

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

of the

**GUILFORD COUNTY
BOARD OF EDUCATION**

Greensboro, North Carolina

For the Fiscal Year Ended June 30, 2020



Prepared by:

Angela Henry, Chief Financial Officer/Chief Operations Officer

Tara Trexler, Senior Finance Officer

Guilford County Board of Education

TABLE OF CONTENTS

	INTRODUCTORY SECTION	<u>Page No.</u>
	Letter of Transmittal	i
	Guilford County Board of Education - Board Members and Principal Officials	xi
	Guilford County Schools - Organizational Chart.....	xii
	Certificate of Excellence in Financial Reporting Award - ASBO	xiii
	Certificate of Excellence in Financial Reporting Award - GFOA.....	xiv
	FINANCIAL SECTION	
	Independent Auditors' Report.....	1
	Management's Discussion and Analysis	4
<u>Exhibit</u>	<i>Basic Financial Statements</i>	
	<i>Government-Wide Financial Statements:</i>	
1	Statement of Net Position	12
2	Statement of Activities.....	13
	<i>Fund Financial Statements:</i>	
3	Balance Sheet - Governmental Funds	15
4	Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	16
4	Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities.....	17
5	Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General and State Public School Funds	18
6	Statement of Net Position - Proprietary Funds.....	20
7	Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds.....	21
8	Statement of Cash Flows - Proprietary Funds	22
9	Statement of Fiduciary Net Position	24
10	Statement of Changes in Fiduciary Net Position.....	25
	Notes to Financial Statements	26

Guilford County Board of Education

TABLE OF CONTENTS

<u>Schedule</u>	FINANCIAL SECTION (CONTINUED)	<u>Page No.</u>
Required Supplementary Information (“RSI”)		
RSI-1	Schedule of the Board’s Proportionate Share of the Net Pension Liability – Teachers’ and State Employees’ Retirement System.....	52
RSI-2	Schedule of the Board’s Contributions – Teachers’ and State Employees’ Retirement System	53
RSI-3	Schedule of the Board’s Proportionate Share of the Net OPEB Liability – Retiree Health Benefit Fund.....	54
RSI-4	Schedule of the Board’s Contributions – Retiree Health Benefit Fund	55
RSI-5	Schedule of the Board’s Proportionate Share of the Net OPEB Asset – Disability Income Plan of North Carolina.....	56
RSI-6	Schedule of the Board’s Contributions – Disability Income Plan of North Carolina	57
Individual and Combining Fund Statements and Schedules		
1	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – General Fund.....	58
2	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Capital Outlay Fund.....	59
3	Combining Balance Sheet – Nonmajor Governmental Funds.....	60
4	Combining Statement of Revenue, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	61
5	Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Nonmajor Governmental Funds	63
6	Schedule of Revenues, Expenditures and Changes in Fund Balances – Individual Schools Fund.....	64
7	Schedule of Revenues and Expenditures – Budget and Actual (Non-GAAP Modified Accrual Basis) – School Food Service Fund	66
8	Schedule of Revenues and Expenditures – Budget and Actual (Non-GAAP Modified Accrual Basis) – After School Care Enrichment Services Fund	67
9	Combining Statement of Fiduciary Net Position – Private Purpose Trust Funds	68
10	Combining Statement of Changes in Fiduciary Net Position – Private Purpose Trust Funds	70
Table		
STATISTICAL SECTION		
1	Net Position by Component – Last Ten Fiscal Years.....	72
2	Changes in Net Position – Last Ten Fiscal Years	74
3	Governmental Funds – Fund Balances – Last Ten Fiscal Years	78
4	Governmental Funds – Changes in Fund Balances – Last Ten Fiscal Years.....	80
5	Governmental Fund Revenues by Source – Last Ten Fiscal Years.....	82
6	Governmental Fund Expenditures by Function – Last Ten Fiscal Years	84
7	Property Tax Levies and Collections for Guilford County – Last Ten Fiscal Years	86
8	Assessed and Estimated Actual Value of Taxable Property for Guilford County – Last Ten Fiscal Years.....	88

Guilford County Board of Education

TABLE OF CONTENTS

<u>Table</u>	STATISTICAL SECTION (CONTINUED)	<u>Page No.</u>
9	Property Tax Rates – All Direct and Overlapping Governments for Guilford County (Per \$100 of Assessed Value) – Last Ten Fiscal Years.....	90
10	Ratio of Outstanding Debt by Type for Guilford County – Last Ten Fiscal Years.....	92
11	Direct and Overlapping Governmental Activities Debt for Guilford County – June 30, 2020.....	93
12	Principal Taxpayers in Guilford County – Current Year and Nine Years Ago.....	94
13	Legal Debt Margin Information – Guilford County – Last Ten Fiscal Years.....	95
14	Demographic Statistics for Guilford County – Last Ten Fiscal Years.....	97
15	Principal Employers – Current Year and Nine Years Ago.....	98
16	Full-Time Equivalent Employees by Function – Last Ten Fiscal Years.....	99
17	Comparative Average Daily Membership – School and Special Programs – Last Ten Fiscal Years.....	100
18	Operating Statistics – Last Ten Fiscal Years.....	108
19	Instructional Personnel – Last Ten Fiscal Years.....	110
20	School Building Data – Elementary, Middle, High School and Special Use Facilities – Year Ended June 30, 2020.....	111
21	Capital Lease and Installment Purchase Payments – Last Ten Fiscal Years.....	117

COMPLIANCE SECTION

	Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	118
	Report on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control over Compliance in Accordance with Uniform Guidance and the State Single Audit Implementation Act.....	120
	Report on Compliance with Requirements Applicable to Each Major State Program and Internal Control over Compliance in Accordance with Applicable Sections of the Uniform Guidance and the State Single Audit Implementation Act.....	122

Schedule

11	Schedule of Findings and Questioned Costs.....	124
12	Corrective Action Plan.....	126
13	Summary Schedule of Prior Audit Findings.....	127
14	Schedule of Expenditures of Federal and State Awards.....	128

INTRODUCTORY SECTION

This section of Guilford County Board of Education's (the "Board") comprehensive annual financial report presents general information on the Board's structure and the environment in which it operates.



LETTER OF TRANSMITTAL

February 8, 2021

Members of the Guilford County Board of Education
and Citizens of Guilford County, North Carolina:

In compliance with North Carolina General Statute 115C-447, the Comprehensive Annual Financial Report (the "Report") of the Guilford County Board of Education, operating as "Guilford County Schools," for the fiscal year ended June 30, 2020 is herewith submitted.

MANAGEMENT RESPONSIBILITY

Responsibility for the accuracy, completeness, and clarity of the Report rests with the Superintendent and the Finance Officer. The Report has been prepared by the Chief Financial Officer and the Assistant Financial Officer in accordance with the requirements and guidelines promulgated by the Governmental Accounting Standards Board. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the various funds of the district. All disclosures necessary to enable the reader to gain the maximum understanding of the district's financial activity have been included.

REPORTING ENTITY

Guilford County Schools (GCS) is the third largest school district in North Carolina and among the 50 largest districts in the country serving 70,000 students at 126 schools as of the twentieth day of the 2020-21 school year. GCS is one comprehensive school district serving the entire county. Ten municipalities reside in Guilford County: Gibsonville, Jamestown, Oak Ridge, Pleasant Garden, Sedalia, Stokesdale, Summerfield, Whitsett and two of the state's nine largest cities, Greensboro and High Point.

The district was formed as a result of a merger of the former Greensboro City School, Guilford County School and High Point City School Systems in July 1993. This merger gives the district a robust mix of urban, suburban and county schools. Of the district's 126 schools, 68 are elementary schools; 22 middle schools; 27 high schools; 2 virtual schools; four special education schools; two SCALE schools, which provide an alternative to long-term suspensions and Doris Henderson Newcomer School, designed for students in grades three through 12 who have recently arrived in the United States and are considered novices on the North Carolina language test.

The Board consists of nine citizens elected for staggered terms of four years. The Superintendent serves as secretary to the Board. The Board has no tax levying authority and is required to maintain accounting records according to a uniform state format. The Board receives funding from Guilford County, the state of North Carolina, and the United States Government, and must comply with the legal requirements of each funding entity. North Carolina General Statute 115C-40 empowers the Guilford County Board of Education with general control and supervision of all matters pertaining to the schools in the system.

712 N. Eugene Street | Greensboro, NC 27401 | P 336.370.8100

Guilford County Schools administers all educational programs, employment activities and admissions without discrimination because of race, religion, national or ethnic origin, color, age, military service, disability, marital status, parental status, or gender, except where exemption is appropriate and allowed by law.

In evaluating how to define the district for financial reporting purposes, management has considered all potential component units. The decision to include or exclude a potential component unit in the reporting entity is made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The definition of a component unit is a legally separate organization for which the district is financially accountable and other organizations for which the nature and significance of their relationship with the district are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The district is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the district. The district may also be financially accountable if an organization is fiscally dependent on the district, regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government or (3) a jointly appointed board.

Using the GASB criteria, management has determined that the district has no component units, nor is it a component unit of any other organization.

In 1997 the North Carolina General Assembly passed legislation creating charter schools, an alternative to traditional public schools. Charter schools receive a per-pupil allocation of local county funds as defined by the legislation. Although county funds to the charter schools pass through the Board, the Board has no authority or responsibility related to the charter schools; therefore, they are not a component unit of the Board.

ECONOMIC CONDITION AND OUTLOOK

Guilford County Schools (GCS) serves the diverse needs of the entire county, a 651 square mile area with an approximate population of 537,174. Our enrollment of approximately 70,000 students (*our Average Daily Membership for 2019-20 was 70,903 per North Carolina Department of Public Instruction*) mirrors the diversity of the community, representing some 95 countries and speaking 124 languages.

Guilford County generally enjoys a favorable economic environment. While gross retail sales information is unavailable due to the national streamlined sales tax initiative, comparable State taxable sales figures are available to approximate retail sales growth. State taxable sales for Guilford County decreased 1.4% in fiscal year 2020 after increases of 6.8%, 1.1%, and 9.64% in fiscal years 2019, 2018, and 2017, respectively. Taxable sales are \$7.83 billion for fiscal year 2020 as compared to \$7.94 billion for fiscal year 2019. Guilford County has a labor force of approximately 260,000. Since 2009, the County's unemployment rate has exceeded both state and national averages. Guilford County's year over year unemployment rate has trended downward since 2015, in the most recent year it has increased slightly upward. The County, State, and U.S. unemployment rates as of June 30, 2020 are 8.6%, 7.7%, and 11.2%, respectively. These increases are largely a result of the COVID-19 virus. Guilford County's economy has continued to change and diversify. In March 2019, manufacturing accounted for 11.8% of the County's jobs compared to 28.6% in 1980. Manufacturing jobs have declined significantly in furniture and textiles but have shown growth in computer and electronic products and electrical equipment. Major employers with headquarters or divisions within Guilford County include semiconductor, communications, chemical, bus, truck, insurance, aircraft manufacturing, and maintenance, healthcare, real estate development, and distribution services. The County is home to two state universities, four private colleges, a private school of law, and a community college with a cumulative enrollment of approximately 68,000 students, down from a pre-pandemic level of 75,000.

In late 2018, Forbes announced that for the second year in a row, North Carolina ranks No. 1 on its annual listing of "The Best States for Business". In March 2019, Chicago based Digital Third Coast ranked Greensboro 17th nationally in its survey of the best cities for manufacturing, based on growth in manufacturing jobs per 100,000 in population, median income, and median housing costs. Also, in March 2019, the Greensboro-High Point Metropolitan Statistical Area was ranked No. 8 nationally among metros in the 200,000 to 1 million population category by the Atlanta based Site Selection Magazine for the year 2018. The Greensboro-High Point Metropolitan Statistical Area has made the top 10 list every year since 2006.

Situated in the Piedmont Triad region of North Carolina, Guilford County is centrally located in the Carolina Core, a corridor stretching across four mega sites, including two in the County, with 7,500+/- acres of certified land for advanced manufacturing, industrial sites, urban research parks, and mixed-use developments. The Carolina Core project is part of an effort to meet the Piedmont Triad Partnership's goal of attracting more than 50,000 jobs to the included area over the next 20 years.

The County has a robust transportation and logistics infrastructure, stemming from access to major interstates, airports, railroads, and seaports. This has attracted a continuing inflow of additional capital and job creation in a wide array of existing and new industry, which positions the region to become a global logistics hub of the East Coast. The city of Greensboro, the County Seat, is nearing completion of a \$1 billion Urban Loop, funded by the N.C. Legislature. The southern, eastern, and western sections of the loop have been completed and are open, with the northern section slated for completion by 2021. The Greensboro/High Point/Guilford County Workforce Development Board reported a workforce totaling 229,000 in Guilford County as of June 2020, with 21,000 less people working compared to the same period a year earlier, with the decline attributed to the COVID-19 pandemic. In July 2020, it was reported that 6,910 jobs were retained as a result of 15 companies in the Piedmont Triad receiving between \$5 million and \$10 million in federal Paycheck Protection Program (PPP) funds. A large portion of the retained jobs were at companies located in Guilford County. During the spring of 2020, Guilford County began extending grants to local small businesses as part of the federal Coronavirus Aid, Relief, and Economic Security (CARES) Act.

State taxable sales for Guilford County decreased an estimated 1.4% in fiscal year 2020 after an increase of 6.8%, 1.1%, and 9.64% in fiscal years 2019, 2018, and 2017, respectively. The 1.4% decline, attributed to the COVID-19 pandemic, was comprised of a 5.08% rise in taxable sales from July 2019 through February 2020 compared to the same period one year earlier, offset by a 13.87% year over year decline from March 2020 through June 2020. Estimated taxable sales were \$7.83 billion for fiscal year 2020 compared to \$7.94 billion for fiscal year 2019. The County, State, and U.S. unemployment rates as of June 30, 2020 are 9.5%, 7.9%, and 11.2%, respectively. Despite adverse effects of the pandemic, Guilford County's unemployment rate improved to 6.8% as of August 31, 2020, and its economy has continued to grow.

First quarter 2020, manufacturing accounted for 11.32% of the County's jobs compared to 28.6% in 1980. Manufacturing jobs have declined significantly in furniture and textiles but have shown growth in aviation, computer and electronic products, and electrical equipment. Major employers with headquarters or divisions within Guilford County include semiconductor, communications, chemical, bus, truck, insurance, aircraft manufacturing and maintenance, healthcare, real estate development, and distribution services.

In March 2020, the Greensboro-High Point metropolitan statistical area (MSA) attained two top 10 rankings in Site Selection Magazine's "Governor's Cup awards for achievements in economic development, placing 6th in the nation for corporate facility investments in areas with a population ranging from 200,000 to 1 million, and 6th in the South Atlantic among metros of all sizes, tying with the Richmond and Miami-Fort Lauderdale-West Palm beach areas. The MSA has ranked in the top 10 for 12 of the last 15 years, and No. 1 for markets its size three times during that period.

The Piedmont Triad International Airport (PTIA), with direct access to an interstate network, rail, and air, plays a vital role in the region's aerospace, manufacturing, and logistics industry. A recently constructed taxiway bridge connects to 1,000 acres of developable land as part of a broader \$176 million I-73 project from the airport to a new interstate system that will span North Carolina. PTIA houses the Mid-Atlantic FedEx air hub, which accounts for roughly 80% of cargo volume in the area. The FedEx hub has led to a larger aerospace presence in general, with non-airport employment totaling around 6,000, including aviation entities Honda Aircraft Co. and HAECO America. Other major air cargo companies using PTIA include United Parcel Service (UPS), DHL (Kalitta Air), Airborne Express, and Atlas.

The FedEx Express mid-Atlantic air hub at PTIA expanded its operations in September 2018 with approximately 400 new employees and eight new daily cargo flights. Current plans are to open a new

260,000 square-foot center along I-40/I-85 in Rock Creek Industrial Center, the Piedmont Triad's largest corporate park, located in Whitsett.

A study released every two years by the North Carolina Department of Transportation's Division of Aerospace reported that PTIA contributes \$8.6 billion to the local economy and supports more than 30,000 local jobs. The study was based on pre-pandemic 2019 data, the most recent data available. The report indicates PTIA leads the state in cargo service, and that PTIA headquartered HAECO Americas employs nearly 3,000 of the state's 4,583 maintenance and repair workers in the state, which itself ranks 6th in the nation in aerospace maintenance and repair employment. According to the study, the Piedmont Triad also leads the state in the number of students enrolled in local community college aviation programs, with more than 500 students enrolled in Guilford Technical Community College programs alone.

Greensboro-based HAECO Americas with 2,200 employees at its PTIA campus provides aircraft maintenance, repair, and overhaul services from its five hangars. In April 2019, HAECO expanded its composite services business from China to North America with an expansion of its PTIA facilities to include the 5th hangar, which could create up to 500 additional jobs when fully staffed. This latest expansion enables HAECO to restore and maintain aircraft built from composite materials, such as HondaJet. In response to the developing COVID-19 environment, HAECO launched three devices in June 2020 to upgrade aircraft lavatories to hands-free operation, and in April 2020 it launched a new solution to allow airlines to carry cargo and passengers at the same time.

As of February 2020, Honda Aircraft Co. announced that its HondaJet was the most delivered aircraft in its class, and was in the process of constructing a \$15.5 million 83,000 square foot wing production facility at its PTIA HondaJet campus. Completion of the new production facility will house a new wing assembly process for the HondaJet Elite, designated as the fastest, farthest, and highest-flying aircraft in its class.

Since 2007, Honda Aircraft Co. has grown its workforce to more than 1,800 and invested approximately \$160 million into its world headquarters campus near PTIA. Greensboro-based Honda Aircraft Co. led in 2019 deliveries in the very light jet category for the third consecutive year and has received type certification in Japan, Argentina, India, and Panama. It occupies more than 680,000 square feet at its headquarters and manufacturing campus on a 130-acre site, which includes a customer service center, a research and development center, and a production facility.

In July 2020, Amazon opened and began hiring at its newly built 1 million-square-foot, \$150 million fulfillment center in Kernersville, providing a prospective 1,000 full-time equivalent jobs when fully staffed. The site is located in the Triad Business Park, which adjoins the western border of Guilford County. In 2019, it opened a last-mile delivery center in High Point, employing about 200. Currently proposed is an Amazon delivery center at Rock Creek Center in Whitsett, which will be larger than the two existing delivery centers in High Point and Kernersville. Year-over-year Amazon sales grew substantially, driven by shoppers limited by COVID-19.

Also planning to lease at Rock Creek is Prepac, a Canadian furniture maker. Pending approval of local incentives, Prepac plans to invest in a new 260,000 square foot factory, creating 200 jobs over a five-year period.

In August 2018, it was announced that Publix Super Markets would build a \$400 million distribution center in eastern Greensboro and employ 1,000 people with an average salary of \$44,000 by 2025. Construction of the 1.8 million square-foot center, one of the largest distribution centers in the Piedmont Triad region, is taking place on 350 acres in eastern Greensboro and will be completed in two phases. In early 2020 Publix broke ground on the \$300 million Phase One 940,000 refrigerated warehouse and will next add a dry grocery warehouse to the new distribution center.

In Greensboro, United Parcel Service ("UPS") Ground, which employs over 2,000 between its Greensboro and High Point facilities, currently operates a small package operations hub and a freight facility moving approximately 1 million pounds of freight daily. Recent plans are to invest \$316 million in a significant expansion in Guilford and adjoining Alamance counties, providing 590 additional jobs. The Greensboro hub

is to undergo a \$54 million expansion with the addition of 141 new jobs, further strengthening the County's global logistics presence.

The International Home Furnishings Market, the world's largest wholesale home-furnishings industry trade show, is located in the city of High Point. The market is held twice annually, with an average of 150,000 people attending each year from more than 100 countries, utilizing 12 million square feet of permanent exhibit space in 180 buildings, and displaying furnishings from more than 2,000 exhibitors. Its 2020 Spring event was canceled due to the COVID-19 pandemic, with plans to continue the 2020 Fall event in October.

A 2019 report from UNC-Chapel Hill and Duke University's Global Value Chains Center indicates the High Point Market remains the State's largest economic event, bringing in an annual \$6.73 billion, and concludes that the market supports 42,427 jobs and generates \$616 million in tax revenue.

May 2019 marked the inaugural season of High Point's new \$36 million baseball stadium, BB&T Point (newly renamed Truist Point), with plans for a park, 120-room hotel, a mixed-use structure with condos, offices, and retail, an apartment facility with underground parking, a children's museum, and the \$20 million Congdon Events Center, all within the vicinity of the baseball stadium. Year-round usage of the Congdon Yards campus is planned, with a goal to encourage community gathering at the new development in coordination with the High Point Market Authority, which hosts the semi-annual furniture market. Congdon Yards will house private office space, the Material ConneXion library, and a TEDx Event Space to host speakers in conjunction with High Point University.

In downtown Greensboro, a mixed-use development overlooking the First National Bank Baseball Field recently opened a 108-room Hyatt Place Hotel and 289 upscale apartments. Plans are for an office tower, apartments, conference center, and retail shops to follow. An adjacent development includes an office tower, which will house First National Bank's new market headquarters. Located within walking distance is the newly constructed Steven Tanger Center for the Performing Arts. The March 2020 planned-for opening date of the \$90 million, 3,000 seat Tanger Center has been delayed due to pandemic restrictions imposed by the State. Construction of a new Hampton Inn and Suites close to the city's governmental plaza is ongoing. Greensboro's "Downtown Streetscape Master Plan", designed to create safe and well-connected streetscape improvements to the downtown area, is slated for construction to begin by spring 2021.

BUDGET PROCESS

The North Carolina School Budget and Fiscal Control Act mandates a uniform budget format and the adoption of an annual balanced budget resolution for the State Public School Fund, the General Fund, the Federal Grants Fund, the Capital Outlay Fund and the Special Revenue Fund. The district's budget resolution also includes the Child Nutrition or School Food Service Fund and the ACES (After-School Care Enrichment Services) fund. The Board adopts budgets by fund and purpose for all governmental funds and the proprietary funds. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget and in funds provided by the federal, state, and local governments.

Budget development is a year-round process that begins in the fall of each year and continues until a budget resolution is adopted by the Guilford County Board of Education on or before July 1. Participation at all levels of the school system is evident in this ongoing process.

Schools and central office departments review their budget needs and submit their requests. The superintendent, chief financial officer and division chiefs develop the superintendent's budget request prioritizing all requests based on the District's vision, mission, goals, and objectives.

Initial state fund and federal fund budget calculations are based on budget information provided by the North Carolina Department of Public Instruction.

Previous years' budgets and development processes were reviewed in order to identify the major budgetary assumptions/variables of federal, state and local origin impacting the school district's budget development/adoption.

The assumptions/variables identified as a result of that review include:

- salary increase percentage for teachers/licensed staff;
- salary increase percentage for principals/assistant principals;
- salary increase percentage for classified employees;
- changes in employee benefit rates/amounts (*social security, retirement, hospitalization, workers' compensation, unemployment, life insurance*);
- percentage of increase for annual utility/energy and gas/diesel fuel costs;
- percentage of increase for various risk management areas (*i.e., liability/fleet/property/pupil scholastic accident insurance lines of coverage*);
- additional energy costs for newly constructed and or air conditioned square footage associated with the district's Capital Improvement Plan (CIP) Program;
- additional maintenance/staffing costs associated with newly constructed and/or renovated square footage associated with the CIP Program; and
- increase in funding associated with projected growth in student enrollment.

Other factors impacting the budget development process can include:

- strategic plan initiatives;
- funds to address accountability/achievement goals/requirements; or
- funds to offset anticipated state/federal budget cuts.

A final consideration concerns the funds needed to maintain an aging infrastructure. Half of the school district's buildings are 50 years old or more, with at least 60% built before 1969. The school district maintains over 12 million square feet of school building space.

These items are funded from the increase in funding associated with projected growth in student enrollment, if available, and/or from the redirection of existing state/local/federal dollars and/or from additional funding requested from the county commission.

The district has two proprietary (enterprise) funds - the Child Nutrition or School Food Service Fund and the After School Care Enrichment Services (ACES) fund. Budgets for these funds are developed based on historical revenue, expenditure and participation data as well as anticipated legislated salary increases and/or changes in employee benefit rates/amounts and/or inflationary increases for food or supplies and/or student enrollment projections and/or changes in child nutrition meal costs or weekly ACES fees.

Monitoring of budgets and funds:

Budget management includes three separate areas:

- pre-audit of disbursements and encumbrances
- amendments to the budget resolution
 - accounts for transfers of funds from one account to another within guidelines of the respective funding source(s)
 - tracks increases (new funds added to budget) or decreases (funds removed from budget)
 - budget resolution specifies transfer authority and reporting requirements
- meeting applicable reporting requirements (local, state and federal)

Some of the tools/mechanisms used to evaluate budgets include:

- internal audits;
- external audits;
- program audits;
- analyzing expenditures and revenues;
- analyzing staffing patterns.

The district incorporates the following practices in budget development and implementation:

- establishing measures for continuous performance monitoring;
- obtaining citizen and other stakeholder involvement early in the budget process;
- communicating goals, objectives, strategies and desired outcomes;
- promoting a sense of ownership and empowerment to budget managers to implement effective practices and achieve goals;
- incorporating realistic revenue and expenditure forecasts;
- reviewing budget-to-actual or budget-to-projected comparisons of revenues, expenditures, cash flow, and fund balance periodically during budget development;
- providing monthly summary and detail expenditure reports to budget managers;
- using the district's accounts payable, general ledger, payroll and purchasing systems to monitor available funds before encumbering/spending occurs; and
- preparing a comprehensive annual financial report of the district's operations.

MAJOR INITIATIVES, SERVICE EFFORTS AND ACCOMPLISHMENTS

Our **vision** (*what we will become*), our **mission** and **thematic goals** (*how we will get there*), and our **core values** (*what we believe*) solidify the underlying foundation for all Guilford County Schools' decisions and actions.

Our **vision** is to become the top performing academic metropolitan school district in America.

The **mission** of the district is that Guilford County students will graduate as responsible citizens prepared to succeed in higher education, or in the career of their choice.

The Board in partnership with parents and community members wants to share these district **core values** in order to strengthen our schools and improve the quality of life for all of our citizens.

- **Diversity.** We are committed to creating an educational organization where a variety of persons and perspectives are welcome. We are committed to providing an environment where students and staff from all cultures and backgrounds may succeed.
- **Empathy.** We are committed to developing a culture where our employees identify with and understand the feelings of our students and parents and their colleagues.
- **Equality.** We are committed to creating a school system where everyone is appreciated and judged based solely on their contributions and performance. Through the work of this institution, we will create awareness of and develop strategies to understand and eradicate prejudice, discrimination and racism on the individual and organizational level.
- **Innovativeness.** We are committed to fostering a work environment where the goal is not to manage innovations, but to become innovative. Problems are identified, ownership of those problems is assumed by the adults in the district, and everyone works together as agents of the solution until the problems are solved. We will not stop until obstacles are removed, solutions found and clear and compelling goals are established.
- **Integrity.** We are committed to creating a school district that acts with honesty and forthrightness, holding ourselves to high academic and ethical standards, and dealing with everyone with respect.

ACHIEVING EDUCATIONAL EXCELLENCE

DISTRICT HONORS

- **Best Communities for Music Education** designation from The NAMM Foundation for the third consecutive year.
- **United Way Spirit of North Carolina Award since 2013**
- **First-ever World Kindness District**
- **A Say Yes to Education Community**
- Guilford County Board of Education Chair received the **2019 Benjamin Elijah Mays Lifetime Achievement Award**.

STANDOUT SCHOOLS

- In 2020 GCS' graduation rate reached a **remarkable 89.1%** higher than four of the five largest districts in NC.
- **The Early College at Guilford** was ranked **best in the state** by U.S. News & World Report and jumped up six spots to the 31st best in the country. It was also ranked **fourth for best STEM high schools in the nation**.
- **Three other GCS schools made North Carolina's top five for U.S. News & World Report: Weaver Academy** came in at third in the state, 141st in the country and the 42nd best magnet high school; **Penn-Griffin School for the Arts** ranked fourth in the state, 179th nationally and the 54th best magnet program; and the **STEM Early College at North Carolina A&T State University** rounded out the top five at fifth in the state and 194th in the nation.
- **Reedy Fork Elementary** received the **North Carolina Elementary School of the Year** award from the National Energy Education Department (NEED).

TOP EDUCATORS

- Dr. Sharon L. Contreras named **Piedmont Triad Education Consortium Regional Superintendent of the Year**
- 738 National Board Certified Teachers ranking **tenth in the country**
- Two GCS educators named **finalists for GRAMMY award**
- Weaver Academy teacher named **N.C. High School P.E. Teacher of the Year**
- Page High principal named **Regional Principal of the Year**

SUPERIOR STUDENTS

- At least five winners in the 2019-20 **National Merit Scholarship** program.
- 30 students selected for 2020 **Governor's School of North Carolina**, the nation's oldest statewide summer residential program for academically gifted students.
- Students, teachers and administrators awarded state recognition by the **North Carolina Association for the Gifted and Talented**.
- **Record-high scholarships and grants** were awarded to the Class of 2020, totaling \$193,131,565.

INTERNAL CONTROLS

Management of the district is responsible for establishing and maintaining internal controls designed to ensure that the assets of the district are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow the preparation of financial statements in conformity with generally accepted accounting principles. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management. We believe the Board's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a recipient of federal, state and county financial assistance, the district also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. The internal controls are subject to periodic evaluation by management and the external auditor for the district. The program administrators for school accounting monitor the activity funds of the individual schools for compliance with applicable federal, state, and local laws/regulations/policies/procedures.

As a part of the district's single audit, tests are made to determine the adequacy of the internal controls, including that portion related to state and federal financial assistance programs, as well as to determine that the district has complied with applicable laws and regulations. The district's single audit for the fiscal year ended June 30, 2020 resulted in no instances of material weaknesses in internal controls, material violations of applicable laws and regulations or questioned costs.

INDEPENDENT AUDIT

North Carolina General Statutes require an annual audit by independent certified public accountants. The financial records and transactions of the Guilford County Board of Education for the year ended June 30, 2020 have been audited by Dixon Hughes Goodman, LLP, a firm of independent certified public accountants. Their audit of the basic financial statements and accompanying combining and individual fund statements and schedules was performed in accordance with generally accepted auditing standards and, accordingly, included a review of the Board's system of budgetary and accounting controls. In addition to meeting the requirements set forth by the statutes, the audit also was designed to meet the single audit requirements. Guilford County Schools received an unmodified opinion on the basic financial statements. The auditors' report on the basic financial statements and the combining and individual fund statements and schedules are included in the financial section of this Report.

Management's Discussion and Analysis provides an overview of the school district's financial activities and condition for the fiscal year ended June 30, 2020. The analysis focuses on school district financial performance as a whole. Please read it in conjunction with this transmittal letter and the school district's financial statements.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Guilford County Board of Education for its comprehensive annual financial report for the fiscal year ended June 30, 2019. These are prestigious awards recognizing conformance with the highest standards for preparation of state and local government financial reports.

These awards are made only to governmental units that publish a comprehensive annual financial report that is easily readable, efficiently organized, and conforms to program standards as well as satisfies generally accepted accounting principles and applicable legal requirements. The awards are valid for a period of one year only. We believe the accompanying Report continues to conform to GFOA and ASBO program requirements; therefore, we will submit it to these respective organizations for consideration of renewed certificate eligibility and award.

ACKNOWLEDGEMENTS

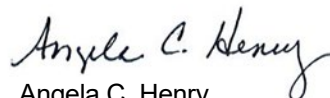
The preparation of this Report could not have been accomplished without the efforts and dedication of the Financial Services staff of Guilford County Schools and the independent audit firm. We would like to express our appreciation to all of the employees who contributed in the development of this Report and to the Guilford County government for providing statistical data.

Also, we would like to thank members of the Guilford County Board of Education for supporting the financial operation of the school system in a dedicated and responsible manner.

Respectfully submitted,



Sharon L. Contreras, Ph. D.
Superintendent



Angela C. Henry
Chief Financial Officer/Chief Operations Officer

GUILFORD COUNTY BOARD OF EDUCATION

**BOARD MEMBERS
AND
PRINCIPAL OFFICIALS**

BOARD OF EDUCATION

Deena A. Hayes, Chairperson
Linda Welborn, Vice Chairperson
Darlene Garrett
Byron Gladden
Khem Irby
Winston McGregor
Pat Tillman
Anita Sharpe
T. Dianne Bellamy Small

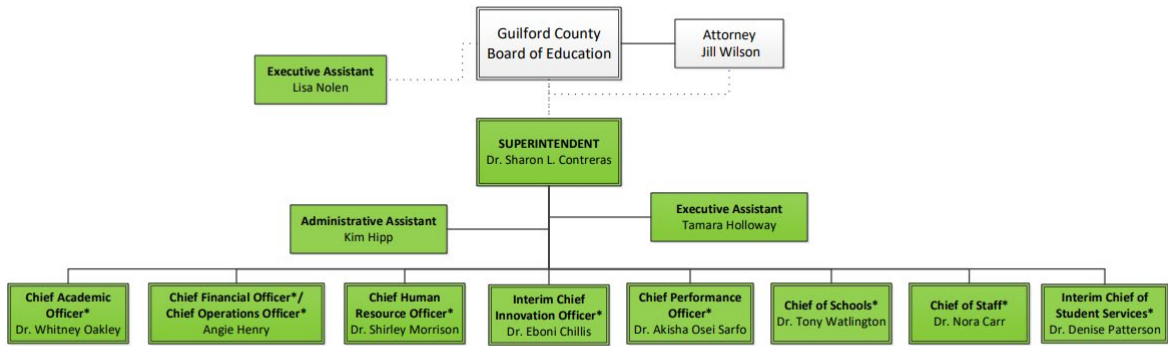
SUPERINTENDENT

Dr. Sharon L. Contreras

SUPERINTENDENT'S CABINET

Dr. Whitney Oakley, Chief Academic Officer
Angela Henry, Chief Financial Officer/Chief Operations Officer
Dr. Shirley Morrison, Chief Human Resources Officer
Dr. Eboni Chillis, Interim Chief Innovation Officer
Dr. Akisha Osei Sarfo, Chief Performance Officer
Dr. Tony Watlington, Chief of Schools
Dr. Nora Carr, Chief of Staff
Dr. Denise Patterson, Interim Chief Student Services Officer

2019-20 Organizational Chart





ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Guilford County Board of Education

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Guilford County Board of Education
North Carolina**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section of the Guilford County Board of Education's (the "Board") comprehensive annual financial report presents the basic financial statements and Required Supplementary Information (including Management's Discussion and Analysis), as well as the Independent Auditors' Report. In addition, the financial section contains combining statements for fund types, budgetary schedules and other supplemental information.

Independent Auditors' Report

Guilford County Board of Education
Greensboro, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Guilford County Board of Education (the "Board") as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Board as of June 30, 2020, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and State Public School Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis on pages 4 through 11 and the pension and OPEB schedules, identified in the table of contents, on pages 52 through 57 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Board's basic financial statements. The introductory section, combining and individual non-major fund financial statements and schedules, budgetary schedules and statistical section, as well as the accompanying Schedule of Expenditures of Federal and State Awards as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State Single Audit Implementation Act, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.



Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 8, 2021 on our consideration of the Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Board's internal control over financial reporting and compliance.

Dixon Hughes Goodman LLP

Winston-Salem, North Carolina

February 8, 2021, except for Note 6 to the Schedule of Expenditures of Federal and State Awards on page number 130 for which the date is March 4, 2021.

Management's Discussion and Analysis

This section of the Guilford County Board of Education's (the Board) financial report represents our discussion and analysis of the financial performance of the Board for the year ended June 30, 2020. This information should be read in conjunction with the audited financial statements included in this report.

Financial Highlights

- The Board's average daily membership (ADM) decreased by 126 students (or .18%) from the previous year. [ADM is calculated by dividing the number of students enrolled each school day (whether in attendance or not) by the number of school days.] In the past decade, our student enrollment has decreased by approximately 300 students.
- The liabilities and deferred inflows of resources of the Board exceeded its assets and deferred outflows of resources at the close of the fiscal year by \$349,546,491.
- Total fund balance in the Board's General Fund increased from \$20.5 million at June 30, 2019 to \$26.0 million at June 30, 2020. The increase in the total fund balance was due primarily to actual expenditures being lower than budgeted expenditures as a result of the initial change in operations due to the Coronavirus pandemic.
- Unassigned fund balance is \$3,254,102 as of June 30, 2020. This figure represents 1.47% of our FY20 general fund final budget and 1.53% of our FY20 original operating budget. While the unassigned fund balance is not constrained in any way or earmarked for any specific use or purpose, these funds provide some additional financial stability to the district and the resources necessary to meet unexpected expenditures and/or revenue shortfalls in future budget cycles.
- The 2020-21 county appropriation to the capital outlay fund was \$3,116,528 – these are dollars that are used to make needed repairs to more than 12 million square feet of facilities across the district.
- In 2009-10 the Board established a special revenue fund to account for reimbursements, including but not limited to, indirect costs, fees for actual costs, tuition, sales tax refunds, gifts and grants restricted as to use, federal appropriations made directly to local school administrative units, funds received for prekindergarten programs, and special programs.

With the arrival of the Coronavirus pandemic in March 2020, the Board quickly launched schools and district operations into a remote learning and working environment in conjunction with the governor's executive orders to limit the spread of the virus. Methods for remote instruction and availability of student meals through delivery by school buses or pick-up at Grab N Go sites were established and continues where students remain in remote learning status. Coronavirus relief funding and flexibility in use of existing state funding allocations are utilized to support the new method of operation.

The State of North Carolina provided approximately \$2.4 million to the Board in additional funding to support new expenditures related to school nutrition, child care, remote learning and sanitation incurred due to school closures.

Between March 2020 and December 2020, the Coronavirus Aid, Relief and Economic Security Act of 2020 (CARES Act) provided stimulus funding. The Elementary and Secondary School (K-12) Emergency Relief Fund (ESSER I) issued approximately \$20 million directly to Guilford County Schools to address the impact of COVID-19. The State of North Carolina also passed along CARES Act funding to the Board with approximately \$16.5 million in Coronavirus Relief Funds, \$650,000 from the K-12 Emergency Relief Fund State Reserve and \$2.5m from the Governor's Emergency Education Relief Fund.

**Guilford County Board Of Education
Management's Discussion And Analysis
Year Ended June 30, 2020**

Additionally, the Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSA), was signed into law on December 27, 2020 and will provide the Elementary and Secondary School Emergency Relief Fund (ESSER II) approximately four times the funding ESSER I provided.

Purchases include student and instructional staff devices to enable remote teaching and learning, instructional resources, personal protective equipment, and sanitizing supplies and equipment. The state of North Carolina provided funding of over \$3 million and the ESSER I funds provided \$9 million to purchase student and instructional staff devices. In addition, Guilford County Government was the recipient of federal CARES funding and purchased \$10 million of student devices for the Board. Guilford County also facilitated a \$5 million purchase of instructional staff devices with local Board funds.

In January 2019, the Guilford County Board of Education and Guilford County Board of County Commissioners received the final results of a school district-wide facilities and boundary optimization study reflecting replacement and renovation needs to the districts' 340 schools and building containing 12 million square feet of building space. The facilities study was used to create the Guilford County Schools Master Facilities Plan. The \$2.6 billion facilities plan calls for safety and technology upgrades to all district schools, rebuilding 22 schools on existing sites and fully renovating 19 schools. The plan also calls for constructing seven new schools and creating additions at three existing schools to alleviate overcrowding and accommodate student enrollment growth. The plan recommends moving some programs to new, rebuilt or fully renovated schools, and closing 13 school buildings and 11 administrative facilities. Major repairs are prioritized for 56 schools. The new plan recommends expanding choice programs and schools, particularly in Greensboro and High Point where student demand for more options has been the greatest. Major renovations are included to better accommodate Career and Technical Education (CTE) programming at district high schools. The plan also would eliminate all mobile classrooms, some of which date to the 1970s. The district currently has more than 500 mobile or temporary classrooms in use. The district's oldest building is Swann Middle, which opened in 1922. GCS' newest facility is Western Guilford Middle, which was built in 2018.

On November 3, 2020, Guilford County voters passed a \$300 million school bond proposal to take the first step in addressing Guilford County Schools' facility's needs. It is important to note that the Board of Education has no tax levying authority; therefore, bond debt is issued and reported by the County while the capital assets and associated depreciation are reported by the Board.

Overview of the Financial Section

The audited financial statements of the Board consist of four components. They are as follows:

- *Independent Auditors' Report;*
- *Management's Discussion and Analysis (required supplementary information);*
- *Basic Financial Statements; and*
- *Supplemental information section that presents combining and budgetary statements for non-major governmental funds and budgetary statements for major governmental and enterprise funds.*

The *Basic Financial Statements* include two types of statements that present different views of the Board's finances. The first is the *government-wide statements*. The government-wide statements are presented on the full accrual basis of accounting and include the Statement of Net Position and the Statement of Activities. The Statement of Net Position includes all of the Board's assets, deferred outflows, liabilities and deferred inflows. Assets and liabilities are classified in the order of relative liquidity for assets and due date for liabilities. This statement provides a summary of the Board's investment in assets and obligations to creditors. Liquidity and financial flexibility can be evaluated using the information contained in this statement. The Statement of Activities summarizes the Board's revenues and expenses for the current year. A net (expense) revenue format is used to indicate to what extent each function is self-sufficient.

The second set of statements included in the basic financial statements is the *fund financial statements*, which is presented for the Board's governmental funds, proprietary funds, and fiduciary funds. These statements present the governmental funds on the modified accrual basis of accounting, measuring the near term inflows and outflows

**Guilford County Board Of Education
Management's Discussion And Analysis
Year Ended June 30, 2020**

of financial resources and what is available at year end to spend in the next fiscal year. The proprietary and fiduciary funds are presented on the full accrual basis of accounting. The fund financial statements focus on the Board's most significant funds. Because a different basis of accounting is used in the government wide statements, reconciliation from the governmental fund financial statements to the government-wide statements is required. The government-wide statements provide information about the Board as an economic unit while the fund financial statements provide information on the financial resources of each of the Board's major funds.

Government-Wide Statements

The government-wide statements report information about the unit as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the Board's assets and liabilities, except for fiduciary fund assets, deferred outflows, liabilities and deferred inflows. All of the current year's revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The two government-wide statements report the Board's net position and how they have changed. Net position – the difference between the board's assets and the total of liabilities – is one way to measure the unit's financial health or position.

- Over time, increases or decreases in the Board's net position are an indicator of whether its financial position is improving or deteriorating.
- To assess the district's overall health, factors such as the condition of its school buildings and other physical assets must also be considered.

The unit's activities are divided into two categories in the government-wide statements:

- *Governmental activities:* Most of the Board's basic services are included here, such as regular and special education, transportation, and administration. County funding and state and federal aid finance most of these activities.
- *Business-type activities:* The Board charges fees to help it cover the costs of certain services it provides. School Food Service and After-School Care Enrichment Services are included here.

The government-wide statements are shown as Exhibits 1 and 2 of this report.

Fund Financial Statements

The fund financial statements provide more detailed information about the Board's funds, focusing on its most significant or "major" funds – not the unit as a whole. Funds are accounting devices the Board uses to keep track of specific sources of funding and spending on particular programs.

- Some funds are required by state law, such as the State Public School Fund.
- The Board has established other funds to control and manage money for a particular purpose or to show that it is properly using certain revenues, such as in the Federal Grants fund.

The Board has three types of funds: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds: Most of the Board's basic services are included in the governmental funds, which generally focus on two things – how cash and other assets can readily be converted to cash flow in and out, and the balances left at year end that are available for spending. As a result of this focus, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the coming year to finance the Board's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information at the bottom of the governmental funds statements, in the form of a reconciliation, explains the relationship (or differences) between the government-side and the fund financial statements. The district has several governmental funds: the General

**Guilford County Board Of Education
Management's Discussion And Analysis
Year Ended June 30, 2020**

Fund, the State Public School Fund, the Capital Outlay Fund, the Federal Grants Fund, the Special Revenue Fund, and the Individual Schools Fund.

The governmental fund statements are shown as Exhibits 3, 4 and 5 of this report.

Proprietary funds: Services for which the Board charges a fee are generally reported in the proprietary funds. The proprietary fund statements are reported on the same full accrual basis of accounting as the government-wide statements. The Board has two proprietary funds – both enterprise funds – the School Food Service Fund and the After School Care Enrichment Services Fund (ACES).

The proprietary fund statements are shown as Exhibits 6, 7, and 8 of this report.

Fiduciary funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The Board serves as a trustee, or fiduciary, for ten scholarships. All of the Board's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and a separate Statement of Changes in Fiduciary Net Position. We exclude these activities from the Board's other financial statements because the Board cannot use these assets to finance its operations. The Board is responsible for ensuring that the assets reported in these funds are used for their intended purposes and by those to whom the assets belong. This is accounted for as a private purpose trust fund.

The fiduciary fund statements are shown as Exhibits 9 and 10 of this report.

Financial Analysis of the Board as a Whole

- Net position is an indicator of the fiscal health of the Board. Total liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources at the close of the fiscal year by \$349,546,491 as of June 30, 2020. The largest component of net position is the net investment in capital assets of \$878,568,813. The primary reason for the total net deficit and unrestricted net deficit in the current year is the presentation of the board's proportionate share of the net pension liability and net OPEB liability in accordance with Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions*, and Governmental Accounting Standards Board Statement No 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The net pension liability, net OPEB liability, and related components has a \$1.2 billion negative effect to the Board's overall net position.

Information regarding net position is contained in the following two tables. Table 1 is a Condensed Statement of Net Position as of June 30, 2020 and Table 2 is a Condensed Statement of Activities for the year ended June 30, 2020.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
Current assets	\$ 62,193,749	\$ 52,110,234	\$ 12,548,800	\$ 11,641,728	\$ 74,742,549	\$ 63,751,962
Non-current assets	1,731,208	1,717,875	-	-	1,731,208	1,717,875
Capital assets	875,473,687	900,249,942	3,222,413	3,521,753	878,696,100	903,771,695
Total assets	<u>939,398,644</u>	<u>954,078,051</u>	<u>15,771,213</u>	<u>15,163,481</u>	<u>955,169,857</u>	<u>969,241,532</u>
Deferred outflows of resources	194,326,037	198,041,330	5,304,889	5,390,908	199,630,926	203,432,238
Current liabilities	28,878,434	24,618,436	1,755,663	1,012,969	30,634,097	25,631,405
Long-term liabilities	1,111,974,596	1,025,835,481	30,509,658	28,447,223	1,142,484,254	1,054,282,704
Total liabilities	<u>1,140,853,030</u>	<u>1,050,453,917</u>	<u>32,265,321</u>	<u>29,460,192</u>	<u>1,173,118,351</u>	<u>1,079,914,109</u>
Deferred inflows of resources	322,114,016	406,016,822	9,114,907	11,057,703	331,228,923	417,074,525
Net investment in capital assets	875,346,400	899,262,901	3,222,413	3,521,753	878,568,813	902,784,654
Restricted net position	21,165,401	20,957,389	8,440	846	21,173,841	20,958,235
Unrestricted net position	<u>(1,225,754,166)</u>	<u>(1,224,571,648)</u>	<u>(23,534,979)</u>	<u>(23,486,105)</u>	<u>(1,249,289,145)</u>	<u>(1,248,057,753)</u>
Total net position	<u>\$ (329,242,365)</u>	<u>\$ (304,351,358)</u>	<u>\$ (20,304,126)</u>	<u>\$ (19,963,506)</u>	<u>\$ (349,546,491)</u>	<u>\$ (324,314,864)</u>

**Guilford County Board Of Education
Management's Discussion And Analysis
Year Ended June 30, 2020**

Note that net position decreased by approximately \$25.23 million during the year primarily as a result of depreciation in excess of capital outlay purchases. Also note that the Board carries capital assets for which Guilford County carries the offsetting debt.

Table 2 shows the revenues and expenses for the Board for the current and previous fiscal year.

Table 2						
Condensed Statement of Revenues, Expenses, and Changes in Net Position						
as of June 30, 2020 and 2019						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program revenues:						
Charges for services	\$ 8,852,773	\$ 10,153,143	\$ 9,757,043	\$ 13,470,393	\$ 18,609,816	\$ 23,623,536
Operating grants and contributions	510,188,096	489,247,558	34,943,950	35,976,854	545,132,046	525,224,412
Capital grants and contributions	8,832,603	7,884,034	-	-	8,832,603	7,884,034
General revenues:						
Unrestricted county appropriations	217,643,144	212,745,520	-	-	217,643,144	212,745,520
Unrestricted state appropriations	2,174,588	6,225,329	-	-	2,174,588	6,225,329
Investment earnings, net	783,496	712,487	52,425	107,650	835,921	820,137
Other revenues	3,601,880	9,089,989	39,445	2,281	3,641,325	9,092,270
Total revenues	752,076,580	736,058,060	44,792,863	49,557,178	796,869,443	785,615,238
Expenses:						
Governmental activities:						
Instructional programs	579,745,614	537,865,133	-	-	579,745,614	537,865,133
Supporting services	147,295,401	135,159,675	-	-	147,295,401	135,159,675
Ancillary services	2,860,460	303,456	-	-	2,860,460	303,456
Non-program charges	18,429,240	16,606,290	-	-	18,429,240	16,606,290
Depreciation	28,606,946	28,109,532	-	-	28,606,946	28,109,532
Business-type activities						
Food service	-	-	38,957,466	43,171,225	38,957,466	43,171,225
Child care	-	-	6,205,943	6,119,200	6,205,943	6,119,200
Total expenses	776,937,661	718,044,086	45,163,409	49,290,425	822,101,070	767,334,511
Revenue in excess of expenditures	(24,861,081)	18,013,974	(370,546)	266,753	(25,231,627)	18,280,727
Transfer	(29,926)	(45,198)	29,926	45,198	-	-
Increase (decrease) in net position	(24,891,007)	17,968,776	(340,620)	311,951	(25,231,627)	18,280,727
Net deficit, beginning	(304,351,358)	(322,320,134)	(19,963,506)	(20,275,457)	(324,314,864)	(342,595,591)
Net deficit, ending	<u>\$ (329,242,365)</u>	<u>\$ (304,351,358)</u>	<u>\$ (20,304,126)</u>	<u>\$ (19,963,506)</u>	<u>\$ (349,546,491)</u>	<u>\$ (324,314,864)</u>

Table 2 (Condensed Statement of Activities) reflects a decrease in net position of \$24,891,007 for governmental activities. Total net position in the business-type activities decreased by \$340,620.

Total governmental activities generated revenues of \$752 million while expenses in this category totaled \$777 million for the year ended June 30, 2020. Comparatively, revenues were \$736 million, and expenses totaled \$718 million for the year ended June 30, 2019. The decrease in net position for total governmental activities stands at \$25 million at June 30, 2020, compared to an increase of \$18 million in 2019. Instructional expenses comprised

**Guilford County Board Of Education
Management's Discussion And Analysis
Year Ended June 30, 2020**

74.6% of total governmental-type expenses while support services made up 19% of those expenses for 2020. County funding comprised 28.9% of total governmental revenue in both 2020 and 2019. Much of the remaining 71% of total governmental revenue for 2020 consists of restricted state and federal money. The decrease in net position for business-type activities stands at \$340,620 at June 30, 2020, compared to increase in net position of \$311,951 million in 2019.

Financial Analysis of the Board's Funds

Governmental Funds: The focus of the Board's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the Board's financing requirements.

The Board's governmental funds (general, state, federal, capital outlay and individual school funds) reported a combined fund balance of \$37.4 million, an increase of approximately \$4.7 million from last year. Most of this increase in the total fund balance was due primarily to the closure of schools in March 2020, related to COVID-19, which created actual expenditures to be lower than budgeted expenditures.

Proprietary Funds: As mentioned previously, the Board has two proprietary funds – both enterprise funds – the School Food Service Fund and the After School Care Enrichment Services Fund. The activity in these two funds is categorized as business-type activity because the district charges fees to help it cover the costs of services provided.

For the year ended June 30, 2020, revenues exceeded expenses in the School Food Service Fund by \$758,780. This is more than the previous year when expenses exceeded revenues by \$581,878. The difference is primarily related to a reduction in expense in excess of the reduction of revenues when comparing fiscal year 2020 to fiscal year 2019. The reductions in both revenue and expense is related to the closure of schools in March 2020 related to COVID-19. The School Food Service Fund continued to provide food to students during the closure. However, certain expenses related to these services, were supplemented by the Coronavirus Relief Fund which was recorded in Fund 1.

After School Care Enrichment Services (ACES) was provided to an average enrollment of 3,690 students at 54 elementary school sites in the district during the 2019-20 academic year. The weekly program fee was \$50 in 2019-20 and all ACES programs earned a three or four star license by the North Carolina Division of Child Development and Early Education. In early March of 2020 when the school district transitioned to remote learning due to the Coronavirus pandemic, the ACES program transformed from after school care to a temporary full day child care for the children of emergency workers though June 5, 2020. For the year ended June 30, 2020, expenses exceeded revenues in the After School Care Enrichment Services Fund by \$1,099,400.

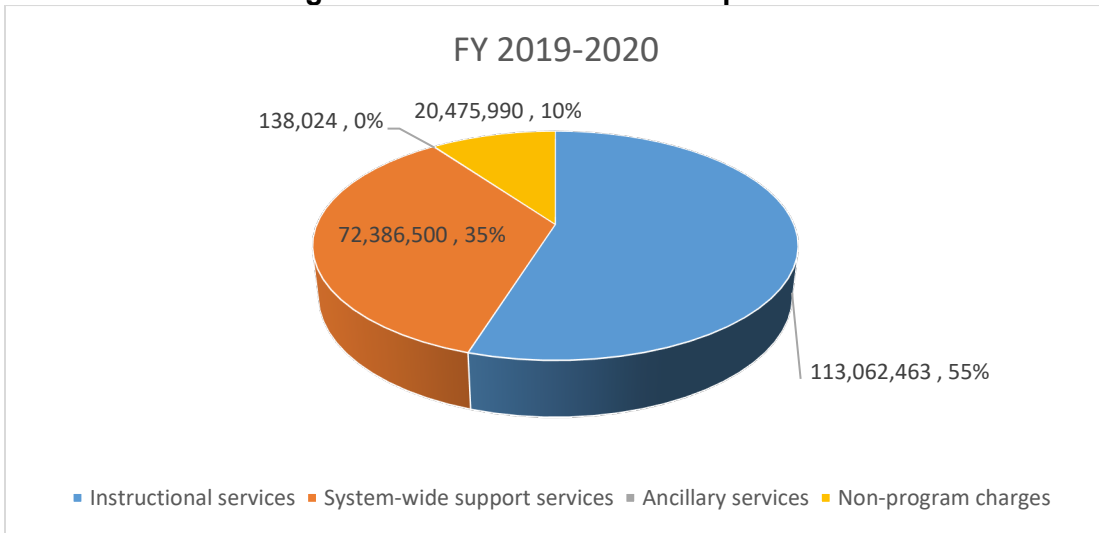
General Fund Budgetary Highlights

During the year, the Board revised the district's budget. Budget amendments reflected changes in programs and related funding. The difference between the original budget and the final amended budget was an increase of \$7,215,397 or 3.76% in total general fund budgeted expenditures. This increase was primarily attributable to an adjustment to fund balance appropriations for encumbrances that were outstanding at June 30, 2019 as well as certain uncertainties related to COVID-19.

A review of Exhibit 5 (Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual-General and State Public School Funds) reflects a positive variance in the general fund final budgeted versus actual revenues.

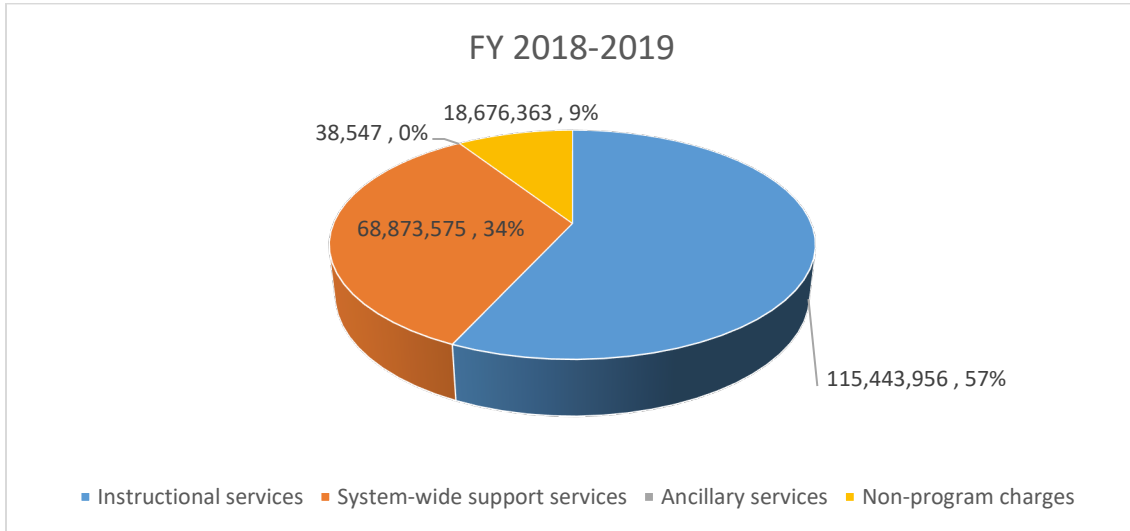
Exhibit 5 also reflects a \$15 million positive variance in the general fund final budget versus actual expenditures. This was primarily made up of \$4.6 million in instructional services, \$10 million in system-wide support services and \$525 thousand in non-program charges.

Categorization of General Fund Expenditures



(Expenditures presented on modified accrual basis of accounting.)

Categorization of General Fund Expenditures



(Expenditures presented on modified accrual basis of accounting.)

**Guilford County Board Of Education
Management's Discussion And Analysis
Year Ended June 30, 2020**

Capital Assets

Capital assets decreased by \$25,075,595 (or 2.8%) from the previous year. This was largely due the depreciation expense exceeding the additions to capital assets. The following is a summary of the capital assets, net of depreciation at year end.

Table 3						
Summary of Capital Assets						
as of June 30, 2020 and 2019						
	Governmental Activities		Business-Type Activities		Government-wide	
	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019
Land	\$ 26,158,815	\$ 26,082,299	\$ -	\$ -	\$ 26,158,815	\$ 26,082,299
Construction in progress	3,109,257	52,226,543	-	-	3,109,257	52,226,543
Land improvements	13,505,392	16,307,139	-	-	13,505,392	16,307,139
Buildings	807,731,371	778,296,698	81,511	84,352	807,812,882	778,381,050
Furniture and equipment	11,381,507	11,453,690	3,073,888	3,343,376	14,455,395	14,797,066
Vehicles	13,587,345	15,883,573	67,014	94,025	13,654,359	15,977,598
Total	\$ 875,473,687	\$ 900,249,942	\$ 3,222,413	\$ 3,521,753	\$ 878,696,100	\$ 903,771,695

Additional information on the Board's capital assets can be found in Note 3.A.4 to the financial statements.

Debt Outstanding

The Board is limited by North Carolina General Statutes with regards to the types of debt it can issue and for what purpose that debt can be used. The County holds virtually all debt issued for school capital construction. Readers desiring more detailed information on the district's long-term debt/obligation activity associated with school bus installment purchases should see Note 3.B.8 to the financial statements.

Requests for Information

This report is intended to provide a summary of the financial condition of Guilford County Board of Education. Questions or requests for additional information should be addressed to:

Angela C. Henry, Chief Financial Officer/Chief Operations Officer
or
Tara L. Trexler, Senior Finance Officer
Guilford County Board of Education
712 North Eugene Street
P. O. Box 880

Greensboro, NC 27402-0880

BASIC FINANCIAL STATEMENTS

The basic financial statements for Guilford County Board of Education (the “Board”) consist of both government-wide and fund financial statements of the Board. The Board has elected to include budgetary comparisons for the General Fund and annually adopted major special revenue funds as part of the fund financial statements.

GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF NET POSITION
June 30, 2020

Exhibit 1

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 55,308,930	\$ 9,381,398	\$ 64,690,328
Receivables:			
Due from other governments	1,824,820	1,678,717	3,503,537
Other	3,984,196	34,738	4,018,934
Net OPEB asset	1,105,728	8,440	1,114,168
Internal balances	(29,925)	29,925	-
Inventories	-	1,415,582	1,415,582
Total current assets	<u>62,193,749</u>	<u>12,548,800</u>	<u>74,742,549</u>
Non-current assets:			
Deposits	1,731,208	-	1,731,208
Capital assets:			
Land and construction in progress	29,268,072	-	29,268,072
Other capital assets, net	846,205,615	3,222,413	849,428,028
Total capital assets	<u>875,473,687</u>	<u>3,222,413</u>	<u>878,696,100</u>
Total non-current assets	<u>877,204,895</u>	<u>3,222,413</u>	<u>880,427,308</u>
Total assets	<u>939,398,644</u>	<u>15,771,213</u>	<u>955,169,857</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>194,326,037</u>	<u>5,304,889</u>	<u>199,630,926</u>
LIABILITIES			
Current liabilities:			
Accounts payable	4,040,073	721,889	4,761,962
Accrued salaries and related payables	19,912,343	122,816	20,035,159
Unearned revenues	1,471,962	569,616	2,041,578
Current portion of long-term obligations	3,454,056	341,342	3,795,398
Total current liabilities	<u>28,878,434</u>	<u>1,755,663</u>	<u>30,634,097</u>
Non-current liabilities:			
Non-current portion of long-term obligations	35,909,738	931,970	36,841,708
Net pension liability	293,670,627	7,965,317	301,635,944
Net OPEB liability	782,394,231	21,612,371	804,006,602
Total liabilities	<u>1,140,853,030</u>	<u>32,265,321</u>	<u>1,173,118,351</u>
DEFERRED INFLOWS OF RESOURCES	<u>322,114,016</u>	<u>9,114,907</u>	<u>331,228,923</u>
NET POSITION			
Net investment in capital assets	875,346,400	3,222,413	878,568,813
Restricted:			
Stabilization by State Statute	12,408,263	-	12,408,263
School capital outlay	3,592,908	-	3,592,908
Individual schools	4,058,502	-	4,058,502
Net OPEB asset	1,105,728	8,440	1,114,168
Unrestricted (deficit)	<u>(1,225,754,166)</u>	<u>(23,534,979)</u>	<u>(1,249,289,145)</u>
Total net position	<u>\$ (329,242,365)</u>	<u>\$ (20,304,126)</u>	<u>\$ (349,546,491)</u>

The accompanying notes are an integral part of this statement.

GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
Year Ended June 30, 2020

Activities/Functions	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
Instructional services:				
Regular instructional	\$ 329,020,138	\$ -	\$ 258,876,766	\$ -
Special populations	96,400,857	-	86,065,691	-
Alternative programs	50,155,405	-	40,956,077	-
School leadership	45,779,156	-	28,637,313	-
Co-curricular	13,021,996	-	11,139	-
School-based support	45,368,062	8,786,360	31,695,694	-
Total instructional services	<u>579,745,614</u>	<u>8,786,360</u>	<u>446,242,680</u>	<u>-</u>
System-wide support services:				
Support and development	5,932,924	-	1,678,301	-
Special population support and development	5,591,276	-	3,216,499	-
Alternative programs and services support and development	2,730,194	-	2,185,995	-
Technology support	8,930,629	-	288,240	-
Operational support	99,054,369	66,413	48,318,842	8,832,603
Financial and human resource	11,780,871	-	1,610,373	-
Accountability	1,987,851	-	76,959	-
System-wide pupil support	2,629,163	-	242,298	-
Policy, leadership and public relations	8,658,124	-	2,292,736	-
Ancillary services	2,860,460	-	2,714,114	-
Non-program charges	18,429,240	-	1,321,059	-
Unallocated depreciation expense*	28,606,946	-	-	-
Total system-wide support services	<u>197,192,047</u>	<u>66,413</u>	<u>63,945,416</u>	<u>8,832,603</u>
Total governmental activities	<u>776,937,661</u>	<u>8,852,773</u>	<u>510,188,096</u>	<u>8,832,603</u>
BUSINESS-TYPE ACTIVITIES				
School Food Service	38,957,466	4,650,500	34,943,950	-
After School Care Enrichment Services	6,205,943	5,106,543	-	-
Total business-type activities	<u>45,163,409</u>	<u>9,757,043</u>	<u>34,943,950</u>	<u>-</u>
Total government-wide	<u>\$ 822,101,070</u>	<u>\$ 18,609,816</u>	<u>\$ 545,132,046</u>	<u>\$ 8,832,603</u>

GENERAL REVENUES

Unrestricted county appropriations - operating
Unrestricted county appropriations - capital
Unrestricted State appropriation - operating
Unrestricted State appropriation - capital
Investment earnings, unrestricted
Miscellaneous, unrestricted
Total general revenues

TRANSFERS

Change in net position

NET POSITION

Beginning of year

End of year

* This amount excludes the depreciation that is included in the direct expenses of the various programs

The accompanying notes are an integral part of this statement.

Net (Expenses) Revenues and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
\$ (70,143,372)	\$ -	\$ (70,143,372)
(10,335,166)	-	(10,335,166)
(9,199,328)	-	(9,199,328)
(17,141,843)	-	(17,141,843)
(13,010,857)	-	(13,010,857)
(4,886,008)	-	(4,886,008)
<u>(124,716,574)</u>	<u>-</u>	<u>(124,716,574)</u>
(4,254,623)	-	(4,254,623)
(2,374,777)	-	(2,374,777)
(544,199)	-	(544,199)
(8,642,389)	-	(8,642,389)
(41,836,511)	-	(41,836,511)
(10,170,498)	-	(10,170,498)
(1,910,892)	-	(1,910,892)
(2,386,865)	-	(2,386,865)
(6,365,388)	-	(6,365,388)
(146,346)	-	(146,346)
(17,108,181)	-	(17,108,181)
(28,606,946)	-	(28,606,946)
<u>(124,347,615)</u>	<u>-</u>	<u>(124,347,615)</u>
<u>(249,064,189)</u>	<u>-</u>	<u>(249,064,189)</u>
-	636,984	636,984
-	(1,099,400)	(1,099,400)
-	(462,416)	(462,416)
<u>\$ (249,064,189)</u>	<u>\$ (462,416)</u>	<u>\$ (249,526,605)</u>
207,410,398	-	207,410,398
10,232,746	-	10,232,746
1,313,308	-	1,313,308
861,280	-	861,280
783,496	52,425	835,921
3,601,880	39,445	3,641,325
<u>224,203,108</u>	<u>91,870</u>	<u>224,294,978</u>
(29,926)	29,926	-
(24,891,007)	(340,620)	(25,231,627)
<u>(304,351,358)</u>	<u>(19,963,506)</u>	<u>(324,314,864)</u>
<u>\$ (329,242,365)</u>	<u>\$ (20,304,126)</u>	<u>\$ (349,546,491)</u>

The accompanying notes are an integral part of this statement.

**GUILFORD COUNTY BOARD OF EDUCATION
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2020**

Exhibit 3

	Major Funds					Total Governmental Funds
	General Fund	State Public School Fund	Individual Schools Fund	Capital Outlay Fund	Non-major Governmental Funds	
ASSETS						
Cash and cash equivalents	\$ 43,824,589	\$ -	\$ 4,099,725	\$ 7,384,616	\$ -	\$ 55,308,930
Receivables:						
Due from other governments	-	-	-	1,065,893	89,071	1,154,964
State of North Carolina	-	669,856	-	-	-	669,856
Other	938,023	-	-	18,148	3,028,025	3,984,196
Due from other funds	1,526,138	-	-	-	-	1,526,138
Self-funded insurance deposits	1,731,208	-	-	-	-	1,731,208
Total assets	<u>\$ 48,019,958</u>	<u>\$ 669,856</u>	<u>\$ 4,099,725</u>	<u>\$ 8,468,657</u>	<u>\$ 3,117,096</u>	<u>\$ 64,375,292</u>
LIABILITIES						
Accounts payable	\$ 2,835,875	\$ -	\$ 41,223	\$ 1,162,975	\$ -	\$ 4,040,073
Accrued salaries and related payables	19,153,416	669,856	-	-	89,071	19,912,343
Unearned revenues	-	-	-	-	1,471,962	1,471,962
Due to other funds	-	-	-	-	1,556,063	1,556,063
Total liabilities	<u>21,989,291</u>	<u>669,856</u>	<u>41,223</u>	<u>1,162,975</u>	<u>3,117,096</u>	<u>26,980,441</u>
FUND BALANCES						
Nonspendable:						
Self-insurance deposits	1,731,208	-	-	-	-	1,731,208
Restricted:						
Stabilization by State Statute	8,695,489	-	-	3,712,774	-	12,408,263
School capital outlay	-	-	-	3,592,908	-	3,592,908
Individual schools	-	-	4,058,502	-	-	4,058,502
Assigned:						
Subsequent year's budget	12,274,229	-	-	-	-	12,274,229
Unassigned	3,329,741	-	-	-	-	3,329,741
Total fund balances	<u>26,030,667</u>	<u>-</u>	<u>4,058,502</u>	<u>7,305,682</u>	<u>-</u>	<u>37,394,851</u>
Total liabilities and fund balances	<u>\$ 48,019,958</u>	<u>\$ 669,856</u>	<u>\$ 4,099,725</u>	<u>\$ 8,468,657</u>	<u>\$ 3,117,096</u>	<u>\$ 64,375,292</u>

Reconciliation of the Balance Sheet to the Statement of Net Position

Amounts reported for governmental activities in The Statement of Net Position are different because:

Total fund balances - governmental funds	\$ 37,394,851
Net OPEB asset	1,105,728
Net capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	875,473,687
Deferred outflows of resources related to pensions	114,963,612
Deferred outflows related to OPEB	79,362,425
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of the following:	
Installment purchases	(127,287)
Compensated absences payable	(37,776,847)
Net pension liability	(293,670,627)
Net OPEB liability	(782,394,231)
Deferred inflows of resources related to pensions	(5,687,975)
Deferred inflows of resources related to OPEB	(316,426,041)
Claims liabilities for retained risks	(1,459,660)
Total net position - governmental activities	<u>\$ (329,242,365)</u>

The accompanying notes are an integral part of this statement.

**GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended June 30, 2020**

**Exhibit 4
Page 1 of 2**

	Major Funds				Non-major Governmental Funds	Total Governmental Funds
	General Fund	State Public School Fund	Individual Schools Fund	Capital Outlay Fund		
REVENUES						
State of North Carolina	\$ -	\$ 452,869,721	\$ -	\$ 861,280	\$ -	\$ 453,731,001
Guilford County	207,410,398	-	-	10,232,746	-	217,643,144
U. S. Government agencies	-	4,609,004	-	-	54,022,679	58,631,683
Other	4,371,760	-	8,786,360	13,616	12,275,076	25,446,812
Total revenues	211,782,158	457,478,725	8,786,360	11,107,642	66,297,755	755,452,640
EXPENDITURES						
Current:						
Instructional services						
Regular instructional	65,694,174	256,550,928	-	-	4,044,698	326,289,800
Special populations	8,518,702	72,423,746	-	-	14,644,502	95,586,950
Alternative programs	5,171,469	14,916,575	-	-	29,714,116	49,802,160
School leadership	16,190,032	28,422,695	-	-	778,565	45,391,292
Co-curricular	4,224,948	11,139	8,389,605	-	325,390	12,951,082
School-based support	13,263,138	28,565,194	-	-	3,183,695	45,012,027
System-wide support services						
Support and development	4,098,324	532,820	-	-	1,255,325	5,886,469
Special population support and development	2,326,339	454,367	-	-	2,762,132	5,542,838
Alternative programs and services support and development	229,603	154,908	-	-	2,322,270	2,706,781
Technology support	8,544,095	288,240	-	-	35,829	8,868,164
Operational support	40,230,060	48,261,790	-	-	4,768,041	93,259,891
Financial and human resources	6,731,666	1,610,373	-	-	2,010,825	10,352,864
Accountability	1,895,734	76,959	-	-	-	1,972,693
System-wide pupil support	2,349,284	242,298	-	-	15,398	2,606,980
Policy, leadership, and public relations	5,981,395	2,292,736	-	-	315,888	8,590,019
Ancillary services	138,024	2,714,114	-	-	136	2,852,274
Non-program charges	20,475,990	(40,157)	-	-	1,369,466	21,805,299
Debt service:						
Principal	-	-	-	859,754	-	859,754
Capital outlay	-	-	-	10,372,374	-	10,372,374
Total expenditures	206,062,977	457,478,725	8,389,605	11,232,128	67,546,276	750,709,711
Revenues over (under) expenditures	5,719,181	-	396,755	(124,486)	(1,248,521)	4,742,929
OTHER FINANCING SOURCES (USES)						
Transfer from (to) other funds	(166,357)	-	-	141,879	(5,448)	(29,926)
Net change in fund balances	5,552,824	-	396,755	17,393	(1,253,969)	4,713,003
FUND BALANCES						
Beginning of year	20,477,843	-	3,661,747	7,288,289	1,253,969	32,681,848
End of year	<u>\$ 26,030,667</u>	<u>\$ -</u>	<u>\$ 4,058,502</u>	<u>\$ 7,305,682</u>	<u>\$ -</u>	<u>\$ 37,394,851</u>

The accompanying notes are an integral part of this statement.

**GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended June 30, 2020**

**Exhibit 4
Page 2 of 2**

Reconciliation of the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances to the government-wide Statement of Activities:

Net change in fund balances - governmental funds \$ 4,713,003

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expense in the Statement of Activities. This is the amount by which depreciation exceeded capital outlays for the year:

Depreciation expense	(32,284,266)	
Capital outlays	<u>7,513,540</u>	(24,770,726)

Loss on assets disposed		(5,529)
-------------------------	--	---------

Principal payments on long-term debt		859,754
--------------------------------------	--	---------

Increase in compensated absences payable		(2,689,492)
--	--	-------------

Increase in estimated liabilities for retained risks		(349,340)
--	--	-----------

Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities		53,843,788
--	--	------------

Contributions to the OPEB plan in the current fiscal year are not included on the Statement of Activities		27,274,764
---	--	------------

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Pension expense		(100,623,690)
Net OPEB benefit		16,856,461

Change in net position of governmental activities		<u>\$ (24,891,007)</u>
--	--	-------------------------------

The accompanying notes are an integral part of this statement.

**GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
GENERAL AND STATE PUBLIC SCHOOL FUNDS**

**Exhibit 5
Page 1 of 2**

	General Fund				
	Budgeted Amounts			Variances	
	Original	Final	Actual	Final to Original	Actual to Final
REVENUES					
Guilford County	\$ 206,610,398	\$ 207,410,398	\$ 207,410,398	\$ 800,000	\$ -
Other	3,603,424	3,603,424	4,371,760	-	768,336
Total revenues	<u>210,213,822</u>	<u>211,013,822</u>	<u>211,782,158</u>	<u>800,000</u>	<u>768,336</u>
EXPENDITURES					
Current:					
Instructional services	112,890,287	117,662,532	113,062,463	(4,772,245)	4,600,069
System-wide support services	79,151,002	82,279,181	72,386,500	(3,128,179)	9,892,681
Ancillary services	47,533	162,506	138,024	(114,973)	24,482
Non-program charges	21,000,000	21,000,000	20,475,990	-	524,010
Total expenditures	<u>213,088,822</u>	<u>221,104,219</u>	<u>206,062,977</u>	<u>(8,015,397)</u>	<u>15,041,242</u>
Revenues over (under) expenditures	(2,875,000)	(10,090,397)	5,719,181	(7,215,397)	15,809,578
OTHER FINANCING SOURCES (USES)					
Transfers to other funds	(125,000)	(266,879)	(166,357)	(141,879)	100,522
	<u>(125,000)</u>	<u>(266,879)</u>	<u>(166,357)</u>	<u>(141,879)</u>	<u>100,522</u>
APPROPRIATED FUND BALANCE	<u>3,000,000</u>	<u>10,357,276</u>	<u>-</u>	<u>7,357,276</u>	<u>(10,357,276)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>5,552,824</u>	<u>\$ -</u>	<u>\$ 5,552,824</u>
FUND BALANCE					
Beginning of year			<u>20,477,843</u>		
End of year			<u>\$ 26,030,667</u>		

The accompanying notes are an integral part of this statement.

GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
GENERAL AND STATE PUBLIC SCHOOL FUNDS
Year Ended June 30, 2020

	State Public School Fund				
	Budgeted Amounts			Variances	
	Original	Final	Actual	Final to Original	Actual to Final
REVENUES					
State of North Carolina	\$ 427,835,403	\$ 463,363,468	\$ 452,869,721	\$ 35,528,065	\$ (10,493,747)
U.S. Government	4,398,992	4,764,290	4,609,004	365,298	(155,286)
Total revenues	<u>432,234,395</u>	<u>468,127,758</u>	<u>457,478,725</u>	<u>35,893,363</u>	<u>(10,649,033)</u>
EXPENDITURES					
Current:					
Instructional services	391,748,597	409,928,334	400,890,277	(18,179,737)	9,038,057
System-wide support services	40,417,372	55,010,144	53,914,491	(14,592,772)	1,095,653
Ancillary services	68,426	3,189,280	2,673,957	(3,120,854)	515,323
Total expenditures	<u>432,234,395</u>	<u>468,127,758</u>	<u>457,478,725</u>	<u>(35,893,363)</u>	<u>10,649,033</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCE					
Beginning of year			-		
End of year			<u>\$ -</u>		

The accompanying notes are an integral part of this statement.

GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
June 30, 2020

Exhibit 6

	<u>School Food Service Fund</u>	<u>After School Care Enrichment Services Fund</u>	<u>Total Major Enterprise Funds</u>
ASSETS			
Current assets			
Cash and cash equivalents	\$ 7,612,381	\$ 1,769,017	\$ 9,381,398
Receivables			
Federal government	1,678,717	-	1,678,717
Due from other funds	29,925	-	29,925
Other	25,176	9,562	34,738
Total receivables	1,733,818	9,562	1,743,380
Net OPEB asset	6,274	2,166	8,440
Inventories	1,415,582	-	1,415,582
Total current assets	10,768,055	1,780,745	12,548,800
Noncurrent assets			
Capital assets	12,405,124	64,607	12,469,731
Accumulated depreciation	(9,182,711)	(64,607)	(9,247,318)
Net capital assets	3,222,413	-	3,222,413
Total assets	13,990,468	1,780,745	15,771,213
DEFERRED OUTFLOWS OF RESOURCES	<u>4,096,753</u>	<u>1,208,136</u>	<u>5,304,889</u>
LIABILITIES			
Current liabilities			
Accounts payable	361,248	360,641	721,889
Accrued payroll and related liabilities	91,358	31,458	122,816
Unearned revenues	569,616	-	569,616
Current portion of long-term obligations	337,995	3,347	341,342
Total current liabilities	1,360,217	395,446	1,755,663
Noncurrent liabilities			
Net pension liability	6,146,144	1,819,173	7,965,317
Net OPEB liability	16,613,005	4,999,366	21,612,371
Noncurrent portion of long-term obligations	756,855	175,115	931,970
Total noncurrent liabilities	23,516,004	6,993,654	30,509,658
Total liabilities	24,876,221	7,389,100	32,265,321
DEFERRED INFLOWS OF RESOURCES	<u>7,060,936</u>	<u>2,053,971</u>	<u>9,114,907</u>
NET POSITION			
Investment in capital assets	3,222,413	-	3,222,413
Restricted for net OPEB asset	6,274	2,166	8,440
Unrestricted	(17,078,623)	(6,456,356)	(23,534,979)
Total net position	<u>\$ (13,849,936)</u>	<u>\$ (6,454,190)</u>	<u>\$ (20,304,126)</u>

The accompanying notes are an integral part of this statement.

GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - PROPRIETARY FUNDS
Year Ended June 30, 2020

Exhibit 7

	<u>School Food Service Fund</u>	<u>After School Care Enrichment Services Fund</u>	<u>Total Major Enterprise Funds</u>
OPERATING REVENUES			
Food sales	\$ 4,650,500	\$ -	\$ 4,650,500
After school enrichment fees	-	4,983,320	4,983,320
Other	-	123,223	123,223
Total operating revenues	<u>4,650,500</u>	<u>5,106,543</u>	<u>9,757,043</u>
OPERATING EXPENSES			
Food costs:			
Purchased food	16,053,119	-	16,053,119
Donated commodities	2,446,750	-	2,446,750
Salaries and benefits	16,965,328	5,448,145	22,413,473
Materials and supplies	135,936	330,527	466,463
Depreciation	552,998	-	552,998
Contracted services	514,249	-	514,249
Indirect costs	2,006,592	157,040	2,163,632
Other	282,494	270,231	552,725
Total operating expenses	<u>38,957,466</u>	<u>6,205,943</u>	<u>45,163,409</u>
Operating income (loss)	<u>(34,306,966)</u>	<u>(1,099,400)</u>	<u>(35,406,366)</u>
NONOPERATING REVENUES (EXPENSES)			
Federal reimbursements	32,472,943	-	32,472,943
Federal commodities	2,446,750	-	2,446,750
State reimbursements	24,257	-	24,257
Other	39,445	-	39,445
Interest revenue	52,425	-	52,425
Total nonoperating revenues	<u>35,035,820</u>	<u>-</u>	<u>35,035,820</u>
Transfer from other fund	<u>29,926</u>	<u>-</u>	<u>29,926</u>
Change in net position	758,780	(1,099,400)	(340,620)
NET POSITION			
Beginning of year	<u>(14,608,716)</u>	<u>(5,354,790)</u>	<u>(19,963,506)</u>
End of year	<u>\$ (13,849,936)</u>	<u>\$ (6,454,190)</u>	<u>\$ (20,304,126)</u>

The accompanying notes are an integral part of this statement.

GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
Year Ended June 30, 2020

Exhibit 8
Page 1 of 2

	<u>School Food Service Fund</u>	<u>After School Care Enrichment Services Fund</u>	<u>Total Major Enterprise Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 4,841,988	\$ 5,045,943	\$ 9,887,931
Cash paid for goods and services	(19,107,075)	(391,589)	(19,498,664)
Cash paid to employees for services	(16,825,375)	(5,452,592)	(22,277,967)
Net cash used by operating activities	<u>(31,090,462)</u>	<u>(798,238)</u>	<u>(31,888,700)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Federal reimbursements	31,930,900	-	31,930,900
Net advances from (to) other funds	(200,792)	-	(200,792)
Net cash provided by noncapital financing activities	<u>31,730,108</u>	<u>-</u>	<u>31,730,108</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Loss on disposal of equipment	7,916	-	7,916
Acquisition of equipment	(261,574)	-	(261,574)
Net cash used by capital financing activities	<u>(253,658)</u>	<u>-</u>	<u>(253,658)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	52,425	-	52,425
Other	39,445	-	39,445
Net cash provided by investing activities	<u>91,870</u>	<u>-</u>	<u>91,870</u>
Transfer from other funds	<u>29,926</u>	<u>-</u>	<u>29,926</u>
Net increase (decrease) in cash and cash equivalents	507,784	(798,238)	(290,454)
CASH AND CASH EQUIVALENTS			
Beginning of year	7,104,597	2,567,255	9,671,852
End of year	<u>\$ 7,612,381</u>	<u>\$ 1,769,017</u>	<u>\$ 9,381,398</u>

The accompanying notes are an integral part of this statement.

**GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
Year Ended June 30, 2020**

**Exhibit 8
Page 2 of 2**

	<u>School Food Service Fund</u>	<u>After School Care Enrichment Services Fund</u>	<u>Total Major Enterprise Funds</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ (34,306,966)	\$ (1,099,400)	\$ (35,406,366)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	552,998	-	552,998
Donated commodities consumed	2,446,750	-	2,446,750
Change in assets, deferred outflows, liabilities and deferred inflows:			
Decrease in accounts receivable	14,318	23,070	37,388
Increase in inventories	(460,228)	-	(460,228)
Increase in net OPEB asset	(5,785)	(1,809)	(7,594)
Decrease in deferred outflows of resources	65,538	20,480	86,018
Increase in accounts payable	276,896	360,641	637,537
Increase in accrued payroll and related liabilities	2,470	1,618	4,088
Increase (decrease) in unearned revenues	191,488	(60,600)	130,888
Increase in net pension liability	254,614	79,586	334,200
Increase in net OPEB liability	1,212,496	378,996	1,591,492
Increase (decrease) in compensated absences payable	90,761	(20,663)	70,098
Increase (decrease) in claims liabilities for retained risks	54,329	(17,502)	36,827
Decrease in deferred inflows of resources	(1,480,141)	(462,655)	(1,942,796)
	<u>\$ (31,090,462)</u>	<u>\$ (798,238)</u>	<u>\$ (31,888,700)</u>
Net cash used by operating activities	<u>\$ (31,090,462)</u>	<u>\$ (798,238)</u>	<u>\$ (31,888,700)</u>

**NONCASH OPERATING AND NONCAPITAL FINANCING
ACTIVITIES**

The School Food Service Fund consumed donated commodities with a value of \$2,446,750 during the fiscal year. The use of these commodities is reflected as a nonoperating revenue and an operating expense on Exhibit 7.

The accompanying notes are an integral part of this statement.

GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2020

Exhibit 9

	Private- Purpose Trusts
ASSETS	
Cash and cash equivalents	\$ 939,372
Total assets	<u>\$ 939,372</u>
NET POSITION	
Restricted:	
Expendable for scholarships	\$ 385,038
Nonexpendable	<u>554,334</u>
Total net position	<u>\$ 939,372</u>

The accompanying notes are an integral part of this statement.

GUILFORD COUNTY BOARD OF EDUCATION
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
Year Ended June 30, 2020

Exhibit 10

	Private- Purpose Trusts
	<u> </u>
ADDITIONS	
Interest	\$ 11,843
	<u> </u>
Total additions	11,843
DEDUCTIONS	
Scholarships and other	5,615
	<u> </u>
Change in net position	6,228
NET POSITION	
Beginning of year	933,144
	<u> </u>
End of year	<u><u>\$ 939,372</u></u>

The accompanying notes are an integral part of this statement.

Notes to Financial Statements

1. Summary of Significant Accounting Policies

The accounting policies of the Guilford County Board of Education (the "Board") conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. Reporting Entity

The Board is a Local Education Agency empowered by State law [Chapter 115C of the North Carolina General Statutes] with the responsibility to oversee and control all activities related to public school education in Guilford County, North Carolina ("County"). The Board receives state, local, and federal government funding and must adhere to the legal requirements of each funding entity.

The Board is governed by an eleven-member governing body elected by the citizens of Guilford County (the "County"). The County provides approximately 29% of the total funding for the Board and has the authority to control how its funding is spent. However, beyond this, the County does not have legal authority over the Board's budget. Accordingly, the Board is not considered to be a component unit of the County.

B. Basis of Presentation

Government-wide Statements: The Statement of Net Position (Deficit) and the Statement of Activities display information about the Board. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the effect of internal activities on revenues and expenses. Interfund services provided and used are not eliminated in the process of consolidation. These statements distinguish between the *governmental* and *business-type activities* of the Board. Governmental activities generally are financed through intergovernmental revenues and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for the different business-type activities of the Board and for each function of the Board's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the Statement of Activities. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the Board's funds, including its fiduciary funds. Separate statements for each fund category - *governmental, proprietary and fiduciary* - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each of which is displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds. The fiduciary funds are presented separately.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities. Operating expenses for the proprietary funds include all costs of operations such as costs of sales, salaries and benefits, materials and supplies, depreciation, contracted services, indirect costs, loss on disposal of capital assets and other miscellaneous operating expenses. Any expenses not meeting this definition are reported as nonoperating expenses.

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

The Board reports the following major governmental funds:

General Fund. The General Fund is the general operating fund of the Board. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. This fund is the "Local Current Expense Fund," which is mandated by state law [G. S. 115C-426].

State Public School Fund. The State Public School Fund includes appropriations from the Department of Public Instruction for the current operating expenditures of the public school system.

Individual Schools Fund. The Individual Schools Fund includes revenues and expenditures of the activity funds of the individual schools. The primary revenue sources include funds held on behalf of various clubs and organizations, receipts from athletic events, and proceeds from various fund raising activities. The primary expenditures are for athletic teams, club programs, activity buses and instructional needs. The Individual Schools Fund is reported as a special revenue fund. The Board has elected to report this fund as a major fund.

Capital Outlay Fund. The Capital Outlay Fund accounts for financial resources to be used for the acquisition and construction of major capital facilities (other than those financed by proprietary funds and trust funds) and is reported as a capital project fund. It is mandated by State law [G. S. 115C-426]. Capital projects are funded by Guilford County appropriations, restricted sales tax monies, proceeds from Guilford County bonds issued for public school construction, lottery proceeds, as well as certain state assistance. The Board has elected to report this fund as a major fund.

The Board reports the following major enterprise funds:

School Food Service Fund. The School Food Service Fund is used to account for the food service program within the school system and is reported as an enterprise fund.

After School Care Enrichment Services Fund ("ACES"). This fund is used to account for the Board's After School Care Enrichment Program which provides services at fifty-four of the Board's elementary schools. The Board has elected to report this fund as a major fund.

The Board reports the following fiduciary fund:

Private-Purpose Trusts. Private-Purpose Trust Funds are accounted for in a manner similar to proprietary funds. The Board has eleven such funds: the E. P. Pearce, Jr. Scholarship Trust Fund, the Elizabeth Hanner Holt Scholarship Trust Fund, the Bill Vielkanowitz Scholarship Fund, the Southeast High School Scholarship Fund, the A. B. Hunter Scholarship Fund, the Nathanael Greene Scholarship Fund, the Ora Sublett Scholarship Fund, the Hanner Scholarship Fund, the Ben L. Smith Scholarship Fund, the Dr. Randall S. Brooks, Sr. Preschool Handicapped Fund, and the Violet G. Hutchens Music Fund. The Ben L. Smith Scholarship Fund, funded by private contributions, was established by the Board to recognize and honor professional staff members and to help make possible further study for worthy staff members. The Dr. Randall S. Brooks, Sr. Preschool Handicapped Fund is funded by private contributions and is to be used to purchase items and provide services that are not covered by federal and state monies for students in the preschool handicapped program. The Violet G. Hutchens Music Fund, funded by private contributions, is to be used for musical training and the purchase of musical instruments and supplies at Johnson Street Elementary, Oak Hill Elementary, Ferndale Middle, and High Point Central High School. Nonexpendable principal assets in the eight remaining Scholarship Funds of \$10,190, \$61,000, \$18,870, \$6,000, \$10,000, \$8,106, \$220,000 and \$220,168, respectively, are maintained in these funds, the earnings of which are used to fund scholarship grants for graduating seniors.

C. Measurement Focus and Basis of Accounting

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

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Board considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year end. These could include federal, State, and county grants, and some charges for services. Expenditures are recorded when the related fund liability is incurred, except for claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Acquisitions under capital leases are reported as other financing sources. Payments made under capital leases are also reported as expenditures.

Under the terms of grant agreements, the Board funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the Board's policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

D. Budgetary Data

The Board's budgets are adopted as required by the North Carolina General Statutes. Annual budgets are adopted for all funds, except for the individual schools' special revenue funds and trust funds, as required by North Carolina General Statutes. Per State law no budget is required for individual school funds. All appropriations lapse at fiscal year-end. All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the purpose level for all annually budgeted funds. The Finance Officer, with the approval of the Superintendent, is authorized by the governing board to transfer monies not to exceed 10% between functions of the same fund. Such transfers must be reported to the governing board at its next regular meeting. Transfers in excess of this amount or transfers between funds require governing board approval. Amendments which alter the county appropriation or transfer monies to or from the Capital Outlay Fund also require the approval of the Guilford County Board of Commissioners.

A budget calendar is included in G. S. 115C, Article 31, and prescribes the last day on which certain steps of the budget procedure are to be performed. The following schedule lists the tasks to be performed and the date each is required to be completed.

May 1	The Superintendent must submit the budget request along with a copy of the budget message to the Board of Education not later than May 1.
May 15	The Board of Education should make changes, if necessary, to the budget request as submitted by the Superintendent and forward an approved budget request to the Board of County Commissioners not later than May 15, unless the County Commissioners have established a later date.
July 1	The Board of County Commissioners must complete its actions on the school budget not later than July 1, unless a later date is agreed upon between the Board of Education and the County Commissioners.
Month of July	The Board of Education must adopt its balanced budget resolution after the Board of County Commissioners has decided upon the amount of appropriations to be provided by the County or after the appeal procedures as set forth in state law [G.S. 115C-431].

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

E. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Fund Equity

1. Deposits and Investments

All deposits of the Board are made in board-designated official depositories and are secured as required by state law [G. S. 115C-444]. The Board may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the Board may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit. The Board also has money credited in its name with the State Treasurer and may issue State warrants against these funds.

State law [G. S. 115C-443] authorizes the Board to invest in obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States; obligations of the state of North Carolina; bonds and notes of any North Carolina local government or public authority; obligations of certain non-guaranteed federal agencies; certain high quality issues of commercial paper and bankers' acceptances; the North Carolina Capital Management Trust (NCCMT) is a SEC registered money market mutual fund allowable by G.S. 159-30(c)(8). The NCCMT Government Portfolio is a 2a-7 fund maintaining an AAAM rating from S&P. The NCCMT Term Portfolio is a bond fund, has no rating and has a duration of .15 years. Both the NCCMT Government and Term Portfolios are reported at fair value.

The Short-Term Investment Fund (STIF) is managed by the staff of the Department of State Treasurer and operated in accordance with state laws and regulations. It is not registered with the SEC. It consists of an internal portion and an external portion in which the Board participates. Investments are restricted to those enumerated in G. S. 147-69.1.

The Board's investments are reported at amortized cost or at fair value determined by either quoted market prices or a matrix pricing model. Bank deposits and the NCCMT are measured at amortized cost, which is the NCCMT's share price. The STIF securities are reported at cost and maintain a constant \$1 per share value. Under the authority of G. S. 147-69.3, no unrealized gains or losses of the STIF are distributed to external participants of the fund.

2. Cash and Cash Equivalents

The Board pools money from several funds to facilitate disbursement and investment and to maximize investment income. All cash and investments with original maturities of three months or less are considered cash and cash equivalents.

3. Inventories

The inventories of the Board are valued at cost using the first-in, first-out (FIFO) flow assumption in determining cost. The inventories of the Board's General Fund consist of expendable materials and supplies which are recorded as expenditures when purchased. The General Fund inventories do not reflect current appropriable resources; thus, an equivalent portion of fund balance is reserved. Proprietary fund inventories consist of food and supplies and are recorded as expenses when consumed.

4. Capital Assets

Donated assets received prior to June 15, 2015 are recorded at their estimated fair value at the date of donation or forfeiture. Donated capital assets received after June 15, 2015 are recorded at acquisition value. All other capital assets are recorded at original cost. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets.

It is the policy of the Board to capitalize all capital assets costing more than \$5,000 with an estimated useful life of two or more years. In addition, other items which are purchased and used in large quantities such as student desks, including library books and materials are capitalized. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives is not capitalized.

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

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

	<u>Years</u>
Buildings	50
Land improvements	20
Equipment and furniture	10
Vehicles	6
Computer equipment	3

Depreciation for buildings and equipment that serve multiple purposes cannot be allocated ratably and is therefore reported separately as “unallocated depreciation” on the Statement of Activities.

5. Deferred Outflows and Inflows of Resources

In addition to assets, the Statement of Net Position (Deficit) will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The Board has two items that meet this criterion – pension and Other Post Employment Benefits (“OPEB”) related deferrals and contributions made to the pension and OPEB plans in the current fiscal year. The Statement of Net Position (deficit) also reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The Board has pension and OPEB related deferrals that meet this criterion.

6. Long-Term Liabilities

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities.

7. Compensated Absences

The Board follows the State’s policy for vacation and sick leave. Employees may accumulate up to thirty (30) days earned vacation leave with such leave being fully vested when earned. For the Board, the current portion of the accumulated vacation pay is not considered to be material. The Board’s liability for accumulated earned vacation and the salary-related payments as of June 30, 2020 is recorded in the government-wide and proprietary fund financial statements on the FIFO basis. An estimate has been made based on prior years’ records of the current portion of compensated absences.

The sick leave policy of the Board provides for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since the Board has no obligation for accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

8. Net Position (Deficit)

Net position in the government-wide and proprietary fund financial statements are classified as net investment in capital assets; restricted; and unrestricted. Restricted net position represents constraints on resources that are either externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments, or imposed by law through State statute.

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

9. Fund Balance

In the governmental fund financial statements, fund balances are composed of five classifications designed to disclose the hierarchy of constraints placed on how each fund's fund balance can be spent.

The governmental fund types classify fund balances as follows:

Nonspendable Fund Balance – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Self-insurance deposits - portion of fund balance that is not an available resource because it represents the year-end balance of deposits on hand with the Local Government Excess Liability Fund, Inc. and the Local Government Property Insurance Deductible Fund, Inc. to provide reserves for the Board's retained risks.

Restricted Fund Balance – This classification includes amounts that are restricted to specific purposes externally imposed by creditors or imposed by law.

Restricted for Stabilization by State Statute - portion of fund balance that is restricted by State Statute [G.S. 115C-425(a)].

Restricted for School Capital Outlay - portion of fund balance that can only be used for School Capital Outlay [G.S. 159-18 through 22].

Restricted for Individual Schools - revenue sources restricted for expenditures for the various clubs and organizations, athletic events, and various fund raising activities for which they were collected.

Restricted for Special Programs - revenue sources restricted for expenditures for certain special programs of the Board that are not accounted for in other special revenue funds pursuant to G.S. 115C-426(c).

Committed Fund Balance – portion of fund balance that can only be used for specific purposes imposed by majority vote by quorum of the Board's governing body (highest level of decision making authority) and in certain instances approval by the County's governing body is required. Any changes or removal of specific purpose requires majority action by the governing bodies that approved the original action.

Buses - portion of fund balance that the Board has approved to use for activity bus purchases.

Assigned Fund Balance – portion of fund balance that the Guilford County Board of Education intends to use for specific purposes.

Subsequent year's budget - portion of fund balance that is appropriated in the next year's budget. The governing body approves the appropriation.

Unassigned Fund Balance – the portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds. The General Fund is the only fund that can report a positive unassigned fund balance.

GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

F. Reconciliation of Government-wide and Fund Financial Statements

1. Explanation of certain differences between the governmental-type balance sheet and the government-wide statement of net position (deficit).

The governmental fund balance sheet includes a reconciliation between fund balance – *total governmental funds and net position (deficit) – governmental activities* as reported in the government-wide Statement of Net Position (Deficit). The net adjustment of \$(366,637,216) consists of several elements as follows:

<u>Description</u>	<u>Amount</u>
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds (total capital assets on government-wide statement in governmental activities column)	\$ 1,415,354,794
Less accumulated depreciation	<u>539,881,107</u>
Net capital assets	875,473,687
Net OPEB asset used in governmental activities is not a financial resource and is therefore not reported in the funds	1,105,728
Pension related deferred outflows of resources	114,963,612
OPEB related deferred outflows of resources	79,362,425
Liabilities that are not due and payable in the current period, and therefore do not require current resources to pay, are not recorded in the funds:	
Installment purchases	(127,287)
Compensated absences	(37,776,847)
Net pension liability	(293,670,627)
Net OPEB liability	(782,394,231)
Claims liabilities for retained risks	(1,459,660)
Deferred inflows of resources related to pensions	(5,687,975)
Deferred inflows of resources related to OPEB	<u>(316,426,041)</u>
Net adjustment	<u>\$ (366,637,216)</u>

GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

2. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances and the government-wide Statement of Activities.

The governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances includes a reconciliation between *net changes in fund balances – total governmental funds and changes in net position (deficit)* – governmental activities as reported in the government-wide Statement of Activities. There are several elements of that total adjustment of \$(29,064,010) as follows:

<u>Description</u>	<u>Amount</u>
Capital expenditures recorded in the fund statements but capitalized as assets in the Statement of Activities	\$ 7,513,540
Depreciation expense, the allocation of those assets over their useful lives, is recorded on the Statement of Activities but not in the fund statements	(32,284,266)
Net book value of assets disposed	(5,529)
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the Statement of Net Position in the government-wide statements	859,754
Contributions to the pension plan in the current fiscal year are not recognized as an expense on the Statement of Activities	53,843,788
Contributions to the OPEB plan in the current fiscal year are not recognized as an expenses on the Statement of Activities	27,274,764
Expenses reported in the Statement of Activities that do not require the use of current resources to pay are not recorded as expenditures in the fund statements:	
Pension expense	(100,623,690)
OPEB benefit, net	16,856,461
Increase in estimated liabilities for retained risks	(349,340)
Increase in compensated absences	<u>(2,689,492)</u>
Net adjustment	<u>\$ (29,604,010)</u>

G. Defined Benefit Pension Plans and OPEB Plans

For purposes of measuring the net pension and OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the fiduciary net position of the Teachers' and State Employees' Retirement System (TSERS), the Retiree Health Benefit Fund (RHBF), and the Disability Income Plan of NC (DIPNC) and additions to/deductions from TSERS, RHBF, and DIPNC's fiduciary net position have been determined on the same basis as they are reported by TSERS, RHBF, and DIPNC. For this purpose, plan member contributions are recognized in the period in which the contributions are due. The Board's employer contributions are recognized when due and the Board has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of TSERS, RHBF, and DIPNC. Investments are reported at fair value.

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

2. Detail Notes on All Funds

A. Assets

1. Deposits

All of the Board’s deposits are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits exceeding the federal depository insurance coverage level are collateralized with securities held by the Board’s agent in the unit’s name. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer’s agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the Board, these deposits are considered to be held by the agent in the entity’s name. The amount of the pledged collateral is based on an approved averaging method for non-interest-bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the Board or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the Board under the Pooling Method, the potential exists for under collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method. The Board has no policy regarding custodial credit risk for deposits.

At June 30, 2020, the Board had deposits with banks with a carrying amount of \$26,252,405. The bank balances with financial institutions and the State Treasurer were \$28,376,154 and \$4,265,763, respectively. Of the bank balance, \$3,938,395 was covered by federal depository insurance and \$24,437,759 was covered by collateral held by authorized escrow agents in the name of the State Treasurer.

2. Investments

Investment balances on June 30, 2020 were as follows:

<u>Investment Type</u>	<u>Valuation Measurement Method</u>	<u>Fair Value</u>	<u>Maturity</u>	<u>Rating</u>
NC Capital Management Trust – Cash Portfolio	Amortized Cost	\$ 5,685,906	N/A	AAAm
Department of State Treasurer Short Term Investment Fund	Fair Value Level 2	<u>33,691,389</u>	Duration of 1.5 years	Unrated
		<u>\$ 39,377,295</u>		

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

3. Accounts Receivable

Receivables at the government-wide level on June 30, 2020 were as follows:

	<u>Due from Other Governments</u>	<u>Other</u>	<u>Total</u>
Governmental activities:			
General Fund	\$ -	\$ 938,023	\$ 938,023
State Public School Fund	669,856	-	669,856
Federal Fund	89,071	-	89,071
Capital Outlay Fund	1,065,893	18,148	1,084,041
Special revenue fund	<u>-</u>	<u>3,028,025</u>	<u>3,028,025</u>
Total	<u>\$ 1,824,820</u>	<u>\$ 3,984,196</u>	<u>\$ 5,809,016</u>
Business-type activities:			
School Food Service Program	\$ 1,678,717	\$ 25,176	\$ 1,703,893
ACES Program	<u>-</u>	<u>9,562</u>	<u>9,562</u>
Total	<u>\$ 1,678,717</u>	<u>\$ 34,738</u>	<u>\$ 1,713,455</u>

Due from other governments consists of the following:

Governmental activities:		
State Public School Fund	\$ 669,856	Longevity through NCDPI
Federal Grants Fund	89,071	Federal funds through NCDPI
Capital Outlay Fund	<u>1,065,893</u>	Appropriations from county, sales tax
	<u>\$ 1,824,820</u>	
Business-type activities:		
School Food Service Fund	<u>\$ 1,678,717</u>	USDA Reimbursements, sales tax

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

4. Capital Assets

Capital asset activity for the year ended June 30, 2020 was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balances</u>
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 26,082,299	\$ -	\$ -	\$ 76,516	\$ 26,158,815
Construction in progress	52,226,543	3,109,257	-	(52,226,543)	3,109,257
Total capital assets not being depreciated	<u>78,308,842</u>	<u>3,109,257</u>	<u>-</u>	<u>(52,150,027)</u>	<u>29,268,072</u>
Capital assets being depreciated:					
Land improvements	40,532,801	297,194	-	(76,516)	40,753,479
Buildings	1,201,631,450	2,683,949	-	52,193,490	1,256,508,889
Equipment and furniture	27,267,976	1,250,888	5,529	33,053	28,546,388
Vehicles	60,272,973	172,252	167,259	-	60,277,966
Total capital assets being depreciated	<u>1,329,705,200</u>	<u>4,404,283</u>	<u>172,788</u>	<u>52,150,027</u>	<u>1,386,086,722</u>
Less accumulated depreciation for:					
Land improvements	24,225,662	1,476,025	-	1,546,400	27,248,087
Buildings	423,334,752	26,989,166	-	(1,546,400)	448,777,518
Equipment and furniture	15,814,286	1,350,595	-	-	17,164,881
Vehicles	44,389,400	2,468,480	167,259	-	46,690,621
Total accumulated depreciation	<u>507,764,100</u>	<u>\$ 32,284,266</u>	<u>\$ 167,259</u>	<u>\$ -</u>	<u>539,881,107</u>
Total capital assets being depreciated, net	<u>821,941,100</u>				<u>846,205,615</u>
Governmental activity capital assets, net	<u>\$ 900,249,942</u>				<u>\$ 875,473,687</u>
Business-type activities:					
School Food Service Fund:					
Capital assets being depreciated:					
Buildings	\$ 127,859	\$ -	\$ -	\$ -	\$ 127,859
Equipment and furniture	11,680,611	261,574	52,461	-	11,889,724
Vehicles	387,541	-	-	-	387,541
Total capital assets being depreciated	<u>12,196,011</u>	<u>261,574</u>	<u>52,461</u>	<u>-</u>	<u>12,405,124</u>
Less accumulated depreciation					
Buildings	43,507	2,841	-	-	46,348
Equipment and furniture	8,337,235	523,146	44,545	-	8,815,836
Vehicles	293,516	27,011	-	-	320,527
Total accumulated depreciation	<u>8,674,258</u>	<u>\$ 552,998</u>	<u>\$ 44,545</u>	<u>\$ -</u>	<u>9,182,711</u>
School Food Services capital assets, net	<u>\$ 3,521,753</u>				<u>\$ 3,222,413</u>

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balances</u>
ACES Program:					
Capital assets being depreciated:					
Vehicles	\$ 64,607	\$ -	\$ -	\$ -	\$ 64,607
Total capital assets being depreciated	<u>64,607</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,607</u>
Less accumulated depreciation					
Vehicles	64,607	-	-	-	64,607
Total accumulated depreciation	<u>64,607</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>64,607</u>
ACES Program capital assets, net	<u>\$ -</u>				<u>\$ -</u>
Business-type activities capital assets, net	<u>\$ 3,521,753</u>				<u>\$ 3,222,413</u>

Depreciation was charged to governmental functions as follows:

Unallocated depreciation	\$ 28,606,946
Operation support services	2,321,196
Financial and human resources	<u>1,356,124</u>
	<u>\$ 32,284,266</u>

B. Liabilities

1. Pension Plan and Other Postemployment Obligations

a. Teachers' and State Employees' Retirement System

Plan Description. The Board is a participating employer in the statewide Teachers' and State Employees' Retirement System (TSERS), a cost-sharing multiple-employer defined benefit pension plan administered by the state of North Carolina. TSERS membership is comprised of employees of the state (state agencies and institutions), universities, community colleges, and certain proprietary component units along with the employees of Local Education Agencies and charter schools. Article 1 of G.S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Management of the plan is vested in the TSERS Board of Trustees, which consists of 13 members – nine appointed by the Governor, one appointed by the state Senate, one appointed by the state House of Representatives, and the State Treasurer and State Superintendent, who serve as ex-officio members. The Teachers' and State Employees' Retirement System is included in the Comprehensive Annual Financial Report (CAFR) for the state of North Carolina. The State's CAFR includes financial statements and required supplementary information for TSERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at www.osc.nc.gov.

Benefits Provided. TSERS provides retirement and survivor benefits. Retirement benefits are determined as 1.82% of the member's average final compensation times the member's years of creditable service. A member's average final compensation is calculated as the average of a member's four highest consecutive years of compensation. General employee plan members are eligible to retire with full retirement benefits at age 65 with five years of creditable service, at age 60 with 25 years of creditable service, or at any age with 30 years of creditable service. General employee plan members are eligible to retire with partial retirement benefits at age 50 with 20 years of creditable service or at age 60 with five years of creditable service. Survivor benefits are available to eligible beneficiaries of members who die while in active service or within 180 days of their last day of service and who

GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

have either completed 20 years of creditable service regardless of age or have completed five years of service and have reached age 60. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions. The plan does not provide for automatic post-retirement benefit increases. Increases are contingent upon actuarial gains of the plan.

TSERS plan members who are LEOs are eligible to retire with full retirement benefits at age 55 with five years of creditable service as an officer (or 10 years of creditable service for members joining TSERS on or after August 1, 2011), or at any age with 30 years of creditable service. LEO plan members are eligible to retire with partial retirement benefits at age 50 with 15 years of creditable service as an officer. Survivor benefits are available to eligible beneficiaries of LEO members who die while in active service or within 180 days of their last day of service and who also have either completed 20 years of creditable service regardless of age, or have completed 15 years of service as a LEO and have reached age 50, or have completed five years of creditable service as a LEO and have reached age 55, or have completed 15 years of creditable service as a LEO if killed in the line of duty. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions.

Contributions. Contribution provisions are established by General Statute 135-8 and may be amended only by the North Carolina General Assembly. Board employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the TSERS Board of Trustees. The Board's contractually required contribution rate for the year ended June 30, 2020, was 12.97% of covered payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year. Contributions to the pension plan from the Board were \$55,090,558 for the year ended June 30, 2020.

Refunds of Contributions. Board employees who have terminated service as a contributing member of TSERS, may file an application for a refund of their contributions. By state law, refunds to members with at least five years of service include 4% interest. State law requires a 60 day waiting period after service termination before the refund may be paid. The acceptance of a refund payment cancels the individual's right to employer contributions or any other benefit provided by TSERS.

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

At June 30, 2020, the Board reported a liability of \$301,635,944 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018. The total pension liability was then rolled forward to the measurement date of June 30, 2019 utilizing update procedures incorporating the actuarial assumptions. The Board's proportion of the net pension liability was based on a projection of the Board's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating TSERS employers, actuarially determined. At June 30, 2020 and at June 30, 2019, the Board's proportion was 2.910% and 2.881%, respectively.

The Board allocates its proportionate share based on each activity's contribution to TSERS. For the year ended June 30, 2020, the Board recognized pension expense for governmental activities and business-type activities of \$100,623,690 and \$2,329,975, respectively.

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

At June 30, 2020, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Change in proportion and differences between Board contributions and proportionate share of contributions	\$ -	\$ 5,273,542
Board contributions subsequent to the measurement date	55,090,558	-
Differences between expected and actual Experience	25,231,499	603,856
Changes of assumptions	32,140,495	-
Net difference between projected and actual earnings on pension plan investments	<u>5,781,937</u>	<u>-</u>
Total governmental activities	<u>\$ 118,244,489</u>	<u>\$ 5,877,398</u>

The Board reported \$55,090,558 as deferred outflows of resources related to pensions resulting from Board contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the year ended June 30, 2021.

Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2021	\$ 40,948,764
2022	9,056,589
2023	5,248,520
2024	<u>2,022,660</u>
	<u>\$ 57,276,533</u>

Actuarial Assumptions. The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0%
Salary increases	3.5 % to 8.1%, including inflation and productivity factor
Investment rate of return	7.0%, net of pension plan investment expense, including inflation

The plan currently uses mortality tables (RP-2014 Total Data Set Mortality Table) that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The assumptions used for the December 31, 2018 actuarial valuation are based on the experience study prepared as of December 31, 2014 and adopted by the Board of Trustees on January 21, 2016, Future ad hoc COLA amounts are not considered to be substantively automatic and are therefore not included in the measurement.

Future ad hoc COLA amounts are not considered to be substantively automatic and are therefore not included in the measurement.

GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	29.0%	1.4%
Global Equity	42.0%	5.3%
Real Estate	8.0%	4.3%
Alternatives	8.0%	8.9%
Credit	7.0%	6.0%
Inflation Protection	6.0%	4.0%
Totals	<u>100.0%</u>	

The information above is based on 30 year expectations developed with the consulting actuary for the 2018 asset liability and investment policy study for the North Carolina Retirement Systems, including TSERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.05%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Board's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the Board's proportionate share of the net pension liability calculated using the discount rate of 7.0%, as well as what the Board's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0%) or 1-percentage-point higher (8.0%) than the current rate:

	<u>1% Decrease (6.0%)</u>	<u>Discount Rate (7.0%)</u>	<u>1% Increase (8.0%)</u>
Board's proportionate share of the net pension liability	\$ 574,097,109	\$ 301,635,944	\$ 73,075,749

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Comprehensive Annual Financial Report (CAFR) for the state of North Carolina.

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

(b) Other Post-Employment Benefits (“OPEB”)

1. Healthcare Benefits

Plan description. The Retiree Health Benefit Fund (RHBF) has been established as a fund to provide health benefits to retired and disabled employees and their applicable beneficiaries. RHBF is established by General Statute 135-7, Article 1. It is a cost-sharing, multiple-employer, defined benefit healthcare plan, exclusively for the benefit of former employees of the state, the University of North Carolina System, and community colleges. In addition, LEAs, charter schools, and some select local governments also participate.

Management of the plan is vested in the State Health Plan Board of Trustees, which consists of 13 members – eight appointed by the Governor, one appointed by the State Senate, one appointed by the State House of Representatives, and the State Treasurer the State Superintendent and the Director of the Office of State Human Resources who serve as ex-officio members. RHBF is supported by a percent of payroll contribution from participating employing units. Each year the percentage is set in legislation, as are the maximum per retiree contributions from RHBF to the State Health Plan. The State Treasurer, with the approval of the State Health Plan Board of Trustees, then sets the employer contributions (subject to the legislative cap) and the premiums to be paid by retirees, as well as the health benefits to be provided through the State Health Plan.

The financial statements and other required disclosures for the plan are presented in the state of North Carolina’s CAFR, which can be found at <https://www.osc.nc.gov/public-information/reports>.

Benefits provided. Plan benefits received by retired employees and disabled employees from RHBF are OPEB. The healthcare benefits for retired and disabled employees who are not eligible for Medicare are the same as for active employees. The plan options change when former employees become eligible for Medicare. Medicare retirees have the option of selecting one of two fully-insured Medicare Advantage/Prescription Drug Plan (MA-PDP) options of the self-funded Traditional 70/30 preferred Provider Organization plan option that is also offered to non-Medicare members. If the Traditional 70/30 Plan is selected by a Medicare retiree, the self-funded State Health Plan coverage is secondary to Medicare.

Those former employees who are eligible to receive medical benefits from RHBF are long-term disability beneficiaries of the Disability Income Plan of North Carolina (DIPNC) and retirees of the TSERS, the Consolidated Judicial Retirement System (CJRS), the Legislative Retirement System (LRS), the University Employees’ Optional Retirement Program (ORP), and a small number of local governments, with five or more years of contributory membership service in their retirement system prior to disability or retirement, with the following exceptions: for employees first hired on or after October 1, 2006, and members of the General Assembly first taking office on or after February 1, 2007, future coverage as retired employees and retired members of the General Assembly is subject to the requirement that the future retiree have 20 or more years of retirement service credit in order to receive coverage on a noncontributory basis. Employees first hired on or after October 1, 2006 and members of the General Assembly first taking office on or after February 1, 2007 with 10 but less than 20 years of retirement service credit are eligible for coverage on a partially contributory basis. For such future retirees, the State will pay 50% of the State Health Plan’s noncontributory premium.

Section 35.21 (c) and (d) of Session Law 2017-57 repeals retiree medical benefits for employees first hired January 1, 2021. The new legislation amends Article 3B of Chapter 135 of the General Statutes to require that retirees must earn contributory retirement service in TSERS (or in an allowed local system unit), CJRS, or LRS prior to January 1, 2021, and not withdraw that service, in order to be eligible for retiree medical benefits under the amended law. Consequently, members first hired on and after January 1, 2021 will not be eligible to receive retiree medical benefits.

RHBF’s benefit and contribution provisions are established by Chapter 135-7, Article 1 and Chapter 135, Article 3B of the General Statutes and may be amended only by the North Carolina General Assembly. RHBF does not provide for automatic post-retirement benefit increases.

**GUILFORD COUNTY BOARD OF EDUCATION
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2020**

Contributions. By General Statute, accumulated contributions from employers to RHBF and any earnings on those contributions shall be used to provide health benefits to retired and disabled employees and their applicable beneficiaries. By statute, contributions to RHBF are irrevocable. Also by law, fund assets are dedicated to providing benefits to retired and disabled employees and their applicable beneficiaries and are not subject to the claims of creditors of the employers making contributions to RHBF. However, RHBF assets may be used for reasonable expenses to administer the RHBF, including costs to conduct required actuarial valuations of state—supported retired employees’ health benefits. Contribution rates to RHBF, which are intended to finance benefits and administrative expenses on a pay-as-you-go basis are determined by the General Assembly in the Appropriations Bill. For the fiscal year ended June 30, 2020, employers made a statutory contribution of 6.47% of covered payroll which was equal to the actuarially required contribution. Board contributions to the plan were \$27,481,566 for the year ended June 30, 2020.

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

At June 30, 2020 Board reported a liability of \$804,006,602 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2018. The total OPEB liability was then rolled forward to the measurement date of June 30, 2019 utilizing update procedures incorporating the actuarial assumptions. The Board’s proportion of the net OPEB liability was based on a projection of the Board’s present value of future salary, actuarially determined. At June 30, 2020 and 2019, the Board’s proportion was 2.541% and 2.575%, respectively.

The Board reported \$27,481,566 reported as deferred outflows of resources related to OPEB resulting from Board contributions subsequent to the measurement date will be recognized as a decrease of the net OPEB liability in the year ending June 30, 2021. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:

2021	\$ (82,811,747)
2022	(82,811,747)
2023	(82,734,337)
2024	(29,247,812)
2025	<u>4,430,333</u>
	<u>\$(273,175,310)</u>

Actuarial assumptions. Common actuarial assumptions for both OPEB plans follow individual note disclosures for each OPEB plan.

Inflation	3.0%
Salary increases based on service	Teachers: 7.55% grading down to 3.5% General Employees: 5.5% grading down to 3.5%
Investment rate of return	7.0%,
Healthcare cost trend rates:	
Medical	6.5% grading down to 5.0% by 2024 for non-MA and MA coverage
Prescription drug	9.5% grading down to 5.0% by 2028
Administrative costs	3.0%
Post-Retirement Mortality Rates	RP-2014 Healthy Annuitant Mortality Table for males and females, adjusted for Collar for some Participants, further adjusted with scaling factors varying before and after age 78, and projected for mortality improvement using Scale MP-2015

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

Discount rate. The discount rate used to measure the total OPEB liability for the RHBF was 3.5%. The projection of cash flow used to determine the discount rate assumed that contributions from employers would be made at the current statutorily determined contribution rate. Based on the above assumptions, the plan's fiduciary net position was not projected to be available to make projected future benefit payments of current plan members. As a result, a municipal bond rate of 3.5% was used as the discount rate used to measure the total OPEB liability. The 3.5% rate is based on the Bond Buyer 20-year General Obligation Index as of June 30, 2019.

Sensitivity of the Board's proportionate share of the net OPEB liability to changes in the discount rate. The following presents the Board's proportionate share of the net OPEB liability, as well as what the Board's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.5 percent) or 1-percentage point higher (4.5 percent) than the current discount rate:

	<u>1% Decrease (2.5%)</u>	<u>Discount Rate (3.5%)</u>	<u>1% Increase (4.5%)</u>
Board's proportionate share of the net OPEB liability	\$ 955,451,186	\$ 804,006,602	\$ 682,745,144

Sensitivity of the Board's proportionate share of the net OPEB liability to changes in the healthcare trend rates. The following presents the Board's proportionate share of the net OPEB liability, as well as what the Board's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point.

	<u>1% Decrease (Medical - 4.00-5.5%, Pharmacy - 4.00-8.5%, Medicare Advantage - 4.0-5.5%, Administrative - 2.0%)</u>	<u>Healthcare Trend Rates (Medical - 5.0-6.5%, Pharmacy - 5.0-9.5%, Medicare Advantage - 5.0-6.5%, Administrative - 3.0%)</u>	<u>1% Increase (Medical - 6.0-7.5%, Pharmacy - 6.0-10.5% Medicare Advantage - 6.0%, Administrative - 4.0%)</u>
Board's proportionate share of the net OPEB liability	\$ 662,039,073	\$ 804,006,602	\$ 990,672,952

OPEB plan fiduciary net position. Detailed information about the OPEB plan's fiduciary net position is available in the separately issued CAFR for the State of North Carolina.

2. Disability Benefits

Plan description. Short-term and long-term disability benefits are provided through the Disability Income Plan of North Carolina (DIPNC), a cost-sharing, multiple-employer defined benefit plan, to the eligible members of TSERS which includes employees of the State, the University of North Carolina System, community colleges, certain Local Education Agencies, and ORP.

Management of the plan is vested in the State Health Plan Board of Trustees, which consists of 13 members – eight appointed by the Governor, one appointed by the State Senate, one appointed by the State House of Representatives, and the State Treasurer the State Superintendent and the Director of the Office of State Human Resources who serve as ex-officio members. Management of the plan is vested in the State Health Plan Board of Trustees, which consists of 13 members – eight appointed by the Governor, one appointed by the State Senate, one appointed by the State House of Representatives, and the State Treasurer the State Superintendent and the Director of the Office of State Human Resources who serve as ex-officio members.

The financial statements and other required disclosures for the plan are presented in the state of North Carolina's CAFR, which can be found at <https://www.osc.nc.gov/public-information/reports>.

**GUILFORD COUNTY BOARD OF EDUCATION
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2020**

Benefits Provided. Long-term disability benefits are payable as an OPEB from DIPNC after the conclusion of the short-term disability period or after salary continuation payments cease, whichever is later, for as long as an employee is disabled. An employee is eligible to receive long-term disability benefits provide the following requirements are met: (1) the employee has five or more years of contributing membership service in TSERS or ORP, earned within 96 months prior to the end of the short-term disability period or cessation of salary continuation payments, whichever is later; (2) the employee must make application to receive long-term benefits within 180 days after the conclusion of the short-term disability period or after salary continuation payments cease or after monthly payments for Workers' Compensation cease (excluding monthly payments for permanent partial benefits), whichever is later; (3) the employee must be certified by the Medical Board to be mentally or physically disabled for the further performance of his/her usual occupation; (4) the disability must have been continuous, likely to be permanent, and incurred at the time of active employment; (5) the employee must not be eligible to receive an unreduced retirement benefit from TSERS after (1) reaching the age of 65 and completing 5 years of membership service, or (2) reaching the age of 60 and completing 25 years of creditable service, or (3) completing 30 years of service at any age.

Contributions. Benefit and contribution provisions are established by Chapter 135, Article 6, of the General Statutes and may be amended only by the North Carolina General Assembly. The plan does not provide for automatic post-retirement benefit increases. Disability income benefits are funded by actuarially determined employer contributions that are established in the Appropriations Bill by the General Assembly and coincide with the state fiscal year. For the fiscal year ended June 30, 2020, employers made a statutory contribution of 0.10% of covered payroll which was equal to the actuarially required contribution. Board contributions to the plan were \$424,754 for the year ended June 30, 2020.

The contributions cannot be separated between the amounts that relate to other postemployment benefits and employment benefits for active employees. Those individuals who are receiving extended short-term disability benefit payments cannot be separated from the number of members currently eligible to receive disability benefits as an other postemployment benefit.

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

At June 30, 2020, Board reported an asset of \$1,114,168 for its proportionate share of the net DIPNC OPEB asset. The net OPEB asset was measured as of June 30, 2019, and the total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2018. The total OPEB asset was then rolled forward to the measurement date of June 30, 2019 utilizing update procedures incorporating the actuarial assumptions. The Board's proportion of the net OPEB asset was based on a projection of the Board's present value of future salary, actuarially determined. At June 30, 2020 and 2019, the Board's proportion was 2.582% and 2.563%, respectively.

The Board reported \$424,754 reported as deferred outflows of resources related to OPEB resulting from Board contributions subsequent to the measurement date will be recognized as an increase of the net OPEB asset in the year ending June 30, 2021.

Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30:	
2021	\$ 444,917
2022	315,776
2023	229,405
2024	141,563
2025	197,515
Thereafter	<u>(25,283)</u>
	<u>\$ 1,303,893</u>

GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

Actuarial assumptions. Common actuarial assumptions for both OPEB plans follow individual note disclosures for each OPEB plan.

Inflation	3.0%
Salary increases	3.5% to 8.1%, including inflation and productivity factor
Investment rate of return	3.75%, net of OPEB plan expense, including inflation

Sensitivity of the Board's proportionate share of the net OPEB asset to changes in the discount rate. The following presents the Board's proportionate share of the net OPEB liability, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.75 percent) or 1 percentage point higher (4.75 percent) than the current discount rate:

	<u>1% Decrease (2.75%)</u>	<u>Discount Rate (3.75%)</u>	<u>1% Increase (4.75%)</u>
Board's proportionate share of the net OPEB asset	\$ 943,673	\$ 1,114,168	\$ 1,279,834

Common actuarial assumptions for both OPEB plans. The total OPEB liability was determined by an actuarial valuation performed as of December 31, 2018 using the following actuarial assumptions, applied to all periods in the measurement, unless otherwise specified. The total OPEB liability was calculated through the use of update procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2019. The update procedures incorporated the actuarial assumptions used in the valuation. The entry age normal cost method was utilized.

The plan currently uses mortality tables that vary by age, gender, employee group (i.e. teacher, general, law enforcement officer), and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions were based on the results of an actuarial experience review for the period January 1, 2010 through December 31, 2014.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	29.0%	1.4%
Global Equity	42.0%	5.3%
Real Estate	8.0%	4.3%
Alternatives	8.0%	8.9%
Credit	7.0%	6.0%
Inflation Protection	6.0%	4.0%
Totals	<u>100.0%</u>	

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

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

Following is information related to the proportionate share and OPEB expense:

	<u>RHBF</u>	<u>DIPNC</u>	<u>Total</u>
OPEB benefit (expense)	\$ 18,283,092	\$ (1,036,311)	\$ 17,246,781
OPEB liability (asset)	804,006,602	(1,114,168)	802,892,434
Proportionate share of the net OPEB liability (asset)	2.541%	2.582%	
Deferred of outflows and resources:			
Differences between expected and actual experience	-	1,138,207	1,138,207
Net difference between projected and actual earnings on plan investments	535,404	212,230	747,634
Changes in proportion and differences between Board contributions and proportionate share of contributions	12,819,726	6,784	12,826,510
Board contributions subsequent to the measurement date	27,481,566	424,754	27,906,320
Change of assumptions	<u>38,644,343</u>	<u>123,423</u>	<u>38,767,766</u>
	79,481,039	1,905,398	81,386,437
Deferred inflows of resources:			
Differences between expected and actual experience	40,532,061	-	40,532,061
Changes of assumptions	241,719,622	114,309	241,833,931
Changes in proportion and differences between Board contributions and proportionate share of contributions	<u>42,923,100</u>	<u>62,433</u>	<u>42,985,533</u>
	325,174,783	176,742	325,351,525

3. Death Benefits

Plan Description. The Board provides disability benefits and death benefits, in accordance with state statutes, to certain employees. Death benefits are provided through the Benefit Plan for members of the Teachers' and State Employees' Retirement System (Death Benefit Plan).

Funding Policy. A multiple-employer state-administered cost-sharing plan funded on a one-year term cost basis. Employees who die in active service after one year of contributing membership service in the System, or who die within 180 days after retirement or termination of service and have at least one year of contributing membership service in the System at the time of death are eligible for death benefits. Lump sum death benefit payments to beneficiaries are equal to the employee's highest salary for 12 consecutive months during the 24 months prior to his/her death, with a minimum benefit of \$25,000 and a maximum of \$50,000.

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

Accounts Payable

Accounts payable at June 30, 2020 are as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>
Governmental activities:		
General Fund	\$ 2,835,875	\$ 19,153,416
State Public School Fund	-	669,856
Individual Schools Fund	41,223	-
Capital Outlay Fund	1,162,975	-
Other governmental funds	<u>-</u>	<u>89,071</u>
Total - governmental activities	<u>\$ 4,040,073</u>	<u>\$ 19,912,343</u>
Business-type activities:		
School Food Service	\$ 361,248	\$ 91,358
ACES Program	<u>360,641</u>	<u>31,458</u>
Total - business-type activities	<u>\$ 721,889</u>	<u>\$ 122,816</u>

4. Deferred Outflows and Inflows of Resources

The balance in deferred outflows and inflows of resources at year-end is composed of the following:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Governmental activities:		
Pension deferrals – TSERS	\$ 114,963,612	\$ 5,687,975
OPEB deferrals – RHBF	77,491,075	316,252,844
OPEB deferrals – DIPNC	<u>1,871,350</u>	<u>173,197</u>
Total governmental activities	<u>194,326,037</u>	<u>322,114,016</u>
Business-type activities:		
Pension deferrals – TSERS	3,280,877	189,423
OPEB deferrals – RHBF	1,989,964	8,921,939
OPEB deferrals – DIPNC	<u>34,048</u>	<u>3,545</u>
Total business-type activities	<u>5,304,889</u>	<u>9,114,907</u>
Total deferrals	<u>\$ 199,630,926</u>	<u>\$ 331,228,923</u>

5. Unearned Revenue

The balance in unearned revenues at June 30, 2020 is composed of the following elements:

Governmental activities:	
Grant funds received in advance (Special Revenue Fund)	<u>\$ 1,471,962</u>
Business-type activities:	
Prepaid meal charges (School Food Service)	<u>\$ 569,616</u>

GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020

6. Risk Management

The Board 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 Board protects itself from potential loss through a combination of the purchase of commercial insurance for primary and/or excess liability coverage and self-funded risk retention. Self-funded risks are primarily for employee workers' compensation. The Board maintains general liability insurance coverage of \$1 million per occurrence with a \$3 million annual aggregate, and errors and omissions coverage of \$2 million per occurrence including defense cost. The Board also maintains property insurance with a combined blanket limit of \$2 billion. Flood and earthquake occurrence limit is \$10 million each with a \$10 million each aggregate. The property catastrophe limit is \$450 million arising under one or more coverage's in any one occurrence.

The Board also participates in the Teachers' and State Employees' Comprehensive Major Medical Plan (the Plan), a self-funded risk financing pool of the state administered by Blue Cross and Blue Shield of North Carolina. The Board pays the full cost of coverage for employees enrolled in the Comprehensive Major Medical Plan.

The Board is self-insured for workers' compensation claims for employees paid from local and federal funds and carries excess workers' compensation coverage for claims over \$400,000. The state of North Carolina provides workers' compensation coverage for employees to the extent they are paid from state funds.

In accordance with NCGS 115C-442, the Board's employees who have custody of the Board's monies at any given time are performance bonded through a commercial surety bond. The finance officer and superintendent are each bonded for \$250,000. Remaining employees that have access to funds are bonded under a blanket bond for \$100,000 with an additional \$25,000 for forgery.

The Board is a member of the Local Government Excess Liability Fund, Inc. and the Local Government Property Insurance Deductible Fund, Inc., which are nonprofit corporations established by units of local government in Guilford County to administer the self-funding of liability coverage for certain retained risks that are not otherwise covered by purchased insurance. These nonprofit corporations administer various risk financing funds on behalf of its member governments.

Participation in these funds does not transfer risk of loss from the member government to the Fund. Fund balances are segregated by member and, in the event of loss, are available for claims payment by the respective member, on either a loan or withdrawal basis, depending on the provisions of the specific fund. As of June 30, 2020, the Board's combined balance in the risk financing funds amounted to \$1,731,208, which is recorded in the General Fund as self-funded insurance deposits. Of this balance, \$19,428 is in discretionary funds that do not require the Board to reimburse the fund for claims paid. The remainder of the deposits is in revolving funds that require the Board to repay the Fund in subsequent years for claims paid by the Fund.

Changes in the claims liability for retained risks in 2019 and 2020 were as follows:

	<u>Beginning Balances</u>	<u>Current Year Claims</u>	<u>Claims Payments</u>	<u>Ending Balances</u>
Governmental activities				
2018 - 2019	1,155,911	329,923	375,514	1,110,320
2019 - 2020	1,110,320	859,289	509,949	1,459,660
Business-type activities				
2018 - 2019	241,856	418,263	376,647	283,472
2019 - 2020	283,472	464,663	427,843	320,292

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

The Board also carries commercial coverage for all other risks of loss. There have been no significant reductions in insurance coverage in the prior year, and settled claims have not exceeded coverage in any of the last four fiscal years.

7. Construction Commitments

The Board had entered into several planned projects for school construction and improvements as of June 30, 2020. Outstanding commitments as of June 30, 2020 were approximately \$2.6 million. The projects are commitments of the Capital Outlay Fund, which will be funded from the proceeds of county-issued bonds, restricted local option sales taxes, as well as other general county revenues and various state revenues.

8. Contingencies

At June 30, 2020, the Board was a defendant to various lawsuits. In the opinion of the Board's management and the Board's legal counsel, the ultimate effect of these other lawsuits and claims will not have a material adverse effect on the Board's financial position.

9. Long-Term Obligations

a. Installment Purchase

The Board is authorized to finance the purchase of school buses under G. S. 115C-528(a). Session Law 2003-284, section 7.25 authorized the State Board of Education to allot monies for the payments on financing contracts entered into pursuant to G. S. 115C-528. The State has accepted the bid to purchase Thomas Built Buses through a special third party financing arrangements by Banc of America Public Capital Corp. In November 2018, the Board entered into an installment purchase contract to finance the purchase of 3 school buses. The financing contracts require four principal-only payments: one due upon acceptance of the buses and the remaining three payments are due annually.

The future minimum payments due under these installment purchase contracts as of June 30, 2020 are as follows:

Year Ending June 30:

2021	\$	75,054
2022		<u>52,233</u>
	\$	<u>127,287</u>

**GUILFORD COUNTY BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2020**

b. Long-Term Obligation Activity

The following is a summary of changes in the Board's long-term obligations for the fiscal year ended June 30, 2020:

	<u>Balance June 30, 2019</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2020</u>	<u>Due Within One Year</u>
Governmental activities:					
Installment purchases	\$ 987,041	\$ -	\$ 859,754	\$ 127,287	\$ 75,054
Net pension liability	279,237,658	14,432,969	-	293,670,627	-
Net OPEB liability	713,663,058	68,731,173	-	782,394,231	-
Compensated absences	35,087,355	4,992,190	2,302,698	37,776,847	2,895,645
Claims liability for retained risk	1,110,320	859,289	509,949	1,459,660	483,357
Total	<u>\$ 1,030,085,432</u>	<u>\$ 89,015,621</u>	<u>\$ 3,672,401</u>	<u>\$ 1,115,428,652</u>	<u>\$ 3,454,056</u>
Business-type activities:					
Net pension liability	\$ 7,631,117	\$ 334,200	\$ -	\$ 7,965,317	\$ -
Net OPEB liability	20,020,879	1,591,492	-	21,612,371	-
Compensated absences	882,916	157,793	87,689	953,020	75,670
Claims liability for retained risk	283,472	464,663	427,843	320,292	265,672
Total	<u>\$ 28,818,384</u>	<u>\$ 2,548,148</u>	<u>\$ 515,532</u>	<u>\$ 30,851,000</u>	<u>\$ 341,342</u>

Compensated absences, net pension liability, and net OPEB liability for governmental activities are typically liquidated by the general and other governmental funds.

10. Internal Balances and Activity

Transfers to/from other funds for the year ended June 30, 2020 consist of the following:

From General Fund to the Capital Outlay Fund for operational support	\$ 141,879
From General Fund to Child Nutrition Fund for operational support	\$ 24,478
From Special Revenue Fund to Child Nutrition Fund for operational support	\$ 5,448

Interfund balances between funds at June 30, 2020 consist of the following:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
School Food Service Fund	Special revenue fund	\$ 29,925	Operating costs
General fund	Special revenue fund	\$ 1,526,138	Operating support

11. Fund Balance

The Board of Education has a revenue spending policy that provides policy for programs with multiple revenue sources. The Finance Officer will use resources in the following hierarchy: federal funds, state funds, local non-Board funds, Board funds. For purposes of fund balance classification expenditures are to be spent from restricted fund balance first, followed in-order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The Finance Officer has the authority to deviate from this policy if it is in the best interest of the Board.

Restrictions for the stabilization by state statute is required by the North Carolina General Statutes. The calculation in G.S. 159-8(a) provides a formula for determining what portion of fund balance is available for appropriation. The amount of fund balance not available for appropriation is what is known as "restricted by State statute". The formula is "appropriated fund balance in any fund shall not exceed the sum of cash and investments minus the sum of

**GUILFORD COUNTY BOARD OF EDUCATION
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2020**

liabilities, encumbrances, and deferred revenues arising from cash receipts, as those figures stand at the close of the fiscal year next preceding the budget.

The following schedule provides management and citizens with information on the portion of the General Fund's fund balance that is available for appropriation.

Total fund balance – General Fund	\$ 26,030,667
Less:	
Non-spendable portion	1,731,208
Restricted portion	8,695,489
Appropriated for subsequent year's budget	<u>12,274,229</u>
Fund balance available for appropriation	<u>\$ 3,329,741</u>

12. Encumbrances

Encumbrances are amounts needed to pay any commitments related to purchase orders and contracts that remain unperformed at year-end.

General Fund	\$ 6,231,328
Capital Outlay Fund	\$ 2,628,733

3. Summary Disclosure of Significant Contingencies

Federal and State Assisted Programs

The Board has received proceeds from several federal and state grants. Periodic audits of these grants are required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds will be immaterial. No provision has been made in the accompanying financial statements for the refund of grant monies.

COVID-19

In March 2020, the World Health Organization declared the outbreak of a novel strain of the coronavirus ("COVID-19") to be a pandemic. The COVID-19 pandemic is having widespread, rapidly evolving, and unpredictable impacts on global society, economies, and business practices. Federal and state governments have implemented measures in an effort to contain the virus, including social distancing, travel restrictions, border closures, limitations on public gatherings, work from home, supply chain logistical changes, and closure of non-essential businesses. The COVID-19 pandemic has impacted and may continue to impact our Board, including employees, partners, and communities, and there is substantial uncertainty in the nature and degree of its continued effects over time. The financial statements do not reflect any adjustments as a result of the subsequent increase in economic uncertainty.

REQUIRED SUPPLEMENTARY INFORMATION

Required Supplementary Information (“RSI”) is not a required part of the basic financial statements but is information required by the Governmental Accounting Standards Board. This section includes the following RSI regarding the Board’s participation in the North Carolina Teachers’ and State Employees’ Retirement System (“TSERS”), Retiree Health Benefit Fund (RHBF) and Disability Income Plan of North Carolina (DIPNC):

- Schedule of the Board’s Proportionate Share of the Net Pension Liability - Teachers’ and State Employees’ Retirement System
- Schedule of the Board’s Contributions - Teachers’ and State Employees’ Retirement System
- Schedule of the Board’s Proportionate Share of the Net OPEB Liability – Retiree Health Benefit Fund
- Schedule of the Board’s Contributions – Retiree Health Benefit Fund
- Schedule of the Board’s Proportionate Share of the Net OPEB Asset – Disability Income Plan of North Carolina
- Schedule of Board Contributions – Disability Income Plan of North Carolina

Management’s Discussion and Analysis is also RSI. It is presented immediately before the basic financial statements.

GUILFORD COUNTY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF THE
BOARD'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' AND STATE EMPLOYEES' RETIREMENT SYSTEM
Last Seven Fiscal Years *

RSI-1

	2020	2019	2018	2017	2016	2015	2014
Board's proportion of the net pension liability	2.910%	2.881%	2.943%	2.981%	3.044%	3.052%	3.006%
Board's proportionate share of the net pension liability	\$ 301,635,944	\$ 286,868,775	\$ 233,493,143	\$ 274,024,215	\$ 112,178,901	\$ 35,777,013	\$ 182,494,831
Board's covered payroll	\$ 432,594,100	\$ 401,533,835	\$ 398,344,948	\$ 386,903,501	\$ 398,154,674	\$ 388,478,717	\$ 384,490,511
Board's proportionate share of the net pension liability as a % of its covered payroll	69.73%	71.44%	58.62%	70.82%	28.17%	9.21%	47.46%
Plan fiduciary net position as a % of the total pension liability	92.02%	91.89%	89.51%	87.32%	94.64%	98.24%	90.60%

* The amounts presented for each fiscal year were determined as of the prior fiscal year ending June 30.
This schedule will build to a 10 year schedule as information becomes available.

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF BOARD CONTRIBUTIONS
TEACHERS' AND STATE EMPLOYEES' RETIREMENT SYSTEM
Last Seven Fiscal Years *

RSI-2

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 55,090,558	\$ 51,459,522	\$ 43,452,648	\$ 39,867,924	\$ 35,522,657	\$ 36,345,227	\$ 33,739,436
Contributions in relation to the contractually required contribution	<u>55,090,558</u>	<u>51,459,522</u>	<u>43,452,648</u>	<u>39,867,924</u>	<u>35,522,657</u>	<u>36,345,227</u>	<u>33,739,436</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Board's covered payroll	\$ 427,315,309	\$ 432,594,100	\$ 401,533,835	\$ 398,344,948	\$ 386,903,501	\$ 398,154,674	\$ 388,478,717
Contributions as a percentage of covered payroll	12.89%	11.90%	10.82%	10.01%	9.18%	9.13%	8.69%

* This schedule will build to a 10 year schedule as information becomes available.

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE BOARD'S PROPORTIONATE SHARE OF
NET OPEB LIABILITY
RETIREE HEALTH BENEFIT FUND
Last Four Fiscal Years *

RSI-3

	2020	2019	2018	2017
Board's proportion of the net OPEB liability	2.541%	2.575%	2.672%	2.608%
Board's proportionate share of the net OPEB liability	\$ 804,006,602	\$ 733,683,937	\$ 878,058,743	\$ 1,134,540,199
Board's covered payroll	\$ 432,594,100	\$ 401,533,835	\$ 398,344,948	\$ 386,903,501
Board's proportionate share of the net OPEB liability as a % of the net OPEB liability as a percentage of its covered payroll	185.86%	182.72%	220.43%	293.24%
Plan Fiduciary net position as a percentage of the total OPEB liability	4.40%	3.52%	3.52%	2.41%

* The amounts presented for each fiscal year were determined as of the prior fiscal year ending June 30.
This schedule will build to a 10 year schedule as information becomes available.

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF BOARD CONTRIBUTIONS
RETIREE HEALTH BENEFIT FUND
Last Four Fiscal Years *

RSI-4

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contribution	\$ 27,481,566	\$ 26,253,149	\$ 24,386,690	\$ 23,151,311
Contributions in relation to the contractually required contribution	<u>27,481,566</u>	<u>26,253,149</u>	<u>24,386,690</u>	<u>23,151,311</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Board's covered payroll	\$ 427,315,309	\$ 432,594,100	\$ 401,533,835	\$ 398,344,948
Contributions as a percentage of the covered payroll	6.43%	6.07%	6.07%	5.81%

* This schedule will build to a 10 year schedule as information becomes available.

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE BOARD'S PROPORTIONATE SHARE OF
NET OPEB ASSET
DISABILITY INCOME PLAN OF NORTH CAROLINA
Last Four Fiscal Years *

RSI-5

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Board's proportion of the net OPEB asset	2.582%	2.563%	2.615%	2.676%
Board's proportionate share of the net OPEB asset	\$ 1,114,168	\$ 778,622	\$ 1,598,031	\$ 1,661,709
Board's covered payroll	\$ 432,594,100	\$ 401,533,835	\$ 398,344,948	\$ 386,903,501
Board's proportionate share of the net OPEB asset as a % of the net OPEB asset as a percentage of its covered payroll	0.26%	0.19%	0.40%	0.43%
Plan Fiduciary net position as a percentage of the total OPEB asset	116.47%	116.37%	116.23%	116.06%

* The amounts presented for each fiscal year were determined as of the prior fiscal year ending June 30.
This schedule will build to a 10 year schedule as information becomes available.

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF BOARD CONTRIBUTIONS
DISABILITY INCOME PLAN OF NORTH CAROLINA
Last Four Fiscal Years *

RSI-6

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contribution	\$ 424,754	\$ 586,195	\$ 564,320	\$ 1,513,304
Contributions in relation to the contractually required contribution	<u>424,754</u>	<u>586,195</u>	<u>564,320</u>	<u>1,513,304</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Board's covered payroll	\$ 427,315,309	\$ 432,594,100	\$ 401,533,835	\$ 398,344,948
Contributions as a percentage of the covered payroll	0.10%	0.14%	0.14%	0.38%

* This schedule will build to a 10 year schedule as information becomes available.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

The following section contains combining statements for the Board's non-major governmental funds and fiduciary funds. Budgetary schedules are presented to demonstrate legal compliance with all funds required (by state law) to adopt an annual budget. A schedule of the Board's individual schools shows details of each schools revenues and expenditures.

THE GENERAL FUND

The General Fund is the main operating fund of Guilford County Board of Education (the "Board"). The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. This fund is also referred to as the "Local Current Expense Fund," which is mandated by state law [G. S. 115C-426].

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
Year Ended June 30, 2020

Schedule 1

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Guilford County:			
Appropriation from general revenues	\$ 207,410,398	\$ 207,410,398	\$ -
Total Guilford County	<u>207,410,398</u>	<u>207,410,398</u>	<u>-</u>
Other:			
Fines and forfeitures	3,000,000	3,375,993	375,993
Interest earned on investments	603,424	783,496	180,072
Other	<u>-</u>	<u>212,271</u>	<u>212,271</u>
Total other	<u>3,603,424</u>	<u>4,371,760</u>	<u>768,336</u>
Total revenues	<u>211,013,822</u>	<u>211,782,158</u>	<u>768,336</u>
EXPENDITURES			
Current:			
Instructional services:	117,662,532	113,062,463	4,600,069
System-wide support services:	82,279,181	72,386,500	9,892,681
Ancillary services	162,506	138,024	24,482
Non-program charges	<u>21,000,000</u>	<u>20,475,990</u>	<u>524,010</u>
Total expenditures	<u>221,104,219</u>	<u>206,062,977</u>	<u>15,041,242</u>
Revenues over (under) expenditures	(10,090,397)	5,719,181	15,809,578
OTHER FINANCING SOURCES (USES)			
Transfers to other funds	<u>(266,879)</u>	<u>(166,357)</u>	<u>100,522</u>
Total other financing sources	<u>\$ (266,879)</u>	<u>(166,357)</u>	<u>100,522</u>
Revenues under expenditures and other financing uses	(10,357,276)	5,552,824	15,910,100
APPROPRIATED FUND BALANCE	<u>10,357,276</u>	<u>-</u>	<u>(10,357,276)</u>
Revenues and other financing sources under expenditures	<u>\$ -</u>	<u>5,552,824</u>	<u>\$ 5,552,824</u>
Fund balance, beginning of year		<u>20,477,843</u>	
Fund balance, end of year		<u>\$ 26,030,667</u>	

THE CAPITAL OUTLAY FUND

The Capital Outlay Fund accounts for financial resources to be used for the acquisition and construction of major capital facilities (other than those financed by proprietary funds and trust funds). It is mandated by state law [G. S. 115C-426]. Capital projects are funded by county appropriations, restricted sales tax monies, proceeds from county bonds issued for public school construction as well as certain other state assistance.

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL -
CAPITAL OUTLAY FUND
Year Ended June 30, 2020

Schedule 2

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
State of North Carolina:			
Public School Building Capital Fund	\$ 25,780	\$ 1,526	\$ (24,254)
State appropriations - school buses	859,754	859,754	-
Total state of North Carolina	<u>885,534</u>	<u>861,280</u>	<u>(24,254)</u>
Guilford County:			
Appropriation	13,814,214	7,893,999	(5,920,215)
Bond proceeds	12,271,836	2,338,747	(9,933,089)
Total Guilford County	<u>26,086,050</u>	<u>10,232,746</u>	<u>(15,853,304)</u>
Other	7,288,291	13,616	(7,274,675)
Total revenues	<u>34,259,875</u>	<u>11,107,642</u>	<u>(23,152,233)</u>
EXPENDITURES			
Debt service:			
Principal		<u>859,754</u>	
Capital outlay:			
Category I projects		9,490,655	
Category II projects		829,799	
Category III projects		<u>51,920</u>	
Total capital outlay		<u>10,372,374</u>	
Total expenditures	<u>27,869,739</u>	<u>11,232,128</u>	<u>16,637,611</u>
Revenues over expenditures	<u>6,390,136</u>	<u>(124,486)</u>	<u>(6,514,622)</u>
OTHER FINANCING SOURCES			
Transfers from other funds	141,879	141,879	-
Total other financing sources	<u>141,879</u>	<u>141,879</u>	<u>-</u>
Revenues and other financing sources over expenditures	6,532,015	17,393	(6,514,622)
APPROPRIATED FUND BALANCE	<u>(6,532,015)</u>	<u>-</u>	<u>6,532,015</u>
Net change in fund balance	<u>\$ -</u>	<u>17,393</u>	<u>\$ 17,393</u>
FUND BALANCE			
Beginning of year		<u>7,288,289</u>	
End of year		<u>\$ 7,305,682</u>	

NON-MAJOR GOVERNMENTAL FUNDS

Non-major governmental funds are combined and presented in the aggregate as “non-major” or “other” governmental funds. The following section contains the following other governmental funds:

- The Federal Grants Fund – This special revenue fund accounts for appropriations for the expenditures of federal categorical grants made available through the North Carolina Department of Public Instruction.
 - The Other Special Revenue Fund – This special revenue fund accounts for specific revenue sources made directly to the Board and restricted for special programs that are not accounted for in the General Fund or other special revenue funds pursuant to state law (G.S. 115C-426(c)).
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**GUILFORD COUNTY BOARD OF EDUCATION
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2020**

Schedule 3

	<u>Federal Grants</u>	<u>Special Revenue Fund</u>	<u>Total</u>
ASSETS			
Receivables:			
Federal government	89,071	-	89,071
Other	-	3,028,025	3,028,025
Due from other funds	-	-	-
Total receivables	<u>89,071</u>	<u>3,028,025</u>	<u>3,117,096</u>
Total assets	<u>\$ 89,071</u>	<u>\$ 3,028,025</u>	<u>\$ 3,117,096</u>
LIABILITIES			
Accrued salaries and related payables	\$ 89,071	\$ -	\$ 89,071
Unearned revenues	-	1,471,962	1,471,962
Due to other funds	-	1,556,063	1,556,063
Total liabilities	<u>89,071</u>	<u>3,028,025</u>	<u>3,117,096</u>
FUND BALANCES			
Restricted:			
Special programs	-	-	-
Total liabilities and fund balances	<u>\$ 89,071</u>	<u>\$ 3,028,025</u>	<u>\$ 3,117,096</u>

**GUILFORD COUNTY BOARD OF EDUCATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2020**

	<u>Federal Grants</u>	<u>Special Revenue Fund</u>	<u>Total</u>
REVENUES			
U. S. Government:			
ROTC Grant	\$ -	\$ 301,310	\$ 301,310
Indian Education Grant	-	22,351	22,351
Art Educators Grant	-	989,647	989,647
Other	52,709,371	-	52,709,371
Total U.S. Government	<u>52,709,371</u>	<u>1,313,308</u>	<u>54,022,679</u>
Other:			
Medicaid	-	3,599,007	3,599,007
Indirect cost	-	3,533,099	3,533,099
Other	-	5,142,970	5,142,970
Total other	<u>-</u>	<u>12,275,076</u>	<u>12,275,076</u>
Total revenues	<u>52,709,371</u>	<u>13,588,384</u>	<u>66,297,755</u>

GUILFORD COUNTY BOARD OF EDUCATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2020

Schedule 4
Page 2 of 2

	<u>Federal Grants</u>	<u>Special Revenue Fund</u>	<u>Total</u>
EXPENDITURES			
Current:			
Instructional services:			
Regular instructional	\$ 2,325,838	\$ 1,718,860	\$ 4,044,698
Special populations	13,641,945	1,002,557	14,644,502
Alternative programs	26,039,502	3,674,614	29,714,116
School leadership	214,618	563,947	778,565
Co-curricular	-	325,390	325,390
School-based support	3,130,500	53,195	3,183,695
	<u>45,352,403</u>	<u>7,338,563</u>	<u>52,690,966</u>
Total instructional services			
System-wide support services:			
Support and development	1,145,481	109,844	1,255,325
Special population support and development	2,762,132	-	2,762,132
Alternative programs and services support and development	2,031,087	291,183	2,322,270
Technology support	-	35,829	35,829
Operational support	57,052	4,710,989	4,768,041
Financial and human resources	-	2,010,825	2,010,825
Accountability services	-	-	-
System-wide support services	-	15,398	15,398
Policy, leadership, and public relations	-	315,888	315,888
	<u>5,995,752</u>	<u>7,489,956</u>	<u>13,485,708</u>
Total system-wide support services			
Ancillary services	-	136	136
Non-program charges	1,361,216	8,250	1,369,466
	<u>1,361,216</u>	<u>8,250</u>	<u>1,369,466</u>
Total expenditures			
	<u>52,709,371</u>	<u>14,836,905</u>	<u>67,546,276</u>
Transfer to other funds	-	(5,448)	(5,448)
Net change in fund balances	-	(1,253,969)	(1,253,969)
FUND BALANCES:			
Beginning of year	-	1,253,969	1,253,969
	<u>-</u>	<u>1,253,969</u>	<u>1,253,969</u>
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND
ACTUAL - NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2020**

Schedule 5

	Federal Fund			Special Revenue Fund		
	Final Budget	Actual	Variance	Final Budget	Actual	Variance
REVENUES						
State of North Carolina	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
U. S. Government agencies	92,181,807	52,709,371	(39,472,436)	2,577,565	1,313,308	(1,264,257)
Other	-	-	-	17,470,063	12,275,076	(5,194,987)
Total revenues	92,181,807	52,709,371	(39,472,436)	20,047,628	13,588,384	(6,459,244)
EXPENDITURES						
Current:						
Instructional services	71,577,139	45,352,403	26,224,736	8,919,025	7,338,563	1,580,462
System-wide support services	14,938,511	5,995,752	8,942,759	11,049,189	7,489,956	3,559,233
Ancillary services	59,853	-	59,853	200	136	64
Non-program charges	5,606,304	1,361,216	4,245,088	34,741	8,250	26,491
Total expenditures	92,181,807	52,709,371	39,472,436	20,003,155	14,836,905	5,166,250
Revenues over (under) expenditures	-	-	-	44,473	(1,248,521)	(1,292,994)
Transfer to other funds	-	-	-	(44,473)	(5,448)	39,025
APPROPRIATED FUND BALANCE	-	-	-	-	-	-
Net change in fund balances	\$ -	-	\$ -	\$ -	(1,253,969)	\$ (1,253,969)
FUND BALANCES						
Beginning of year		-			1,253,969	
End of year		\$ -			\$ -	

THE INDIVIDUAL SCHOOLS FUND

The Individual Schools Fund is a special revenue fund that reports the revenues and expenditures of the activities at each school in the system. The primary revenue sources include funds held on behalf of various clubs and organizations, receipts from athletic events, and proceeds from various fund raising activities. The primary expenditures are for athletic teams, club programs, activity buses and instructional needs.

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - INDIVIDUAL SCHOOLS FUND
Year Ended June 30, 2020

			Excess (Deficiency) of Revenues Over Expenditures	Fund Balance	
	Revenues	Expenditures		Beginning of Year	End of Year
ELEMENTARY SCHOOLS					
Alamance Elementary	\$ 53,484	\$ 40,320	\$ 13,164	\$ 4,403	\$ 17,567
Alderman Elementary	18,102	16,940	1,162	8,475	9,637
Allen Jay Elementary	22,467	18,289	4,178	37,144	41,322
Archer Elementary	20,290	17,879	2,411	7,318	9,729
Bessemer Elementary	8,287	6,179	2,108	6,839	8,947
Bluford Elementary	42,023	30,284	11,739	11,830	23,569
Brightwood Elementary	21,671	20,563	1,108	17,067	18,175
Brooks Global Elementary	56,596	54,402	2,194	6,639	8,833
Claxton Elementary	73,934	67,407	6,527	23,052	29,579
Colfax Elementary	65,699	59,429	6,270	73,060	79,330
Cone Elementary	13,942	13,873	69	34,863	34,932
Erwin Elementary	13,295	15,316	(2,021)	8,763	6,742
Fairview Elementary	69,898	63,327	6,571	5,656	12,227
Falkener Elementary	34,624	24,196	10,428	6,821	17,249
Florence Elementary	35,760	40,599	(4,839)	23,796	18,957
Foust Elementary	12,706	10,326	2,380	15,615	17,995
Frazier Elementary	11,210	13,816	(2,606)	3,807	1,201
Gibsonville Elementary	18,871	16,659	2,212	28,168	30,380
Gillespie Park Elementary	4,039	5,314	(1,275)	5,426	4,151
General Greene Elementary	74,357	79,401	(5,044)	32,913	27,869
Guilford Elementary	51,184	46,323	4,861	20,964	25,825
Hampton Elementary	-	6,481	(6,481)	6,481	-
Hunter Elementary	13,025	10,732	2,293	23,948	26,241
Irving Park Elementary	36,620	41,710	(5,090)	45,423	40,333
Jamestown Elementary	12,858	16,678	(3,820)	17,262	13,442
Jefferson Elementary	68,310	67,359	951	23,685	24,636
Jesse Wharton Elementary	48,681	49,257	(576)	50,587	50,011
Johnson Street Elementary	18,527	14,395	4,132	17,313	21,445
Jones Elementary	50,618	63,818	(13,200)	50,185	36,985
Joyner Elementary	13,832	21,469	(7,637)	16,397	8,760
Kirkman Park Elementary	6,072	4,945	1,127	4,727	5,854
Lindley Elementary	19,663	17,665	1,998	24,673	26,671
Madison Elementary	31,876	28,199	3,677	20,493	24,170
McLeansville Elementary	27,278	24,547	2,731	19,631	22,362
McNair Elementary	42,516	37,437	5,079	6,950	12,029
Millis Road Elementary	150,994	143,167	7,827	21,121	28,948
Monticello-Brown Summit Elementary	80,007	80,699	(692)	23,448	22,756
Montieu Avenue Elementary	19,271	19,760	(489)	8,556	8,067
Morehead Elementary	35,192	27,154	8,038	3,769	11,807
Murphey Elementary	3,095	3,414	(319)	15,949	15,630
Nathanael Greene Elementary	47,738	117,008	(69,270)	150,197	80,927
Northern Elementary	224,088	214,731	9,357	82,026	91,383
Northwood Elementary	34,312	27,125	7,187	29,953	37,140
Oak Hill Elementary	10,868	9,590	1,278	19,765	21,043
Oak Ridge Elementary	62,910	64,869	(1,959)	20,324	18,365
Oak View Elementary	6,811	8,734	(1,923)	11,123	9,200
Parkview Elementary	5,273	3,988	1,285	5,186	6,471
Pearce Elementary	166,826	167,111	(285)	24,608	24,323
Peck Elementary	16,369	8,025	8,344	455	8,799
Peeler Elementary	2,474	4,320	(1,846)	5,468	3,622
Pilot Elementary	21,293	18,082	3,211	4,551	7,762
Pleasant Garden Elementary	29,806	41,751	(11,945)	61,398	49,453
Rankin Elementary	21,221	14,244	6,977	2,097	9,074
Reedy Fork Elementary	13,872	13,149	723	18,208	18,931
Sedalia Elementary	14,580	12,421	2,159	14,435	16,594
Sedgefield Elementary	30,398	28,018	2,380	39,862	42,242
Shadybrook Elementary	17,577	14,576	3,001	24,552	27,553
Simkins Elementary	24,110	1,381	22,729	2,807	25,536
Southern Elementary	7,441	5,897	1,544	6,044	7,588
Southwest Elementary	48,781	43,423	5,358	25,049	30,407
Sternberger Elementary	24,655	25,056	(401)	33,199	32,798
Stokesdale Elementary	108,209	108,892	(683)	33,692	33,009
Summerfield Elementary	108,294	110,015	(1,721)	29,853	28,132
Sumner Elementary	27,093	18,517	8,576	2,659	11,235
Triangle Lake Montessori	15,280	13,202	2,078	14,984	17,062
Union Hill Elementary	27,253	24,231	3,022	16,805	19,827
Vandalia Elementary	19,772	13,509	6,263	3,860	10,123
Washington Elementary	13,251	13,384	(133)	10,712	10,579
Wiley Elementary	6,867	4,149	2,718	15,690	18,408
Total Elementary Schools	2,558,296	2,489,126	69,170	1,492,779	1,561,949

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - INDIVIDUAL SCHOOLS FUND
Year Ended June 30, 2020

Schedule 6
Page 2 of 2

	Revenues	Expenditures	Excess (Deficiency) of Revenues Over Expenditures	Fund Balance	
				Beginning of Year	End of Year
MIDDLE SCHOOLS					
Allen Jay Middle	\$ 237,689	\$ 224,243	\$ 13,446	\$ 27,522	\$ 40,968
Allen Middle	20,404	1,604	18,800	22,503	41,303
Brown Summitt Middle	24,023	24,943	(920)	5,612	4,692
Eastern Middle	41,627	35,676	5,951	25,907	31,858
Ferndale Middle	15,601	18,615	(3,014)	9,028	6,014
Hairston Middle	10,604	5,588	5,016	4,273	9,289
Jackson Middle	36,557	37,742	(1,185)	26,512	25,327
Jamestown Middle	157,944	150,072	7,872	26,991	34,863
Kernodle Middle	74,414	74,766	(352)	29,902	29,550
Kiser Middle	254,938	241,687	13,251	54,110	67,361
Lincoln Academy	207,950	204,421	3,529	25,075	28,604
Mendenhall Middle	140,049	133,541	6,508	45,521	52,029
Newcomer School	10,913	(6,150)	17,063	12,261	29,324
Northeast Middle	80,064	73,594	6,470	13,156	19,626
Northern Middle	194,131	203,755	(9,624)	79,040	69,416
Northwest Middle	191,001	164,184	26,817	64,771	91,588
Penn-Griffin Middle	75,029	56,434	18,595	15,131	33,726
Southeast Middle	98,913	105,179	(6,266)	60,120	53,854
Southern Middle	28,099	29,586	(1,487)	49,836	48,349
Southwest Middle	265,970	263,148	2,822	41,690	44,512
Swann Middle	43,756	44,187	(431)	954	523
Welborn Middle	32,935	25,418	7,517	2,288	9,805
Western Middle	90,933	79,250	11,683	50,743	62,426
Total Middle Schools	2,333,544	2,191,483	142,061	692,946	835,007
SENIOR HIGH SCHOOLS					
Andrews High	106,381	93,406	12,975	31,483	44,458
A&T Middle College	4,819	3,047	1,772	3,824	5,596
Bennett Middle College	21,637	32,320	(10,683)	10,784	101
Dudley High	283,409	264,694	18,715	75,956	94,671
Eastern High	185,198	185,049	149	125,739	125,888
Greensboro Middle College	7,745	9,788	(2,043)	4,832	2,789
Grimsley High	450,694	418,999	31,695	100,202	131,897
Guilford Early College	17,453	15,935	1,518	15,238	16,756
GTCC MC Greensboro	2,549	13	2,536	7,234	9,770
GTCC MC High Point	4,488	10,613	(6,125)	15,251	9,126
GTCC MC Jamestown	1,433	(3,689)	5,122	10,792	15,914
Kearns Academy at Central	12,973	13,014	(41)	3,851	3,810
High Point Central High	172,564	157,502	15,062	14,536	29,598
Northeast High	105,174	99,928	5,246	29,700	34,946
Northern High	308,937	275,913	33,024	56,615	89,639
Northwest High	400,770	389,333	11,437	144,248	155,685
Page High	427,901	362,620	65,281	64,128	129,409
Ragsdale High	231,339	199,964	31,375	77,343	108,718
Smith Academy	23,267	25,036	(1,769)	4,517	2,748
Smith High	165,279	195,549	(30,270)	124,670	94,400
Southeast High	254,833	262,115	(7,282)	170,462	163,180
Southern High	150,894	131,274	19,620	86,147	105,767
Southwest High	288,600	312,126	(23,526)	91,023	67,497
STEM Early College @ NC A&T	10,652	3,322	7,330	3,027	10,357
UNCG MC	5,791	11,960	(6,169)	11,425	5,256
Western High	178,562	167,862	10,700	22,632	33,332
Total High Schools	3,823,342	3,637,693	185,649	1,305,659	1,491,308
SPECIAL SCHOOLS					
Gateway Education Center	4,684	4,404	280	13,065	13,345
Greene Education Center	2,652	2,296	356	23,219	23,575
Haynes-Inman Education Center	4,692	4,931	(239)	2,802	2,563
Herbin-Metz Education Center	1,946	436	1,510	2,109	3,619
Weaver Education Center	57,204	59,236	(2,032)	129,168	127,136
Total Special Schools	71,178	71,303	(125)	170,363	170,238
TOTAL	\$ 8,786,360	\$ 8,389,605	\$ 396,755	\$ 3,661,747	\$ 4,058,502

ENTERPRISE FUNDS

Enterprise funds may be used to report any activity for which a fee is charged to external users for goods or services. Enterprise fund accounting is designed to highlight the extent to which fees and charges are sufficient to cover the costs of providing goods and services. It is often used for subsidized activities to highlight the cost of the subsidy.

The Guilford County Board of Education (the "Board") has two Enterprise Funds. The following section contains budgetary schedules for these funds to demonstrate legal compliance with state law (G.S. 115C-425 and 115C-450).

MAJOR ENTERPRISE FUNDS

School Food Service Fund – This fund accounts for the Board's school food service program within the school system. It is subsidized by cash assistance and non-cash commodities provided by the U.S. Department of Agriculture.

After School Care Enrichment Services Fund ("ACES") – This fund accounts for the Board's After School Care Enrichment Program which provides services at fifty-four of the Board's elementary schools. All ACES programs were licensed by the North Carolina Division of Child Development and Early Education ("NC-DCDEE") and all but one was eligible to accept Department of Social Services child care vouchers.

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP MODIFIED ACCRUAL BASIS) -
SCHOOL FOOD SERVICE FUND
Year Ended June 30, 2020

Schedule 7

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES			
Food sales	\$ 6,369,000	\$ 4,650,500	\$ (1,718,500)
OPERATING EXPENDITURES			
Food costs:			
Purchased food		16,513,347	
Donated commodities		2,446,750	
Salaries and benefits		16,827,845	
Materials and supplies		135,936	
Equipment acquisitions		261,574	
Contracted services		514,249	
Indirect costs		2,006,592	
Other		282,494	
Total operating expenditures	<u>45,430,400</u>	<u>38,988,787</u>	<u>6,441,613</u>
Revenues under expenditures	<u>(39,061,400)</u>	<u>(34,338,287)</u>	<u>4,723,113</u>
NONOPERATING REVENUES			
Federal reimbursements	36,756,572	32,472,943	(4,283,629)
Federal commodities	2,171,828	2,446,750	274,922
State reimbursements	45,000	24,257	(20,743)
Other	-	39,445	39,445
Interest revenue	88,000	52,425	(35,575)
Total nonoperating revenues	<u>39,061,400</u>	<u>35,035,820</u>	<u>(4,025,580)</u>
Transfer from other fund	<u>-</u>	<u>29,926</u>	<u>29,926</u>
Net change (modified accrual)	<u>\$ -</u>	<u>727,459</u>	<u>\$ 727,459</u>

**Reconciliation of modified accrual to full
accrual basis:**

Depreciation	(552,998)
Equipment acquisitions	261,574
Increase in net OPEB asset	5,785
Increase in net OPEB liability	(1,212,496)
Increase in net pension liability	(254,614)
Decrease in deferred inflows of resources	1,480,141
Decrease in deferred outflows of resources	(65,538)
Increase in compensated absences payable	(90,761)
Increase in inventories	460,228
Change in net position (full accrual)	<u>\$ 758,780</u>

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP MODIFIED ACCRUAL BASIS) -
AFTER SCHOOL CARE ENRICHMENT SERVICES FUND
Year Ended June 30, 2020

Schedule 8

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES			
After school enrichment fees	\$ 7,349,650	\$ 4,983,320	\$ (2,366,330)
Other	201,956	123,223	(78,733)
Total operating revenues	7,551,606	<u>5,106,543</u>	(2,445,063)
OPERATING EXPENDITURES			
Salaries and benefits		5,454,210	
Materials and supplies		330,527	
Contracted services		-	
Indirect costs		157,040	
Other		<u>270,231</u>	
Total operating expenditures	<u>7,551,606</u>	<u>6,212,008</u>	<u>1,339,598</u>
Revenues under expenditures	-	(1,105,465)	(1,105,465)
APPROPRIATED FUND BALANCE			
Net change (modified accrual)	<u>\$ -</u>	<u>(1,105,465)</u>	<u>\$ (1,105,465)</u>
Reconciliation of modified accrual to full accrual basis:			
Increase in net OPEB asset		1,809	
Increase in net OPEB liability		(378,996)	
Increase in net pension liability		(79,586)	
Decrease in deferred inflows of resources		462,655	
Increase in deferred outflows of resources		(20,480)	
Decrease in compensated absences payable		<u>20,663</u>	
Change in net position (full accrual)		<u>\$ (1,099,400)</u>	

FIDUCIARY FUNDS

The Guilford County Board of Education (the “Board”) has fiduciary responsibilities for various scholarships and programs that benefit the students attending the individual schools. These activities are reported in private-purpose trust funds. The following section reports the combining statements for all the Board’s private-purpose trust funds.

**GUILFORD COUNTY BOARD OF EDUCATION
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 PRIVATE PURPOSE TRUST FUNDS
 June 30, 2020**

	<u>E. P. Pearce, Jr. Scholarship</u>	<u>Elizabeth Hanner Holt Scholarship</u>	<u>Bill Vielkanowitz Scholarship</u>	<u>Southeast High School Scholarship</u>	<u>A. B. Hunter Scholarship</u>
ASSETS					
Cash and cash equivalents	\$ 15,847	\$ 111,184	\$ 39,149	\$ 11,879	\$ 22,091
Total assets	<u>\$ 15,847</u>	<u>\$ 111,184</u>	<u>\$ 39,149</u>	<u>\$ 11,879</u>	<u>\$ 22,091</u>
NET POSITION					
Restricted:					
Expendable for scholarships	\$ 5,657	\$ 50,184	\$ 20,279	\$ 5,879	\$ 12,091
Nonexpendable	<u>10,190</u>	<u>61,000</u>	<u>18,870</u>	<u>6,000</u>	<u>10,000</u>
Total net position	<u>\$ 15,847</u>	<u>\$ 111,184</u>	<u>\$ 39,149</u>	<u>\$ 11,879</u>	<u>\$ 22,091</u>

<u>Nathanael Greene Scholarship</u>	<u>Ora Sublett Scholarship</u>	<u>Hanner Scholarship</u>	<u>Ben L. Smith Scholarship</u>	<u>Dr. Randall S. Brooks, Sr. Preschool Handicapped</u>	<u>Violet G. Hutchens Music Fund</u>	<u>Total</u>
\$ 21,704	\$ 313,316	\$ 300,174	\$ 30,134	\$ 843	\$ 73,051	\$ 939,372
<u>\$ 21,704</u>	<u>\$ 313,316</u>	<u>\$ 300,174</u>	<u>\$ 30,134</u>	<u>\$ 843</u>	<u>\$ 73,051</u>	<u>\$ 939,372</u>
\$ 13,598 8,106	\$ 93,316 220,000	\$ 80,006 220,168	\$ 30,134 -	\$ 843 -	\$ 73,051 -	\$ 385,038 554,334
<u>\$ 21,704</u>	<u>\$ 313,316</u>	<u>\$ 300,174</u>	<u>\$ 30,134</u>	<u>\$ 843</u>	<u>\$ 73,051</u>	<u>\$ 939,372</u>

**GUILFORD COUNTY BOARD OF EDUCATION
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 PRIVATE PURPOSE TRUST FUNDS
 Year Ended June 30, 2020**

	<u>E. P. Pearce, Jr. Scholarship</u>	<u>Elizabeth Hanner Holt Scholarship</u>	<u>Bill Vielkanowitz Scholarship</u>	<u>Southeast High School Scholarship</u>	<u>A. B. Hunter Scholarship</u>
ADDITIONS					
Donations	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	206	1,439	507	153	286
Total additions	206	1,439	507	153	286
DEDUCTIONS					
Scholarships and other	-	-	-	-	-
Change in net position	206	1,439	507	153	286
NET POSITION					
Beginning of year	15,641	109,745	38,642	11,726	21,805
End of year	<u>\$ 15,847</u>	<u>\$ 111,184</u>	<u>\$ 39,149</u>	<u>\$ 11,879</u>	<u>\$ 22,091</u>

<u>Nathanael Greene Scholarship</u>	<u>Ora Sublett Scholarship</u>	<u>Hanner Scholarship</u>	<u>Ben L. Smith Scholarship</u>	<u>Dr. Randall S. Brooks, Sr. Preschool Handicapped</u>	<u>Violet G. Hutchins Music Fund</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
287	4,055	3,885	3	11	1,011	11,843
287	4,055	3,885	3	11	1,011	11,843
500	-	-	-	-	5,115	5,615
(213)	4,055	3,885	3	11	(4,104)	6,228
21,917	309,261	296,289	30,131	832	77,155	933,144
<u>\$ 21,704</u>	<u>\$ 313,316</u>	<u>\$ 300,174</u>	<u>\$ 30,134</u>	<u>\$ 843</u>	<u>\$ 73,051</u>	<u>\$ 939,372</u>

STATISTICAL SECTION

This section of Guilford County Board of Education's (the "Board") Comprehensive Annual Financial Report ("CAFR") presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the Board's over all financial outlook.

- **Financial Trends**

These schedules contain trend information, for the past ten fiscal years, to help the reader understand how the Board's financial performance and operations have changed over time.

- **Revenue Capacity**

These schedules contain information, for the past ten fiscal years, to help the reader assess the Board's significant revenue sources. Since the Board has no tax-levying authority, Guilford County (the "County") provides significant funding to the Board. Selected fiscal data from the County have been included to help the reader better understand and factors affecting the County's ability to generate ad valorem (property) tax revenues.

- **Debt Capacity**

Since the Board has no debt-issuing authority, the County provides significant funding to the Board. Selected fiscal data from the County have been included to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

- **Demographic and Economic Information**

These schedules offer demographic and economic indicators in the County to help the reader understand the environment within which the Board's financial activities take place.

- **Operating Information**

These schedules contain service data to help the reader understand how the information in the Board's CAFR relates to the services the Board provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports from both the County and the Board for the relevant year.

GUILFORD COUNTY BOARD OF EDUCATION**NET POSITION BY COMPONENT****Last Ten Fiscal Years**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Governmental activities				
Net investment in capital assets	\$ 875,346,400	\$ 899,262,901	\$ 921,192,639	\$ 925,082,020
Restricted	21,165,401	20,957,389	18,261,669	7,556,558
Unrestricted	<u>(1,225,754,166)</u>	<u>(1,224,571,648)</u>	<u>(1,261,774,442)</u>	<u>(141,199,416)</u>
	<u>\$ (329,242,365)</u>	<u>\$ (304,351,358)</u>	<u>\$ (322,320,134)</u>	<u>\$ 791,439,162</u>
Business-type activities				
Net investment in capital assets	\$ 3,222,413	\$ 3,521,753	\$ 3,344,011	\$ 3,307,657
Restricted	8,440	846	21,439	-
Unrestricted	<u>(23,534,979)</u>	<u>(23,486,105)</u>	<u>(23,640,907)</u>	<u>8,235,661</u>
	<u>\$ (20,304,126)</u>	<u>\$ (19,963,506)</u>	<u>\$ (20,275,457)</u>	<u>\$ 11,543,318</u>
Government-wide				
Net investment in capital assets	\$ 878,568,813	\$ 902,784,654	\$ 924,536,650	\$ 928,389,677
Restricted	21,173,841	20,958,235	18,283,108	7,556,558
Unrestricted	<u>(1,249,289,145)</u>	<u>(1,248,057,753)</u>	<u>(1,285,415,349)</u>	<u>(132,963,755)</u>
	<u>\$ (349,546,491)</u>	<u>\$ (324,314,864)</u>	<u>\$ (342,595,591)</u>	<u>\$ 802,982,480</u>

Table 1

2016	2015	2014	2013	2012	2011
\$ 889,705,268	\$ 894,910,542	\$ 894,779,291	\$ 880,129,243	\$ 861,541,546	\$ 801,712,783
9,827,322	7,247,544	5,855,683	5,502,128	6,007,255	7,095,131
<u>(127,164,935)</u>	<u>(153,663,023)</u>	<u>(27,784,547)</u>	<u>(23,389,504)</u>	<u>(11,368,157)</u>	<u>(18,429,063)</u>
<u>\$ 772,367,655</u>	<u>\$ 748,495,063</u>	<u>\$ 872,850,427</u>	<u>\$ 862,241,867</u>	<u>\$ 856,180,644</u>	<u>\$ 790,378,851</u>
\$ 3,313,200	\$ 3,317,995	\$ 3,033,588	\$ 2,987,060	\$ 2,523,934	\$ 2,688,754
-	-	-	-	-	-
<u>7,607,325</u>	<u>6,115,750</u>	<u>9,161,480</u>	<u>9,487,042</u>	<u>8,317,426</u>	<u>4,903,097</u>
<u>\$ 10,920,525</u>	<u>\$ 9,433,745</u>	<u>\$ 12,195,068</u>	<u>\$ 12,474,102</u>	<u>\$ 10,841,360</u>	<u>\$ 7,591,851</u>
\$ 893,018,468	\$ 898,228,537	\$ 897,812,879	\$ 883,116,303	\$ 864,065,480	\$ 804,401,537
9,827,322	7,247,544	5,855,683	5,502,128	6,007,255	7,095,131
<u>(119,557,610)</u>	<u>(147,547,273)</u>	<u>(18,623,067)</u>	<u>(13,902,462)</u>	<u>(3,050,731)</u>	<u>(13,525,966)</u>
<u>\$ 783,288,180</u>	<u>\$ 757,928,808</u>	<u>\$ 885,045,495</u>	<u>\$ 874,715,969</u>	<u>\$ 867,022,004</u>	<u>\$ 797,970,702</u>

GUILFORD COUNTY BOARD OF EDUCATION
CHANGES IN NET POSITION
Last Ten Fiscal Years

	2020	2019	2018	2017
Expenses				
Governmental activities:				
Instructional programs	\$ 579,745,614	\$ 537,865,133	\$ 567,026,092	\$ 552,656,918
Support services	147,295,401	135,159,675	144,333,654	137,954,803
Ancillary services	2,860,460	303,456	165,892	302,827
Non-program charges	18,429,240	16,606,290	17,064,859	16,445,966
Depreciation expense	28,606,946	28,109,532	27,657,141	26,651,888
Total governmental activities	<u>776,937,661</u>	<u>718,044,086</u>	<u>756,247,638</u>	<u>734,012,402</u>
Business-type activities:				
School food service	38,957,466	43,171,225	45,024,436	43,039,897
After School Care Enrichment Program	6,205,943	6,119,200	6,754,743	6,785,034
Total business-type activities	<u>45,163,409</u>	<u>49,290,425</u>	<u>51,779,179</u>	<u>49,824,931</u>
Total government-wide expenses	<u>\$ 822,101,070</u>	<u>\$ 767,334,511</u>	<u>\$ 808,026,817</u>	<u>\$ 783,837,333</u>
Program Revenues				
Governmental activities:				
Charges for services	\$ 8,852,773	\$ 10,153,143	\$ 8,388,698	\$ 8,891,103
Operating grants and contributions	510,188,096	489,247,558	476,449,107	479,509,054
Capital grants and contributions	8,832,603	7,884,034	2,145,935	3,073,375
Total governmental activities program revenues	<u>527,873,472</u>	<u>507,284,735</u>	<u>486,983,740</u>	<u>491,473,532</u>
Business-type activities:				
Charges for services:				
School Food Services	4,650,500	6,457,364	6,319,225	6,338,220
After School Care Enrichment Services	5,106,543	7,013,029	7,012,158	6,854,546
Operating grants and contributions	34,943,950	35,976,854	36,406,280	36,991,651
Capital grants and contributions	-	-	-	180,830
Total business-type activities program revenues	<u>44,700,993</u>	<u>49,447,247</u>	<u>49,737,663</u>	<u>50,365,247</u>
Total government-wide revenues	<u>\$ 572,574,465</u>	<u>\$ 556,731,982</u>	<u>\$ 536,721,403</u>	<u>\$ 541,838,779</u>
Net (expenses) revenues				
Governmental activities	\$ (249,064,189)	\$ (210,759,351)	\$ (269,263,898)	\$ (242,538,870)
Business-type activities	<u>(462,416)</u>	<u>156,822</u>	<u>(2,041,516)</u>	<u>540,316</u>
Government-wide net expense	<u>\$ (249,526,605)</u>	<u>\$ (210,602,529)</u>	<u>\$ (271,305,414)</u>	<u>\$ (241,998,554)</u>

Table 2
Page 1 of 2

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 478,098,740	\$ 496,672,358	\$ 514,570,607	\$ 522,772,758	\$ 507,339,721	\$ 496,257,925
131,281,385	131,013,635	132,531,215	133,818,636	129,427,911	129,385,347
158,689	132,925	117,742	125,219	130,491	110,984
13,851,504	11,833,107	9,553,904	7,585,497	5,861,299	6,530,094
26,511,087	26,055,250	25,077,703	23,659,131	22,064,683	20,656,556
<u>649,901,405</u>	<u>665,707,275</u>	<u>681,851,171</u>	<u>687,961,241</u>	<u>664,824,105</u>	<u>652,940,906</u>
41,074,138	39,699,163	37,899,050	36,116,868	32,326,822	31,245,461
6,321,745	6,065,517	6,248,183	6,134,773	5,809,138	5,798,215
<u>47,395,883</u>	<u>45,764,680</u>	<u>44,147,233</u>	<u>42,251,641</u>	<u>38,135,960</u>	<u>37,043,676</u>
<u>\$ 697,297,288</u>	<u>\$ 711,471,955</u>	<u>\$ 725,998,404</u>	<u>\$ 730,212,882</u>	<u>\$ 702,960,065</u>	<u>\$ 689,984,582</u>
\$ 8,981,290	\$ 8,183,692	\$ 8,413,388	\$ 4,098,526	\$ 4,073,274	\$ 3,893,741
450,782,340	461,132,986	452,751,632	453,237,883	452,428,067	414,477,405
1,120,332	1,918,004	-	-	-	-
<u>460,883,962</u>	<u>471,234,682</u>	<u>461,165,020</u>	<u>457,336,409</u>	<u>456,501,341</u>	<u>418,371,146</u>
6,426,749	6,687,428	8,518,064	9,062,468	9,302,859	9,719,536
6,555,607	6,128,020	5,933,253	6,160,145	6,138,061	6,214,786
35,788,254	33,364,767	29,168,263	27,676,203	25,714,852	23,913,577
19,000	390,041	73,047	545,903	203,390	399,107
<u>48,789,610</u>	<u>46,570,256</u>	<u>43,692,627</u>	<u>43,444,719</u>	<u>41,359,162</u>	<u>40,247,006</u>
<u>\$ 509,673,572</u>	<u>\$ 517,804,938</u>	<u>\$ 504,857,647</u>	<u>\$ 500,781,128</u>	<u>\$ 497,860,503</u>	<u>\$ 458,618,152</u>
\$ (189,017,443)	\$ (194,472,593)	\$ (220,686,151)	\$ (230,624,832)	\$ (208,322,764)	\$ (234,569,760)
1,393,727	805,576	(454,606)	1,193,078	3,223,202	3,203,330
<u>\$ (187,623,716)</u>	<u>\$ (193,667,017)</u>	<u>\$ (221,140,757)</u>	<u>\$ (229,431,754)</u>	<u>\$ (205,099,562)</u>	<u>\$ (231,366,430)</u>

GUILFORD COUNTY BOARD OF EDUCATION
CHANGES IN NET POSITION
Last Ten Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Revenues				
Governmental activities:				
Unrestricted county appropriations - operating	\$ 207,410,398	\$ 202,610,398	\$ 195,860,398	\$ 188,360,398
Unrestricted county appropriations - capital	10,232,746	10,135,122	28,584,985	69,376,845
Unrestricted state appropriations - operating	1,313,308	4,641,995	-	-
Unrestricted state appropriations - capital	861,280	1,583,334	173,426	-
Unrestricted other state revenues - capital	-	-	-	-
Unrestricted federal aid				
Investment earnings, unrestricted	783,496	712,487	245,733	123,583
Miscellaneous, unrestricted	3,601,880	7,319,189	8,958,422	3,782,141
Insurance proceeds	-	1,770,800	-	-
Total governmental activities	<u>224,203,108</u>	<u>228,773,325</u>	<u>233,822,964</u>	<u>261,642,967</u>
Business-type activities:				
Investment earnings, unrestricted	52,425	107,650	84,357	22,341
Miscellaneous, unrestricted	39,445	2,281	33,896	27,546
Total business-type activities	<u>91,870</u>	<u>109,931</u>	<u>118,253</u>	<u>49,887</u>
Total government-wide	<u>\$ 224,294,978</u>	<u>\$ 228,883,256</u>	<u>\$ 233,941,217</u>	<u>\$ 261,692,854</u>
Transfers				
Governmental activities	(29,926)	(45,198)	-	(32,466)
Business-type activities	29,926	45,198	-	32,466
Total government-wide	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Changes in Net Position				
Governmental activities	\$ (24,891,007)	\$ 17,968,776	\$ (35,440,934)	\$ 19,071,631
Business-type activities	(340,620)	311,951	(1,923,263)	622,669
Total government-wide	<u>\$ (25,231,627)</u>	<u>\$ 18,280,727</u>	<u>\$ (37,364,197)</u>	<u>\$ 19,694,300</u>

Note:

This amount includes Indirect Cost Revenue. In prior years, Indirect Cost Revenue was accounted for in Operating Grants and Contributions.

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 183,360,398	\$ 179,360,398	\$ 177,130,398	\$ 175,630,398	\$ 175,165,521	\$ 175,165,521
24,975,538	31,916,421	49,249,098	50,280,592	92,522,410	70,323,031
-	-	-	-	-	-
-	-	-	-	-	-
-	-	2,092,865	6,400,042	1,214,787	5,002,844
58,585	38,889	59,864	138,289	-	19,296,607
4,527,980	3,862,581	2,820,250	4,325,608	221,641	303,560
-	-	-	-	5,000,198	4,184,162
-	-	-	-	-	-
<u>212,922,501</u>	<u>215,178,289</u>	<u>231,352,475</u>	<u>236,774,929</u>	<u>274,124,557</u>	<u>274,275,725</u>
12,689	1,097	626	-	1,624	729
<u>47,899</u>	<u>126,340</u>	<u>117,182</u>	<u>350,790</u>	<u>24,683</u>	<u>23,335</u>
<u>60,588</u>	<u>127,437</u>	<u>117,808</u>	<u>350,790</u>	<u>26,307</u>	<u>24,064</u>
<u>\$ 212,983,089</u>	<u>\$ 215,305,726</u>	<u>\$ 231,470,283</u>	<u>\$ 237,125,719</u>	<u>\$ 274,150,864</u>	<u>\$ 274,299,789</u>
(33,199)	(57,764)	(88,874)	-	-	-
<u>33,199</u>	<u>57,764</u>	<u>88,874</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 23,871,859	\$ 20,647,932	\$ 10,577,450	\$ 6,150,097	\$ 65,801,793	\$ 39,705,965
1,487,514	990,777	(247,924)	1,543,868	3,249,509	3,227,394
<u>\$ 25,359,373</u>	<u>\$ 21,638,709</u>	<u>\$ 10,329,526</u>	<u>\$ 7,693,965</u>	<u>\$ 69,051,302</u>	<u>\$ 42,933,359</u>

**GUILFORD COUNTY BOARD OF EDUCATION
GOVERNMENTAL FUNDS - FUND BALANCES
Last Ten Fiscal Years**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Fund:				
Nonspendable:				
Inventories	\$ -	\$ -	\$ -	\$ 968
Self insurance deposits	1,731,208	1,717,875	1,671,667	1,860,509
Restricted:				
Stabilization by state statute	8,695,489	7,975,608	8,775,457	3,224,125
Committed:				
Capital outlay	-	-	-	-
Activity buses	-	75,639	95,243	81,152
Assigned:				
Subsequent year's expenditures	12,274,229	3,000,000	130,000	1,000,000
Unassigned	3,329,741	7,708,721	4,398,372	5,282,181
	<u>\$ 26,030,667</u>	<u>\$ 20,477,843</u>	<u>\$ 15,070,739</u>	<u>\$ 11,448,935</u>
All other governmental funds:				
Restricted:				
Capital outlay/stabilization	\$ 7,305,682	\$ 7,288,289	\$ 3,417,998	\$ -
Individual schools	4,058,502	3,661,747	3,740,955	-
Special programs	-	1,253,969	750,667	587,371
	<u>\$ 37,394,851</u>	<u>\$ 32,681,848</u>	<u>\$ 22,980,359</u>	<u>\$ 12,036,306</u>
Total all governmental funds	<u>\$ 37,394,851</u>	<u>\$ 32,681,848</u>	<u>\$ 22,980,359</u>	<u>\$ 12,036,306</u>

Table 3

2016	2015	2014	2013	2012	2011
\$ 968	\$ 31,478	\$ 34,539	\$ 28,347	\$ 31,277	\$ 40,097
3,062,590	3,246,027	4,101,429	4,745,671	4,708,516	5,175,159
3,459,799	3,114,050	2,015,649	1,749,216	3,006,120	3,189,511
3,752,693	3,752,693	3,752,693	3,752,693	3,140,468	2,528,243
88,877	79,369	90,404	89,025	636,036	545,094
1,207,241	-	1,000,000	4,255,166	10,848,978	3,677,810
2,229,326	2,831,585	3,076,418	2,127,313	3,518,809	6,930,413
<u>\$ 13,801,494</u>	<u>\$ 13,055,202</u>	<u>\$ 14,071,132</u>	<u>\$ 16,747,431</u>	<u>\$ 25,890,204</u>	<u>\$ 22,086,327</u>
\$ 2,962,932	\$ 1,125,061	\$ 725,061	\$ 636,036	\$ -	\$ 716,546
3,404,591	3,008,433	3,114,973	3,116,876	3,001,135	3,189,074
587,371	587,371	-	-	-	-
<u>\$ 20,756,388</u>	<u>\$ 17,776,067</u>	<u>\$ 17,911,166</u>	<u>\$ 20,500,343</u>	<u>\$ 28,891,339</u>	<u>\$ 25,991,947</u>

GUILFORD COUNTY BOARD OF EDUCATION
GOVERNMENTAL FUNDS - CHANGES IN FUND BALANCES
Last Ten Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Revenues				
State of North Carolina	\$ 453,731,001	\$ 446,553,207	\$ 422,414,240	\$ 410,177,534
Guilford County	217,643,144	212,745,520	224,445,383	257,737,243
U.S. Government	58,631,683	48,919,674	47,177,490	63,745,347
Other	25,446,812	25,349,850	26,769,591	21,354,226
Total revenues	<u>755,452,640</u>	<u>733,568,251</u>	<u>720,806,704</u>	<u>753,014,350</u>
Expenditures				
Current:				
Instructional services	575,033,311	563,874,135	531,036,426	529,451,441
System-wide support services	139,786,699	133,693,863	134,626,581	132,349,902
Ancillary services	2,852,274	315,586	137,816	300,113
Non-program charges	21,805,299	19,739,467	17,064,859	16,445,965
Capital outlay	10,372,374	10,538,376	29,183,467	82,184,101
Debt service - principal	859,754	1,583,334	2,145,935	2,971,225
Debt service - interest	-	-	-	-
Total expenditures	<u>750,709,711</u>	<u>729,744,761</u>	<u>714,195,084</u>	<u>763,702,747</u>
Revenues over (under) expenditures	4,742,929	3,823,490	6,611,620	(10,688,397)
Other financing sources (uses)				
Transfers in (out)	(29,926)	(45,198)	-	(32,590)
Insurance proceeds	-	5,622,981	-	-
Installment purchase obligations	-	300,216	-	6,333,337
Proceeds from capital lease	-	-	-	-
Net other financing sources (uses)	<u>(29,926)</u>	<u>5,877,999</u>	<u>-</u>	<u>6,300,747</u>
Other changes in fund balances				
Change in inventories	-	-	-	(32,590)
Net change in fund balances	<u>\$ 4,713,003</u>	<u>\$ 9,701,489</u>	<u>\$ 6,611,620</u>	<u>\$ (4,420,240)</u>
Ratio of total debt service to noncapital expenditures	<u>0.11%</u>	<u>0.22%</u>	<u>0.31%</u>	<u>0.40%</u>

Note:

The above governmental funds includes General, Special Revenue and Capital Project Funds.

Table 4

2016	2015	2014	2013	2012	2011
\$ 390,676,014	\$ 391,403,934	\$ 380,012,997	\$ 384,338,416	\$ 367,695,516	\$ 355,559,320
208,335,936	211,276,819	226,379,496	225,910,991	267,687,931	245,488,552
50,219,358	59,970,609	64,004,786	60,978,591	72,099,211	70,739,323
24,575,156	23,761,609	22,120,216	22,247,305	23,207,727	20,859,676
<u>673,806,464</u>	<u>686,412,971</u>	<u>692,517,495</u>	<u>693,475,303</u>	<u>730,690,385</u>	<u>692,646,871</u>
498,976,963	510,274,422	505,182,789	508,714,726	496,287,990	481,523,032
131,539,095	130,450,999	128,858,702	128,903,079	125,252,740	125,013,893
163,043	135,870	117,742	125,219	130,491	110,984
13,851,504	11,833,107	9,553,904	6,949,461	5,861,299	6,558,164
27,268,255	31,981,636	49,276,741	59,870,671	95,418,384	81,158,334
1,120,332	1,918,004	2,065,222	4,718,906	1,153,459	2,571,228
-	-	-	-	-	-
<u>672,919,192</u>	<u>686,594,038</u>	<u>695,055,100</u>	<u>709,282,062</u>	<u>724,104,363</u>	<u>696,935,635</u>
887,272	(181,067)	(2,537,605)	(15,806,759)	6,586,022	(4,288,764)
(32,466)	(33,199)	(57,764)	(88,874)	-	-
-	-	-	-	-	-
2,156,025	82,229	-	-	-	-
-	-	-	7,507,567	-	3,860,506
<u>2,123,559</u>	<u>49,030</u>	<u>(57,764)</u>	<u>7,418,693</u>	<u>-</u>	<u>3,860,506</u>
<u>(30,510)</u>	<u>(3,062)</u>	<u>6,192</u>	<u>(2,930)</u>	<u>(8,820)</u>	<u>(2,079)</u>
<u>\$ 2,980,321</u>	<u>\$ (135,099)</u>	<u>\$ (2,589,177)</u>	<u>\$ (8,390,996)</u>	<u>\$ 6,577,202</u>	<u>\$ (430,337)</u>
<u>0.17%</u>	<u>0.30%</u>	<u>0.32%</u>	<u>0.76%</u>	<u>0.18%</u>	<u>0.40%</u>

GUILFORD COUNTY BOARD OF EDUCATION
GOVERNMENTAL FUNDS - REVENUES BY SOURCE
Last Ten Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Source:				
State Public School Fund	\$ 451,171,481	\$ 440,164,014	\$ 418,677,210	\$ 406,117,400
Textbooks	2,559,520	2,485,864	-	-
Other state allocations	-	3,903,329	3,563,604	3,744,512
Federal Grant Programs Fund	52,709,371	48,181,008	44,158,033	49,288,288
Other federal grants	4,912,315	6,853,887	4,975,435	17,117,590
County funding:				
General appropriation	215,304,397	209,953,884	199,973,566	198,902,470
Debt proceeds	2,338,747	2,791,636	24,471,817	58,834,773
Public School Building Capital Fund	1,526	-	173,426	315,622
Tuition and fees	88,528	57,602	73,863	74,194
Fines and forfeitures	3,375,993	3,198,959	3,494,469	2,710,036
Interest earned on investments	783,496	712,487	245,733	123,583
Indirect cost allocated	3,533,099	3,284,084	3,455,963	3,756,971
Other local funds	18,674,167	11,981,497	17,543,585	12,028,911
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total revenues	<u>\$ 755,452,640</u>	<u>\$ 733,568,251</u>	<u>\$ 720,806,704</u>	<u>\$ 753,014,350</u>

Note:

The above governmental funds includes General, Special Revenue and Capital Project Funds.

Table 5

2016	2015	2014	2013	2012	2011
\$ 388,534,225	\$ 387,974,989	\$ 375,870,761	\$ 379,013,882	\$ 364,815,519	\$ 347,940,133
181,789	18,945	269,427	154,849	1,048,545	121,161
3,848,806	3,792,986	3,845,166	3,889,924	3,888,224	5,066,410
42,785,647	46,735,027	51,361,289	52,041,222	65,496,662	64,922,532
11,324,060	17,656,274	15,581,171	11,541,142	9,837,414	7,658,350
188,681,859	192,598,471	184,018,461	190,104,317	189,347,670	179,998,029
19,654,077	18,678,348	42,361,035	35,806,674	78,340,261	65,490,523
3,194	-	27,643	1,681,136	61,328	2,431,616
67,103	85,379	61,834	49,063	56,921	57,724
2,196,512	2,380,595	2,296,397	2,706,862	2,938,756	3,697,723
58,585	38,889	59,864	138,289	221,641	303,560
3,732,195	3,413,732	3,590,114	3,295,624	3,066,176	3,716,864
12,738,412	13,039,336	13,174,333	13,052,319	11,571,268	11,242,246
<u>\$ 673,806,464</u>	<u>\$ 686,412,971</u>	<u>\$ 692,517,495</u>	<u>\$ 693,475,303</u>	<u>\$ 730,690,385</u>	<u>\$ 692,646,871</u>

GUILFORD COUNTY BOARD OF EDUCATION
GOVERNMENTAL FUNDS - EXPENDITURES BY FUNCTION
Last Ten Fiscal Years

Function	Description	2020	2019	2018	2017
INSTRUCTIONAL SERVICES					
5100	Regular instructional	\$ 326,289,800	\$ 321,755,550	\$ 302,754,241	\$ 307,539,067
5200	Special populations	95,586,950	95,768,343	88,550,819	88,011,105
5300	Alternative programs	49,802,160	43,776,359	42,698,066	43,127,344
5400	School leadership	45,391,292	44,317,810	51,192,598	48,058,443
5500	Co-curricular	12,951,082	14,775,587	4,551,158	4,538,260
5800	School-based support	45,012,027	43,480,486	41,289,544	38,177,222
SYSTEM-WIDE SUPPORT SERVICES					
6100	Support and development	5,886,469	4,665,687	5,541,637	7,881,780
6200	Special population support and development	5,542,838	5,429,786	5,013,100	5,701,044
6300	Alternative programs and services support and development	2,706,781	2,297,470	2,417,129	3,218,042
6400	Technology support	8,868,164	7,827,208	8,097,837	8,888,714
6500	Operational support	93,259,891	91,086,141	92,602,743	89,356,514
6600	Financial and human resources	10,352,864	10,360,319	8,679,834	8,429,026
6700	Accountability	1,972,693	2,035,812	2,839,281	1,513,018
6800	System-wide pupil support	2,606,980	2,517,903	2,603,747	1,205,680
6900	Policy, leadership, and public relations	8,590,019	7,473,537	6,831,273	6,156,084
ANCILLARY SERVICES					
7100	Ancillary Services	118,810	8,440	790	6,239
7200	Nutrition services	2,733,464	307,146	137,026	293,874
7900	Other ancillary services	-	-	-	-
NON-PROGRAM CHARGES					
8100	Payments to other governmental units and transfers of funds	21,805,299	19,739,467	17,064,859	16,445,965
CAPITAL OUTLAY					
9100	Category I Projects	10,350,409	11,505,283	24,643,423	76,075,372
9200	Category II Projects	829,799	534,908	2,251,885	2,483,521
9300	Category III Projects	51,920	81,519	4,434,094	6,596,433
	Total expenditures	<u>\$ 750,709,711</u>	<u>\$ 729,744,761</u>	<u>\$ 714,195,084</u>	<u>\$ 763,702,747</u>

Note:

The above governmental funds includes General, Special Revenue and Capital Project Funds.

Table 6

2016	2015	2014	2013	2012	2011
\$ 286,756,895	\$ 290,437,534	\$ 287,060,488	\$ 293,012,974	\$ 285,353,955	\$ 275,716,314
83,915,996	83,015,604	79,924,515	80,205,114	79,011,082	77,467,046
38,869,176	43,832,590	44,571,749	41,110,452	44,134,739	42,177,745
46,510,577	46,276,758	45,619,644	46,082,456	44,351,202	44,000,165
4,453,199	4,257,965	4,305,062	4,405,545	4,415,872	4,189,747
38,471,139	42,453,971	43,701,331	43,898,183	39,021,140	37,972,014
7,538,828	7,873,017	5,836,857	6,145,930	5,356,801	6,009,916
5,387,948	5,064,537	4,050,836	3,905,811	3,836,737	3,742,477
5,761,222	2,542,847	1,343,400	1,327,232	1,767,597	1,185,247
8,682,519	8,481,863	9,164,692	8,094,994	8,145,245	8,230,532
86,835,782	88,755,793	91,726,489	91,854,178	88,297,030	89,004,026
8,559,454	9,050,526	8,393,785	8,219,263	8,533,630	7,616,618
1,797,240	1,617,382	1,614,342	1,563,734	1,611,185	1,812,053
1,117,976	1,029,447	962,770	976,886	965,610	964,620
5,881,671	6,055,025	5,765,532	6,815,052	6,738,905	6,476,475
4,833	11,697	7,343	11,969	51,856	16,540
158,210	124,173	110,399	113,249	78,635	94,444
-	-	-	-	-	-
13,827,940	11,813,669	9,553,903	6,949,462	5,861,299	6,530,094
23,468,986	25,835,262	46,515,656	44,634,324	87,830,797	73,276,856
449,279	2,695,556	2,687,315	2,966,796	7,544,194	4,035,851
4,470,322	5,368,822	2,138,992	16,988,456	1,196,852	6,416,855
<u>\$ 672,919,192</u>	<u>\$ 686,594,038</u>	<u>\$ 695,055,100</u>	<u>\$ 709,282,060</u>	<u>\$ 724,104,363</u>	<u>\$ 696,935,635</u>

GUILFORD COUNTY BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS FOR GUILFORD COUNTY
Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year¹	Subsequent Years' Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy	
				Amount	Percent of Original Levy
2011	\$ 339,943,072	\$ (298,978)	\$ 339,644,094	\$ 333,063,607	97.98%
2012	\$ 363,248,000	\$ (428,700)	\$ 362,819,300	\$ 355,095,355	97.76%
2013 ⁽²⁾	\$ 365,428,942	\$ (1,368,567)	\$ 364,060,375	\$ 356,582,243	97.58%
2014	\$ 372,017,706	\$ (907,523)	\$ 371,110,183	\$ 366,529,630	98.52%
2015	\$ 371,794,827	\$ (735,764)	\$ 371,059,063	\$ 368,321,489	99.07%
2016	\$ 373,904,683	\$ (140,955)	\$ 373,763,728	\$ 370,755,116	99.16%
2017	\$ 377,874,202	\$ (184,163)	\$ 377,690,039	\$ 374,837,826	99.20%
2018 ⁽²⁾	\$ 386,072,554	\$ (454,555)	\$ 385,617,999	\$ 383,244,006	99.27%
2019	\$ 393,496,631	\$ (189,779)	\$ 393,306,852	\$ 390,470,048	99.23%
2020	\$ 402,575,842	\$ -	\$ 402,575,842	\$ 399,679,568	99.28%

Notes:

- ¹ Original levy adjusted for discoveries, penalties, discounts allowed and releases as of fiscal year end of the levy.
- ² A revaluation of real property is required by the North Carolina General Statutes at least every eight years. The Guilford County Board of Commissioners has adopted a policy to revalue property every five years. The most recent revaluation in 2018 is reflected in the increased real property values. The previous revaluation is reflected in the decreased real property values in fiscal year 2013 from a down market, as well as increased appeals of revalued amounts and thus, larger adjustments due to releases based on these appeals.

Source:

Guilford County, North Carolina, Comprehensive Annual Financial Report for the Year Ended June 30, 2020.

Table 7

Collections in Subsequent Years	Collected within the Fiscal Year of the Levy	
	Amount	Percent of Adjusted Tax Levy
\$ 5,920,765	\$ 338,984,372	99.81%
\$ 6,851,271	\$ 361,946,626	99.76%
\$ 6,345,707	\$ 362,927,950	99.69%
\$ 3,733,194	\$ 370,262,824	99.77%
\$ 2,240,667	\$ 370,562,156	99.87%
\$ 2,449,497	\$ 373,204,613	99.85%
\$ 2,211,371	\$ 377,049,197	99.83%
\$ 1,555,395	\$ 384,799,401	99.79%
\$ 1,446,096	\$ 391,916,144	99.65%
\$ -	\$ 399,679,568	99.28%

**GUILFORD COUNTY BOARD OF EDUCATION
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 FOR GUILFORD COUNTY
 Last Ten Fiscal Years**

Fiscal Year	Total Real Property ¹		Personal Property ²	Public Service Companies' Property ²
	Assessed Taxable Value	Estimated Actual Taxable Value	Assessed Taxable Value	Assessed Taxable Value
2011	\$ 36,814,403,214	\$ 38,743,846,784	\$ 7,017,828,595	\$ 1,034,274,005
2012	\$ 37,039,761,422	\$ 35,711,301,024	\$ 7,304,372,150	\$ 1,013,624,243
2013 ³	\$ 36,867,575,947	\$ 37,030,510,192	\$ 7,610,406,089	\$ 1,067,428,654
2014	\$ 36,986,215,133	\$ 37,224,451,623	\$ 8,246,115,049	\$ 1,065,598,325
2015	\$ 37,288,572,740	\$ 38,185,942,386	\$ 8,207,816,947	\$ 1,103,440,544
2016	\$ 37,661,151,234	\$ 39,365,685,412	\$ 8,497,141,229	\$ 1,226,988,869
2017	\$ 38,131,768,965	\$ 39,001,502,470	\$ 8,823,734,260	\$ 1,251,027,428
2018 ³	\$ 40,538,463,183	\$ 40,640,063,341	\$ 8,873,395,357	\$ 1,318,902,194
2019	\$ 40,883,802,365	\$ 43,153,686,262	\$ 9,135,848,611	\$ 1,325,606,744
2020	\$ 41,848,205,664	\$ 44,171,633,591	\$ 9,572,297,856	\$ 1,387,279,848

Notes:

- Estimated actual taxable value of real property is calculated by dividing taxable assessed value by a real estate assessment sales ratio study percentage by county obtained from the North Carolina Department of Revenue Tax Research Division.
- Personal property is appraised each year and assessed at 100% of appraised value. Public service companies' property includes real and personal property of utilities, railroads and airlines, etc. These assessments are made by the North Carolina Department of Revenue with no distinction between real and personal property.
- A revaluation of real property is required by the North Carolina General Statutes at least every eight years. The Guilford County Board of Commissioners has adopted a policy to re-evaluate property every five years. The most recent revaluation in 2018 is reflected in the increased real property values. The previous revaluation is reflected in the decreased real property values in fiscal year 2013 from a down market.
- Per \$100 of assess value. See Table 9 for details of the County's total direct rate, a weighted average rate.

Source:

Guilford County, North Carolina, Comprehensive Annual Financial Report for the Year Ended June 30, 2020.

Table 8

Total		Ratio of Total Assessed To Total Estimated Actual Taxable Value	Total Direct Tax Rate⁴
Assessed Taxable Value	Estimated Actual Taxable Value		
\$ 44,866,505,814	\$ 46,795,949,384	95.9%	0.7590
\$ 45,357,757,815	\$ 44,029,297,417	103.0%	0.7592
\$ 45,545,410,690	\$ 45,708,344,935	99.6%	0.8040
\$ 46,297,928,507	\$ 46,536,164,997	99.5%	0.8042
\$ 46,599,830,231	\$ 47,497,199,877	98.1%	0.7938
\$ 47,385,281,332	\$ 49,089,815,510	96.5%	0.7981
\$ 48,206,530,653	\$ 49,076,264,158	98.2%	0.7896
\$ 50,730,760,734	\$ 50,832,360,892	99.8%	0.7608
\$ 51,345,257,720	\$ 53,615,141,617	95.8%	0.7620
\$ 52,807,783,368	\$ 55,131,211,295	95.8%	0.7622

**GUILFORD COUNTY BOARD OF EDUCATION
PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS
FOR GUILFORD COUNTY (PER \$100 OF ASSESSED VALUE)
Last Ten Fiscal Years**

	Fiscal Year Taxes are Payable			
	2011	2012	2013	2014
County Direct Rates:				
General Levy ¹ :				
Property taxed at current year's rate	0.7182	0.7609	0.7580	0.7471
Registered motor vehicles at prior year's rate	0.0192	0.0203	0.0225	0.0229
Total general direct rate	0.7374	0.7812	0.7805	0.7700
Fire Protection Districts ²	0.0218	0.0228	0.0237	0.0238
Total direct rate	0.7592	0.8040	0.8042	0.7938
City Rates:				
Burlington ³	0.5900	0.5801	0.5800	0.5800
Greensboro	0.6352	0.6349	0.6351	0.6350
High Point	0.6330	0.6613	0.6746	0.6750
Kernersville ³	0.4975	0.4975	0.4975	0.5273
Town Rates:				
Archdale ⁴	0.2900	0.2900	0.2900	0.2900
Gibsonville ⁴	0.5100	0.5100	0.5100	0.5100
Jamestown	0.3895	0.3900	0.3948	0.4434
Oak Ridge	0.0863	0.0863	0.0863	0.0863
Pleasant Garden	0.0250	0.0250	0.0250	0.0250
Sedalia	0.2729	0.2750	0.2750	0.2750
Summerfield ⁵	0.0350	0.0350	0.0350	0.0350
Whitsett	0.0500	0.0500	0.0500	0.0500
Sedgefield Sanitary District	0.0300	0.0300	0.0358	0.0360

Notes:

- ¹ All taxable property is subject to a county-wide tax. The general County direct rate differs from the county-wide rate approved by the Board of Commissioners each fiscal year because direct rates are a weighted average rate. The most significant differences are from certain registered motor vehicles levied at prior year tax rates in accordance with North Carolina General Statutes.
- ² Most property in unincorporated areas is subject to one of thirty-six special fire district taxes. The fire protection districts' direct rate is a combined rate as the impact of each individual fire district is considered insignificant. The direct rate is much lower than the individual rates approved by the Board of Commissioners each fiscal year because direct rates are a weighted average rate and are impacted by assessed taxable values outside the fire protection districts' boundaries.
- ³ Burlington's and Kernersville's total direct rates are computed only with regard to assessed taxable value in Guilford County.
- ⁴ The difference between the Archdale and Gibsonville total direct rates and the reported city-wide rates are considered insignificant.
- ⁵ For FY 2011, city-wide rates are reported, as data to compute total direct rates is not available.

Source:

Guilford County, North Carolina, Comprehensive Annual Financial Report for the Year Ended June 30, 2020.

Table 9

2015	2016	2017	2018	2019	2020
0.7700	0.7600	0.7550	0.7305	0.7305	0.7305
-	-	-	-	-	-
<u>0.7805</u>	<u>0.7600</u>	<u>0.7550</u>	<u>0.7305</u>	<u>0.7305</u>	<u>0.7305</u>
<u>0.0281</u>	<u>0.0296</u>	<u>0.0297</u>	<u>0.0303</u>	<u>0.0315</u>	<u>0.0317</u>
<u><u>0.8042</u></u>	<u><u>0.7896</u></u>	<u><u>0.7847</u></u>	<u><u>0.7608</u></u>	<u><u>0.7620</u></u>	<u><u>0.7622</u></u>
0.5800	0.5800	0.5800	0.5973	0.5973	0.5973
0.6350	0.6350	0.6352	0.0298	0.6352	0.6352
0.6646	0.6500	0.6475	0.6475	0.6475	0.6475
0.5424	0.5425	0.5700	0.5545	0.5700	0.5700
0.2900	0.2900	0.2900	0.2900	0.2900	0.2900
0.5100	0.5100	0.5100	0.5300	0.5300	0.5300
0.4544	0.4550	0.4550	0.4680	0.4680	0.4680
0.0863	0.0863	0.0863	0.0800	0.0800	0.0800
0.0250	0.0250	0.0250	0.0500	0.0500	0.0500
0.2750	0.2750	0.2750	0.2750	0.2750	0.2750
0.0279	0.0275	0.0275	0.0275	0.0275	0.0275
0.1438	0.1500	0.1500	0.1500	0.1500	0.1500
0.0360	0.0360	0.0360	0.0360	0.0360	0.0360

GUILFORD COUNTY BOARD OF EDUCATION
RATIO OF OUTSTANDING DEBT BY TYPE FOR GUILFORD COUNTY
Last Ten Fiscal Years

Table 10

Fiscal Year	General Obligation Bonds Outstanding ¹	Percentage of Estimated Actual Taxable Value of Property ²	Per Capita	Other Governmental Activities Debt		Total Primary Government ¹	Percentage of Personal Income ³	Per Capita ³
				Capital Leases and Installment Financings ¹				
2011	\$ 806,334,450	1.72%	1,647.07	\$ 4,147,088		\$ 810,481,538	4.57%	1,655.54
2012	\$ 932,027,810	2.12%	1,882.39	\$ 3,571,400		\$ 935,599,210	5.06%	1,889.61
2013	\$ 879,076,323	1.92%	1,755.20	\$ 24,498,508		\$ 903,574,831	4.61%	1,804.12
2014	\$ 824,376,111	1.77%	1,626.65	\$ 23,222,923		\$ 847,599,034	4.32%	1,672.47
2015	\$ 769,783,196	1.62%	1,501.83	\$ 21,947,338		\$ 791,730,534	3.81%	1,544.65
2016	\$ 736,321,847	1.50%	1,422.71	\$ 20,671,754		\$ 756,993,601	3.42%	1,462.65
2017	\$ 861,133,538	1.75%	1,651.80	\$ 19,396,169		\$ 880,529,707	3.75%	1,689.01
2018	\$ 791,334,576	1.56%	1,501.72	\$ 16,845,000		\$ 808,179,576	3.39%	1,533.68
2019	\$ 764,997,176	1.43%	1,433.46	\$ 16,845,000		\$ 781,842,176	3.17%	1,465.03
2020	\$ 693,762,639	1.26%	1,291.50	\$ 16,845,000		\$ 710,607,639	2.72%	1,322.86

Notes:

¹ Details regarding the County's outstanding debt can be found in the notes to the Guilford County financial statements and includes unamortized bond issuance premiums less unamortized swap termination fees. Amounts for fiscal year 2011 and prior do not include bond refunding charges as a result of GASB 63.

² See Table 8 for estimated actual taxable value of property data.

³ See Table 14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Source:

Guilford County, North Carolina, Comprehensive Annual Financial Report for the Year Ended June 30, 2020.

**GUILFORD COUNTY BOARD OF EDUCATION
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
FOR GUILFORD COUNTY
Year Ended June 30, 2020**

Table 11

<u>Jurisdiction</u>	<u>Debt Outstanding¹</u>	<u>Estimated Percentage Applicable^{1,2}</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Direct:			
Guilford County	\$ 712,751,721	100.00%	<u>\$ 712,751,721</u>
Overlapping:			
City of Greensboro	386,254,250	100.00%	386,254,250
City of High Point	59,128,007	93.72%	55,414,768
Town of Kernersville	23,991,287	4.96%	1,189,968
Town of Gibsonville	2,861,552	49.00%	1,402,160
Town of Jamestown	857,846	100.00%	857,846
City of Burlington	4,879,113	2.55%	<u>124,417</u>
Total overlapping debt			<u>445,243,409</u>
Total direct and overlapping debt			<u><u>\$ 1,157,995,130</u></u>

Notes:

¹ Debt and assessed valuation information were obtained from each municipality. Debt includes all bonded debt and installment purchase obligations for governmental activities.

² The percentage of overlap is based on assessed property values.

Source:

Guilford County, North Carolina, Comprehensive Annual Financial Report for the Year Ended June 30, 2020.

**GUILFORD COUNTY BOARD OF EDUCATION
PRINCIPAL TAXPAYERS IN GUILFORD COUNTY
Current Year and Nine Years Ago**

Table 12

Taxpayer	Fiscal Year 2020			Fiscal Year 2011		
	Assessed Value	Rank	% of Total Assessed Valuation	Assessed Value	Rank	% of Total Assessed Valuation
Duke Energy Carolinas LLC	\$ 526,539,756	1	1.00%	\$ 342,955,400	1	0.76%
Koury Corporation	315,239,445	2	0.60%	276,394,628	3	0.62%
Procter & Gamble Manufacturing Company	284,895,137	3	0.54%	173,352,050	7	0.39%
Lincoln National Life Insurance (formerly Jefferson-Pilot)	280,644,575	4	0.53%	-		0.00%
ITG Brands LLC (formerly Lorillard Tobacco Company)	265,206,296	5	0.50%	280,789,617	2	0.63%
American Express Travel Related Services Inc.	254,027,276	6	0.48%	-		0.00%
International Home Furnishings Center	170,893,942	7	0.32%	182,538,600	6	0.41%
CBL LLC	169,481,400	8	0.32%	214,340,937	4	0.48%
VF Corporation	160,724,932	9	0.30%	-		0.00%
Time Warner Cable Southeast LLC	156,217,432	10	0.30%	-		0.00%
TYCO Electronics	-		0.00%	190,001,464	5	0.42%
Liberty Property LP	-		0.00%	141,769,338	8	0.32%
BellSouth	-		0.00%	140,531,448	9	0.31%
RF Micro Devices, Inc.	-		0.00%	135,203,960	10	0.30%
Total Top Ten Principal Taxpayers	<u>\$ 2,583,870,191</u>		<u>4.89%</u>	<u>\$2,077,877,442</u>		<u>4.64%</u>

Source: Guilford County, North Carolina, Comprehensive Annual Financial Report for the Year Ended June 30, 2020.

**GUILFORD COUNTY BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
FOR GUILFORD COUNTY (IN THOUSANDS)
Last Ten Fiscal Years**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Debt limit	\$ 3,589,320	\$ 3,628,621	\$ 3,643,633	\$ 3,703,834
Total net debt applicable to limit	<u>1,185,811</u>	<u>1,167,675</u>	<u>1,118,988</u>	<u>1,068,470</u>
Legal debt margin	<u>\$ 2,403,509</u>	<u>\$ 2,460,946</u>	<u>\$ 2,524,645</u>	<u>\$ 2,635,364</u>
Total net debt applicable to limit as a percentage of debt limit	<u>33.04%</u>	<u>32.18%</u>	<u>30.71%</u>	<u>28.85%</u>

Source:

Guilford County, North Carolina, Comprehensive Annual Financial Report for the Year Ended June 30, 2020.

Table 13

2015	2016	2017	2018	2019	2020
\$ 3,727,986	\$ 3,790,823	\$ 3,856,522	\$ 4,058,461	\$ 4,107,621	\$ 4,224,623
979,518	916,160	811,332	725,055	702,774	641,024
<u>\$ 2,748,468</u>	<u>\$ 2,874,663</u>	<u>\$ 3,045,190</u>	<u>\$ 3,333,406</u>	<u>\$ 3,404,847</u>	<u>\$ 3,583,599</u>
<u>26.27%</u>	<u>24.17%</u>	<u>21.04%</u>	<u>17.87%</u>	<u>17.11%</u>	<u>15.17%</u>

Legal Debt Margin Calculation for Fiscal Year 2017

Assessed value of taxable property	<u>\$ 52,807,783,368</u>
Debt limit (8% of total assessed value)	<u>\$ 4,224,622,669</u>
Debt applicable to limit:	
General obligation bonded debt	624,455,000
Limited obligation bonds and obligations under purchase money installment contracts	<u>16,845,000</u>
Gross debt	641,300,000
Less statutory deductions:	
Bonds issued and outstanding for water purposes	<u>276,312</u>
Net amount of debt applicable to debt limit	<u>641,023,688</u>
Legal debt margin	<u>\$ 3,583,598,981</u>

GUILFORD COUNTY BOARD OF EDUCATION
DEMOGRAPHIC STATISTICS FOR GUILFORD COUNTY
Last Ten Fiscal Years

Table 14

Fiscal Year	Population¹	Personal Income² (in thousands)	Per Capita Income³	Median Age⁴	Public School Enrollment⁵	Unemployment Rate⁶
2011	489,557	\$ 17,740,567	\$ 36,238	36.51	71,227	10.3%
2012	495,129	\$ 18,505,446	\$ 37,375	36.54	71,587	9.3%
2013	500,841	\$ 19,609,929	\$ 39,154	36.63	71,885	8.0%
2014	506,794	\$ 19,630,159	\$ 38,734	36.75	71,787	6.6%
2015	512,562	\$ 20,799,766	\$ 40,580	36.86	71,502	5.9%
2016	517,548	\$ 22,146,914	\$ 42,792	36.89	71,429	5.2%
2017	521,330	\$ 23,477,575	\$ 45,034	37.07	71,396	4.8%
2018	526,953	\$ 23,846,204	\$ 45,253	37.19	71,304	3.9%
2019	553,670	\$ 24,670,497	\$ 46,228	37.30	71,029	4.0%
2020	537,174	\$ 26,120,086	\$ 48,625	37.37	70,903	8.6%

Notes:

- ¹ Calendar years 2011 through 2018: Bureau of Economic Analysis, U.S. Department of Commerce. Calendar years 2019 through 2020: United States Census Bureau estimates.
- ² Computed as a factor of population times per capita income.
- ³ Calendar years 2011 through 2018: Bureau of Economic Analysis, U.S. Department of Commerce. Calendar years 2019 through 2020: Piedmont Triad Council of Governments estimate.
- ⁴ Fiscal years 2011 through 2020: State Demographer's Office at the NC Office of Budget & Management.
- ⁵ Average daily membership of Guilford County Schools as compiled by North Carolina Department of Public Instruction.
- ⁶ North Carolina Employment Security Commission - Calendar year annual average except for 2020 which is the average adjusted monthly

Source: Guilford County, North Carolina, Comprehensive Annual Financial Report for the Year Ended June 30, 2020.

**GUILFORD COUNTY BOARD OF EDUCATION
PRINCIPAL EMPLOYERS IN GUILFORD COUNTY
Current Year and Nine Years Ago**

Table 15

Employers ¹	Fiscal Year 2020			Fiscal Year 2011		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Cone Health	13,085	1	5.14%	7,776	2	3.54%
Guilford County School System	10,033	2	3.94%	10,132	1	4.81%
United States Postal Service	3,500	3	1.38%	2,800	4	1.27%
City of Greensboro	2,949	4	1.16%	2,985	3	1.36%
Guilford County Government	2,641	5	1.04%	2,437	6	1.11%
The Volvo Group	2,600	6	1.02%	-		0.00%
University of North Carolina at Greensboro	2,430	7	0.95%	2,552	5	1.16%
HAECO Americas	2,200	8	0.86%	-		0.00%
Ralph Lauren Corporation	2,097	9	0.82%	-		0.00%
Unifi Inc.	2,064	10	0.81%	-		0.00%
North Carolina A&T State University	-		0.00%	2,049	7	1.11%
High Point Regional Health System ²	-		0.00%	2,036	8	1.11%
Bank of America	-		0.00%	2,000	9	0.91%
United Parcel Service	-		0.00%	2,000	10	0.91%
Total County Employment	254,504			219,781		

Notes:

¹ Principal employer data is from the Triad Business Journal and individual employers. Total County employment is for calendar years 2010 and 2019 from the North Carolina Department of Commerce.

² High Point Regional Health System was acquired by Wake Forest Baptist Health

Source: Guilford County, North Carolina, Comprehensive Annual Financial Report for the Year Ended June 30, 2020.

**GUILFORD COUNTY BOARD OF EDUCATION
 FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION
 Last Ten Fiscal Years**

Table 16

<u>Fiscal Year</u>	<u>Instructional Programs</u>	<u>Support Services</u>	<u>Total</u>
2011	6,494	3,051	9,545
2012	6,494	3,046	9,540
2013	6,537	2,949	9,486
2014	6,518	2,986	9,504
2015	6,377	3,013	9,390
2016	6,296	2,932	9,228
2017	6,242	2,935	9,177
2018	6,073	2,935	9,008
2019	6,186	2,882	9,068
2020	6,183	2,789	8,972

Source:

Statistical Profile published by the State Board of Education,
 North Carolina Department of Public Instruction.

**GUILFORD COUNTY BOARD OF EDUCATION
 COMPARATIVE AVERAGE DAILY MEMBERSHIP - SCHOOLS AND
 SPECIAL PROGRAMS
 Last Ten Fiscal Years**

	Average Daily Membership ("ADM")									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
ELEMENTARY SCHOOLS										
Alamance Elementary	489	504	521	486	488	477	824	836	809	800
Alderman Elementary	387	388	414	408	396	374	395	366	377	343
Allen Jay Elementary	436	442	447	426	408	423	424	428	432	429
Archer Elementary	397	421	412	415	407	435	429	448	453	436
Bessemer Elementary	468	476	424	457	479	457	462	408	384	396
Bluford Elementary	305	281	276	280	293	285	290	302	347	331
Brightwood Elementary	507	518	539	556	590	569	573	574	717	718
Brooks Global	373	361	389	413	409	402	406	405	409	393
Claxton Elementary	587	598	608	593	607	578	614	611	626	624
Colfax Elementary	674	628	623	607	603	591	613	704	624	635
Cone Elementary	462	464	476	446	488	462	435	384	402	395
Erwin Elementary	195	213	248	262	290	292	310	300	299	311
Fairview Elementary	413	417	406	389	392	389	401	441	431	410
Falkener Elementary	587	575	566	548	546	543	588	602	552	591
Florence Elementary	685	673	699	693	683	688	704	740	776	856
Foust Elementary	366	346	373	337	345	366	376	377	323	313
Frazier Elementary	299	327	321	316	296	263	282	291	300	334
Gibsonville Elementary	515	502	512	499	463	447	448	459	462	458
Gillespie Park Elementary	210	228	237	240	258	254	240	223	218	226
Greene Elementary	479	518	488	497	504	509	485	502	509	521
Guilford Elementary	511	532	511	528	589	590	609	560	577	548
Hampton Elementary	-	125	291	301	300	253	259	243	264	249
Hunter Elementary	527	506	510	462	468	471	466	434	438	424
Irving Park Elementary	581	586	563	583	626	648	626	629	640	666
Jamestown Elementary	423	426	431	414	408	431	436	495	507	500
Jefferson Elementary	650	710	667	665	624	625	637	686	718	750
Jesse Wharton Elementary	536	531	518	479	490	471	510	540	763	808
Johnson Street Global Studies	347	314	354	317	291	267	249	223	236	243
Jones Elementary	685	678	684	672	676	706	705	688	716	699
Joyner Elementary	265	281	291	293	286	299	326	339	352	374
Kirkman Park Elementary	258	302	305	275	289	275	281	240	252	249
Lincoln Academy ¹	90	63	105	112	169	170	179	185	136	131
Lindley Elementary	465	485	485	498	491	493	457	421	391	408
Madison Elementary	233	226	230	224	224	199	207	216	243	255
McLeansville Elementary	303	322	332	316	369	364	439	421	409	416
McNair Elementary	532	539	522	548	581	598	561	480	-	-
Millis Road Elementary	489	515	502	435	477	490	490	479	492	493
Monticello-Brown Summit Elementary	356	366	370	379	371	359	367	393	416	440
Montlieu Avenue Elementary	500	581	620	685	669	638	622	524	445	406
Morehead Elementary	607	582	629	650	621	594	572	548	533	521
Murphey Elementary	259	276	278	303	314	293	311	318	338	339
Nathanael Greene Elementary	278	255	260	257	253	247	273	296	326	366
Northern Elementary	729	694	636	598	599	581	598	672	860	838
Northwood Elementary	465	491	530	556	605	585	573	640	595	544
Oak Hill Elementary	442	461	452	465	462	458	420	426	431	415
Oak Ridge Elementary	767	742	743	731	745	708	667	685	682	685
Oak View Elementary	468	477	515	499	496	495	477	478	480	493
Parkview Elementary	287	307	308	344	348	354	332	345	337	390
Pearce Elementary	755	753	740	738	700	681	660	659	732	726
Peck Elementary	253	255	265	301	330	343	338	301	344	367
Peeler Elementary	93	170	296	321	345	339	364	378	376	357

Average Daily Attendance ("ADA")

2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
474	480	496	463	467	453	791	799	781	768
374	368	397	389	381	359	375	350	363	329
420	414	420	400	387	397	404	406	414	410
382	400	393	395	389	414	412	431	435	419
442	438	393	419	449	435	438	380	362	373
293	261	260	266	279	270	276	287	333	317
487	485	509	525	564	537	546	545	686	682
367	354	380	403	400	395	398	394	399	383
569	571	581	565	581	553	588	584	603	596
652	599	593	579	579	565	586	673	601	605
440	426	439	417	462	433	407	358	380	370
192	204	241	252	280	281	300	288	289	299
394	390	385	367	372	367	376	415	408	388
560	539	534	511	512	508	554	566	525	562
665	642	668	659	656	659	676	707	748	820
350	325	350	316	328	347	358	356	309	299
286	309	301	297	284	250	270	277	286	319
494	476	487	476	445	425	430	440	446	438
200	214	220	223	242	236	224	210	211	215
464	499	469	478	486	490	471	484	494	501
491	501	483	503	565	563	581	534	554	524
-	116	273	282	288	239	248	232	251	241
510	483	485	433	444	447	444	413	419	405
559	554	536	553	599	615	596	599	613	634
408	406	409	390	389	408	416	472	492	480
628	676	636	633	597	591	609	653	687	713
519	504	496	458	471	454	490	521	738	774
334	297	335	301	277	256	238	214	226	230
657	642	650	638	645	674	675	659	690	670
255	268	274	279	275	287	313	325	341	356
248	280	287	258	273	260	265	227	241	236
89	60	102	108	163	166	173	176	115	126
447	458	460	471	467	465	436	400	375	389
223	214	219	212	215	190	197	206	235	244
290	305	314	301	353	346	420	398	392	395
511	509	496	522	557	572	540	460	-	-
472	493	481	417	458	470	470	459	474	473
337	340	348	353	350	341	351	374	397	418
480	542	587	647	638	611	595	500	427	391
590	556	604	623	596	573	553	526	518	503
247	260	263	290	302	280	298	305	327	327
267	240	245	242	240	233	261	284	313	348
706	662	609	572	577	556	574	645	831	807
443	458	494	519	570	548	542	603	568	518
420	438	429	439	442	437	400	404	412	394
746	712	716	701	721	684	643	660	660	657
452	451	485	472	469	468	454	457	461	471
275	285	288	322	328	334	314	328	320	369
732	718	710	707	674	653	637	632	707	694
241	239	248	282	313	324	323	286	329	347
89	162	277	304	329	324	352	364	361	343

**GUILFORD COUNTY BOARD OF EDUCATION
 COMPARATIVE AVERAGE DAILY MEMBERSHIP - SCHOOLS AND
 SPECIAL PROGRAMS
 Last Ten Fiscal Years**

	Average Daily Membership ("ADM")									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
ELEMENTARY SCHOOLS (CONTINUED)										
Pilot Elementary	639	623	611	654	702	724	786	882	869	832
Pleasant Garden Elementary	425	418	433	446	473	486	502	521	514	518
Rankin Elementary	713	715	750	698	768	760	736	759	715	668
Reedy Fork Elementary	470	432	425	395	412	424	439	480	522	521
Sedalia Elementary	488	448	434	431	453	426	430	407	474	452
Sedgefield Elementary	494	506	514	478	522	542	500	498	445	444
Shadybrook Elementary	382	383	404	429	458	495	531	590	594	606
Simkins Elementary	649	582	524	477	507	476	-	-	-	-
Southern Elementary	271	282	297	313	305	306	325	327	328	287
Southwest Elementary	885	916	902	857	808	722	681	715	796	837
Sternberger Elementary	411	412	399	389	361	356	364	353	379	383
Stokesdale Elementary	548	536	535	506	470	461	464	505	525	536
Summerfield Elementary	707	689	650	645	627	565	594	664	691	660
Sumner Elementary	601	632	608	616	639	655	593	575	531	576
Triangle Lake Elementary	412	434	439	462	469	457	476	470	433	405
Union Hill Elementary	491	509	544	499	493	468	484	459	483	456
Vandalia Elementary	222	246	231	238	252	248	264	264	267	264
Washington Elementary	334	338	316	345	343	341	358	354	321	272
Wiley Acceleration/Enrichment	283	279	287	301	308	297	291	249	238	238
Total elementary schools	31,413	31,811	32,225	31,996	32,531	32,038	32,128	32,415	32,604	32,575
MIDDLE SCHOOLS										
Allen Jay Preparatory Academy	399	405	386	391	294	189	100	-	-	-
Allen Middle	769	733	685	645	652	705	703	704	692	686
Brown Summit Middle	242	243	242	241	240	237	242	245	243	236
Eastern Middle	1,063	1,047	961	938	887	902	894	972	983	943
Ferndale Middle	711	723	731	664	740	797	856	881	867	833
Hairston Middle	704	676	649	654	660	727	740	684	626	571
High School Ahead Academy	-	-	-	96	98	84	95	96	100	98
Jackson Middle	469	456	473	476	497	511	479	440	440	431
Jamestown Middle	1,082	1,117	1,101	1,049	1,035	1,097	1,182	1,154	1,135	1,083
Johnson Street Global Studies ²	114	124	123	131	150	138	128	115	114	104
Kernodle Middle	771	743	775	777	753	829	855	971	956	961
Kiser Middle	1,020	988	877	827	757	784	823	875	947	824
Lincoln Academy ²	601	600	548	591	507	511	536	577	599	567
Mendenhall Middle	738	748	711	739	731	820	862	930	930	983
Northeast Middle	695	731	706	755	731	768	845	828	864	835
Northern Middle	866	853	870	854	863	889	953	949	934	990
Northwest Middle	1,051	1,093	1,043	1,055	976	1,010	988	992	963	971
Penn-Griffin School for the Arts ²	424	449	439	436	437	474	478	444	390	434
Southeast Middle	946	982	946	959	939	982	1,017	983	1,033	1,018
Southern Middle	751	735	755	729	720	713	766	797	845	783
Southwest Middle	1,193	1,244	1,190	1,112	1,083	1,132	1,160	1,146	1,103	1,087
Swann Middle	627	607	602	572	611	608	598	620	588	635
Welborn Middle	495	436	348	421	387	428	465	486	508	522
Western Guilford Middle	787	714	640	602	645	708	719	750	747	726
Total middle schools	16,518	16,447	15,801	15,714	15,393	16,043	16,484	16,639	16,607	16,321

Average Daily Attendance ("ADA")									
2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
615	588	583	620	671	690	749	839	837	796
409	395	406	422	450	461	479	496	493	492
683	672	706	663	731	721	700	718	685	639
447	405	401	374	394	400	418	457	500	496
469	423	408	407	431	402	412	388	458	431
469	474	489	452	496	512	476	470	427	423
368	362	382	411	441	471	509	568	575	582
630	560	507	461	493	461	-	-	-	-
260	267	280	293	290	288	311	312	312	273
865	882	871	821	779	695	654	688	769	805
397	396	383	375	349	341	351	338	366	369
530	510	512	483	452	440	446	485	507	517
683	656	624	615	606	539	569	638	669	635
576	596	577	585	611	624	563	546	509	550
398	413	420	441	450	438	457	447	418	385
467	478	514	470	471	441	459	435	461	435
213	232	219	224	240	236	252	251	257	255
323	316	302	317	328	326	345	334	307	258
265	254	262	274	285	277	269	234	224	223
30,238	30,102	30,601	30,340	31,096	30,506	30,707	28,868	31,321	31,134
388	387	370	375	284	184	96	-	-	-
735	686	649	608	619	668	668	672	657	649
236	236	235	234	232	228	235	237	237	228
1,019	988	909	887	846	854	849	918	925	881
669	671	684	621	695	744	809	823	812	774
663	617	596	599	609	675	693	639	590	536
-	-	-	91	94	80	88	91	95	91
439	419	437	434	459	470	447	410	416	402
1,037	1,048	1,035	985	978	1,031	1,127	1,109	1,086	1,040
111	117	118	124	143	132	124	110	113	104
745	705	737	739	721	790	820	928	920	919
972	919	824	774	712	729	780	826	898	774
582	572	524	569	490	497	518	557	592	545
706	699	664	695	693	766	811	880	884	927
661	682	663	704	688	723	797	782	821	786
839	809	826	810	823	842	907	906	901	953
1,020	1,035	994	1,000	934	958	944	947	924	927
410	430	417	411	417	463	458	423	392	416
911	923	896	910	895	934	970	934	987	965
717	682	701	680	678	672	725	754	803	737
1,145	1,173	1,121	1,054	1,031	1,069	1,104	1,094	1,051	1,032
601	568	564	542	582	578	569	589	565	609
471	408	326	392	364	401	439	458	479	492
758	674	604	572	614	673	684	716	713	689
15,835	15,448	14,894	14,810	14,601	15,161	15,662	15,803	15,861	15,476

**GUILFORD COUNTY BOARD OF EDUCATION
 COMPARATIVE AVERAGE DAILY MEMBERSHIP - SCHOOLS AND
 SPECIAL PROGRAMS
 Last Ten Fiscal Years**

	Average Daily Membership ("ADM")									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
HIGH SCHOOLS										
Andrews High	683	677	727	829	841	844	834	744	789	860
Bennett Middle College High	127	113	105	99	104	108	112	101	112	114
Dudley High	1,322	1,302	1,355	1,348	1,351	1,324	1,310	1,340	1,373	1,449
Eastern High	1,202	1,259	1,215	1,185	1,134	1,130	1,163	1,177	1,186	1,215
Greensboro College Middle College High	129	123	116	117	119	128	129	120	123	121
Grimsley High	1,742	1,661	1,694	1,627	1,689	1,676	1,735	1,759	1,700	1,699
GTCC East Middle College High	154	141	131	122	120	130	135	137	129	128
GTCC Middle College High	244	228	203	198	176	180	179	168	149	160
Guilford Early College High	206	199	197	198	196	196	193	194	199	194
High Point Central High	1,191	1,285	1,365	1,405	1,402	1,393	1,354	1,371	1,367	1,294
High Point Central Academy	128	125	125	130	141	136	130	137	133	135
High Point GTCC Middle College High	163	142	133	128	121	125	123	125	128	127
NC A&T Middle College High	139	123	121	122	112	103	104	124	109	101
Northeast High	904	920	988	1,037	1,031	1,010	1,013	1,003	1,060	1,097
Northern High	1,328	1,322	1,345	1,377	1,340	1,355	1,343	1,316	1,294	1,245
Northwest High	2,103	2,101	2,068	2,078	2,024	1,978	1,995	1,924	1,889	1,882
Page High	1,756	1,741	1,876	1,971	1,935	2,015	1,962	1,872	1,804	1,806
Penn-Griffin School for the Arts ³	167	164	154	153	196	214	215	196	174	156
Ragsdale High	1,349	1,350	1,449	1,489	1,495	1,423	1,389	1,367	1,311	1,365
Smith High	1,181	1,245	1,189	1,246	1,220	1,219	1,225	1,205	1,185	1,133
Smith Academy	194	183	206	204	210	221	205	203	221	233
Southeast High	1,312	1,267	1,325	1,312	1,366	1,361	1,407	1,416	1,337	1,287
Southern High	999	1,005	1,076	1,045	1,096	1,103	1,155	1,154	1,094	1,051
Southwest High	1,602	1,569	1,572	1,576	1,514	1,494	1,431	1,420	1,395	1,359
STEM Early College at NC A&T	186	180	186	179	190	150	102	49	-	-
UNCG Middle College High	204	202	202	197	200	199	149	100	49	-
Western High	1,225	1,168	1,220	1,261	1,291	1,293	1,226	1,225	1,241	1,287
Total high schools	21,940	21,795	22,343	22,633	22,614	22,508	22,318	21,947	21,551	21,498

Average Daily Attendance ("ADA")									
2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
641	613	666	768	783	781	768	683	726	789
124	110	102	99	102	105	107	98	106	107
1,218	1,167	1,205	1,199	1,218	1,190	1,156	1,212	1,257	1,335
1,131	1,162	1,125	1,109	1,065	1,066	1,094	1,107	1,109	1,127
127	120	115	114	116	126	124	118	120	119
1,660	1,557	1,586	1,523	1,587	1,576	1,640	1,659	1,617	1,598
152	138	128	121	117	124	131	130	125	126
241	223	197	195	171	176	175	164	146	155
205	196	192	196	195	193	190	192	197	191
1,121	1,171	1,244	1,283	1,297	1,297	1,243	1,293	1,289	1,204
125	122	122	128	136	130	125	132	130	127
159	137	129	124	117	120	117	116	122	121
136	121	119	121	109	102	102	123	107	99
844	841	897	942	942	930	911	946	996	1,027
1,285	1,259	1,279	1,310	1,285	1,295	1,290	1,270	1,250	1,195
2,031	2,007	1,977	1,966	1,934	1,874	1,848	1,849	1,821	1,806
1,666	1,628	1,727	1,837	1,809	1,892	1,791	1,768	1,695	1,695
163	157	147	144	188	208	206	190	151	146
1,285	1,265	1,356	1,409	1,416	1,355	1,251	1,296	1,250	1,295
1,086	1,113	1,083	1,122	1,104	1,105	1,098	1,110	1,098	1,047
189	177	200	199	203	216	201	198	215	227
1,262	1,187	1,234	1,223	1,282	1,276	1,274	1,338	1,268	1,219
945	934	995	978	1,030	1,035	1,082	1,097	1,042	1,001
1,556	1,506	1,503	1,505	1,451	1,428	1,365	1,356	1,332	1,291
184	178	185	177	188	148	101	48	-	-
200	200	198	194	197	194	146	97	47	-
1,165	1,088	1,134	1,180	1,209	1,200	1,132	1,150	1,166	1,206
20,901	20,377	20,845	21,166	21,251	21,142	20,668	20,740	20,382	20,253

**GUILFORD COUNTY BOARD OF EDUCATION
 COMPARATIVE AVERAGE DAILY MEMBERSHIP - SCHOOLS AND
 SPECIAL PROGRAMS
 Last Ten Fiscal Years**

	Average Daily Membership ("ADM")									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
SPECIAL SCHOOLS										
Christine Joyner Greene	77	88	85	84	77	73	65	-	-	-
Gateway Education Center	58	57	59	58	58	54	57	70	59	67
Guilford Newcomers School	347	282	283	443	285	302	245	246	215	231
Haynes Inman Education Center	74	75	77	77	76	74	80	72	62	54
Herbin-Metz Education Center	83	88	75	67	67	70	72	128	128	127
SCALE	36	27	35	42	44	48	36	36	34	45
Dean B. Pruette SCALE	17	27	17	25	33	27	18	32	31	35
Weaver Education Center	340	332	304	257	251	265	284	300	296	274
Total special schools	1,032	976	935	1,053	891	913	857	884	825	833
Total ADM	70,903	71,029	71,304	71,396	71,429	71,502	71,787	71,885	71,587	71,227
Total ADA										
ADA/ADM										

Average Daily Attendance ("ADA")									
2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
75	84	81	81	74	69	65	-	-	-
52	52	53	51	52	47	51	63	54	60
334	268	270	411	269	282	231	232	203	220
70	70	71	70	70	68	69	66	58	49
80	81	69	61	64	65	67	121	124	123
33	24	27	33	36	39	30	30	27	36
15	23	15	21	27	23	16	29	28	28
331	319	286	243	236	252	271	291	287	264
990	921	872	971	828	845	800	832	781	780
<u>67,964</u>	<u>66,848</u>	<u>67,212</u>	<u>67,287</u>	<u>67,776</u>	<u>67,654</u>	<u>67,837</u>	<u>66,243</u>	<u>68,345</u>	<u>67,643</u>
<u>95.9%</u>	<u>94.1%</u>	<u>94.3%</u>	<u>94.2%</u>	<u>94.9%</u>	<u>94.6%</u>	<u>94.5%</u>	<u>92.2%</u>	<u>95.5%</u>	<u>95.0%</u>

GUILFORD COUNTY BOARD OF EDUCATION
OPERATING STATISTICS
Last Ten Fiscal Years

Fiscal Year	Expenses²	Student Average Daily Membership	Cost Per Pupil	Percentage Change in Per Pupil Cost
2011	\$ 628,164,361	71,115	\$ 8,833	-0.8%
2012	\$ 649,737,830	71,587	\$ 9,076	2.8%
2013 ²	\$ 662,302,351	71,885	\$ 9,213	1.5%
2014	\$ 625,146,612	71,787	\$ 8,708	-5.5%
2015	\$ 670,108,220	71,502	\$ 9,372	7.6%
2016	\$ 666,210,926	71,429	\$ 9,327	-0.5%
2017	\$ 697,307,205	71,396	\$ 9,767	4.7%
2018	\$ 699,313,001	71,304	\$ 9,807	0.4%
2019	\$ 730,529,603	71,029	\$ 10,285	4.9%
2020	\$ 737,730,595	70,903	\$ 10,405	1.2%

Notes:

- ¹ In 2014-15, Guilford County Schools elected to participate in the Community Eligibility Provision (CEP). CEP is a provision from the Healthy, Hunger-Free Kids Act of 2010 that allows schools and local educational agencies (LEAs) with high poverty rates to provide free breakfast and lunch to all students. CEP eliminates the burden of collecting household applications to determine eligibility for school meals, relying instead on information from other means-tested programs such as the Supplemental Nutrition Assistance Program and Temporary Assistance for Needy Families. Calculation of the Free and Reduced Lunch Percentage under the CEP model is as follows: (Number of low income students per CEP data X 1.6%)/Total Student Enrollment.
- ² Expenses do not include unallocated depreciation expense, After School Care Enrichment Services, or individual school funds.

Source:

Statistical Profile published by the State Board of Education, North Carolina Department of Public Instruction.

Table 18

Teaching Staff	Pupil/Teacher Ratio	Student Attendance Percentage	Students Receiving Free/Reduced Meals Percentage
4,897	14.5	95.0%	53.0%
4,920	14.6	95.7%	53.6%
4,943	14.5	92.2%	56.6%
4,994	14.4	94.5%	57.5%
4,982	14.4	94.6%	59.4%
4,881	14.6	94.9%	66.8%
4,796	14.9	94.2%	66.8%
4,697	15.2	94.3%	65.1%
4,751	15.0	94.1%	65.7%
4,766	14.9	95.9%	66.1%

1

**GUILFORD COUNTY BOARD OF EDUCATION
INSTRUCTIONAL PERSONNEL
Last Ten Fiscal Years**

Table 19

Fiscal Year	Teacher Salaries			Education			
	Minimum	Maximum	Average	Bachelors Degree	Masters Degree	Doctorate	Other
2020	\$ 40,000	\$ 83,964	\$ 52,296	55.0%	39.8%	1.2%	4.0%
2019	\$ 40,000	\$ 74,856	\$ 52,910	59.6%	38.8%	0.8%	0.8%
2018	\$ 39,350	\$ 83,676	\$ 49,605	73.2%	26.2%	0.2%	0.4%
2017	\$ 39,350	\$ 80,046	\$ 48,768	72.1%	27.2%	0.2%	0.5%
2016	\$ 39,350	\$ 80,046	\$ 47,487	88.8%	10.7%	0.1%	0.4%
2015	\$ 37,350	\$ 71,490	\$ 47,054	69.2%	29.3%	0.2%	1.3%
2014	\$ 35,150	\$ 76,100	\$ 44,870	67.9%	30.6%	0.2%	1.3%
2013	\$ 35,150	\$ 76,100	\$ 43,025	71.5%	26.9%	0.1%	1.5%
2012	\$ 34,730	\$ 75,250	\$ 44,095	72.9%	25.5%	0.2%	1.4%
2011	\$ 34,730	\$ 75,250	\$ 44,031	74.5%	22.8%	0.3%	2.4%

GUILFORD COUNTY BOARD OF EDUCATION
SCHOOL BUILDING DATA - ELEMENTARY, MIDDLE,
HIGH SCHOOLS AND SPECIAL USE FACILITIES
Year Ended June 30, 2020

School Name	Loc. No.	Site Acreage	Building Square Footage	2019-2020 Building Capacity
ELEMENTARY SCHOOLS				
Alamance Elem.	304	33.49	95,437	650
Alderman Elem.	307	10.18	55,692	446
Allen Jay Elem.	310	21.46	49,744	544
Archer Elem.	322	8	47,056	484
Bessemer Elem.	328	17.64	68,893	582
Bluford Elem.	331	*	59,451	517
Brightwood Elem.	334	31.98	85,277	740
Brooks Global Studies	337	*	47,572	408
Monticello-Brown Summit Elem.	340	53.72	88,500	770
Claxton Elem.	343	10	56,724	620
Colfax Elem.	346	30.941	107,636	650
Cone Elem.	349	*	66,277	465
Erwin Montessori	361	*	*	-
Fairview Elem.	364	4.25	76,058	642
Falkener Elem.	366	*	85,277	740
Florence Elem.	370	14.9	78,712	699
Foust Elem.	373	9.44	50,246	465
Frazier Elem.	376	*	52,084	408
General Greene Elem.	388	12.07	41,242	484
Gibsonville Elem. (new bldg. & gym)	382	33.1	98,133	484
Gillespie Park Elem.	385	16.4	75,744	446
Guilford Elem.	400	33.264	89,639	680
Hunter Elem.	409	29.48	88,635	544
Irving Park Elem.	412	11.8	58,701	737
Jamestown Elem.	418	15.01	61,724	601
Jefferson Elem.	423	25.744	88,500	770
Jesse Wharton Elem.	424	26.5	88,500	770
Johnson Street Elem. (K-5)	427	8.81	72,120	272
Jones Elem.	430	9	73,545	836
Joyner Elem.	436	15.08	44,320	495
Kirkman Park Elem.	439	8.85	42,589	428
Lincoln Academy (4-5)	448	*	*	120
Lindley Elem.	451	18.71	69,693	456
Madison Elem.	454	32.01	44,434	348
McLeansville Elem.	461	11.47	68,409	484
Millis Road Elem.	466	*	39,018	427
Montlieu Elem.	469	23.23	65,741	718
Morehead Elem.	472	7.82	44,914	348
Murphey Elem.	478	11.32	53,028	465
Nathanael Greene Elem.	481	12.78	52,652	446
Northern Elem.	486	60.5	79,633	680
Northwood Elem.	496	25.26	68,588	620
Oak Hill Elem.	499	7.16	60,820	484
Oak Ridge Elem.	502	31.84	103,891	669

2019-2020 20th Day Enrollment	Percentage Over (Under) Capacity	Year Constructed	Years Renovations/ Additions
488	75%	1946	1955, 59, 75, 2011
379	85%	1968	1975, 2002
441	81%	1955	1962, 71, 2002
395	82%	1962	1964
465	80%	1952	1960, 75, 84, 2002
309	60%	1956	1961, 63, 77, 2016, 2017
499	67%	2002	-
377	92%	1951	1952, 76, 2004
360	47%	2000	-
578	93%	1960	1962, 1965, 1974
679	104%	1955	1983, 99, 2002
447	96%	1935	1943, 61, 67, 69, 2002
197	-	1949	1950, 52, 68, 72, 2002
405	63%	1956	1963, 66, 1999-Addition
600	81%	2002	-
675	97%	1955	1958, 60, 73, 83, 2002, 2006-Addition
365	78%	1965	1966
309	76%	1971	2002-Renovation part
483	100%	1956	1957, 1962, 2002-Addition
510	105%	1950, 2006	-
220	49%	1949	1959, 65, 74, 2003
507	75%	2007	-
524	96%	2017	-
578	78%	1952	1958, 60, 61, 68, 2006
417	69%	1930	1940, 59, 61, 82
660	86%	1999	-
538	70%	1998	-
346	127%	1955	1958, 1978
687	82%	1954	1958, 61, 63, 82, 2000
263	53%	1955	1958, 62, 89
279	65%	1961	1973
96	80%	1945	1949, 54, 61, 62, 63, 76, 82, 2002
427	94%	1928	1937, 58, 61, 75, 2003
228	66%	1977	2006
302	62%	1935	1951, 55, 56, 88, 2005, 2012
488	114%	1959	1961, 2002
509	71%	1956	1958, 61, 2002
601	173%	1968	2006-Performing Arts Building
258	55%	1956	1958, 62, 63, 83
279	63%	1923	1935, 37, 41, 55, 56, 60, 77
728	107%	2008	-
474	76%	1956	1958, 59, 61, 91, 2002, 2016
433	89%	1955	1975
769	115%	1923	1924, 74, 2006

**GUILFORD COUNTY BOARD OF EDUCATION
SCHOOL BUILDING DATA - ELEMENTARY, MIDDLE,
HIGH SCHOOLS AND SPECIAL USE FACILITIES
Year Ended June 30, 2020**

School Name	Loc. No.	Site Acreage	Building Square Footage	2019-2020 Building Capacity
ELEMENTARY SCHOOLS (CONTINUED)				
Oak View Elem.	505	12.47	68,554	620
Parkview Elem.	511	15.93	80,512	514
Pearce Elem.	491	21.96	89,207	680
Peck Elem.	514	26.13	62,220	408
Peeler Elem.	517	*	*	-
Pilot Elem.	522	45	88,500	770
Pleasant Garden Elem.	523	23.36	114,703	737
Rankin Elem.	532	21	91,968	718
Reedy Fork Elem.	530	18.356	86,847	729
McNair Elem.	462	43.97	92,039	650
Sedalia Elem.	535	20.18	65,451	503
Sedgefield Elem.	538	9.67	52,592	446
Shadybrook Elem.	541	25.14	62,210	544
Simkins Elem.	542	30.1	92,812	620
Southern Elem.	553	*	39,052	348
Southwest Elem.	559	*	98,523	786
Sternberger Elem.	568	9.8	50,690	427
Stokesdale Elem.	571	22.19	88,464	484
Summerfield Elem.	574	26.18	96,616	650
Sumner Elem.	577	25	84,920	816
Triangle Lake Montessori	578	24.751	85,277	740
Union Hill Elem.	580	15	92,931	718
Vandalia Elem.	583	10	34,820	310
Washington Elem.	586	7.39	49,723	533
Wiley Elem.	598	8.43	60,198	544
Total Elementary Schools		1,195.22	4,673,678	37,937
MIDDLE SCHOOLS				
Allen Jay Middle - A Preparatory Academy	311	18	90,064	600
Allen Middle	316	41.46	124,909	1,134
Swann Middle	325	16.53	133,348	1,020
Brown Summit Middle	341	8.38	33,937	300
Eastern Middle	460	*	137,550	1,194
Ferndale Middle	367	*	149,372	1,272
Penn-Griffin Middle	391	35	168,696	905
Western Guilford Middle	397	32	157,889	1,284
Hairston Middle	402	79.85	141,332	1,194
Jackson Middle	415	34.67	112,459	1,032
Jamestown Middle	421	79.89	162,154	1,434
Johnson Street Middle (6-8)	427	*	*	180
Kernodle Middle	437	38.96	141,332	1,194
Kiser Middle	442	*	136,435	1,272
Lincoln Academy (6-8)	448	*	95,409	810
Mendenhall Middle	463	40.04	122,540	1,050
Northern Middle	488	*	141,084	1,152

Table 20
Page 2 of 3

2019-2020 20th Day Enrollment	Percentage Over (Under) Capacity	Year Constructed	Years Renovations/ Additions
456	74%	1953	1956, 60, 76, 2007
287	56%	1958	1961, 2008
752	111%	2007	-
258	63%	1929	1949, 52, 82, 84, 2006
92	-	1968	1972, 2006
631	82%	1996	-
429	58%	1940	1952, 59, 82, 90, 2008
712	99%	1924	1952, 56, 83, 99
451	62%	2007	-
516	79%	2013	-
475	94%	1947	1955, 58, 63, 83, 2002, 2006
496	111%	1953	1955, 56, 64, 83, 2002
392	72%	1970	-
652	105%	2013	-
265	76%	1975	1976
893	114%	1979	2000
414	97%	1949	1953, 56, 58, 61, 1976
550	114%	1953	1955, 56, 60, 79, 82, 2007
706	109%	1936	1950, 52, 55, 59, 83, 2011
593	73%	1930	1935, 49, 56, 61, 62, 64, 1978
417	56%	2003	-
494	69%	2009	-
215	69%	1958	1966, 1974
335	63%	1951	1958, 1960, 1963
300	55%	1954	1956, 1961, 2002
31,353			
404	67%	1939	1950, 1960, 69, 76, 83, 2014
779	69%	1968	2011
622	61%	1922	1954, 57, 59, 61, 75, 82
244	81%	1954	1958, 1961
1,056	88%	1999	-
725	57%	1931	1937, 48, 82, 2007
604	67%	1930	1940, 49, 52, 55, 56, 59, 79, 84, 2004
794	62%	2018	2018-Feb
725	61%	2002	-
480	47%	1959	1961, 1965
1,084	76%	2010	-
116	64%	1955	1958, 1978
755	63%	2000	-
1,014	80%	1957	1966, 2002
614	76%	1945	1949, 54, 61, 62, 63, 76, 82, 2002
732	70%	1968	2002
863	75%	2007	-

GUILFORD COUNTY BOARD OF EDUCATION
SCHOOL BUILDING DATA - ELEMENTARY, MIDDLE,
HIGH SCHOOLS AND SPECIAL USE FACILITIES
Year Ended June 30, 2020

School Name	Loc. No.	Site Acreage	Building Square Footage	2019-2020 Building Capacity
MIDDLE SCHOOLS (CONTINUED)				
Northeast Middle	487	*	131,034	1,110
Northwest Middle	493	*	144,210	912
Southeast Middle	550	*	138,341	998
Southern Middle	313	73.99	143,877	1,194
Southwest Middle	565	*	138,143	1,223
Welborn Middle	592	*	139,188	690
Total Middle Schools		498.77	2,883,303	23,154
HIGH SCHOOLS				
Andrews High	319	52.04	230,224	1,254
Dudley High	355	63.58	282,310	1,919
Eastern High	358	103.57	284,569	1,268
Grimsley High	394	105	228,045	1,905
High Point Central High	406	41.23	311,554	1,217
Kearns Academy	407	*	42,336	240
Northeast High	484	58.64	179,092	1,026
Northern High	489	99.89	270,000	1,370
Northwest High	490	82.98	231,110	1,809
Page High	508	54.45	220,174	1,954
Ragsdale High	529	72.06	367,837	1,513
Smith High	544	55	266,830	1,640
Smith Academy	545	4.3	39,248	270
Southeast High	547	73.65	247,939	1,542
Southern High	556	58.68	198,354	1,057
Southwest High	562	106.19	278,430	1,506
Weaver Ed. Center	589	11.75	110,970	314
Western High	595	62.22	245,373	1,604
Total High Schools		1,105.23	4,034,395	23,408
SPECIAL USE FACILITIES				
Gateway Ed. Center	379	14	98,782	396
Haynes-Inman Education Center	464	*	62,495	228
Herbin-Metz Education Center	457	*	51,385	216
Greene Education Center	458	*	57,266	216
Guilford Newcomers School	398	9.2	29,654	450
Mclver - SCALE School	533	12.5	81,630	240
Dean B. Pruette SCALE School	534	1.89	27,475	264
Total Special Use Facilities		37.59	408,687	2,010
Total All Facilities		2,836.81	12,000,063	86,509

Notes:

* Site shared with other school(s).

¹ Does not include square footage for any mobile units or any square footage leased by Guilford County Schools.

² Building capacity changes in the elementary schools due to North Carolina General Statutes 115C-301, Allocation of teachers; class size.

2019-2020 20th Day Enrollment	Percentage Over (Under) Capacity	Year Constructed	Years Renovations/ Additions
693	62%	1967	2006
1,056	116%	1970	2012
952	95%	1969	2011
755	63%	2007	2010
1,202	98%	1992	-
493	71%	1958	1961, 2001
16,762			
687	55%	1967	1973, 2000, 2011
1,385	72%	1928	1935, 1957, 1959, 1961, 1963, 1982, 2005, 2012
1,255	99%	1976/2009	1976, 2009
1,785	94%	1929	1933, 40, 54, 56, 58, 65, 76, 78, 2002, 2011, 2014
1,236	102%	1926	1941, 50, 53, 56, 62, 98, 03, 2013, 2016, 2017
130	54%	1950	1953, 2003
933	91%	1961	1962, 69, 85, 2007
1,341	98%	2008	-
2,125	117%	1962	1965, 1985, 2003, 2012
1,797	92%	1958	1962, 1964, 1976, 2004, 2011
1,385	92%	1959	1965, 1966, 1967, 1969, 1970, 2002, 2012, 2013
1,244	76%	1963	1965, 1968, 1975, 2001, 2017
196	73%	1973	1984, 2007
1,330	86%	1962	1975, 1976, 1980 2005, 2010, 2012, 2015
1,026	97%	1970	1973, 1984, 2006, 2017
1,623	108%	1979	1988, 2007, 2011
343	109%	1980	-
1,248	78%	1968	1973, 1977, 2001, 2017
21,069			
59	15%	1983	1991-Addition, 1999-Renovation part
74	32%	2010	-
84	39%	2013	-
81	38%	2013	-
333	74%	1972	-
15	6%	1929	1948, 1954, 1955, 1961
11	4%	1947	2008-Renovation
657			
69,184			

GUILFORD COUNTY BOARD OF EDUCATION
CAPITAL LEASE AND INSTALLMENT PURCHASE PAYMENTS
Last Ten Fiscal Years

Table 21

<u>Fiscal Year</u>	<u>Department</u>	<u>Asset Description</u>	<u>Amount</u>
2011	Transportation	School Buses	\$ 2,571,228
2012	Transportation	School Buses	\$ 1,153,459
2013	Transportation	School Buses	\$ 3,942,108
2014	Transportation	School Buses	\$ 1,876,886
2015	Transportation	School Buses	\$ 41,111
2016	Transportation	School Buses	\$ 1,076,804
2017	Transportation	School Buses	\$ 4,438,916
2018	Transportation	School Buses	\$ 2,270,159
2019	Transportation	School Buses	\$ 987,041
2020	Transportation	School Buses	\$ 859,754

COMPLIANCE SECTION

This section of Guilford County Board of Education's (the "Board") Comprehensive Annual Financial Report (CAFR) presents various reports and schedules as required by Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), and the *State Single Audit Implementation Act*. It also contains the Independent Auditors' Reports on compliance and controls as required by the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

Guilford County Board of Education
Greensboro, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of Guilford County Board of Education (the "Board"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprises the Board's basic financial statements, and have issued our report thereon dated February 8, 2021.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider material weaknesses. However, material weaknesses may exist that have not been identified.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements of the Board 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 or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Dixon Hughes Goodman LLP

**Winston-Salem, North Carolina
February 8, 2021**

Report on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control over Compliance in Accordance with Uniform Guidance and the State Single Audit Implementation Act

Independent Auditors' Report

Guilford County Board of Education
Greensboro, North Carolina

Report on Compliance for Each Major Federal Program

We have audited the Guilford County Board of Education's (the "Board") compliance with the types of compliance requirements described in the OMB Compliance Supplement and the Audit Manual for Governmental Auditors in North Carolina, issued by the Local Government Commission, that could have a direct and material effect on each of the Board's major federal programs for the year ended June 30, 2020. The Board's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Board's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the State Single Audit Implementation Act. Those standards, Uniform Guidance, and the State Single Audit Implementation Act 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 Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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



Opinion on Each Major Federal Program

In our opinion, the Board complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board's internal control over compliance.

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

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

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

Dixon Hughes Goodman LLP

**Winston-Salem, North Carolina
February 8, 2021**

Report on Compliance with Requirements Applicable to Each Major State Program and Internal Control over Compliance in Accordance with Applicable Sections of the Uniform Guidance and the State Single Audit Implementation Act

Independent Auditors' Report

Guilford County Board of Education
Greensboro, North Carolina

Report on Compliance for Each Major State Program

We have audited the Board's compliance with the types of compliance requirements described in the Audit Manual for Governmental Auditors in North Carolina, issued by the Local Government Commission that could have a direct and material effect on each of its major state programs for the year ended June 30, 2020. The Board's major state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Board's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; applicable sections of the audit requirements of Title 2 U.S Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the State Single Audit Implementation Act. Those standards, Uniform Guidance, and the State Single Audit Implementation Act 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 state program occurred. An audit includes examining, on a test basis, evidence about the Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination on the Board's compliance.



Opinion on Each Major State Program

In our opinion, the Board complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit, we considered the Board's internal control over compliance with the requirements that could have a direct and material effect on a major state program in order to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with applicable sections of the Uniform Guidance and the State Single Audit Implementation Act, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board's internal control over compliance.

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

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

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

Dixon Hughes Goodman LLP

**Winston-Salem, North Carolina
February 8, 2021**

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements

Type of auditors’ report issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America:

Unmodified

Internal control over financial reporting:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X None reported

Noncompliance material to financial statements noted?

_____ Yes X No

Federal Awards

Internal control over major federal programs:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X None reported

Type of auditors’ report issued on compliance for major federal programs:

Unmodified

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

_____ Yes X No

Identification of major federal programs:

 CFDA Numbers

 Names of Federal Program or Cluster

84.010
21.019

Title I, Grants to Local Education Agencies
Coronavirus Relief Fund

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

\$ 2,806,541

Auditee qualified as low-risk auditee?

 X Yes _____ No

SECTION I – SUMMARY OF AUDITORS’ RESULTS (CONTINUED)

State Awards

Internal control over major state programs:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X None reported

Type of auditors’ report issued on compliance for major state programs:

Unmodified

Any findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act?

_____ Yes X No

Identification of major state programs:

_____ Program Name
State Public School Fund
Career and Technical Education – State Months of Employment
Career and Technical Education – Program Support Funds
School Technology
Driver Training
State COVID-19 Supplemental Funds

SECTION II – FINANCIAL STATEMENT FINDINGS

No findings were noted that are required to be reported under *Government Auditing Standards*

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No findings and questioned costs related to the audit of federal awards aggregating \$25,000 or more were noted

SECTION IV – STATE AWARD FINDINGS AND QUESTIONED COSTS

No findings and questioned costs related to the audit of state awards aggregating \$25,000 or more were noted.



**GUILFORD COUNTY BOARD OF EDUCATION
CORRECTIVE ACTION PLAN
Year Ended June 30, 2020**

Schedule 12

There were no findings or questioned costs related to our audit of federal and state awards for the fiscal year ended June 30, 2020.



**GUILFORD COUNTY BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS
Year Ended June 30, 2020**

Schedule 13

Finding 2019-001

Status: Corrected

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
Year Ended June 30, 2020

<u>Grantor/Pass Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Expenditures</u>
Federal Grants:			
<u>U. S. Department of Education</u>			
Direct Programs:			
Indian Education Grant	84.060	PRC 310	\$ 22,351
Art Educators Grant	84.U01	PRC 344, 371	989,647
			<u>1,011,998</u>
Passed through the N. C. Department of Public Instruction:			
Special Education Cluster:			
Grants to the States	84.027	PRC 060, 082 114, 118	16,350,803
Preschool Grants	84.173	PRC 049, 119	301,335
Total Special Education Cluster			<u>16,652,138</u>
Improving American School Act of 1994 (IASA)			
Title I, Part A			
Title I Grants to Local Education Agencies	84.010	PRC 050	27,592,562
Title I - Targeted Support and Improvement School Improvement, Title I	84.010A 84.010	PRC 115 PRC 105	673,146 1,243,042
Total Title I, Part A			<u>29,508,750</u>
Vocational Education - Basic Grants to States	84.048	PRC 017	1,128,819
Student Support and Academic Enrichment Program	84.424A	PRC 108	2,067,400
English Language Acquisition State Grants	84.365	PRC 104	1,011,194
Supporting Effective Instruction State Grants	84.367	PRC 103	2,289,083
English Language Acquisition - Significant Increase	84.365	PRC 111	51,987
Total U. S. Department of Education			<u>53,721,369</u>
<u>U. S. Department of Agriculture</u>			
School Nutrition Program (Note 4):			
Child Nutrition Cluster:			
Passed through the N. C. Department of Public Instruction:			
National School Lunch Program	10.555	PRC 035	16,011,051
School Breakfast Program	10.553	PRC 035	7,674,905
Passed through the N. C. Department of Agriculture:			
Food Distribution Program (non-cash program)	10.555	PRC 035	2,446,750
Passed through the N. C. Department of Health and Human Services:			
Summer Food Service Program for Children	10.559	PRC 035	7,660,194
Total Child Nutrition Cluster			<u>33,792,900</u>

GUILFORD COUNTY BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
Year Ended June 30, 2020

<u>Grantor/Pass Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Expenditures</u>
<i>Federal Grants (Continued):</i>			
<u>U. S. Department of Agriculture</u>			
Passed-through the N.C. Department of Public Instruction:			
Fresh Fruit and Vegetable Program	10.582	PRC 035	\$ 600,500
Passed-through the N. C. Department of Health and Human Services:			
Child and Adult Care Food Program	10.558	PRC 035	<u>526,293</u>
Total School Nutrition Program (Note 4)			<u>34,919,693</u>
Total U.S. Department of Agriculture			<u>34,919,693</u>
<u>U. S. Department of Defense</u>			
Direct Program:			
ROTC	12.000	PRC 301	<u>301,310</u>
Total U. S. Department of Defense			<u>301,310</u>
<u>U.S. Department of Treasurer</u>			
Passed-through the Office of State Budget and Management:			
NC Pandemic Recovery Office			
Passed-through the N.C. Department of Public Instruction:			
Coronavirus Relief Fund			
School Nutrition	21.019	PRC 125	<u>4,609,004</u>
Total U. S. Department of Treasury			<u>4,609,004</u>
Total federal awards			<u>\$ 93,551,376</u>
<i>State Grants:</i>			
Cash Assistance:			
<u>N. C. Department of Public Instruction</u>			
State Public School Fund	N/A	xxxx	\$ 422,254,907
Career and Technical Education			
- State Months of Employment	N/A	PRC 013	21,348,739
- Program Support Funds	N/A	PRC 014	1,312,032
Driver Training	N/A	PRC 012	1,090,991
School Technology Fund	N/A	PRC 015	1,925,003
State COVID-19 Supplemental Funds	N/A	PRC 154	2,378,529
Non-cash assistance:			
<u>N. C. Department of Public Instruction</u>			
State appropriations - school buses	N/A	PRC 120	859,754
Textbooks	N/A	PRC 130, 131	2,559,520
Passed-through Guilford County:			
Public School Building Capital Fund			<u>1,526</u>
Total N. C. Department of Public Instruction			<u>453,731,001</u>
<u>N. C. Department of Agriculture</u>			
State Kindergarten Breakfast Funds			<u>24,257</u>
Total state awards			<u>\$ 453,755,258</u>

Notes to the Schedule of Expenditures of Federal and State Awards

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal and State awards (SEFSA) includes the federal and State grant activity of the Guilford County Schools under the programs of the federal government and the State of North Carolina for the year ended June 30, 2020. The information in this SEFSA is presented in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and the State Single Audit Implementation Act. Because the Schedule presents only a selected portion of the operations of Guilford County Schools, it is not intended to and does not present the financial position, changes in net position, or cash flows of Guilford County Schools.

Note 2: Summary of Significant Accounting Policies

Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3: Indirect Cost Rate

Guilford County Schools has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 4: Cluster of Programs

The following are clustered by the NC Department of Public Instruction and are treated separately for state audit requirement purposes: School Nutrition Program

Note 5: Non-cash Assistance

Included in the amounts reported on the SEFSA, the Board received non-cash assistance in the form of food commodities, textbooks, and school buses. Non-cash items with a fair value of \$5,866,024 were received during the year ended June 30, 2020. These non-cash items received were included in the determination of federal and state awards expended for the year ended June 30, 2020.

Note 6: Correction of CFDA Number

The CFDA number for Student Support and Academic Enrichment Program has been updated to 84.424A as of March 4, 2021 to reflect the correction of an error.