\$	\$	\$
FBLA Club	297	1,350		1,317	330
FCA Club	384			229	155
FFA Club	6,509	15,080	187	13,918	7,858
French Club	305				305
Jr. Drama Club	866	268			1,134
Student Council - Sr.	1,379	6,174		5,404	2,149
VICA	124	20			144
Arts and Crafts Club	1,081	5		62	1,024
Spanish Club	280	1,333		1,369	244
Key Club	399	216	(73)	359	183
Teacher Cadets	220	502		544	178
Best Program	656	2,480		2,292	844
Health Occ. Student Assn.	274	8,149		7,338	1,085
Canteen	(2,738)	21,371	(627)	20,897	(2,891)
School Pictures	4,875	4,931	(135)	7,003	2,668
Yearbooks	(1,425)	29,266		27,776	65
Faculty Funds	155	416			571
Interest	4				4
Miscellaneous	1,970	3,576	(594)	2,561	2,391
Special Projects	2,546	582	(582)	600	1,946
SEARS	2,564	4,518		1,940	5,142
ROTC League	3,065	5,915	380	8,738	622
Literary Magazine	63				63
Lunch Credits	(191)	816		924	(299)
Booster Clubs	2,782	44,993	(287)	41,010	6,478
Michelin Awards	-	180			180
Education Foundation	-	455		455	-
LOCC	418	825		604	639
Band Allocation	4,062	15,000		15,765	3,297
Health Room/Nurse	(92)	162	584	297	357
Extended School Year	(2,627)	7,167		3,743	797
Relay for Life	-	2,556	602	3,108	50
Total	\$ 86,380	\$ 429,311	\$ -	\$ 406,854	\$ 108,837

SCHEDULE 12-15

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - PELION MIDDLE SCHOOL  
 FOR YEAR ENDED JUNE 30, 2007

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
5th Grade	\$ -	2,004	\$ -	1,865	\$ 139
6th Grade	-	718	-	426	292
8th Grade	-	5,526	-	5,767	(241)
Art - Fees	55	1,058	-	1,024	89
Band - Fees	2,559	8,919	-	6,837	4,641
Books/Workbooks Fees	2,524	268	-	2,318	474
Chorus	1,946	4,114	-	4,667	1,393
EAGLES	45	1,469	-	1,121	393
Exploratory Fees	7,539	3,905	-	4,480	6,964
Instructional Material Fees	1,299	3,508	(12)	4,190	605
Lab - Fees	3,447	3,282	-	3,721	3,008
Library Fees/Fines/Fairs	2,379	10,084	10	8,235	4,238
Orchestra/Strings Fees	113	2,215	-	1,559	769
Physical Education - Fees	(47)	1,695	-	1,373	275
State Textbooks - Lost	365	2,274	-	875	1,764
Industrial Tech. Fees	11	1,332	-	1,277	66
ID Badges	1,448	3,676	-	2,624	2,500
Beta Club - Jr.	376	-	-	-	376
Student Council - Jr.	126	727	-	814	39
Builders Club	166	135	-	205	96
Canteen	2,046	15,177	-	16,013	1,210
School Pictures	95	3,310	-	3,178	227
Yearbooks	6,565	13,497	336	15,925	4,473
Faculty Funds	-	336	(336)	-	-
Miscellaneous	-	1,089	-	353	736
Special Funds	49	1,860	-	1,894	15
Special Projects	-	5,178	-	4,884	294
Special Projects - Athletics	-	1,020	-	915	105
Lunch Credits	(190)	662	2	1,261	(787)
Michelin Awards	-	250	-	247	3
Education Foundation	-	210	-	210	-
Student Book Club Orders	10	13	-	13	10
Student Field Studies	-	3,528	-	3,668	(140)
School/Business Partnership	25	24	-	-	49
<b>Total</b>	<b>\$ 32,951</b>	<b>\$ 103,063</b>	<b>\$ -</b>	<b>\$ 101,939</b>	<b>\$ 34,075</b>

SCHEDULE 12-16

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - PLEASANT HILL ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Kindergarten	\$ -	4,232	\$ -	4,232	\$ -
Band - Fees	-	680		274	406
EAGLES	-	2,308		2,105	203
Instruction Material Fees	-	14,496		13,143	1,353
Library Fees/Fines/Fairs	-	15,168		12,595	2,573
Orchestra/Strings Fees	-	180			180
Special Collections	-	479		8	471
Athletics	-	72		72	-
School Store	-	281		101	180
Canteen	-	2,864		2,259	605
School Pictures	-	20,823		22,430	(1,607)
Yearbooks	-	9,345		8,925	420
Department Funds	-	15			15
Faculty Funds	-	995		874	121
Special Funds	-	3,461		3,918	(457)
Special Projects	-	1,125		1,002	123
Lunch Credits	-	163		1,434	(1,271)
Education Foundation	-	545		545	-
Student Field Studies	-	2,044		1,634	410
Relay for Life	-	278		278	-
Total	\$ -	79,554	\$ -	75,829	\$ 3,725

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - PLEASANT HILL MIDDLE SCHOOL  
 FOR YEAR ENDED JUNE 30, 2007

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Art - Fees	\$ -	1,596	\$ -	1,234	\$ 362
Band - Fees	-	1,708	-	1,640	68
Books/Workbooks - Fees	-	63	-	8	55
Chorus	-	6,125	-	5,077	1,048
Computer - Fees	-	1,444	-	-	1,444
Drama - Fees	-	980	-	963	17
EAGLES	-	1,920	-	1,196	724
Exploratory - Fees	-	1,296	-	63	1,233
Instruction Material Fees	-	4,847	-	4,599	248
Lab Fees	-	3,104	-	2,820	284
Library Fees/Fines/Fairs	-	9,696	-	8,756	940
Orchestra/Strings Fees	-	2,163	-	962	1,201
Physical Education - Fees	-	11,582	-	10,876	706
State Textbooks - Lost	-	1,016	-	64	952
State Textbooks - Damages	-	1,288	-	-	1,288
Industrial Tech. Fees	-	1,960	-	1,779	181
Service Learning Fees	-	1,923	-	1,235	688
Dance Fees	-	676	-	227	449
ID Badges	-	4,036	-	3,094	942
Misc. Pupil Activity Fund	-	1,954	-	1,954	-
Athletics	-	11,462	-	9,547	1,915
Beta Club - Junior	-	5,675	-	5,472	203
FCA Club	-	-	400	-	400
French Club	-	560	-	525	35
Spanish Club	-	940	-	325	615
Canteen	-	14,221	-	11,521	2,700
School Pictures	-	5,106	-	4,518	588
Yearbooks	-	25,807	-	25,628	179
German Club	-	1,104	-	39	1,065
Faculty Funds	-	1,090	-	900	190
Miscellaneous	-	6,800	-	3,730	3,070
B Team Cheerleaders	-	24,555	(400)	18,629	5,526
Lunch Credits	-	181	-	505	(324)
Booster Clubs	-	5,012	-	4,052	960
Michelin Awards	-	500	-	487	13
Robotics Club	-	1,000	-	991	9
Education Foundation	-	185	-	185	-
Student Field Studies	-	20,073	-	19,623	450
Relay for Life	-	4,866	-	4,866	-
Intramural	-	420	-	356	64
Total	\$ -	\$ 188,934	\$ -	\$ 158,446	\$ 30,488



SCHEDULE 12-18

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - RED BANK ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Kindergarten	\$	6,267		6,165	102
Band - Fees	837	760			1,597
EAGLES	860	2,865		1,599	2,126
Instructional Material Fees	1,675	20,146		17,419	4,402
Library Fees/Fines/Fairs	554	857		431	980
Orchestra/Strings Fees	105	915		450	570
State Textbooks - Lost		158		41	117
Just Say No	2,848	1,637		2,434	2,051
Homework Help Center	122	140,569		164,867	(24,176)
Canteen	1,973	1,174		2,495	652
School Pictures	22,942	28,396	15	46,025	5,328
Faculty Funds	158	5,528		5,217	469
Special Funds	620	26,964		23,429	4,155
Special Projects	240	8,802		5,018	4,024
Memorials	155		(15)	139	1
Lunch Credits	(2,009)	1,732		515	(792)
Sunshine Club	2,815	1,152		665	3,302
Michelin Awards		248		248	-
Education Foundation		399		399	-
Sunshine Fund	222	440		264	398
<b>Total</b>	<b>\$ 34,117</b>	<b>\$ 249,009</b>	<b>\$ -</b>	<b>\$ 277,820</b>	<b>\$ 5,306</b>

SCHEDULE 12-19

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - SAXE GOTHA ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
1st Grade	\$	1,710	\$	1,656	54
2nd Grade	129	1,437		1,566	-
3rd Grade	13	2,137		1,988	162
4th Grade	149	9,771		8,828	1,092
5th Grade	109	8,522		7,112	1,519
Kindergarten	480	6,794		9,649	(2,375)
Art - Fees	109	1,710		1,732	87
Band - Fees	70	795		140	725
EAGLES	619	1,390		1,363	646
Instructional Material Fees	6,824	12,261		11,873	7,212
Library Fees/Fines/Fairs	7,650	16,771		18,091	6,330
Orchestra/Strings Fees	521	1,653		1,635	539
State Textbooks - Lost	315	182		365	132
State Textbooks - Damaged	111	5		111	5
Special Collections	3,908	2,947		7,032	(177)
Miscellaneous		25	(25)		-
Just Say No	217			143	74
Canteen	982	4,585		4,976	591
School Pictures	5,287	5,061		8,577	1,771
Yearbooks	2,614	9,758		8,778	3,594
Department Funds	599	1,459		949	1,109
Faculty Funds	232	2,981		1,846	1,367
Miscellaneous	768	1,125		1,656	237
Special Funds	(145)	3,718		3,322	251
Special Projects	1,529	113		1,591	51
Lunch Credits	(3,228)	1,675		361	(1,914)
Michelin Awards		179		179	-
Bob Parker Memorial Fund	4,494	3,587		4,151	3,930
Student Book Club Orders	(1)		1		-
Health Room/Nurse		10			10
Relay for Life		3,056	24	3,495	(415)
<b>Total</b>	<b>\$ 34,355</b>	<b>\$ 105,417</b>	<b>\$ -</b>	<b>\$ 113,165</b>	<b>\$ 26,607</b>

SCHEDULE 12-20

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - WHITE KNOLL ELEMENTARY SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Kindergarten	\$	\$	3,780	3,780	\$ -
Art - Fees	861	94		216	739
Band - Fees	1,483	25			1,508
Books/Workbooks - Fees		68			68
EAGLES	284	2,097		1,960	421
Instructional Material Fees	987	24,966	(3,780)	7,292	14,881
Library Fees/Fines/Fairs	978	2,401			3,379
Orchestra/Strings Fees	149	180			329
State Textbooks - Lost	121	56			177
Special Collections	2,394	17,388		11,623	8,159
Misc. Pupil Activity Fund		200		198	2
Just Say No	206				206
Canteen	666	954		1,325	295
School Pictures	5,849	18,344		15,861	8,332
Yearbooks	3,250	12,365		11,721	3,894
Faculty Funds	488	2,663		2,700	451
Miscellaneous	2,235	3,343		3,149	2,429
Special Funds	3,721	28,463		28,583	3,601
Special Projects	544	2,719		3,105	158
Lunch Credits	(2,197)	1,828		1,502	(1,871)
Michelin Awards		495		466	29
Educational Foundation		337		337	-
Student Book Club Orders	142				142
School/Business Partnership		175		170	5
<b>Total</b>	<b>\$ 22,161</b>	<b>\$ 119,161</b>	<b>\$ -</b>	<b>\$ 93,988</b>	<b>\$ 47,334</b>

SCHEDULE 12-21

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - WHITE KNOLL HIGH SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance		Receipts		Transfers		Disbursements		Ending Balance	
	\$	344 \$	1,120 \$	(344) \$	538 \$					
9th Grade										582
10th Grade		1,268	2,585	(923)	1,332				1,598	
11th Grade		3,933	2,570	267	3,342				3,428	
12th Grade		(1,904)	4,609	1,000	3,549				156	
ROTC		221	2,545		2,231				535	
Art-Fees		3,877	2,806		5,442				1,241	
Band		(4,813)	4,366		3,207				(3,654)	
Books/Workbooks-Fees		10,906	8,588		11,466				8,028	
Chorus		380	2,030		1,991				419	
Computer - Fees		6,161	14,713		10,001				10,873	
Drama - Fees		4,745	6,176		4,448				6,473	
Driver Education - Fees		909	4,600		4,610				899	
Home Economics - Fees		3,846	1,707		2,601				2,952	
Instructional Materials - Fees		17,681	16,174		(2,376)				9,605	
Lab Fees		14,779	16,257		21,874				21,272	
Library Fees/Fines/Fairs		3,140	4,739		5,985				1,894	
Orchestra/Strings - Fees		2,401	2,815		49				5,167	
Parking Fees		14,171	11,147		(408)				14,303	
Physical Education - Fees		18,423	11,237		8,869				20,791	
State Textbooks - Lost		5,152	4,993		3,334				6,811	
Summer School Fees		18,122			18,122				-	
State Textbooks - Damaged		3,286	392						3,678	
National Art Honor Society		66							66	
Service Learning Fees		853	50						903	
Health Occupation Fees		1,002	5,221		(610)				1,500	
ID Badges		698	10,112		7,540				3,270	
Drafting Fees		45	1,637		1,538				144	
Guitar Class		833	1,648		2,326				155	
Special Collections		1,231	193						1,424	
Athletics		118,615	203,301		(1,150)				224,278	
									96,488	

(continued)

**SCHEDULE 12-21  
(CONTINUED)**

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - WHITE KNOLL HIGH SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Senior Beta Club	\$ 823	\$ 2,395	(34)	\$ 2,769	\$ 415
DECA Club	4,544	57,269	176	54,327	7,662
FBLA Club	2,180	4,916		4,941	2,155
FCA Club	413	2,688	(1,063)	1,804	234
Interact Club	391				391
National Honor Society - Sr.	1,645	1,176		1,731	1,090
Pep Club/Spirit Committee		848		445	403
Student Council - Sr.	2,720	1,388		2,364	1,744
Key Club	148	465		523	90
Outdoor Club	(156)				(156)
Teacher Cadets	296	221			517
Debate Team	166	206		124	248
Best Program	901		1,150	1,261	790
NTHS	691	885		1,456	120
Canteen	3,454	48,653		51,691	416
Graduation	322			220	102
School Pictures	27,329	21,024		29,757	18,596
Student Newspapers	265				265
Yearbooks	32,119	36,454		64,370	4,203
Department Funds		1,960		1,817	143
Faculty Funds	358	338		394	302
Foundations	2,500	2,500		2,500	2,500
Interest	(95)		95		-
Special Funds	4,673	4,183		5,032	3,824
Special Projects	4,641	6,532		4,607	6,566
Sears Class	2,870	6,840		7,424	2,286
Health Occupations	(167)	6,452	1,497	7,577	205
Literary Magazine	450			450	-
Lunch Credits	(297)	2,820		2,283	240
WKH	314		(314)		-
International Club	183				183

(continued)

SCHEDULE 12-21  
(CONTINUED)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - WHITE KNOLL HIGH SCHOOL  
FOR YEAR ENDED JUNE 30, 2007**

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Junior/Senior Prom	\$ 16,111	\$ 21,467	\$ -	\$ 20,943	\$ 16,635
Tri- M Music Honor Society	49	165		217	(3)
Gospel Choir	179				179
Booster Club Transactions	(11,566)	18,512		23,080	(16,134)
Step Club	185				185
Lacrosse Club	(467)		627	160	-
Astronomy Club	16	458		679	(205)
Future Educations of America		218		208	10
Robotics Club	2,108	4,967		6,999	76
Education Foundation		616		608	8
Student Book Club Orders	(1,105)	159	1,105		159
Student Field Studies		8,779	(1,105)	7,719	(45)
Not on Tobacco (NOT)	500				500
LOCC	652	500		618	534
Band Allocation	473	15,000		13,227	2,246
Latin Dance Club	245	642		544	343
Extended School Year	(12,166)	25,740		7,818	5,756
Relay for Life		414	34	444	4
Math Club		150		156	(6)
USC Pace Program Tuition			2,376	2,376	-
Total	\$ 339,265	\$ 656,332	\$ -	\$ 708,820	\$ 286,777

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SUMMARY SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - WHITE KNOLL MIDDLE SCHOOL  
 FOR YEAR ENDED JUNE 30, 2007

Description	Beginning Balance	Receipts	Transfers	Disbursements	Ending Balance
Art-Fees	\$ -	1,766	\$	1,702	\$ 64
Band-Fees	5,910	6,891		8,518	4,283
Books/Workbooks-Fees	6,910	19,902		11,051	15,761
Chorus	528	2,472		2,537	463
Computer - Fees	2,048	4,174		2,622	3,600
Drama - Fees	1,957	2,745		3,627	1,075
EAGLES	293	1,688		1,581	400
Home Economics - Fees	508	1,866		1,650	724
Instructional Materials - Fees	610	5,484		5,726	368
Lab Fees	713	6,469		2,417	4,765
Library Fees/Fines/Fairs	11,275	11,947		15,435	7,787
Orchestra/Strings - Fees	504	1,742		2,508	(262)
Physical Education - Fees	6,960	18,875		19,281	6,554
State Textbooks - Lost	473	952		110	1,315
Summer School Fees	7,033			7,033	-
State Textbooks - Damaged	3,008	1,060		2,173	1,895
Industrial Tech. Fees	126	1,606		1,721	11
Service Learning	1,628	1,143		564	2,207
Dance Fees	-	907		907	
ID Badges	1,383	6,995		6,561	1,817
Leadership Academy	437	741			1,178
Special Collections	172	2,588	135	2,900	(5)
Misc. Pupil Activity Fund	7,786	81,457		74,654	14,589
Athletics	6,220	13,339		8,056	11,503
FBLA Club	5				5
Student Council - Jr.	1,520	4,257		2,668	3,109
Canteen	4,940	29,846	(135)	32,228	2,423
School Pictures	3,425	8,336		7,267	4,494
Yearbooks	4,707	13,054		2,696	15,065
Destination Imagination	128				128
Faculty Funds	123	745		838	30
Interest	163				163
Special Funds	7,696	28,285		11,789	24,192
Special Projects	5,893	76,423	(23)	72,757	9,536
Lunch Credits	(386)	115		173	(444)
Robotics Club	813	1,200			2,013
Education Foundation	-	729		729	-
Student Book Club Orders	5	82	23	105	5
<b>Total</b>	<b>\$ 95,514</b>	<b>\$ 359,881</b>	<b>\$ -</b>	<b>\$ 313,677</b>	<b>\$ 141,718</b>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 DETAILED SCHEDULE OF DUE TO  
 STATE DEPARTMENT OF EDUCATION  
 JUNE 30, 2007**

<u>Program</u>	<u>Project Number</u>	<u>Revenue Code</u>	<u>Description</u>	<u>Amount Due to State Department of Education</u>
National Board Certification (NBC)		3532	NBC teacher resigned	\$ <u>9,787</u>
	Total			\$ <u><u>9,787</u></u>



**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
LOCATION RECONCILIATION SCHEDULE (REQUIRED)  
(FOR COGNIZANT AGENCY USE ONLY)  
FOR THE YEAR ENDED JUNE 30, 2007**

<b>Location</b>					<b>Total</b>
<b>I.D.</b>	<b>Location</b>	<b>Ed Level</b>	<b>Cost Type</b>	<b>Expenditures</b>	
000	District Wide (Debt Service)	Non-School	Central	\$	26,891,268
010	District Office	Non-School	Central		30,405,917
011	Lexington High	High School	School		26,451,492
012	Lexington Elementary	Elementary	School		6,238,662
013	Gilbert High	High School	School		6,626,907
014	Gilbert Elementary	Elementary	School		4,754,796
015	Pelion High	High School	School		6,639,998
016	Pelion Elementary	Elementary	School		7,798,051
017	Instructional TV Center	Other School	Central		104,672
018	Lexington Intermediate	Elementary	School		2,695,186
019	Alternative School	Middle	School		1,286,576
020	Lexington Middle	Middle	School		8,025,365
021	Lexington Technology Center	Other School	School		6,808,016
022	Oak Grove Elementary	Elementary	School		7,230,791
023	Saxe Gotha Elementary	Elementary	School		5,359,761
024	Red Bank Elementary	Elementary	School		7,650,715
025	White Knoll Elementary	Elementary	School		5,678,809
026	White Knoll Middle	Middle	School		7,862,527
027	White Knoll High School	High School	School		14,787,849
028	Midway Elementary	Elementary	School		6,045,379
029	Gilbert Middle	Middle	School		4,968,428
030	Pelion Middle School	Elem/Middle	School		8,972,590
031	Lake Murray Elementary	Elementary	School		6,483,316
032	Gilbert Primary School	Elementary	School		4,627,620
033	Virtual School	High School	School		40,555
034	Pleasant Hill Middle School	Middle	School		10,424,202
035	Pleasant Hill Elementary School	Elementary	School		7,596,061
037	Carolina Springs Middle School	Middle	School		17,017,415
038	Carolina Springs Elementary School	Elementary	School		12,574,484
039	Fort Pond Elementary School	Elementary	School		2,119,540
040	New Providence Elementary School	Elementary	School		1,643,873
050	Midlands Middle College	High School	School		595,814
Total Expenditures/Expenses for all Funds				\$	<u>266,406,635</u>

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

General Fund	\$	139,134,416
Special Revenue Fund		10,735,188
Special Revenue - EIA		8,828,573
Debt Service Fund - District		17,494,070
Debt Service Fund - LOSF, Corp.		4,751,698
Debt Service Fund - LSF, Inc.		4,645,500
Capital Projects Fund - District		31,153,534
Capital Projects Fund - LOSF, Corp.		40,622,640
Proprietary Fund		8,793,158
Permanent Fund		<u>247,858</u>

Total Expenditures/Expenses for all Funds \$ 266,406,635

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SCHEDULE OF GENERAL OBLIGATION BONDS OUTSTANDING  
JUNE 30, 2007**

<u>Bond Issue</u>	<u>Fiscal Year Maturity</u>	<u>Principal</u>			
		<u>Outstanding, July 1, 2006</u>	<u>Issued</u>	<u>Paid</u>	<u>Outstanding, June 30, 2007</u>
1998 Issue	2007	1,150,000			
	2008	<u>1,200,000</u>	\$ 2,350,000	\$ -	\$ 1,150,000
				\$ 1,150,000	\$ 1,200,000
2001 Issue	2007	2,440,000			
	2008	2,385,000			
	2009	990,000			
	2010	500,000			
	2011	105,000			
	2012	95,000			
	2013	185,000			
	2014	1,630,000			
	2015	1,755,000			
	2016	35,000			
	2017	45,000			
	2018	190,000			
	2019	3,040,000			
	2020	3,315,000			
	2021	3,610,000			
	2022	4,215,000			
2023	4,580,000				
2024	<u>565,000</u>	29,680,000	-	2,440,000	27,240,000
2003 Issue	2007	1,800,000			
	2008	<u>1,800,000</u>	3,600,000	-	1,800,000
					1,800,000
2004 A Issue	2007				
	2008				
	2009	<u>500,000</u>	500,000	-	-
					500,000 (Continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SCHEDULE OF GENERAL OBLIGATION BONDS OUTSTANDING  
JUNE 30, 2007

<u>Bond Issue</u>	<u>Fiscal Year Maturity</u>		<u>Principal</u>			<u>Outstanding, June 30, 2007</u>
			<u>Outstanding, July 1, 2006</u>	<u>Issued</u>	<u>Paid</u>	
2004 Issue	2007	565,000				
	2008	605,000				
	2009	795,000				
	2010	825,000				
	2011	910,000				
	2012	1,190,000				
	2013	<u>1,265,000</u>	\$ 6,155,000	\$ -	\$ 565,000	\$ 5,590,000
2005 A Issue	2007					
	2008					
	2009	2,500,000				
	2010	2,585,000				
	2011	2,670,000				
	2012	2,760,000				
	2013	2,860,000				
	2014	2,970,000				
	2015	3,090,000				
	2016	3,215,000				
	2017	3,345,000				
	2018	3,485,000				
	2019	3,625,000				
	2020	3,775,000				
	2021	3,935,000				
	2022	4,100,000				
	2023	4,275,000				
	2024	4,460,000				
	2025	4,655,000				
	2026	4,860,000				
	2027	5,075,000				
	2028	5,315,000				
2029	5,580,000					
2030	<u>5,865,000</u>	85,000,000	-	-	85,000,000	

(Continued)

LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SCHEDULE OF GENERAL OBLIGATION BONDS OUTSTANDING  
JUNE 30, 2007

<u>Bond Issue</u>	<u>Fiscal Year Maturity</u>	<u>Principal</u>			<u>Outstanding, June 30, 2007</u>
		<u>Outstanding, July 1, 2006</u>	<u>Issued</u>	<u>Paid</u>	
2005 B Issue	2007	3,165,000			
	2008	<u>2,005,000</u>	\$ 5,170,000	\$ 3,165,000	\$ 2,005,000
2005 C Issue	2007	30,000			
	2008	35,000			
	2009	1,325,000			
	2010	1,410,000			
	2011	1,495,000			
	2012	1,575,000			
	2013	1,660,000			
	2014	1,740,000			
	2015	1,920,000			
	2016	2,105,000			
	2017	2,505,000			
	2018	<u>2,600,000</u>	<u>18,400,000</u>		<u>30,000</u>
		<u>\$ 150,855,000</u>	<u>\$ -</u>	<u>\$ 9,150,000</u>	<u>\$ 141,705,000</u>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SCHEDULE OF LEXINGTON SCHOOL FACILITIES, INC.  
 CERTIFICATES OF PARTICIPATION  
 JUNE 30, 2007**

Lease Purchase Obligations	Fiscal Year Maturity	Principal				
		Outstanding, July 1, 2006	Issued	Paid	Outstanding, June 30, 2007	
1998 A Series	2007	590,000				
	2008	620,000				
	2009	650,000				
	2010	680,000				
	2011	<u>675,000</u>	\$ 3,215,000	\$ -	\$ 590,000	\$ 2,625,000
1998 B Series	2007	515,000				
	2008	535,000				
	2009	560,000				
	2010	580,000				
	2011	<u>560,000</u>	2,750,000	-	515,000	2,235,000
2002 Series	2007	2,965,000				
	2008	3,050,000				
	2009	2,630,000				
	2010	<u>680,000</u>	9,325,000	-	2,965,000	\$ 6,360,000
Total			<u>\$ 15,290,000</u>	<u>\$ -</u>	<u>\$ 4,070,000</u>	<u>\$ 11,220,000</u>

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SCHEDULE OF LEXINGTON ONE SCHOOL FACILITIES, CORP.  
 INSTALLMENT PURCHASE REVENUE BONDS OUTSTANDING  
 JUNE 30, 2007**

<b>Bond Issue</b>	<b>Fiscal Year Maturity</b>		<b>Principal</b>			<b>Outstanding, June 30, 2007</b>			
			<b>Outstanding, July 1, 2006</b>	<b>Issued</b>	<b>Paid</b>				
2005 Issue	2007	\$	-						
	2008		1,300,000						
	2009		-						
	2010		495,000						
	2011		1,030,000						
	2012		1,080,000						
	2013		1,135,000						
	2014		1,195,000						
	2015		1,255,000						
	2016		1,320,000						
	2017		1,385,000						
	2018		1,460,000						
	2019		1,540,000						
	2020		1,620,000						
	2021		1,710,000						
	2022		1,800,000						
	2023		1,900,000						
	2024		2,000,000						
	2025		2,110,000						
	2026		2,225,000						
	2027		2,340,000						
	2028		2,470,000						
	2029		2,600,000						
	2030		2,740,000						
	2031		2,890,000						
			\$ 39,600,000	\$	-	\$	-	\$	39,600,000

(Continued)

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
LEXINGTON, SOUTH CAROLINA  
SCHEDULE OF LEXINGTON ONE SCHOOL FACILITIES, CORP.  
INSTALLMENT PURCHASE REVENUE BONDS OUTSTANDING  
JUNE 30, 2007**

<b>Bond Issue</b>	<b>Fiscal Year Maturity</b>		<b>Principal</b>			<b>Outstanding, June 30, 2007</b>
			<b>Outstanding, July 1, 2006</b>	<b>Issued</b>	<b>Paid</b>	
2006 Issue	2007	\$	-			
	2008		-			
	2009		1,285,000			
	2010		1,350,000			
	2011		1,420,000			
	2012		1,490,000			
	2013		1,570,000			
	2014		1,650,000			
	2015		1,735,000			
	2016		1,820,000			
	2017		1,915,000			
	2018		2,015,000			
	2019		2,115,000			
	2020		2,225,000			
	2021		2,340,000			
	2022		2,460,000			
	2023		2,585,000			
	2024		2,720,000			
	2025		2,855,000			
	2026		3,005,000			
	2027		3,155,000			
	2028		3,320,000			
	2029		3,490,000			
	2030		3,670,000			
	2031		3,855,000			
			<u>\$ 54,045,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,045,000</u>
			<u>\$ 93,645,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 93,645,000</u>

# Statistical



is to enable our students to be thinking, productive, responsible citizens in the global, competitive 21<sup>st</sup> century.



# STATISTICAL SECTION

This section of the Lexington County School District One Comprehensive Annual Financial Report presents detailed trend and other information as a context for understanding what the information in the basic financial statements, notes to the financial statements, required supplementary information and other supplementary information says about Lexington County School District One's overall financial health.

	<b><u>Page Numbers</u></b>
<b>Financial Trends</b>	147-151
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b>	152-155
These schedules contain information to help the reader access Lexington County School District One's most significant local revenue source, the property tax.	
<b>Debt Capacity</b>	156-159
These schedules present information to help the reader assess the affordability of Lexington County School District One's current level of outstanding debt and the District's ability to issue additional debt in the future.	
<b>Demographic and Economic Information</b>	160-161
These schedules offer demographic and economic indicators to help the reader understand the environment within which Lexington County School District One's financial activities take place.	
<b>Operating Information</b>	162-169
These schedules contain service and infrastructure data to help the reader understand how the information in Lexington County School District One's financial report relates to the services the District provides and the activities it performs.	

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Table 1

**Lexington County School District One**  
**Lexington, South Carolina**  
**Net Assets by Component**  
**Last Five Fiscal Years (A)**  
**(Accrual Basis of Accounting)**

	Fiscal Years				
	2003	2004	2005	2006	2007
<b>Governmental Activities</b>					
Invested in capital assets, net of related debt	\$ 62,381,545	\$ 68,644,306	\$ 62,381,545	\$ 112,247,430	\$ 45,768,406
Restricted	11,421,112	10,990,056	18,561,221	7,737,934	68,264,908
Unrealized Holding Gain (Loss) on Investments	-	-	-	(9,441)	-
Unrestricted	8,358,644	11,599,638	11,982,482	1,061,246	9,673,086
<b>Total governmental activities net assets</b>	<b>\$ 82,161,301</b>	<b>\$ 91,234,000</b>	<b>\$ 92,925,248</b>	<b>\$ 121,037,169</b>	<b>\$ 123,706,400</b>
<b>Business-type activities</b>					
Invested in capital assets, net of related debt	\$ 870,816	\$ 784,710	\$ 906,142	\$ 884,201	\$ 1,171,848
Unrestricted	1,151,355	1,662,059	1,711,517	2,981,882	2,896,733
<b>Total business-type activities net assets</b>	<b>\$ 2,022,171</b>	<b>\$ 2,446,769</b>	<b>\$ 2,617,659</b>	<b>\$ 3,866,083</b>	<b>\$ 4,068,581</b>
<b>Primary Government</b>					
Invested in capital assets, net of related debt	\$ 63,252,361	\$ 69,429,016	\$ 63,287,687	\$ 113,131,631	\$ 46,940,254
Restricted	11,421,112	10,990,056	18,561,221	7,737,934	68,264,908
Unrealized Holding Gain (Loss) on Investments	-	-	-	(9,441)	-
Unrestricted	9,509,999	13,261,697	13,693,999	4,043,128	12,569,819
<b>Total primary government net assets</b>	<b>\$ 84,183,472</b>	<b>\$ 93,680,769</b>	<b>\$ 95,542,907</b>	<b>\$ 124,903,252</b>	<b>\$ 127,774,981</b>

Note: (A) Years after Implementation of GASB Statement No. 34.

Source: District Comprehensive Annual Financial Reports.

Table 2

Lexington County School District One  
 Lexington, South Carolina  
 Changes in Net Assets  
 Last Five Fiscal Years (A)  
 (Accrual Basis of Accounting)

	Fiscal Years				
	2003	2004	2005	2006	2007
<b>Expenses</b>					
<b>Governmental activities:</b>					
Instruction	\$ 81,759,315	\$ 82,795,244	\$ 96,689,095	\$ 90,651,437	\$ 121,063,875
Support services	44,363,416	45,497,672	52,177,877	49,494,561	60,772,336
Community services	58,415	117,784	164,612	226,864	296,211
Intergovernmental	417,944	402,630	283,767	80,953	77,854
Interest and other charges	4,731,598	4,601,773	4,098,653	8,774,520	11,597,433
Total governmental activities expenses	<u>131,330,688</u>	<u>133,415,103</u>	<u>153,414,004</u>	<u>149,228,335</u>	<u>193,807,709</u>
<b>Business-type activities</b>					
Food service	5,832,781	6,207,546	7,081,179	7,465,421	8,793,158
Total business-type activities expenses	<u>5,832,781</u>	<u>6,207,546</u>	<u>7,081,179</u>	<u>7,465,421</u>	<u>8,793,158</u>
<b>Total primary government expenses</b>	<u>\$ 137,163,469</u>	<u>\$ 139,622,649</u>	<u>\$ 160,495,183</u>	<u>\$ 156,693,756</u>	<u>\$ 202,600,867</u>
<b>Program Revenues</b>					
<b>Governmental activities:</b>					
Charges for services:					
Instruction	\$ 156,752	\$ 202,439	\$ 168,610	\$ 96,437	\$ 93,210
Support services	228,545	346,121	186,084	173,571	225,915
Community services	-	-	173,028	3,183	218,618
Intergovernmental	-	-	283,767	319,812	506,332
Operating grants and contributions	59,586,307	68,594,754	76,841,869	83,722,589	88,520,752
Total governmental activities program revenues	<u>59,971,604</u>	<u>69,143,314</u>	<u>77,653,358</u>	<u>84,315,592</u>	<u>89,564,827</u>
<b>Business-type activities:</b>					
Charges for services:					
Food service	3,616,296	3,916,173	4,437,466	4,900,080	5,585,450
Operating grants and contributions	2,434,114	2,584,497	2,699,398	3,241,301	3,098,130
Capital grants and contributions	260,574	-	-	-	-
Total business-type activities program revenues	<u>6,310,984</u>	<u>6,500,670</u>	<u>7,136,864</u>	<u>8,141,381</u>	<u>8,683,580</u>
<b>Total primary government program revenues</b>	<u>\$ 66,282,588</u>	<u>\$ 75,643,984</u>	<u>\$ 84,790,222</u>	<u>\$ 92,456,973</u>	<u>\$ 98,248,407</u>

(Continued)

Table 2  
Continued

Lexington County School District One  
Lexington, South Carolina  
Changes in Net Assets  
Last Five Fiscal Years (A)  
(Accrual Basis of Accounting)

	Fiscal Years				
	2003	2004	2005	2006	2007
Net (expense)/revenue					
Governmental activities	\$ (71,359,084)	\$ (64,271,789)	\$ (75,760,646)	\$ (64,912,743)	\$ (104,242,882)
Business-type activities	478,203	293,124	55,685	675,960	(109,578)
Total primary government program net expense	\$ (70,880,881)	\$ (63,978,665)	\$ (75,704,961)	\$ (64,236,783)	\$ (104,352,460)
General Revenues and Other Charges in Net Assets					
Governmental activities					
Property taxes Levied for:					
General Purposes	\$ 50,101,511	\$ 53,131,051	\$ 54,299,246	\$ 58,611,209	\$ 65,932,124
Debt Service	6,204,893	8,592,634	11,298,074	18,887,161	20,128,064
Federal and state aid not restricted for specific purposes	17,694,241	11,189,956	11,204,712	11,667,171	12,026,349
Unrestricted investment earnings	656,246	418,577	841,258	4,175,207	8,572,444
Miscellaneous revenue	98,694	310,468	87,384	258,337	556,036
Transfers	(327,457)	(298,198)	(309,987)	(564,980)	(302,904)
Total governmental activities	74,428,128	73,344,488	77,420,687	93,034,105	106,912,113
Business-type activities					
Unrestricted investment earnings	1,298	950	3,216	7,484	9,172
Transfers	124,355	130,524	111,989	564,980	302,904
Total business-type activities	125,653	131,474	115,205	572,464	312,076
Total primary government	\$ 74,553,781	\$ 73,475,962	\$ 77,535,892	\$ 93,606,569	\$ 107,224,189
Change in Net Assets					
Governmental activities	\$ 3,069,044	\$ 9,072,699	\$ 1,660,041	\$ 28,121,362	\$ 2,669,231
Business-type activities	603,856	424,598	170,890	1,248,424	202,498
Total primary government	\$ 3,672,900	\$ 9,497,297	\$ 1,830,931	\$ 29,369,786	\$ 2,871,729

Note: (A) Years after Implementation of GASB Statement No. 34.  
Source: District Comprehensive Annual Financial Reports.

Table 3

Lexington County School District One  
Lexington, South Carolina  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

	Fiscal Years									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>General Fund</b>										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 96,932	\$ 11,816	\$ 481,325	\$ -	\$ -
Unreserved	5,173,716	6,587,621	6,274,880	4,802,157	5,548,147	7,174,565	9,591,274	11,418,550	12,348,217	16,051,219
<b>Total General Fund</b>	<b>\$ 5,173,716</b>	<b>\$ 6,587,621</b>	<b>\$ 6,274,880</b>	<b>\$ 4,802,157</b>	<b>\$ 5,548,147</b>	<b>\$ 7,271,497</b>	<b>\$ 9,603,090</b>	<b>\$ 11,899,875</b>	<b>\$ 12,348,217</b>	<b>\$ 16,051,219</b>
<b>All other governmental funds</b>										
Reserved	\$ 12,765,564	\$ 17,607,297	\$ 30,301,710	\$ 19,435,713	\$ 14,390,339	\$ 11,119,167	\$ 11,990,056	\$ 18,079,896	\$ 144,869,274	\$ 81,499,381
Unreserved, reported in:										
Permanent Fund	-	-	-	-	-	(14,089)	211,646	203,220	218,386	258,690
<b>Total all other governmental funds</b>	<b>\$ 12,765,564</b>	<b>\$ 17,607,297</b>	<b>\$ 30,301,710</b>	<b>\$ 19,435,713</b>	<b>\$ 14,390,339</b>	<b>\$ 11,105,078</b>	<b>\$ 12,201,702</b>	<b>\$ 18,283,116</b>	<b>\$ 145,087,660</b>	<b>\$ 81,758,071</b>

Source: District Comprehensive Annual Financial Reports.

Table 4

Lexington County School District One  
 Lexington, South Carolina  
 Changes in Fund Balances of Governmental Funds  
 Last Ten Fiscal Years  
 (Modified Accrual Basis of Accounting)

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>Revenues</b>										
Local Sources	\$ 28,602,809	\$ 34,399,628	\$ 38,756,364	\$ 44,638,643	\$ 52,931,599	\$ 57,303,156	\$ 62,857,153	\$ 67,338,520	\$ 82,292,310	\$ 96,698,558
Intergovernmental	-	-	-	-	182,250	182,250	121,625	123,858	123,715	151,695
State Sources	52,434,015	57,415,628	66,776,338	80,747,171	75,311,921	72,581,946	73,887,656	80,450,168	86,569,561	91,297,513
Federal Sources	2,119,864	2,154,477	2,939,147	3,327,143	3,702,017	4,120,189	5,494,797	7,368,555	7,933,147	8,189,823
<b>Total Revenues</b>	<b>\$ 83,156,688</b>	<b>\$ 93,969,733</b>	<b>\$ 108,471,849</b>	<b>\$ 128,712,957</b>	<b>\$ 133,127,787</b>	<b>\$ 134,187,541</b>	<b>\$ 142,361,231</b>	<b>\$ 155,281,101</b>	<b>\$ 176,918,733</b>	<b>\$ 196,337,589</b>
<b>Expenditures</b>										
Current:										
Instruction	47,971,152	53,538,285	61,072,134	70,081,491	76,282,336	79,202,415	81,277,812	88,277,400	94,656,825	103,335,529
Support Services	22,905,775	25,054,962	29,833,854	34,469,672	38,360,399	39,399,560	41,229,862	45,693,285	50,826,475	54,862,888
Community Services	3,410	2,178	10,598	7,475	6,923	58,415	117,784	164,612	226,864	296,211
Intergovernmental	-	29,943	17,327	139,092	173,079	417,944	402,630	283,767	80,953	77,854
Debt Service	-	-	-	-	-	-	-	-	-	-
Redemption of Principal	6,815,000	5,961,694	6,850,000	41,360,000	81,344,000	5,386,019	11,017,121	12,276,019	56,450,000	15,130,000
Interest	3,152,646	3,605,772	3,902,266	5,383,559	6,156,169	4,559,269	4,263,317	4,023,392	7,101,121	11,707,384
Other Objects	123,213	186,441	9,551	54,585	9,619	414,502	78,255	7,061	107,307	53,884
Capital Outlay	11,190,486	27,980,212	30,171,211	25,246,560	16,916,143	6,743,185	12,194,758	17,891,164	52,870,288	72,149,727
<b>Total Expenditures</b>	<b>\$ 92,161,682</b>	<b>\$ 116,359,487</b>	<b>\$ 131,866,941</b>	<b>\$ 176,742,434</b>	<b>\$ 219,248,668</b>	<b>\$ 136,181,309</b>	<b>\$ 150,581,539</b>	<b>\$ 168,616,700</b>	<b>\$ 262,319,833</b>	<b>\$ 257,613,477</b>
Excess of Revenues over (under) expenditures	\$ (9,004,994)	\$ (22,389,754)	\$ (23,395,092)	\$ (48,029,477)	\$ (87,120,881)	\$ (1,993,768)	\$ (8,220,308)	\$ (13,335,599)	\$ (85,401,100)	\$ (61,275,888)
<b>Other Financing Sources (Uses)</b>										
Sale of Assets	-	6,476	5,512	-	4,635	(19,160)	2,774	2,681	29,235	42,205
Receipt of Insurance Proceeds	-	180,380	-	-	-	31,241	-	-	-	-
Medicaid Reimbursements	-	31,599	-	-	-	-	-	-	-	-
Premium on Bonds Sold	-	-	-	100,985	-	-	125,931	72,574	4,809,171	-
Issuance of General Obligation Bonds	10,000,000	27,900,000	-	-	-	-	10,735,000	-	96,250,000	1,910,000
Issuance of Refunding Bonds	-	-	-	-	-	-	6,875,000	-	18,495,000	-
Issuance of Refunding Certificates of Participation	5,930,818	5,709,531	-	-	-	18,795,000	-	-	-	-
Issuance of Long-Term Notes	-	830,000	36,166,236	36,046,945	83,233,932	110,152	-	22,500,000	-	-
Issuance of Installment Purchase Revenue Bonds	(6,514,093)	(5,709,531)	-	-	-	(18,519,924)	(6,791,980)	-	93,645,001	-
Payment to Refunded Debt Escrow Agent	-	-	-	-	-	-	-	-	-	-
Proceeds from Short-Term Borrowing	-	-	-	-	-	-	-	481,325	-	-
Payment to State Department of Education	7,582,999	7,859,860	10,999,099	10,151,999	12,463,859	16,117,211	14,584,978	15,313,344	29,860,011	11,220,125
Transfers In	(7,902,313)	(4,852,597)	(11,394,083)	(10,609,172)	(12,880,929)	(16,444,668)	(14,883,176)	(15,623,321)	(30,424,991)	(11,523,029)
Transfers Out	-	-	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 9,097,411</b>	<b>\$ 31,955,718</b>	<b>\$ 35,776,764</b>	<b>\$ 35,690,757</b>	<b>\$ 82,821,497</b>	<b>\$ 69,852</b>	<b>\$ 10,648,527</b>	<b>\$ 22,682,601</b>	<b>\$ 212,663,427</b>	<b>\$ 1,649,301</b>
Net Change in Fund Balances	\$ 92,417	\$ 9,565,964	\$ 12,381,672	\$ (12,338,720)	\$ (4,299,384)	\$ (1,923,916)	\$ 2,428,219	\$ 9,347,002	\$ 127,262,327	\$ (59,626,587)
Debt Service as a Percentage of Noncapital Expenditures	12.5%	11.0%	10.6%	30.9%	43.3%	8.0%	11.1%	10.8%	30.4%	14.5%

Source: District Comprehensive Annual Financial Reports

**Lexington County School District One**  
**Lexington, South Carolina**  
**Assessed Value and Estimated Actual Value of All Taxable Property**  
**Last Ten Fiscal Years**

Table 5

Fiscal Year	Tax Year	Assessed Value Real Property <sup>1</sup>	Assessed Value Personal Property			Total Assessed Value	Total Estimated Actual Value	Total Direct Tax Rate (Millage)	Assessed Value as a Percentage of Actual Value
			Motor Vehicles	Other					
1998	1997	\$ 113,305,900	\$ 38,898,420	\$ 27,175,520	\$ 179,379,840	\$ 2,907,246,235	194.90	6.17%	
1999	1998	119,209,640	40,828,660	29,386,600	189,424,900	3,119,290,880	214.60	6.07%	
2000	1999	127,727,150	46,152,960	31,398,120	205,278,230	3,297,511,328	224.40	6.23%	
2001	2000	135,175,400	50,171,610	32,988,900	218,335,910	3,791,567,294	239.40	5.76%	
2002	2001	167,543,210	54,091,560	34,489,440	256,124,210	4,617,411,578	250.30	5.55%	
2003	2002	179,075,200	52,451,880	34,700,400	266,227,480	5,140,049,416	262.30	5.18%	
2004	2003	187,132,250	53,156,870	34,289,350	274,578,470	5,263,945,422	277.10	5.22%	
2005	2004	196,306,440	53,659,840	34,583,870	284,550,150	5,133,893,808	285.10	5.54%	
2006	2005	254,281,230	50,818,090	34,842,240	339,941,560	6,375,668,389	272.10	5.33%	
2007	2006	263,920,480	52,052,200	46,321,620	362,294,300	6,796,168,913	287.10	5.33%	

Note: 1 Includes fee in lieu of taxes. Property values were re-assessed in Fiscal Year 2002 and Fiscal Year 2006.

Source: Lexington County Auditor's Office - Unaudited.



Table 6

**Lexington County School District One**  
**Lexington, South Carolina**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Fiscal Years**

Fiscal Year	Tax Year	Lexington County School District One		Overlapping Rates					Total Direct and Overlapping Rates	Additional Millages - Municipalities				
		Operating Millage <sup>1</sup>	Debt Service Millage	Lexington County	Recreation District	Midlands Technical College	Riverbanks Zoo	City of Cayce <sup>2</sup>		Town of Gilbert	Town of Lexington	Town of Pelion	Town of Summit	
1998	1997	170.900	24.000	194.900	81.700	12.800	3.300	2.100	294.800	N/A	7.000	53.600	13.700	6.100
1999	1998	190.600	24.000	214.600	81.600	12.800	3.300	2.600	314.900	N/A	7.000	53.600	13.700	6.100
2000	1999	200.400	24.000	224.400	77.100	12.800	4.200	2.600	321.100	N/A	5.000	51.000	13.700	6.100
2001	2000	215.400	24.000	239.400	81.100	13.200	4.200	2.500	340.400	N/A	5.000	51.000	13.700	6.100
2002	2001	226.300	24.000	250.300	75.296	12.784	3.723	2.013	344.116	N/A	5.000	43.700	13.700	6.100
2003	2002	238.300	24.000	262.300	82.582	13.048	4.083	1.731	363.744	N/A	5.000	43.700	13.700	6.100
2004	2003	243.300	33.800	277.100	84.412	13.293	4.181	1.858	380.844	N/A	5.000	43.700	13.700	6.100
2005	2004	243.300	41.800	285.100	88.059	15.099	4.277	1.885	394.420	N/A	5.000	43.700	13.700	6.100
2006	2005	213.100	59.000	272.100	78.572	13.517	4.306	1.852	370.347	42.500	5.000	36.238	12.600	5.500
2007	2006	228.100	59.000	287.100	81.244	13.977	4.452	1.915	388.688	42.500	5.000	36.238	17.600	6.100

Notes: 1 - Operating millage includes the Lease Purchase millage since it is levied in the general fund instead of the debt service fund.  
2 - A portion of the School District became annexed by the City of Cayce during the Tax Year 2005.

Source: Lexington County Auditor's Office - Unaudited.

**Lexington County School District One**  
**Lexington, South Carolina**  
**Principal Property Taxpayers**  
**Current Year and Nine Years Ago**

**Table 7**

Taxpayer	Fiscal Year 2007				Fiscal Year 1998			
	Assessed Value	Taxes Paid	Rank	Percent of Assessed Value to Total Assessed Value	Assessed Value	Taxes Paid	Rank	Percent of Assessed Value to Total Assessed Value
South Carolina Electric & Gas	\$ 19,531,210	\$ 6,553,818	1	5.39%	\$ 6,504,180	\$ 1,943,713	2	3.63%
Michelin North America*	13,605,690	3,935,827	2	3.76%	10,096,370	2,583,151	1	5.63%
Mid Carolina Electric Cooperative	3,760,560	1,380,107	3	1.04%	2,200,420	648,700	3	1.23%
PBR Columbia, LLC* 1	2,561,330	755,081	4	0.71%	834,180	246,781	8	0.47%
Pirelli Cables & Systems*	2,168,260	705,443	5	0.60%	1,909,460	468,804	4	1.06%
Solectron SC Corp*	1,878,500	557,951	6	0.52%				
Pella Corporation	1,391,260	527,604	7	0.38%	1,359,080	412,842	6	0.76%
Alltel South Carolina Inc.	1,162,740	435,320	8	0.32%	1,329,680	375,187	7	0.74%
Cooper Industries*	1,203,020	395,943	9	0.33%				
Carolina Water Service Inc.	790,100	289,951	10	0.22%				
Inland Paperboard					1,479,840	348,904	5	0.82%
Union Underwear					684,880	172,099	9	0.38%
Boral Bricks, Inc.					570,390	143,781	10	0.32%
	<b>\$ 48,052,670</b>	<b>\$ 15,537,045</b>		<b>13.26%</b>	<b>\$ 26,968,480</b>	<b>\$ 7,343,962</b>		<b>15.03%</b>

\* Includes Fee in Lieu of Taxes

1 - In 1998, the company was Pond Branch Telephone.

Source: Lexington County Auditor's Office - Unaudited.

Table 8

**Lexington County School District One  
Lexington, South Carolina  
Property Tax Levies and Collections  
Last Ten Fiscal Years**

Fiscal Year	Tax Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>1</sup>		Collections in Subsequent Years <sup>1</sup>	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
1998	1997	\$ 53,424,969	Unavailable	Unavailable	Unavailable	\$ 51,202,290	95.8%
1999	1998	61,798,870	Unavailable	Unavailable	Unavailable	59,672,639	96.6%
2000	1999	67,346,730	Unavailable	Unavailable	Unavailable	65,266,391	96.9%
2001	2000	76,334,125	Unavailable	Unavailable	Unavailable	74,313,066	97.4%
2002	2001	88,330,686	Unavailable	Unavailable	Unavailable	86,736,737	98.2%
2003	2002	96,692,157	Unavailable	Unavailable	Unavailable	96,407,673	99.7%
2004	2003	105,583,431	Unavailable	Unavailable	Unavailable	103,037,792	97.6%
2005	2004	110,543,736	Unavailable	Unavailable	Unavailable	109,596,363	99.1%
2006	2005	127,359,530	Unavailable	Unavailable	Unavailable	123,051,615	96.6%
2007	2006	139,302,873	Unavailable	Unavailable	Unavailable	137,432,241	98.7%

Note: 1 The Lexington County Treasurer's Office was unable to provide the District with a breakout of collections within fiscal year levied or collections in subsequent years.

Source: Lexington County Treasurer's Office - Unaudited.

Lexington County School District One  
 Lexington, South Carolina  
 Legal Debt Margin Information  
 Last Ten Fiscal Years

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Debt Limit	\$ 14,507,265	\$ 15,310,870	\$ 16,579,136	\$ 17,623,750	\$ 20,646,814	\$ 21,455,076	\$ 22,123,155	\$ 22,854,708	\$ 26,247,912	\$ 28,402,630
Total Net Debt Applicable to Debt Limit	3,675,000	2,725,000	875,000	-	15,585,000	14,555,000	19,730,000	13,220,000	15,850,000	8,445,000
Legal Debt Margin	\$ 10,832,265	\$ 12,585,870	\$ 15,704,136	\$ 17,623,750	\$ 5,061,814	\$ 6,900,076	\$ 2,393,155	\$ 9,634,708	\$ 10,397,912	\$ 19,957,630
Total Net Debt Applicable to Debt Limit as a Percentage of Debt Limit	25.3%	17.8%	5.3%	0.0%	75.5%	67.8%	89.2%	57.8%	60.4%	29.7%

Legal Debt Margin Calculation for Fiscal Year 2007

Assessed Value (Excluding Fee in Lieu)	\$ 343,698,690
Merchant's Inventory	1,960,970
Fee in Lieu of Tax Property	9,373,216
Total Assessed Value	<u>\$ 355,032,876</u>
Constitutional Debt Limit (8% of total assessed value)	\$ 28,402,630
Debt Applicable to Debt Limit:	
General Obligation Bonds Outstanding	\$ 141,705,000
Less: General Obligation Bonds Outstanding Not Subject to Debt Limit	<u>(133,260,000)</u>
Total Net Debt Applicable to Debt Limit	<u>8,445,000</u>
Legal Debt Margin	<u>\$ 19,957,630</u>

NOTE 1: Article X, Section 15 of the Constitution of the State of South Carolina, 1895, as amended (the "Constitution"), empowers each school district of the State to incur general obligation debt in such terms and conditions as the General Assembly shall prescribe by law. After November 30, 1982, each school district may incur general obligation debt, without an election and upon such terms and conditions as the General Assembly may prescribe, in an amount not exceeding 8% of the assessed value of all taxable property of such school district. Bonded indebtedness existing on November 30, 1982, and the bonded indebtedness authorized by a majority vote of the qualified electors of the school district voting in a referendum will not be considered in the computation of the 8% limitation.

Note 2: Statutes authorizing the payment of fees in lieu of taxes provide that property from which such fees are derived may be included in the calculation of debt limit. These statutes provide formulae whereby the assessed value for debt limit purposes of property subject to a fee in lieu of taxes is determined, based upon the most recently received annual payments in lieu of taxes received by a particular taxing entity. Based upon information received from the Lexington County Auditor, in 2007 property subject to fees in lieu of taxes provides the District with approximately \$764,650 in debt limit capacity.

Source: Assessed Values are obtained from the Lexington County Auditor's Office.  
 Unaudited

Table 10

Lexington County School District One  
Lexington, South Carolina  
Ratios of Outstanding Debt By Type  
Last Ten Fiscal Years

Fiscal Year	Governmental Activities <sup>1</sup>										Total Primary Government	Percentage of Personal Income <sup>2</sup>	Per Capita <sup>2</sup>
	General Obligation Bonds	Certificates of Participation	Installment Purchase Revenue Bonds	Bond Anticipation Note	Capital Lease	Note Payable							
1998	\$ 15,775,000	\$ 39,230,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,005,000	1054%	\$ 700
1999	40,385,000	37,015,000	-	830,000	-	-	-	-	-	-	78,230,000	1344%	948
2000	36,875,000	34,505,000	-	35,930,000	-	-	-	-	-	-	107,310,000	1712%	1,226
2001	34,325,000	31,625,000	-	35,930,000	973,552	-	-	-	-	-	102,853,552	1632%	1,130
2002	72,540,000	28,605,000	-	-	500,264	783,057	-	-	-	-	102,428,321	1584%	1,084
2003	70,135,000	26,825,000	-	-	-	522,038	-	-	-	-	97,482,038	1449%	995
2004	74,285,000	23,080,000	-	-	-	261,019	-	-	-	-	97,626,019	1352%	963
2005	66,105,000	19,245,000	-	22,500,000	-	-	-	-	-	-	107,850,000	Unavailable	1,029
2006	150,855,000	15,290,000	93,645,000	-	-	-	-	-	-	-	259,790,000	Unavailable	2,399
2007	141,705,000	11,220,000	93,645,000	-	-	-	-	-	-	-	246,570,000	Unavailable	2,206

Note: 1 Details regarding the District's outstanding debt can be found in the notes to the financial statements. Information is compiled from District Comprehensive Annual Financial Reports.

Note: 2 Personal Income and Estimated Population can be found on the table for Demographic and Economic Statistics.

**Lexington County School District One**  
**Lexington, South Carolina**  
**Ratios of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

Fiscal Year	General Obligation Bonds <sup>1</sup>	Less: Amounts Available in Debt Service Fund <sup>2</sup>	Total	Percent of	
				Estimated Actual Taxable Value of Property <sup>3</sup>	Per Capita <sup>4</sup>
1998	\$ 15,775,000	\$ 1,353,763	\$ 14,421,237	0.50%	\$ 183
1999	40,385,000	2,225,393	38,159,607	1.22%	462
2000	36,875,000	1,831,294	35,043,706	1.06%	400
2001	34,325,000	1,643,929	32,681,071	0.86%	359
2002	72,540,000	3,510,660	69,029,340	1.49%	731
2003	70,135,000	4,175,463	65,959,537	1.28%	674
2004	74,285,000	2,574,611	71,710,389	1.36%	707
2005	66,105,000	2,720,999	63,384,001	1.23%	605
2006	150,855,000	6,128,655	144,726,345	2.27%	1,336
2007	141,705,000	10,140,592	131,564,408	1.94%	1,177

## Notes:

1 Details regarding the district's outstanding debt can be found in the notes to the financial statements.

2 This represents amounts reserved for Debt Service -District which is for General Obligation Bonds only. Amounts reserved for Lease Purchase (Certificates of Participation) or Installment Purchase Revenue Bonds are separate Debt Service Funds.

3 See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property.

4 Population data can be found on the Schedule of Demographic and Economic Statistics.

**Lexington County School District One**  
**Lexington, South Carolina**  
**Direct and Overlapping Governmental Activities Debt**  
**As of June 30, 2007**

Governmental Unit	Governmental Activities Debt Outstanding	Percent Applicable to District <sup>2</sup>	Estimated Share of Overlapping Debt
<b>Debt Repaid with Property Taxes:</b>			
Lexington County	\$ 49,474,486	40.41%	\$ 19,993,918
Lexington County Recreation Commission	29,105,000	56.18%	16,351,143
Town of Lexington	1,990,000	100.00%	1,990,000
Riverbanks Zoo <sup>1</sup>	14,550,000	16.85%	2,451,389
<b>Total Overlapping</b>	<b>\$ 95,119,486</b>		<b>\$ 40,786,450</b>
<b>Lexington County School District One and its blended component units direct debt</b>			<b>\$ 246,570,000</b>
<b>Total Direct &amp; Overlapping Debt</b>			<b>\$ 287,356,450</b>

## Notes:

- 1 Percentage for Riverbanks Zoo is computed by combining total assessed values of Lexington and Richland Counties.
- 2 The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were computed by dividing the district's assessed value by the assessed value of the applicable government unit.

## Sources:

Lexington County Auditor's Office, Lexington County Treasurer's Office, Richland County Auditor's Office, Riverbanks Zoo, and Town of Lexington.

**Lexington County School District One**  
**Lexington, South Carolina**  
**Demographic Statistics - Lexington County**  
**Last Ten Fiscal Years**

Fiscal Year	School District	County	Per Capita		School Enrollment <sup>f</sup>	Unemployment Rate <sup>5</sup>
	Estimated Population <sup>1</sup>	Estimated Population <sup>2</sup>	Personal Income <sup>3</sup>	Personal Income <sup>3</sup>		
1998	78,615	208,910	\$ 5,217,161	\$ 24,973	43,145	1.76%
1999	82,546	213,243	5,818,531	27,286	44,283	1.80%
2000	87,547	216,014	6,268,383	28,901	45,032	2.07%
2001	91,007	220,081	6,302,039	28,641	45,707	2.00%
2002	94,467	222,771	6,466,495	29,034	46,304	2.71%
2003	97,927	226,978	6,726,151	29,633	47,164	3.01%
2004	101,387	231,057	7,221,851	31,282	47,801	3.30%
2005	104,847	235,272	Unavailable	Unavailable	48,694	4.50%
2006	108,307	238,797	Unavailable	Unavailable	49,662	4.77%
2007	111,767	240,160	Unavailable	Unavailable	50,400	4.42%

Data Sources: 1 Based on census data from the 2000 census and interpolation resulting in an annual increase of 3,460.

2 SC Office of Research and Statistics' 2005 *Statistical Abstract*.

3 U.S. Department of Commerce, Bureau of Economic Analysis, Lexington County.

4 SC Department of Education - 135-Day Average Daily Membership Report. The County of Lexington has 5 school districts.

5 SC Employment Security Commission. Averages are on a fiscal year basis, computed from the monthly press releases.

Unaudited



Lexington County School District One  
 Lexington, South Carolina  
 Principal Employers - Lexington County  
 Current Year and Nine Years Ago

Employer	2007 <sup>1</sup>			1998 <sup>2</sup>		
	Number of Employees	Rank	Percentage of Total County Employment	Number of Employees	Rank	Percentage of Total County Employment
Michelin North America, Inc.	1,525	1	1.17%	1,250	1	1.09%
Columbia Farms, Inc./Amick Farms	750	2	0.58%			
NCR	680	3	0.52%	764	3	0.66%
Harsco Track Tech	560	4	0.43%			
Soletron	550	5	0.42%			
UPS	510	6	0.39%			
US Foodservice	500	7	0.38%			
Cooper Tools	400	8	0.31%	365	10	0.32%
Shaw Industries	400	9	0.31%			
SMI Steel	375	10	0.29%	367	9	0.32%
Allied Signal				1,231	2	1.07%
Union Switch & Signal, Inc.				500	4	0.43%
Fairmont Tamper (Now Harsco)				467	5	0.41%
Columbia Farms, Inc.				425	6	0.37%
JB Martin				396	7	0.34%
Pirelli Cable				375	8	0.33%
<b>Total</b>	<b>6,250</b>		<b>4.80%</b>	<b>6,140</b>		<b>5.34%</b>

Data Sources:

<sup>1</sup> South Carolina Department of Commerce

<sup>2</sup> South Carolina Industrial Directory (Published by South Carolina Department of Commerce)

Note: (A) Excludes School District and County Employees

Lexington County School District One  
Lexington, South Carolina  
Employees by Function  
Last Ten Fiscal Years

Table 15

Function	Fiscal Years									
	1998 <sup>2</sup>	1999 <sup>2</sup>	2000 <sup>2</sup>	2001 <sup>2</sup>	2002 <sup>2</sup>	2003 <sup>2</sup>	2004	2005	2006	2007
<b>Instruction</b>										
Teachers	952.00	1,046.00	1,103.00	1,158.00	1,262.00	1,248.00	1,268.00	1,348.00	1,420.00	1,483.00
Other	212.00	238.00	252.00	269.00	284.00	286.00	273.00	304.00	335.00	357.00
<b>Support Services</b>										
Teachers <sup>1</sup>	60.00	67.00	71.00	75.00	75.00	79.00	79.00	110.00	112.00	131.00
Other	479.00	551.00	591.00	646.00	651.00	678.00	700.00	740.00	766.00	852.00
<b>Total</b>	<b>1,703.00</b>	<b>1,902.00</b>	<b>2,017.00</b>	<b>2,148.00</b>	<b>2,272.00</b>	<b>2,291.00</b>	<b>2,320.00</b>	<b>2,502.00</b>	<b>2,633.00</b>	<b>2,823.00</b>

Note: Bus drivers are not included in this schedule

<sup>1</sup> Teachers for support services include media specialists, guidance counselors, technology integration specialists, and school psychologists.

<sup>2</sup> Prior to 2004, the district did not track "Other" positions by functional categories so a percentage allocation was used to present the information for these years.

**Table 16**  
**Lexington County School District One**  
**Lexington, South Carolina**  
**Operating Statistics**  
**Last Ten Fiscal Years**

Fiscal Year	Pupil Enrollment 135-Day ADM <sup>1</sup>	Modified Accrual Basis of Accounting		Accrual Basis of Accounting		Teaching Staff <sup>4</sup>	Pupil/Teacher Ratio	Percentage of Students Receiving Free or Reduced Lunch	
		Operating Expenditures <sup>2</sup>	Cost per Pupil	Percentage Change	Expenses <sup>3</sup>				Cost per Pupil
1998	15,234	\$ 70,880,337	\$ 4,653	5.21%	Unavailable	Unavailable	952	16.0	24%
1999	15,822	78,625,368	4,969	6.80%	Unavailable	Unavailable	1,046	15.1	25%
2000	16,351	90,933,913	5,561	11.91%	Unavailable	Unavailable	1,103	14.8	26%
2001	16,831	104,697,730	6,221	11.85%	Unavailable	Unavailable	1,158	14.5	26%
2002	17,268	114,822,737	6,649	6.90%	Unavailable	Unavailable	1,262	13.7	28%
2003	17,829	119,078,334	6,679	0.44%	\$ 126,599,090	7,101	1,248	14.3	29%
2004	18,229	123,028,088	6,749	1.05%	128,813,330	7,066	1,268	14.4	30%
2005	18,688	134,419,064	7,193	6.58%	149,315,351	7,990	1,348	13.9	31%
2006	19,091	145,791,117	7,637	6.17%	140,453,815	7,357	1,420	13.4	31%
2007	19,705	158,572,482	8,047	5.38%	182,210,276	9,247	1,483	13.3	30%

Notes:

- 1 Average Daily Membership. Includes Kindergarten through Grade 12.
- 2 Operating Expenditures are total expenditures in the governmental fund less debt service and capital outlay.
- 3 GASB 34 was not implemented until FY 2003. Therefore, expenses are not available prior to FY 2003. This represents governmental fund activities for instruction, support services, community services, and intergovernmental.
- 4 Does not include Media Specialist, Guidance Counselors, Technology Integration Specialists, or School Psychologists.

Source: Financial data is extracted from the District Comprehensive Annual Financial Reports. Other data has been gathered from various departments within the district.  
 Unaudited

Table 17

**Lexington County School District One  
Lexington, South Carolina  
Teacher Salaries  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Minimum Salary<sup>1</sup></b>	<b>Maximum Salary<sup>1</sup></b>	<b>District Average Salary<sup>1,2</sup></b>	<b>State Average Salary<sup>2,3</sup></b>	<b>Southeastern Average Salary<sup>2,3</sup></b>
1998	\$ 23,415	\$ 52,081	\$ 34,725	\$ 33,697	\$ 34,087
1999	24,005	54,351	35,558	34,506	35,817
2000	25,062	56,737	37,658	36,081	37,010
2001	26,222	60,200	39,623	37,938	38,322
2002	27,420	62,747	41,798	39,923	39,759
2003	27,420	62,747	42,116	40,362	40,806
2004	27,585	63,097	42,109	40,728	Unavailable
2005	28,155	64,401	42,546	41,691	Unavailable
2006	28,608	65,436	42,508	43,011	Unavailable
2007	29,354	67,174	43,408	44,123	Unavailable

Sources: 1 District Records

2 SC Department of Education

3 SC Office of Research and Statistics "SC Statistical Abstract"

Unaudited

Table 18

**Lexington County School District One**  
**Lexington, South Carolina**  
**Capital Asset Statistics By School**  
**Last Ten Fiscal Years**

School	Fiscal Year										
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	
<b><u>Primary School</u></b>											
Gilbert Primary <sup>1</sup>											
Built 1980						82,193	82,193	82,193	82,193	82,193	82,193
Square Feet						626	626	626	626	626	626
Capacity						552	571	603	623	643	643
Enrollment						88%	91%	96%	100%	103%	103%
% of Capacity Used											
<b><u>Elementary Schools</u></b>											
Lexington Elementary											
Built 1985						126,305	126,305	126,305	126,305	126,305	126,305
Square Feet						1,002	1,002	1,002	1,002	1,002	1,002
Capacity						1,245	847	865	1,037	1,078	916
Enrollment						124%	85%	86%	103%	108%	91%
% of Capacity Used											
Gilbert Elementary <sup>1</sup>											
Built 1932						82,193	82,193	82,193	120,671	120,671	120,671
Square Feet						626	626	626	740	740	740
Capacity						946	927	928	586	571	608
Enrollment						151%	148%	148%	79%	77%	82%
% of Capacity Used											
Pelion Elementary											
Built 1980						119,625	123,859	123,859	123,859	123,859	123,859
Square Feet						800	909	909	909	909	909
Capacity						1,151	1,325	930	875	904	898
Enrollment						144%	146%	102%	96%	99%	99%
% of Capacity Used											
Oak Grove Elementary											
Built 1974						67,755	67,755	67,755	67,755	67,755	85,606
Square Feet						432	432	432	432	432	608
Capacity						564	553	454	426	435	482
Enrollment						131%	128%	106%	99%	101%	79%
% of Capacity Used											

(Continued)

Lexington County School District One  
Lexington, South Carolina  
Capital Asset Statistics By School  
Last Ten Fiscal Years

School	Fiscal Year										
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	
<b>Elementary Schools (continued)</b>											
Pleasant Hill Elementary											
Built 2007											86,008
Square Feet											800
Capacity											683
Enrollment											85%
% of Capacity Used											
Saxe Gotha Elementary											
Built 1992											
Square Feet	102,428	102,428	102,428	102,428	102,428	102,428	102,428	102,428	102,428	102,428	102,428
Capacity	871	871	871	871	871	871	871	871	871	871	871
Enrollment	808	827	838	730	731	738	731	726	724	761	761
% of Capacity Used	93%	95%	96%	84%	84%	85%	84%	83%	83%	87%	87%
Red Bank Elementary											
Built 1980											
Square Feet	94,555	94,555	94,555	94,555	94,555	94,555	94,555	94,555	94,555	94,555	98,877
Capacity	792	792	792	792	792	792	792	792	792	792	792
Enrollment	855	946	968	837	891	882	917	792	983	1,063	1,063
% of Capacity Used	108%	119%	122%	106%	113%	111%	116%	100%	124%	134%	134%
White Knoll Elementary											
Built 1990											
Square Feet	99,654	99,654	99,654	99,654	99,654	99,654	99,654	99,654	99,654	99,654	99,654
Capacity	894	894	894	894	894	894	894	894	894	894	894
Enrollment	1,051	1,093	1,101	901	945	933	919	925	931	917	917
% of Capacity Used	118%	122%	123%	101%	106%	104%	103%	103%	104%	103%	103%
Midway Elementary											
Built 1994											
Square Feet	105,666	105,666	105,666	105,666	105,666	105,666	105,666	105,666	105,666	105,666	105,666
Capacity	948	948	948	948	948	948	948	948	948	948	948
Enrollment	1,128	1,268	933	944	904	913	926	956	1,006	982	982
% of Capacity Used	119%	134%	98%	100%	95%	96%	98%	101%	106%	104%	104%

Table 18  
Continued

Lexington County School District One  
Lexington, South Carolina  
Capital Asset Statistics By School  
Last Ten Fiscal Years

School	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>Elementary Schools (continued)</b>										
Lake Murray Elementary										
Built 1999										
Square Feet			114,613	114,613	114,613	114,613	114,613	114,613	114,613	114,613
Capacity		988	988	988	988	988	988	988	988	988
Enrollment		930	933	988	933	995	1,084	988	1,259	1,085
% of Capacity Used		94%	94%	100%	94%	101%	110%	100%	127%	110%
<b>Middle Schools</b>										
Lexington Intermediate										
Built 1953										
Square Feet	48,056	48,056	48,056	48,056	48,056	48,056	48,056	48,056	48,056	48,056
Capacity	200	200	200	200	200	200	200	200	200	200
Enrollment	470	478	374	344	363	395	358	372	375	331
% of Capacity Used	235%	239%	187%	172%	182%	198%	179%	186%	188%	166%
Lexington Middle										
Built 1957										
Square Feet	177,349	177,349	177,349	177,349	177,349	177,349	177,349	177,349	177,349	177,349
Capacity	1,284	1,284	1,284	1,284	1,284	1,284	1,284	1,284	1,284	1,284
Enrollment	1,403	1,499	1,583	1,449	1,456	1,495	1,595	1,692	1,717	1,042
% of Capacity Used	109%	117%	123%	113%	116%	116%	124%	132%	134%	81%
White Knoll Middle										
Built 1991										
Square Feet	159,190	159,190	159,190	159,190	159,190	159,190	159,190	159,190	159,190	159,190
Capacity	1,040	1,040	1,040	1,040	1,040	1,040	1,040	1,040	1,040	1,040
Enrollment	1,202	1,192	1,242	1,300	1,305	1,307	1,363	1,421	1,414	1,367
% of Capacity Used	116%	115%	119%	125%	125%	126%	131%	137%	136%	131%
Gilbert Middle										
Built 1993										
Square Feet	121,653	121,653	121,653	121,653	121,653	121,653	121,653	121,653	121,653	121,653
Capacity	795	795	795	795	795	795	795	795	795	795
Enrollment	825	834	848	795	869	672	795	677	702	703
% of Capacity Used	104%	105%	107%	100%	109%	85%	100%	85%	88%	88%

(Continued)

Lexington County School District One  
Lexington, South Carolina  
Capital Asset Statistics By School  
Last Ten Fiscal Years

School	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b><u>Middle Schools (continued)</u></b>										
Pelion Middle <sup>2</sup>										
Built 1952					110,560	110,560	110,560	110,560	110,560	126,158
Square Feet					572	572	572	572	572	748
Capacity					830	894	885	855	832	786
Enrollment					145%	156%	155%	149%	145%	105%
% of Capacity Used										
Pleasant Hill Middle School										
Built 2007										147,629
Square Feet										1,000
Capacity										721
Enrollment										72%
% of Capacity Used										
<b><u>High Schools</u></b>										
Lexington High										
Built 1978										
Square Feet	289,758	289,758	289,758	289,758	289,758	289,758	289,758	387,190	387,190	458,818
Capacity	1,706	1,706	1,706	1,706	1,706	1,706	1,706	1,706	2,456	2,456
Enrollment	2,058	2,119	2,175	2,025	2,019	2,086	2,160	2,154	2,286	2,339
% of Capacity Used	121%	124%	127%	119%	118%	122%	127%	126%	93%	95%
Gilbert High <sup>1</sup>										
Built 2002										
Square Feet	121,653	121,653	121,653	121,653	121,653	240,121	240,121	240,121	240,121	240,121
Capacity	740	740	740	740	740	1,107	1,107	1,107	1,107	1,107
Enrollment	730	706	724	758	768	798	837	827	842	877
% of Capacity Used	99%	95%	98%	102%	104%	72%	76%	75%	76%	79%
Pelion High <sup>2</sup>										
Built 2001										
Square Feet	110,560	110,560	110,560	217,864	217,864	217,864	217,864	217,864	217,864	217,864
Capacity	800	800	800	990	990	990	990	990	990	990
Enrollment	863	857	910	983	616	662	693	725	728	735
% of Capacity Used	108%	107%	114%	99%	62%	67%	70%	73%	74%	74%



Lexington County School District One  
Lexington, South Carolina  
Capital Asset Statistics By School  
Last Ten Fiscal Years

School	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>High Schools (continued)</b>										
White Knoll High										
Built 2000										
Square Feet				391,919	391,919	391,919	391,919	391,919	391,919	391,919
Capacity				1,727	1,727	1,727	1,727	1,727	1,727	1,727
Enrollment				1,299	1,461	1,599	1,641	1,651	1,682	1,766
% of Capacity Used				75%	85%	93%	95%	96%	97%	102%
<b>Other</b>										
Lexington Technology Center										
Built 1974										
Square Feet	91,113	91,113	91,113	91,113	91,113	91,113	91,113	91,113	91,113	133,526
Capacity	420	420	420	420	420	420	420	420	420	618
Enrollment	436	436	436	436	436	436	436	436	436	620
% of Capacity Used	104%	104%	104%	104%	104%	104%	104%	104%	104%	100%
Alternative Learning Center										
Built 1997										
Square Feet	7,920	7,920	7,920	7,920	7,920	7,920	7,920	7,920	7,920	11,772
Capacity	100	100	100	100	100	100	100	100	100	150
Enrollment	24	24	52	65	72	85	110	111	115	124
% of Capacity Used	24%	24%	52%	65%	72%	85%	110%	111%	115%	83%

NOTES:

1 - At the beginning of Fiscal Year 2003, the Gilbert attendance area was reorganized due to the construction of a new high school. The following changes occurred in that fiscal year: Gilbert Primary School was created to provide instruction to all kindergarten through second grade classes. This school is located in the former Gilbert Elementary School which was originally constructed in 1980. Gilbert Elementary School moved to the old Gilbert High School plant and acquired the fifth grade from Gilbert Middle School. Gilbert Middle School serves grades 6-8. Gilbert Elementary serves grades 3-5. Gilbert High School moved into a new facility that was completed in the summer of 2002.

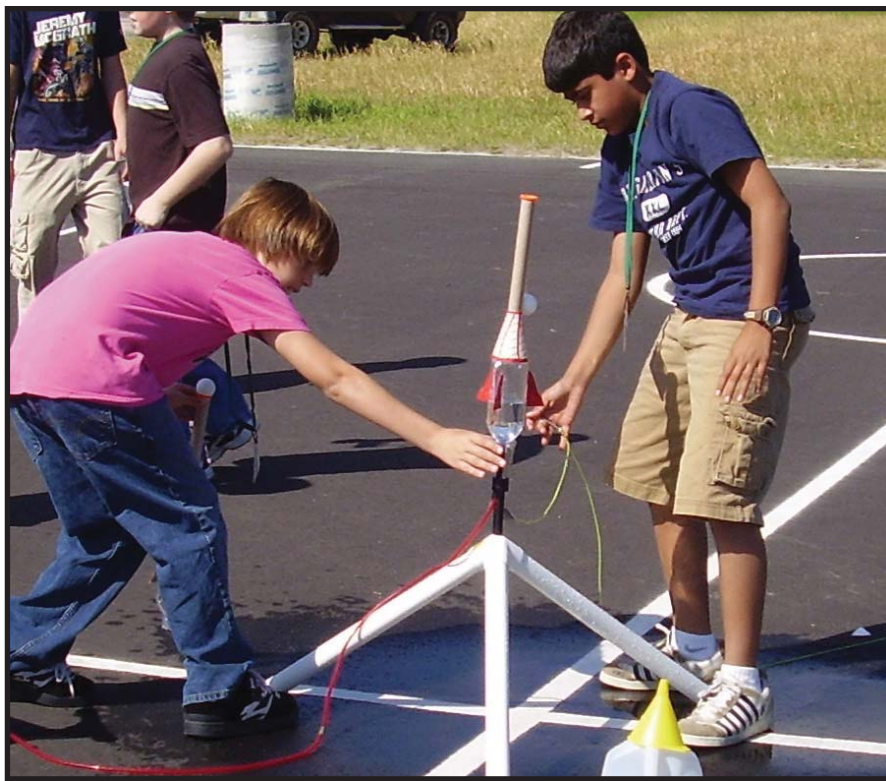
2 - At the beginning of Fiscal Year 2002, the Pelion attendance area was reorganized due to the construction of a new high school. Pelion Middle School was created to provide instruction to grades 6-8. This school is located in the former Pelion High School. Pelion High School moved into a new facility that was completed in the summer of 2001.

The square footage of each facility does not include portable classroom space, except for the Alternative Learning Center.

Unaudited

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# Single Audit



Therefore, we will work to create a high-performance learning culture that sets high expectations for every student and provides the environment, instruction and support necessary to ensure that our students are learning and meeting rigorous standards.

**LEXINGTON COUNTY SCHOOL DISTRICT ONE  
 LEXINGTON, SOUTH CAROLINA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE YEAR ENDED JUNE 30, 2007**

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**SECTION I - SUMMARY OF THE AUDITORS' RESULTS**

- 1 The independent auditors' report on the financial statements expressed an unqualified opinion
- 2 There were no reportable conditions in internal control over financial reporting disclosed in the audit of the financial statements.
- 3 The audit did not disclose any material noncompliance matters in relation to the financial statement
- 4 There were no reportable conditions in internal control over compliance applicable to major program
- 5 The report on compliance for major programs expressed an unqualified opinion
- 6 The audit disclosed no audit findings
- 7 The major programs of the District included in the audit were
  - A. Commodities, School Lunch Program, School Breakfast Program
  - B. Title I Grants to Local Educational Agencies
  - C. Special Education - Grants to States (IDEA)
- 8 The dollar threshold for Type A programs for the District was \$300,000
- 9 The District qualified as a low-risk auditee

**SECTION II - FINANCIAL STATEMENT FINDINGS**

No matters were reported

**SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

No matters were reported

**LEXINGTON COUNTY SCHOOL DISTRICT ONE**  
**LEXINGTON, SOUTH CAROLINA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2007**

LEA Subfund Number	Federal Grantor/Pass Through Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Expenditures
<b><u>U.S. DEPARTMENT OF EDUCATION</u></b>				
Direct Assistance:				
8401	Tech-Prep Demonstration Grant	84.353A	N/A	\$ 431,040
Passed-Through S.C. Department of Education:				
2430/31	Adult Education - State Grant Programs	84.002	07EA053	97,251
2010/20	Title I Grants to Local Educational Agencies	84.010	07BA053	1,859,000 *
2033/2034	Special Education - Grants to States (Extended School Year)	83.027	N/A	2,927 *
2040	Special Education - Grants to States (Special Ed IDEA)	84.027	07CA053	4,158,922 *
2130-2132	Special Education - Grants to States (Personnel Development)	84.027	07CO053	33,944 *
2050	Special Education - Preschool Grants	84.173	07CG053	220,507
2070-2080	Vocational Education - Basic Grants to States	84.048	07VA053	195,266
2410	Title VI	84.295	07BB053	26,082
2090	Safe and Drug-Free Schools and Communities - State Grants	84.186	07FQ053	56,162
2370	Title I Part A-PES Literacy Coach	84.010	07BJ053	64,639
2730	Smaller Learning Communities	84.215	N/A	19,384
2740 & 2741	Teen Lead Grant	84.215	07FL053	8,991
2240/41/42	Twenty-First Century Community Learning Centers	84.287	07CL053	294,348
2530/31	Education Technology State Grants	84.318	07ET053	24,190
2640	English Language Acquisition Grants	84.365	07BP053	34,740
2999	Title I, Vocational Aid	84.048	N/A	203
2670	Improving Teacher Quality State Grants	84.367	07TQ053	508,399
8272	SCEENS/EIC - NFWF Grant	15.608	07FC053-01	2,624
8273	SCEENS/EIC - EPA Grant	66.951	07FC053-02	6,672
8490	State Improvement Grant	84.323A	07CT053-01	727
<b>Total U.S. Department of Education</b>				<b>8,046,018</b>
<b><u>U.S. DEPARTMENT OF AGRICULTURE</u></b>				
Passed-Through South Carolina Department of Education:				
602	Commodities	10.550	N/A	362,541 *
602	School Breakfast Program	10.553	N/A	624,471 *
602	School Lunch Program	10.555	N/A	2,103,725 *
<b>Total U.S. Department of Agriculture</b>				<b>3,090,737</b>
<b><u>U.S. DEPARTMENT OF DEFENSE</u></b>				
Direct Assistance:				
2721-23	ROTC	N/A	N/A	143,805
<b>Total U.S. Department of Defense</b>				<b>143,805</b>
<b>Total Federal Expenditures</b>				<b>\$ 11,280,560</b>

\* Denotes Major Programs

**OFFICERS**

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RONALD H. BURKETT, CVA, CPA  
MAX L. CUMMINGS, JR., CPA  
HARVEY C. HEISE, CPA  
LARRY D. MONTAGUE, JR., CPA

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EXECUTIVE VICE PRESIDENT

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SUMTER

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT  
AUDITING STANDARDS**

To the Board of Trustees  
Lexington County School District One  
Lexington, South Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lexington County School District One, as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 23, 2007. 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.

**Compliance**

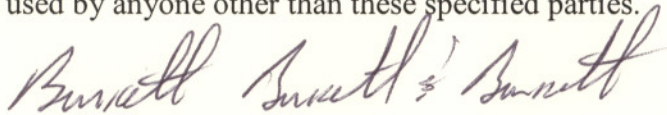
As part of obtaining reasonable assurance about whether Lexington County School District One's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct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

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of

the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board of Trustees, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script, appearing to read "Burkett Burkett & Burkett".

**Burkett Burkett & Burkett, P.A.**  
Certified Public Accountants  
West Columbia, South Carolina

November 23, 2007

**OFFICERS**

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**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL  
CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Trustees  
Lexington County School District One  
Lexington, South Carolina

**Compliance**

We have audited the compliance of Lexington County School District One with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Lexington County School District One's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Lexington County School District One's compliance with those requirements.

In our opinion, Lexington County School District One complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007.

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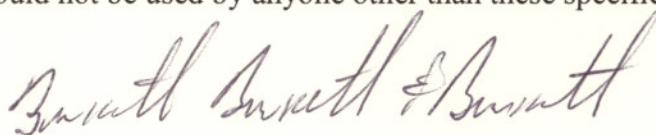


### **Internal Control Over Compliance**

The management of Lexington County School District One is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the management, the Board of Trustees, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



**Burkett Burkett & Burkett, P.A.**  
Certified Public Accountants  
West Columbia, South Carolina

November 23, 2007